RECEIVED

MAY 1 6 1997

Lease Agreement No. 9722.01

SHORT TERM WATER RIGHT LEASE AGREEMENTSALEM, OREGON

(Leases of Existing Water Rights For In-stream Use)

This LEASE AGREEMENT is made between:

(Lessor #1)
U.S. Bureau of Land Management
P.O. Box 550
Prineville, Oregon 97754
(541) 416-6747
(Lessee)
Oregon Water Resources Department
158 12th Street NE
Salem, Oregon 97310-0210
and (Trustee)
Oregon Water Resources Department
158 12th Street NE
Salem, Oregon 97310-0210

- 1.1 Lessor #1 is the owner or authorized agent for the owner(Exhibit A), of property shown in Exhibit B, having water rights that are to be leased.
- 1.2 The following water right is appurtenant to the property in *Exhibit B*:

Certificate No. <u>38666</u>, Exhibit C. Permit No. <u>26435</u>, Exhibit C.

WATER RIGHT LEASE AGREEMENT

Page 1 of 4

1.2.1 Lessor proposes to lease a portion of the water rightlisted in 1.2. The right to be leased is further described as follows:

Water Right Identification No.: C-38666

Priority date of: November 2, 1959

Use: Irrigation

Place of use: (Exhibit D, if applicable):

0.86 acres in NE1/4 SE1/4 Section 19

12.55 acres in NE1/4 SW1/4 5.0 acres in NW1/4 SW1/4 3.5 acres in SE1/4 SW1/4 Section 29

4.0 acres in NW1/4 NE1/4 14.3 acres in SW1/4 NE1/4 0.3 acres in SE1/4 NW1/4 Section 32 T7S R19E, W.M.

No. acres: 40.51 Rate: 0.49 cfs

Duty: diversion not to exceed a total diversion of 5 acre feet per acre for each acre irrigated during the irrigation season of each year.

Season: April 1 - September 30

Point(s) of diversion (POD): NW1/4 SW1/4, Section 20; NE1/4 SW1/4, Section 29; SW1/4 NE1/4 Section 32; T.

7S., R. 19 E., W.M., in Wasco County.

Conditions or other limitations: none

- 1.2.2 Lessor #1 attests that the portion of the right that is to be leased, identified in 1.2.1. has been beneficially used on all of the lands subject to the lease, or for any other use specified on the water right, within the last five years.
- 1.3 Pursuant to the provisions of ORS 537.348(2) and OAR 690-77-077, Lessee desires to lease the water right listed in 1.2.1

for in-stream use.

The amount, timing and location of the in-stream use 1.4 provided for under this lease will serve public uses (s) as indicated by: (check one or more) deficiencies in the water supply for an instream water right #\_ unsatisfied needs identified in an application for an instream water right or Diack flow, specific uses and needs identified in Exhibit E as signed off by ODFW, PARKS, or DEQ. another specified piece of evidence in Exhibit E, such as, a statement signed by the lessee, or some other person, explaining how the lease would benefit recreation, scenic attraction, aquatic and fish life, wildlife habitat and ecological values, pollution abatement, navigation, or other public uses.

II.

## THE PARTIES AGREE AS FOLLOWS:

- 2.1 **Lease.** Lessor agrees to lease through lessee to holder, the water right listed in 1.2.1 for use as an in-stream water right during the term of this agreement. The general nature of the compensation is \$1.00.
- 2.2 **The In-stream Right Created by the Lease.** Described as follows:

John Day River
Tributary to Columbia River in Columbia Basin
Location at the point of diversions as listed in 1.2.1.
Use is described in section 1.4
Total Volume an amount not to exceed 202 acre feet.
Rate(s) (cfs) 0.49 cfs
Period of Use Upon execution of the lease by the parties through such time that the total acft limitation has been reached.
Date of priority November 2, 1959
Conditions to prevent or mitigate injury: none

- 2.3 **Suspending the original use.** During the period of the lease the owner agrees to suspend the use of water under the portion of the right that is leased, and any supplemental right for the same use on the same property.
- 2.4 **Term.** This Lease shall commence on or not before execution

by the parties and shall continue thereafter through\_ September 30, 1997.

- Flow Protection. The trustee will regulate use of water from the source, subject to prior appropriation and the agency enforcement guidance, to assure that the water is delivered to the points of diversion, so long as flow is sufficient to meet the demands under this date of priority. No party is required to continuously measure the flow of the river described in Paragraph 2.2.
- 2.6 Additional Monitoring. None
- 2.7 Water Use Reporting. [as required]
- 2.8 **Termination Provisions.** [optional]
- Watermaster Review. By signature below, the Watermaster for 2.9 the District where the reach of the river described in Paragraph 1.2 is located, verifies the following:
- 2.9.1 The Lessor #1 is currently entitled to appropriate water under the water right described in Paragraph 1.2.1
- 2.9.2 A suitable control device is/will be in place so that use of water under the right described in Paragraph 1.2.1 may be regulated to insure water will not be diverted or applied to the lands described in 1.2.1. or used for any other use described in 1.2.1..
- 2.9.3 Allocation of the water described in Paragraph 2.2 during the term of this lease is not reasonably expected to cause injury to other rights for use of water from the same source.
- 2.9.4 Any necessary conditions:

Watermaster: Kelvis le. Rice (District 4 )

Date: 5/14 1997

THE UNDERSIGNED LESSOR(S), LESSEE AND TRUSTEE DECLARE THAT TO THE BEST OF THEIR KNOWLEDGE AND BELIEF THE INFORMATION CONTAINED IN THIS LEASE IS TRUE, CORRECT AND COMPLETE.

Lessee:

Date: 423197

Lessee:

Date: 19

So ordered by lessee/trustee: May May Date: 7/14 1997

[Oregon Water Resources Department]

## List of Exhibits:

t

Exhibit A - Power of Attorney Documentation

Exhibit B - Map of Property with Associated Water Rights and Proof of Property Ownership

Exhibit C - Copies of Water Rights

Exhibit D - Location of Lands Associated With Leased Water Right

Exhibit E - Identification of Public Use(s) Being Served

Exhibit F, etc. - Optional Information Pertaining to Monitoring, Reporting, and Termination of the Lease