Jan 2007



# Application for Instream Lease Pooled Lease Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shiml.

# Pursuant to ORS 537.348(2) and OAR 690-077 Optional Identification by Lessor/Lessoe: Restoration Pooled This Lease is between: Lessor #2: Irrigation District or Other Water Purveyor Three Sisters Irrigation District Name Mailing address P.O. Box 2230 City, State, Zip Code Sisters, OR 97759 Telephone number <u>541-549-8815</u> Email address tsid@uci.net The water right to be leased is located in Deschutes County. Lessee (if different than Oregon Water Resources Department): Name Deschutes River Conservancy Mailing address P.O. Box 1560 City, State, Zip Code Bend, OR 97709 Telephone number <u>541-382-4077</u> Email address gen@deschutesrjver.org Trustce: Oregon Water Resources Department 725 Summer Street NE, Suite A Salem, OR 97301-1266 (503) 986-0900 ~I~ Water Right Holder and Water Right Information 1.2 Lessor #2 is the (Check one): Official representative of Three Sisters Irrigation District the irrigation district, which conveys water to the subject water rights. Another party with an interest in the subject water rights representing Not applicable. For the water right(s) being leased, list all water rights appurtenant to the same lands. 1.3 Indicate if there are any supplemental or overlying rights.

Certificate No. 303, 291, 24167, 74135

1.4	Are some or all of the lands being leased part of a Conservation Reserve Enhancement Program.   Yes  No
1.5	Water Rights Proposed to be Leased Instream.  The first right to be leased identified in Section 1.3 is further described as follows:  Certificate No.: 74135
	Priority date: 1895 and 1904 Type of use: Irrigation  Legal Season of Use: N/A
	If an irrigation right, total number of acres to be leased:
	1895 - 165.6 ac
	1904 - 17.6 ac
	(total 183.2 ac)
	Total acre-fect of storage to be leased, if applicable: N/A  Maximum rate associated with subject water rights (cfs) being leased:
	1895 - 3.312 cfs
	1904 - 0.352 cfs
	(total 3.664 cfs)
	If there is more than one rate associated with a water right, describe below:
	Season I (cfs) N/A Time period:
	Season 2 (cfs) Time period:
	Scason 3 (cfs) Time period:  Maximum duty associated with subject water rights (ac-ft): N/A
	Maximoni duty associated with subject water rights (ac-it). MA
	Conditions or other limitations, if any:
	If you need to enter another leased right, please use the additional water rights form.
	~II~ Instream Water Right Information
2.1	Public use. This lease will increase streamflows that will benefit:  ☑ Conservation, maintenance and enhancement of aquatic and fish life, wildlife, and fish and wildlife habitat
	<ul> <li>☑ Pollution abatement</li> <li>☑ Recreation and scenic attraction</li> </ul>
	M Modernia and seems amastron
2.2	Instream use created by lease. The instream use to be created is described as follows:  Whychus  Creek
	Tributary to Deschutes River in the Deschutes Basin.
	Describe the point of diversion (POD) and any associated reach(es) of the instream use being created. If possible list the reach by river mile. If no reach is identified, and there is only one POD listed on the certificate, the lease will be processed to be protected at the POD. (If more than one POD is listed on the certificate, then the POD and any associated reach(es) must be identified): From POD at RM 23.5 of Whychus Cr to RM 0 Maximum volume in acre-feet:
	1895 - 604.37 af
	1904 - 64.23 af
	(total - 668.60 af) Rate in cfs:
	1895 - 3.312 cfs
	7.4.4. Kig., = -234

	1904 - 0.352 cfs
	(If more than one rate, describe the rate associated within each time period or instream reach.)
	Rate in cfs:
	Rate in cfs:
	(Use the section below to indicate a more restrictive period of use than allowed by the water right.)  Conditions to prevent injury, if any:  None
	<ul> <li>☑ The instream flow will be allocated on a daily average basis up to the described rate from July 2, 2008 through October 1, 2008.</li> <li>☑ Other (describe):</li> </ul>
2.3	Term of lease. This lease shall terminate on October 31, 2008
2.4	Flow protection. The Trustee will regulate use of water from the source, subject to prior appropriation and the agency enforcement guidance, to assure the water is delivered to the point of diversion, and through the reach past junior downstream users, so long as flow is sufficient to meet the demand under priority date of the new instream use (see Section 2.2). As part of regulation activities the watermaster or a designee has access to the point of diversion and place of use for the water rights involved in this lease. No party is required to continuously measure the flow of the waterway described in Section 2.2.
	~III~ Other Information
3.1	Accuracy. The Undersigned Lessor(s) and Lessec(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
3.2	Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.
3.3	Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be required, and a prior short term lease shall not set a precedent for the amount of water to be leased or transferred instream.
3.4	Suspension of original use. During the period of the lease, the water right holder agrees to suspend use of water allowed under the subject water rights and under any water right that is supplemental to the subject water rights.
3.5	Termination provision.
	For multiyear leases, the Lesson(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30-

days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require:

- Written notice to the Department with original signatures;
- Consent by all parties to the lease; and/or
- · Written notice to the Watermaster's office.
- For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease.
- 3.6 Modification to prevent injury. Allocation of water to the instream use described in Section 2.2 during the term of this lease is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lease is signed, the lease may be modified or terminated to prevent injury.

3.7 Fees. Pursuant to ORS 536.050, the following fee is included:

\$200 for an application with four or more landowners or four or more water rights.

☐ \$100 for all other applications.

Lessor #2: Martin District

Three Sisters Irrigation District

Deschutes River Conservancy

Date: 25

25 June 2008

Other Attachments as Needed:

Attachment 1: Tax Lot Map. (See instructions.)

Attachment 2: Detailed map illustrating lands under subject rights to be leased; required if only part of a right is being leased instream. (See instructions.)

Attachment 3: Supporting documentation indicating why a right is valid and not subject to forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 is checked).

Attachment 4: Split Season Instream Use Form

Attachment 5: Pooled Lease Water Right Holder Form

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# Additional Water Right Form for Pooled

## Instream Lease

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml

~[~ Section 1.5 continued from Pooled Form. Water Rights Proposed to be Leased Instream. District and water right holder(s) propose to lease the water rights identified in Section 1.3 on the "Pooled Lease Form." The right(s) to be leased are further described as follows: Certificate No.: 24167 (T-8900 & 8902) Priority date: 1880 Type of use: IRR Legal Season of Use (if not listed on the certificate): N/A If an irrigation right, total number of acres to be leased: 30 Total acre-fect of storage to be leased, if applicable: N/A Maximum rate associated with subject water rights (cfs) being leased: 0.9 cfs If there is more than one rate associated with a water right, describe below: Season 1 (cfs) \_\_\_\_\_ Time period: \_\_\_ Season 2 (cfs) Time period: Time period: Season 3 (cfs) Maximum duty associated with subject water rights (ac-ft): 164.23 af (not duty limited) Conditions or other limitations, if any: ~11~ Section 2.2 continued from Pooled Lease Form. Instream use created by lease. The instream use to be created is described as follows: Creek Whychus in the Deschutes Tributary to Deschutes River Basin. Describe the point of diversion (POD) and any associated reach(es) of the instream use being created. If possible list the reach by river mile. If no reach is identified, and there is only one POD listed on the certificate, the lease will be processed to be protected at the POD. (If more than one POD is listed on the certificate, then the POD and any associated reach(es) must be identified): None listed on certificate. POD to the mouth of Whychus Creek at river mile 0. Maximum volume in acre-feet: 164.23 af Rate in cfs: 0.9 cfs (If more than one rate, describe the rate associated within each time period or instream reach.) Rate in cfu: Rate in cts: (Use the section below to indicate a more restrictive period of use than allowed by the water right.) Conditions to prevent injury, if any: None The instream flow will be allocated on a daily average basis up to the described rate from July 2, 2008 through October 1, 2008. Other (describe): \_

Additional Water Right Form 1



5415498070

# Additional Water Right Form for Pooled

## Instream Lease

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shiml.

Section 1.5 continued from Pooled Form. Water Rights Proposed to be Leased Instream. District and water right holder(s) propose to lease the water rights identified in Section 1.3 on the "Pooled Lease Form." The right(s) to be leased are further described as follows: Certificate No.: 303 (T-8900 & 8902) Type of use: IRR Priority date: 1881 Legal Season of Use (if not listed on the certificate): N/A If an irrigation right, total number of acres to be leased: 25.5 Total acre-feet of storage to be leased, if applicable: N/A Maximum rate associated with subject water rights (cfs) being leased; 0.51 cfs If there is more than one rate associated with a water right, describe below: Season 1 (cfs) \_\_\_\_\_ Time period: \_ Season 2 (cfs) \_\_\_\_\_ Time period: \_\_\_\_ Season 3 (cfs) \_\_\_\_ Time period: \_\_\_\_ Maximum duty associated with subject water rights (ac-ft): 93.06 af (not duty limited) Conditions or other limitations, if any: ~II~ Section 2.2 continued from Pooled Lease Form. Instream use created by lease. The instream use to be created is described as follows: Whychus \_\_\_\_ Creek Tributary to Deschutes River in the Deschutes Describe the point of diversion (POD) and any associated reach(es) of the instream use being created. If possible list the reach by river mile. If no reach is identified, and there is only one POD listed on the certificate, the lease will be processed to be protected at the POD. (If more than one POD is listed on the certificate, then the POD and any associated reach(es) must be identified): None listed on certificate. POD to the mouth of Whychus Creek at river mile 0. Maximum volume in acre-feet: 93.06 af Rate in cfs: 0.51 cfs (If more than one rate, describe the rate associated within each time period or instream reach.) Rate in cfs: Rate in cfs: (Use the section below to indicate a more restrictive period of use than allowed by the water right.) Conditions to prevent injury, if any: ☐ None The instream flow will be allocated on a daily average basis up to the described rate from July 2, 2008 through October 1, 2008. Other (describe):

Jan 2007



# Additional Water Right Form for Pooled

# Instream Lease

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

n 1.5 continued from Pooled Form.
Water Rights Proposed to be Leased Instream. District and water right holder(s) propose to lease the water rights identified in Section 1.3 on the "Pooled Lease Form."
The right(s) to be leased are further described as follows: Certificate No.: 291 (T-8900 & 8902)
Priority date: 1880 Type of use: IRR
Legal Season of Use (if not listed on the certificate): N/A
If an irrigation right, total number of acres to be leased: 7.5
Total acre-feet of storage to be leased, if applicable: N/A
Maximum rate associated with subject water rights (cfs) being leased: 0.15 cfs
If there is more than one rate associated with a water right, describe below:
Season 1 (cfs) Time period:
Season 2 (cfs) Time period:
Season 3 (cfs) Time period:
Maximum duty associated with subject water rights (ac-ft): 27.37 af (not duty limited)
Conditions or other limitations, if any:
~II~
2.2 continued from Pooled Lease Form.
Instream use created by lease. The instream use to be created is described as follows:
Whychus Creek
Tributary to Deschutes River in the Deschutes Basin.
Thousand to Descriptes Kives In the Descriptes Basin.
Describe the point of diversion (POD) and any associated reach(es) of the instream use being created. If possible list the reach by river mile. If no reach is identified, and there is only one POD listed on the certificate, the lease will be processed to be protected at the POD. (If more than one POD is listed on the certificate, then the POD and any associated reach(es) must be identified): None listed on certificate. POD to the mouth of Whychus Creek at river mile 0.
Maximum volume in acre-feet: 27,37 af
Rate in cfs: 0.15 cfs
(If more than one rate, describe the rate associated within each time period or instream reach.)
Rate in cfs:
Rate in cfs:
(Use the section below to indicate a more restrictive period of use than allowed by the water right.)  Conditions to prevent injury, if any:  None
<ul> <li>The instream flow will be allocated on a daily average basis up to the described rate from July 2, 2008 through October 1, 2008.</li> <li>Other (describe):</li> </ul>

Jan 2007



# Application for Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

Optio	onal Identification	by Lessor/Lessee:Pr	reviously leased	L-831, 787, 667, 500, 418
Leas	e Application Nun	nber (assigned by WRI	)):	· · · · · · · · · · · · · · · · · · ·
This	Lease is with:			
	or #1 (Water Rig	ht Holder):		
	c <u>Joseph Angel</u> ing address P O Be	14000		
		ortland, OR 97293-090	10	
	_	-525-9100		
	4 4 4	200 2100		
			in the same of	
lf add	ditional water righ	t holders, enter water ri	ight holder informatio	on below
	or # 2:		Market and the second	
		District Irrigation Dist	rict	
	Box 2230			
Siste	rs. OR 97759	541-549-8815	tsid@uci.net	
ritoin intoin	ntial.	· Water Right Holde		the numbering on this form is not always  t Information
1.1	If the water righ	t appurtenant to these l	ands is also appurten	property described in Section 1.5. ant to lands owned by others who lot map), needs to be included.
1.3		ght(s) being leased, list supplemental or overly		rtenant to the same lands. Indicate
	Certificate No.	74135		
1.4	Are some or all Program.  Y	of the lands being lease es No	ed part of a Conserva	ation Reserve Enhancement
1.5		Proposed to be Lease wn on the map attached		right holder proposes to lease the described as follows:

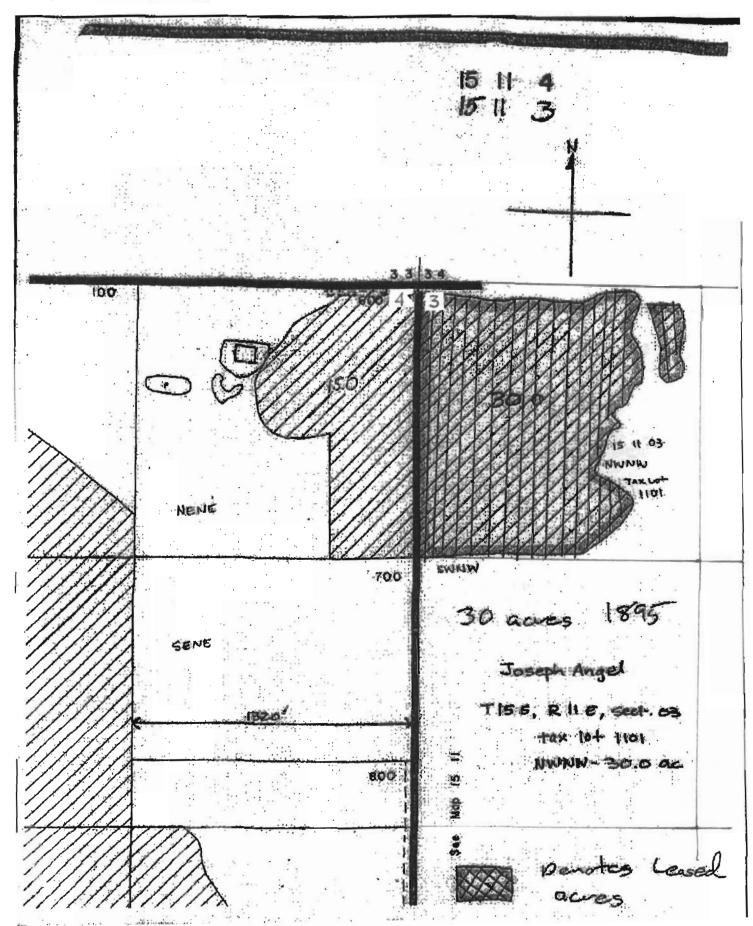
	T	R	Sect	14.1/4	Tax Lot	Acres	Type of Use	Certificate #	Page(s)#	Priority*
	*(Ident	tify pertin	ent page n	umber of			is greater than 1 er certificate)	0 pages; identify	priority date	if there is
1.	15	11	1003	NW	01101	30	TRR	74135	9	1895
2.										
3.										
4.										
5.										

· L			1		AND DESCRIPTION OF THE PERSON						
_	Cor ou need	nditions	or other	r limita	tions, if an	ıy:	tificate and				
1.6	Valid	lity of 1	rights, I	æssor(s	) attests (1	nark one)	that:				
	Ø					-	ve years acco	_	ne terms	s and con	ditions of
		condit forfcit	tions of	the wat er ORS	er right ce	rtificate, l	t five years nowever the ade necessar	water righ	t is not	subject to	
				~[][~	Instream	Water ]	Right Info	rmation			
2.3							October 1, 2				ict between

### ~III~ Other Information

- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- 3.2 Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.
- 3.3 Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be required, and a prior short term lease shall not set a precedent for the amount of water to be

3.4	Suspension of original use. During the period of the lease, the water right holder agrees to suspend use of water allowed under the subject water rights and under any water right that is supplemental to the subject water rights.
3.5	Termination provision.  For multiyear leases, the Lessor(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30-days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require:  Written notice to the Department with original signatures;  Consent by all parties to the lease; and/or  Written notice to the Watermaster's office.  For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease.
3.6	Modification to prevent injury. Allocation of water to the instream use described in Section 2.2 during the term of this lease is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lease is signed, the lease may be modified or terminated to prevent injury.
Lesso Joseph	Date: 6 10 08
For ac	Iditional Lessors, type in space for signature and date
Locen	1#2: med balacer Date: 6/19/08
	Sisters Irrigation District
Other	Attachments As Needed:
Exhib	it 5-A: Tax Lot Map. (See instructions.)
Exhib	it 5-B: Detailed map illustrating lands under subject rights to be leased; required if only part of a right is being leased instream. Exhibits 5-A and 5-B may be combined into a single map. (See instructions.)
Exhib	it 5-C: Supporting documentation indicating why a right is valid and not subject to forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 of this form is checked)
Exhib	it 5-D: Split Season Instream Use Form





# **Instream Lease**

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

Optio	nal Identification	by Lessor/Lessee:	reviously leased L-831	
Lease	Application Num	her (assigned by WRD	):	
This l	Lease is with:			
	or #1 (Water Rig		STATE OF THE PROPERTY OF THE P	
	Mayne Cornick ng address 17000		ALL DEBUT LIDE AT LAND LINE AND LINE AN	
	State, Zip Code S			
	hone number 541		16 5 St. Jan. 18	
	address	702-17-1	Sec. 1	
LAU,Med	1 00,000	C. C		
If add	litional water righ	t holders, enter water ri	ght holder information below	
Lesso	r#2:			
Three	Sisters Irrigation	<b>District Irrigation Dist</b>	rict	
POE	3ox 2230	A stream season was all 24		
Sister	s. OR 97759	541-549-8815	tsid@uci.net	
inform	ation as the "Standar	Instream Lease Application	oled Water Right Holder" form(s) are used to provide the s on" form. Consequently, the numbering on this form is no	t always
	<b>~</b> I~	Water Right Holds	er and Water Right Information	
1.1	If the water righ	at appurtenant to these	authorized agent for property described in Section lands is also appurtenant to lands owned by other an Attachment 1 (tax lot map), needs to be included	rs who
1.3		ght(s) being leased, list supplemental or overly	t all water rights appurtenant to the same lands. I ring rights.	ndicate
	Certificate No.	74135		
1.4	Are some or all Program.		ed part of a Conservation Reserve Enhancement	1
1.5			ed Instream. Water right holder proposes to lead as Exhibit 5-B and described as follows:	se the

		R	Sect		= f(x, 1) a.	Activi	bound Lsc	to although		Persons
	*(Ident	ify pertine	nt page 1	number o	f certificate, mor	if certificate than one p	is greater than i	0 pages; identif	y priority dal	e if there is
1.	15	W/0	12	NE	302	7.1	IRR	74135	7	1895
2.										
3.										
4.										
5.	1									

	Tot	al number of acres, if for irrigation, by certificate and priority date: 7.1 ac IRR 1895
	Cor	editions or other limitations, if any:
		to enter another leased right, please use the Additional Water Right Form for Pooled at Holder.
1.6	Valid	tity of rights. Lessor(s) attests (mark one) that:
	Ø	The water has been used over the past five years according to the terms and conditions of the water right certificate or as an instream water right or
		The water has <u>not</u> been used over the past five years according to the terms and conditions of the water right certificate, however the water right is not subject to forfeiture under ORS 540.610(2)(_)(include necessary supporting documentation as Attachment 3).
		~II~ Instream Water Right Information

### ~III~ Other Information

the Pooled Lease Form and this form, the Pooled Lease Form will be the official term of the lease.)

Term of lease. This lease shall terminate on October 1, 2008

2.3

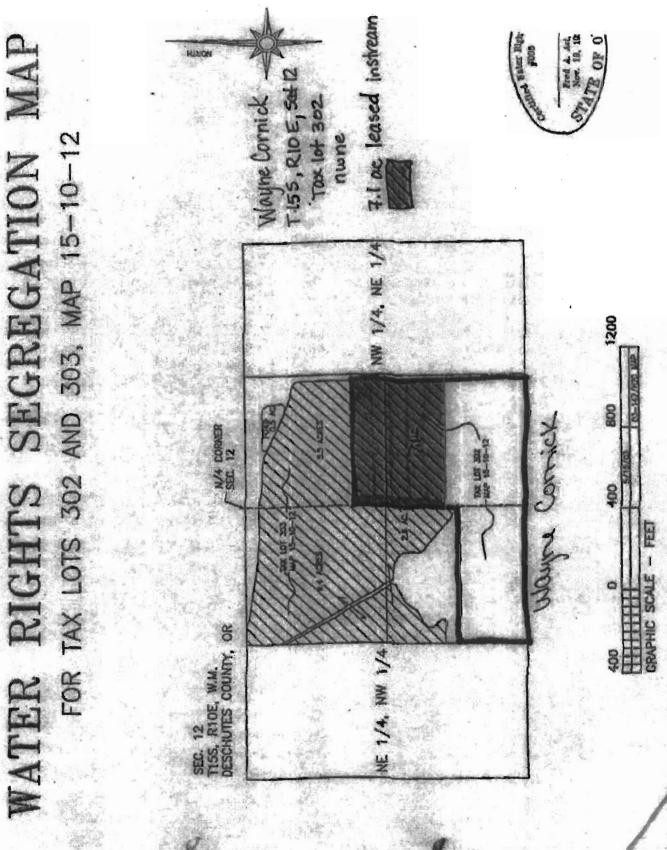
- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- 3.2 Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.
- 3.3 Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be required, and a prior short term lease shall not set a precedent for the amount of water to be leased or transferred instream.

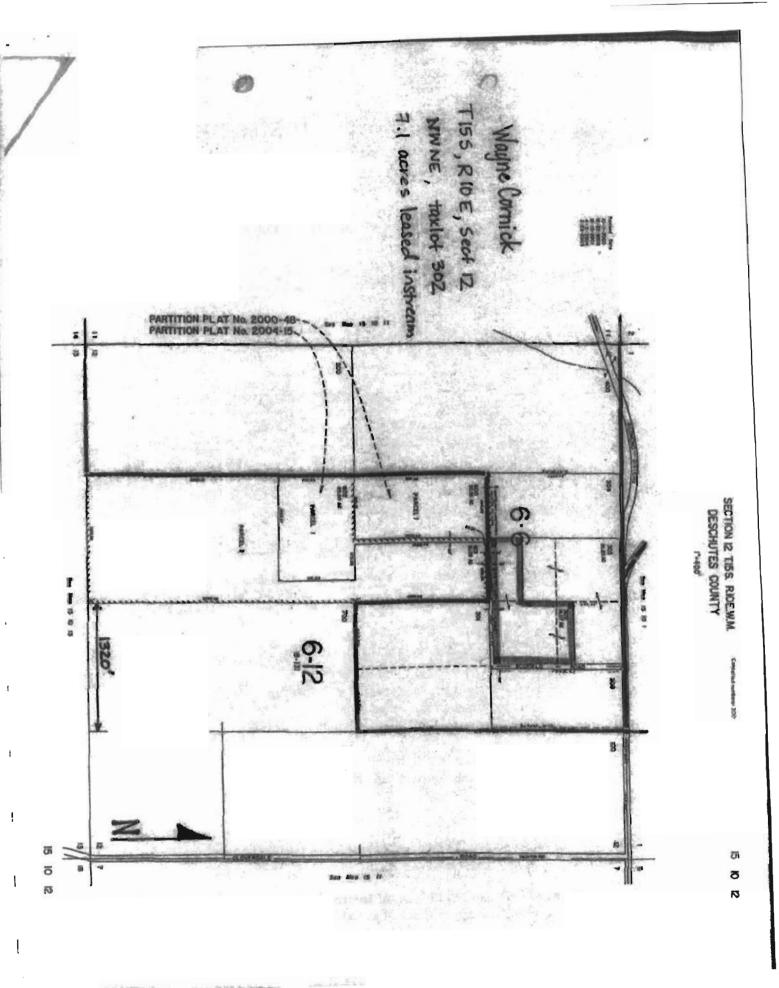
Pooled Water Right Holder Form / 3

. (If there is a conflict between

3.4	suspend	of original use. During the period of the lease, the water right of water allowed under the subject water rights and under a tal to the subject water rights.	ght holder agrees to my water right that is						
3.5	For year duri days begunnti not " " " " " " " " " " " " " " " " " " "	paination provision.  For multiyear leases, the Lessor(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30-days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require:  Written notice to the Department with original signatures;  Consent by all parties to the lease; and/or  Written notice to the Watermaster's office.  For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease.							
3.6	2.2 durin	ion to prevent injury. Allocation of water to the instream us the term of this lease is not reasonably expected to cause injury from the same source. If injury is found after this lease is sign reterminated to prevent injury.	ury to other rights to						
Less	or#1:	Where Paint Date: 1/2 les	M 2008						
Way	e Cornick								
		sors, type in space for signature and date	6/19/08						
	or #2:	Date:	7/10						
THE	- NEW PORT	ation District							
		s As Needed:							
	bit 5-A:	Tax Lot Map. (See instructions.)							
Exhi	bit 5-B:	Detailed map illustrating lands under subject rights to be la part of a right is being leased instream. Exhibits 5-A and 5 into a single map. (See instructions.)	-B may be combined						
Exhi	bit 5-C:	Supporting documentation indicating why a right is valid a forfeiture even though the right has not been exercised for consecutive years (required if the second box in Section 1.6 checked)	five or more						
Exhi	bit 5-D:	Split Season Instream Use Form							

# WATER RIGHTS SEGREGATION MAP







# Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

Optio	nal Identification by Lessor/Lessee:
	Application Number (assigned by WRD):
This I	Lease is with:
	or #1 (Water Right Holder):
	Mike Mansker
Maili	ng address PO Box 1376
City,	State, Zip Code Sisters, OR 97759
Telep	hone number <u>541-549-7117</u>
Email	address
Lesso Three	itional water right holders, enter water right holder information below  r # 2: Sisters Irrigation District Irrigation District  lox 2230
	s, OR 97759 541-549-8815 tsid@uci.net
sequen	~I~ Water Right Holder and Water Right Information
1.1	Lessor #1 is the water right holder, or authorized agent for property described in Section 1.5. If the water right appurtenant to these lands is also appurtenant to lands owned by others who are not included in this application, then Attachment 1 (tax lot map), needs to be included.
1.3	For the water right(s) being leased, list all water rights appurtenant to the same lands. Indicate if there are any supplemental or overlying rights.
	Certificate No. 74135
1.4	Are some or all of the lands being leased part of a Conservation Reserve Enhancement Program.   Yes No
1.5	Water Right(s) Proposed to be Leased Instream. Water right holder proposes to lease the water rights shown on the map attached as Exhibit 5-B and described as follows:

	T	R	Sect	1/, 1/,	Tay Lot	Acres	Type of Use	Certificate #	Page(s)#	Priority*
19	*(Ident	ify pertin	ent page r	number of	certificate,	f certificate	e is greater than 1 er certificate)	0 pages; identify	priority date	if there is
1.	15	10	26	NW NE	600	22.9	IRR	74135	8	1895
2.	15	10	26	NE NW	600	25	IRR	74135	8	1895
3.	15	10	26	Nw NE	600	15.1	IRR	74135	8	1904
4.				6.80		- 12/2-1	The second			
5.		194	1				(4)			

Total number of acres, if for irrigation, by certificate and priority date: 47.9 ac IRR 15.1 ac IRR 1904	1895
Conditions or other limitations, if any:	
need to enter another leased right, please use the Additional Water Right Form for Po	ooled

If you need to enter another leased right, please use the Additional Water Right Form for Pooled Water Right Holder.

- 1.6 Validity of rights. Lessor(s) attests (mark one) that:
  - The water has been used over the past five years according to the terms and conditions of the water right certificate or as an instream water right or
  - The water has <u>not</u> been used over the past five years according to the terms and conditions of the water right certificate, however the water right is not subject to forfeiture under ORS 540.610(2)(\_)(include necessary supporting documentation as Attachment 3).

# ~II~ Instream Water Right Information

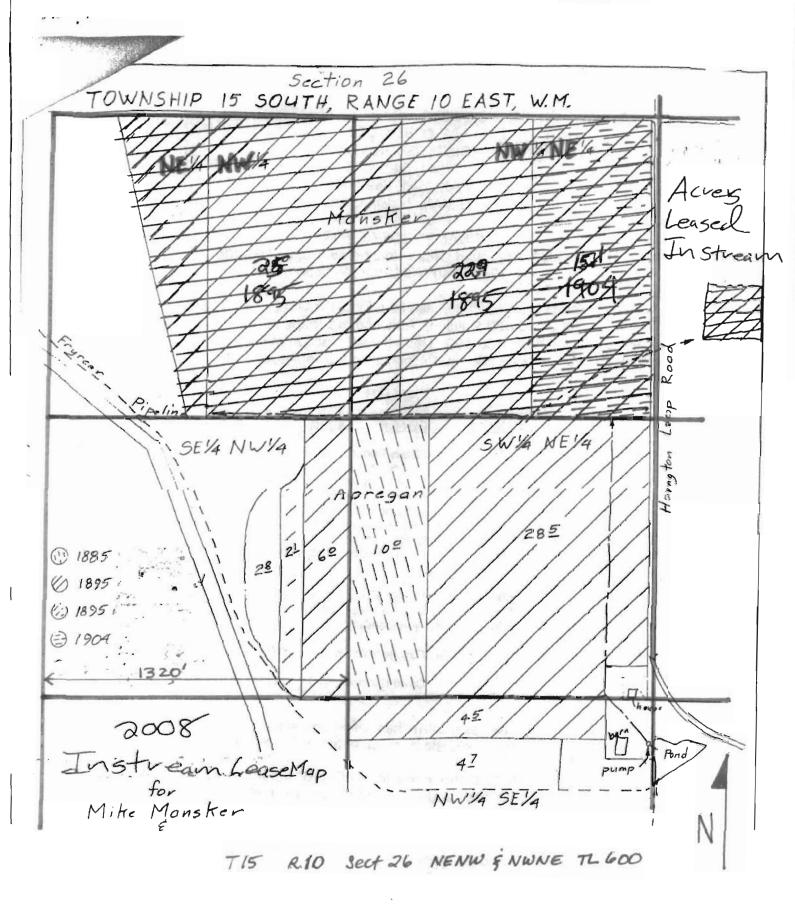
2.3 Term of lease. This lease shall terminate on October 1, 2008. (If there is a conflict between the Pooled Lease Form and this form, the Pooled Lease Form will be the official term of the lease.)

### ~III~ Other Information

- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- 3.2 Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.
- 3.3 Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be

leased or transferred instream. Suspension of original use. During the period of the lease, the water right holder agrees to 3.4 suspend use of water allowed under the subject water rights and under any water right that is supplemental to the subject water rights. 3.5 Termination provision. For multiyear leases, the Lessor(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require: Written notice to the Department with original signatures; Consent by all parties to the lease; and/or Written notice to the Watermaster's office. For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease. Modification to prevent injury. Allocation of water to the instream use described in Section 3.6 2.2 during the term of this lease is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lease is signed, the lease may be modified or terminated to prevent injury. Date: 6/17/08 Lessor #1: Mike Mansker For additional Lessors, type in space for signature and date Three Sisters Irrigation District Other Attachments As Needed: Tax Lot Map. (See instructions.) Exhibit 5-A: Detailed map illustrating lands under subject rights to be leased; required if only Exhibit 5-B: part of a right is being leased instream. Exhibits 5-A and 5-B may be combined into a single map. (See instructions.) Supporting documentation indicating why a right is valid and not subject to Exhibit 5-C: forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 of this form is checked) Split Season Instream Use Form Exhibit 5-D:

required, and a prior short term lease shall not set a precedent for the amount of water to be



### THREE SISTERS IRRIGATION DISTRICT P.O. BOX2230 SISTERS, OR 97759 (541) 549-8815 FAX: (541) 549-8070

E-MAIL: tsid@uci.net

## FINAL PROOF REPORT T-9621, Approved Order, Volume 66, Pages 103-106 2003 540.580 District Petition

Three Sisters Irrigation District is hereby submitting the Final Proof reports for lands under the approved Transfer 9621, from our 2003 540.580 Petition. Attached are maps of each parcel listed in Table B on the Special Order Volume 66, Page 103-106. Upon the satisfaction of the Director of the Oregon Water Resources Department, we conclude that the Petition is now completed.

### TABLE B

TWN	RNG	SEC	QQ TAX	X LOT	OWNER	<b>ACRES</b>	<u>CERT</u>	PRIORIT	Y PREVIOUS OWNER
158	110E	24	SWNW 90	-	Sisters Rode Association	10	74135	1895	
145	12E	18	NESW 2	200	Dana & Evely Dykes	yn 2	74135	1895	
15S 15S 15S 15S	10E 10E 10E 10E	26 26 26 26	SWNE 60 SENW 60	01 01 01	Craig Aprega Craig Aprega Craig Aprega Craig Aprega	an 28.5 an 8.1	74135 74135 74135 74135	1895 V 1895 V	Veldon Wankier Veldon Wankier Veldon Wankier Veldon Wankier
15S 15S 15S	10E 10E 10E	26 26 26	NWNE 60 NWNE 60 NENW 60	00	Mike Manske Mike Manske Mike Manske	er 22.9	74135 74135 74135	1895 V	Veldon Wankier Veldon Wankier Veldon Wankier
148	11E	34	SWSW 6	100	Eugene Bald	lwin 5	74135	1895	
158	10E	15	NESE 1	500	David Herma	an 10.5	74135	1895	

A Three Sisters Irrigation District representative has inspected each property listed above, and has concluded that all lands have an irrigation system sufficient to accomplish irrigation of the lands.

Three Sisters Irrigation District hereby states that either a CWRE surveyor or a Three Sisters Irrigation District representative certifies that the landowners did improve their lands as requested in their application for transfer.

Marc Thalacker, District Manager

Date



# Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

	Pursuant to ORS 537.348(2) and OAR 690-077
Opti	onal Identification by Lessor/Lessee:
Leas	e Application Number (assigned by WRD):
This	Lease is with:
Less	or #1 (Water Right Holder):
	e James Enger
	ing address 68820 Holmes Rd.
	State, Zip Code Sisters, OR 97759
	phone number <u>541-788-5745</u>
Ema	il address
Less Thre	ditional water right holders, enter water right holder information below or # 2: e Sisters Irrigation District Irrigation District
	Box 2230
Siste	rs, OR 97759 541-549-8815 tsid@uci.net
Appli	The section numbering associated with this form corresponds to that found on the "Standard Instream Lease cation" form. The "Pooled Lease" form and "Pooled Water Right Holder" form(s) are used to provide the same nation as the "Standard Instream Lease Application" form. Consequently, the numbering on this form is not alway natial.
	~I~ Water Right Holder and Water Right Information
1.1	Lessor #1 is the water right holder, or authorized agent for property described in Section 1.5. If the water right appurtenant to these lands is also appurtenant to lands owned by others who are not included in this application, then Attachment 1 (tax lot map), needs to be included.
1.3	For the water right(s) being leased, list all water rights appurtenant to the same lands. Indicat if there are any supplemental or overlying rights.
	Certificate No. 74135
1.4	Are some or all of the lands being leased part of a Conservation Reserve Enhancement Program.   Yes No
1.5	Water Right(s) Proposed to be Leased Instream. Water right holder proposes to lease the water rights shown on the map attached as Exhibit 5-B and described as follows:

	T	R	Sect	88	Tax Lot	Acres	Type of Use	Certificate#	Page(s) #	Priority*
	*(Ident	tify pertine	ent page n	umber o			is greater than 1 er certificate)	0 pages; identify	priority date	if there is
1.	15	11 .	04	SW SW	401	30.6	IRR	74135	9	1895
2.										
3.										
4.										
5.										

Total number of acres, if for irrigation,	by certificate an	nd priority	date: 30.6 ac	IRR 1895
Conditions or other limitations, if any:				

If you need to enter another leased right, please use the Additional Water Right Form for Pooled Water Right Holder.

- 1.6 Validity of rights. Lessor(s) attests (mark one) that:
  - The water has been used over the past five years according to the terms and conditions of the water right certificate or as an instream water right or
  - The water has <u>not</u> been used over the past five years according to the terms and conditions of the water right certificate, however the water right is not subject to forfeiture under ORS 540.610(2)(\_)(include necessary supporting documentation as Attachment 3).

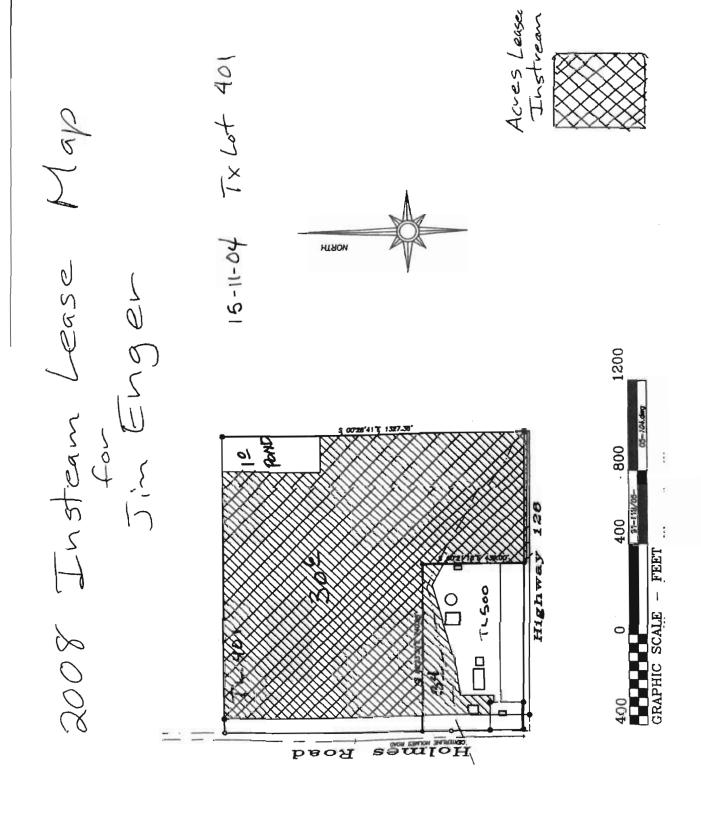
# ~II~ Instream Water Right Information

2.3 Term of lease. This lease shall terminate on October 1, 2008. (If there is a conflict between the Pooled Lease Form and this form, the Pooled Lease Form will be the official term of the lease.)

### ~III~ Other Information

- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- 3.2 Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.
- 3.3 Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be required, and a prior short term lease shall not set a precedent for the amount of water to be leased or transferred instream.

3.4	suspension of original use. During the period of the lease, the water right holder agrees to uspend use of water allowed under the subject water rights and under any water right that is upplemental to the subject water rights.
3.5	For multiyear leases, the Lessor(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30-days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require:  Written notice to the Department with original signatures;  Consent by all parties to the lease; and/or  Written notice to the Watermaster's office.  For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease.
3.6	Modification to prevent injury. Allocation of water to the instream use described in Section .2 during the term of this lease is not reasonably expected to cause injury to other rights to se water from the same source. If injury is found after this lease is signed, the lease may be nodified or terminated to prevent injury.  Date: 5/27/08
Lessor James	
Lessor	tional Lessors, type in space for signature and date  2: Date: 6/19/08  sters Irrigation District
Other A	tachments As Needed:
Exhibit	
Exhibit	Detailed map illustrating lands under subject rights to be leased; required if only part of a right is being leased instream. Exhibits 5-A and 5-B may be combined into a single map. (See instructions.)
Exhibit	S-C: Supporting documentation indicating why a right is valid and not subject to forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 of this form is checked)
Exhibit	F-D: Split Season Instream Use Form





# Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

		on by Lessor/Lessee: jumber (assigned by V			
This Le	ase is with:				
Lessor	#1 (Water R	tight Holder):			
		Kenneth Tisher	&	Tim & Wendy DiPaol	0
		2044 NW Trenton		P O Box 482	
		Bend, OR 97701		Stinson, CA 94970	
		541-385-1033		415-868-0239	
		311 303 1033			
Lessor	# <u>2:</u> sisters Irrigati	ght holders, enter wa		holder information below	,
	OR 97759	541-549-8815		tsid@uci,net	
Applicati	on" form. The on as the "Stand if.	"Pooled Lease" form and dard Instream Lease Appl	"Pooled" lication" f	esponds to that found on the "S Water Right Holder" form(s) a form. Consequently, the number and Water Right Inform	re used to provide the same ering on this form is not always
		To Water Right II	older a	no water regul miori	MACION
71	If the water r	ight appurtenant to th	ese land		described in Section 1.5. ands owned by others who have to be included.
		right(s) being leased ny supplemental or ov			to the same lands. Indicate
•	Certificate N	o. <u>74135</u>			
	Are some or Program.		leased p	part of a Conservation Res	serve Enhancement
1.5	Water Right water rights s	(s) Proposed to be I shown on the map att	Leased I ached as	nstream. Water right hole Exhibit 5-B and describe	der proposes to lease the ed as follows:



# Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

This Le	ease is with:				
Lessor	#1 (Water Ri	ght Holder):			
Name_		Kenneth Tisher	&	Tim & Wendy DiPac	olo
Mailing	g address	2044 NW Trenton		P O Box 482	-
City, St	tate, Zip Code	Bend, OR 97701		Stinson, CA 94970	
		541-385-1033		415-868-0239	
Email a	address				
Lessor Three S	# 2:	ght holders, enter wat on District Irrigation		older information belov	w
	OR 97759	541-549-8815		sid@uci.net	
Sisters,	OK 97739	341-349-6613		Sid(tt)dC1.ffet	-
Applicat	ion" form. The " ion as the "Stand	Pooled Lease" form and	"Pooled W		Standard Instream Lease are used to provide the same pering on this form is not always
	~	I~ Water Right H	older an	d Water Right Infor	mation
	If the water rig	ght appurtenant to th	ese lands	is also appurtenant to l	described in Section 1.5. ands owned by others who ), needs to be included.
		right(s) being leased y supplemental or ov			to the same lands. Indicate
	Certificate No	. 74135			
	Are some or a Program.		leased par	t of a Conservation Re	serve Enhancement
				tream. Water right ho xhibit 5-B and describ	lder proposes to lease the ed as follows:

	T	R	Sect	1/4 1/4	Tax Lot	Acres	Type of Use	Certificate#	Page(s)#	Priority*
	*(Ident	tify pertine	ent page r	umber of			is greater than I er certificate)	0 pages; identify	priority date	if there is
1.	14	11	13	SW SW	700	20.5	IRR	74135	3	1895
2.	14	11	13	SW SW	700	.5	IRR	74135	3	1904
3.	14	11	14	SE SE	700	2.5	IRR	74135	3	1895
4.	14	11	13	SW SW	800	4.5	IRR	74135	3	1895
5.	14	11	14	SE SE	800	1.5	IRR	74135	3	1895

	y certificate and priority date: 29 ac IRR 1895
.5 ac IRR 1904	
Conditions or other limitations, if any:	

If you need to enter another leased right, please use the Additional Water Right Form for Pooled Water Right Holder.

- 1.6 Validity of rights. Lessor(s) attests (mark one) that:
  - The water has been used over the past five years according to the terms and conditions of the water right certificate or as an instream water right or
  - The water has <u>not</u> been used over the past five years according to the terms and conditions of the water right certificate, however the water right is not subject to forfeiture under ORS 540.610(2)(\_)(include necessary supporting documentation as Attachment 3).

# ~II~ Instream Water Right Information

2.3 Term of lease. This lease shall terminate on October 1, 2008 . (If there is a conflict between the Pooled Lease Form and this form, the Pooled Lease Form will be the official term of the lease.)

### ~III~ Other Information

- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- 3.2 Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.

5415498878

4158680923

....p.2

Jun 12 08 05:50p

DT 86/12/2868 16:44

(541) 388-6788 TSID

p. 1 PAGE 84/89

Procedent. If a right which has been lessed is later proposed to be lessed again or transferred 3.3 to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be required, and a prior short term leave shall not set a precedent for the amount of water to be leased or transferred instream.

3.4 Suspension of original use. During the period of the least, the water right holder agrees to suspend use of water allowed under the subject water rights and under any water right that is

supplemental to the subject water rights. Termination provision. For multiyear leases, the Lesson(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require: written notice to the Department with original signatures; Consent by all parties to the lease; and/or Written notice to the Watermaster's office. Por multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease. Medification to prevent injury. Allocation of water to the instrume use described in Section 3.6 2.2 during the term of this lamp-is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lesse is signed, the lease may be modified or terminated to prevent injury. Lessor #1 Kenneth Ti Tim & Wendy DiPanlo For additional Lessons, type in space for nignature and date Three Sisters Irrigation District Other Attachments As Needed:

Exhibit 5-A:

Tax Lot Map. (See instructions.)

Exhibit 5-B:

Detailed map libustrating lands under subject rights to be leased; required if only

part of a right is being leased instream. Exhibits 5-A and 5-B may be combined into a single map. (See instructions.)

Exhibit 5-C-

Supporting documentation indicating why a right is valid and not subject to

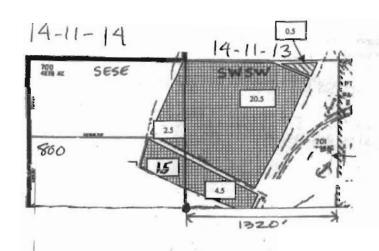
forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 of this form is

checked)

Exhibit 5-D:

Split Scason Instrum Use Form

Township 14 South Range 11 East



Ken + Deborah Tisher Tax lot 700

Tim + wendy DiPaolo Tax lot 800

-			
1	14	13	
+			
1	23	24	
	+		

Section 13 SWSW TL 700, 1895, 20.5 Acres TL 700, 1904, 0.5 Acres

TL 800, 1895, 4.5 Acres Section 14, SESE TL 700, 1895, 2.5 Acres TL 800, 1895, 1.5 Acres

2008 Instream Lease

1895 Place of Use Section Corner Marker Location

T14S R11E Sections 13, 14,

1 inch equals 800 feet

NORTH





# Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

Option	al Identification by Lessor/Lessee:previously leased L-787 Application Number (assigned by WRD):
Lease A	Application Number (assigned by WRD):
This Le	ease is with:
Lessor	#1 (Water Right Holder):
Name	Mark Koos
Mailing	g address P O Box 796
City, S	tate, Zip Code Scio, OR 97374-0796
Teleph	one number <u>541-740-7180</u>
Email a	address
Lessor Three S	Sisters Irrigation District Irrigation District
	ox 2230 OR 97759 541-549-8815 tsid@uci.net
Sisters	OK 97739 341-349-8813 tsitute dominet
Applicat	the section numbering associated with this form corresponds to that found on the "Standard Instream Lease tion" form. The "Pooled Lease" form and "Pooled Water Right Holder" form(s) are used to provide the same tion as the "Standard Instream Lease Application" form. Consequently, the numbering on this form is not always al.
	~I~ Water Right Holder and Water Right Information
1.1	Lessor #1 is the water right holder, or authorized agent for property described in Section 1.5. If the water right appurtenant to these lands is also appurtenant to lands owned by others who are not included in this application, then Attachment 1 (tax lot map), needs to be included.
1.3	For the water right(s) being leased, list all water rights appurtenant to the same lands. Indicate if there are any supplemental or overlying rights.
	Certificate No. 74135
1.4	Are some or all of the lands being leased part of a Conservation Reserve Enhancement Program.   Yes No
1.5	Water Right(s) Proposed to be Leased Instream. Water right holder proposes to lease the water rights shown on the map attached as Exhibit 5-B and described as follows:

_	-			-		_	THE OWNER WHEN PERSONS NAMED IN	Control of the local division in the last of the last	ALCOHOL: UNKNOWN	THE RESERVE OF THE PERSON.
	T	R	Sect	1/4 1/4	Tax Lot	Acres	Type of Use	Certificate#	Page(s)#	Priority*
	*(Ident	ify pertin	ent page r	umber of	f certificate, i	f certificate than one p	is greater than 1 er certificate)	0 pages; identify	priority date	if there is
1.	15	10	24	SE SE	505	21	IRR	74135	8	1895
2.	15	10	24	NE SE	505	2	IRR	74135	8	1904
3.				10000			× 2			
4.				V 1 2 27			Brails	, i		
5.			-				10/2			

		al number of acres, if for irrigation, by certificate and priority date: 21ac IRR 1895 IRR 1904 Tax Lot 505 was previously part of Tax lot 500
	Cor	nditions or other limitations, if assy:
		to enter another leased right, please use the Additional Water Right Form for Pooled at Holder.
1.6	Valid	lity of rights. Lessor(s) attests (mark one) that:
		The water has been used over the past five years according to the terms and conditions of the water right certificate or as an instream water right or
		The water has <u>not</u> been used over the past five years according to the terms and conditions of the water right certificate, however the water right is not subject to forfeiture under ORS 540.610(2)(_)(include necessary supporting documentation as Attachment 3).
		~II~ Instream Water Right Information
2.3	Ter	m of lease. This lease shall terminate on October 1, 2008 . (If there is a conflict between

### ~III~ Other Information

the Pooled Lease Form and this form, the Pooled Lease Form will be the official term of the lease.)

- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for 3.2 instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.
- 3.3 Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be

required, and a prior short term lease shall not set a precedent for the amount of water to be leased or transferred instream.

Suspension of original use. During the period of the lease, the water right holder agrees to 3.4 suspend use of water allowed under the subject water rights and under any water right that is supplemental to the subject water rights.

3.5 Termination provision. For multiyear leases, the Lessor(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require: Written notice to the Department with original signatures; Consent by all parties to the lease; and/or Written notice to the Watermaster's office. For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease. Modification to prevent injury. Allocation of water to the instream use described in Section 2.2 during the term of this lease is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lease is signed, the lease may be modified or terminated to prevent injury. Lessor #1 Mark Koos

For additional Lessons, type in space for signature and date

Other Attachments As Needed:

Exhibit 5-A: Tax Lot Map. (See instructions.)

Exhibit 5-B: Detailed map illustrating lands under subject rights to be leased; required if only

part of a right is being leased instream. Exhibits 5-A and 5-B may be combined

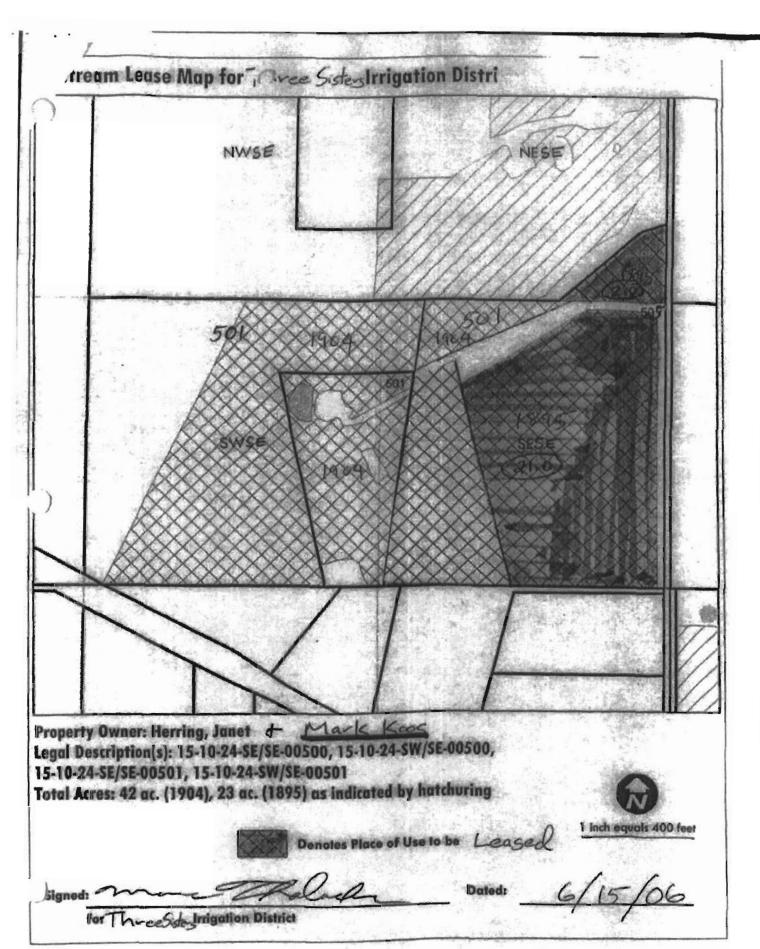
into a single map. (See instructions.)

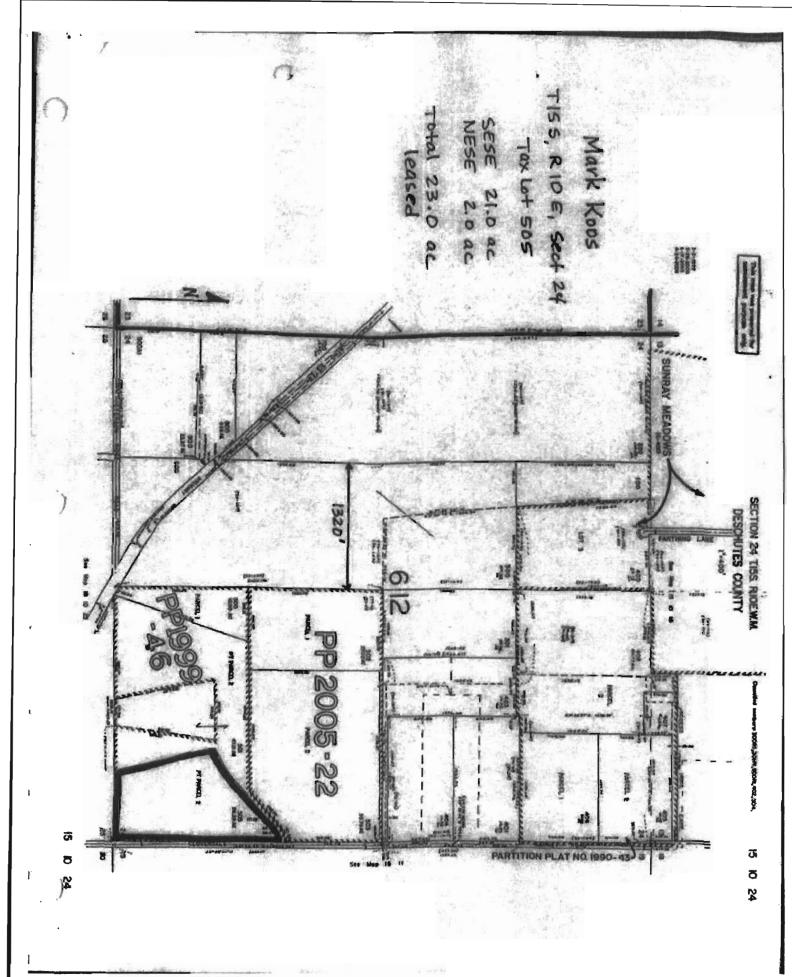
Exhibit 5-C: Supporting documentation indicating why a right is valid and not subject to

> forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 of this form is

checked)

Exhibit 5-D: Split Season Instream Use Form







# Instream Lease

Attachment 5: Pooled Water Right Holder Form

A summary of review criteria and procedures that are generally applicable to these applications is available at www.wrd.state.or.us/OWRD/PUBS/forms.shtml.

Ontion	nal Identification	by Lessor/Lessee:		
			):	
This L	ease is with:			
Lesso	r #1 (Water Righ	nt Holder):		
	Lazy Z Meadows			
	g address P O Bo			
		sters, OR 97759		
	one number 541-	And the second s		
	address	terit in the second		
Lesson Three	# 2:	holders, enter water ri	ght holder information be	low
	OR 97759	541-549-8815	tsid@uci.net	
informa sequent	tion as the "Standard	Instream Lease Application	n" form. Consequently, the nu	(s) are used to provide the same umbering on this form is not always
	~I~	Water Right Holde	r and Water Right Int	ormation
1.1	If the water right	t appurtenant to these la	ands is also appurtenant t	erty described in Section 1.5. to lands owned by others who sap), needs to be included.
1.3		tht(s) being leased, list supplemental or overlyi		ant to the same lands. Indicate
	Certificate No. (	C-3-03 C-291 C-24167	12021 100 t	
1.4	Are some or all Program. Y		ed part of a Conservation	Reserve Enhancement
1.5			d Instream. Water right I as Exhibit 5-B and descri	holder proposes to lease the ribed as follows:

	I	R	Sect	51.44	Tax Lot	Aeres	Type of Use	Certificate#	Page(s) #	Priority
	*(Ident	ify pertin	ent page	number of			is greater than 1 er certificate)	0 pages; identify	priority date	if there is
1.	15	10	10	SW	705	28.4	IRR	C-24167	1	1880
2.	15	10	10	SW NW	705	7.2	IRR	C-291	1	1880
3.	15	10	10	NW NW	705	21.1	IRR	C-303	1	1881
4.	15	10	10	SE NW	705	1.6	IRR	C-24167	1	1880
5.	15	10	10	NE NW	705	4.4	IRR	C-303	1	1881
6.	15	10	10	NW/NW	705	0.3	IRR	C-291	1	1880

Total number of acres, if for irrigation, by certificate and priority date: 30 ac IRR 1880 7.5 ac IRR 1881

Conditions or other limitations, if any:

If you need to enter another leased right, please use the Additional Water Right Form for Pooled Water Right Holder.

- 1.6 Validity of rights. Lessor(s) attests (mark one) that:
  - The water has been used over the past five years according to the terms and conditions of the water right certificate or as an instream water right or
  - The water has <u>not</u> been used over the past five years according to the terms and conditions of the water right certificate, however the water right is not subject to forfeiture under ORS 540.610(2)(\_)(include necessary supporting documentation as Attachment 3).

# ~II~ Instream Water Right Information

2.3 Term of lease. This lease shall terminate on October 1, 2008. (If there is a conflict between the Pooled Lease Form and this form, the Pooled Lease Form will be the official term of the lease.)

### ~III~ Other Information

- 3.1 Accuracy. The Undersigned Lessor(s) and Lessee(s) declare that, to the best of their knowledge and belief, the information contained in this application is true, correct and complete. If after the lease order is signed, any information is determined to be false, the lease order may be modified or terminated. The lease only exercises the water rights being leased, for the term of the lease. It shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
- 3.2 Lease. Lessor(s) and Lessee(s) agree to lease the water rights listed in Section(s) 1.5 for instream use for the term of this lease through Lessee to the Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077.

to an instream use under ORS 537.348 and OAR 690-077 a new injury review shall be required, and a prior short term lease shall not set a precedent for the amount of water to be leased or transferred instream. Suspension of original use. During the period of the lease, the water right holder agrees to 3.4 suspend use of water allowed under the subject water rights and under any water right that is supplemental to the subject water rights. 3.5 Termination provision. For multiyear leases, the Lessor(s) shall have the option of terminating the lease each year with written notice to the Department. The lease may be terminated at any time during the calendar year. However, if the termination request is received less then 30days prior to the period of allowed instream use or after the period of allowed use has begun for the water right(s) being leased, water may not be used under the right(s) leased until the following calendar year, unless the Director determines that enlargement would not occur. The Department may also require: Written notice to the Department with original signatures; Consent by all parties to the lease; and/or Written notice to the Watermaster's office. For multiyear leases, the lessor shall not have the option of terminating the lease, without consent by all parties to the lease. Modification to prevent injury. Allocation of water to the instream use described in Section 3.6 2.2 during the term of this lease is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lease is signed, the lease may be modified or terminated to prevent injury. Lessor #1: For additional Lessors, type in space for signature and date Three Sisters Irrigation District Other Attachments As Needed: Tax Lot Map. (See instructions.) Exhibit 5-A: Detailed map illustrating lands under subject rights to be leased; required if only Exhibit 5-B: part of a right is being leased instream. Exhibits 5-A and 5-B may be combined into a single map. (See instructions.) Supporting documentation indicating why a right is valid and not subject to Exhibit 5-C: forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.6 of this form is

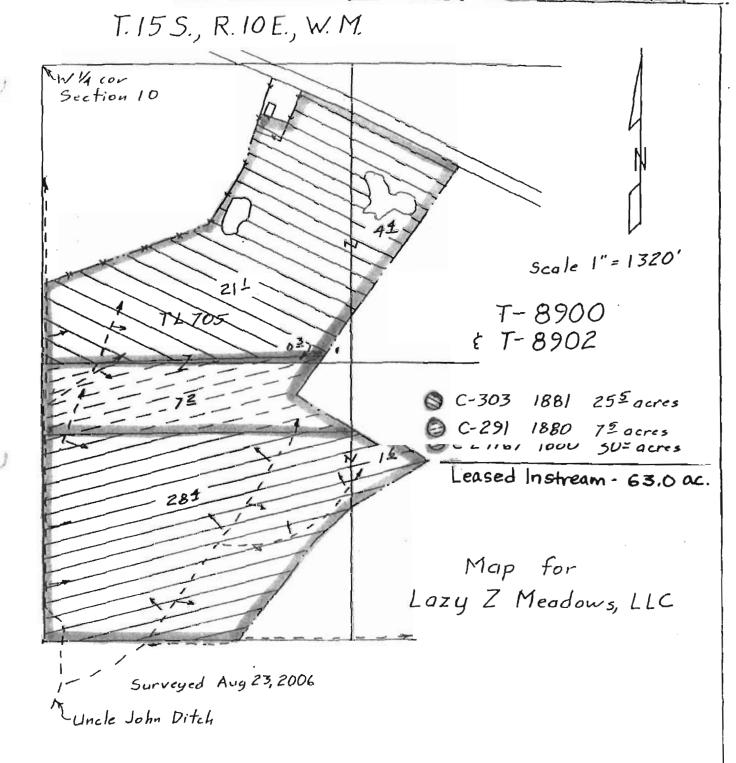
Precedent. If a right which has been leased is later proposed to be leased again or transferred

3.3

checked)

Exhibit 5-D:

Split Season Instream Use Form



5.155, R.10E, W.M.

Swy 5wy 5

Sretion 21 35

Seale 1"= 1320"

This map is for the purpose of locating a water right only and has no intent to provide legal dimensions or the location of property lines.

Deschutes County

### INCLUSION AGREEMENT

THIS INCLUSION AGREEMENT (the "Agreement") is made and entered into this first day of October, 2001, by and between Lazy Z Partners, LLC, 1628 N.W. Everett Street, Portland, Oregon, 97209-2109, (the "Lazy Z"), and Squaw Creek Irrigation District, 68000 Highway 20, Sisters, Oregon, 97759 (the "Irrigation District").

### WITNESSETH:

WHEREAS, Irrigation District and Lazy Z are cooperating in the preparation and submission of a petition to include within the service area of the Irrigation District all land owned by Lazy Z south and west of Highway 20, an area of 442 acres irrigated from Squaw Creek; therefore

### IT IS HEREBY AGREED:

1. LANDS TO BE INCLUDED WITHIN THE IRRIGATION DISTRICT

Upon approval of the petition, the Irrigation District boundaries shall be expanded by 442 acres, as shown on Exhibit "A" attached hereto.

 LANDS TO BE SUBSEQUENTLY EXCLUDED FROM THE IRRIGATION DISTRICT

After the approval of the inclusion petition by the Oregon Water Resources Department, the parties shall cooperate in filing a 580-transfer petition for the movement of the newly included 442 irrigated acres. After the Oregon Water Resources Departments certification of the Lazy Z acres under the 580 petition both parties shall cooperate in filing for the exclusion of 201.2 acres of water right from the Irrigation District. The future exclusion boundary is shown on Exhibit "A" attached hereto. The parcel is located on the SW side of Hwy 20.

### 3. GRANT OF RIGHT-OF-WAY

(a) Lazy Z grants to Irrigation District a non exclusive maintenance easement on the ditch known as the Uncle John Ditch from Squaw Creek (identified as the Reed Ditch on the 1909 Squaw Creek Adjudication Map) with the point of diversion in the SW 1/4 SW 1/4 of Section 21, T.15S., R.10E. W.M. and running in a Northeasterly direction to the Southwest corner of the Lazy Z Ranch located near the Southwest corner of Section 10, Township 15 South, Range 10 Bast, W.M. ALSO: The centerline description of a 20° non exclusive easement for an existing delivery ditch from the Uncle John Ditch located: beginning at a point which is 85° east

of the southwest corner of Section 10, Township 15 South, Range 10 East, W.M. on the south line of said section; thence North approximately 65'; thence N 36 degrees W - approximately 45'; thence N 61 degrees W - approximately 71' to a point which is 10' East of the west line of Section 10; thence North on a line 10' east of the West line of Section 10 to a point 10' East of the West 1/4 corner of said Section.

(b) Lazy Z grants to Irrigation District an irrevocable and perpetual easement to come onto the property to the Lazy Z, in a reasonable manner, at all reasonable times, for the purpose of inspecting, operating, repairing, and maintaining the irrigation water transmission system located in the areas described in paragraph 1(a) herein above.

### 4. LOCATON OF IRRIGATION WATER MEASURING DEVICES

The map attached thereto as Exhibit "A" and hereinafter incorporated by this reference, was prepared by Bruce Estes, irrigation water consultant for Lazy Z. This exhibit includes notations that correctly represent the proposed location of irrigation water measuring devices that will be installed in cooperation with Irrigation District, at Lazy Z's sole cost and expense prior to February 15, 2002. The Irrigation District shall have sole descrision on where these measuring devices will be located.

 MAINTENANCE OF THE UNCLE JOHN DITCH FROM THE DIVERSION TO THE LAST D-BOX SOUTH OF THE SOUTHWEST PROPERTY LINE OF THE LAZY Z RANCH.

Maintenance of the Uncle John Ditch lateral from the diversion from Squaw Creek, through United States Forest Service lands, to the last D-box south of the southwest corner of the Lazy Z Ranch shall be the sole responsibility of the landowner of the excluded boundary as shown on Exhibit "A" attached hereto. All maintenance of the Uncle John Ditch and its laterals shall be the sole responsibility of the landowners receiving water through the Uncle John Ditch.

### 6. MISCELLANEOUS

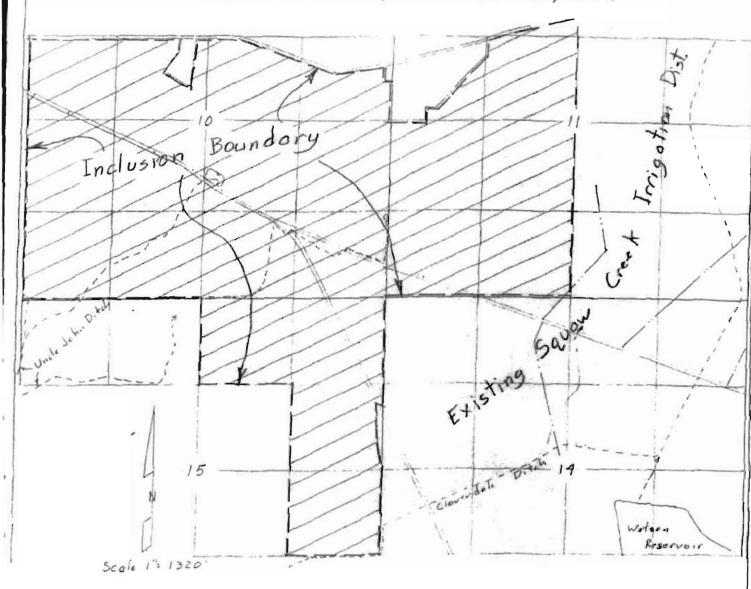
- (a) All obligations imposed by this Agreement and the rights and remedies available hereunder shall be in addition to and not in limitation of any duties, obligations, rights, and remedies otherwise imposed available by law.
- (b) This Agreement shall be binding upon and shall insure to the benefit of all of the parties hereto, their beneficiaries, successors and permitted assigns.
- (c) in the event that any dispute arises out of this agreement all parties agree to settle dispute by binding mediation.

THE PARTIES HERETO have executed this Inclusion Agreement as of the date and year first above written. Marc Thalacker, Manager Lee Christensen, Board Chairman Squaw Creek Irrigation District Squaw Creek Irrigation District David Herman, Managing Member Lazy Z Partners, LLC STATE OF OREGON, County of Deschutes, SS: Lee Christensen, Board Chairman, Squaw Creek Irrigation District, acknowledged this instrument before me on this tenth day of November 2000. JOYCE G BURDICK NOTARY PUBLIC - OREGON COMMISSION NO. 348406 My Commission Expires: 9-12-MY COMMISSION EXPIRES SEP. 17, 2005 STATE OF OREGON, County of Deschutes, SS: Marc Thalacker, Manager, Squaw Creek Irrigation District, acknowledged this instrument before me on this tenth day of November 2000. OFFICIAL SEAL
JOYCE G BURDICK
NOTARY PUBLIC - GREGONIN
COMMISSION NO. 348406 /A
MY COMMISSION EXPIRES SEP. 17, 2005/ NOTARY PUBLIC FOR OREGON My Commission Expires: 9-17-200 STATE OF OREGON, County of Deschutes, 58: me on mis terili agy of November 2000 FFICIAL SEAL HOTARY PUBLIC - REGOND COMMISSION TO 148406 1

av Commission Expires:

actusion . greenent )ctoper :, 2001 386

TOWNSHIP 15 SOUTH, RANGE 10 EAST, W. M.



INCLUSION MAP

for

LAZY , Z., RANCH, LLC

Squaw Creek Irrigation Dist.

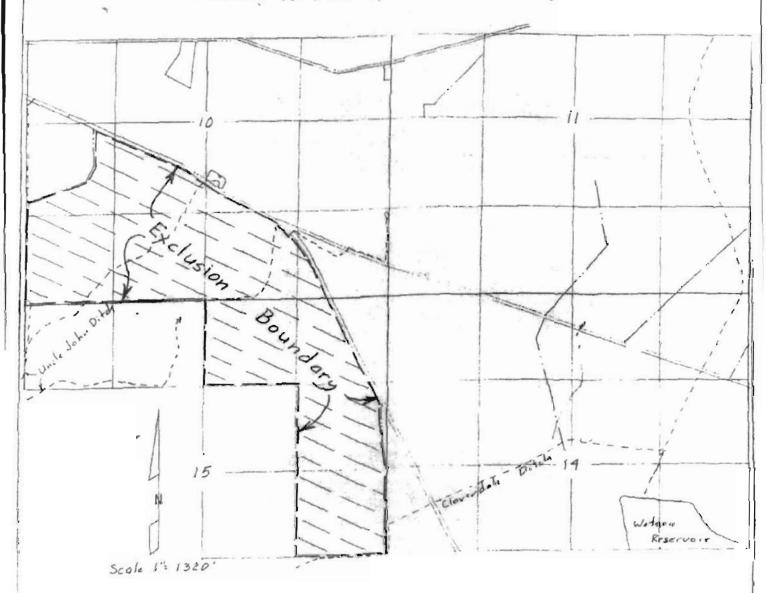
This map is for the purpose of focating a water right only and has no intent to provide legal dimensions or the location of property lines.



# ESTES SURVEYS

PO Box 17519 Salem, OR 97305-7519 (503) 585-7593

60382 Arnold Rd Bend, OR 97702 (541) 382-7391 TOWNSHIP 15 SOUTH, RANGE 10 EAST, W. M.



FUTURE EXCLUSION MAP

for

LAZY Z RANCH, LLC

from

Squaw Creek Irrigation Dist.



This map is for the purpose offlocating a water right only and has no intent to provide legal dimensions or the location of properly lines.

# ESTES SURVEYS

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60382 Amold Rd Bend, DR 97702 (541) 382-7391