



State of Oregon
Water Resources Department
725 Summer Street NE, Suite A
Salem, Oregon 97301-1266
(503) 986-0900

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.shtml.

Pursuant to ORS 537.348(2) and OAR 690-077

Optional Identification by Lessor/Lessee: _____
Lease Application Number (assigned by WRD): IL-1084

This Lease is between:

Lessor #2: Irrigation District or Other Water Purveyor
Name Rogue River Valley Irrigation District and KRC Holdings Inc.
Mailing address 3139 Merriman Rd.
City, State, Zip Code Medford OR 97501
Telephone number 541-773-6127
Email address rrvid@rrvid.org

The water right to be leased is located in Jackson County.

Lessee (if different than Oregon Water Resources Department):
Name _____
Mailing address _____
City, State, Zip Code _____
Telephone number _____
Email address _____

Trustee:
Oregon Water Resources Department
725 Summer Street NE, Suite A
Salem, OR 97301-1266
(503) 986-0900

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~I~ Water Right Holder and Water Right Information

- 1.2** Lessor #2 is the (Check one):
 Official representative of Rogue River Valley 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.

- 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. See Attachment 1

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.: See Attachment 1

Priority date: See Attachment 1 Type of use: See Attachment 1

Legal Season of Use: April 15 to October 1

If an irrigation right, total number of acres to be leased: 97.3

Total acre-feet of storage to be leased, if applicable: 346 A.F.

Maximum rate associated with subject water rights (cfs) being leased: 1/100

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): 4.5

Conditions or other limitations, if any: _____

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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

Pollution abatement

Recreation and scenic attraction

2.2 **Instream use created by lease.** The instream use to be created is described as follows:

North and South Forks of Little Butte Creek

Tributary to Rogue River in the Rogue 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): North Fork Little Butte Creek 40 ft North and 620 feet West from the East ¼ corner of Section 20 within the SE ¼ of the NE ¼ of said section, T36S R2E, W.M. South Fork of said Creek 780 ft South and 400 ft West from the East ¼ corner of section 29, within the NE ¼ of the SE ¼ of said section T36S, R2E, W.M. the Bradshaw drop is located in the SW ¼ of the SW ¼ of Section 8, T36S, R1E, W.M.

RRVID would like to measure at the Bear Creek Gauging Station below RRVID's diversion.

Maximum volume in acre-feet: 346 AF

Rate in cfs: .97 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.)

None

The instream flow will be allocated on a daily average basis up to the described rate from _____ through _____.

Other (describe): _____

2.3 Term of lease. This lease shall terminate on Oct. 2010.

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 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 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 than 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.

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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:

\$400 for an application with four or more landowners or four or more water rights.

\$250 for all other applications.

Lessor #2: Barry Henry Date: 6-22-10

Lessee: _____ Date: _____

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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SALEM, OREGON



State of Oregon
Water Resources Department
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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.

~I~

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.: 81635
Priority date: See Attachment 1 Type of use: Manufacturing
Legal Season of Use (if not listed on the certificate): April 15 to Oct. 1
If an irrigation right, total number of acres to be leased:
Total acre-feet of storage to be leased, if applicable: 235 A.F.
Maximum rate associated with subject water rights (cfs) being leased: .66 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): 4.5

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:

North and South Fork of Little Butte Creek River
Tributary to Rogue River in the Rogue 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): North Fork Little Butte Creek 40 ft North and 620 feet West from the East 1/4 corner of Section 20 within the SE 1/4 of the NE 1/4 of said section, T36S R2E, W.M. South Fork of said Creek 780 ft South and 400 ft West from the East 1/4 corner of section 29, within the NE 1/4 of the SE 1/4 of said section T36S, R2E, W.M. the Bradshaw drop is located in the SW 1/4 of the SW 1/4 of Section 8, T36S, R1E, W.M. RRVID would like to measure at the Bear Creek Gauging Station below RRVID's diversion.

Maximum volume in acre-feet: 235 A.F.

Rate in cfs: .66 cfs

(If more than one rate, describe the rate associated within each time period or instream reach.)

Rate in cfs:

Rate in cfs:

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(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 _____ through _____.
- Other (describe): _____

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Rogue River Valley Irrigation District
2010 Instream Lease Application
ATTACHMENT 1

WATER RESOURCES DEPT
SALEM, OREGON

WATER RIGHT		LEGAL DESCRIPTION										TOTAL ACREAGE				
PRI	SUP	PRI DATE	USE	POD	TWP	RNG	SEC	QQ	DLC	GLOT	TL	AC-P	AC-S	MAP #	USER NAME	
85288		7/23/1909	IRR	1	37S	2W	4	NW SE			2900	8		1	Rogue River Valley ID	
85288		7/23/1909	IRR	1	37S	2W	4	NE SE			2900	8.7		1	Rogue River Valley ID	
85288		7/23/1909	IRR	1	37S	2W	4	SW NW			2100	5.9		2	Rogue River Valley ID	
85288		7/23/1909	IRR	1	37S	2W	4	NW SW			2100	2.1		2	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	35	SW SE			2604	3.5		3	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	35	SW SE			2608	1.3		3	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	32	SE NW			1700	14.2		4	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	32	NE SW			1700	2.2		4	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	32	NE SW			1500	1.1		4	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	32	NE SE			1500	12.2		5	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	32	NW SW			1500	34.8		5	Rogue River Valley ID	
85288		7/23/1909	IRR	1	36S	2W	32	SW SW			1500	3.3		5	Rogue River Valley ID	
81635		3/31/1910	MAUF	10	36S	2W	22	NE NW			201	17.5		6	KRC Holdings Inc.	
81635		3/31/1910	MAUF	10	36S	2W	22	NE NW			202	19.5		6	KRC Holdings Inc.	
81635		3/31/1910	MAUF	10	36S	2W	22	NW NE			203	29		6	KRC Holdings Inc.	
											163.3					

97.30