Oregon Water Resources Department Water Right Services Division

| Water Right Application S-89352 in the |) | |
|--|---|----------------------|
| name of ART KUENZI and KUENZI FAMILY |) | PROPOSED FINAL ORDER |
| VINEYARD |) | , |

Summary: The Department proposes to issue an order approving Application S-89352, as amended, and a permit consistent with the attached draft permit.

Prior to the issuance of a permit, if one is issued, the Department must receive the following:

 Permit recording fees in the amount of \$610.00. A check should be made out to the Oregon Water Resources Department or OWRD.

Please include the application number on any documents submitted.

Authority

The application is being processed in accordance with Oregon Revised Statute (ORS) 537.153 through 537.175, and 390.826, and Oregon Administrative Rule (OAR) Chapter 690, Divisions 5, 33, 300, 310, 400, 410, and the Willamette Basin Program (OAR 690-502). These statutes and rules can be viewed on the following website: www.oregon.gov/OWRD/programs/policylawandrules/

The Department's main website can be found at: www.oregon.gov/OWRD

The Department shall presume that a proposed use will not impair or be detrimental to the public interest if:

- a) The proposed use is allowed in the applicable basin program established pursuant to ORS 536.300 and 536.340 or given a preference under ORS 536.310(12);
- b) Water is available;
- c) The proposed use will not injure other water rights; and
- d) The proposed use complies with the rules of the Commission.

ORS 537.153(2); OAR 690-310-0110(1)

All four criteria must be met for a proposed use to be presumed to not impair or be detrimental to the public interest. When the criteria are met and the presumption is established, or if the proposed use can be modified or conditioned to meet the presumption criteria, the Department must further evaluate the proposed use, any comments received, information available in its files or received from other interested agencies and any other available information to determine whether the presumption is overcome. OAR 690-310-0120(3)

If the Department determines that the presumption is established and not overcome, the Department shall issue a Proposed Final Order recommending issuance of the permit subject to any appropriate modifications or conditions.

FINDINGS OF FACT

Application History

1. On March 23, 2023, Art Kuenzi and Kuenzi Family Vineyard filed a complete application for the following water use:

Source: AN UNNAMED SPRING, TRIBUTARY TO SPRING VALLEY CREEK

Use: COMMERCIAL USE

Rate/Volume: 0.007 CUBIC FOOT PER SECOND (CFS)
Period of Use: JANUARY 1 THROUGH DECEMBER 31

County: POLK COUNTY

Place of Use: SECTION 18, TOWNSHIP 6 SOUTH, RANGE 3 WEST, W.M.

- 2. On April 28, 2023, the Department mailed the applicant notice of its Initial Review, determining that the diversion of 0.007 CFS of water from an unnamed spring, tributary to Spring Valley Creek for commercial use is allowable from September 1 through June 30 of each year, while commercial use for customarily domestic purposes not to exceed 0.01 CFS is allowable from July 1 through August 31 of each year. The applicant did not notify the Department to stop processing the application within 14 days of that date.
- 3. On May 2, 2023, the Department provided notice of the application in its weekly public notice, requesting comments, and providing information for interested persons about obtaining future notices and a copy of the Proposed Final Order.
- 4. The Department's continuing evaluation reveals that the Summary of Preliminary Determinations in the Initial Review should be clarified to state, the diversion of 0.007 CFS of water from an unnamed spring, tributary to Spring Valley Creek, is allowable for commercial use from September 1 through June 30 of each year, and commercial use, if further limited to customarily domestic purposes, from July 1 through August 31 of each year, to accurately reflect the application for a permit.

Presumption Criterion (a) Consistency with Basin Program

5. Commercial use is allowable under the Willamette Basin Program; however, commercial use is further limited to customarily domestic purposes during the period of July 1 through August 31 of each year (OAR 690-502-0050(1)(e)). ORS 537.153(3)(b); OAR 690-310-0110(1)(a)

Presumption Criterion (b) Water Availability

6. An assessment of water availability at 80% exceedance for the proposed use was completed using the Department's Water Availability Reporting System. A copy of this assessment is in the application file. This review is done consistent with OAR 690-410-0070(2)(a). During the period of use requested, the assessment established that surface water is available January 1 through December 31 of each year. ORS 537.153(3)(c); OAR 690-310-0150(2)(c)

Presumption Criterion (c) Injury Determination

7. The proposed use will not injure other water rights. ORS 537.153(2); OAR 690-310-0150(2)(e)

Presumption Criterion (d) Whether the Use Complies with Rules of the Commission

- 8. Documentation has been submitted from the relevant land-use planning jurisdiction that indicates an approved land-use decision has been obtained, and that either no administrative appeals were received, or all such appeals have concluded. ORS 537.153(3)(b); OAR 690-310-0150(2)(b)
- 9. The proposed use is in an area of the state in which OAR 690-033-0210 through -0230 and OAR 690-033-0310 through -0340 apply. These rules establish definitions, additional procedures, and standards to aid the Department in determining whether a proposed use will impair or be detrimental to the public interest with regard to sensitive, threatened, or endangered fish species.

OAR 690-033-0210 Lower Columbia Rules (Below Bonneville Dam)

- A. The proposed use of water is detrimental to the protection or recovery of a threatened or endangered species. OAR 690-033-0220(1)
- B. The proposed use can be conditioned or mitigated to avoid the detriment. OAR 690-033-0220(1)
- C. The application is not presumed to impair or be detrimental to the public interest under the OAR 690-033-0220 evaluation criteria.

OAR 690-033-0310 Statewide Rules

- A. The proposed use occurs in an area that may affect the habitat of sensitive, threatened or endangered fish species. OAR 690-033-0310(2)
- B. The applicant has been notified that based on a preliminary determination, the proposed use may affect the habitat of sensitive, threatened or endangered fish species and the application may be conditioned or denied. OAR 690-033-0330(1)(a)
- C. The interagency review team has been notified that an application has been received in an area that may affect the habitat of sensitive, threatened or endangered fish species. OAR 690-033-0330(1)(b)
- D. The interagency review team was convened to review the application and recommend conditions as necessary to achieve the standards listed in OAR 690-033-0330(2)(a) and (b). As a result of this review, Permit Specific Conditions #3 through #7 have been included in the draft permit.
- 10. The proposed use is not located within or above a state scenic waterway, as designated under ORS 390.826.

<u>Determination of Presumption that a Proposed Surface Water Use will not Impair or be Detrimental</u> to the Public Interest

Based on the review of the presumption criteria (a)-(d) above, the presumption has been established. ORS 537.153(2); OAR 690-310-0110(1)(a)-(d)

Further Evaluation of the Proposed Use

11. No comments were received by the close of the comment period. OAR 690-310-0120(3)

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12. Information available in Department files, received from other interested agencies, and other available information does not provide a preponderance of evidence that the presumption is overcome. ORS 537.153(2); OAR 690-310-0120(3)(a); OAR 690-310-0150(2)(i)

Other Criteria and Requirements

- 13. The amount requested, 0.007 CFS, is necessary for the proposed use. ORS 537.153(3)(c); OAR 690-310-0150(2)(d)
- 14. The applicant proposed measures to prevent waste, measure the amount of water diverted, prevent damage to aquatic life and riparian habitat, prevent discharge of contaminated water to a surface stream and to prevent damage to public uses of any affected surface waters. These measures are included in Sections 6 and 7 of the application. OAR 690-310-0150(2)(j)
- 15. The proposed use complies with rules of the Water Resources Commission not otherwise described above.

CONCLUSION OF LAW

 The proposed use would not impair or be detrimental to the public interest as described in ORS 537.153(2).

NOTE: When issuing permits, ORS 537.170(6) authorizes the Department to include provisions or restrictions concerning the use, control and management of water to be appropriated for the project.

PROPOSED ORDER

The Department recommends approval of Application S-89352, as amended, and issuance of a permit consistent with the attached draft permit.

DATED August 8, 2023

Katherine Rotalike

Katherine Ratcliffe

Water Rights Section Manager, for Douglas E. Woodcock, Acting Director Oregon Water Resources Department

Protests

Under the provisions of ORS 537.153(7) (for surface water) or ORS 537.621(8) (for groundwater), you can protest this Proposed Final Order. If you wish to submit a protest by U.S. mail, please consider mailing early to ensure the Department receives the protest by the deadline specified. Protests must be received by the Water Resources Department no later than **September 22, 2023**.

Protests must be in writing and include the following:

- · Your name, address, and telephone number;
- A description of your interest in the Proposed Final Order, and, if you claim to represent the public interest, a precise statement of the public interest represented;
- A detailed description of how the action proposed in the Proposed Final Order would impair or be detrimental to your interest;
- A detailed description of how the Proposed Final Order is in error or deficient, and how to correct the alleged error or deficiency;
- Any citation of legal authority to support your protest, if known;
- To effect the Department's determination that the proposed use in this application will, or will
 not, impair or be detrimental to the public interest, ORS 537.153(6) requires that a protest
 demonstrate, by a preponderance of evidence any of the following: (a) One or more of the
 criteria for establishing the presumption are, or are not, satisfied; or (b) The specific aspect of
 the public interest under ORS 537.170(8) that would be impaired or detrimentally affected, and
 specifically how the identified aspect of the public interest under ORS 537.170(8) would be
 impaired or be detrimentally affected;
- If you are the applicant, a protest fee of \$480 required by ORS 536.050; and
- If you are not the applicant, a protest fee of \$950 required by ORS 536.050 and proof of service of the protest upon the applicant.
- If you are the applicant, a statement of whether or not you are requesting a contested case hearing.

Requests for Standing

Under the provisions of ORS 537.153(7) (for surface water) or ORS 537.621(8) (for groundwater), persons other than the applicant who support a Proposed Final Order can request standing for purposes of participating in any contested case proceeding on the Proposed Final Order or for judicial review of a Final Order.

Requests for standing must be received in the Water Resources Department no later than **September 22, 2023**. Requests for standing must be in writing, and must include the following:

- The requester's name, mailing address and telephone number;
- If the requester is representing a group, association or other organization, the name, address and telephone number of the represented group;
- A statement that the requester supports the Proposed Final Order as issued;
- A detailed statement of how the requester would be harmed if the Proposed Final Order is modified; and

• A standing fee of \$270. If a hearing is scheduled, an additional fee of \$680 must be submitted along with a petition for party status.

After the protest period has ended, the Director will either issue a Final Order or schedule a contested case hearing. The contested case hearing will be scheduled only if a protest has been submitted and either:

- upon review of the issues, the director finds that there are significant disputes related to the proposed use of water, or
- the applicant requests a contested case hearing within 30 days after the close of the protest period.

If you do not timely file a protest or timely request a hearing, or if you withdraw a request for a hearing, notify the Department or the administrative law judge that you will not appear or fail to appear at a scheduled hearing, the Director may issue a Final Order by default. If the Director issues a Final Order by default, the Department designates the relevant portions of its files on this matter, including all materials that you have submitted relating to this matter, as the record for purpose of proving a *prima facie* case upon default. OAR 137-003-0670.

You may be represented by an attorney at the hearing. Legal aid organizations may be able to assist a party with limited financial resources. Generally, partnerships, corporations, associations, governmental subdivisions or public or private organizations are represented by an attorney. However, consistent with OAR 690-002-0020 and OAR 137-003-0555, an agency representative may represent a partnership, corporation, association, governmental subdivision or public or private organization if the Department determines that appearance of a person by an authorized representative will not hinder the orderly and timely development of the record in this case.

Notice To Active Duty Servicemembers: Active-duty service members have a right to stay proceedings under the federal Service Members Civil Relief Act. 50 U.S.C. App. §§501-597b. For more information contact the Oregon State Bar at 800-452-8260, the Oregon Military Department at 971-355-4127, or the nearest United States Armed Forces Legal Assistance Office through http://legalassistance.law.af.mil.

- If you have any questions about statements contained in this document, please contact Lucinda Vranizan at Lucinda.R.Vranizan@water.oregon.gov or 971-375-2256.
- If you have questions about how to file a protest or if you have previously filed a protest and you want to know the status, please contact Will Davidson at Will.D.Davidson@water.oregon.gov or 503-507-2749.
- If you have any questions about the Department or any of its programs, please contact our Water Resources Customer Service Group at 503-986-0900.

Address any correspondence to: Water

Water Right Services Division

725 Summer St NE, Suite A

Fax: 503-986-0901

Salem, OR 97301-1266

STATE OF OREGON

COUNTY OF POLK

DRAFT PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS DRAFT PERMIT IS HEREBY ISSUED TO

ART KUENZI KUENZI FAMILY VINEYARD 7975 SPRING VALLEY RD NW SALEM OR 97304

The specific limits and conditions of the use are listed below.

APPLICATION FILE NUMBER: S-89352

SOURCE OF WATER: AN UNNAMED SPRING, TRIBUTARY TO SPRING VALLEY CREEK

PURPOSE OR USE: COMMERCIAL USE

MAXIMUM RATE: 0.007 CUBIC FOOT PER SECOND

PERIOD OF USE: JANUARY 1 THROUGH DECEMBER 31, FURTHER LIMITED TO COMMERCIAL USE FOR

CUSTOMARILY DOMESTIC PURPOSES FROM JULY 1 THROUGH AUGUST 31

DATE OF PRIORITY: MARCH 23, 2023

AUTHORIZED POINT OF DIVERSION:

| Twp | Rng Mer Sec Q-Q | | Q-Q | Measured Distances | | |
|-------|-----------------|----|-----|--------------------|---|--|
| . 6 S | 3 W | WM | 18 | SW NW | 451.9 FEET NORTH AND 263.6 FEET EAST FROM W1/4 CORNER, SECTION 18 | |

AUTHORIZED PLACE OF USE:

| Twp Rng | | Mer | Sec | Q-Q | |
|---------|-----|-----|-----|-------|--|
| 6 S | 3 W | WM | 18 | NE SW | |

PERMIT SPECIFIC CONDITIONS

1. Failure to comply with any of the provisions of this permit may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the permit.

2. Water Use Measurement, Recording, and Reporting:

- A. The Director may require the permittee to install a totalizing flow meter, or other suitable measuring device as determined by the watermaster, at each point of diversion. If the Director notifies the permittee to install a measuring device, the permittee shall install such device within the period stated in the notice. Once installed, the permittee shall maintain the device in good working order, and shall allow the watermaster access to the device.
- B. The Director may require the permittee to keep and maintain a record of the volume of water diverted, and may require the permittee to report water-use on a periodic schedule as established by the Director. In addition, the Director may require the permittee to report general water-use information, the periods of water use and the place and nature of use of water under the permit.
- C. The Director may provide an opportunity for the permittee to submit alternative measuring and reporting procedures for review and approval.

3. Maintain Passage:

The permittee shall maintain adequate passage of native migratory fish at all times (ORS 509.610) and shall not construct, operate, or maintain any dam or artificial obstruction to fish passage across any waters of the state that are inhabited, or were historically inhabited, by native migratory fish (ORS 509.585).

4. Water Quality:

All water use under this permit shall comply with state and federal water quality laws. The permittee shall not violate any state and federal water quality standards, shall not cause pollution of any waters of the state, and shall not place or cause to be placed any wastes in a location where such wastes are likely to escape or be carried into the waters of the state by any means. The use may be restricted if the quality of source stream or downstream waters decrease to the point that those waters no longer meet existing state or federal water quality standards. Permittee is responsible for obtaining any necessary state and federal permits.

5. In-Water Work:

Any in-water work related to construction, development, or maintenance of the proposed use shall be conducted during the preferred work period of July 15 through October 15, unless an alternate time period is approved by Oregon Department of Fish and Wildlife.

6. Fish Screen:

The permittee shall install, maintain, and operate fish screening consistent with current Oregon Department of Fish and Wildlife (ODFW) standards or submit documentation that ODFW has determined fish screening is not necessary or is exempted. Fish screening is to prevent fish from entering the proposed diversion. The required screen is to be in place and functional, and approved in writing by ODFW **prior to diversion of any water**. The permittee shall operate and maintain the fish screen consistent with ODFW's operation and maintenance standards. The permittee is hereby directed to schedule a consultation with an ODFW Fish Screen Coordinator.

7. Riparian Area Restoration:

If the riparian area is disturbed in the process of developing a point of diversion, the permittee shall be responsible for restoration and enhancement of such riparian area in accordance with ODFW's Fish and Wildlife Habitat Mitigation Policy OAR 635-415. For purposes of mitigation, the ODFW Fish and Wildlife Habitat Mitigation Goals and Standards, OAR 635-415, shall be followed.

STANDARD CONDITIONS

- Where two or more water users agree among themselves as to the manner of rotation in the
 use of water and such agreement is placed in writing and filed by such water users with the
 watermaster, and such rotation system does not infringe upon such prior rights of any water
 user not a party to such rotation plan, the watermaster shall distribute the water according to
 such agreement.
- This permit is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.
- 3. By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.
- 4. The use of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including prior rights for maintaining instream flows.

DEVELOPMENT AND COMPLETION TIMELINE REQUIREMENTS

- Construction of the water system shall begin within five years of the date of permit issuance.
 The deadline to begin construction may not be extended. This permit is subject to cancellation
 proceedings if the begin construction deadline is missed.
- Complete application of the water shall be made within five years of the date of permit
 issuance. If beneficial use of permitted water has not been made before this date, the
 permittee may submit an application for extension of time, which may be approved based upon
 the merit of the application.

3. Within one year after complete application of water to the proposed use, the permittee shall submit a claim of beneficial use, which includes a map and report, prepared by a Certified Water Rights Examiner.

| ISSUED | , | | |
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DRAFT - THIS IS NOT A PERMIT

Katherine Ratcliffe Water Rights Section Manager, for Douglas E. Woodcock, Acting Director Oregon Water Resources Department