

**Final Order Incorporating Settlement Agreement  
Extension of Time for Permit Number G-12444**

**Application History**

The Department issued permit number G- 12444 on July 31, 1996. The permit called for completion of construction by October 1, 1997 and complete application of water to beneficial use by October 1, 2000. On July 31, 2001, George W. and Sara S. Teague submitted an application to the Department for an extension of time for permit number G-12444. In accordance with OAR 690-315-0050(2), on November 30, 2004, the Department issued a Proposed Final Order proposing to extend the time to complete construction of the water development project to October 15, 2005, and the time to fully apply water to beneficial use to October 15, 2005, subject to conditions. The protest period closed January 14, 2005, in accordance with OAR 690-315-0060(1). A protest was filed by Sara S. Teague. As a result of an assignment, the current permit holders are Walt and Nancy Hammerich.

As a result of settlement negotiations, the Department has determined that the time to complete construction of the water development project and fully apply water to beneficial use should be extended to October 1, 2006.

At time of issuance of the Proposed Final Order the Department concluded that, based on the factors demonstrated by the applicant, the permit may be extended subject to the following conditions:

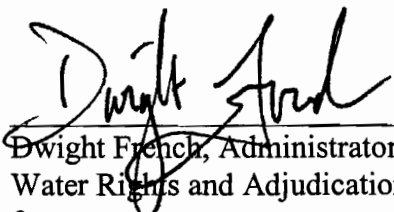
1. Effective March 1, 2006, ground water use under this permit can occur only when:
  - a. Use is consistent with a critical ground water area order that has been issued by the Oregon Water Resources Department; or
  - b. Unless use is made consistent with a critical ground water area order, use occurs only when the ground water elevation at Bonanza Big Springs Park well KLAM 50318 (well tag number 101119) as constructed in June 1996 is greater than or equal to 0.50 feet higher than the Lost River surface water elevation as measured at the stilling well at Bonanza Big Springs Park; or
  - c. Unless use is made consistent with a critical ground water area order, the Department, using available data, shows ground water use does not reduce Bonanza Big Springs flow.

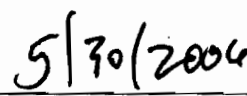
2. Any use of water under the terms and conditions of this permit shall continue to be subject to regulation in favor of senior surface or ground water rights.

The applicant has demonstrated good cause for the permit extension pursuant to ORS 537.630, 539.010(5) and OAR 690-315-0040(2). A Settlement Agreement was signed by all parties as of May 17, 2006. The Settlement Agreement is incorporated into this Final Order and is attached hereto.

**Order**

The extension of time for Application Number G-12735, Permit Number G-12444, therefore, is approved as conditioned herein. The deadline for completing construction is extended to October 1, 2006. The deadline for applying water to full beneficial use is extended to October 1, 2006.

  
\_\_\_\_\_  
Dwight French, Administrator,  
Water Rights and Adjudications Division  
for  
Phillip C. Ward, Director  
Oregon Water Resources Department  
725 Summer St. NE, Suite A  
Salem, OR 97301

  
\_\_\_\_\_  
Date

**If you have any questions about statements contained in this document, please contact Mike Reynolds at (503) 986-0820.**

**If you have other questions about the Department or any of its programs, please contact our Water Resources Customer Service Group at (503) 986-0900.**

**NOTE:** Include a copy of the "Important Notice" document along with the original copy of the Final Order being sent to the permit holder.

## Mailing List for Extension FO Copies

Application #G-12735  
Permit #G-12444

FO Date: May 30, 2006

**Original mailed to:**

Walt and Nancy Hammerich  
28989 Casebeer Rd.  
Bonanza, OR 97623

<b>Copies Mailed</b>
By: <u>GIS</u> (SUPPORT STAFF)
on: <u>5/31/06</u> (DATE)

**For Extension FO's - Copies sent to:**

1. WRD - Application File G-12735, Permit G-12444
2. WRD - Watermaster District #17 Vern Church
3. WRD - Regional Manager (NOT SCR): Kyle Gorman
4. ODFW - Biologist District: #9 Roger Smith, Klamath Falls
5. DEQ - Regional Office: Eastern Region Dick Nichols
6. WRD - Support Staff, Salem...*Permit record update*

**Other interested parties:**

7. Bureau of Reclamation, Attn: Cecil Lesley, 6600 Washburn Way, Klamath Falls, OR 97603

CASEWORKER: LJJ