



DEPARTMENT OF JUSTICE
GENERAL COUNSEL DIVISION

November 9, 2007

TO ALL PARTIES

Re: Klamath Adjudication – **Consolidated Case No. 209** -- Case Nos. 51, 59, 62, 63, 69, 71, 88, 98, 209, 243, 244, 250, 252, 269 and 270; Claim Nos. 84, 241, 243, 248, 250, 253, 260, 266, 269, 682, 688, 700, 702, 705 and 706; Contest Nos. 1724, 1725, 1729, 1737, 1742, 1744, 1759, 1769, 1770, 1771, 2839, 3260, 3261, 3278, 3473, 3528, 3529, 3532, 3534, 3542, 3547, 3550, 3565, 3569, 3578, 3580, 3581, 3582, 3635, 3745, 3774, 3775, 3777, 3778, 4129, 4204, 4205, 4239, 4241
DOJ File No. 690-600-GN0276-03

Dear Parties:

Enclosed for your records is a fully executed copy of the STIPULATION TO RESOLVE CONTEST 1742 (Ridenour); STIPULATION TO RESOLVE CONTEST 1729 (Hess); STIPULATION TO RESOLVE CONTEST 1769 (Sheppard-Blair); STIPULATION TO RESOLVE CONTEST 1744 (Sheppard-Blair); STIPULATION TO RESOLVE CONTEST 1737 (Lang); STIPULATION TO RESOLVE CONTEST 3578 (Cauvin, Walch & KPWU); STIPULATION TO RESOLVE CONTEST 1724 (Gallagher); STIPULATION TO RESOLVE CONTEST 1759 (Hicks); and CERTIFICATE OF SERVICE in the above-entitled matter. These agreements resolve all the remaining issues in the case. Accordingly, the Oregon Water Resources Department will withdraw these cases from the Office of Administrative Hearings, pursuant to OAR 137-033-0515(4).

Thank you very much for your courtesies and cooperation in resolving this matter.

Sincerely,

Jesse D. Ratcliffe
Assistant Attorney General
Natural Resources Section

JDR:tmc/GENV8077
Enclosures
c: Service List

BEFORE THE OFFICE OF ADMINISTRATIVE HEARINGS
STATE OF OREGON
for the
WATER RESOURCES DEPARTMENT

In the Matter of the Determination of the Relative Rights of the Waters of the Klamath River,
a Tributary of the Pacific Ocean

~~Klamath Irrigation District; Klamath Drainage
District; Tulelake Irrigation District; Klamath
Basin Improvement District; Ady District
Improvement Company; Enterprise Irrigation
District; Klamath Hill District Improvement Co.;~~
~~Malin Irrigation District; Midland District
Improvement Co.; Pine Grove Irrigation District;~~
~~Pioneer District Improvement Company; Pee
Valley Improvement District; Shasta View
Irrigation District; Sunnyside Irrigation District;~~
~~Don Johnston & Son; Bradley S. Luscombe;
Randy Walthall; Inter-County Title Company;
Winema Hunting Lodge, Inc.; Reames Golf and
Country Club; Van Brimmer Ditch Company;
Plevna District Improvement Company; Collins
Products, LLC;~~
Contestants

STIPULATION TO RESOLVE
CONTEST 1724

Case No. 62

Claim: 241

Contests: 1724 and 3528²

vs.

Cecil Gallagher¹;
Claimant/Contestant.

Claimant/Contestant Cecil Gallagher and the Oregon Water Resources Department

(OWRD), hereby agree and stipulate, and request the Adjudicator to resolve the above captioned

Claim and Contest as follows:

¹ Cecil Gallagher substituted for Maryetta Gentry. *See* CHANGE OF OWNERSHIP FORM dated November 24, 2006.

² Don Vincent voluntarily withdrew from Contest 3528 on December 4, 2000. Berlva Pritchard voluntarily withdrew from Contest 3528 on June 24, 2002. On September 16, 2003, all other Contestants to Contest 3528 voluntarily withdrew.

A. STIPULATED FACTS

1. On January 31, 1991, Claim 241 for a federal reserved Indian water right was filed with OWRD by the Maryetta Gentry, predecessor in interest to Cecil Gallagher.
2. On October 4, 1999, the Adjudicator issued his Preliminary Evaluation of Claim 241.
3. On May 3, 2000, Ms. Gentry filed a Statement of Contest of Preliminary Evaluation of Claim 241, Contest 1724.
4. The current point of diversion is the Chiloquin Dam within the NESE of Section 3, Township 35 South, Range 7 East, W.M., with a source from the Sprague River, tributary to the Williamson River.
5. On December 1, 2006, Claimant/Contestant timely filed an Affidavit and Request for Additional or Relocated Point(s) of Diversion pursuant to OAR 690-030-0085, describing an alternate or relocated point of diversion that may be added in the future.
6. The alternate or relocated point of diversion is located on the Williamson River, diverted at a point downstream of the Sprague River as required under OAR 690-030-0085 and is located within Lot 10, NENE of Section 21, Township 35 South, Range 7 East, W.M.
7. Claimant/Contestant and OWRD agree that Contest 1724 can be resolved without the need for a hearing pursuant to the following:

B. TERMS OF STIPULATION

1. Claimant/Contestant and OWRD agree that the Water Right Claim 241 should be approved to the Adjudicator as a federal reserved Indian water right to the extent described in the attached Description of Water Right Claim 241.

2. Claimant/Contestant and OWRD agree that use of the original (“Chiloquin Dam”) point of diversion is allowed only until the Chiloquin Dam has been removed, at which time the alternate or relocated point of diversion shall be the only point of diversion for Claim 241.

3. The Sprague River is the source of water for this claim whether water is withdrawn from the Sprague River at the original point of diversion or from the Williamson River at the relocated point of diversion.

4. Claimant/Contestant and OWRD agree that use of water from the relocated point of diversion is authorized only if water is available at the original point of diversion.

5. Claimant/Contestant agrees that pursuant to the terms of this Stipulation, Contest 1724 has been satisfactorily resolved, and such resolution vitiates the need for a hearing before the Administrative Law Judge.

6. The OWRD adjudication staff hereby recommends to the Adjudicator that Claim 241 be withdrawn from the Office of Administrative Hearings. OWRD adjudication staff further recommends that Claim 248 be approved in the Finding of Fact and Order of Determination issued by the Adjudicator as a federal reserved Indian water right in accordance with the Description of Water Right Claim 241, attached hereto as Exhibit A, and which is incorporated by reference as if set forth fully herein.

7. If the Finding of Fact and Order of Determination issued by the Adjudicator for Claim 241 does not conform to the terms set forth in the attached Description of Water Right Claim 241, Claimant/Contestant reserves any right he may have to file exceptions to the Finding of Fact and Order of Determination as to Claim 241 in the Circuit Court for Klamath County, and reserve any rights they may have to participate in any future proceedings authorized by law concerning Claim 241.

8. Claimant/Contestant agrees not to oppose or object to this Agreement or any of its terms, provisions, conditions, or covenants and to support this Agreement if it is challenged in the administrative or judicial phases of the Adjudication or any appeals thereof.

9. The signatories to this Stipulation agree that the Stipulation shall not be offered as evidence or treated as an admission regarding any matter herein and may not be used in proceedings on any other claim or contest whatsoever, except that the Stipulation may be used in any future proceeding to interpret and/or enforce the terms of this Stipulation. Further, the signatories to this Stipulation agree that neither the Stipulation nor any of its terms shall be used to establish precedent with respect to any other claim or contest in the Klamath Basin Water Rights Adjudication.

10. Each entity or person entering into this Stipulation represents, warrants, and agrees that the person who executed this Stipulation on its behalf has the full right and authority to enter into this Stipulation on behalf of that entity or person and bind that entity or person to the terms of the Stipulation.

11. The terms, provisions, conditions, and covenants of this Stipulation are not severable, except, if any term, provision, condition, or covenant of this Stipulation is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remainder of the terms, provisions, conditions, and covenants shall remain in full force and effect and shall in no way be affected, impaired, or invalidated.

12. This Stipulation may be executed in several counterparts and all documents so executed shall constitute one Stipulation, binding on the signatories, notwithstanding that the signatories did not sign the same original or the same counterparts. Delivery of an executed


signature page to this Stipulation by facsimile transmission shall be as effective as delivery of an original signed counterpart of this Stipulation.

13. This Stipulation comprises the entire agreement and no promise, inducement, or representation other than herein set forth has been made, offered, and/or agreed upon, and the terms of this Stipulation are contractual and not merely a recital.

14. Claimant/Contestant and OWRD shall each bear their own costs and attorneys' fees.

15. This Stipulation shall be effective as of the date of the last signature hereto.

STIPULATED, AGREED, AND APPROVED BY:


Cecil Gallagher

10.25.07
Date

For the Oregon Water Resources Department

HARDY MYERS
Attorney General

Jesse D. Ratcliffe, #04394


Gerry Clark, OWRD Staff

Date

Nov 5, 2007
Date

**BEFORE THE STATE OF OREGON
WATER RESOURCES DEPARTMENT**

In the Matter of the Determination of)
the Relative Rights of the Waters of)
the Klamath River, a Tributary of the) Description Of
Pacific Ocean) Water Right Claim **241**
_____)

Name and Address: Cecil Gallagher
PO Box 647
Chiloquin, OR 97624

Source: Sprague River **Tributary:** Williamson River

Original

Point Of Diversion:	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>
	35 S	7 E	3	NESE	

Alternate/Relocated

Point Of Diversion:	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>
	35 S	7 E	21	NENE	10

Once the Chiloquin Dam has been removed, no water may be diverted from the Original Point of Diversion.

Rediversion Point (Water is rediverted from Modoc Point Irrigation District ditch at:)
36 S 7 E 4 NWSW 20

Priority: 10/14/1864

Use, Period Of Use and Quantity: Use: Domestic Expanded Period Of Use: 03-01 to 10-16 Rate: .01 cfs

The total quantity of water diverted from any combination of the original and alternate/relocated points of diversion may not exceed the quantity set forth above.

Place Of Use:	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>	<u>Acreage:</u>
	36 S	7 E	4	NWSW	20	.5

Source: Sprague River **Tributary:** Williamson River

Original

Point Of Diversion:	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>
	35 S	7 E	4	NESE	

Alternate/Relocated

Point Of Diversion:	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>
	35 S	7 E	21	NENE	10

Once the Chiloquin Dam has been removed, no water may be diverted from the Original Point of Diversion.

Rediversion Point	(Water is rediverted from Modoc Point Irrigation District ditch at:)				
	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>
	36 S	7 E	4	NWSW	20

Priority: 10/14/1864

Use, Period Of Use and Quantity:	<u>Use:</u>	<u>Period Of Use:</u>	<u>Rate:</u>	<u>Duty:</u>
	Irrigation	03-01 to 10-16	.48 cfs	4.3 AFA
	Livestock	03-01 to 10-16	420 gpd	

The total quantity of water diverted from any combination of the original and alternate/relocated points of diversion may not exceed the quantity set forth above.

Place Of Use:	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>	<u>Acreage:</u>
	36 S	7 E	4	NWSW	20	18.5

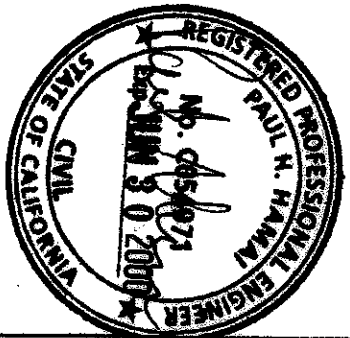
Total Irrigated Acreage 18.5

The Place of Use is set forth more particularly in the map attached hereto as Exhibit B, and which is incorporated by reference as if set forth fully herein.

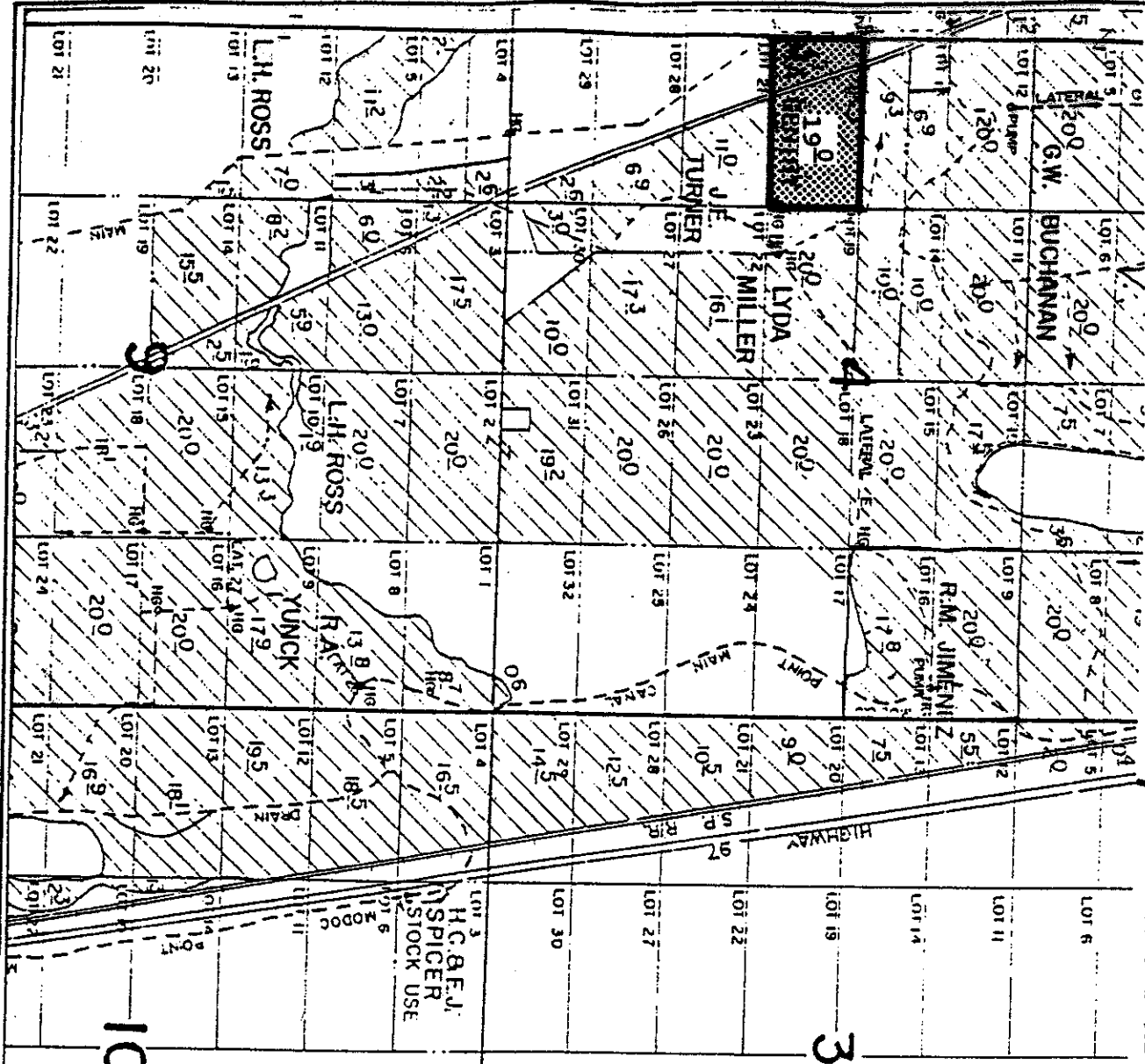
TOWNSHIP 36 SOUTH, RANGE 7 EAST, W. M.

Owner # 14A, Property # 1
 OWRD Claim # 241

KLAMATH ADJUDICATION
 CLAIM # 241
 061



RECEIVED
 OCT 01 1999
 WATER RESOURCES
 DIVISION OREGON



	Presently Irrigated Land
	Practically Irrigable Acreage
	Header Pipe
	Point of Diversion

By: Natural Resources Consulting Engineers Inc.

1250 Addison St., Suite 204
 Berkeley, Ca. 94702
 415-863-7812



CERTIFICATE OF SERVICE

I hereby certify that on the 9th day of November 2007, I served the within
STIPULATION TO RESOLVE CONTEST 1742 (Ridenour); STIPULATION TO
RESOLVE CONTEST 1729 (Hess); STIPULATION TO RESOLVE CONTEST 1769
(Sheppard-Blair); STIPULATION TO RESOLVE CONTEST 1744 (Sheppard-Blair);
STIPULATION TO RESOLVE CONTEST 1737 (Lang); STIPULATION TO
RESOLVE CONTEST 3578 (Cauvin, Walch & KPWU); STIPULATION TO RESOLVE
CONTEST 1724 (Gallagher); STIPULATION TO RESOLVE CONTEST 1759 (Hicks);
and CERTIFICATE OF SERVICE on the parties hereto by e-mail (if an
e-mail address is listed below), and by regular first-class mail, a true, exact and full copy
thereof to:

VIA STATE SHUTTLE MAIL

Dwight W. French / Teri Hranac
Oregon Water Resources Dept.
725 Summer Street NE, Suite A
Salem, OR 97301-1271
dwight.w.french@wrđ.state.or.us
teri.k.hranac@wrđ.state.or.us

COURTESY COPY:

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Administrative Law Judge
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Salem, OR 97309-4020

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Claim 248

Stephen Hess
Melissa Hess
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Beatty, OR 97621

Claim 700

The Nature Conservancy
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James R. Uerlings
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Chiloquin, OR 97624

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Claim 250

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Chiloquin, OR 97624

Claim 700

Melinda Cauvin / Loren C. Walsh
P.O. Box 519
Chiloquin, OR 97624-0519

Linda Long-Bourdet
Modoc Point Irrigation District
Agency Representative
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Chiloquin, OR 97624
crterlk@aol.com

Claim 243

Peter M. Bourdet
P.O. Box 803
Chiloquin, OR 97624
linda@craterlakerealtyinc.com

Steven L. Shropshire

Jordan Schrader PC
P.O. Box 230669
Portland, OR 97281
steve.shropshire@jordanschrader.com

Claim 682:

L.A. and Pauline Gienger
Gienger Investments, Inc.
Gienger Enterprises
25050 Modoc Point Road
Chiloquin, OR 97624

Claims 269 & 702

Marylyn Sheppard-Blair
P.O. Box 1279
Chiloquin, OR 97624

Claim 260

Stephen and Beverly Lang
29029 Doak Road
Chiloquin, OR 97624

Claim 688

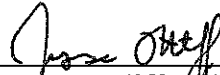
Emmitt W. Hicks
1836 Wiard Street
Klamath Falls, Oregon 97603

Courtesy Copy:

John M. Keller
Keller & Keller P.C.
P.O. Box 14746
Portland, OR 97293

Claim 241

Cecil Gallagher
P.O. Box 647
Chiloquin, OR 97624



Jesse D. Ratcliffe, #04394
Assistant Attorney General