

June 16, 2005

TO ALL PARTIES TO THE KLAMATH ADJUDICATION CASE NO. 96, CLAIM 699

Re:

Klamath Adjudication - Case No. 96, Claim No. 699, Contest Nos. 1767 and

3577

DOJ File No. 690-600-GN0331-03

Dear Parties:

Enclosed for your records is a fully executed copy of the Stipulation to Resolve Contests, Exhibits A and B, and Certificate of Service in the above-entitled matter. This agreement resolves all the remaining issues in this case.

Since all issues in this case have been resolved, there is no need to hold a hearing. Accordingly, the Oregon Water Resources Department will withdraw this case 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 PHU

Jesse D. Ratcliffe

Stephen E.A. Sanders

Assistant Attorneys General

Natural Resources Section

JDR:tmc/GENM9815 Enclosure 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: Adv District Improvement Company; Enterprise Irrigation District; Malin Irrigation District; Midland District Improvement Co.; Pine Grove Irrigation District; Pioneer District Improvement Company; Poe 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 1767

Case No. 96

Claim: 699

Contests: 1767 and 3577¹

VS.

Kenneth Knight; Estate of Louis Knight; Claimants/Contestants.

Claimant/Contestant Kenneth Knight, Estate of Louis Knight, 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:

Don Vincent voluntarily withdrew from Contest 3577 on December 4, 2000. Berlva Pritchard voluntarily withdrew from Contest 3577 on June 24, 2002. Klamath Hills District Improvement Co. voluntarily withdrew from Contest 3577 on January 15, 2004. The remaining entities comprising Klamath Project Water Users voluntarily withdrew Contest 3577 on April 7, 2005.

A. STIPULATED FACTS

- 1. On January 31, 1991, Claim 699 for a federal reserved Indian water right was filed with OWRD by the Claimant.
 - 2. On October 4, 1999, the Adjudicator issued his Preliminary Evaluation of Claim 699.
- 3. On May 3, 2000, the Claimant filed a Statement of Contest of Preliminary Evaluation of Claim 699, Contest 1767.
- 4. Claimant/Contestant and OWRD agree that Contest 1767 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 699 should be approved to the Adjudicator as a federal reserved Indian water right to the extent described in the Description of Water Right Claim 699, attached hereto as Exhibit A, and which is incorporated by reference as if set forth fully herein.
- Claimant/Contestant agrees that pursuant to the terms of this Stipulation, Contest
 1767 has been satisfactorily resolved, and such resolution vitiates the need for a hearing before
 the Administrative Law Judge.
- 3. The OWRD adjudication staff hereby recommends to the Adjudicator that Claim 699 be withdrawn from the Office of Administrative Hearings. OWRD adjudication staff further recommends that Claim 699 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 699.
- 4. If the Finding of Fact and Order of Determination issued by the Adjudicator for Claim 699 does not conform to the terms set forth in the attached Description of Water Right Claim 699, Claimant/Contestant reserves any rights they may have to file exceptions to the

Finding of Fact and Order of Determination as to Claim 699 in the Circuit Court for Klamath County, and reserves any rights they may have to participate in any future proceedings authorized by law concerning Claim 699.

- 5. 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.
- 6. 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.
- 7. 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.
- 8. 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.
- 9. 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.

- 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.
 - Claimant/Contestant and OWRD shall each bear their own costs and attorneys' fees.
 - This Stipulation shall be effective as of the date of the last signature hereto. 12

STIPULATED, AGREED, AND APPROVED BY:

For Klamath Allottee Water Users Association Member Claimant/Contestant Kenneth Knight, Estate of Louis Knight

FREDERICKS, PELCYGER & HESTER, LLC

Chilles Full Chair	699
Christopher B. Leahy//	

Pro Hac Vice; Colorado Bar 23612

For the Oregon Water Resources Department

HARDY MYERS Attorney General

Stephen E!A. Sanders, #85321

Assistant Attorneys General

Michael Reynolds

Agency Representative

Oregon Water Resources Department

Page 4 - STIPULATION TO RESOLVE CONTEST 1767

6-15-05

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 Pacific Ocean) Description Of Water Right Claim 699

Name and

Kenneth Knight

Address:

Estate of Louis Knight

PO Box 362

Chiloquin, OR 97624

Source:	Williamsor	River	Tributary:	Upper Klamath Lake
Point Of	Township	Range Se	ection Q/Q:	<u>Lot:</u>
Diversion:	35 S	7 E	3 SWSW	26
	35 S	7 E	4 NESE	20
	35 S	7 E	NESE	27
	35 S	7 E	4 SESE	30
	35 S	7 E	SESE SESE	37
	35 S	7 E	lo NWNW	1
·				

(There is no actual physical point of diversion. Stock have direct access to river.)

Priority:

10/14/1864

Use, Period Of	Use:	Period Of Use:	Rate:
Use and	Stockwater	01-01 to 12-31	96 gpd
Onantity			Ů.

Place Of	Township	Range	Section	<u>Q/Q:</u>	Lot:	Acreage:
Use:	35 S	7 E	3	SWSW	26	
	35 S	7 E	4	NESE	20	
	35 S	7 E	4	NESE	27	
	35 S	7 E	4	SESE	30	
	35 S	7 E	4	SESE	37	
	35 S	7 E	10	NWNW	1	

INCHOATE WATER RIGHT CLAIM DESCRIPTION

	INCHUATE	WAILI	KRIGHT	LAIM DES	CRIFITOR	•
Source:	Williamson F	liver		Tributary:	Upper Kla	math Lake
Point Of Diversion:	Township 35 S	Range 7 E	Section 4	<u>Q/Q:</u> SESE	<u>Lot:</u> 30	
Priority:	10/14/1864					
Use, Period Of Use and	Use:		Period Of	<u>Use:</u> <u>Ra</u>	te:	
Quantity:	Domestic Use for One Family		01-01 to 12	01-01 to 12-31 .01 cfs		
Place Of Use:	Township 35 S	Range 7 E	Section 4	<u>Q/Q:</u> NESE	<u>Lot:</u> 27	Acreage: .5
Source:	Williamson R	iver		Tributary:	Upper Kla	math Lake
Source: Point Of Diversion:	Williamson R Township 35 S	iver <u>Range</u> 7 E	Section 4	Tributary: Q/Q: SESE	Upper Kla Lot: 30	math Lake
Point Of	Township	Range	<u>Section</u>	<u>Q/Q:</u>	Lot:	math Lake
Point Of Diversion:	Township 35 S	Range	<u>Section</u>	<u>Q/Q:</u> SESE Use: <u>Ra</u>	<u>Lot:</u> 30	math Lake <u>Duty:</u> 3.1 AFA
Point Of Diversion: Priority: Use, Period Of Use and	Township 35 S 10/14/1864 Use:	Range 7 E	Section 4 Period Of I	<u>Q/Q:</u> SESE <u>Use:</u> <u>Ra</u> 0-16 1.0	Lot: 30 te: 04 cfs	<u>Duty:</u>
Point Of Diversion: Priority: Use, Period Of Use and Quantity:	Township 35 S 10/14/1864 <u>Use:</u> Irrigation	Range	Section 4 Period Of I 03-01 to 10	<u>Q/Q:</u> SESE Use: <u>Ra</u>	<u>Lot:</u> 30	<u>Duty:</u> 3.1 AFA
Point Of Diversion: Priority: Use, Period Of Use and Quantity: Place Of	Township 35 S 10/14/1864 Use: Irrigation Township	Range 7 E Range	Section 4 Period Of I 03-01 to 10 Section	<u>Q/Q:</u> SESE <u>Use:</u> <u>Ra</u> 0-16 1.0	Lot: 30 te: 04 cfs	Duty: 3.1 AFA Acreage:
Point Of Diversion: Priority: Use, Period Of Use and Quantity: Place Of	Township 35 S 10/14/1864 Use: Irrigation Township 35 S	Range 7 E Range 7 E	Section 4 Period Of I 03-01 to 10 Section 3	Q/Q: SESE Use: Ra 0-16 1.0 Q/Q: SWSW	Lot: 30 te: 04 cfs Lot: 26	Duty: 3.1 AFA Acreage: 2.9

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.

Total Practicably Irrigable Acreage

57.5

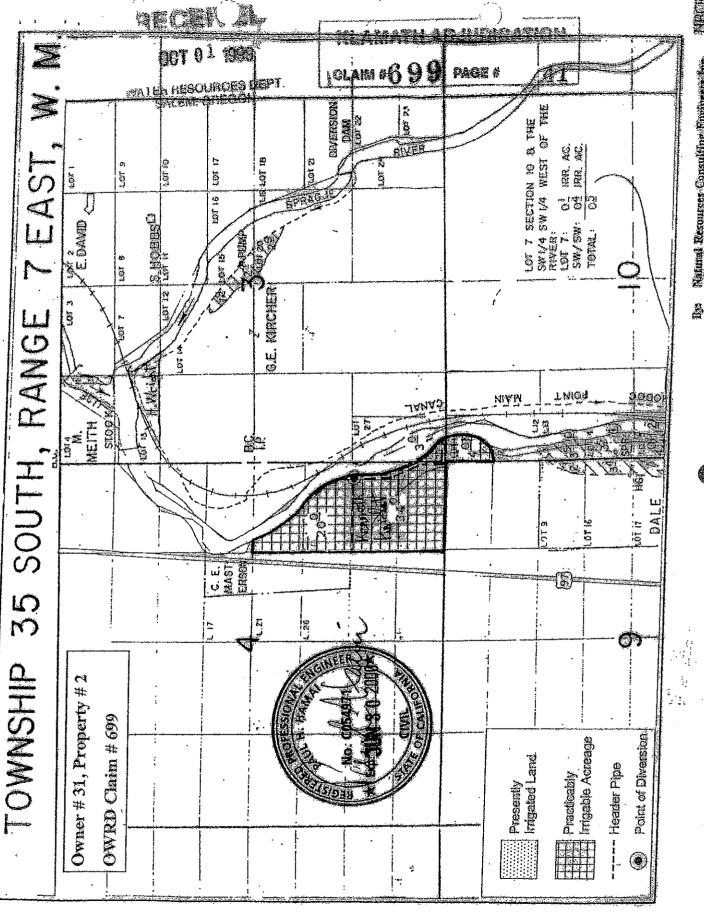


Exhibit B.
Page 1.

Natural Recourses Consulting Conjunction of the Conference of the Conference of Action 1888 (1988) Action 18

CERTIFICATE OF SERVICE

I hereby certify that on the 16th day of June 2005, I served the within STIPULATION TO RESOLVE CONTEST AND EXHIBITS on the parties hereto by regular first-class mail (with a courtesy copy by e-mail where an e-mail address is listed below), a true, exact and full copy thereof to:

VIA STATE SHUTTLE MAIL

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

Christopher B. Leahy
Fredericks, Pelcyger & Hester, LLC
1075 S. Boulder Road, Suite 305
Louisville, CO 80027
cleahy@fphw.com

Jesse D Ratcliffe, #0#894 Stephen E.A. Sanders, #85321 Assistant Attorneys General