

HARDY MYERS
Attorney General



PETER D. SHEPHERD
Deputy Attorney General

DEPARTMENT OF JUSTICE
GENERAL COUNSEL DIVISION

July 12, 2005

TO ALL PARTIES TO THE KLAMATH ADJUDICATION CASE NO. 47, CLAIM 231

Re: Klamath Adjudication – Case No. 47, Claim No. 231, Contest No. 1718
DOJ File No. 690-600-GN0281-03

Dear Parties:

Enclosed for your records is a fully executed copy of the Stipulation to Resolve Contests 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 D. Ratcliffe
Stephen E.A. Sanders
Assistant Attorneys General
Natural Resources Section

JDR:tmc/GENN1993
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; Ady 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. Lusecombe; 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;	STIPULATION TO RESOLVE CONTEST 1718
Contestants	Case No. 47
	Claim: 231
	Contests: 1718 and 3522 ¹

vs.

Priscella Bettles, Bettles Family of Oregon,
LTD;
Claimant/Contestant.

Claimants/Contestants Priscella Bettles, Bettles Family of Oregon, LTD, 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 Don Vincent voluntarily withdrew from Contest 3522 on December 4, 2000. Berlva Pritchard voluntarily withdrew from Contest 3522 on June 24, 2002. Klamath Hills District Improvement Co. voluntarily withdrew from Contest 3522 on January 15, 2004. The remaining entities comprising Klamath Project Water Users voluntarily withdrew Contest 3522 on April 7, 2005.

A. STIPULATED FACTS

1. On January 31, 1991, Claim 231 for a federal reserved Indian water right was filed with OWRD by the Claimants.
2. On October 4, 1999, the Adjudicator issued his Preliminary Evaluation of Claim 231.
3. On May 3, 2000, the Claimants filed A Statement of Contest of Preliminary Evaluation of Claim 231, Contest 1718.
4. Claimants/Contestants and OWRD agree that Contest 1718 can be resolved without the need for a hearing pursuant to the following:

B. TERMS OF STIPULATION

1. Claimants/Contestants and OWRD agree that the Water Right Claim 231 should be approved to the Adjudicator as a federal reserved Indian water right to the extent described in the Description of Water Right Claim 231, attached hereto as Exhibit A, and which is incorporated by reference as if set forth fully herein.
2. Claimants/Contestants agree that pursuant to the terms of this Stipulation, Contest 1718 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 231 be withdrawn from the Office of Administrative Hearings. OWRD adjudication staff further recommends that Claim 231 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 231.
4. If the Finding of Fact and Order of Determination issued by the Adjudicator for Claim 231 does not conform to the terms set forth in the attached Description of Water Right Claim 231, Claimants/Contestants reserve any rights they may have to file exceptions to the

Finding of Fact and Order of Determination as to Claim 231 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 231.

5. Claimants / Contestants agree 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.

10. 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.

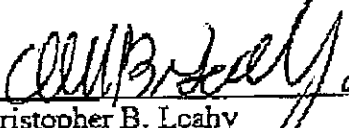
11. Claimants/Contestants and OWRD shall each bear their own costs and attorneys' fees.

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

STIPULATED, AGREED, AND APPROVED BY:

For Klamath Allottee Water Users Association Member
Claimant/Contestants Priscella Bettles, Bettles Family of Oregon, LTD

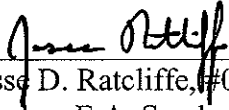
FREDERICKS, PELCYGER & HESTER, LLC


Christopher B. Leahy
Pro Hac Vice; Colorado Bar 23612


Date

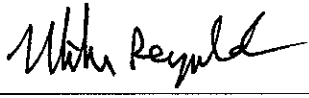
For the Oregon Water Resources Department

HARDY MYERS
Attorney General



Jesse D. Ratcliffe, #04394
Stephen E.A. Sanders, #85321
Assistant Attorneys General

7/11/05
Date



Michael Reynolds
Agency Representative
Oregon Water Resources Department

7-12-05
Date

RECEIVED
OVER THE COUNTER

RECEIVED
JUL 11 2005
WATER RESOURCES DEPT
SALEM, OREGON

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	231
	)		

INCHOATE WATER RIGHT CLAIM DESCRIPTION

Source: Agency Lake

Tributary: Upper Klamath Lake

Point Of Diversion: Township Range Section Q/Q: Lot:
35 S 7 E 7 SENW 10

Priority: 10/14/1864

Use, Period Of Use and Quantity: Use: Period Of Use: Rate: Duty:
Irrigation 03-01 to 10-16 .50cfs 3.1 AFA

<u>Place Of Use:</u>	<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>Q/Q:</u>	<u>Lot:</u>	<u>Acreage:</u>
	35 S	7 E	7	NW	9, 10	12.8
	35 S	7 E	7	SW	15, 16	15.2

Total Practicably Irrigable Acreage 28.0

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 35 SOUTH, RANGE 7 EAST, W. M.

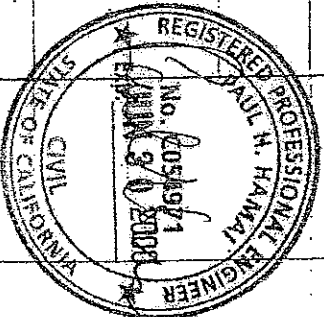
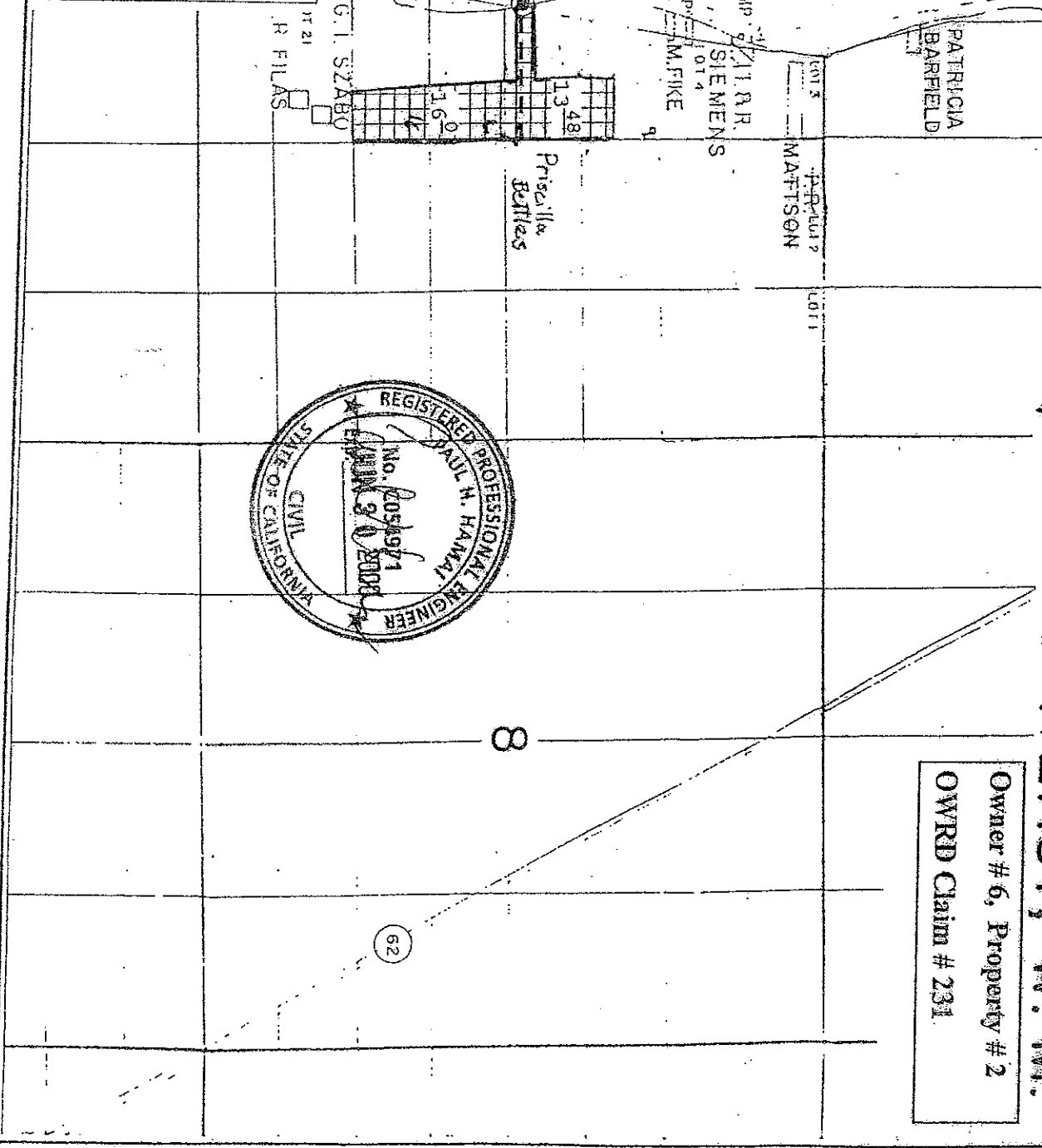
KLAMATH ADMINISTRATION

CLAIM # 231 PAGE 1

RECEIVED

OCT 11 1999

WATER RESOURCES DEPT.
SALEM, OREGON



Owner # 6, Property # 2
 OWRD Claim # 231

By: Natural Resources Consulting Engineers Inc.
 1250 Addison St., Suite 204
 Berkeley, Ca. 94702
 Phone: (415) 841-7814



CERTIFICATE OF SERVICE

I hereby certify that on the 12th day of July 2005, I served the within STIPULATION TO RESOLVE CONTEST 1718 on the parties hereto by e-mail, and 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

Teri Hranac
Oregon Water Resources Department
725 Summer Street NE, Suite A
Salem, OR 97301-1271
teri.k.hranac@wrdd.state.or.us

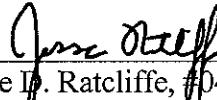
Christopher B. Leahy
Fredericks, Pelcyger & Hester, LLC
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Louisville, CO 80027
cleahy@fphw.com

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Marilyn Kim Nova Malloy
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Chiloquin, OR 97624



Jesse L. Ratcliffe, #04394
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Assistant Attorneys General