Application for a Permit to Use

Surface Water

Revise



Oregon Water Resources Department 725 Summer Street NE, Suite A Salem Oregon 97301-1266 (503) 986-0900 www.wrd.state.or.us

SECTION 1: APPLICANT INFORMATION AND SIGNATURE

Applicant Information					
NAME	PHONE (HM)				
VICTOR OR SUSAN WILLIAMS	541-661-2558 FAX				
PHONE (WK)	WK) CELL				
ADDRESS	· · · · · · · · · · · · · · · · · · ·				
121 GLENBROOK LOOP RD.	Lower	Lan			
CITY RIDDLE	STATE OR	2IP 97469	E-MAIL *		
RIDDLE	TOK	77407			
Organization Information					
NAME			PHONE	FAX	
ADDRESS				CELL	
CITY	STATE	ZIP	E-MAIL *		
			l		
Agent Information - The agent is au	thorized to	represe	nt the applicant in	n all matters relating to this application.	
AGENT / BUSINESS NAME			PHONE	FAX	
ADDRESS				CELL	
CITY	STATE	ZIP	E-MAIL *		
Note: Attach multiple copies as neede			<u> </u>		
* By providing an e-mail address, con		en to rec	eive all correspo	ndence from the department	
electronically. (paper copies of the fir					
(Lapara 22)				,	
By my signature below I confirm th	at I under	rstand:		FEB 0 3 2014	
	. ~ 11		1		
I am asking to use water spec					
 Evaluation of this application I cannot legally use water unt 				ded in the application packSALEM, OF	
				be issued before beginning construction	
				ot guarantee a permit will be issued.	
* * *	-	_		all risks associated with my actions.	
• If I get a permit, I must not w		-	Jermin, Tussume	an rioks associated with my actions.	
			to the terms of th	ne permit, the permit can be cancelled.	
The water use must be compa					
Even if the Department issues	a permit.	I may ha	ve to stop using	water to allow senior water right holders	
to get water to which they are		•	1 0	-	
I (we) affirm that the information	tion conta	ined in t	his application i	s true and accurate.	
7 7/1/to 1 1/1/					
Applicant Signature	<u></u>	int Name on	R WILL/A1	Date	
Applicant Signature					
Annicant Simplure	Dei	int Name on	U WICCIA d title if applicable	Date	

Fer Department Use

Permit No. _

SECTION 2: PROPERTY OWNERSHIP

conveyed, and used.	ssociated with the project from which the water is to be diverted,
X Yes X There are no encumbrances. This land is encumbered by e	easements, rights of way, roads or other encumbrances.
☐ I do not currently have writte ☐ Written authorization or an er own are state-owned submers domestic use only (ORS 274. ☐ Water is to be diverted, conv	reyed, and/or used only on federal lands. all affected landowners (attach additional sheets if necessary).
	water body from which water will be diverted, and the name of the say so:
Source 1: Galesville Reservoir	Tributary to: Cow Creek
Source 2:	Tributary to:
Source 3:	Tributary to:
Source 4:	Tributary to:
	that is authorized under a water right permit, certificate, or decree, attacent number (for decrees, list the volume, page and/or decree name).
B. Applications to Use Stored Water	
Do you, or will you, own the reservoir(s)	described in item 3A above?
☐ Yes.	
	f your written notification to the operator of the reservoir of your intent you should have already mailed or delivered to the operator.)
R9964	RECEIVED BY OWRD
	FEB 0 3 2014

Revised 2/1/2012 Surface Water/4 SALEM, OR WR

If all sources listed in item 3A are stored water, the Department will review your application using the expedited process provided in ORS 537.147, unless you check the box below. Please see the instruction booklet for more information. By checking this box, you are requesting that the Department process your application under the standard process outlined in ORS 537,150 and 537,153, rather than the expedited process provided by ORS 537.147. To file an application under the standard process, you must enclose the following: A copy of a signed non-expired contract or other agreement with the owner of the reservoir (if not you) to impound the volume of water you propose to use in this application. A copy of your written agreement with the party (if any) delivering the water from the reservoir to you. **SECTION 4: WATER USE** Provide the amount of water you propose to use from each source, for each use, in cubic feet-per-second (cfs) or gallons-per-minute (gpm). If the proposed use is from storage, provide the amount in acre-feet (af): (1 cfs equals 448.8 gpm. 1 acre-foot equals 325,851 gallons or 43,560 cubic feet) SOURCE USE PERIOD OF USE **AMOUNT** Galesville Reservoir Irrigation March 1 – October 31 2.23 cfs gpm X af cfs gpm af cfs gpm af cfs gpm af For irrigation use only: Please indicate the number of primary and supplemental acres to be irrigated. Supplemental: ____ Acres Primary: 1 Acres List the Permit or Certificate number of the underlying primary water right(s): Indicate the maximum total number of acre-feet you expect to use in an irrigation season: 2.23 If the use is municipal or quasi-municipal, attach Form M If the use is **domestic**, indicate the number of households: If the use is mining, describe what is being mined and the method(s) of extraction: **RECEIVED BY OWRD**

SALEM, OR

FEB 03 2014

Revised 2/1/2012 Surface Water/5 WR

SECTION 5: WATER MANAGEMENT

A.	Diversion and Conveyance What equipment will you use to pump water from your source?
	X Pump (give horsepower and type): 2 Horsepower, submersible
	Other means (describe):
	Provide a description of the proposed means of diversion, construction, and operation of the diversion works and conveyance of water.

B. Application Method

What equipment and method of application will be used? (e.g., drip, wheel line, high-pressure sprinkler)

Water will be pumped from Cow Creek using a 2 horsepower, submersible water pump through a pipe to a household sprinkler system for irrigation of 1 acre lawn/garden area.

C. Conservation

Please describe why the amount of water requested is needed and measures you propose to: prevent waste; measure the amount of water diverted; prevent damage to public uses of affected surface waters.

Water is needed for irrigation of 1 acre of lawn/garden area on the property. Most efficient method of irrigation will be used as feasible to prevent waste, erosion, and control run-off.

SECTION 6: RESOURCE PROTECTION

In granting permission to use water from a stream or lake, the state encourages, and in some instances requires, careful control of activities that may affect the waterway or streamside area. See instruction guide for a list of possible permit requirements from other agencies. Please indicate any of the practices you plan to undertake to protect water resources.

- X Diversion will be screened to prevent uptake of fish and other aquatic life.

 Describe planned actions: ODFW approved fish screening will be installed on pump intake prior to diversion of water.
- X Excavation or clearing of banks will be kept to a minimum to protect riparian or streamside areas. Describe planned actions: None planned.
- X Operating equipment in a water body will be managed and timed to prevent damage to aquatic life. Describe: None planned.
- X Water quality will be protected by preventing erosion and run-off of waste or chemical products. Describe: Will use best residential management practices to prevent erosion and run-off.

RECEIVED BY OWRD

FEB 03 2014

SECTION 7: PROJECT SCHEDULE								
Date construction will begin: Upon issuance of permit								
Date construction will be completed: October 1, 2015								
Date beneficial water use will begin: October 1, 2016								
SECTION 8: WITHIN A DISTRICT Check here if the point of diversion or place of other water district.	use are located within or s	served by an irrigation or						
Irrigation District Name	Address							
City	State	Zip						
SECTION 9: REMARKS Use this space to clarify any information you have provi	ded in the application.							

RECEIVED BY OWRD

FEB 03 2014



Oregon Water Resources Department Land Use Information Form

2) Th reg a) b) c)	e application gistration mo only the pla there are no the use of v	n is for a wardification, ace of use is structural water is for	ater right trans and all of the s proposed for changes; irrigation; and	fer, allocation of following apply change;	federal lands; <u>OR</u> of conserved water, exchange of conserved water, excha	ange, permit an	nendment, or g	round water	
Applicant:	V	/ictor ar	nd Susan		Willia	ms			
			First				Last		
Mailing Ad	Idress: 12	1 Glenb	mok Loop	Rd.					
Riddle					'469 D	aytime Phone	541-661	-2558	
	City			State	Zip	aytime Phone.			
. Land an	nd Locati	<u>on</u>							
ea boundari				e, or irrigation ested below. Tax Lot#	Plan Designation (e.g.,	T	Water to be:	cisting and	Proposed Land
Township			ŀ		Rural Residential/RR-5)				Use:
30S	6W	24	NWSW	1200	AGRICULTURE-	■ Diverted	Conveyed	Used	Use:
		24	NWSW	1200	AGRICULTURE-		Conveyed	Used	Use.
		24	NWSW	1200	AGRICULTURE-	■ Diverted			Use:
		24	NWSW	1200	AGRICULTURE-	Diverted	Conveyed	Used	Use:
30S	6W				AGRICULTURE-	■ Diverted □ Diverted □ Diverted □ Diverted	Conveyed Conveyed Conveyed	Used Used Used	ED BY OW
30S st all counti	6W ies and cities County	es where w	vater is propo		AGEICULTURE-	■ Diverted □ Diverted □ Diverted □ Diverted	Conveyed Conveyed Conveyed	Used Used Used	ED BY OW
30S st all counti Douglas Descrip pe of appli Permit to	6W ies and cities County tion of P cation to be	roposed e filed with	vater is propo		erted, conveyed, and/o	Diverted Diverted Diverted Diverted Diverted Amendment o	Conveyed Conveyed Conveyed	Used Used Used FEB SA	ED BY OW
30S St all counting Douglas Descrip pe of applic Permit to Limited	ies and cities County tion of P cation to be Use or Store Water Use L	roposed e filed with	use the Water F Alloca	esed to be dive	erted, conveyed, and/o	Diverted Diverted Diverted Diverted Diverted Diverted	Conveyed Conveyed Conveyed	Used Used Used FEB SA	ED BY OW 0 3 2014 LEM, OR
30S st all counting Douglas Descrip pe of applic Permit to Limited volume of wat	ies and cities County tion of P cation to be Use or Store Water Use L ter:	roposec e filed with e Water icense eservoir/Po	I Use the Water F Alloca and G	esed to be dive	erted, conveyed, and/o	Diverted	Conveyed Conveyed Conveyed	Used Used Used FEB SA er Registration	ED BY OW 0.3. 2014 LEM, OR on Modification
30S ist all counti Douglas	ies and cities County tion of P cation to be Use or Store Water Use L ter: R antity of wa	roposec e filed with e Water icense eservoir/Po tter needec	Use the Water F Water Alloca and G G 1: 2.23	esed to be dive	partment: Permit Permit Surface Water (r	Diverted	Conveyed	Used Used Used RECEIVI FEB SA er Registration ervoir househole	ED BY C 0.3. 2014 LEM, OR on Modificat e-feet d(s)

Note to applicant: If the Land Use Information Form cannot be completed while you wait, please have a local government representative sign the receipt at the bottom of the next page and include it with the application filed with the Water Resources Department. See bottom of next page.

For Local Government Use Only

The following section must be completed by a planning official from each county and city listed unless the project will be located entirely within the city limits. In that case, only the city planning agency must complete this form. This deals only with the local land-use plan. Do not include approval for activities such as building or grading permits.

Land listed	uses to be served by the proposed v I in the table below. (Please attach d	vater uses (including proposed construction of applicable land-use appropriate findings are sufficient.) If appropriate in the sufficient of applicable land-use appropriate findings are sufficient.	ion) involve di	have already been ob	tained. Record
	Type of Land-Use Approval Needed (e.g., plan amendments, rezones, conditional-use permits, etc.)	Cite Most Significant, Applicable Plan Policies & Ordinance Section References	Lan	d-Use Approval:	
			☐ Obtained ☐ Denied	☐ Being Pursued ☐ Not Being Pursued	
			☐ Obtained ☐ Denied	☐ Being Pursued ☐ Not Being Pursued	
			☐ Obtained ☐ Denied	☐ Being Pursued ☐ Not Being Pursued	
			Obtained Denied	☐ Being Pursued ☐ Not Being Pursued	
			Obtained Denied	☐ Being Pursued ☐ Not Being Pursued	
	RCPL#PILE- JAMIE CHART		ROSEBURG, OR	97470	FEB 0 3 20 4
Name: Signatur	(na			289 Date: 1-	28-14
	nent Entity: DOUGUAS			20 1 Date: _ /	20 17
Note to the recei	local government representative: pt, you will have 30 days from the W may presume the land use associate	Please complete this form or sign the re Vater Resources Department's notice da d with the proposed use of water is con	ceipt below and the to return the patible with lo	completed Land Use ocal comprehensive p	Information Form lans.
	Rece	ipt for Request for Land Us	<u>Informati</u>	<u>on</u>	
		_			
		Sta			
Signatur	e:	Phone:		Date:	



After recording return to:
Victor Williams & Susan Williams
PO Box 492
Myrtle Creek, OR 97457

Until a change is requested all tax statements shall be sent to the following address:

Victor Williams & Susan Williams
PO Box 492
Myrtle Creek, OR 97457

Escrow No. RB0704561 Title No. 0704561

SWD r.012910

DOUGLAS COUNTY OFFICIAL RECORDS BARBARA E. NIELSEN, COUNTY CLERK

2010-008428

00272011201000044280020028

\$46.00

05/20/2010 09:24:50 AM DEED-WD Cnt=1 Stn=18 RECORDINGDESK

\$10.00 \$11.00 \$15.00 \$10.00

STATUTORY WARRANTY DEED

Lynn E. Goodwin and Christine J. Goodwin, as tenants by the entirety, Grantor(s) hereby convey and warrant to Victor Williams and Susan Williams, as tenants by the entirety, Grantee(s) the following described real property in the County of DOUGLAS and State of Oregon free of encumbrances except as specifically set forth herein:

SEE EXHIBIT A WHICH IS MADE A PART HEREOF BY THIS REFERENCE

FOR INFORMATION PURPOSES ONLY, THE MAP/TAX ACCT #(S) ARE REFERENCED HERE:

R38778

T30S R06W S24C TL 1200

The above-described property is free of encumbrances except all those items of record, if any, as of the date of this deed and those shown below, if any:

The true and actual consideration for this conveyance is \$60,000.00.

BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON TRANSFERRING FEE TITLE SHOULD INQUIRE ABOUT THE PERSON'S RIGHTS, IF ANY, UNDER ORS 195.300, 195.301 AND 195.305 TO 195.336 AND SECTIONS 5 TO 11, CHAPTER 424, OREGON LAWS 2007, AND SECTIONS 2 TO 9 AND 17, CHAPTER 855, OREGON LAWS 2009. THIS INSTRUMENT DOES NOT ALLOW USE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT IN VIOLATION OF APPLICABLE LAND USE LAWS AND REGULATIONS. BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON ACQUIRING FEE TITLE TO THE PROPERTY SHOULD CHECK WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY THAT THE UNIT OF LAND BEING TRANSFERRED IS A LAWFULLY ESTABLISHED LOT OR PARCEL, AS DEFINED IN ORS 92.010 OR 215.010, TO VERIFY THE APPROVED USES OF THE LOT OR PARCEL, TO DETERMINE ANY LIMITS ON LAWSUITS AGAINST FARMING OR FOREST PRACTICES, AS DEFINED IN ORS 30.930, AND TO INQUIRE ABOUT THE RIGHTS OF NEIGHBORING PROPERTY OWNERS, IF ANY, UNDER ORS 195.300, 195.301 AND 195.305 TO 195.336 AND SECTIONS 5 TO 11, CHAPTER 424, OREGON LAWS 2007, AND SECTIONS 2 TO 9 AND 17, CHAPTER 855, OREGON LAWS 2009.

Dated this 20 day of May, 2010

Lyan E. Goodwin

Christine J. Goodwin

State of Oregon County of DOUGLAS

This instrument was acknowledged before me on

, 2010 by Lynn E. Goodwin and Christine J. Goodwin.

OFFICIAL SEAL
TERRI JO MORGAN
NOTARY PUBLIC - OREGON
COMMISSION NO. 410061
MY COMMISSION EXPIRES DECEMBER 19, 2010

(Notary Public for Oregon)

My commission expires 12-19-2013

RECEIVED BY OWRD

FEB **0 3** 2014

LEGAL DESCRIPTION

"EXHIBIT A"

BEGINNING 24.30 chains West and 27.14 chains North of quarter section corner between Sections 24 and 25, Township 30 South, Range 6 West, Willamette Meridian, Douglas County, Oregon, at rock set for the beginning point; thence from said rock the Northwest pier of the County Bridge across Cow Creek bears North 15° East 2.71 chains distant; thence South 51.5° West 5.30 chains; thence North 38.5° West to center of Cow Creek; thence following the center of Cow Creek in its meanderings downstream to a point where the center of Cow Creek intersects the County Road across Cow Creek; thence following along said County Road to the North and South line dividing the land of William Sanderson and N.B. Winters; thence South along the said line to the place of beginning.

LESS AND EXCEPTING that portion deeded to Douglas County in Instrument No. 2007-4874.

FOR INFORMATIONAL PURPOSES ONLY, THE FOLLOWING IS PROVIDED:

T30S, R06W, S24C TL1200

RECEIVED BY OWRD

FEB 03 2014

SALEM, OR

END OF DOCUMENT

Reference: Title Order No. 0704561 Escrow No. RB0704561

CONTRACT FOR PURCHASE OF AGRICULTURAL WATER FROM GALESVILLE PROJECT

This contract is made on ______, 20 14 between Douglas County, a political

subdivision of the State of Oregon (County), and	
Victor Williams and Susan Williams	(Customer).
COUNTY AND CUSTOMER AGREE:	
1. TERM AND RENEWAL:	
1.1. The initial term of this contract shall begin on March 1, 2 December 31,2023, unless it is sooner terminated as provided herein.	20_ 14 and end on
1.2. As used in this contract, unless the context clearly indicates otherwise, contract" shall mean both the initial term and any extension.	"term" or "term of this
1.3. Customer shall have the right to extend the term of this contract for two of ten years each upon the following conditions:	successive periods
1.3.1. Approximately ninety days prior to expiration of the then curre term, County shall notify Customer in writing that Customer has the right to term at the price set pursuant to section 11.	
1.3.2. Customer may elect to extend the contract term by written no within thirty days after County gives notice of the right to extend. Concurrent notice of extension Customer may request the Board of Commissioners to reduce the price of water in accordance with subsection 11.5.	ly with written eview and
	RECEIVED BY OWRE
1.3.3. No other act or agreement shall be required of the parties to extension after Customer gives proper notice of election to extend the contra Each extension shall take effect on January 1 after Customer gives notice or	effect the act term.
1.3.4. Each extension shall commence on the day following the terr of the initial term or the preceding extension.	nination date SALEM, OR

- 1.4. The provisions of this contract shall apply to any extension except for changes in the purchase price pursuant to section 11; modifications required to comply with federal or state statutes, regulations, or administrative rules; or modifications required to comply with any contract between County and the United States concerning the Galesville Project.
- 1.5. Customer shall not be entitled to extend the term of this contract if Customer is in default under this contract at the time extension is requested by Customer.

2. AUTHORITY OF PUBLIC WORKS DIRECTOR:

- 2.1. The Director of the County Public Works Department (the Director) has authority to administer this contract on behalf of County.
- 2.2. The Director may delegate authority to administer this contract to the Manager of the County Public Works Department, Natural Resources Division, (the Division Manager), except for authority to establish the price of water under section 11 of this contract. The Director shall retain the right to supersede any decision of the Division Manager in the administration and interpretation of this contract.

2.3.	References	to the Director	r in this contract	shall be deemed	to include the	Division Manager,
to the extent	the Director	has delegated	authority to the	Division Manage	er.	

3. WATE	ER ALLOCAT	ION: Each y	ear during the te	rm of this contra	act, County s	hall alloca	ite suffic	ient
acre feet	of storage ca	pacity in the	Galesville Reserv	oir for Custome	er to irrigate	1.00	acres.	This
allocation	shall not exc	eed 2.23	acre feet p	er acre per irriga	ation season	as specif	ied on th	ne
attached	Exhibit A.					-		

4. PERMITS AND CERTIFICATES OF WATER RIGHTS:

- 4.1. County shall file and maintain any reservoir water right permit (County's permit) and certificate to store water in the Galesville reservoir (County's certificate) allocated for the Customer's use. as required by the State of Oregon Water Resources Department or its successor (the State).
- 4.2. Customer, at Customer's expense, shall be responsible for obtaining any permit (Customer's permit) and certificate of water rights (Customer's certificate) for use of the stored water allocated under this contract as required by the State.
- 4.3. Within 6 months after the effective date of this contract, Customer shall provide County with a copy of the application map provided to the State.

5. RELEASE OF WATER:

- 5.1. Subject to the provisions of this contract, County will release into the natural channel of Cow Creek water comprising the allocation described in section 3. Water released for Customer's allocation shall be measured and delivered to Customer's point of diversion of record by County with equipment installed and maintained by County.
- 5.2. County shall report to the State of Oregon all allocated water stored and distributed to Customer's point of diversion of record, including reasonable losses. Customer shall report all water use as described on Customer's water right of record, or as otherwise may be required by the State.
- 5.3. The obligations of County to allocate capacity may be restricted by any lawful order, regulation, or ruling of any governmental agency or provisions of a contract between County and the United States. Such legal restrictions may impair the County's ability to perform its obligations under this contract. In that event, County shall be relieved of its obligations to the extent necessary to comply with the legal restrictions. Customer's payments under this contract shall be reduced proportionally to any reduction in Customer's allocation resulting from such legal restrictions.
- 5.4. Notwithstanding any other provision of this contract, County may suspend release and delivery of water to Customer upon written notice to Customer if Customer fails to make any payment for such water when due.

6. DIVERSION AND USE OF WATER:

- 6.1. Customer shall be wholly responsible for taking, diverting, conveying and utilizing its water and shall bear all losses from Customer's point of diversion.
- 6.2. Customer shall divert the water it is entitled to receive under this contract in accordance with schedules developed by the Customer and County.
- 6.3. The water diverted by Customer may be measured by County at the point of diversion. The point of diversion shall be accessible for inspection and measurement of water at all reasonable times by County. Any easement necessary for County to gain access to the point of diversion shall be provided by Customer when requested by County. RECEIVED BY OWRD

FEB **0 3** 2014

- 6.4. The water shall be utilized for agricultural uses. Customer shall utilize the water only for the uses and only on the real property described in Customer's permit and certificate.
- 6.5. Customer shall be responsible for purchase and installation of a meter or other suitable measuring device if required by the Oregon State Water Resources Department (OWRD). Once installed, it shall be the customer's responsibility to maintain such device in good working order. If requested by OWRD, Customer shall maintain a record of the amount of water use and report water use on such periodic schedule as may be established by OWRD.
- 6.6. If required, Customer shall purchase, install, maintain and operate fish screening equipment and by-pass devices to prevent fish from entering the diversion. Any required screens and/or by-pass devices shall be in place, functional and approved by the requirer, prior to diversion of any water under this contract.
- 7. QUALITY OF WATER: County shall operate and maintain the Galesville dam, reservoir, and related facilities in a reasonable and prudent manner, and shall endeavor in good faith to take adequate measures to maintain the quality of raw stored water at the facilities. County is under no obligation to construct or furnish water treatment facilities to maintain or improve the quality of water. COUNTY MAKES NO WARRANTIES, EXPRESS OR IMPLIED REGARDING THE QUALITY OF WATER RELEASED AND DELIVERED FROM GALESVILLE DAM, RESERVOIR, AND RELATED FACILITIES.
- 8. WATER SHORTAGES: In any year in which a water shortage in the Galesville reservoir occurs, County shall apportion the available water supply among Customer and other users who are entitled to receive water from the reservoir. The quantity of water to be furnished for irrigation shall first be reduced as necessary, but not greater than 15%. Any further reduction in the reservoir water supply shall be shared by Customer and all other users entitled to water from the reservoir in the same proportion that the entitlement of each user, including Customer's entitlement under this contract, bears to the total entitlements of all users.
- **9. WATER CONSERVATION:** Customer acknowledges the critical need for water conservation in the Umpqua River basin. Customer shall implement reasonable and prudent water conservation measures for agricultural activities.
- 10. COMPLIANCE WITH LAW: This contract will be governed by and construed in accordance with laws of the State of Oregon. Each party shall perform its obligations in accordance with all applicable state, federal and local laws, rules and regulations now, or hereafter in effect.

11. PRICE OF WATER:

- 11.1. During the initial term, the price for the allocation stated in section 3 shall be \$ 91.00 per year.
- 11.2. For each discrete ten year extension of the contract term, Customer shall pay the then current rate as established by County in accordance with this section. Notice of the right to extend under subsection 1.3.1 shall state the price of water during the extension.
- 11.3. The Director shall periodically review and adjust the price for water taking into account the following factors:
 - 11.3.1. The current cost of operating and maintaining the Galesville dam, reservoir, and related facilities;
 - 11.3.2. The projected costs for operating, maintaining, and replacing Galesville FEB 0.3 2014 water storage and delivery facilities; and
 - 11.3.3. The price of water sold by similar facilities for similar uses.

FFB 03 2014

- 11.4. The allocation price for each renewal term shall not be increased by more than 10% over the previous term.
- 11.5. Customer may request the Board of Commissioners to review and reduce the price of water established by the Director. Such request shall be in writing and shall be given with the notice of Customer's election to extend the contract term. After considering the factors listed in subsection 11.3, the Board of Commissioners may reduce or affirm the price established by the Director. If the Board of Commissioners fails to take any action on Customer's request to review and reduce the price of water within 30 days after Customer makes the request, the request shall be deemed denied. If Customer is not satisfied with the action of the Board of Commissioners, Customer may rescind Customer's election to extend the contract term and cancel the contract by written notice to County within sixty days after Customer requests the Board of Commissioners to review and reduce the price.

12. PAYMENT:

- 12.1. Customer shall pay County the annual price established by section 11 for the allocation stated in section 3 regardless of whether Customer uses any or all of the water allocated. Except as provided in subsection 12.2, payment shall be made no later than March 31 of each year.
- 12.2. If this contract is dated after March 2 in the year for which water is first to be released then the amount due for the first year only shall be payable within 30 days after the date the contract is signed by County.
- 12.3. Interest shall accrue on late payments at the rate of eighteen percent per annum commencing the day after the date payment is due. Customer shall pay all interest upon the request of County.

13. LIMITATIONS ON LIABILITY:

- 13.1. County shall not be liable for damages or other expenses sustained by Customer resulting from shortages in the quantity of water available for release, or interruptions in water deliveries to Customer, if such shortages or interruptions in deliveries are caused partially or entirely by hostile diversion, accidental damage to County facilities, operational failure of County facilities, or any cause beyond County's control.
- 13.2. Notwithstanding any other provision of this contract, County shall not be liable to Customer for damages caused by failure to comply with any obligation of County under this contract, if such failure results from lack of appropriation of funds necessary to perform such obligation pursuant to ORS 294.305 et seq. (Local Budget Law).
- 13.3. In no event shall County be liable to Customer for any indirect, special, or consequential damages even if Customer previously advised County of the possibility of such damages.

14. DEFAULT:

- 14.1. There shall be a default under this contract if either party materially fails to comply with any provision of this contract within thirty days after the other party gives written notice specifying the breach. If the breach specified in the notice cannot be completely cured within the thirty day period, no default shall occur if the party receiving the notice begins curative action within the thirty day period and thereafter proceeds with reasonable diligence and in good faith to cure the breach as soon as practicable.
- 14.2 If a default occurs, the party injured by the default may elect to terminate this contract and pursue any equitable or legal rights and remedies available under Oregon law, except that Customer's remedies shall be subject to the limitations on damages stated in section 13.
- 14.3. Any litigation arising out of this contract shall be conducted in Circuit Court of the State of Oregon for Douglas County.

- 15. SEVERABILITY: If any provision of this contract is held to be invalid, that provision shall not affect any other provision of this contract. This contract shall be construed as if such invalid provision had never been included.
- 16. NO WAIVER: No provision of this contract shall be waived unless the waiver is written and signed by the party that waives its rights. Any waiver of a breach, whether express or implied, shall not constitute waiver of any other breach.
- 17. SUCCESSORS: The successors, assigns, and legal representatives of Customer and County shall be subject to all provisions of this contact. Customer shall not assign Customer's rights or obligations under this contract without prior written consent of County.

18. NOTICES:

- 18.1. Any notice required to be given under this contract shall be in writing and shall be given by personal delivery or mail, except that any notice required by law shall be given in the manner specified in the applicable law.
- 18.2. Notices to County shall be directed to Thomas R. Manton, Division Manager, Douglas County Public Works Department, Natural Resources Division, Room 306, Douglas County Courthouse, 1036 SE Douglas Street, Roseburg, OR, 97470.
 - 18.3. Notices to Customer shall be directed to:

Victor and Susan Williams 121 Glenbrook Loop Rd., Riddle, OR 97469 19. ENTIRE AGREEMENT: This contract is the final and complete agreement of the parties and supersedes all prior and existing written or oral understandings. No modification of this contract shall be valid unless it is in writing and signed by the parties. **BOARD OF COUNTY COMMISSIONERS** CUSTOMER OF DOUGLAS COUNTY, OREGON By_ Robert G. Paul, PE, Director, Public Works Department, Authority to sign agreement Granted by Order of Board of Commissioners dated June 26, 2002. Date $\frac{1-2}{-30/4}$ Date _____ REVIEWED AS TO CONTENT RECEIVED BY OWRD Manager, Natural Resources Division FFR 03 2014 Coding 215-0000-2810-00-012010

EXHIBIT A

COMPUTATION OF RATE:

PRIMARY IRRIGATION

1.	1.00 acre each irrigat		n. This allocation shall r	not exceed 2.23 acre feet per
	Acre Feet: 2.2	23	Annual Cost: \$	91.00
		SUPPLEMEN	TAL IRRIGATION	
2.	Rights whose pr	iority is between March 26,	1974, and November 3,	1983:
			h Umpqua River and/or	shall not exceed 1.5 acre feet Cow Creek or 1.0 acre foot
	Acre Feet:		Annual Cost: \$	<u> </u>
3.	Rights whose pr	iority is between October 24	4, 1958, and March 26,	1974:
			h Umpqua River and/or	shall not exceed 1.0 acre feet Cow Creek or 0.6 acre foot
	Acre Feet:		Annual Cost: \$	
4.	Rights whose pr	iority is prior to October 24,	1958:	
			h Umpqua River and/or	shall not exceed 0.5 acre feet Cow Creek or 0.3 acre foot
	Acre Feet:		Annual Cost: \$	S
	Note: Instream	delivery losses are not inclu	ided in the above alloca	tions.
	Summary:			
		Total Acres:	1.00	_ acres
		Total Allocation:	2.23	_ acre feet
		Total Cost:	\$_91.00	_

RECEIVED BY OWRD

FEB 0 3 2014