

### AQUIFER STORAGE and RECOVERY (ASR) LIMITED LICENSE #006

The Oregon Water Resources Commission issues this limited license for ASR TESTING to:

City of Pendleton  
Bob Patterson  
500 SW Dorion Avenue  
Pendleton, OR 97801

Telephone: (541) 966-0249

This limited license allows diversion of up to 10,400 gpm from the Umatilla River and/or 3,750 gpm using existing "spring" collection structures located along the Umatilla River, using the authorization of Certificates 2604, 2582, 3927, 7993, 8051, 8052, Permit S-458, and ORS 538.450. Total diversions from the Umatilla River, including diversions under this limited license, shall not exceed the amount allowed by these authorizations.

The point of diversion on the Umatilla River, when authorized by transfer, is located at T2N/R32E, Section 12, NW1/4 NE1/4.

The existing, specifically-authorized, "spring" collection structures are located at:

- T2N/R35E, Section 4, SW1/4 NE1/4;
- T2N/R35E, Section 6, SE1/4 NE1/4;
- T3N/R35E, Section 34, SE1/4 SE1/4;
- T3N/R35E, Section 36, SE1/4 NW1/4; and
- T3N/R35E, Section 36 SW1/4 NW1/4.

The licensee may store up to 3.227 billion gallons using six injection wells. The maximum injection rates are as follow:

T2N/R32E, Section 2, SE1/4 SE1/4	Well 1 (Byers)	1800 gpm
T2N/R32E, Section 2, SW1/4 SW1/4	Well 5 (Stillman)	3500 gpm
T2N/R32E, Section 9, SE1/4 NW1/4	Well 8 (Prison)	1700 gpm
T2N/R32E, Section 10, SE1/4 NW1/4	Well 2 (Round-up)	2400 gpm
T2N/R32E, Section 7, NW1/4 NE1/4	Well 14	2000 gpm
T2N/R32E, Section 9, NW1/4 NE1/4	Well 4 (Hospital)	1050 gpm

**This is a final order in other than contested case.** Pursuant to ORS 536.075 and OAR 137-004-080 and OAR 690-01-005 you may either petition the Director for reconsideration of this order or petition for judicial review of this order. As provided in ORS 536.075, this order is subject to judicial review under ORS 183.484. Any petition for judicial review of the order must be filed within the 60 day time period specified by ORS 183.484(2).

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The licensee may recover a combined withdrawal of up to 15,165 gpm of stored water through the same six wells. The maximum withdrawal rates are as follow:

Well 1 (Byers)	1800 gpm
Well 5 (Stillman)	2375 gpm
Well 8 (Prison)	3500 gpm
Well 2 (Round-up)	2500 gpm
Well 14	4100 gpm
Well 4 (Hospital)	890 gpm

The maximum storage duration is the five year duration of this limited license.

Except as it conflicts with other provisions of this limited license, the licensee is authorized to pursue the project schedule, monitoring, and other features noted in the ASR pilot test program. That plan may be amended and approved pursuant to condition (4)(A)(iii). The project schedule in the ASR test program may be reasonably adjusted by the licensee to reflect the license issuance date or other delays. Features of that ASR testing program are provided in the application documents entitled:

Aquifer Storage and Recovery (ASR)  
Pilot Test Program for  
The City of Pendleton, Oregon  
Prepared by CH2M HILL  
April, 2002

Addendum to City of Pendleton's Application for  
Limited License to Conduct ASR Pilot Study  
Prepared by CH2M HILL  
February, 2003

This limited license is issued with the following conditions:

1) License Renewal. The limited license may be renewed if the licensee demonstrates to the Director's satisfaction that further testing is necessary and that the licensee complied with the terms of the limited license.

2) Notice Prior to Injection and Recovery. The licensee shall give notice, in writing, to the watermaster not less than 15 days in advance of either initiating any injection under the limited license or recovering stored water. (For initial startup in 2003, the licensee shall have a two working-day, advance notice requirement.) The injection notice shall include the limited license number, the location of the injection source water diversion, the quantity of water to be diverted from that source, the time of injection, and the place of injection. The recovery notice shall include the limited license number, the location of the recovery well(s), the time of recovery, and the quantity of water to be recovered.

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3) Record of Use. The licensee shall maintain a record of injection and recovery, including the total number of hours of injection and recovery and the total metered quantity injected and recovered. The record of use may be reviewed by Department staff upon request.

4) Modification/Revocation. The Department shall notify the licensee in writing and allow the licensee to respond when considering the following actions:

(A) The Director may modify the ASR limited license for any of the following reasons:

- (i) to reflect changes in Oregon Health Division (HD) and Oregon Department of Environmental Quality (DEQ) water quality or treatment standards;
- (ii) to address needed technological changes as requested by DEQ or HD to minimize constituents regulated under OAR 333-61-030 (ORS 448.131 and .273) or OAR 340-40 (ORS 468B.165);
- (iii) upon written request from the applicant for minor adjustments to the authorization in the limited license. (For purposes of this license, a well location change to an adjacent 1/4 1/4 section is a minor adjustment.)

(B) The Director may revoke or modify the ASR limited license for any of the following reasons:

- (i) to prevent or mitigate injury to other water rights, minimum perennial streamflows or aquifer water quality;
- (ii) to address any other unintended, injurious effects of the ASR activity; or
- (iii) failure to maintain compliance with all conditions of this limited license.

(C) The Department may offer an additional public comment opportunity consistent with the notice and comment provisions of OAR 690-350-020 prior to modifying the limited license.

5) Priority/Protection. This limited license does not receive a priority date and is not protected under ORS 540.045. The diversion of water for this ASR testing under the authorities of Certificates 2604, 2582, 3927, 7993, 8051, 8052, Permit S-458, and ORS 538.450 retains the priority date and protection of those water rights.

6) Compliance with Other Laws. The injection of acceptable water into the aquifer as well as its storage and recovery under this limited license shall comply with all applicable local, state or federal laws. This shall include but not be limited to compliance with the Oregon Department of Environmental Quality's (DEQ's) Underground Injection Control registration program as authorized under the Safe Drinking Water Act (40 CFR 144.26). Also, all pilot test discharges to waterways must be covered by a DEQ National Pollution Discharge Elimination System (NPDES) permit.

7) Detailed Testing Plans. The licensee shall submit a detailed plan of testing for each injection well as the project develops. The licensee shall obtain Department approval of a detailed plan before injection testing at a well may begin. The Department may approve, condition, or reject a detailed plan.

8) Water Quality Conditions and Limits:

(A) The licensee shall minimize, to the extent technically feasible, practical and cost-effective, the concentration of constituents in the injection source water that are not naturally present in the aquifer;

(B) Except as otherwise provided in (C) of this condition, if the injection source water contains constituents regulated under OAR 333-61-030 (ORS 448.131 and .273) or OAR 340-40 (ORS 468B.165) that are detected at greater than 50 percent of the established levels (MCLs or MMLs in the cited rules), the licensee shall employ technically feasible, practical and cost-effective methods to minimize concentrations of such constituents in the injection source water;

(C) Constituents that have a secondary contaminant level or constituents that are associated with disinfection of the injection source water may be injected into the aquifer up to the standards established under OAR 333-61-030 (ORS 448.131 and .273);

(D) The Department may, based upon valid scientific data, further limit certain constituents in the injection source water if the Department finds that those constituents will interfere with or pose a threat to the maintenance of the water resources of the state for present or future beneficial uses;

(E) If during the course of ASR testing, a constituent which is regulated under OAR 333-61-030 (ORS 448.131 and .273) or OAR 340-40 (ORS 468B.165) is detected above the 50% level prescribed in condition (8)(B) or the 100% level prescribed in condition (8)(C), the licensee shall immediately stop injection activities upon receipt of lab data and notify the Department within five days.

9) Water Quality Sampling.

(A) Injection Water. The licensee shall sample and analyze injection water for the constituents regulated under OAR 333-61-030 (ORS 448.131 and .273) or OAR 340-40 (ORS 468B.165) as well as other constituents as described in the pilot test program dated April, 2002.

(B) Wells. The licensee shall sample receiving aquifer water at the well prior to any storage at the well. The licensee shall sample for the constituents regulated under OAR 333-61-030 (ORS 448.131 and .273) or OAR 340-40 (ORS 468B.165) as well as other constituents as described for wells in the pilot test program dated April, 2002.

(C) Withdrawal of Stored Water. The licensee shall analyze water withdrawn from storage for the constituents regulated under OAR 333-61-030 (ORS 448.131 and .273) or OAR 340-40 (ORS 468B.165) as well as other constituents as described in the pilot test program dated April, 2002 and OAR 690-350-020(3)(b)(F)(iv).

10) Water Level Monitoring. The licensee shall monitor water levels in wells in the manner described in the pilot test program dated April, 2002. The licensee shall submit a detailed water level monitoring plan for testing at each subsequent injection well.

11) Recovery. The availability of stored water for recovery is based on the following factors:

(A) Available stored water is determined on a well-by-well basis. The licensee may recover up to 95% of the quantity injected under this limited license during the water year that the water was injected. After that water year, the availability of stored water shall be further diminished each water year such that the licensee may only recover up to 95% of any water year-to-water year storage carryover. (For example, water year 2003 lasts from October 1, 2002 through September 30, 2003.) (Data collected by the licensee may be useful in consideration of modifications to this recovery provision under the limited license.)

(B) Any water withdrawn from an ASR well identified in this limited license shall first be debited against the quantity available in the aquifer by virtue of ASR storage. When the ASR storage is depleted at an ASR well, any water withdrawn from an ASR well shall be considered a draft of natural ground water, requiring separate or additional authorization. This limited license does not authorize withdrawal of more water than was injected.

(C) The availability of stored water is a running account that is subject to determination at any time.

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12) Reporting. Except as otherwise noted, the licensee shall provide the Department a written report of the results of ASR testing for each water year by February 15th of the following water year. The first report shall be due in 2004 and include results from water year 2003. The report shall detail the several kinds of data collected during the water year (including the water quality results in condition 9), analyze those data to show the ASR project impacts on the aquifer, indicate the testing/development progress made under the terms of the limited license, and account for the injection of stored water, withdrawals of stored and natural water, and the new-year carryover storage at each well.

13) Protection for Existing Users. In the event of conflicts with existing appropriators, the licensee shall conduct all testing so as to mitigate the injurious effects. In addition, the licensee shall cooperate with the efforts of the Department to protect existing water rights and the water quality of existing users that rely upon the receiving aquifer and the injection source water.

14) Use of Recovered Water. The licensee shall use any recovered water for the use allowed in the diversion authorization. Specifically, the licensee shall use any recovered water for the purposes described in Certificates 2604, 2582, 3927, 7993, 8051, 8052, Permit S-458, and ORS 538.450.

15) Periodic Meetings. The licensee shall alert the Ground Water/Hydrology Section of the Department of the meetings of the licensee's technical review group of the ASR project in order that Department staff may attend and track the periodic progress of the testing project.

16) Additional Conditions on an Informal Basis. The Department may suggest additional conditions to the licensee. Provided that those conditions are agreed to and undertaken by the licensee, the Department may forego formal changes to this license. This informal process does not extend to condition reductions. These additional conditions may be part of any license renewal or permit.

17) Publicity. The licensee shall maintain a public information program about the ASR project, which may include press releases, neighborhood meetings, brochures, or other activities. This program shall include information on potential project impacts and how to report possible impacts to the licensee. The licensee shall share such reports with the watermaster within five days of receipt.

18) Other Measures. The licensee shall take any additional measures appropriate to address the ASR-related issues of landslide activation, seepage, streamflow increases, aquifer boundary determination, aquifer storage efficiency, and water quality protection so that these issues can be addressed during review of the ASR permit application.

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19) Carryover Storage. At the end of testing under this limited license, the licensee shall provide an accounting to the Department of the residual stored water based on the methods of determination given in this license. The Department shall consider this residual for carryover to a permanent ASR permit based on information, which discloses the aquifer's ability to retain stored water.

20) Well Repairs. The Department reserves the option to revisit the well reconstruction issue at the time of ASR permit issuance. A decision will be made at that time based on another look at whether well construction results in damage to the resource or injury to other users, or whether use of the well in its current state would preclude the proper operation of the project for its intended purpose. (The latter could include, but is not limited to, consideration of water quality factors including the potential for contamination, mechanical stability of the well, commingling of aquifers, adequacy of access for measurement purposes, and potential for loss of artesian head.)

21) Authorization Needed for Umatilla River Point of Diversion. Authorization by transfer is needed in order to divert water from that point for ASR testing. This ASR limited license does not provide that authorization.

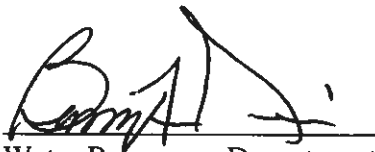
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This license is issued with proper conditions upon finding that:

- i) The proposed ASR testing will not impair or be detrimental to the public interest;
- ii) The proposed ASR testing will produce information that will adequately describe the water quality and quantity response in the aquifer and at nearby wells and springs due to ASR activities; and
- iii) The proposed use will not expand use under an existing water right.

This license shall be in effect beginning March 11, 2003, and shall expire March 11, 2008.

WITNESS my hand this 11<sup>th</sup> day of March, 2003.

  
Water Resources Department  
for Paul R. Cleary  
Director

