## RESPONSE TO NOTICE OF MITIGATION OBLIGATION MUNICIPAL OR QUASI-MUNICIPAL INCREMENTAL DEVELOPMENT PLAN

Municipal or Quasi-Municipal groundwater permit applicants may satisfy a mitigation obligation by incrementally obtaining and providing mitigation to coincide with the incremental development of the permit, provided mitigation is provided prior to each stage of development of the permit, in accordance with the standards under OAR 690-505-0610(2)-(5). A mitigation obligation may be satisfied by obtaining mitigation credits, providing for implementation of a mitigation project, or both (OAR 690-505-0610(2)). Please read and complete this acknowledgment of mitigation obligation and return it to the Department at the address above.

Applicant(s): DIAMOND MEADOWS TRACT 1384 HOMEOWNERS ASSOCIATION INC.

Applicant's agent (if applicable): JOHN SHORT, WATER RIGHT SERVICES, LLC

Application number: G-19030

Proposed Use: QUASI-MUNICIPAL USE

Period of Use requested: QUASI-MUNICIPAL USE

Rate requested: 0.08 CUBIC FOOT PER SECOND

Volume requested: 56.5 ACRE-FEET

Mitigation Obligation: 22.6 ACRE-FEET

Zone of Impact: LITTLE DESCHUTES RIVER (located anywhere in the Little Deschutes Basin above

the mouth of the Little Deschutes River)

## Please read and initial the following statements:

We intend to provide incremental mitigation.

- We understand that mitigation must be provided prior to each stage of development of the permit and that the mitigation must meet the requirements of OAR 690-505-0610(2)-(5).
- We understand that the first increment of mitigation must be obtained, submitted to the Department and legally protected instream prior to a permit being issued.
- We understand that after receiving the water right permit, I (we) may not increase water use without providing the corresponding required mitigation.
- We understand that we will be required to submit a new or update Water Management and Conservation Plan under OAR Chapter 690, Division 86 within 2 years of the Department issuing a permit.
- We understand that may we modify the incremental development plan and related mitigation obligation only with prior written Departmental approval.

Please estimate the time schedule for development of the water right permit and the proposed source of mitigation that may be obtained and used prior to each stage of development (this proposed development schedule must describe 100% of the requested volume).

For the first increment of permit development we will need approximately 2.75 acre-feet of the 56.5 acre-feet requested in the application. The first increment of mitigation will be required by 3-6-2020 (date).

The proposed source of mitigation water for this increment of use will be (please check):
Purchase mitigation credits and / or A mitigation project resulting in credits
Please describe the type of project (e.g., transfer, etc.) and any associated water-right certificate, if known:  This tream transfer T-11508
By 2028 (approximate year), for the second increment of permit development, I (we) will need approximately additional acre-feet of the 56.5 total volume requested in the application.  The proposed mitigation source for this increment of use will be: (please check)
Purchase mitigation credits and / or A mitigation project resulting in credits
Please describe the type of project (e.g., transfer, etc.) and any associated water-right certificate, if known:  Leased witigation

## Incremental Development beyond increments one and two:

Please complete a section for each subsequent stage of Incremental Development beyond the first two using the additional page below.

Application: G-19030 Applicant: DIAMOND MEADOWS TRACT 1384 HOMEOWNERS ASSOCIATION INC.
By 2035 (approximate year), for the 3rd increment of permit development, we will need approximate additional acre-feet of the 56.5 total volume requested in the application.
The proposed mitigation source for this increment of use will be (please check):
Purchase mitigation credits and / or A mitigation project resulting in credits
Please describe the type of project (e.g., transfer, etc.) and any associated water-right certificate, if known:  Leased Mitigation
By <u>2040</u> (approximate year), for the <u>4th</u> increment of permit development, I (we) will need approximately <u>56.5</u> additional acre-feet of the <u>56.5</u> total volume requested in the application.
The proposed mitigation source for this increment of use will be (please check):
Yurchase mitigation credits and / or A mitigation project resulting in credits
Please describe the type of project (e.g., transfer, etc.) and any associated water-right certificate, if known:

## ATTACH ADDITIONAL PAGES AS NECESSARY

Mail to:

Attn: Kim French

OWRD, Water Right Services Division 725 Summer Street, NE - Suite A,

Salem OR, 97301-1271