

MEMORANDUM

To: Files 2-2173, 2-2357, 2-7046C, 2-7046D, 2-11665

From: Cynthia Bridge Clark

Date: January 11, 2005

Re: Lease of Water Rights to the State Water Supply Bank

HLM Castlevue, LLC filed applications to lease all of the above referenced water rights to the water supply bank. The rights are all claimed in the Snake River Basin Adjudication (SRBA) but have not yet been reviewed. They are diverted through a combined system and overlap decreed rights 57-235 and 57-11665 diverted from Castle Creek. Preliminary recommendations in the SRBA indicate there may be combined limits that should be considered in renting the leased water rights. Additionally, the basin 57 rights have not been offered for lease. Therefore, rental of the leased rights may constitute an enlargement if water is diverted under the basin 57 water rights.