

EXHIBIT 16-E

2004-2005 BUDGET PROCESS
EXPENDITURE REDUCTIONS
JUNE 21, 2004 BOARD MEETING

	<u>Amount</u>	<u>Description/Consequence</u>
<u>PERSONNEL</u>		
Workers Comp	(6,300)	Adjust amount budgeted to actual rates
Staff Development	(6,000)	Additional reductions for staff training
Contingency	(300)	Percentage of above
<u>SERVICES & SUPPLIES</u>		
Office Supplies	(2,000)	
<u>FIXED ASSETS</u>		
New cubicle near computer room	(7,000)	Defer purchase
Large paper deck for Cannon copier	(1,700)	Defer purchase
Replacement of raid server for new windows email	1,600	Add back necessary item
<u>PROGRAM EXPENSES</u>		
1-3-5 A - CPUC process, Plan B/Coastal Water Project	(10,000)	Remove funding
2-4-1 F - Sediment control & intake retrofit project	(12,500)	Remove contingency funds
2-6-1 F - Maintain ALERT network hardware	(3,000)	Delete (Cal-Am should do)
2-6-2 E.4 CEQA compliance support for Seaside GW mngmt. Plan	(25,000)	Remove funds not needed until 2005-2006
4-1-2 B - Water credit transfer - legal assistance	(15,000)	Remove funding
4-1-5 Monitor Cal-Am water use	(10,400)	Remove funding not needed
4-2-6 A - Retrofit program-promote program	(20,000)	Remove funding
<u>OTHER</u>		
Contingency	(4,800)	Percentage of above
Additional Expenditure Reductions	<u><u>(\$122,400)</u></u>	