

EXHIBIT 16-F

**BUDGET DOES NOT INCLUDE COSTS OF 2nd ASR WELL**

**Estimated Costs of 2nd Well**

Bid preparation and support	\$10,000
Construction management	70,000
Summary report	15,000
C-57 contractor	750,000
Army lease amendment	10,000
Total	<u>\$855,000</u>

Additionally, it is estimated that \$500,000 of improvements would need to be made to the Cal-Am distribution system to maximize efficiency of the new well.

asr2

05/20/04