

**EXHIBIT 32-E**

**DERIVATION OF WATER RATIONING TRIGGERS  
FOR THE MONTEREY PENINSULA WATER RESOURCE SYSTEM  
FOR WATER YEAR 2013**

PRODUCER	MAY-SEPTEMBER DEMAND	CARRYOVER STORAGE NEEDS FOR NEXT YEAR DEMAND				TOTAL STORAGE REQUIRED ON MAY 1			
		Percent of Annual Demand				Water Rationing Stage			
		100%	67%	33%	0%	4	5	6	7
						15%	20%	35%	50%
						System-wide demand reduction imposed if storage is less than "Total" shown in boxed area below			
Cal-Am	6,604	12,882	8,631	4,251	0	19,486	15,235	10,855	6,604
Non Cal-Am	<u>1,946</u>	<u>3,046</u>	<u>2,041</u>	<u>1,005</u>	<u>0</u>	<u>4,992</u>	<u>3,987</u>	<u>2,952</u>	<u>1,946</u>
Total	8,550	15,928	10,672	5,256	0	<b>24,478</b>	<b>19,222</b>	<b>13,807</b>	<b>8,550</b>

Notes:

1. The May-September period refers to the remainder of the current water year.
2. Carryover storage refers to the volume of usable surface and groundwater that is in storage at the end of the current water year and is projected to be available for use at the beginning of the following water year.
3. Total storage refers to the combination of demand remaining from May 1 to the end of the current water year and carryover storage for the next water year that is required to avoid imposing various levels of water rationing. The values in **bold type** represent the storage triggers that would be used for the system in Water Year 2013. The values are based on the production limits for California American Water (Cal-Am) from Carmel River sources (10,187 acre-feet in WY 2013 and 10,006 acre-feet in WY 2014) set by State Water Resources Control Board Order WR 2009-0060, the production limit for Cal-Am from the Seaside Groundwater Basin (2,816 acre-feet in WY 2013 and WY 2014) set by the Court in its March 27, 2006 adjudication decision and adjusted by the Seaside Watermaster on November 30, 2011, and the production limit specified for non Cal-Am users from the Monterey Peninsula Water Resource System set in the District's Water Allocation Program (Ordinance No. 87).
4. The rationing triggers are based on physical water availability and do not account for legal or environmental constraints on diversions from the Carmel River system.