

**DEPARTMENT OF THE NAVY  
FAMILY HOUSING - 2005 BUDGET ESTIMATES  
JUSTIFICATION  
MARINE CORPS**

**UTILITIES**

<u>FY 2004</u>	<u>FY 2005</u>
\$37,148,000	\$37,073,000

Reconciliation of Increases and Decreases

		<u>(Dollars in Thousands)</u>
1. FY 2004 President's Budget Request		37,148
2. FY 2004 Appropriated Amount		37,148
3. FY 2004 Current Estimate		37,148
4. Pricing Adjustments		548
a. Inflation	548	
5. Program Decreases		(1,190)
a. Inventory reduction	(1,190)	
6. Program Increases		567
a. Inventory increase	567	
7. FY 2005 President's Budget Request		37,073

**RATIONALE FOR CHANGES IN THE UTILITIES ACCOUNT.** Pricing adjustments are proposed in the Utilities account for inflation increases. Program and price increases and decreases reflect cost adjustments associated with providing electricity, gas, water, and sewage for newly acquired and renovated units. Program increases are due to costs associated with the change in inventory. Program decreases reflect reduced usage for inventory off line, demolished or privatized, reduced consumption in accordance with Executive Order 12902 of 30% by 2005 and energy conservation. The Marine Corps continues to stress energy conservation through provision of energy efficient appliances and HVAC systems, energy conservation measures incorporated in new construction and revitalization projects and aggressive energy conservation awareness programs.