

EXHIBIT 3-A

MPWSP - Confidential Settlement Discussions Appendix 2

\$Million	9.6 MGD			6.4 MGD		
	Low	Probable	High	Low	Probable	High
Plant Capital	265.2	312.0	378.2	229.0	269.4	324.9
AFUDC	<u>7.2</u>	<u>8.8</u>	<u>11.0</u>	<u>6.4</u>	<u>7.8</u>	<u>9.8</u>
Total Capital	272.4	320.8	389.2	235.4	277.2	334.7
Surcharge 2	<u>71.5</u>	<u>71.5</u>	<u>71.5</u>	<u>71.5</u>	<u>71.5</u>	<u>71.5</u>
Remaining Funding	200.9	249.3	317.7	163.9	205.7	263.2
CAW Equity	73.5	86.5	105.3	63.5	74.8	90.5
SRF Debt	65.2	76.8	93.4	56.4	66.4	80.2
Public Financing - 30Y	62.2	86.0	119.0	44.0	64.5	92.5
Yr 1 Cost to Customer	29.0	33.3	39.9	32.5	36.2	41.5
Yr 1 Rate Base	68.3	79.7	96.3	59.0	69.0	82.7
Debt % (pub fin not debt)	47%	47%	47%	47%	47%	47%
Debt % (pub fin is debt)	63%	65%	67%	61%	64%	66%
Equity % of Total Capital	27%	27%	27%	27%	27%	27%
1st Year RR + Base	86.7	91.0	97.6	90.2	93.9	99.2
Last Yr Base + Surcharge	92.1	92.1	92.1	92.1	92.1	92.1
% Change	(5.9%)	(1.3%)	5.9%	(2.1%)	1.9%	7.6%