

EXHIBIT 3-A

From Attachment C-3 of AL-1220

| Project Summary (\$MM) - 6.4MGD - Tier 2 | |
|---|----------------|
| <u>Capital Investment</u> | |
| Desal Plant | \$239.1 |
| CAW -Only Facilities | \$39.9 |
| Capitalized AFUDC, Net of Tax | \$22.6 |
| Total Project Cost | 301.6 |
| <u>CAW Rate Base - Dec 2021</u> | |
| Utility Plant * | \$326.0 |
| SRF Funded Costs * | (\$73.3) |
| Surcharge Funded Costs * | (24.8) |
| Pub Agency Funded Costs | (129.8) |
| Deferred Taxes | (0.2) |
| Total CAW Rate Base | \$97.9 |
| <i>* Net of depreciation & amortization</i> | |
| <u>Total Cost to Customer</u> | |
| CAW Pre-Tax Equity Cost | \$12.3 |
| CAW Pre-Tax Debt Cost | \$0.0 |
| Depreciation & Amortization | \$1.9 |
| General Taxes | \$1.0 |
| Fixed O&M | \$3.3 |
| Variable O&M | \$7.8 |
| Year 1 CAW Rev Req (\$MM) | \$26.3 |
| Customer SRF Surcharge | \$4.7 |
| Public Agency Costs | \$7.1 |
| Total Yr 1 Cost to Customer | \$38.1 |
| <i>Fixed Cost per AF</i> | <i>\$2,844</i> |
| <i>Variable Cost per AF</i> | <i>\$729</i> |
| Total Cost per AF | \$3,573 |
| NPV at 9.6% of cash flows through 2056 | \$203.4 |
| <i>Notes: - Pre-tax cash flows should be discounted at a pre-tax rate</i> | |
| <i>- NPV is as of 2013</i> | |
| <u>CAW Captial Structure</u> | |
| CAW Equity | 55.4% |
| CAW Debt | 0.0% |
| SRF Debt | 44.6% |
| Total | 100.0% |