

	Applicability	Timing/Frequency	Recovery Cap	Included Plant	Reduced ROE for DSIC
Delaware (DSIC)	Water	Semi-annually	7.5% of revenue between rate case; not > 5% in any 12 month period	Replacement mains, valves, services, meters and hydrants, main extensions, un-reimbursed relocating expenditures; new facilities, plant or equipment required due to change in State or federal water quality standards, and projects on government task force list	No
California	Water		7% of 2007 revenues	Capital projects approved by the California PUC	No
Connecticut (WICA) Water infrastructure and conservation adjustment	Water	Semi-annually Annual reconciliation by Feb 28	5% per year; maximum of 7.5% between rate cases	Replacement mains, valves, services, meters, hydrants, main cleaning and re-lining projects, relocation of facilities and leak detection equipment	No
Pennsylvania (DSIC)	Water	Quarterly	7.5% of revenue between rate cases	Replacement services, meters, hydrants, mains, valves, new mains ¹ , main cleaning and re-lining and un-reimbursed highway relocations.	No
New York (DSIC)	Water	Semi-annually	Company specific \$ capex	Wells, treatment plants, replacement mains, services and meters	No

¹ New mains installed to eliminate dead ends and to implement solutions to regional water supply problems that have been documented as presenting a significant health and safety concern for customers.

	Applicability	Timing/Frequency	Recovery Cap	Included Plant	Reduced ROE for DSIC
Indiana (DSIC)	Water	not > once every 12 month period; not in year of rate case being filed prior to DSIC filing (Grubb)	5% of revenue between rate cases	Replacement and reinforcement mains, hydrants, services and meters and not included in last rate case (Grubb)	No
Illinois (QIPS) Qualifying Infrastructure Plant Surcharge	Water and wastewater	Annually (prospective plant) Quarterly (historic plant)	5% of revenue between rate cases	<u>Water</u> : Mains, services, meters, hydrants and looping dead ends <u>Sewer</u> : Force and gravity collection mains, services and manholes	No
Missouri (IFSR) Infrastructure System Replacement Surcharge	Water	Semi-annually Depreciation and property tax, all others have pre-tax ROR Annual reconciliation	Not in excess of 10% of previously approved revenue	Mains, valves, hydrants, main cleaning and re-lining and facility relocations	No

<p>Ohio (SIC) System Infrastructure Charge</p>	<p>Water and wastewater</p>	<p>Once every 12 month period</p>	<p>3% per year for maximum of 3 years</p>	<p>Water: Replacement mains, valves, service lines, hydrants, main extensions, main cleaning or re-lining, un-reimbursed relocation expenditures, land or land rights related to qualifying plant. Sewer: replacement mains and lift stations, main extensions, main cleaning, I&I elimination or re-lining, un-reimbursed facilities relocation expenditures, land or land rights needed related to qualifying plant</p>	<p>No</p>