Missouri-American Water Company
Cost Savings From Refinancing Tax-Exempt Debt
Information as of 12/31/06

Debt Issue Subledger	Rate	Issue Date	Maturity Date	Principal Amount	Unamortized Issuance Expense	Monthly Amortization	Net Proceeds	Annual Debt Exp	Annual Interest Expense	Total Cost	Net Present Value Savings (a)
BD170008	5.500%	05/18/93	01/01/23	4,835,000	207,691	1,082	4,627,309	12,981	265,925	278,906	
BD170010	5.850%	07/26/96	07/01/26	6,000,000	290,325	1,241	5,709,675	14,889	351,000	365,889	
BD350009	5.500%	02/01/93	02/01/23	14,880,000	418,221	2,167	14,461,779	26,004	818,400	844,404	
BD350010	5.700%	06/01/95	06/01/25	11,885,000	363,435	1,645	11,521,565	19,734	677,445	697,179	
BD350011	5.500%	11/01/96	11/01/26	19,880,000	629,769	2,646	19,250,231	31,752	1,093,400	1,125,152	
				57,480,000	1,909,441	8,780	55,570,559	105,360	3,206,170	3,311,530	
Cost of Long-Term Debt [Total Annual Cost/Net Proceeds] - Before Refinancing										5.959%	
BD170008	5.500%	05/18/93	01/01/23		207,691	1,082	(207,691)	12,981	-	12,981	387,305
BD170010	5.850%	07/26/96	07/01/26		290,325	1,241	(290,325)	14,889	-	14,889	823,991
BD350009	5.500%	02/01/93	02/01/23		418,221	2,167	(418,221)	26,004	-	26,004	1,196,258
BD350010	5.700%	06/01/95	06/01/25		363,435	1,645	(363,435)	19,734	-	19,734	1,350,970
BD350011	5.500%	11/01/96	11/01/26		629,769	2,646	(629,769)	31,752	-	31,752	1,868,065
BD170017	**4.600%**	**12/20/06**	**12/01/36**	**57,480,000**	**1,428,727**	**3,969**	**56,051,273**	**47,624**	**2,644,080**	**2,691,704**	
				57,480,000	3,338,168	12,749	54,141,832	152,984	2,644,080	2,797,064	5,626,589
Cost of Long-Term Debt [Total Annual Cost/Net Proceeds] - After Refinancing										5.166%	
								(47,624)	562,090	514,466	
Cost of Long-Term Debt [Total Annual Cost/Net Proceeds] - Change due to Refinancing										-0.793%	

(a) Net Present Value Savings calculations use the arbitrage yield and each debt issue's natural maturity to determine the dollar amount of savings due to refinancing each debt issue.