

Capital Asset Pricing Model - Combined Proxy Group

	[1]	[2]	[3]	[4]	[5]
		Water Proxy Group	S&P 500 Estimated Required Market	Market Risk	
	Risk Free Rate	Average Beta	Return	Premium	CAPM ROE
Current 30-Year Treasury (30-day Average)	4.63%	0.83	14.00%	9.37%	12.44%
Current 30-Year Treasury (90-day Average)	4.50%	0.83	14.00%	9.50%	12.42%
Current 30-Year Treasury (180-day Average)	4.51%	0.83	14.00%	9.49%	12.42%
Mean					12.42%

[1] Source: US Treasury Department

[2] Source: Attachment JC-5

[3] Source: Attachment JC-6

[4] Equals [3] - [1]

[5] Equals [1] + ([2] x [4])