

Expected Earnings Analysis

		[1]	[2]	[3]	[4]	[5]	[6]	[7]	[8]	[9]	[10]
		Expected ROE	Total Capital	Common	Total Equity	Total Capital	Common	Total Equity	Compound	Adjustment	Adjusted
Company	Ticker	2027-2029	2023	Equity Ratio	2023	2027-2029	Equity Ratio	2027-2029	Annual	Factor	Return on
				2023					Growth Rate		Common
											Equity
Amer. Water Works	AWK	11.00%	\$21,512	45.50%	\$9,788	\$31,700	60.00%	\$19,020	14.21%	1.066	11.73%
Amer. States Water	AWR	12.00%	\$1,643	47.20%	\$776	\$2,510	47.50%	\$1,192	8.98%	1.043	12.52%
California Water	CWT	9.00%	\$2,480	57.50%	\$1,426	\$2,445	63.00%	\$1,540	1.56%	1.008	9.07%
Middlesex Water	MSEX	12.50%	\$783	54.00%	\$423	\$720	59.50%	\$428	0.26%	1.001	12.52%
SJW Group	SJW	8.00%	\$2,760	44.70%	\$1,234	\$2,325	57.00%	\$1,325	1.44%	1.007	8.06%
Essential Utilities	WTRG	9.50%	\$12,722	46.30%	\$5,890	\$17,350	45.00%	\$7,808	5.80%	1.028	9.77%
Mean											10.61%
Median											10.75%

[1] Source: Value Line

[2] Source: Value Line

[3] Source: Value Line

[4] Equals [2] x [3]

[5] Source: Value Line

[6] Source: Value Line

[7] Equals: [5] x [6]

[8] Equals $([7] / [4]) ^ (1/5) - 1$

[9] Equals $2 \times (1 + [8]) / (2 + [8])$

[10] Equals [1] x [9]