Return on Incremental Rate Base
($ 000)

(A)	(B)	(C)	(D)	(E)	(F)
	Rate Year 1	Rate Year 2	Rate Year 3	Rate Year 4	
Return on Incremental Rate Base	7/1/2027	7/1/2028	7/1/2029	7/1/2030	
Incremental Average Rate Base, $ Millions	$346	$353	$376	$400	Per Company model filed as EOE-156, Attachment 1, post year-end 2026
Pretax Percentage Return on Rate Base	9.04%	9.04%	9.04%	9.04%	Line 39, Column D
Pretax Return on Rate Base, $ Millions	$31	$32	$34	$36	Line 14 x Line 15
Income Tax					
State Income Tax	8.25%				
Federal Income Tax	21.00%				
Combined Statutory Tax Rate	27.52%				(1 - Line 20) x Line 21 + Line 20
Tax Gross-up	1.3796				1 / (1 - Line 22)
Cost of Capital (After-Tax)			After-Tax		
Weighted Costs of Capital	Weight	Cost	Weighted Cost		
Common Equity	53.00%	9.25%	4.90%		Return on equity and equity capitalization as currently authorized
Preferred Stock	0.90%	4.75%	0.04%		Exhibit CLP-REVREQ-2, Schedule D-1.0, Line 20
Long-term Debt	46.10%	4.81%	2.22%		Exhibit CLP-REVREQ-2, Schedule D-1.0, Line 16
Weighted cost of capital			7.16%		Line 28 + Line 29 + Line 30
Weighted Cost of Debt and Preferred			*2.26%*		Line 29 + Line 30
Cost of Capital (Pre-Tax)			Pre-Tax		
Weighted Costs of Capital	Weighted Cost	Tax Gross-up	Weighted Cost		
Common Equity	4.90%	1.380	6.76%		Line 36 column (B) x Line 36 column (C)
Preferred Stock	0.04%	1.380	0.06%		Line 37 column (B) x Line 37 column (C)
Long-term Debt	2.22%	1.000	2.22%		Line 38 column (B) x Line 38 column (C)
Weighted cost of capital	7.16%		9.04%		Line 36 + Line 37 + Line 38

	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
			10.25% Return on Equity, After-tax	9.25% Return on Equity, After-tax	8.50% Return on Equity, After-tax	7.50% Return on Equity, After-tax	6.50% Return on Equity, After-tax	
	Pre-tax Return on Rate Base							
	Rate Year Average Rate Base, $ Millions		$6,834	$6,834	$6,834	$6,834	$6,834	Exhibit CLP-REVREQ-2, Schedule A-1.0, Line 16
	Pretax Percentage Return on Rate Base		9.85%	9.11%	8.55%	7.81%	7.07%	Line 31
	Pretax Return on Rate Base, $ Millions		$673	$622	$584	$534	$483	Line 11 x Line 12
	Weighted Cost of Capital (After-Tax)							
		Cost of Equity	10.25%	9.25%	8.50%	7.50%	6.50%	Per Data Request ALLCO-143, referencing specified authorized ROEs in ALLCO-142
	Common Equity (53.86%)		5.52%	4.98%	4.58%	4.04%	3.50%	53.86% equity capitalization x return on equity specified in each column
	Preferred Stock (0.90%)		0.04%	0.04%	0.04%	0.04%	0.04%	Exhibit CLP-REVREQ-2, Schedule D-1.0, Line 20
	Long-term Debt (45.24%)		2.18%	2.18%	2.18%	2.18%	2.18%	Exhibit CLP-REVREQ-2, Schedule D-1.0, Line 16
	Weighted cost of capital		7.74%	7.20%	6.80%	6.26%	5.72%	Line 18 + Line 19 + Line 20
	Weighted Cost of Capital (Pre-Tax)							
		Cost of Equity	10.25%	9.25%	8.50%	7.50%	6.50%	Line 17
		Tax Gross-up						Income Tax Gross-up per Line 39
	Common Equity	1.3796	7.62%	6.87%	6.32%	5.57%	4.83%	Line 28 column (B) x Line 18 each column (C) through (G)
	Preferred Stock	1.3796	0.06%	0.06%	0.06%	0.06%	0.06%	Line 29 column (B) x Line 19 each column (C) through (G)
	Long-term Debt	1.0000	2.18%	2.18%	2.18%	2.18%	2.18%	Line 30 column (B) x Line 20 each column (C) through (G)
	Weighted cost of capital		9.85%	9.11%	8.55%	7.81%	7.07%	Line 28 + Line 29 + Line 30
	Income Tax							
	State Income Tax		8.25%					
	Federal Income Tax		21.00%					
	Combined Statutory Tax Rate		27.52%					(1 - Line 36) x Line 37 + Line 36
	Tax Gross-up		1.3796					1 / (1 - Line 38)