DCF RESULTS: NON-CONSTANT GROWTH MODEL
DPU Exhibit 6.8
DPU Witness: Artie Powell
Docket No. 01-035-01

Non-Constant Growth DCF Model
Internal Rate of Return
VL Dividend Growth
Without CP&L

Company	Annualized Dividend D_0	Projected Dividend	Average Change	Average P/E	Projected EPS	Imputed Future Price	Growth Factor VL	Cash Flows Year 0	Year 1	Year 2	Year 3	Year 4	ROE
Ameren Corp.	2.54	2.66	0.03	12.15	3.90	47.39	4.00	-41.23	2.57	2.60	2.63	50.05	9.57%
Cleco Corp.	1.70	1.89	0.05	13.95	3.75	52.31	4.00	-45.38	1.75	1.80	1.84	54.20	7.42%
Con Edison	2.20	2.28	0.02	12.00	3.45	41.40	4.00	-36.39	2.22	2.24	2.26	43.68	9.18%
DPL Inc.	0.94	1	0.02	15.15	2.55	38.63	4.00	-28.52	0.96	0.97	0.99	39.63	10.95%
DQE	1.68	2.03	0.09	13.90	3.65	50.74	4.00	-30.84	1.77	1.85	1.94	52.77	18.40%
DTE Energy	2.06	2.1	0.01	11.10	4.50	49.95	4.00	-38.33	2.07	2.08	2.09	52.05	11.80%
Energy East Corp.	0.92	1.08	0.04	9.80	2.75	26.95	4.00	-18.53	0.96	1.00	1.04	28.03	14.61%
FPLGroup	2.24	2.55	0.08	15.20	5.25	79.80	4.00	-61.91	2.32	2.40	2.47	82.35	10.13%
IDACORP,Inc.	1.86	1.86	0.00	13.25	3.30	43.73	4.00	-37.82	1.86	1.86	1.86	45.59	8.36%
IPALCOEnterprises	0.65	0.8	0.04	15.55	1.75	27.21	4.00	-20.27	0.69	0.73	0.76	28.01	10.93%
NSTAR	2.06	2.32	0.07	11.85	4.25	50.36	4.00	-38.73	2.13	2.19	2.26	52.68	12.00%
PinnacleWestCapital	1.50	1.83	0.08	12.45	4.10	51.05	4.00	-45.43	1.58	1.67	1.75	52.87	6.54%
Potomac Elec Pwr	1.00	1	0.00	10.70	2.80	29.96	4.00	-21.91	1.00	1.00	1.00	30.96	12.22%
PugetSound Energy	1.84	1.84	0.00	11.95	2.25	26.89	3.00	-23.01	1.84	1.84	28.73		12.94%
UILHoldings	2.88	2.88	0.00	11.55	4.65	53.71	4.00	-48.50	2.88	2.88	2.88	56.59	8.31%

Mean	10.89%
Median	10.93%
Minimum	6.54%
First Quartile	8.35%
Third Quartile	12.05%
Maximum	18.40%
Inner Quartile Range	3.70%
Lower Fence	2.80%
Upper Fence	17.61%
Low Outlier	NO
High Outlier	YES

Non-Constant Growth DCF Model
Internal Rate of Return
Average Earnings Growth
Without CP & L

Company	Annualized Dividend D0	Average Growth g	Average P/E	Projected EPS	Imputed Future Price	Growth Factor VL	Cash Flows Year 0	Year 1	Year 2	Year 3	Year 4	ROE
Ameren Corp.	2.54	5.82%	12.15	3.90	47.39	4.00	-41.23	2.69	2.84	3.01	50.57	10.27%
Cleco Corp.	1.70	10.20%	13.95	3.75	52.31	4.00	-45.38	1.87	2.06	2.27	54.82	8.14%
Con Edison	2.20	3.51%	12.00	3.45	41.40	4.00	-36.39	2.28	2.36	2.44	43.93	9.55%
DPL Inc.	0.94	10.08%	15.15	2.55	38.63	4.00	-28.52	1.03	1.14	1.25	40.01	11.62%
DQE	1.68	8.18%	13.90	3.65	50.74	4.00	-30.84	1.82	1.97	2.13	53.04	18.78%
DTE Energy	2.06	6.22%	11.10	4.50	49.95	4.00	-38.33	2.19	2.32	2.47	52.57	12.51%
Energy East Corp.	0.92	7.01%	9.80	2.75	26.95	4.00	-18.53	0.98	1.05	1.13	28.16	14.93%
FPLGroup	2.24	6.97%	15.20	5.25	79.80	4.00	-61.91	2.40	2.56	2.74	82.73	10.44%
IDACORP,Inc.	1.86	8.17%	13.25	3.30	43.73	4.00	-37.82	2.01	2.18	2.35	46.27	9.35%
IPALCOEnterprises	0.65	4.00%	15.55	1.75	27.21	4.00	-20.27	0.68	0.71	0.73	27.98	10.83%
NSTAR	2.06	7.49%	11.85	4.25	50.36	4.00	-38.73	2.21	2.38	2.56	53.11	12.55%
PinnacleWestCapital	1.50	7.34%	12.45	4.10	51.05	4.00	-45.43	1.61	1.73	1.86	53.04	6.72%
Potomac Elec Pwr	1.00	6.88%	10.70	2.80	29.96	4.00	-21.91	1.07	1.14	1.22	31.27	12.93%
PugetSound Energy	1.84	5.28%	11.95	2.25	26.89	3.00	-23.01	1.94	2.04	29.03		13.74%
UILHoldings	2.88	4.60%	11.55	4.65	53.71	4.00	-48.50	3.01	3.15	3.30	57.15	8.97%

Mean	11.42%
Median	10.83%
Minimum	6.72%
First Quartile	9.25%
Third Quartile	12.65%
Maximum	18.78%
Inner Quartile Range	3.39%
Lower Fence	4.16%
Upper Fence	17.74%
Low Outlier	NO
High Outlier	YES