

KENTUCKY-AMERICAN WATER COMPANY
CASE NO. 2018-00358
ATTORNEY GENERAL'S FIRST REQUEST FOR INFORMATION

Witness: Scott W. Rungren

55. Provide the historical earned return on equity for KAWC from 2010 through 2018.

Response:

Please see the table below. The common equity balance used to compute each earned return is the average balance for that respective calendar year. At the time this response was prepared, the Company's books for December 2018 were not closed. Thus, the earned return on equity for 2018 will be provided when it becomes available.

Year	Return on Equity
2010	9.34%
2011	11.69%
2012	9.22%
2013	7.90%
2014	9.48%
2015	8.71%
2016	9.93%
2017	10.94%
2018	9.54%

Supplemental Response April 15, 2019:

The return on equity for 2018 is now available and is updated to 9.58% below. Return on Equity in 2010, 2011, and 2012 is also updated below. In the initial response, one of the Company's categories of preferred stock was inadvertently included in the equity divisor for these years.

Year	Return on Equity
2010	9.44%
2011	11.80%
2012	9.26%
2013	7.90%
2014	9.48%
2015	8.71%
2016	9.93%
2017	10.94%
2018	9.58%