

Revenue Requirement Impact of Lowering ROE from 10% to 9.55%

\$ millions

(1) Schedule J-1.1 Common Equity - LG&E Filed February 6, 2021, KU filed February 2, 2021

Impact of Depreciation Change and COR ADIT on Equity

(2) Change in Jurisdictional Capitalization per Garrett Rebuttal Exhibit CMG-7

(3) Common Equity percentage per Schedule J-1.1 - Filed February 6, 2021

(4) Change in Jurisdictional Equity (*line 2 x line 3*)

(5) Adjusted Equity after Depreciation and COR Changes (*line 1 + line 4*)

(6) Reduction in ROE from 10% to 9.55% (*line 5 x 0.45%*)

(7) Gross-up Factor

(8) Impact of ROE Change (*line 6 x line 7*)

	KU	LG&E Electric	LG&E Gas
	\$2,786.0	\$1,834.8	\$575.4
	14.9	16.4	
	53.2%	53.2%	53.2%
	7.9	8.7	-
	2,793.9	1,843.6	575.4
	(12.6)	(8.3)	(2.6)
	1.33	1.33	1.33
	(\$16.7)	(\$11.0)	(\$3.4)