



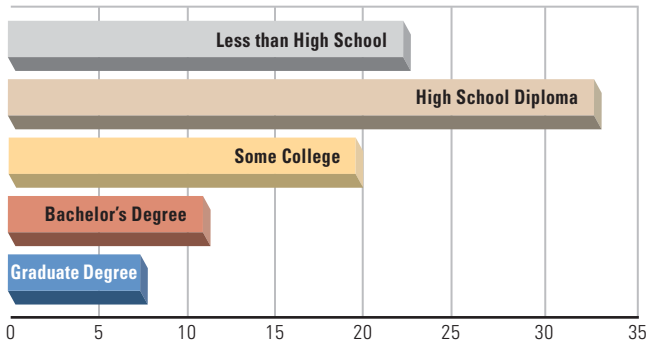
KENTUCKY

Kentucky Cabinet for Econ. Dev.
300 W. Broadway
Frankfort, KY 40601
 Larry Hayes, Secretary
 502-564-7670

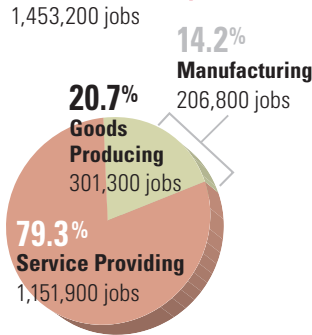
Governor: Steve Beshear (D) thinkkentucky.com

Population 2009: 4,257,713 Population growth forecast 2009-2013: 3.69% Median household income: \$43,650

Work Force Education by Percentage



Private Sector Employment



Employment by Majority-Owned U.S. Affiliates of Foreign Firms in 2007: **90,000**
 Percent of Total State Employment: **5.7**

Median Hourly Wage for Production Occupations: **\$13.96**
 Right-to-work state? **NO**

U.S. Recovery Act Highlight: Kentucky Department of Employment and Training **\$16.5 million**

Did You Know?

- Kentucky ranks 3rd among all states in light vehicle production. Nearly 10 percent of all cars and trucks produced in the U.S. are made in Kentucky.
- Kentucky's business tax climate ranking rose faster than any other

state, up 14 spots to 20th in The Tax Foundation's 2010 State Business Tax Climate Index.

- Kentucky has 2,500 miles of railroad and 1,100 miles of commercially navigable waterways.

Legislative Update

• The Incentives for a New Kentucky bill streamlines and modernizes Kentucky's business incentive programs — including the consolidation of four long-standing programs, Kentucky Rural Economic Development Act, Kentucky Industrial Development Act, Kentucky Jobs Development Act, and Kentucky Economic Opportunity Zone Act — into a single, more flexible tax incentive program called the Kentucky Business Investment (KBI) Program. KBI provides income tax credits and wage assessments to new and existing agribusinesses, regional and national headquarters, manufacturing companies, and non-retail service or technology related companies that locate or expand operations in Kentucky. Increased incentives are available to projects occurring in enhanced incentive counties. The new legislation also expands the Kentucky Enterprise Initiative Act (KEIA) to include a sales tax refund for the purchase of electronic processing equipment costing \$50,000 or more in addition to the minimum \$500,000 project investment. The term of the agreement for KEIA projects has been extended for up to seven years.

Selected Corporate Facility Projects 2009

| Company | City | County | Type | N/E | Product | Investment (in millions) | Employment |
|---|--------------|-----------|--------------|-----|-----------------------|--------------------------|------------|
| General Electric Water Heaters | Louisville | Jefferson | MF | N | Hybrid Electric | \$69 | 420 |
| Berry Plastics/ Specialty Adhesives | Franklin | Simpson | MF | E | Tape Products | 20 | |
| Sazerac North America | Daviess | Owensboro | MF | E | Alcoholic Beverages | 19 | 50 |
| Lexmark International Inc. | Lexington | Fayette | MF | E | Printers | 16 | |
| Siemer Milling Co. | Hopkinsville | Christian | MF | E | Flour Milling | 15 | |
| US Bank Home Mortgage | Owensboro | Daviess | CC | N | Mortgage Broker | 14 | 300 |
| Presidium Inc. | Somerset | Pulaski | MF | E | Educational Products | 8 | 200 |
| Smithfield Packing Co. | Middlesboro | Bell | MF | E | Smoked Meats | 7 | 250 |
| Western Kentucky Biodiesel | Hopkinsville | Christian | MF | N | Glycerin and Methanol | 6 | 40 |
| Solus Industrial Innovations/Emerson Power Transmission | Florence | Boone | HQ/ DW/MF | E | Conveyer Belt Parts | 4 | 92 |

MF = Manufacturing OF = Office HQ = Headquarters RD = Research & Development CC = Contact Center DW = Distribution/Warehouse N = New E = Expanded



FOUR MAJOR AUTOMOTIVE
ASSEMBLY PLANTS

KENTUCKY-ARGONNE BATTERY MANUFACTURING
RESEARCH AND DEVELOPMENT CENTER

ALTERNATIVE ENERGY
RESEARCH INSTITUTIONS

THE FUTURE OF THE U.S.
AUTOMOTIVE INDUSTRY

OVER 400 AUTOMOTIVE-
RELATED COMPANIES

CENTRALLY LOCATED IN
AMERICA'S AUTO ALLEY

REVAMPED, MORE AGGRESSIVE
INCENTIVE PROGRAMS

Kentucky Governor
Steven L. Beshear

THERE'S A NEW ENERGY DRIVING KENTUCKY

We're turning Kentucky into the epicenter of the advanced automotive manufacturing industry. Working closely with the University of Kentucky and the University of Louisville – which are already deeply immersed in alternative-energy research – we've formed an innovative partnership with Argonne National Laboratory to improve the manufacturing process of plug-in and hybrid automotive batteries.

We've also revamped our incentive programs so they're now among America's most aggressive and most effective, and many of them are aimed at energy and automotive enterprises. Whether you're a new business or one of the four major automotive assembly plants and 400+ auto-related companies already operating here, Kentucky's high-performance business climate will get you going.

Find out how you can be a part of the Kentucky revolution. Together we can charge up the American auto industry.



Cabinet for Economic Development

Call (800) 626-2930 or visit www.ThinkKentucky.com.