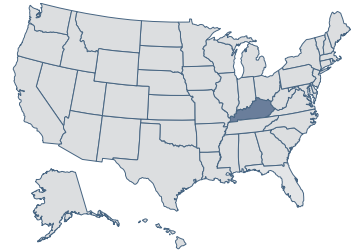


Kentucky

31 Economic Performance
Rank: 2009

36 Economic Outlook
Rank: 2009



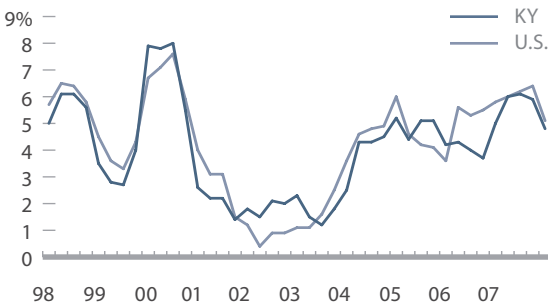
Economic Performance Rank (1=best 50=worst)

A historical measure based on a state's performance (equally weighted average) in the three important performance variables shown below. These variables are highly influenced by state policy.

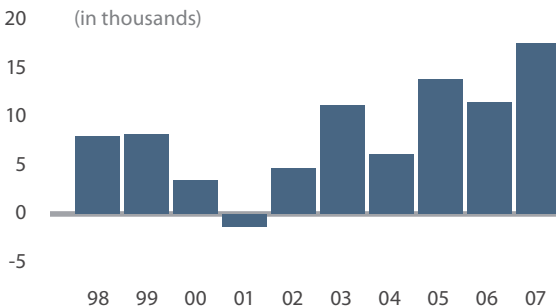
Economic Outlook Rank (1=best 50=worst)

A forecast based on a state's standing (equally weighted average) in the 15 important state policy variables shown below. Data reflect state + local rates and revenues and any effect of federal deductibility.

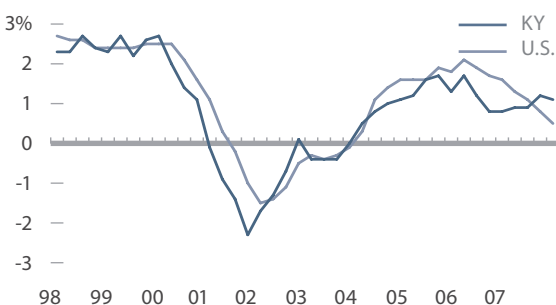
Personal Income Per Capita Cumulative Growth 1997-2007 **46.8%** **Rank: 40**



Absolute Domestic Migration Cumulative 1998-2007 **82,336** **Rank: 14**



Non-Farm Payroll Employment Cumulative Growth 1997-2007 **9.2%** **Rank: 32**



Historical Ranking Comparison
2008 ECONOMIC OUTLOOK RANK

44

Variable	Data	Rank
Top Marginal Personal Income Tax Rate	8.20%	41
Top Marginal Corporate Income Tax Rate	8.20%	31
Personal Income Tax Progressivity (change in tax liability per \$1,000 of income)	\$5.28	19
Property Tax Burden (per \$1,000 of personal income)	\$20.09	6
Sales Tax Burden (per \$1,000 of personal income)	\$19.97	14
Remaining Tax Burden (per \$1,000 of personal income)	\$23.85	40
Estate/Inheritance Tax Levied?	Yes	50
Recently Legislated Tax Changes (2007 & 2008, per \$1,000 of personal income)	-\$0.46	18
Debt Service as a Share of Tax Revenue	9.5%	44
Public Employees Per 10,000 of Population (full-time equivalent)	579.6	32
State Liability System Survey (tort litigation treatment, judicial impartiality, etc.)	61.3	29
State Minimum Wage (federal floor is \$6.55)	\$6.55	1
Average Workers' Compensation Costs (per \$100 of payroll)	\$2.96	43
Right-to-Work State? (option to join or support a union)	No	50
Number of Tax or Expenditure Limits (0= least/worst, 3=most/best)	1	13