

KENTUCKY ECONOMIC INDICATORS

September 2010 as of November 24, 2010

KY Composite Index of Leading Indicators increased by 4.3 percent in September.

- The Leading Index has grown for two consecutive months.
- The month-over-same-month-last-year growth rate has been positive for the eight consecutive months with 1.5 percent growth in September.
- Component indicators were mostly positive, 4:0:1.
 - + KY Labor Intensity Index increased by 2.9 percent.
 - + KY Index of Initial UI Claims increased by 10.4 percent.
 - + US Retail Sales increased by 7.7 percent.
 - + US Manufacturer's New Orders Index increased by 21.5 percent.
 - o The Louisville Help Wanted Index remained constant at 4.0.

Component weights for September are 62.5, 16.5, 13.5, 6.2, and 1.3 respectively.

KY Composite Index of Coincident Indicators decreased by 0.3 percent in September.

- The Coincident Index growth has declined for two consecutive months.
- The month-over-same-month-last-year growth rate has been positive for seven consecutive months with 1.8 percent growth in September.
- Component indicators leaned negative: 1:2.
 - + KY Non-farm Employment increased 0.7 percent.
 - US Industrial Production Index decreased 1.9 percent.
 - US Personal Income Less Transfers decreased 0.4 percent.

Component weights for September are 36.5, 29.5, and 21.8 respectively. Component weights do not sum to one because the two US components were discounted to give the Kentucky component more weight.

*** Leading Index Grew For Second Straight Month**

The Kentucky Leading Index grew by 4.3 percent in September, finally bringing it back above its April 2010 level where the index seemed to have lost its upward momentum. The previous peak for the Kentucky Leading Index occurred in March 2007 with a level of 111.9. It appears that the trough was reached in May 2009 with a level of 102.6. This was a net decline of 8.3 percent in the index. Between May and September 2009 the index regained a net 2.1 percent of its total value. The index has therefore regained 25.5 percent of its 2007 recession losses since the trough was reached. The diffusion index remains low at 53.3 percent because the outgoing terms from March 2010 and the incoming terms from September 2010 both contain the same number of increasing, decreasing and flat terms. The index from April 2010 also contained four increasing terms and one flat term. Therefore, it will be difficult next month for the diffusion index to show any signs of improvement.

*** Labor Intensity Reading Shows Small Net Growth Despite Large Seasonal Variations**

The Labor Intensity Index grew by 2.9 percent in September over August. The reported growth rates for the July and August Labor Intensity Index measures contain some seasonality issues as reported in the August indicators report. Now that the planned layoff/retooling period is over, it is appropriate to examine the September 2010 value of the Kentucky Labor Intensity Index to determine the authentic growth of the series during these summer months. The net change from June 2010 to September is an increase of 0.3 points. That is a net growth of 0.2 percent (2.7 percent SAAR) from June to September. In other words, very little economic growth occurred during the summer months and the pattern of planned layoffs is still irregular.

*** Third Month of Growth For US Retail Sales**

US Retail Sales grew by 7.7 percent in September. US Retail Sales has now improved in 10 of the last 12 months. The previous peak for US Retail Sales occurred in November 2007. The last trough occurred in December 2008 where US Retail Sales lost 11.7 percent of its total value. Since that trough, US Retail Sales have increased by 9.6 percent. The series has now made up 81.8 percent of its 2007 recession losses and is trending upward at a better rate than in 2006 and 2007.

*** Kentucky Non-farm Employment Increases**

Following three consecutive declines, Kentucky non-farm employment rose by 0.7 percent in September. The previous peak occurred in June 2007 with 1,871,400 persons employed. The next trough occurred in February of 2010 with 1,749,100 persons employed. That is a loss of 122,300 jobs, a net 6.5 percent decline. Since the trough, employment has increased by 1.3 percent. Kentucky non-farm employment has made up 18.2 percent of its 2007 recession losses since the trough. Construction, business services and government employment sectors continue to apply downward pressure on total employment figures.

KY Trade, Transportation and Utilities Employment

Trade, Transportation and Utilities employment is the largest supersector in Kentucky, making up 20.8 percent of total non-farm employment in the state. Trade, transportation and utilities employment fell by the largest absolute amount during the 2007 recession. This sector fell by 29,400 net jobs, or 7.6 percent. Trade, transportation and utilities employment peaked in March of 2007 and bottomed out in December of 2009. Since the trough, employment in this sector has increased by 10,500 net jobs. This is a net 2.9 percent gain since the trough.

KY Construction Employment Falls Again

Kentucky construction employment fell by 1.8 percent in September. This is the fifth consecutive decline for construction employment. Kentucky construction employment has been trending down for over two and a half years. There is still no evidence that Kentucky construction employment has reached the bottom. The last peak for construction employment occurred in May of 2008 when employment was at 87,000. From May 2008 to September 2010, construction employment has fallen a net 22,700 jobs. That is a net 26.1 percent loss in employment due to the 2007 recession. The large inventory of new and existing housing makes it unlikely that a rebound in Kentucky construction employment will occur soon.

KY Government Employment

There have been several structural changes in total government employment since 2000. During the period January 2000 to August 2001, government employment rose by a nominal 14,400 employees to 315,000. Kentucky Government Employment data includes federal, state, local and local government educational services employment. From November 2002 to August 2004, government employment declined by 8,300 employees to 307,600. This period of decline aligns closely with the period following the 2001 recession and its impact on state and local tax receipts. The largest period of expansion or growth occurred between August 2004 and January 2008, when employment grew by 18,200 jobs to 325,800, a 5.9 percent increase. From January 2008 to September 2008, government employment fell precipitously to 318,800, losing 7,000 jobs. This period matches closely with the "retirement window" period, whereby the pension calculation for those persons close to retirement was optimal. This led to an increase in the number of people who retired. In many cases, those positions were not refilled. There was a similar "retirement window" in 2006, but it did not result in a net decline in government employment.

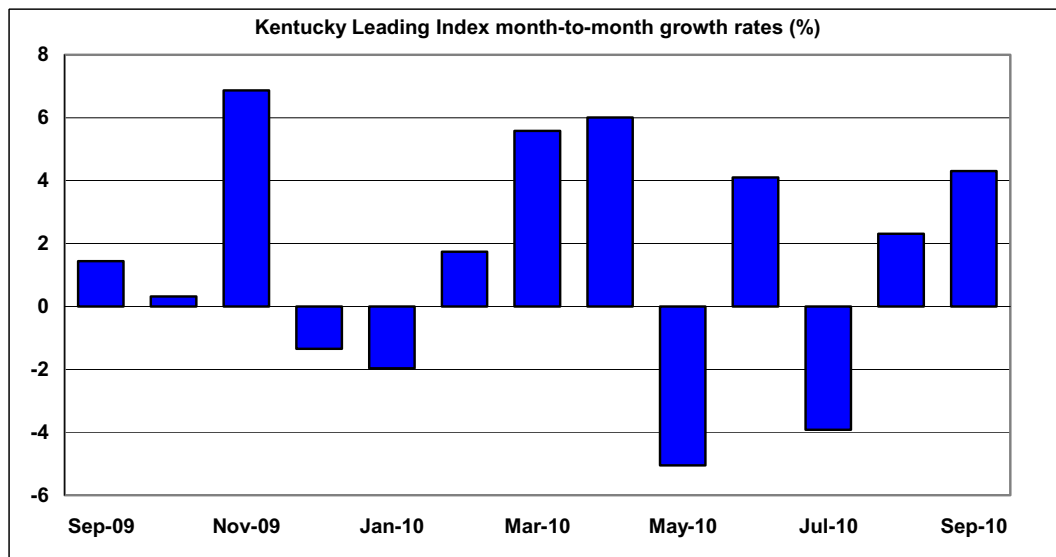
From February 2010 to May 2010, government employment grew sharply to 330,700, an historical high for Kentucky government employment. Employment grew by a nominal 7,900 jobs in this time. Between May 2010 and September 2010, employment fell just as quickly down to 322,200 jobs. The net decline resulted in 8,500 lost jobs among federal, state and local government sectors. This sharp growth and loss of employment occurred almost exclusively in the federal government employment subsector. These workers were employed during the 2010 US Census and were temporary. Among the 8,500 lost jobs, 5,200 of them were lost from Louisville, and the great majority of those were in the federal government employment subsector. Statewide, federal government employment rose by 7,700 during the February to May period and fell by 7,600 during the May to September period. State government employment rose by 800 from February to May and fell 2,900 from May to September. Local government employment rose by 1,800 from February to May and fell by 900 from May to September. In each case the largest share of the gains (losses) occurred in Louisville and the second largest share occurred in Lexington. There were no significant changes to any other Metropolitan Statistical Area at the state or local government levels during this time.

*** The Interest Rate Spread Falls**

The interest rate spread, defined as the 10-year Treasury bond rate minus the Federal Funds 'overnight' rate, decreased for the sixth consecutive month. It is currently at 2.46 percent. Its previous trough occurred in March 2007 when the spread hit -0.70 percent. The last peak occurred in April 2010 at 3.65 percent. Interest rates are determined by the

supply and demand in the bond market for US Treasury bonds. The Federal Reserve determines the overnight rate based on subjective observation of demand among financial institutions in the lending market. The federal funds rate and the prime rate are highly correlated. Both rates have been flat for over a year.

Our indices are compiled and published on a monthly basis, roughly two weeks following the Conference Board release of the U.S. Leading Index. A complete



description of the Index of Leading Indicators and methodology was published in the University of Kentucky Center for Business and Economic Research *Kentucky Annual Economic Report, 2000*.

About the Indicators

Kentucky Reference Series

Inflation-adjusted personal income less transfer payments and policy-adjusted General Fund tax receipts are combined to form the GOEA composite reference series.

Kentucky Leading Indicators

- **GOEA Labor Intensity Index:** Composed of seasonally adjusted weekly hours multiplied by employment for the following manufacturing industries: lumber products; chemical and allied products; petroleum, coal, rubber and plastic products; fabricated metals; and transportation equipment.
- **GOEA Initial Unemployment Insurance (UI) Claims Index:** This index has two components: Kentucky claims in their first month of payment and total U.S. initial claims. Additional claims for UI are the subset of initial claims filed by workers who have previously filed UI claims but are currently filing new claims with intermittent workforce attachment since their original claim. The claims in their first month of payment without intermittent qualified experience performed better in the testing process and were chosen accordingly.
- **U.S. Retail Sales:** Inflection points used to determine turning points.
- **U.S. Manufacturer's New Orders Index:** This index has two components: U.S. Manufacturer's New Orders for Nondefense Capital Goods and U.S. Manufacturer's New Orders for Consumer Goods and Materials. Separately these two series slightly missed one or two turning points in the official reference series. But together they preceded each turning point.
- **Louisville Help-Wanted Index:** The Conference Board computes an index of help-wanted advertisements for major regions across the United States; Louisville is the only city in Kentucky covered by the Conference Board.

Notes:

- Growth rates are computed with precise numbers. Due to rounding, two observations may have the same reported value but still exhibit growth at a more precise level.
- More information is available on our website, <http://www.osbd.ky.gov/>.

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**SELECTED KENTUCKY ECONOMIC INDICATORS
SEASONALLY ADJUSTED**

	2009				2009								
	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
KY Leading Index (1992=100)	103.2	103.3	103.8	103.7	103.5	103.7	104.2	104.7	104.2	104.6	104.2	104.4	104.8
% Chg Previous Month SAAR	1.4	0.3	6.9	-1.3	-2.0	1.7	5.6	6.0	-5.1	4.1	-3.9	2.3	4.3
% Chg Same Month Last Year	-4.0	-3.2	-1.8	-1.0	-0.4	0.0	1.2	1.9	1.6	1.6	1.1	1.3	1.5
KY Leading Index Diffusion Index	53.3	53.3	60.0	56.7	53.3	60.0	63.3	66.7	53.3	53.3	56.7	53.3	53.3
KY Coincident Index (1992=100)	129.1	129.3	129.6	129.8	129.7	129.6	130.1	130.7	131.5	131.5	131.6	131.5	131.4
% Chg Previous Month SAAR	0.8	2.0	2.4	2.3	-0.7	-1.6	4.9	6.0	7.4	-0.3	0.7	-0.7	-0.3
% Chg Same Month Last Year	-4.2	-4.2	-3.8	-2.7	-1.5	-0.9	0.2	0.9	1.9	2.2	2.0	1.9	1.8
KY Labor Intensity Index (1992=100)	98.3	98.2	98.4	98.3	97.9	97.6	97.9	98.6	98.5	98.8	97.8	98.8	99.1
% Chg Previous Month SAAR	-0.3	-0.8	1.8	-0.5	-5.4	-3.7	3.4	9.5	-1.4	4.3	-12.1	13.5	2.9
% Chg Same Month Last Year	-4.0	-3.8	-3.4	-2.8	-2.4	-2.4	-1.5	-0.5	-0.2	0.3	-0.7	0.5	0.8
KY Index of Initial UI Claims (1992=100)	95.8	96.3	97.2	98.0	97.6	97.6	98.2	98.5	98.4	98.1	98.7	97.6	98.4
% Chg Previous Month SAAR	8.4	6.5	11.6	9.9	-4.7	-0.4	7.8	3.7	-0.5	-3.7	7.8	-12.9	10.4
% Chg Same Month Last Year	-2.0	-0.4	1.4	3.9	3.3	4.6	5.4	5.1	5.1	4.4	3.2	2.6	2.7
US Retail Sales (\$ billions)	342.5	348.3	353.9	354.1	355.2	357.3	364.8	366.0	362.2	361.2	362.8	365.4	367.7
% Chg Previous Month SAAR	-25.7	22.2	20.9	0.8	3.8	7.2	28.6	3.9	-11.7	-3.4	5.7	8.9	7.7
% Chg Same Month Last Year	-6.7	-2.0	2.4	5.5	4.0	4.7	8.5	8.7	6.9	5.2	5.6	4.1	7.3
US Manufacturer's New Orders Index (1992=100)	105.6	106.7	106.4	107.0	108.7	109.0	109.7	111.1	110.1	110.5	111.6	111.4	113.2
% Chg Previous Month SAAR	21.1	12.3	-2.5	6.9	19.8	3.3	8.3	17.2	-11.0	4.7	12.8	-2.7	21.5
% Chg Same Month Last Year	-10.4	-6.7	-3.5	1.8	7.1	6.4	9.6	10.2	8.2	8.4	5.0	7.1	7.1
Louisville HWI (1992=100)	5.0	4.0	5.0	4.0	4.0	5.0	5.0	5.0	4.0	5.0	5.0	4.0	4.0
% Chg Previous Month SAAR	1,355.2	-93.1	1,355.2	-93.1	0.0	1,355.2	0.0	0.0	-93.1	1,355.2	0.0	-93.1	0.0
% Chg Same Month Last Year	-54.5	-60.0	-37.5	-55.6	-33.3	-16.7	0.0	25.0	0.0	0.0	25.0	0.0	-20.0
KY First Pays	14,217.9	13,198.7	12,578.1	11,791.5	12,054.4	13,602.0	12,991.3	10,735.9	10,754.4	11,301.4	9,839.6	11,454.0	11,169.6
% Chg Previous Month SAAR	-41.8	-59.0	-43.9	-53.9	30.3	326.1	-42.4	-89.9	2.1	81.4	-81.0	519.1	-26.0
% Chg Same Month Last Year	12.7	-19.0	-16.5	-46.2	-28.6	-30.9	-32.7	-41.4	-42.2	-36.6	-24.3	-23.0	-21.4
US Initial Claims for UI (000s)	540.5	526.4	492.1	467.5	481.2	467.4	448.1	459.1	460.4	467.0	459.2	487.0	456.6
% Chg Previous Month SAAR	-43.5	-27.2	-55.4	-46.0	41.4	-29.5	-39.7	33.8	3.5	18.6	-18.3	102.5	-53.9
% Chg Same Month Last Year	15.3	9.3	-7.1	-15.6	-18.2	-26.0	-30.3	-25.6	-25.7	-22.7	-18.0	-14.1	-15.5
Manufs' New Orders, Cons. Goods and Materials	120,916	121,724	122,278	123,285	123,645	121,406	124,561	124,221	122,930	123,146	125,023	124,279	124,117
% Chg Previous Month SAAR	7.2	8.3	5.6	10.3	3.6	-19.7	36.1	-3.2	-11.8	2.1	19.9	-6.9	-1.6
% Chg Same Month Last Year	-7.6	-5.2	-1.5	1.9	5.0	1.8	6.8	4.7	5.3	5.0	3.8	3.4	2.6
Manufs' New Orders, Non-def. Capital Goods	35,989	36,776	35,737	35,561	37,890	41,309	38,550	41,629	41,356	41,856	41,433	41,954	45,730
% Chg Previous Month SAAR	96.6	29.6	-29.1	-5.8	114.1	182.0	-56.4	151.5	-7.6	15.5	-11.5	16.2	181.3
% Chg Same Month Last Year	-20.7	-12.4	-11.1	1.3	15.7	27.0	21.2	35.3	20.6	23.5	10.1	23.3	27.1
GF Total Tax Receipts (NSA, \$ millions)	705.1	623.2	683.3	765.9	677.2	501.3	628.6	760.2	611.7	767.7	621.9	624.0	744.3
% Chg Same Month Last Year	-10.3	-5.3	1.3	-6.9	-2.4	-0.4	2.5	-5.5	3.3	5.2	4.5	4.2	5.6
GF Sales & Use Receipts (NSA, \$ millions)	218.3	241.6	222.7	226.7	295.4	175.6	210.6	255.0	230.9	241.8	264.3	234.4	218.6
% Chg Same Month Last Year	-6.6	-4.3	2.7	-8.2	3.9	-9.1	-1.6	8.5	1.1	2.8	8.1	1.4	0.2
GF Income Tax Receipts (NSA, \$ millions)	309.7	259.7	259.9	268.8	233.3	205.3	188.0	358.7	251.2	315.2	253.3	272.4	320.0
% Chg Same Month Last Year	-9.9	-9.5	-3.5	-11.4	-1.1	-3.2	12.3	-13.6	2.4	4.0	3.3	5.0	3.3

**SELECTED U.S. ECONOMIC INDICATORS
SEASONALLY ADJUSTED**

	2009				2010								
	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
US Leading Index (2004=100)	104.2	104.7	105.8	107.0	107.6	108.0	109.5	109.5	110.0	109.8	110.0	110.1	110.7
% Chg Previous Month SAAR	13.6	5.9	13.4	14.5	6.9	4.6	18.0	0.0	5.6	-2.2	2.2	1.1	6.7
% Chg Same Month Last Year	3.4	4.9	6.7	8.0	8.9	9.9	11.6	10.4	9.3	8.4	7.3	6.8	6.2
US Coincident Index (1996=100)	99.5	99.5	99.9	100.0	100.1	100.2	100.5	100.9	101.3	101.3	101.4	101.4	101.4
% Chg Previous Month SAAR	0.0	0.0	4.9	1.2	1.2	1.2	3.7	4.9	4.9	0.0	1.2	0.0	0.0
% Chg Same Month Last Year	-4.6	-4.5	-3.8	-3.0	-1.8	-1.0	0.1	0.9	1.6	2.0	1.9	1.9	1.9
Money Supply (M2, \$billions chained 1996)	7,703.9	7,712.4	7,723.7	7,728.5	7,657.8	7,708.7	7,673.4	7,649.2	7,730.2	7,768.5	7,751.2	7,777.9	7,825.0
% Chg Previous Month SAAR	4.1	1.3	1.8	0.7	-10.4	8.3	-5.4	-3.7	13.5	6.1	-2.6	4.2	7.5
% Chg Same Month Last Year	7.7	5.7	3.9	1.1	-0.4	0.0	-1.1	-0.8	-0.4	0.4	0.4	1.3	1.6
US Manufacturing Average Weekly Hours	39.9	40.0	40.5	40.5	40.9	40.5	41.0	41.2	41.5	41.0	41.1	41.1	41.2
% Chg Previous Month SAAR	-3.0	3.0	16.1	0.0	12.5	-11.1	15.9	6.0	9.1	-13.5	3.0	0.0	3.0
% Chg Same Month Last Year	-1.2	-0.7	0.7	1.8	2.8	2.5	4.1	4.0	5.1	3.8	3.0	2.8	3.3
Interest Rate Spread, NSA	3.25	3.27	3.28	3.47	3.62	3.56	3.57	3.65	3.22	3.02	2.83	2.51	2.46
Vendor Performance Diffusion Index (%)	56.8	56.3	55.7	56.8	60.1	61.1	64.9	61.3	61.0	57.3	58.3	56.6	52.3
Index of 500 Common Stocks (NSA, 1941-3=10)	1,044.6	1,067.7	1,088.1	1,110.4	1,123.6	1,089.2	1,152.1	1,197.3	1,125.1	1,083.4	1,079.8	1,087.3	1,122.1
% Chg Previous Month AR	50.2	30.0	25.5	27.6	15.2	-31.2	96.1	58.8	-52.6	-36.4	-3.9	8.6	45.9
% Chg Same Month Last Year	-14.2	10.2	23.2	26.5	29.8	35.3	52.2	41.2	24.7	17.0	15.4	7.7	7.4
US Consumer Expectations (NSA, 1966=100)	73.5	68.6	66.5	68.9	70.1	68.4	67.9	66.5	68.8	69.8	62.3	62.9	60.9
% Chg Previous Month AR	337.0	-56.3	-31.1	53.0	23.0	-25.5	-8.4	-22.1	50.4	18.9	-74.4	12.2	-32.1
% Chg Same Month Last Year	9.4	20.4	23.4	27.6	21.3	35.4	26.9	5.4	-0.9	0.9	-1.4	-3.2	-17.1
Building Permits for New Private Housing (000s)	605.0	576.0	621.0	681.0	629.0	650.0	685.0	610.0	574.0	583.0	559.0	571.0	547.0
% Chg Previous Month SAAR	-9.4	-44.5	146.6	202.5	-61.4	48.3	87.6	-75.1	-51.8	20.5	-39.6	29.0	-40.3
% Chg Same Month Last Year	-24.1	-21.7	-0.8	22.9	14.6	14.8	31.2	16.6	4.4	-2.8	-4.8	-6.4	-9.6
US Non-farm Employment (Mil.)	129.9	129.6	129.7	129.6	129.6	129.6	129.8	130.2	130.6	130.4	130.4	130.4	130.3
% Chg Previous Month SAAR	-2.1	-2.1	0.6	-1.0	0.1	0.4	1.9	2.9	4.1	-1.6	-0.6	0.0	-0.4
% Chg Same Month Last Year	-4.7	-4.5	-3.9	-3.5	-3.0	-2.4	-1.7	-1.0	-0.4	-0.2	0.0	0.2	0.3
US Service-Providing Employment (Mil.)	111.7	111.6	111.7	111.7	111.7	111.8	111.9	112.2	112.6	112.4	112.3	112.3	112.3
% Chg Previous Month SAAR	-1.1	-1.0	1.0	-0.6	0.5	0.7	1.6	2.7	4.5	-1.9	-1.1	-0.2	-0.4
% Chg Same Month Last Year	-3.0	-2.8	-2.4	-2.1	-1.7	-1.3	-0.8	-0.4	0.2	0.3	0.4	0.4	0.5
US Manufacturing Employment (000s)	11,634	11,577	11,552	11,534	11,556	11,572	11,591	11,629	11,668	11,672	11,704	11,678	11,676
% Chg Previous Month SAAR	-4.8	-5.7	-2.6	-1.9	2.3	1.7	2.0	4.0	4.1	0.4	3.3	-2.6	-0.2
% Chg Same Month Last Year	-12.3	-11.8	-11.1	-10.0	-7.9	-6.5	-5.1	-3.6	-2.0	-0.9	-0.3	0.0	0.4
US Industrial Production Index (1992=100)	88.4	88.6	89.1	89.6	90.5	90.5	91.0	91.5	92.6	92.6	93.3	93.5	93.4
% Chg Previous Month SAAR	9.1	3.3	6.6	6.6	12.8	-0.3	7.4	6.5	15.5	0.2	9.5	2.8	-1.9
% Chg Same Month Last Year	-4.9	-5.6	-4.1	-1.6	1.5	2.3	4.4	5.8	8.0	8.3	7.6	6.6	5.6
US Personal Inc. Less Trans. (\$billions chained 2000)	9,098.5	9,091.0	9,108.7	9,128.4	9,110.3	9,111.6	9,112.7	9,157.3	9,199.8	9,205.2	9,203.5	9,203.2	9,199.8
% Chg Previous Month SAAR	-4.4	-1.0	2.4	2.6	-2.4	0.2	0.1	6.0	5.7	0.7	-0.2	0.0	-0.4
% Chg Same Month Last Year	-5.0	-5.1	-5.4	-4.3	-3.3	-2.0	-1.4	-0.9	-0.6	0.1	0.5	0.8	1.1

**SELECT KENTUCKY EMPLOYMENT SERIES
SEASONALLY ADJUSTED**

	2009				2010								
	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
Transportation Equipment Employment (000s)	40.8	39.7	39.6	38.9	39.1	35.9	39.4	39.4	39.0	39.2	39.5	38.7	39.2
% Chg Previous Month SAAR	-2.2	-27.2	-5.3	-17.8	7.0	-64.1	201.2	0.9	-12.6	6.6	10.9	-22.1	15.0
% Chg Same Month Last Year	-12.2	-15.4	-15.9	-15.2	-6.6	-16.0	-5.2	-5.7	-4.6	-3.6	-7.5	-5.3	-4.0
Fabricated Metals Employment (000s)	16.8	16.8	16.7	16.6	16.6	16.5	16.5	16.6	16.6	16.6	16.6	16.5	16.5
% Chg Previous Month SAAR	-16.8	-5.7	-1.7	-6.8	-0.5	-9.9	3.9	6.7	-1.5	-2.9	0.7	-5.8	3.0
% Chg Same Month Last Year	-18.8	-18.5	-17.7	-16.0	-13.1	-10.8	-9.3	-6.7	-5.7	-4.6	-2.9	-3.5	-1.8
Petroleum, Coal, Plastics and Rubber Products Emp. (000s)	15.4	15.5	15.4	15.4	15.4	15.3	15.3	15.5	15.5	15.6	15.3	15.2	15.3
% Chg Previous Month SAAR	-0.3	2.1	-1.0	-0.4	-1.8	-5.9	-5.6	17.7	2.4	9.6	-20.4	-7.9	8.2
% Chg Same Month Last Year	-12.0	-10.5	-9.9	-6.0	-5.5	-5.5	-3.7	-1.8	-0.6	1.4	-0.7	-1.4	-0.7
Chemical Products Employment (000s)	12.7	12.6	12.7	12.7	12.7	12.7	12.7	12.7	12.6	12.6	12.6	12.7	12.7
% Chg Previous Month SAAR	2.8	-5.9	6.1	0.9	-1.2	1.7	-2.6	-2.9	-1.8	-3.1	0.0	6.4	2.7
% Chg Same Month Last Year	-7.4	-6.7	-5.3	-4.5	-3.7	-3.1	-3.1	-2.3	-1.6	-0.7	-1.6	0.0	0.0
Lumber Products Employment (000s)	8.7	8.7	8.6	8.5	8.5	8.4	8.6	8.9	8.9	9.0	8.7	8.6	8.4
% Chg Previous Month SAAR	-13.0	-7.0	-7.7	-10.0	-10.1	-3.6	18.0	65.5	-1.6	15.6	-34.1	-12.2	-22.2
% Chg Same Month Last Year	-23.3	-22.3	-21.0	-19.6	-15.1	-14.4	-10.5	-4.3	-2.2	0.0	-2.3	-2.4	-3.3
Transportation Equipment Average Weekly Hours	43.7	44.2	44.2	46.8	42.8	44.0	41.0	41.7	42.8	42.7	42.5	42.8	44.5
% Chg Previous Month SAAR	-25.9	17.1	-0.9	95.6	-65.1	38.2	-56.8	20.4	39.4	-2.8	-6.6	8.1	62.9
% Chg Same Month Last Year	0.2	2.4	2.2	8.5	-1.0	2.8	-4.4	-2.8	1.9	-0.5	-1.6	-4.5	2.0
Fabricated Metals AWH	40.2	40.4	40.6	41.5	39.8	40.0	39.0	42.3	39.1	40.3	36.7	41.3	41.0
% Chg Previous Month SAAR	-10.8	4.6	6.6	33.2	-40.4	6.9	-27.2	170.5	-61.9	44.1	-67.3	308.4	-7.1
% Chg Same Month Last Year	-3.3	-2.7	-1.8	0.7	-4.1	-3.2	-4.1	4.6	-4.2	0.0	-9.4	1.7	2.0
Petroleum, Coal, Plastics & Rubber Products AWH	41.3	42.4	43.3	41.5	42.0	42.0	42.7	42.8	42.8	43.4	42.2	45.1	46.1
% Chg Previous Month SAAR	58.0	36.4	28.2	-39.6	14.8	0.7	21.4	1.2	2.3	16.0	-27.1	117.0	30.8
% Chg Same Month Last Year	3.6	6.2	8.5	3.7	4.8	5.1	7.8	6.8	5.9	6.1	6.6	13.3	11.5
Chemical Products AWH	43.5	43.2	43.0	42.8	43.1	42.8	43.4	42.9	43.5	43.6	42.8	43.6	43.1
% Chg Previous Month SAAR	-1.3	-8.5	-5.0	-7.8	10.6	-8.4	19.2	-12.8	16.4	1.8	-19.1	24.9	-11.6
% Chg Same Month Last Year	-2.0	-2.9	-3.4	-3.8	-2.7	-2.0	0.5	-0.9	0.2	0.2	-1.9	0.0	-0.9
Lumber Products AWH	38.0	37.5	37.9	38.4	38.1	37.8	38.7	39.2	40.2	40.5	39.5	41.0	41.5
% Chg Previous Month SAAR	2.8	-17.3	14.8	16.2	-8.9	-6.9	30.2	18.4	34.8	9.3	-26.2	55.9	14.3
% Chg Same Month Last Year	-2.3	-4.1	-3.3	-2.3	-2.6	-2.3	-0.8	1.2	4.4	5.7	2.8	8.0	8.9
KY Initial Claims	36,867	31,452	34,239	29,362	28,206	40,123	29,415	27,338	26,522	26,848	29,217	29,512	28,410
% Chg Previous Month SAAR	-41.4	-85.1	176.9	-84.2	-38.3	6,767.1	-97.6	-58.5	-30.5	15.8	175.8	12.8	-36.7
% Chg Same Month Last Year	-8.7	-23.9	-22.1	-40.0	-42.3	-30.9	-49.5	-46.1	-51.3	-45.3	-26.5	-23.4	-22.9
KY Exhaustees	8,303	7,210	8,223	6,603	6,273	6,540	6,270	5,451	5,236	5,794	4,746	5,115	4,632
% Chg Previous Month SAAR	-38.5	-81.6	384.4	-92.8	-46.0	64.9	-39.7	-81.4	-38.3	236.8	-90.9	145.5	-69.6
% Chg Same Month Last Year	184.9	195.5	158.8	80.9	73.5	49.6	32.6	-3.3	-22.1	-25.0	-39.4	-40.8	-44.2
US Unemployment Rate (%)	9.8	10.1	10.0	10.0	9.7	9.7	9.7	9.9	9.7	9.5	9.5	9.6	9.6
KY Unemployment Rate (%)	10.8	10.7	10.7	10.6	10.7	10.9	10.7	10.6	10.4	10.0	9.9	10.0	10.1

**SELECT EMPLOYMENT SERIES
SEASONALLY ADJUSTED**

	2009					2010							
	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
KY Non-farm Employment (000s)	1,757.8	1,764.2	1,765.4	1,766.0	1,755.4	1,749.1	1,762.0	1,773.0	1,782.5	1,780.4	1,775.6	1,770.3	1,771.3
% Chg Previous Month SAAR	0.7	4.5	0.8	0.4	-7.0	-4.2	9.2	7.8	6.6	-1.4	-3.2	-3.5	0.7
% Chg Same Month Last Year	-4.4	-4.0	-3.4	-2.9	-2.3	-2.1	-0.9	-0.1	0.9	1.0	0.7	0.8	0.8
KY Construction Employment (000s)	71.4	71.7	71.0	69.5	64.6	64.3	67.8	68.8	67.8	67.2	66.2	64.6	64.5
% Chg Previous Month SAAR	-1.7	5.2	-11.1	-22.6	-58.4	-5.4	88.9	19.2	-16.1	-10.1	-16.5	-25.4	-1.8
% Chg Same Month Last Year	-15.4	-13.9	-13.4	-14.0	-18.3	-17.1	-11.3	-8.0	-7.8	-7.6	-8.6	-9.7	-9.7
KY Natural Resources & Mining Employment (000s)	22.9	22.9	22.7	23.0	23.1	23.2	23.2	23.3	23.6	23.6	23.6	23.4	23.4
% Chg Previous Month SAAR	-2.3	-1.6	-9.3	17.1	5.3	5.5	1.3	6.4	16.8	0.8	-0.9	-12.9	2.8
% Chg Same Month Last Year	-7.5	-9.5	-10.6	-9.4	-8.8	-8.1	-7.6	-6.5	-2.9	-1.2	2.3	1.8	2.3
KY Manufacturing Employment (000s)	209.2	208.1	208.3	208.5	208.7	205.2	208.5	211.0	213.0	215.6	212.1	213.7	214.1
% Chg Previous Month SAAR	-0.6	-6.1	1.2	1.2	1.2	-18.4	21.1	15.4	12.0	15.7	-17.8	9.4	2.3
% Chg Same Month Last Year	-12.8	-13.0	-12.1	-10.4	-6.5	-7.1	-4.2	-2.4	0.1	2.2	0.0	2.1	2.3
KY Trade, Transportation & Utilities Employment (000s)	361.2	360.4	359.0	358.1	362.1	360.6	363.8	364.3	365.7	364.5	368.0	367.2	368.6
% Chg Previous Month SAAR	0.7	-2.6	-4.6	-3.0	14.3	-4.9	11.2	1.7	4.7	-3.9	12.2	-2.6	4.7
% Chg Same Month Last Year	-4.6	-4.3	-4.3	-4.6	-2.2	-1.9	-0.1	0.1	0.8	0.6	1.7	1.7	2.0
KY Information Services Employment (000s)	26.6	26.5	26.6	26.6	26.6	26.5	26.4	26.1	26.3	26.2	26.0	26.1	25.9
% Chg Previous Month SAAR	-4.4	-4.4	4.6	0.0	0.0	-4.4	-4.4	-12.8	9.6	-4.5	-8.8	4.7	-8.8
% Chg Same Month Last Year	-8.9	-8.0	-7.0	-5.7	-5.3	-5.0	-4.3	-4.7	-3.0	-2.2	-2.6	-2.2	-2.6
KY Financial Services Employment (000s)	87.5	86.9	86.7	87.0	87.6	86.8	86.6	85.7	85.8	84.9	85.1	84.3	84.6
% Chg Previous Month SAAR	-1.4	-7.9	-2.7	4.2	8.6	-10.4	-2.7	-11.8	1.4	-11.9	2.9	-10.7	4.4
% Chg Same Month Last Year	-4.1	-4.3	-4.7	-3.9	-2.7	-2.9	-2.7	-3.6	-3.4	-3.7	-3.4	-3.8	-3.3
KY Business Services Employment (000s)	169.8	173.8	177.8	181.2	175.8	175.4	176.7	181.6	182.1	182.2	183.9	182.4	179.5
% Chg Previous Month SAAR	0.7	32.2	31.4	25.5	-30.4	-2.7	9.3	38.9	3.4	0.7	11.8	-9.4	-17.5
% Chg Same Month Last Year	-5.9	-2.7	0.7	3.4	1.6	1.9	3.9	7.4	8.3	8.8	8.2	7.5	5.7
KY Education & Health Services Employment (000s)	248.2	248.6	248.6	249.0	247.3	248.1	250.3	250.8	250.9	251.0	250.4	248.9	249.8
% Chg Previous Month SAAR	3.4	2.0	0.0	1.9	-7.9	4.0	11.2	2.4	0.5	0.5	-2.8	-7.0	4.4
% Chg Same Month Last Year	1.2	1.1	1.0	1.2	0.7	1.1	1.8	1.9	1.7	1.7	1.3	0.6	0.6
KY Leisure & Hospitality Employment (000s)	167.0	170.5	170.8	168.8	167.0	168.1	166.9	166.5	167.8	168.0	166.5	167.4	170.1
% Chg Previous Month SAAR	3.7	28.3	2.1	-13.2	-12.1	8.2	-8.2	-2.8	9.8	1.4	-10.2	6.7	21.2
% Chg Same Month Last Year	-3.0	-0.7	0.8	-0.5	-1.2	-0.4	-1.5	-1.5	-0.7	-0.3	-0.8	0.5	1.9
KY Other Services Employment (000s)	69.8	68.6	67.9	68.2	68.0	68.1	67.4	69.0	68.8	68.8	68.0	67.8	68.6
% Chg Previous Month SAAR	-5.0	-18.8	-11.6	5.4	-3.5	1.8	-11.7	32.5	-3.4	0.0	-13.1	-3.5	15.1
% Chg Same Month Last Year	-4.9	-6.8	-7.2	-5.8	-4.8	-4.6	-5.1	-2.1	-1.9	-2.0	-3.3	-3.3	-1.7
KY Government Employment (000s)	324.3	326.2	326.0	326.1	324.6	322.8	324.2	325.9	330.7	328.3	325.9	324.6	322.2
% Chg Previous Month SAAR	0.7	7.3	-0.7	0.4	-5.4	-6.5	5.3	6.5	19.2	-8.4	-8.4	-4.7	-8.5
% Chg Same Month Last Year	1.7	0.9	0.9	1.2	1.1	0.9	0.8	0.7	2.3	1.2	0.5	0.2	-0.6
CPI, All Urban (1982-84=100)	215.9	216.4	216.9	217.2	217.6	217.6	217.7	217.6	217.2	216.9	217.6	218.2	218.4
% Chg Previous Month SAAR	1.9	2.5	2.8	2.0	2.0	0.0	0.8	-0.8	-1.9	-1.6	3.8	3.1	1.2
% Chg Same Month Last Year	-1.3	-0.2	1.8	2.8	2.7	2.2	2.4	2.2	2.0	1.1	1.3	1.2	1.1
Ave. Prime Interest Rate (% , NSA)	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25