

FDIC State Profile

Kentucky

Third Quarter 2023

ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

Employment Growth Rates (% change from year ago, unless noted)	Q3-23	Q2-23	Q3-22	2022	2021
Total Nonfarm (share of trailing four quarter employment in parentheses)	2.7%	3.0%	3.3%	3.0%	3.6%
Manufacturing (13%)	3.2%	3.7%	4.8%	3.9%	3.2%
Other (non-manufacturing) Goods-Producing (5%)	9.2%	5.6%	5.6%	4.2%	2.4%
Private Service-Providing (67%)	2.1%	2.8%	3.7%	3.4%	4.8%
Government (15%)	3.0%	2.3%	-0.2%	0.7%	-0.8%
Unemployment Rate (% of labor force, seasonally adjusted)	4.0%	3.8%	4.0%	3.9%	4.4%
Other Indicators (% change of 4-qtr moving total, unless noted)	Q3-23	Q2-23	Q3-22	2022	2021
Single-Family Home Permits	-18.1%	-23.0%	-7.4%	-15.5%	15.2%
Multifamily Building Permits	49.3%	87.5%	14.0%	9.4%	33.3%
Home Price Index (change from year ago)	6.4%	7.5%	14.4%	15.1%	11.8%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	N/A	2.29	1.98	1.91	2.00

BANKING TRENDS

General Information	Q3-23	Q2-23	Q3-22	2022	2021
Institutions (#)	122	122	124	124	127
Total Assets (in millions)	74,385	73,782	73,326	73,645	73,848
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	43	43	44	44	45
Asset Quality	Q3-23	Q2-23	Q3-22	2022	2021
Past-Due and Nonaccrual Loans / Total Loans (median %)	0.78	0.77	0.86	0.83	0.92
Noncurrent Loans / Total Loans (median %)	0.31	0.33	0.38	0.30	0.41
Loan and Lease Allowance / Total Loans (median %)	1.21	1.24	1.23	1.24	1.28
Loan and Lease Allowance / Noncurrent Loans (median multiple)	3.23	3.40	2.82	3.48	2.75
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.02	0.01	0.01	0.01	0.01
Capital / Earnings (year-to-date annualized, unless noted)	Q3-23	Q2-23	Q3-22	2022	2021
Tier 1 Leverage (median %, end of period)	10.73	10.70	10.56	10.52	10.37
Return on Assets (median %)	1.03	1.06	1.07	1.11	1.10
Pretax Return on Assets (median %)	1.21	1.23	1.29	1.30	1.30
Net Interest Margin (median %)	3.57	3.57	3.43	3.51	3.42
Yield on Earning Assets (median %)	4.84	4.70	3.76	3.92	3.83
Cost of Funding Earning Assets (median %)	1.20	1.09	0.33	0.39	0.35
Provisions to Avg. Assets (median %)	0.05	0.05	0.04	0.05	0.04
Noninterest Income to Avg. Assets (median %)	0.56	0.56	0.58	0.58	0.59
Overhead to Avg. Assets (median %)	2.61	2.59	2.51	2.51	2.51
Liquidity/Sensitivity	Q3-23	Q2-23	Q3-22	2022	2021
Net Loans to Assets (median %)	66.95	65.09	61.54	64.18	57.90
Noncore Funding to Assets (median %)	12.37	10.83	7.45	9.00	6.58
Long-term Assets to Assets (median %, call filers)	46.50	47.49	49.78	49.55	51.79
Brokered Deposits (number of institutions)	55	44	34	42	31
Brokered Deposits to Assets (median % for those above)	3.95	3.33	2.67	3.10	2.81
Loan Concentrations (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)	Q3-23	Q2-23	Q3-22	2022	2021
Commercial and Industrial	42	43	38	39	41
Commercial Real Estate	204	205	199	203	188
Construction & Development	42	41	37	39	33
Multifamily Residential Real Estate	17	17	17	18	17
Nonresidential Real Estate	122	125	135	130	119
Residential Real Estate	209	204	195	204	186
Consumer	23	22	23	21	22
Agriculture	33	34	34	34	35

BANKING PROFILE

Largest Deposit Markets (from 2023 Summary of Deposits)	Institutions in Market	Deposits (\$ millions)	Asset Distribution	Institutions
Cincinnati, OH-KY-IN	58	193,299	< \$100 million	19 (15.6%)
Louisville/Jefferson County, KY-IN	38	41,313	\$100 million to \$250 million	37 (30.3%)
Lexington-Fayette, KY	37	14,889	\$250 million to \$1 billion	51 (41.8%)
Evansville, IN-KY	18	12,510	\$1 billion to \$10 billion	15 (12.3%)
Huntington-Ashland, WV-KY-OH	24	7,356	> \$10 billion	0 (0%)