

# FDIC State Profile

Kentucky

Second Quarter 2021

## ECONOMIC INDICATORS (NOT SEASONALLY ADJUSTED, UNLESS NOTED)

<b>Employment Growth Rates (% change from year ago, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Total Nonfarm (share of trailing four quarter employment in parentheses)	8.8%	-5.0%	-11.8%	-5.7%	0.8%
Manufacturing (13%)	12.6%	-3.6%	-14.6%	-6.6%	0.2%
Other (non-manufacturing) Goods-Producing (5%)	6.5%	-3.7%	-9.8%	-5.9%	3.0%
Private Service-Providing (66%)	10.5%	-5.0%	-12.9%	-5.8%	1.0%
Government (16%)	0.5%	-6.2%	-5.8%	-4.3%	-0.5%
Unemployment Rate (% of labor force, seasonally adjusted)	4.5%	5.2%	11.2%	6.6%	4.1%
<b>Other Indicators (% change of 4-qtr moving total, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Single-Family Home Permits	26.7%	14.7%	1.4%	10.3%	-1.2%
Multifamily Building Permits	-1.1%	-2.8%	-8.9%	-18.1%	-22.5%
Home Price Index (change from year ago)	10.6%	6.9%	4.4%	5.0%	4.3%
Nonbusiness Bankruptcy Filings per 1000 people (quarterly annualized level)	2.24	2.18	2.29	2.51	3.39

## BANKING TRENDS

<b>General Information</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Institutions (#)	130	131	134	132	141
Total Assets (in millions)	72,340	71,998	67,435	68,937	60,544
New Institutions (# < 3 years)	0	0	0	0	0
Subchapter S Institutions (#)	46	46	48	47	51

<b>Asset Quality</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Past-Due and Nonaccrual Loans / Total Loans (median %)	1.06	1.07	1.24	1.22	1.58
Noncurrent Loans / Total Loans (median %)	0.49	0.53	0.64	0.57	0.70
Loan and Lease Allowance / Total Loans (median %)	1.26	1.24	1.17	1.25	1.11
Loan and Lease Allowance / Noncurrent Loans (median multiple)	2.08	2.06	1.52	1.72	1.34
Net Loan Losses / Total Loans (median %, year-to-date annualized)	0.00	0.00	0.02	0.03	0.07

<b>Capital / Earnings (year-to-date annualized, unless noted)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Tier 1 Leverage (median %, end of period)	10.61	10.82	11.07	10.71	11.59
Return on Assets (median %)	1.12	1.12	1.02	1.02	1.08
Pretax Return on Assets (median %)	1.40	1.33	1.17	1.15	1.20
Net Interest Margin (median %)	3.39	3.37	3.71	3.60	3.86
Yield on Earning Assets (median %)	3.86	3.83	4.43	4.28	4.66
Cost of Funding Earning Assets (median %)	0.40	0.42	0.73	0.65	0.84
Provisions to Avg. Assets (median %)	0.04	0.04	0.12	0.11	0.07
Noninterest Income to Avg. Assets (median %)	0.63	0.61	0.62	0.62	0.68
Overhead to Avg. Assets (median %)	2.56	2.56	2.84	2.84	2.98

<b>Liquidity/Sensitivity</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Net Loans to Assets (median %)	60.00	60.30	66.09	63.29	68.96
Noncore Funding to Assets (median %)	7.28	7.39	9.44	8.29	9.43
Long-term Assets to Assets (median %, call filers)	48.50	44.93	39.91	42.76	36.33
Brokered Deposits (number of institutions)	35	36	40	39	45
Brokered Deposits to Assets (median % for those above)	2.91	2.89	2.85	2.95	3.96

<b>Loan Concentrations (median % of Tier 1 Capital plus the Reserve for Loan and Lease Losses)</b>	<b>Q2-21</b>	<b>Q1-21</b>	<b>Q2-20</b>	<b>2020</b>	<b>2019</b>
Commercial and Industrial	51	54	64	50	40
Commercial Real Estate	187	192	189	193	189
Construction & Development	31	32	33	32	32
Multifamily Residential Real Estate	16	18	16	17	15
Nonresidential Real Estate	121	120	122	122	121
Residential Real Estate	189	191	197	197	201
Consumer	21	21	22	22	23
Agriculture	35	37	39	38	41

## BANKING PROFILE

<b>Largest Deposit Markets (from 2021 Summary of Deposits)</b>	<b>Institutions in Market</b>	<b>Deposits (\$ millions)</b>	<b>Asset Distribution</b>	<b>Institutions</b>
Cincinnati, OH-KY-IN	59	158,475	< \$100 million	22 (16.9%)
Louisville/Jefferson County, KY-IN	39	39,081	\$100 million to \$250 million	40 (30.8%)
Lexington-Fayette, KY	38	15,394	\$250 million to \$1 billion	51 (39.2%)
Evansville, IN-KY	18	8,494	\$1 billion to \$10 billion	17 (13.1%)
Huntington-Ashland, WV-KY-OH	27	7,600	> \$10 billion	0 (0%)