

Selected U.S. and Kentucky Economic Variables
S&P IHS Global: Control Scenario
August 2026

	FY24	FY25	FY26	FY27	FY28
OUTPUT					
US Real GDP (Bil 2012\$)	23,061	23,596	24,133	24,614	25,220
	3.2%	2.3%	2.3%	2.0%	2.5%
Industrial Production Index, Total	-0.3%	-0.1%	1.3%	1.3%	1.0%
Industrial Production Index, Durables	0.4%	0.5%	-0.3%	-0.3%	1.2%
INCOME					
KY Personal Income (Mil\$)	260,750	273,254	284,005	294,807	309,789
	6.3%	4.8%	3.9%	3.8%	5.1%
KY Wage & Salary Income (Mil\$)	125,248	129,943	134,106	138,625	144,590
	5.8%	3.7%	3.2%	3.4%	4.3%
KY Supplements to W&S (Mil\$)	29,316	30,316	31,477	32,698	34,406
	5.0%	3.4%	3.8%	3.9%	5.2%
KY Proprietors' Income (Mil\$)	18,493	19,266	19,556	20,753	22,667
	2.2%	4.2%	1.5%	6.1%	9.2%
KY Dividend, Interest, & Rent (Mil\$)	45,281	46,275	47,079	48,501	51,306
	9.7%	2.2%	1.7%	3.0%	5.8%
KY Transfer Payments (Mil\$)	66,792	72,507	77,764	80,849	84,237
	6.0%	8.6%	7.3%	4.0%	4.2%
KY Social Insurance (Mil\$)	20,476	21,484	22,293	22,783	23,545
	5.5%	4.9%	3.8%	2.2%	3.3%
US Personal Income (Bil\$)	24,262	25,512	26,560	27,761	29,522
	5.9%	5.2%	4.1%	4.5%	6.3%

Selected U.S. and Kentucky Economic Variables
S&P IHS Global: Control Scenario
August 2026

	FY24	FY25	FY26	FY27	FY28
EMPLOYMENT					
KY Nonfarm Employment (Thous)	2,028.9	2,036.9	2,031.9	2,041.2	2,044.7
	1.6%	0.4%	-0.2%	0.5%	0.2%
US Nonfarm Employment (Mil)	157.0	158.2	158.6	159.2	159.7
	1.6%	0.8%	0.3%	0.4%	0.3%
KY Manufacturing Employment (Thou)	258.2	255.1	250.2	253.4	253.1
	1.3%	-1.2%	-1.9%	1.2%	-0.1%
US Manufacturing Employment (Mil)	12.8	12.7	12.6	12.6	12.4
	-0.2%	-1.2%	-0.8%	-0.2%	-1.4%
OTHER KEY MEASURES					
Consumer Sentiment Index (Michigan)	71.1	64.9	53.6	53.2	58.5
Rate of Inflation (%)	3.3%	2.6%	3.0%	2.6%	2.1%
US Retail Sales (%)	2.9%	3.7%	4.4%	4.3%	3.5%
US Corporate Profits(%)	10.1%	2.4%	13.1%	11.4%	2.1%
Three-month Treasury Bills (%)	5.3%	4.5%	3.8%	3.7%	3.1%
Oil Price, West Texas (\$/barrel)	79.90	70.84	72.33	80.44	72.73

MAK: Macromodel of Kentucky
Governor's Office for Economic Analysis
Office of State Budget Director

Selected U.S. and Kentucky Economic Variables
S&P IHS Global: Optimistic Scenario
August 2026

	FY24	FY25	FY26	FY27	FY28
OUTPUT					
US Real GDP (Bil 2012\$)	23,061 3.2%	23,596 2.3%	24,133 2.3%	24,677 2.3%	25,431 3.1%
Industrial Production Index, Total	-0.3%	-0.1%	1.3%	1.5%	1.6%
Industrial Production Index, Durables	0.4%	0.5%	-0.3%	0.1%	2.0%
INCOME					
KY Personal Income (Mil\$)	260,750 6.3%	273,254 4.8%	284,002 3.9%	294,843 3.8%	310,726 5.4%
KY Wage & Salary Income (Mil\$)	125,248 5.8%	129,943 3.7%	134,107 3.2%	138,675 3.4%	144,708 4.4%
KY Supplements to W&S (Mil\$)	29,316 5.0%	30,316 3.4%	31,476 3.8%	32,687 3.8%	34,390 5.2%
KY Proprietors' Income (Mil\$)	18,493 2.2%	19,266 4.2%	19,559 1.5%	20,825 6.5%	23,253 11.7%
KY Dividend, Interest, & Rent (Mil\$)	45,281 9.7%	46,275 2.2%	47,060 1.7%	48,485 3.0%	51,722 6.7%
KY Transfer Payments (Mil\$)	66,792 6.0%	72,507 8.6%	77,776 7.3%	80,773 3.9%	84,070 4.1%
KY Social Insurance (Mil\$)	20,476 5.5%	21,484 4.9%	22,292 3.8%	22,766 2.1%	23,546 3.4%
US Personal Income (Bil\$)	24,262 5.9%	25,512 5.2%	26,560 4.1%	27,761 4.5%	29,636 6.8%

Selected U.S. and Kentucky Economic Variables
S&P IHS Global: Optimistic Scenario
August 2026

	FY24	FY25	FY26	FY27	FY28
EMPLOYMENT					
KY Nonfarm Employment (Thous)	2,028.9	2,036.9	2,031.9	2,043.0	2,047.0
	1.6%	0.4%	-0.2%	0.5%	0.2%
US Nonfarm Employment (Mil)	157.0	158.2	158.6	159.3	159.6
	1.6%	0.8%	0.3%	0.4%	0.2%
KY Manufacturing Employment (Thou)	258.2	255.1	250.2	252.9	252.3
	1.3%	-1.2%	-1.9%	1.1%	-0.2%
US Manufacturing Employment (Mil)	12.8	12.7	12.6	12.4	12.2
	-0.2%	-1.2%	-0.8%	-1.2%	-1.9%
OTHER KEY MEASURES					
Consumer Sentiment Index (Michigan)	71.1	64.9	53.6	57.1	65.2
Rate of Inflation (%)	3.3%	2.6%	3.0%	2.0%	2.3%
US Retail Sales (%)	2.9%	3.7%	4.4%	4.2%	4.4%
US Corporate Profits(%)	10.1%	2.4%	13.1%	11.7%	4.5%
Three-month Treasury Bills (%)	5.3%	4.5%	3.8%	3.7%	3.1%
Oil Price, West Texas (\$/barrel)	79.90	70.84	72.33	68.16	65.28

MAK: Macromodel of Kentucky
Governor's Office for Economic Analysis
Office of State Budget Director

Selected U.S. and Kentucky Economic Variables
S&P IHS Global: Pessimistic Scenario
August 2026

	FY24	FY25	FY26	FY27	FY28
OUTPUT					
US Real GDP (Bil 2012\$)	23,061	23,596	24,133	24,499	24,938
	3.2%	2.3%	2.3%	1.5%	1.8%
Industrial Production Index, Total	-0.3%	-0.1%	1.3%	0.8%	0.4%
Industrial Production Index, Durables	0.4%	0.5%	-0.3%	-1.0%	0.2%
INCOME					
KY Personal Income (Mil\$)	260,750	273,254	283,994	294,912	310,001
	6.3%	4.8%	3.9%	3.8%	5.1%
KY Wage & Salary Income (Mil\$)	125,248	129,943	134,103	138,646	144,361
	5.8%	3.7%	3.2%	3.4%	4.1%
KY Supplements to W&S (Mil\$)	29,316	30,316	31,479	32,722	34,379
	5.0%	3.4%	3.8%	3.9%	5.1%
KY Proprietors' Income (Mil\$)	18,493	19,266	19,567	20,734	22,432
	2.2%	4.2%	1.6%	6.0%	8.2%
KY Dividend, Interest, & Rent (Mil\$)	45,281	46,275	47,066	48,324	50,991
	9.7%	2.2%	1.7%	2.7%	5.5%
KY Transfer Payments (Mil\$)	66,792	72,507	77,757	81,115	85,234
	6.0%	8.6%	7.2%	4.3%	5.1%
KY Social Insurance (Mil\$)	20,476	21,484	22,293	22,792	23,525
	5.5%	4.9%	3.8%	2.2%	3.2%
US Personal Income (Bil\$)	24,262	25,512	26,560	27,777	29,529
	5.9%	5.2%	4.1%	4.6%	6.3%

Selected U.S. and Kentucky Economic Variables
S&P IHS Global: Pessimistic Scenario
August 2026

	FY24	FY25	FY26	FY27	FY28
EMPLOYMENT					
KY Nonfarm Employment (Thous)	2,028.9	2,036.9	2,031.9	2,037.2	2,029.9
	1.6%	0.4%	-0.2%	0.3%	-0.4%
US Nonfarm Employment (Mil)	157.0	158.2	158.6	158.9	158.4
	1.6%	0.8%	0.3%	0.2%	-0.3%
KY Manufacturing Employment (Thou)	258.2	255.1	250.2	253.4	252.1
	1.3%	-1.2%	-1.9%	1.3%	-0.5%
US Manufacturing Employment (Mil)	12.8	12.7	12.6	12.6	12.5
	-0.2%	-1.2%	-0.8%	0.2%	-1.3%
OTHER KEY MEASURES					
Consumer Sentiment Index (Michigan)	71.1	64.9	53.6	46.9	48.7
Rate of Inflation (%)	3.3%	2.6%	3.0%	3.7%	3.3%
US Retail Sales (%)	2.9%	3.7%	4.4%	4.8%	3.4%
US Corporate Profits(%)	10.1%	2.4%	13.1%	11.9%	1.8%
Three-month Treasury Bills (%)	5.3%	4.5%	3.8%	4.1%	3.8%
Oil Price, West Texas (\$/barrel)	79.90	70.84	72.33	95.02	101.38

MAK: Macromodel of Kentucky
Governor's Office for Economic Analysis
Office of State Budget Director