

Economic Impact Statement for the Bluegrass Alliance Region

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Project Name: **Valvoline**

Major product or service: **R&D Lab**

Proposed Site: **Fayette County, KY
Fayette County**

Direct Impact	Estimated Annual Net New Impact
Jobs (full-time equivalents)	40
Average annual earnings per job (assumed)	\$80,080
Total payroll, excluding benefits	\$3,203,200
Average value of merchants inventory	\$0
Average value of goods in storage, public warehouses	\$0
New taxable real estate (buildings, improvements, enhanced land value)	\$850,000
New manufacturing machinery	\$200,000
New taxable tangible property (non-mfg equipment)	\$0
New motor vehicles	\$0
City/County occupational tax revenues	\$72,072
City/County property tax revenues	\$3,068
County Public School System occupational tax revenues	\$9,610
County Public School System property tax revenues	\$5,049
Kentucky State property tax revenues	\$1,204

Local Economic Multipliers for this Project

Indirect Effects (intra-industry spending)		Induced Effects (household spending)	
Employment	1.38	Employment	1.21
Compensation	1.43	Compensation	1.17
Total Effects (Indirect + Induced)			
Employment	1.67		
Compensation	1.68		

Indirect (Intra-Industry) Employment and Payroll Impacts

Jobs in 8 County Bluegrass Alliance Region		15	
Bourbon County, KY	0	Jessamine County, KY	1
Clark County, KY	1	Madison County, KY	1
Fayette County, KY	10	Scott County, KY	1
Franklin County, KY	1	Woodford County, KY	1
Payroll in 8 County Bluegrass Alliance Region		\$1,389,269	
Bourbon County, KY	\$24,961	Jessamine County, KY	\$50,189
Clark County, KY	\$53,360	Madison County, KY	\$59,831
Fayette County, KY	\$950,510	Scott County, KY	\$163,270
Franklin County, KY	\$46,987	Woodford County, KY	\$40,161

Induced (Household) Employment and Payroll Impacts

Jobs in 8 County Bluegrass Alliance Region		12	
Bourbon County, KY	0	Jessamine County, KY	1
Clark County, KY	0	Madison County, KY	1
Fayette County, KY	8	Scott County, KY	0
Franklin County, KY	0	Woodford County, KY	0

Payroll in 8 County Bluegrass Alliance Region		\$781,959	
Bourbon County, KY	\$19,053	Jessamine County, KY	\$50,149
Clark County, KY	\$31,954	Madison County, KY	\$44,095
Fayette County, KY	\$557,891	Scott County, KY	\$35,059
Franklin County, KY	\$16,321	Woodford County, KY	\$27,436

Total (Direct + Indirect + Induced) Employment and Payroll Impacts

Jobs in 8 County Bluegrass Alliance Region		67	
Bourbon County, KY	1	Jessamine County, KY	1
Clark County, KY	1	Madison County, KY	2
Fayette County, KY	58	Scott County, KY	2
Franklin County, KY	1	Woodford County, KY	1

Payroll in 8 County Bluegrass Alliance Region		\$5,374,428	
Bourbon County, KY	\$44,014	Jessamine County, KY	\$100,338
Clark County, KY	\$85,314	Madison County, KY	\$103,926
Fayette County, KY	\$4,711,601	Scott County, KY	\$198,329
Franklin County, KY	\$63,309	Woodford County, KY	\$67,597

City/County Occupational Tax Revenues

Bourbon County, KY	\$847	Jessamine County, KY	\$2,144
Clark County, KY	\$2,393	Madison County, KY	\$2,873
Fayette County, KY	\$106,011	Scott County, KY	\$3,348
Franklin County, KY	\$1,327	Woodford County, KY	\$1,588

County Public School System Occupational Tax Revenues

Fayette County, KY	\$14,135	Scott County, KY	\$992
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Kentucky State Tax Revenues

Kentucky State Individual Income Tax Revenues	\$209,496
Kentucky State Sales Tax Revenues	\$207,372

Summary of Tax Revenues

City/County Governments	\$123,598
County Public School Systems	\$20,175
Kentucky State Government	\$418,072

Additional tax revenues and other collections are likely, but are not as easy to measure. These include the County-wide net profits tax, the County-wide insurance premium tax, Kentucky corporate income and license taxes, Kentucky motor vehicle usage and gasoline taxes.

No attempt is made to estimate any public costs associated with the proposed economic development.

Calculations assume property listed is "new". The average annual taxable value of tangible personal property is assumed to be 1/3 of the purchase price.

Estimated impacts do not take account of, and are not reduced by, any tax incentives for the direct or indirect jobs added.