



The Wine Industry Boosts the Kentucky Economy by \$2.34 Billion in 2025

The production, distribution, sales, and consumption of wine in Kentucky benefits many sectors state's economy and generates close to \$2.34 billion in total economic activity. This ultimate value-added product preserves agricultural land, provides American jobs, attracts tourists, generates taxes, and enhances the quality of life.

Economic Impact of the Wine Industry in Kentucky

	Direct	Supplier	Induced	Total
Jobs	6,221	2,808	2,936	11,965
Wages	\$230,240,900	\$197,516,000	\$186,905,400	\$614,662,300
Output	\$792,318,300	\$831,498,600	\$720,871,900	\$2,344,688,800
Business Taxes				\$212,758,000
Consumption Taxes				\$68,932,200

Total Output: The wine industry generates close to \$2.34 billion in total economic activity in the State of Kentucky, dramatically illustrating that wine is the ultimate value-added beverage. The broader economic impact flows throughout the state, generating business for firms seemingly unrelated to the wine industry. Real people, with real jobs, working in industries as varied as farming, banking, accounting, manufacturing, packaging, transportation, printing, and advertising depend on the wine industry for their livelihoods.

State Reach: The Kentucky wine industry includes a total of 72 wine producers¹ as well as 260 acres of vineyards.²

Job Creation: The Kentucky wine industry directly employs as many as 6,221 people, and generates an additional 2,808 jobs in supplier and ancillary industries which supply goods and services to the industry, and whose sales depend on the wine industry's economic activity. Ultimately, 11,965 jobs are created and supported by the wine industry.

Wage Generation: The Kentucky wine industry provides good jobs, paying an average of \$51,400 in annual wages and benefits. The total wages generated by direct, indirect, and induced economic activity driven by the wine industry are \$614.66 million.

Tourist Activity: The Kentucky wine industry is a major magnet for tourists and tourism-driven expenses. Kentucky's "wine country" regions generates 223,700 tourist visits and \$42.71 million in annual tourism expenditures, benefiting local economies and tax bases.

Tax Revenues: The Kentucky wine industry generates sizeable tax revenues on the local, state, and national levels. In 2025, the industry will pay nearly \$102.52 million in state and local taxes, and \$110.24 million in federal taxes for a total of \$212.76 million. In addition, the industry generates approximately \$6.81 million federal consumption taxes and \$62.12 million in state consumption taxes which include excise and sales taxes.

¹ Throughout this study, the winery count refers to the number of winery facilities. A single winery may have multiple facilities throughout the state or country. Each of these facilities is included in the winery count.

² Vineyard acres refer to farmland being used to grow winegrapes statewide.