



EMPLOYEE-OWNED S CORPORATIONS OF AMERICA

Arkansas

- ★ Employee-owners at ESCA Companies in Arkansas: 4,165
- ★ Companies headquartered in Arkansas (2): Central States Manufacturing (HQ: Lowell) • Harps Food Stores (HQ: Springdale)
- ★ Companies with locations in Arkansas (20): Austin Industries • Black & Veatch • Burns & McDonnell • CCMSI • Cisco-Eagle, Inc. • EA Engineering • Ferrellgas • HDR, Inc. • Hisco, Inc. • Houchens • Jasper Engines & Transmissions • Lewis Tree Service • Mangan, Inc. • Morton Buildings, Inc. • Project WorldWide • Sammons Enterprises, Inc. • SCS Engineers • Volkert • West Monroe Partners • Wright Service Corp.
- ★ ESCA companies located in Arkansas cover a broad range of industries from engineering and industrial automation to travel and tourism.
- ★ ESCA is the only organization that speaks exclusively for the interests of over 170 S Corporation ESOP Companies with approximately 205,000 employee-owners across the nation.

Facts about S ESOPs...

- ✓ While nearly 46% of working Americans do not have access to an employer-sponsored retirement savings plan, ***all S corporation ESOP participants do have a plan***, and that plan is ***wholly funded by their companies***.
- ✓ More than 55% of Americans over the age of 55 have no retirement savings. Meanwhile, S ESOPs are powerful savings vehicles:
 - Retirement ***account balances are meaningfully higher*** than the average 401(k).
 - ***Distributions to participants totaled nearly \$38 billion*** from 2002-2014.
 - Today, workers are seeing ***\$14 billion in new savings*** each year.
- ✓ By increasing capital ownership, ***ESOPs reduce wealth inequality*** and do not have the effect of trading employee ownership for wages.
- ✓ S ESOPs in particular lead to ***greater firm longevity and higher wages, wage growth, job stability, retirement plan contributions, employment, and sales***.
- ✓ From 2002-2012, ***S ESOPs outperformed the S&P 500 by 62% percent*** in terms of total return per participant and ***net assets in S ESOP accounts increased over 300%***.
- ✓ S ESOPs have strikingly fewer loan defaults than other businesses: ***on average, an unusually low 0.2 percent annually***.
- ✓ On net, ***employment among S ESOP firms increased over 60%*** from 2001-2011 as compared to zero job growth in the private sector, and S ESOP companies weathered the economic storms better than their non-ESOP counterparts in ***job creation and preservation***.
- ✓ Every year S ESOPs' higher productivity, profitability, job stability and job growth generate a collective ***\$19 billion in economic value that otherwise would not exist***.