



## Economic Impact of Long Term Care Facilities Alabama

May 2019

### Long Term Care (LTC) facilities\* support an estimated \$5.25 Billion of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
46,527	15,238	61,765

Labor Income		
Direct	Indirect and Induced	Total
\$1.33 Billion	\$633 Million	\$1.96 Billion

<b>Economic Activity</b>		
Direct	Indirect and Induced	Total
\$3.09 Billion	\$2.15 Billion	\$5.25 Billion

Tax Revenue		
State/Local	Federal	Total
\$214 Million	\$411 Million	\$625 Million

<sup>\*</sup>Long Term Care (LTC) facilities include nursing homes, assisted living, and other residential care facilities. These facilities do not include government-owned or hospital-based facilities.

#### **Economic Impact Definitions**

- **Direct Effect** represents the initial change in the industry in question. In our analysis, we are modeling what would happen if all LTC facilities went away. (i.e. This represents those employed at LTC facilities and the incomes they earn.)
- Indirect and Induced Effects represent the inter-industry transactions to support the LTC industry demands and the changes in local spending among households (e.g., services to maintain buildings, local restaurants, and real estate for the industry and employees).
- **Economic Activity** represents output or value of industry production, like gross-domestic product (GDP).
- **Total** is the sum of the direct, indirect, and induced effects. Note, the sum of the segment amounts may not equal the total due to rounding.





May 2019

### Long Term Care (LTC) facilities\* support an estimated \$583 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
5,174	1,695	6,869

Labor Income		
Direct	Indirect and Induced	Total
\$148 Million	\$70 Million	\$218 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$344 Million	\$239 Million	\$583 Million

Tax Revenue		
State/Local	Federal	Total
\$24 Million	\$46 Million	\$70 Million

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May 2019

### Long Term Care (LTC) facilities\* support an estimated \$757 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
6,713	2,198	8,911

Labor Income		
Direct	Indirect and Induced	Total
\$192 Million	\$91 Million	\$283 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$447 Million	\$310 Million	\$757 Million

Tax Revenue		
State/Local	Federal	Total
\$31 Million	\$59 Million	\$90 Million

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May 2019

### Long Term Care (LTC) facilities\* support an estimated \$777 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
6,894	2,258	9,152

Labor Income		
Direct	Indirect and Induced	Total
\$197 Million	\$94 Million	\$291 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$459 Million	\$319 Million	\$777 Million

Tax Revenue		
State/Local	Federal	Total
\$32 Million	\$61 Million	\$93 Million

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May 2019

### Long Term Care (LTC) facilities\* support an estimated \$841 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
7,462	2,444	9,905

Labor Income		
Direct	Indirect and Induced	Total
\$213 Million	\$102 Million	\$315 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$496 Million	\$345 Million	\$841 Million

Tax Revenue		
State/Local	Federal	Total
\$34 Million	\$66 Million	\$100 Million

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May 2019

### Long Term Care (LTC) facilities\* support an estimated \$627 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
5,558	1,820	7,378

Labor Income		
Direct	Indirect and Induced	Total
\$159 Million	\$76 Million	\$234 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$370 Million	\$257 Million	\$627 Million

Tax Revenue		
State/Local	Federal	Total
\$26 Million	\$49 Million	\$75 Million

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May 2019

### Long Term Care (LTC) facilities\* support an estimated \$753 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
6,675	2,186	8,861

Labor Income		
Direct	Indirect and Induced	Total
\$191 Million	\$91 Million	\$281 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$444 Million	\$309 Million	\$753 Million

Tax Revenue		
State/Local	Federal	Total
\$31 Million	\$59 Million	\$90 Million

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May 2019

### Long Term Care (LTC) facilities\* support an estimated \$908 Million of the state's economic activity

Jobs		
Direct	Indirect and Induced	Total
8,051	2,637	10,687

Labor Income		
Direct	Indirect and Induced	Total
\$230 Million	\$110 Million	\$339 Million

Economic Activity		
Direct	Indirect and Induced	Total
\$536 Million	\$372 Million	\$908 Million

Tax Revenue		
State/Local	Federal	Total
\$37 Million	\$71 Million	\$108 Million

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