

Economic Impact of Long Term Care Facilities Maine

January, 2011

Long Term Care (LTC) facilities* support an estimated \$2.2 billion (4.2%) of the state's economic activity

Jobs

Direct	Total	Industry Rank
23,450 employees 2.9% of employment	31,200 employees 3.9% of employment	6

Labor Income

Direct	Total	Industry Rank
\$732.5 million 2.5% of labor income	\$997.8 million 3.4% of labor income	8

Economic Activity

Direct	Total	Industry Rank
\$1.3 billion 2.6% of economic activity	\$2.2 billion 4.2% of economic activity	13

Tax Revenue

State/Local	Federal	Total
\$194.5 million	\$148.7 million	\$343.3 million

*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.

Sources: Economic impact analysis: American Health Care Association using Impact Analysis for Planning (IMPLAN) software and data, Minnesota IMPLAN Group, Inc., 2009 data.

Economic Impact of Long Term Care Facilities Maine

January, 2011

Estimated Impact	Direct	Indirect	Induced	Total	% of Total State Activity
Output (in millions of dollars)	\$1,317.1	\$322.3	\$527.7	\$2,167.1	4.2%
Labor Income (in millions of dollars)	\$732.5	\$94.3	\$171.0	\$997.8	3.4%
Employment (jobs)	23,450	2,810	4,940	31,200	3.9%
Estimated Impact		State/Local	Federal	Total	
Tax Revenue (in millions of dollars)		\$194.5	\$148.7	\$343.3	

LTC facilities support other industries and sectors statewide...

Industry/Sector	Estimated Impact	
	Employment (jobs)	Economic Activity (in millions \$)
Nursing and Residential Care Facilities	23,450	\$1,317.1
Real Estate Establishments	820	75.0
Imputed Rental Activity for Owner-Occupied Dwellings	0	72.0
Food Services and Drinking Places	780	43.8
Insurance Carriers	140	42.4
Private Hospitals	250	33.9
Offices of Physicians, Dentists, and Other Health Care Providers	280	33.8
Wholesale Trade Businesses	210	32.9
Electric Power Generation, Transmission	40	20.1
All Other Industries	5,230	496.1

Economic Impact Definitions

- **Direct Effect** represents the impact (e.g., change in employment or revenues) for the expenditures and/or production values specified as directed final demand changes.
- **Indirect Effect** represents the impact (e.g., change in employment or revenues) caused by the iteration of industries purchasing from industries resulting from direct final demand changes.
- **Induced Effect** represents the impacts on all local industries caused by the expenditures of new household income generated by the direct and indirect effects of final demand changes.
- **Total Impact** is the sum of the direct, indirect and induced effects.
- **Labor Income** is the sum of employee compensation and proprietary income.

Economic Impact of Long Term Care Facilities Maine Congressional District 1

January, 2011

Long Term Care (LTC) facilities* support an estimated \$1,110.1 million (3.9%) of the district's economic activity

Jobs

Direct	Total	Industry Rank
11,340 employees 2.5% of employment	15,460 employees 3.5% of employment	8

Labor Income

Direct	Total	Industry Rank
\$366.2 million 2.2% of labor income	\$511.3 million 3.0% of labor income	12

Economic Activity

Direct	Total	Industry Rank
\$648.0 million 2.3% of economic activity	\$1,110.1 million 3.9% of economic activity	19

Tax Revenue

State/Local	Federal	Total
\$51.7 million	\$83.3 million	\$135.1 million

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Sources: Economic impact analysis: American Health Care Association using Impact Analysis for Planning (IMPLAN) software and data, Minnesota IMPLAN Group, Inc., 2009 data.

Economic Impact of Long Term Care Facilities Maine Congressional District 1

January, 2011

Estimated Impact	Direct	Indirect	Induced	Total	% of Total District Activity
Output (in millions of dollars)	\$648.0	\$160.2	\$301.8	\$1,110.1	3.9%
Labor Income (in millions of dollars)	\$366.2	\$46.8	\$98.3	\$511.3	3.0%
Employment (jobs)	11,340	1,380	2,750	15,460	3.5%
Estimated Impact		State/Local	Federal	Total	
Tax Revenue (in millions of dollars)		\$51.7	\$83.3	\$135.1	

LTC facilities support other industries and sectors district-wide...

Industry/Sector	Estimated Impact	
	Employment (jobs)	Economic Activity (in millions \$)
Nursing and Residential Care Facilities	11,340	\$648.0
Real Estate Establishments	510	46.7
Imputed Rental Activity for Owner-Occupied Dwellings	0	41.8
Food Services and Drinking Places	410	23.7
Insurance Carriers	70	22.2
Offices of Physicians, Dentists, and Other Health Care Providers	150	19.2
Private Hospitals	140	18.9
Wholesale Trade Businesses	100	17.4
Pharmaceutical Preparation Manufacturing	10	12.4
All Other Industries	2,730	259.8

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Economic Impact of Long Term Care Facilities Maine Congressional District 2

January, 2011

Long Term Care (LTC) facilities* support an estimated \$1,036.8 million (4.6%) of the district's economic activity

Jobs

Direct	Total	Industry Rank
12,120 employees 3.3% of employment	15,770 employees 4.3% of employment	5

Labor Income

Direct	Total	Industry Rank
\$366.3 million 3.0% of labor income	\$483.1 million 3.9% of labor income	7

Economic Activity

Direct	Total	Industry Rank
\$669.1 million 3.0% of economic activity	\$1,036.8 million 4.6% of economic activity	13

Tax Revenue

State/Local	Federal	Total
\$42.3 million	\$74.9 million	\$117.2 million

*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.

Sources: Economic impact analysis: American Health Care Association using Impact Analysis for Planning (IMPLAN) software and data, Minnesota IMPLAN Group, Inc., 2009 data.

Economic Impact of Long Term Care Facilities Maine Congressional District 2

January, 2011

Estimated Impact	Direct	Indirect	Induced	Total	% of Total District Activity
Output (in millions of dollars)	\$669.1	\$126.9	\$240.9	\$1,036.8	4.6%
Labor Income (in millions of dollars)	\$366.3	\$38.0	\$78.9	\$483.1	3.9%
Employment (jobs)	12,120	1,230	2,420	15,770	4.3%
Estimated Impact		State/Local	Federal	Total	
Tax Revenue (in millions of dollars)		\$42.3	\$74.9	\$117.2	

LTC facilities support other industries and sectors district-wide...

Industry/Sector	Estimated Impact	
	Employment (jobs)	Economic Activity (in millions \$)
Nursing and Residential Care Facilities	12,120	\$669.1
Imputed Rental Activity for Owner-Occupied Dwellings	0	36.1
Real Estate Establishments	250	22.7
Food Services and Drinking Places	420	22.3
Private Hospitals	130	17.8
Offices of Physicians, Dentists, and Other Health Care Providers	150	17.4
Wholesale Trade Businesses	110	15.1
Electric Power Generation, Transmission	20	11.0
Other State and Local Government Enterprises	40	9.6
All Other Industries	2,530	215.7

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Economic Impact of Long Term Care Facilities United States

January, 2011

Long Term Care (LTC) facilities* support an estimated \$529.0 billion (3.7%) of the nation's economic activity

Jobs

Direct	Total	Industry Rank
3,121,960 employees 1.8% of employment	5,445,420 employees 3.2% of employment	10

Labor Income

Direct	Total	Industry Rank
\$102.5 billion 1.3% of labor income	\$205.2 billion 2.6% of labor income	16

Economic Activity

Direct	Total	Industry Rank
\$183.5 billion 1.3% of economic activity	\$529.0 billion 3.7% of economic activity	27

Tax Revenue

State/Local	Federal	Total
\$22.2 billion	\$38.6 billion	\$60.9 billion

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Sources: Economic impact analysis: American Health Care Association using Impact Analysis for Planning (IMPLAN) software and data, Minnesota IMPLAN Group, Inc., 2009 data.

Economic Impact of Long Term Care Facilities United States

January, 2011

Estimated Impact	Direct	Indirect	Induced	Total	% of Total State Activity
Output (in millions of dollars)	\$183,462.2	\$112,450.2	\$233,043.6	\$528,956.1	3.7%
Labor Income (in millions of dollars)	\$102,502.5	\$32,550.4	\$70,143.9	\$205,196.8	2.6%
Employment (jobs)	3,121,960	704,970	1,618,480	5,445,420	3.2%
Estimated Impact		State/Local	Federal	Total	
Tax Revenue (in millions of dollars)		\$22,236.3	\$38,630.1	\$60,866.4	

LTC facilities support other industries and sectors statewide...

Industry/Sector	Estimated Impact	
	Employment (jobs)	Economic Activity (in millions \$)
Nursing and Residential Care Facilities	3,121,960	\$183,462.2
Real Estate Establishments	180,130	26,020.1
Imputed Rental Activity for Owner-Occupied Dwellings	0	17,402.8
Wholesale Trade Businesses	72,830	14,420.5
Insurance Carriers	37,630	12,055.7
Food Services and Drinking Places	179,520	10,430.9
Private Hospitals	61,710	8,488.3
Offices of Physicians, Dentists, and Other Health Care Providers	63,610	8,077.3
Petroleum Refineries	860	8,051.4
All Other Industries	1,727,170	240,546.9

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