Harper County

Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors
6/26/2017

Using the most recent IMPLAN data available (2015) adjusted for 2017, 18 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Harper County economy.[1]

These 18 sectors have a total direct output of approximately **$199.6 million** and support **650.9 jobs** in Harper County. Running the model for all 18 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Harper County Economy						
Impact Type[2]	Employment	% Employment	Total Value Added[3]	Total Value Added % of Gross Regional Product[4]	Output[5]	Output % of Gross Regional Product
Direct Effect	650.9	15.59%	$44,228,663	17.37%	$199,550,056	78.37%
Indirect Effect	162.2	3.88%	$12,468,294	4.90%	$25,355,391	9.96%
Induced Effect	53.5	1.28%	$3,015,562	1.18%	$5,771,933	2.27%
Total Effect	866.6	20.75%	$59,712,519	23.45%	$230,677,380	90.59%

As shown in the above table, agriculture, food, and food processing sectors support **866.6 jobs**, or **20.75%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **$230.7 million, roughly 90.59% of the economy.**

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of GRP. Total value added by the 18 agriculture, food, and food processing sectors is approximately **$59.7 million**, or **23.45% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **23.45% of the total economy**.

The following tables document the overall summary numbers of the model, top industries affected by employment and output, and a listing of all industries that were analyzed.

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1 Article on building a contribution analysis in IMPLAN that avoids double counting:
http://www.implan.com/index.php?option=com_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70

2 Direct, indirect, and induced effects sum together to estimate the total economic contribution in the state. **Direct effects** capture the contribution from agricultural and food products. **Indirect effects** capture the economic benefit from farms and agricultural businesses purchasing inputs from supporting industries within the state. **Induced effects** capture the benefits created when employees of farms, agricultural businesses, and the supporting industries spend their wages on goods and services within the state.

3 Value added = labor income + indirect business taxes + other property type income.

4 GRP = final demand of households + governments expenditures + capital + exports - imports - institutional sales.

5 Output = intermediate inputs + value added.

In the top ten agriculture, food, and food processing sectors by employment, the beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector is the top employer with **366.0 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Harper County.

Top Ten Agriculture, Food, and Food Processing Sectors by Employment		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	366.0	$61,407,065
Grain farming	81.4	$41,184,823
Animal, except poultry, slaughtering	68.6	$53,358,090
Farm machinery and equipment manufacturing	38.6	$21,757,267
Truck transportation	37.9	$7,442,437
All other crop farming	37.6	$3,933,475
Wholesale trade	31.7	$7,095,446
Animal production, except cattle and poultry and eggs	19.4	$3,381,328
Dairy cattle and milk production	17.3	$7,715,358
Accounting, tax preparation, bookkeeping, and payroll services	9.5	$253,546

The beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector directly contributes approximately **$61.4 million** to the Harper County economy. The table below also shows the amount of revenue that is generated in other industries by having a strong agriculture industry.

Top Ten Agriculture, Food, and Food Processing Sectors by Output		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	366.0	$61,407,065
Animal, except poultry, slaughtering	68.6	$53,358,090
Grain farming	81.4	$41,184,823
Farm machinery and equipment manufacturing	38.6	$21,757,267
Dairy cattle and milk production	17.3	$7,715,358
Truck transportation	37.9	$7,442,437
Wholesale trade	31.7	$7,095,446
All other crop farming	37.6	$3,933,475
Animal production, except cattle and poultry and eggs	19.4	$3,381,328
Oilseed farming	2.1	$3,317,215

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Harper County economy.

All Agriculture, Food, and Food Processing Sectors		
Sector	Total Employment	Total Output
Oilseed farming	2.1	$3,317,214.73
Grain farming	81.4	$41,184,822.08
Vegetable and melon farming	0.03	$8,741.19
Fruit farming	0.2	$18,543.17
Tree nut farming	0.01	$3,532.07
Greenhouse, nursery, and floriculture production	4.7	$789,544.46
Cotton farming	0.8	$273,647.25
All other crop farming	37.6	$3,933,474.78
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	366.0	$61,407,062.53
Dairy cattle and milk production	17.3	$7,715,357.78
Poultry and egg production	0.4	$380,166.23
Animal production, except cattle and poultry and eggs	19.4	$3,381,327.87
Animal, except poultry, slaughtering	68.6	$53,358,089.45
Bread and bakery product, except frozen, manufacturing	3.7	$453,560.11
Frozen cakes and other pastries manufacturing	0.2	$31,115.11
Sawmills	4.0	$1,192,492.49
Farm machinery and equipment manufacturing	38.6	$21,757,267.00
Veterinary services	5.9	$344,092.76

All 105 counties in Kansas have an IMPLAN model and an agriculture, food, and food processing contribution summary. These values do not factor in the retail environment of food sales. Food retail is important, but in order to provide the most accurate picture of what production agricultural and processing contributes to Harper County, the retail sector was omitted.