

Ellsworth County

Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors

6/11/2018

Using the most recent IMPLAN data available (2016) adjusted for 2018, 17 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Ellsworth County economy.¹

These 17 sectors have a total direct output of approximately **\$87.7 million** and support **517 jobs** in Ellsworth County. Running the model for all 17 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Ellsworth 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	517.1	14.61%	\$21,797,902	7.52%	\$87,657,838	30.23%
Indirect Effect	70.9	2.00%	\$4,309,025	1.49%	\$9,082,647	3.13%
Induced Effect	54.2	1.53%	\$3,612,502	1.25%	\$6,633,098	2.29%
Total Effect	642.2	18.14%	\$29,719,429	10.25%	\$103,373,583	35.65%

As shown in the above table, agriculture, food, and food processing sectors support **642 jobs**, or **18.14%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **\$103.4 million**, roughly **35.65% 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 17 agriculture, food, and food processing sectors is approximately **\$29.7 million**, or **10.25% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **10.25% of the total economy**.

The following tables document the top industries affected by employment and output, as well as a listing of all industries that were analyzed.

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 **257 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Ellsworth 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	256.6	\$27,334,739
Grain farming	66.7	\$22,209,111
Animal production, except cattle and poultry and eggs	51.2	\$5,757,832
Other chemical and fertilizer mineral mining	49.9	\$7,626,737
All other crop farming	37.1	\$2,549,895
Farm machinery and equipment manufacturing	24.5	\$12,114,684
Wholesale trade	13.1	\$2,546,727
Veterinary services	12.0	\$1,226,136
Monetary authorities and depository credit intermediation	10.9	\$1,786,044
Support activities for agriculture and forestry	7.9	\$491,442

The beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector directly contributes approximately **\$27.3 million** to the Ellsworth 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	256.6	\$27,334,739
Grain farming	66.7	\$22,209,111
Farm machinery and equipment manufacturing	24.5	\$12,114,684
Other chemical and fertilizer mineral mining	49.9	\$7,626,737
Animal production, except cattle and poultry and eggs	51.2	\$5,757,832
Oilseed farming	4.5	\$4,252,465
Animal, except poultry, slaughtering	4.6	\$3,393,455
All other crop farming	37.1	\$2,549,895
Wholesale trade	13.1	\$2,546,727
Owner-occupied dwellings	0.0	\$2,034,725

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 Ellsworth County economy.

All Agriculture, Food, and Food Processing Sectors		
Sector	Total Employment	Total Output
Oilseed farming	4.5	\$4,252,465.32
Grain farming	66.7	\$22,209,110.63
Vegetable and melon farming	0.2	\$27,377.25
Fruit farming	0.4	\$31,570.46
Tree nut farming	0.0	\$32.61
Greenhouse, nursery, and floriculture production	5.7	\$709,926.50
All other crop farming	37.1	\$2,549,895.09
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	256.6	\$27,334,739.04
Poultry and egg production	0.2	\$144,885.86
Animal production, except cattle and poultry and eggs	51.2	\$5,757,832.32
Commercial hunting and trapping	1.2	\$23,933.34
Other chemical and fertilizer mineral mining	49.9	\$7,626,737.15
Animal, except poultry, slaughtering	4.6	\$3,393,454.85
Bread and bakery product, except frozen, manufacturing	2.1	\$235,951.33
Frozen cakes and other pastries manufacturing	0.1	\$19,106.74
Farm machinery and equipment manufacturing	24.5	\$12,114,683.84
Veterinary services	12.0	\$1,226,135.55

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 Ellsworth County, the retail sector was omitted.