

Capital Project Value & Impact

XYZ Community Health Center

As health centers like **XYZ Community Health Center** embark on a capital project, significant **economic revitalization** occurs in their communities in the form of **TEMPORARY IMPACTS** during construction and **ONGOING IMPACTS** post construction due to the increase in capacity.

TEMPORARY IMPACTS

during construction

ONGOING IMPACTS

from expanded operations

ECONOMIC IMPACT



\$14 Million
PROJECT SPENDING

\$9.6 Million
DIRECT SPENDING

\$4.5 Million
COMMUNITY SPENDING



\$6.9 Million
TOTAL ANNUAL SPENDING

\$4 Million
DIRECT SPENDING

\$2.9 Million
COMMUNITY SPENDING

EMPLOYMENT



103 TOTAL
PROJECT-RELATED JOBS

66
DIRECT JOBS

37
COMMUNITY JOBS



56 TOTAL
PERMANENT JOBS

32
DIRECT JOBS

24
COMMUNITY JOBS

TAX REVENUE



\$1.7 Million
TOTAL ONE-TIME TAX REVENUE

\$570,000
STATE & LOCAL TAX REVENUES

\$1.1 Million
FEDERAL TAX REVENUES



\$1.2 Million
TOTAL PERMANENT TAX

\$370,000
STATE & LOCAL TAX REVENUES

\$830,000
FEDERAL TAX REVENUES

Capital Link prepared this Value & Impact report using 2017 health center audited financial statements and Uniform Data System information. Economic impact was measured using 2017 IMPLAN Online.



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IMPACT FROM CAPITAL PROJECT

XYZ Community Health Center intends to construct new clinical space to meet increased demand for primary care in its community. The table to the right summarizes the projected economic impact, employment, and tax impact during the design and construction of the new facility.

		STIMULATED BY PROJECT DESIGN & CONSTRUCTION			
		Economic Impact	Employment (# of FTEs) ¹	Tax Impact	
				State & Local	Federal
Direct		\$9,660,972	66	\$221,391	\$691,759
Community		\$1,975,316	15	\$152,054	\$157,464
Induced		\$2,670,390	22	\$199,963	\$228,520
Total		\$14,306,678	103	\$573,408	\$1,077,743
				\$1,651,151	

IMPACT FROM CURRENT OPERATIONS

In 2017, XYZ Community Health Center contributed \$3.1 million in operating expenditures into the local economy. The table to the right summarizes the current economic impact, employment, and tax impact.

		STIMULATED BY 2017 OPERATIONS			
		Economic Impact	Employment (# of FTEs)	Tax Impact	
				State & Local	Federal
Direct		\$1,800,000	18	\$72,568	\$248,415
Community		\$372,784	3	\$20,258	\$31,051
Induced		\$895,751	7	\$66,949	\$76,690
Total		\$3,068,535	28	\$159,775	\$356,156
				\$515,931	

IMPACT AFTER PROJECT COMPLETION

As XYZ Community Health Center expands, its expenditures and corresponding economic impact grows. XYZ Community Health Center is projected to have an annual impact of about \$6.9 million dollars by 2023, an increase of \$XX million. The table the right summarizes the economic impact, employment, and tax impact following the completion of the capital project, when the health center is operating at an increased capacity.

		STIMULATED BY 2023 PROJECTED OPERATIONS			
		Economic Impact	Employment (# of FTEs)	Tax Impact	
				State & Local	Federal
Direct		\$4,000,000	32	\$168,552	\$576,983
Community		\$870,280	8	\$47,051	\$72,119
Induced		\$2,066,033	16	\$155,498	\$178,123
Total		\$6,936,313	56	\$371,101	\$827,225
				\$1,198,326	

REFERENCES AND DATA SOURCES

- Economic impact was measured using 2017 IMPLAN Online from IMPLAN Group LLC, IMPLAN System (data and software), 16905 Northcross Dr., Suite 120, Huntersville, NC 28078, www.IMPLAN.com. Learn more at www.caplink.org/how-economic-impact-is-measured.
- Full-Time Equivalent (FTE) of 1.0 is equivalent to one full-time employee. In an organization that has a 40-hour work week, an employee who works 20 hours per week (i.e., 50 percent of full time) is reported as “0.5 FTE.” FTE is also based on the number of months the employee works. An employee who works full time for four months out of the year would be reported as “0.33 FTE” (4 months/12 months).