

Economic Contribution of Forestry and Forest Products

on Louisiana's 6th Congressional District

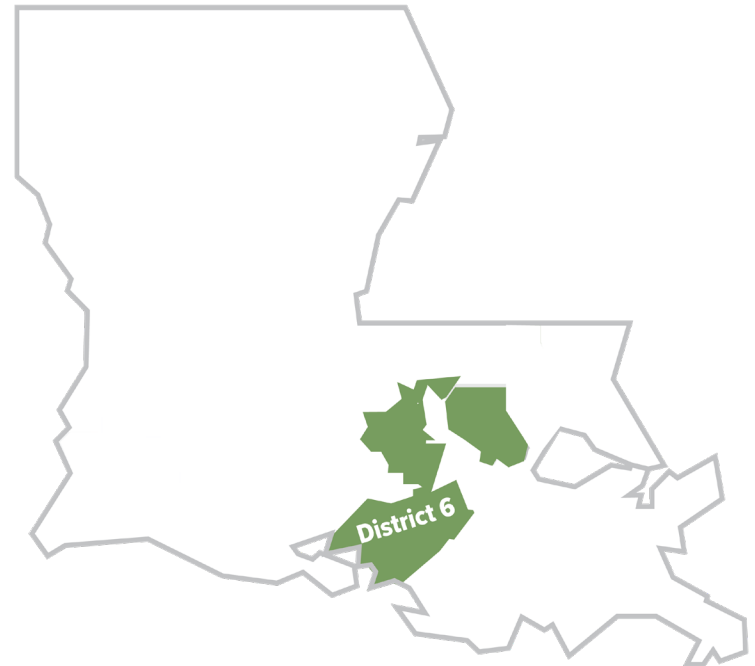


The forestry and forest products industry in Louisiana's 6th Congressional District had a total economic impact amounting to **2,691 jobs** and **\$130 million in income** during **2021**. Forestry and the forest products industry generated an **output of \$565 million** in the district. Total industry output is defined as the value of all goods and services produced in the districts. **Value added amounted to approximately \$286 million**. Value added represents the creation of new wealth and is inserted into the economy through payments made to workers, interest, profits and indirect business taxes.

In addition, the **tax impact was estimated to be approximately \$129,451,883** with \$125,706,682 in federal and \$3,745,201 in state and local taxes. The forestry and forest products contribution to the Louisiana economy are summarized in the column to the right and detailed in **Table 1**.

These results were obtained using Impact Analysis for Planning (IMPLAN), an input-output model. Input-output analysis can track how the inputs of one sector of the economy are the outputs of other sectors. This can illustrate a sector or group of sectors' importance to the overall economy.

Louisiana District 6



Jobs

2,691

Output

\$565 million

Income

\$130 million

Value added

\$286 million

Federal tax total

\$125,706,682

State tax total

\$3,745,201

Table 1. Contributions from Forest-related Sectors on Employment, Labor Income, Output and Total Value Added in Louisiana's 6th Congressional District (2021).*

	Number of Jobs	% Share	Income (US\$ million)	% Share	Output (US\$ million)	% Share	Value Added (US\$ million)	% Share
Direct Impact From Forest-related Sectors								
Forestry	841	2.3	21	0.9	22	0.2	18	0.4
Logging	227	0.6	7	0.3	15	0.1	7	0.1
Primary Solid Wood Products	172	0.5	11	0.5	68	0.6	27	0.6
Secondary Solid Wood Products	349	0.9	20	0.9	90	0.8	41	0.8
Wood Furniture	414	1.1	17	0.8	61	0.6	20	0.4
Primary Paper Products	65	0.2	9	0.4	62	0.6	28	0.6
Secondary Paper Products	139	0.4	16	0.7	156	1.4	78	1.6
Subtotal	2,207	6.0	102	4.5	475	4.3	220	4.5
Indirect and Induced Impact on Sectors								
Forestry Sector	79	0.2	4	0.2	12	0.1	7	0.1
Non-Forestry Sector	403	1.1	24	1.1	79	0.7	42	0.9
Subtotal	482	1.3	28	1.2	91	0.8	48	1.0
Total Impact 6th District	2,691	7.3	130	5.7	565	5.1	268	5.5
Rest of Louisiana	34,320	92.7	2,140	94.3	10,463	94.9	4,610	94.5
Total in Louisiana	37,011	100	2,270	100	11,028	100	4,877	100

*Though all totals are correct, some may appear incorrect due to rounding within the table.

Glossary:

Employment: Number of full- and part-time employees in the chosen industries and the jobs created in the rest of the economy by the chosen industries.

Labor income: Includes wages, salaries and benefits of employees as well as income for self-employed individuals.

Output: Represents the value of industry production.

Value added: The difference between an industry's total output and the cost of its intermediate inputs.

Direct effects: Refers to the sector's own production, value added, employment and labor incomes.

Indirect effects: Refers to the economic activities in other sectors by the forest sector's purchase of goods and services from those other sectors.

Induced effects: Refers to spending by employees from the forest sector on goods and services, such as groceries and gasoline.

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