

Economic Impact of Community Health Centers in Alabama

COMMUNITY HEALTH CENTERS IN ALABAMA

- Alabama is home to 17 Community Health Centers and 203 delivery sites. See **Figure 1** for a map of all Community Health Center sites in the state.
- In 2021, clinicians at Community Health Centers in Alabama treated more than 350,000 patients in nearly 1 million visits for primary care as well as dental, vision, mental health, and substance abuse.

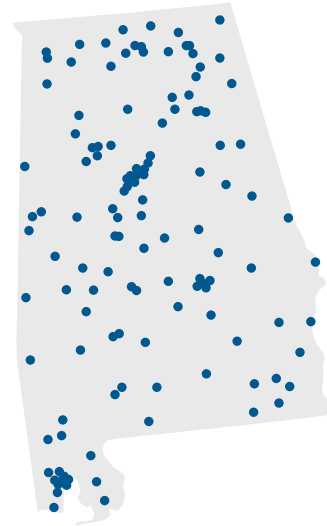


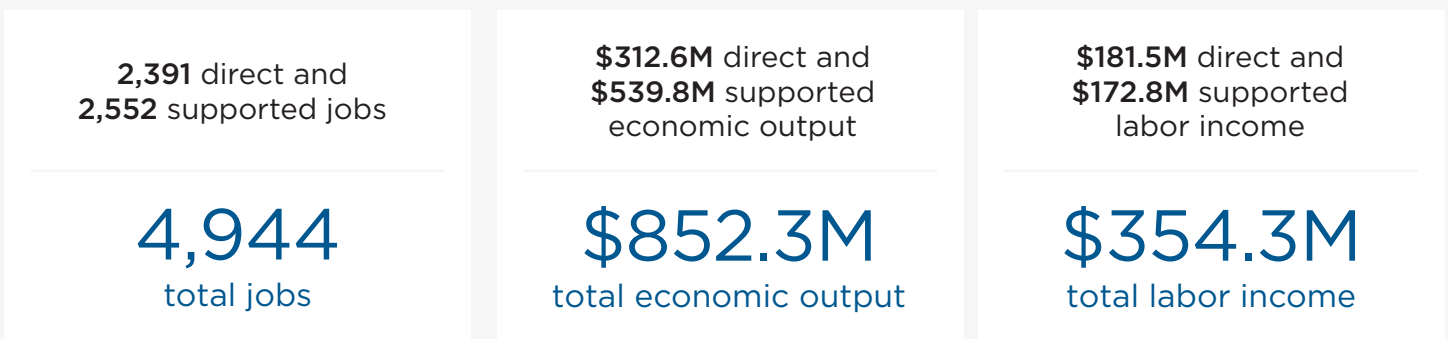
FIGURE 1.
Community Health Center Delivery Sites, 2021

ANALYSIS OF COMMUNITY HEALTH CENTER IMPACT IN ALABAMA

Many empirical studies have shown that Community Health Centers have positive effects for patients and yield cost savings by reducing the need for other healthcare services. In addition to these benefits, Community Health Centers positively impact the economies in which they operate by employing workers and supporting additional jobs and economic activity in the area.

According to a Matrix Global Advisors (MGA) analysis, which quantifies the direct and indirect economic impact of Community Health Centers in Alabama, these centers supported 4,944 jobs, \$852.3 million in economic output, and \$354.3 million in labor income in the state in 2021 (see **Figure 2**). For results by congressional district, see **Table 1** on the next page.

FIGURE 2. Economic Impact of Community Health Centers in Alabama



Note: Totals may differ from sum of numbers due to rounding.

DATA AND METHODOLOGY

This analysis was conducted by MGA using input-output models, built by IMPLAN, of Alabama and its seven congressional districts. IMPLAN models are widely used across government, academia, nonprofit, and corporate settings. Drawing on publicly available historical economic data, the models project economic indicators (e.g., production and employment levels) by industry. Data from the Health Resources and Services Administration on actual Community Health Center expenses in 2021 serve as inputs to the IMPLAN models.

For a more detailed description of data and methodology as well as national and state-level results, see the full MGA report.

About Community Health Centers

The federal Health Center Program supports qualified community healthcare facilities providing care for medically underserved areas or populations. Federally qualified Community Health Centers, which have been shown to provide vital and cost-efficient healthcare, serve an ever-increasing number of patients, with the majority at or near the federal poverty level. The patient population now totals more than 30 million, but federal funding has not kept pace with the increase in patients or the rise in inflation.

TABLE 1. Economic Impact of Community Health Centers in Alabama's Congressional Districts

DISTRICT	Employment			Economic Output (\$ Millions)			Labor Income (\$ Millions)		
	Direct	Supported	Total	Direct	Supported	Total	Direct	Supported	Total
AL-01	595	510	1,105	\$78.5	\$104.4	\$182.9	\$43.6	\$34.2	\$77.7
AL-02	293	327	620	\$36.3	\$68.5	\$104.8	\$20.4	\$21.8	\$42.2
AL-03	116	199	315	\$16.3	\$40.5	\$56.8	\$10.7	\$12.8	\$23.4
AL-04	247	279	526	\$33.2	\$60.0	\$93.2	\$21.4	\$18.3	\$39.7
AL-05	198	302	500	\$24.7	\$63.3	\$87.9	\$14.4	\$20.8	\$35.2
AL-06	306	389	695	\$40.3	\$85.7	\$126.0	\$23.5	\$27.5	\$51.0
AL-07	636	547	1,183	\$83.3	\$117.4	\$200.7	\$47.6	\$37.4	\$85.0
TOTAL	2,391	2,552	4,944	\$312.6	\$539.8	\$852.3	\$181.5	\$172.8	\$354.3

Note: Totals may differ from sum of numbers due to rounding.

ABOUT MGA

MGA is an economic consulting firm in Washington, DC, specializing in fiscal, healthcare, and tax policy. Founded in 2007, MGA helps *Fortune* 500 companies, trade associations, healthcare providers, investment banks, and others understand and convey the economics of policy issues. Drawing on years of policy experience, the MGA team uses analytics to help identify, quantify, and solve economic policy problems. More information about MGA can be found at www.GetMGA.com.

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