

KANSAS HOSPITALS make valuable contributions to the communities they serve, providing care **24 hours a day, seven days a week, 365 days a year.**

By keeping communities **healthy, strong** and **vibrant**, hospitals strengthen the infrastructure of local communities. Kansas hospitals also contribute to the financial health of our state, serving as **economic anchors** for our communities.

The Economic Impact of Hospitals and Health Care in Kansas

**KANSAS
HOSPITALS**
KEEPING KANSAS HEALTHY AND
ECONOMICALLY STRONG.

2025 | Kansas
Hospital
Association

A strong health care system in Kansas can help attract and maintain **business and industry growth**, attract and retain retirees, and **create jobs** in the local area.

A strong health care sector means a strong local economy and a great place for every generation to live.

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**Kansas Hospital
ASSOCIATION**

Source: The Importance of the Health Care Sector to the Kansas Economy: February 2025. In cooperation with the University of Kansas Institute for Policy & Social Research. Full report available online at: www.kha-net.org.

KANSAS HOSPITALS have a **direct economic impact** comprised of employment and wages paid to hospital workers. This direct impact creates **secondary impacts** on the economy through the ‘ripple’ effect of businesses purchasing goods and services from other local businesses and through health care workers spending wages and other income for household goods and services.

A vigorous and sustainable health care system is **essential** not only for the **health and welfare** of community residents but also to **enhance economic opportunity** in Kansas.

Health-related sectors are some of the fastest growing in the economy. Given demographic trends, this **growth is likely to continue**.

Evidence shows quality health care **improves worker productivity**, aids in the **recruitment** and **retention** of **businesses** and **attracts** and **retains retirees**.

Hospitals generate more than **\$296 million in sales tax**, primarily through employee spending, which is used to fund state programs.

State and local governments garner **\$2 billion in annual tax revenues** from health care sector activities.

The **economic benefit** of **KANSAS HOSPITALS** on local and state economies is **significant**. To continue to attract jobs and maintain families in Kansas, it is **critical** that the state have **high-quality health care** providers and services.

We **urge** our legislators, members of Congress, and community leaders to recognize **Kansas hospitals are instrumental to supporting state and local economies**.

Steps must be taken to continue investing in our state’s health care system.

The Kansas health care sector, directly and indirectly, contributes almost **325,000 jobs** and nearly **\$23 billion** in labor income to the Kansas economy.

Hospitals comprise the largest industry within the health care sector with **direct employment of almost 74,000 Kansans** and **direct labor income of almost \$7 billion**.

Every **100 hospital jobs** support an additional **73 jobs in non-health care sectors**.

Every **\$1,000 in current hospital wages and salaries** sustains an **additional \$450 in income** for employees of grocery stores, restaurants, gas and electric utilities and other industries used by hospitals and their employees.

Composition of the Kansas Health Care Sector, Employment Shares, 2023

