



The Wine Industry Boosts the Alaska Economy by \$351.9 million in 2017

The production, distribution, sales, and consumption of wine in Alaska benefits many sectors of the state's economy and generates close to \$351.9 million in total economic activity. This ultimate value-added product preserves agricultural land, provides American jobs, attracts tourists, generates taxes, and enhances the quality of life.

Economic Impact of the Wine Industry in Alaska

	Direct	Supplier	Induced	Total
Output	\$135,329,000	\$94,646,900	\$121,966,700	\$351,942,600
Jobs	1,732	421	641	2,794
Wages	\$59,990,600	\$26,702,900	\$36,168,500	\$122,862,000
Business Taxes				\$54,553,700
Consumption Taxes				\$8,483,000

Total Output: The wine industry generates close to \$351.9 million in total economic activity in the State of Alaska, dramatically illustrating that wine is the ultimate value-added beverage. The broader economic impact flows throughout the state, generating business for firms seemingly unrelated to the wine industry. Real people, with real jobs, working in industries as varied as farming, banking, accounting, manufacturing, packaging, transportation, printing, and advertising depend on the wine industry for their livelihoods.

State Reach: The Alaska wine industry includes a total of 9 wine producers¹ as well as 0 acres of vineyards.

Job Creation: The Alaska wine industry directly employs as many as 1,732 people, and generates an additional 421 jobs in supplier and ancillary industries which supply goods and services to the industry, and whose sales depend on the wine industry's economic activity. Ultimately, 2,794 jobs are created and supported by the wine industry.

Wage Generation: The Alaska wine industry provides good jobs, paying an average of \$44,000 in annual wages and benefits. The total wages generated by direct, indirect, and induced economic activity driven by the wine industry are \$122.9 million.

Tourist Activity: The Alaska wine industry is a major magnet for tourists and tourism-driven expenses. Alaska's "wine country" regions generates 316 tourist visits and \$129,800 in annual tourism expenditures, benefiting local economies and tax bases.

Tax Revenues: The Alaska wine industry generates sizeable tax revenues on the local, state, and national levels. In 2017, the industry will pay nearly \$29.2 million in state and local taxes, and \$25.4 million in federal taxes for a total of \$54.6 million. In addition, the industry generates approximately \$2.5 million federal consumption taxes and \$5.9 million in state consumption taxes which include excise and sales taxes.

¹ Throughout this study, the winery count refers to the number of winery facilities. A single winery may have multiple facilities throughout the state or country. Each of these facilities is included in the winery count.