

ECONOMIC IMPACTS

of Inflation Reduction Act (IRA) 22006 Assistance



USDA conducted an Economic Impact Analysis on the \$2.2 billion in IRA payments made to distressed Farm Loan Program borrowers. Here are some of the highlights.

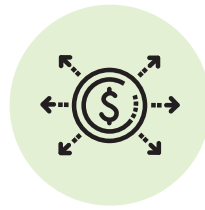
Payments are Expected to:



Generate or support nearly
49k jobs



Increase household income by
\$2.471 Billion

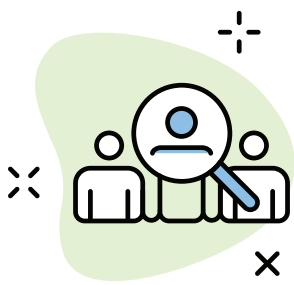


Contribute to the U.S. Gross Domestic Product:
\$3.556 Billion



Increase gross revenues from total sales of final goods and services by
\$5.663 Billion

The estimated economic impact multipliers indicate:

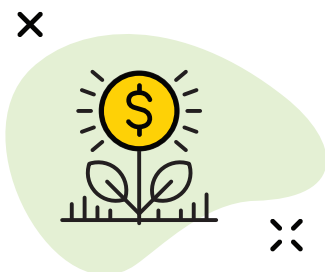


Nearly
1/2 of another job is generated
for every job IRA payments created or supported in firms producing final goods.

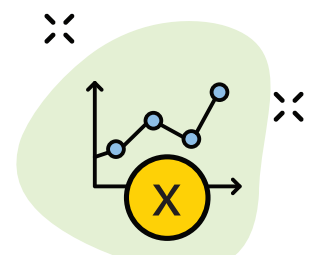


Household income increased by
71¢ per dollar
due to IRA payments.

Each dollar added to GDP by firms producing final goods results in an additional
\$1.13 made to the GDP
by other firms in the economy.



The output multiplier indicates for every dollar of gross sales revenue generated by the IRA payments to final goods firms, an additional
\$1.56 is added to the economy.



While the economic impacts of these payments will diminish over time as the economy returns to a steady state, the **one-time benefits** from IRA payments can **strengthen local economies** and potentially **improve resilience and growth prospects**.