
Kaup Law Office

214 SW 6th Avenue
Suite 302
Topeka, Kansas 66603

PHONE 785.235.1111
FAX 785.235.1141
kaup@kauplawoffice.com

TO: Miami County Board of County Commissioners
FROM: Jim Kaup
DATE: September 8, 2021
RE: KDOC Report on LPKC

**KDOC Study: NE Kansas Logistics Cluster – Statewide Impact
Conducted by WSU School of Business
August 2021**

Executive Summary

1. Study looked at impact of LPKC, but also the broader impact of the entire logistics cluster in NE Kansas.

Premise is logistics, warehousing and distribution in Wyandotte, Johnson and Miami counties are interrelated, therefore no attempt to measure impact of LPKC on Miami County.

2. Terms used:

“Logistics cluster” = group of industries that gain economic efficiencies through shared labor, knowledge and supply chains.

“Logistics sector” = transportation support, trucking, warehousing, storage.

“Regional cluster” = Miami, Johnson and Wyandotte counties.

“Five county region” = Franklin, Douglas, Miami, Johnson and Wyandotte counties.

3. Study documents:

- LPKC has estimated 4,735 FTEs in logistics.
- 3-county regional cluster has 22,171 FTEs in logistics.
- LPKC supports another 3,800 jobs within the 3-county area.
- Both LPKC and the 3-county regional cluster also have job impacts across Kansas and out-of-state.

- Logistics cluster generated over \$2,000,000,000 of labor income. This is 1.6% of Kansas' economy.
- Logistics sector (trucking, warehousing, storage, transportation) has grown significantly in recent years, including 5.2% in 2020, adding 1,000 jobs in NE Kansas.

4. Economic impact of LPKC (P. 6)

29 logistics firms:

4,735 FTEs

\$300,000,000 in labor income in the 3-county area, in 2020

Study notes the economic impact also includes goods and services the LPKC firms buy from other companies. These come to 2,582 more jobs and \$473,000,000 in sales, in the 3-county area.

5. Tax revenue (P. 7)

LPKC firms generated \$61,500,000 in "public benefit" (tax revenue?) in 2020 for state of Kansas and across the state.

Unclear what portion of that is for 3-county area.

Comments

1. Study does not show impacts below the 3-county area. *i.e.*, does not estimate LPKC's economic impact or job impact for Miami County.
2. Study did not try to address:
 - Future expansion of LPKC, or where any such expansion might be located.
 - How incorporation of Golden might affect expansion that might occur if Golden-area were either
 - Annexed by Edgerton or
 - Continued on as unincorporated Miami County
3. No opinion expressed on the question of whether Golden should be incorporated.