

Hot Springs Village, Arkansas



Economic & Fiscal Impact of Hot Springs Village

Created by Wayne Miller, Extension Economist, University of Arkansas Cooperative Extension Service

Funded by the Hot Springs Village Property Owners' Association, Hot Springs Village Area Chamber of Commerce, Hot Springs Village Board of Realtors, Greater Hot Springs Chamber of Commerce, Garland County Economic Development Corporation, and National Recreational Properties Inc.

Profile

Hot Springs Village is a planned recreation/retirement community nestled in the foothills of the Ouachita Mountains, straddling Garland and Saline counties.

The population of Hot Springs Village was 11,895 in 2004. This represents 6% of the total population of Garland and Saline counties (8% of Garland and 5% of Saline). A total of 34,057 lots have been sold by the developer, Cooper Communities, Inc.

There were 7,448 housing units in Hot Springs Village in 2004 an increase of 2,343 from 1994.

A large majority of Hot Springs Village residents moved to the community from states other than Arkansas and bring financial resources, expertise and experience with them.

The contribution of Hot Springs Village to the local economy, school districts and county governments is substantial. As Hot Springs Village grows, Garland and Saline counties will reap substantial benefits from the new jobs created and from local tax revenue paid by residents and property owners. A growth of 13% is projected on most of the 2004 figures by 2009.

Site and infrastructure development costs, new home construction and resident expenditures of \$358 million created:

- 3,545 jobs and \$89.5 million in income in 2004
- \$155 million of value was added to the Garland and Saline County economies in 2004

Economic Impact of Hot Springs Village on Garland and Saline Counties

Type of Activity	Initial Expenditures (Millions \$)	Total Jobs Created	Wage, Salary and Proprietor Income (Million \$)	Total Value Added (Million \$)
Site and Infrastructure Development	\$7.3	145	\$3.4	\$5.4
Home Construction	\$58.7	942	\$24.7	\$35.9
Resident Expenditures	\$291.9	2,458	\$61.4	\$113.3
Total Economic Impact	\$358.0	3,545	\$89.5	\$154.6

Estimated Net Benefits to County Governments

County	Garland	Saline	Total
Property Tax Revenue (HSV)	\$387,650 (14%)	\$1,318,014 (14%)	\$1,705,664 (14%)
Sales Tax Revenue (HSV)	\$371,733 (8%)	\$19,265	\$390,998
HSV Residents' Share of Expenses	(\$305,709)	(\$238,756)	(\$544,465)
Net Benefits from HSV	\$453,674	\$1,098,523	\$1,552,197

Estimated Net Benefits to School Districts – 2003/2004

School District	Jessieville	Fountain Lake	Total
Property Tax Revenue (HSV)	\$2,644,839 (80%)	\$7,293,301 (82%)	\$9,938,140
No. of Students from HSV	375 (46%)	115 (10%)	490
HSV Residents' Share of Expenses	(\$1,457,358)	(\$680,631)	(\$2,137,989)
Net Benefits from HSV	\$1,187,481	\$6,612,670	\$7,800,151

Philanthropic Contributions

	Hot Springs Village	National Average
Total Volunteer Hours	1,600,000	
Estimated Monetary Value	\$21,000,000	
Average Volunteer Hours	500	185
Charitable Cash Donations	\$12.6 - \$16.5 Million	
Avg. Charitable Donation per Household	\$2,862	\$1,620