

Table A-48: The economic contribution of the data center industry in Texas, 2023-2024

Metric	Type of contribution	2023	2024	Growth
Employment (jobs)	Direct contribution	103,860	103,700	0%
	Indirect and induced without the spillover effect ^a	270,460	324,960	20%
	Operational	185,430	190,950	3%
	Capital spending	85,030	134,010	58%
	Total contribution without the spillover effect ^a	374,320	428,660	15%
	Cross-state spillover	104,560	119,450	14%
	Total contribution with the spillover effect ^a	478,880	548,110	14%
Labor income (\$millions)	Direct contribution	\$14,340	\$15,239	6%
	Indirect and induced without the spillover effect ^a	\$18,668	\$23,743	27%
	Operational	\$11,346	\$12,029	6%
	Capital spending	\$7,322	\$11,714	60%
	Total contribution without the spillover effect ^a	\$33,009	\$38,982	18%
	Cross-state spillover	\$7,730	\$9,258	20%
	Total contribution with the spillover effect ^a	\$40,738	\$48,240	18%
GDP (\$millions)	Direct contribution	\$24,850	\$26,124	5%
	Indirect and induced without the spillover effect ^a	\$31,812	\$39,716	25%
	Operational	\$20,751	\$22,037	6%
	Capital spending	\$11,061	\$17,679	60%
	Total contribution without the spillover effect ^a	\$56,662	\$65,840	16%
	Cross-state spillover	\$14,225	\$17,082	20%
	Total contribution with the spillover effect ^a	\$70,887	\$82,922	17%
Tax payments ^b (\$millions)	State, without cross-state spillover effect ^a	\$2,066	\$2,193	6%
	Local, without cross-state spillover effect ^a	\$2,180	\$2,315	6%
	State and local, without cross-state spillover effect ^a	\$4,246	\$4,508	6%
	State, with cross-state spillover effect ^a	\$2,430	\$2,792	15%
	Local, with cross-state spillover effect ^a	\$2,565	\$2,947	15%
	State and local, with cross-state spillover effect ^a	\$4,994	\$5,739	15%

Source: PwC calculations using the IMPLAN modeling system and public data. Details may not sum to totals due to rounding.

^a The spillover effect refers to the indirect and induced effects in a state attributable to the industry's direct activity in all other states.

^b Tax contribution includes all state and local taxes directly or indirectly resulting from the industry's U.S. construction and operations (including direct, indirect, and induced economic effects) benefiting the state.

1. The industry's total annual employment contribution in Texas (without the cross-state spillover effect) increased by 15 percent from 374,320 jobs in 2023 to 428,660 jobs in 2024. Including the cross-state spillover effect, the industry's total annual employment contribution in Texas was 478,880 jobs and 548,110 jobs in 2023 and 2024, respectively.
2. The industry's total annual labor income contribution in Texas (without the cross-state spillover effect) increased by 18 percent from \$33.0 billion in 2023 to \$39.0 billion in 2024. Including the cross-state spillover effect, the industry's total annual labor income contribution in Texas was \$40.7 billion and \$48.2 billion in 2023 and 2024, respectively.
3. The industry's total annual GDP contribution in Texas (without the cross-state spillover effect) increased by 16 percent from \$56.7 billion in 2023 to \$65.8 billion in 2024. Including the cross-state spillover effect, the industry's total annual GDP contribution in Texas was \$70.9 billion and \$82.9 billion in 2023 and 2024, respectively.
4. The industry's total state and local tax contribution in Texas (without the cross-state spillover effect) of \$4.5 billion in 2024 would have been sufficient to fund over one-fifth of the state's expenditures on construction, maintenance, and operation of highways, streets, and related structures, based on the latest available government spending data (2023).