

# Economic Impact of Real Estate Activity:

## Washington

By NAR Research  
April 2008

# Real Estate's Economic Contribution in Washington

The Real Estate Industry accounted for \$56,746 million or 19.3% of the Gross State Product in 2006.

# Economic Contributions are derived from ...

- Home construction
- Real estate brokerage
- Mortgage lending
- Title insurance
- Rental and Leasing
- Home appraisal
- Moving truck service
- Other related activities

# When a Home is Sold in Washington...

Income Generated from real estate related  
industries is:

\$30,132

Additional expenditure on consumer items such as  
on furniture, appliances, and paint service is:

\$5,171

# When a Home is Sold in Washington...

It generates economic multiplier impact. There is a greater spending at restaurants, sports games, and charity events. The size of this “multiplier” effect is estimated to be:

\$16,945

Additional home sales induce additional home production. Typically one new home is constructed for every 8 existing home sales. Therefore, for each existing home sale, 1/8 of new home value is added to the economy which is estimate in the state to be:

\$41,850

# The Total Economic Impact of a Typical Home Sale in Washington

Median Priced Home in Washington

\$334,800

Total Income Derived from a Sale of a Home:

\$94,098