Measuring Economic Impact of Tourism toward Poverty Alleviation in Indonesia: An Input-output Analysis

Topic: 809Y Tourism Industry Analysis

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This study has objective to comprehend the economic impact of tourism toward poverty alleviation in Indonesia. Input-output analysis will be primarily used to examine the impacts of tourism. The researcher is going to reclassifies Indonesia's input-output sectors, with an emphasis to the major-related tourism sectors, where later will be tied and labeled as a tourism major-related industry.

This research consisted of two phases, where the analysis will be firstly focused on tourism impacts on the economy, and next the second phase where it will be further linked to poverty alleviation. The impacts of tourism major-related industry existence in the economies will be scientifically measured and multipliers in output, employment and income are going to be identified. Furthermore, its impact to poverty alleviation, which in this case will be observed on poor people's spending pattern. Indonesia's input-output table in 2010 which was just published to public at the end of December 2015 will be mainly used in this research. As well as supporting data of income demographic, tourism outlook, data of national socioeconomic census, etc. There were some previous researches which analyzed the impacts of tourism to the economy in national and regional level in Indonesia, but research whose linkage to poverty alleviation has not identified yet.

Keyword: tourism, input-output, Indonesia, poverty alleviation