The National Defense Breakdown Economic Impact Report

Go to www.forthecommondefense.org/reports to view detailed reports on American counties, cities, Congressional Districts, industries, small businesses and information on sources and methodology.

- **9%:** In 2012, President Obama limited U.S. military capability to fighting one "regional conflict" and one "holding action." Defense budgets for 2013-2021 were cut **$487 billion – a 9% cut, at a minimum**.
- **18%:** "Sequestration," required by law in 2011, mandates **$500 billion** more in 2013-2021 defense cuts – **an 18% cut, at a minimum**. President Obama said he will veto any changes Congress makes.
- **Be Prepared:** In 2013 **these cuts in defense jobs and businesses** will hit counties, cities and industries nationally. This report shows how "National Average" defense budget reductions of at least **9% and 18% could affect American states, using actual 2010 data.**
- **Ask Questions:** In 2012, Congress and President Obama will decide on the specific defense budget cuts. In the next 6 months, find out if these defense cuts affect your community more – or less – than this national average. See www.forthecommondefense.org/reports for reports on cities, counties, industries and more.

A 2011 nationwide economic impact study from the Center for Regional Analysis predicts that American states could lose over a million jobs and billions of dollars under the "Sequestration" law:

- America could lose 1,006,315 jobs.
- America's economy could lose $59.4 billion in lost earnings.
- America could see a $86.4 billion decrease in Gross State Product (GSP).

Congressional experts estimate American could lose DOD military active-duty and DOD civilian jobs:

- Under "Sequestration," 181,411 **military active-duty employees** could lose their jobs.
- Under "Sequestration," 177,316 **civilian DOD employees** could lose their jobs.

America Top 5 States Projected Revenue Reductions Based On National Average

State Name	2010 Revenue (Baseline)	2013-2021 Annual Revenue Reduced By At Least 9%	Under Sequestration: 2013-2021 Annual Revenue Reduced By At Least 18%
Virginia	$54,140,004,939	($4,872,600,638)	($9,745,201,276)
California	$43,240,450,072	($3,891,640,661)	($7,783,281,322)
Texas	$35,313,736,681	($3,178,236,428)	($6,356,472,855)
Maryland	$15,320,155,675	($1,378,814,066)	($2,757,628,131)
Florida	$14,104,927,983	($1,269,443,569)	($2,538,887,138)

American businesses will not escape the 9% and 18% cuts.

- Public data for 2010 shows American businesses earned over $344 billion supporting America's defense.
- But under these 10-year defense cuts of at least 9%, American **annual business losses** could be greater than **$30 billion**. American businesses may have to **fire workers.**
- And at the "Sequestration" level of at least 18% in defense cuts, American **annual business losses** could be greater than **$61 billion**. Some American businesses may have to **shut down**.

With at least 9% or 18% in planned budget cuts, America's small businesses will suffer.

America Businesses Projected Revenue Reductions Based On National Average

Type of Business	Numbers of This Business Type 2000-2010	Revenue for This Business Type 2010	Revenue Losses for Business Type 2010 - at Least 9% Reduction	Revenue Losses for Business Type 2010 - at Least 18% Reduction
Minority Owned	27,891	$8,092,313,343	-$728,308,232	-$1,456,616,461
Small Businesses	37,404	$27,577,729,134	-$2,481,995,722	-$4,963,991,440
Small Disadvantaged	36,210	$9,972,058,230	-$892,485,281	-$1,794,970,551
Veteran-Owned	39,669	$9,087,167,330	-$817,845,091	-$1,635,690,183
Service-Disabled Veteran	25,366	$9,318,569,628	-$838,671,301	-$1,677,347,600
Black American	13,503	$6,033,714,029	-$543,034,286	-$1,086,068,570
Hispanic American	19,377	$9,094,000,704	-$818,460,093	-$1,636,920,194
Asian-Pacific Owned	20,205	$7,613,211,567	-$685,189,065	-$1,370,378,134
Women-Owned	70,248	$12,660,015,360	-$1,139,401,429	-$2,278,802,857