

The Georgia Defense Breakdown Economic Impact Report

Go to www.forthecommondefense.org/reports to view detailed reports on Georgia 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 Georgia counties, cities and industries. This report shows how “National Average” defense budget reductions of at least **9% and 18% could affect Georgia, using actual 2010 Georgia 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 Georgia could lose tens of thousands of jobs and billions of dollars under the “Sequestration” law:

- Georgia could lose 25,450 jobs.
- Georgia’s economy could lose \$1.50 billion in lost earnings.
- Georgia could see a \$2.19 billion decrease in Gross State Product (GSP).

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

- Under “Sequestration,” 12,331 **military active-duty employees** could lose their jobs.
- Under “Sequestration,” 9,253 **civilian DOD employees** could lose their jobs.

Georgia Top 5 Counties Projected Revenue Reductions Based On National Average

County Name	2000-2010 Revenue	2010 Revenue (Baseline)	2013-2021 Annual Revenue Reduced By At Least 9%	Under Sequestration: 2013-2021 Annual Revenue Reduced By At Least 18%
Cobb	\$27,747,002,593	\$3,961,620,202	-\$356,545,832	-\$713,091,665
Fulton	\$9,318,270,094	\$1,193,056,628	-\$107,375,101	-\$214,750,202
Gwinnett	\$3,749,457,075	\$436,545,405	-\$39,289,088	-\$78,578,176
Houston	\$1,411,113,990	\$342,657,313	-\$30,839,159	-\$61,678,319
Chatham	\$2,423,521,704	\$313,579,932	-\$28,222,195	-\$56,444,390



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

Public data for 2010 shows Georgia businesses earned over \$7.51 billion supporting America's defense:

- But under these 10-year defense cuts of at least 9%, Georgia **annual business losses** could be greater than **\$676 million**. Georgia businesses may have to **fire workers**.
- And at the "Sequestration" level of at least 18% in defense cuts, Georgia **annual business losses** could be greater than **\$1.35 billion**. Some Georgia businesses may have to **shut down**.

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

From 2000-2010, {TotalBusinesses} Georgia businesses provided goods and services for America's national defense:

- **356 minority-owned businesses**, including 220 owned by Black Americans, 45 owned by Hispanic Americans, 12 owned by Native Americans, 35 owned by Asian-Pacific Americans, and 44 owned by other minority Americans.
- **286 small businesses** including 142 "8A" and **small disadvantaged businesses** (SDB's)
- **377 woman-owned** businesses
- **375 veteran-owned** businesses, including 147 owned by **service-disabled veterans**

Georgia 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	356	\$730,511,667	-\$65,746,053	-\$131,492,105
Small Businesses	144	\$518,442,389	-\$46,659,817	-\$93,319,634
Small Disadvantaged	142	\$219,135,009	-\$19,722,152	-\$39,444,303
Veteran-Owned	228	\$293,357,863	-\$26,402,209	-\$52,804,417
Service-Disabled Veteran	147	\$218,898,943	-\$19,700,906	-\$39,401,811
Black American	220	\$332,407,152	-\$29,916,645	-\$59,833,290
Hispanic American	45	\$99,864,170	-\$8,987,776	-\$17,975,551
Asian-Pacific Owned	35	\$88,462,601	-\$7,961,634	-\$15,923,269
Women-Owned	377	\$456,863,492	-\$41,117,716	-\$82,235,432

