

The Nevada Defense Breakdown Economic Impact Report

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

- Nevada could lose 3,995 jobs.
- Nevada’s economy could lose \$236 million in lost earnings.
- Nevada could see a \$285 million decrease in Gross State Product (GSP).

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

- Under “Sequestration,” 1,672 **military active-duty employees** could lose their jobs.
- Under “Sequestration,” 580 **civilian DOD employees** could lose their jobs.

Nevada 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%
Washoe	\$3,018,211,739	\$749,464,084	-\$67,451,770	-\$134,903,540
Clark	\$4,817,052,783	\$392,667,124	-\$35,340,043	-\$70,680,085
Mineral	\$293,170,152	\$50,958,633	-\$4,586,277	-\$9,172,554
Douglas	\$148,419,920	\$31,951,844	-\$2,875,666	-\$5,751,332
Carson City	\$137,360,127	\$12,105,954	-\$1,089,536	-\$2,179,072



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

Public data for 2010 shows Nevada businesses earned over \$1.25 billion supporting America's defense:

- But under these 10-year defense cuts of at least 9%, Nevada **annual business losses** could be greater than **\$112 million**. Nevada businesses may have to **fire workers**.
- And at the "Sequestration" level of at least 18% in defense cuts, Nevada **annual business losses** could be greater than **\$225 million**. Some Nevada businesses may have to **shut down**.

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

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

- **73 minority-owned businesses**, including 20 owned by Black Americans, 19 owned by Hispanic Americans, 3 owned by Native Americans, 23 owned by Asian-Pacific Americans, and 8 owned by other minority Americans.
- **74 small businesses** including 47 "8A" and **small disadvantaged businesses** (SDB's)
- **103 woman-owned** businesses
- **85 veteran-owned** businesses, including 27 owned by **service-disabled veterans**

Nevada 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	73	\$48,273,982	-\$4,344,659	-\$8,689,317
Small Businesses	27	\$48,232,017	-\$4,340,882	-\$8,681,763
Small Disadvantaged	47	\$14,897,178	-\$1,340,746	-\$2,681,492
Veteran-Owned	58	\$26,781,693	-\$2,410,352	-\$4,820,705
Service-Disabled Veteran	27	\$41,754,817	-\$3,757,934	-\$7,515,867
Black American	20	\$8,762,283	-\$788,606	-\$1,577,211
Hispanic American	19	\$16,412,777	-\$1,477,150	-\$2,954,300
Asian-Pacific Owned	23	\$12,659,391	-\$1,139,345	-\$2,278,690
Women-Owned	103	\$786,020,842	-\$70,741,879	-\$141,483,757

