

The New York Defense Breakdown Economic Impact Report

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- **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 New York counties, cities and industries. This report shows how “National Average” defense budget reductions of at least **9% and 18% could affect New York, using actual 2010 New York 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 New York could lose tens of thousands of jobs and billions of dollars under the “Sequestration” law:

- New York could lose 26,768 jobs.
- New York’s economy could lose \$1.58 billion in lost earnings.
- New York could see a \$2.30 billion decrease in Gross State Product (GSP).

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

- Under “Sequestration,” 4,926 **military active-duty employees** could lose their jobs.
- Under “Sequestration,” 3,080 **civilian DOD employees** could lose their jobs.

New York 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%
Monroe	\$7,697,388,879	\$1,824,118,145	-\$164,170,640	-\$328,341,279
Nassau	\$10,552,224,378	\$1,411,425,882	-\$127,028,334	-\$254,056,669
Onondaga	\$6,615,084,411	\$1,091,807,536	-\$98,262,682	-\$196,525,364
New York	\$6,141,240,830	\$872,561,034	-\$78,530,496	-\$157,060,992
Tioga	\$8,574,728,603	\$761,939,714	-\$68,574,577	-\$137,149,154



New York businesses will not escape the 9% and 18% cuts.

Public data for 2010 shows New York businesses earned over \$8.88 billion supporting America’s defense:

- But under these 10-year defense cuts of at least 9%, New York **annual business losses** could be greater than **\$799 million**. New York businesses may have to **fire workers**.
- And at the “Sequestration” level of at least 18% in defense cuts, New York **annual business losses** could be greater than **\$1.60 billion**. Some New York businesses may have to **shut down**.

With at least 9% or 18% in planned budget cuts, New York’s small businesses will suffer.

From 2000-2010, {TotalBusinesses} New York businesses provided goods and services for America’s national defense:

- **212 minority-owned businesses**, including 58 owned by Black Americans, 47 owned by Hispanic Americans, 5 owned by Native Americans, 49 owned by Asian-Pacific Americans, and 53 owned by other minority Americans.
- **207 small businesses** including 129 “8A” and **small disadvantaged businesses** (SDB’s)
- **406 woman-owned** businesses
- **272 veteran-owned** businesses, including 61 owned by **service-disabled veterans**

New York 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	212	\$1,912,814,581	-\$172,153,319	-\$344,306,638
Small Businesses	78	\$1,813,842,607	-\$163,245,841	-\$326,491,682
Small Disadvantaged	129	\$125,769,544	-\$11,319,259	-\$22,638,519
Veteran-Owned	211	\$314,918,664	-\$28,342,681	-\$56,685,362
Service-Disabled Veteran	61	\$1,787,335,595	-\$160,860,210	-\$321,720,420
Black American	58	\$35,163,031	-\$3,164,673	-\$6,329,346
Hispanic American	47	\$51,912,264	-\$4,672,104	-\$9,344,208
Asian-Pacific Owned	49	\$1,738,742,228	-\$156,486,807	-\$312,973,613
Women-Owned	406	\$330,519,418	-\$29,746,749	-\$59,493,498

