

The Oklahoma Defense Breakdown Economic Impact Report

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

- Oklahoma could lose 7,326 jobs.
- Oklahoma’s economy could lose \$432 million in lost earnings.
- Oklahoma could see a \$629 million decrease in Gross State Product (GSP).

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

- Under “Sequestration,” 3,612 **military active-duty employees** could lose their jobs.
- Under “Sequestration,” 5,529 **civilian DOD employees** could lose their jobs.

Oklahoma 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%
Oklahoma	\$10,004,622,123	\$938,226,432	-\$84,440,382	-\$168,880,764
Tulsa	\$2,875,301,954	\$402,373,307	-\$36,213,599	-\$72,427,198
Washington	\$1,708,485,238	\$176,379,521	-\$15,874,158	-\$31,748,315
Comanche	\$819,606,728	\$89,956,872	-\$8,096,119	-\$16,192,238
Cleveland	\$296,546,884	\$81,530,133	-\$7,337,712	-\$14,675,425



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

Public data for 2010 shows Oklahoma businesses earned over \$2.15 billion supporting America’s defense:

- But under these 10-year defense cuts of at least 9%, Oklahoma **annual business losses** could be greater than **\$193 million**. Oklahoma businesses may have to **fire workers**.
- And at the “Sequestration” level of at least 18% in defense cuts, Oklahoma **annual business losses** could be greater than **\$387 million**. Some Oklahoma businesses may have to **shut down**.

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

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

- **199 minority-owned businesses**, including 33 owned by Black Americans, 9 owned by Hispanic Americans, 66 owned by Native Americans, 11 owned by Asian-Pacific Americans, and 80 owned by other minority Americans.
- **162 small businesses** including 71 “8A” and **small disadvantaged businesses (SDB’s)**
- **198 woman-owned** businesses
- **143 veteran-owned** businesses, including 45 owned by **service-disabled veterans**

Oklahoma 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	199	\$680,859,835	-\$61,277,388	-\$122,554,775
Small Businesses	91	\$394,133,841	-\$35,472,047	-\$70,944,094
Small Disadvantaged	71	\$216,411,404	-\$19,477,027	-\$38,954,054
Veteran-Owned	98	\$202,301,369	-\$18,207,124	-\$36,414,248
Service-Disabled Veteran	45	\$95,796,640	-\$8,621,698	-\$17,243,396
Black American	33	\$62,454,128	-\$5,620,872	-\$11,241,743
Hispanic American	9	\$33,531,406	-\$3,017,827	-\$6,035,653
Asian-Pacific Owned	11	\$8,442,810	-\$759,853	-\$1,519,706
Women-Owned	198	\$179,005,467	-\$16,110,493	-\$32,220,985

