

The Oregon Defense Breakdown Economic Impact Report

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

- Oregon could lose 2,707 jobs.
- Oregon’s economy could lose \$160 million in lost earnings.
- Oregon could see a \$233 million decrease in Gross State Product (GSP).

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

- Under “Sequestration,” 269 **military active-duty employees** could lose their jobs.
- Under “Sequestration,” 890 **civilian DOD employees** could lose their jobs.

Oregon 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%
Multnomah	\$3,426,027,076	\$335,661,683	-\$30,209,553	-\$60,419,105
Clackamas	\$1,353,747,730	\$132,642,571	-\$11,937,832	-\$23,875,664
Umatilla	\$1,104,734,894	\$90,938,635	-\$8,184,477	-\$16,368,955
Washington	\$714,908,757	\$87,026,589	-\$7,832,393	-\$15,664,787
Yamhill	\$218,836,073	\$85,390,637	-\$7,685,158	-\$15,370,315



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

Public data for 2010 shows Oregon businesses earned over \$928 million supporting America's defense:

- But under these 10-year defense cuts of at least 9%, Oregon **annual business losses** could be greater than **\$83 million**. Oregon businesses may have to **fire workers**.
- And at the "Sequestration" level of at least 18% in defense cuts, Oregon **annual business losses** could be greater than **\$167 million**. Some Oregon businesses may have to **shut down**.

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

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

- **59 minority-owned businesses**, including 7 owned by Black Americans, 16 owned by Hispanic Americans, 7 owned by Native Americans, 17 owned by Asian-Pacific Americans, and 12 owned by other minority Americans.
- **55 small businesses** including 39 "8A" and **small disadvantaged businesses** (SDB's)
- **125 woman-owned** businesses
- **89 veteran-owned** businesses, including 18 owned by **service-disabled veterans**

Oregon 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	59	\$53,765,722	-\$4,838,915	-\$9,677,830
Small Businesses	16	\$28,734,935	-\$2,586,144	-\$5,172,289
Small Disadvantaged	39	\$30,607,980	-\$2,754,718	-\$5,509,437
Veteran-Owned	71	\$60,787,166	-\$5,470,845	-\$10,941,690
Service-Disabled Veteran	18	\$1,808,282	-\$162,745	-\$325,491
Black American	7	\$10,325,172	-\$929,266	-\$1,858,531
Hispanic American	16	\$2,251,993	-\$202,679	-\$405,359
Asian-Pacific Owned	17	\$38,826,187	-\$3,494,357	-\$6,988,714
Women-Owned	125	\$54,093,817	-\$4,868,444	-\$9,736,887

