

# LAJES FIELD FY09 ECONOMIC IMPACT ANALYSIS



*MOVE IRON – GLOBAL COMM – READY AIRMEN – BILATERAL RELATIONS*

# MESSAGE FROM THE 65TH AIR BASE WING COMMANDER



I am pleased to report another very successful year of partnership between Lajes Field and the local community. The 2009 Economic Impact Analysis outlines the contributions made by so many to ensure the success of the 65th Air Base Wing mission. We look forward to the year ahead to strengthen existing friendships and forge new relationships with businesses in the surrounding communities. Your contributions are essential in making Lajes Field one of the premier wings in the United States Air Forces Europe.

A handwritten signature in blue ink that reads "Margaret B. Poore".

MARGARET B. POORE, Colonel, USAF  
Commander, 65th Air Base Wing

# **ECONOMIC IMPACT ANALYSIS**

**Lajes Field, Azores, Portugal - FY09**

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**ECONOMIC IMPACT ANALYSIS**  
**Lajes Field, Azores Portugal - FY 09**

As of: 1-Oct-09

**TABLE 1**  
**PERSONNEL AND ANNUAL PAYROLL BY CLASSIFICATION**

CLASSIFICATION	PERSONNEL	PAYROLL
<b>1. APPROPRIATED FUND MILITARY</b>		
Air Force	614	\$22,608,557
Navy	2	\$138,233
Army	1	\$37,904
	<b>TOTAL:</b> <u>617</u>	<u>\$22,784,695</u>
<b>2. U.S. FAMILY MEMBERS</b>		
Active Duty Military	805	Not Applicable
DoD Civilians	96	
	<b>TOTAL:</b> <u>901</u>	
<b>3. APPROPRIATED FUND CIVILIANS</b>		
United States Civilians (incl. Lajes DECA/DODDS)	161	\$7,999,479
Portuguese Civilians (incl. Lajes DECA/DODDS/AMC)	602	\$22,420,207
	<b>TOTAL:</b> <u>763</u>	<b>TOTAL:</b> <u>\$30,419,687</u>
<b>4. NON-APPROPRIATED FUND (NAF) CONTRACT CIVILIANS AND PRIVATE BUSINESS</b>		
NAF - United States Civilians	33	\$436,888
NAF - Portuguese Civilians	120	\$3,180,342
Army Air Force Exchange Service - U.S. Civilians	6	\$216,164
Army Air Force Exchange Service - Portuguese Civilians	72	\$1,967,130
Port Employees	20	\$575,530
Contract Civilians (Locally Hired Dep Spouses)	3	\$28,840
Private Businesses On Base (Credit Union, College reps)	9	\$135,335
	<b>TOTAL:</b> <u>263</u>	<b>TOTAL:</b> <u>\$6,540,229</u>
<b>TOTAL PERSONNEL &amp; PAYROLL:</b>	<b>2,544</b>	<b>\$59,744,610</b>

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**TABLE 2\***

**EXPENDITURES FOR CONSTRUCTION, SERVICES, AND PROCUREMENT OF MATERIALS, EQUIPMENT AND SUPPLIES**

(Not including contracts for services supplied to other Air Force installations)

	ACTUAL ANNUAL EXPENDITURES
<b>1. CONSTRUCTION</b>	
Military Construction Projects (65 CONS)	\$9,781,846
Military Family Housing (65 CES)	\$1,201,800
O&M (65 CES)	\$9,656,400
<b>TOTAL:</b>	<b>\$20,640,046</b>
<b>2. SERVICES</b>	
Services Contracts Awarded by 65 Contracting Squadron in FY09 (211 actions)	\$5,728,747
Surface Deployment & Distribution Command Port Services Payments	\$572,565
Medical Expenses at Portuguese Facilities	\$376,512
SATO (Official and Leisure Travel)	\$1,943,182
AAFES Service Contracts	\$235,276
<b>TOTAL:</b>	<b>\$8,856,283</b>
<b>3. MATERIALS, EQUIPMENT, AND SUPPLIES PROCUREMENT</b>	
AAFES Commodities Procurement	\$120,265
NAF Commodities Procurement	\$905,241
Supplies Contract Awards in FY09 (181 Actions)	\$4,157,471
Government Purchase Card Purchases	\$4,977,702
Commissary Groceries and Produce Purchases	\$72,079
<b>TOTAL:</b>	<b>\$10,232,758</b>

**TOTAL ANNUAL EXPENDITURES: \$39,729,086**

\* Includes only contracts in the local economic area or contracts requiring the use of locally supplied goods and services.

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**TABLE 3**  
**ESTIMATE OF NUMBER AND DOLLAR VALUE OF INDIRECT JOBS CREATED**

Type of Personnel	Number of 65 ABW Jobs	Multiplier	Number of Indirect Jobs
Active Duty Military	617	0.29	179
United States Civilians	212	0.29	61
Portuguese Civilians	814	0.43	350
<b>TOTAL:</b>	<b>1,643</b>		<b>590</b>
<b>ESTIMATED NUMBER OF INDIRECT JOBS CREATED</b>		<b>590</b>	
<b>AVERAGE ANNUAL PAY FOR THE LOCAL COMMUNITY</b>		<b>\$7,970</b>	
<b>ESTIMATED ANNUAL DOLLAR VALUE OF JOBS CREATED</b>		<b>\$4,702,088</b>	

**ECONOMIC IMPACT ANALYSIS**  
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As of: 1-Oct-09

**TABLE 4**  
**TOTAL ANNUAL ECONOMIC IMPACT ESTIMATE**

**ANNUAL PAYROLL**

	Annual Payroll	Local Impact
Active Duty On Base*	\$12,531,582	\$3,759,475
Active Duty Off Base**	\$10,253,113	\$5,126,556
United States Civilians***	\$8,816,706	\$4,849,188
Portuguese Civilians	\$28,143,210	\$28,143,210
		<u>\$41,878,429</u>

\*(30% Active Duty Living On Base is spent in local economy)

\* \*(50% Active Duty Living Off Base is spent in local economy)

\* \* \*(55% US Civilians is spent in local economy)

<b>TOTAL IMPACT OF ANNUAL PAYROLL</b>	<b>\$41,878,429</b>
<b>ANNUAL EXPENDITURES FOR CONSTRUCTION, SERVICES, SUPPL</b>	<b>\$39,729,086</b>
<b>ESTIMATED ANNUAL DOLLAR VALUE OF JOBS CREATED</b>	<b>\$4,702,088</b>
Estimated Indirect Jobs Created	590
Average Annual Pay	\$7,970
<b>GRAND TOTAL:</b>	<b>\$ 86,309,603</b>

## LOCAL ECONOMIC IMPACT SUMMARY DATA

### PERSONNEL:

Active Duty Military	617	24%
Dependents	901	35%
U.S. Civilian Employees	212	8%
Portuguese Employees	814	32%
Total	2,544	100%

### PAYROLL IMPACT:

Active Duty Military	\$8.9	21%
U.S. Employees	\$4.8	12%
Portuguese Employees	\$28.2	67%
Total	\$41.9	100%

### EXPENDITURES:

Construction	\$20.6	52%
Service Contracts	\$8.9	22%
Commodities	\$10.2	26%
Total	\$39.6	100%

### IMPACT:

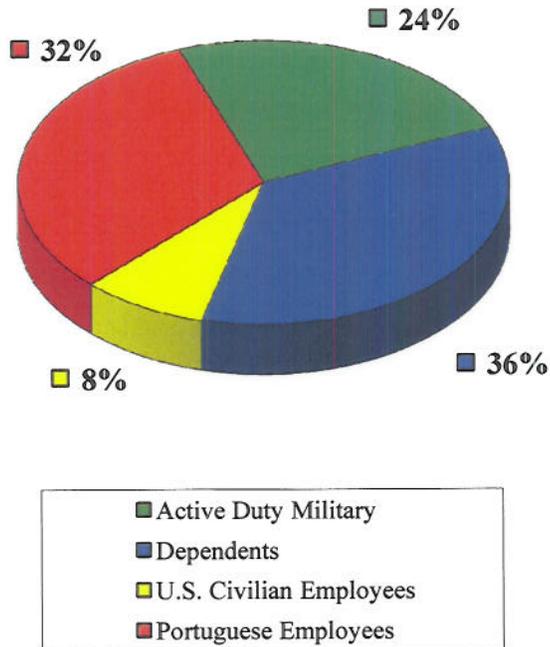
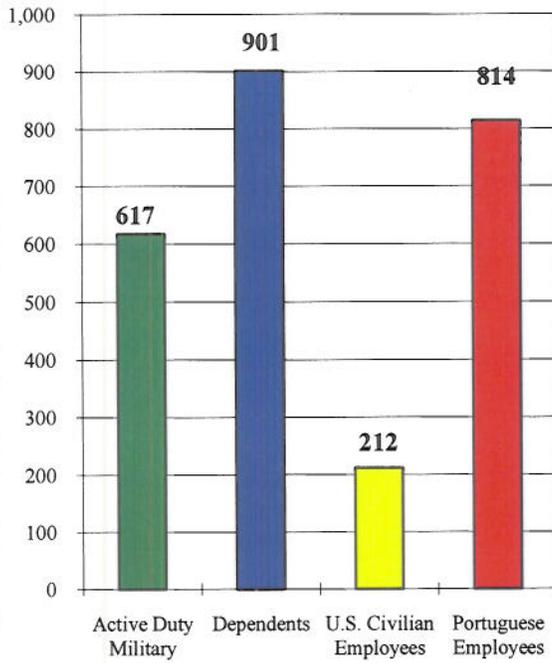
Payroll	\$41.9	49%
Expenditures	\$39.6	46%
\$ Value of Jobs Created	\$4.7	4%
TOTAL	\$86.3	100%

\*\* Dollars are in millions

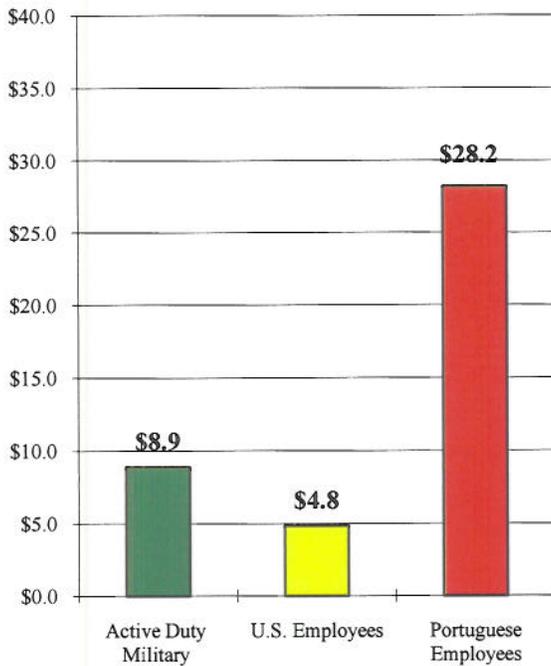
# ECONOMIC IMPACT ANALYSIS

As of: 1-OCT-09

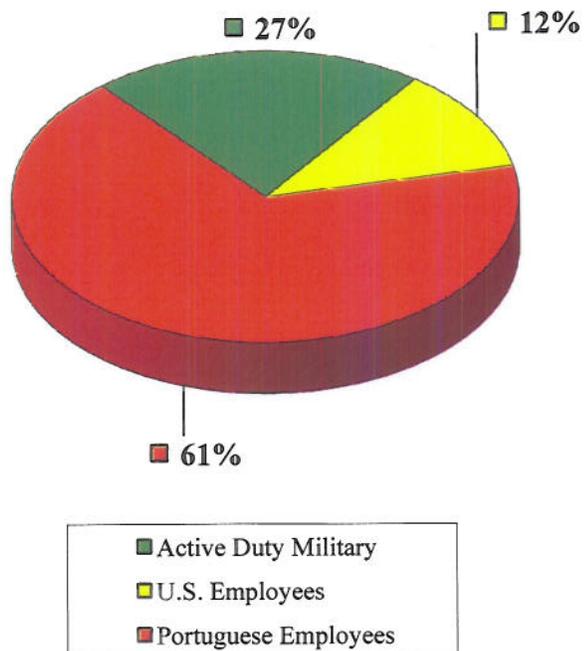
## Lajes Field, Azores Portugal - FY 09



### Payroll Economic Summary (\$41.9M)



### Payroll Impact Summary By %



# ECONOMIC IMPACT ANALYSIS

As of: 1-OCT-09

## Lajes Field, Azores Portugal - FY 09

