

PETERSON COMPLEX
ECONOMIC IMPACT
STATEMENT

FY02 (1 OCT 01 - 30 SEP 02)



PREPARED BY FINANCIAL ANALYSIS

21ST SPACE WING

PETERSON AFB CO

STATEMENT OF CLEARANCE

In accordance with AFI 10-1101, AFI 36-2623, AFI 35-101, and AFI 35-206, the information contained in this impact statement has been cleared through the Operations Security Office and the Public Affairs Office for public release.



DEPARTMENT OF THE AIR FORCE

21ST SPACE WING (AFSPC)

20 AUG 2003

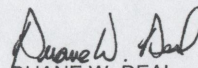
MEMORANDUM FOR SEE DISTRIBUTION

FROM: 21 SW/CC
775 Loring Ave, Suite 205
Peterson AFB CO 80914-1290

SUBJECT: Economic Impact Analysis

1. The Economic Impact Analysis is a way of keeping the Colorado Springs and El Paso County Communities informed of the activities of Peterson Air Force Base and Cheyenne Mountain Air Force Station. It is a summary of key information concerning our mission, resources, personnel, and the overall economic impact on the Colorado Springs community in Fiscal Year 2002.

2. We thank the citizens of El Paso County for their outstanding cooperation and strong support. We look forward to continued cooperation in an effort to make our communities better places to work and live!


DUANE W. DEAL
Brigadier General, USAF
Commander

STRENGTH AND PREPAREDNESS

PREFACE

ECONOMIC IMPACT ANALYSIS

The Peterson AFB/Cheyenne Mountain AFS Economic Impact Analysis (EIA) is a useful data resource for Air Force planners and a source of information for community leaders, legislators, and installation visitors. It presents the total economic impact and number of off-base secondary jobs supported by Air Force expenditures in the Economic Impact Region (EIR). The EIR for Peterson AFB/Cheyenne Mountain AFS covers the area within a fifty-mile radius, including the city of Colorado Springs.

This EIA reflects information concerning Peterson AFB, Cheyenne Mountain AFS, and the Federal Building, annotated throughout this publication as "Peterson Complex." Schriever AFB is excluded as part of this EIA, except where noted.

Through close interaction with various agencies throughout the Peterson Complex, the 21st Space Wing Financial Analysis Division (FMA) has compiled this FY02 EIA. The fiscal year data contained in the EIA reflects the time period of 1 Oct 01 - 30 Sep 02. We take this opportunity to thank those personnel who helped contribute to this publication. Suggestions or comments should be addressed to the address below.

OFFICE OF PRIMARY RESPONSIBILITY

Financial Analysis Flight
21st Comptroller Squadron
135 Dover Street, Suite 2009
Peterson AFB CO 80914-1137
Telephone (719)556-4630
DSN: 834-4630

21 CPTS/FMA
As of: 30 September 2002

PETERSON COMPLEX MISSION STATEMENTS

The NORAD mission provides protection for the airspace of two vast countries. North American Aerospace Defense Command's area of responsibility stretches from Clear, Alaska, to the Florida Keys, and from St. John's Newfoundland, to San Diego, CA. Thousands of US and Canadian military members have worked side-by-side in both countries for more than 40 years to protect North America against an aerospace attack. Aerospace warning and control are the cornerstones of the NORAD mission.

The US Northern Command mission provides homeland defense and civil support, specifically to conduct operations to deter, prevent, and defeat threats and aggression aimed at the United States, its territories, and interests within the assigned area of responsibility; and as directed by the President or Secretary of Defense, provide military assistance to civil authorities including consequence management operations.

The Air Force Space Command mission makes space reliable for the warfighter by continuously improving the command's ability to provide and support combat forces - assuring their access to space. In addition, the command's ICBM forces deter any adversary contemplating the use of weapons of mass destruction.

The 21st Space Wing mission provides missile warning and space control to North American Aerospace Defense and US Strategic Command through a network of command and control units and ground and space-based sensors operated by geographically separated units around the world.

The 302nd Airlift Wing's primary mission is to train, equip, and employ airlift forces in worldwide support of our nation's vital interest. The secondary mission is to provide aerial drops in support of local and national firefighting needs using the Modular Airborne Fire Fighting System (MAFFS).

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Please note:

Due to the formatting of the Economic Analysis software, the number fields are fixed. Therefore, "subtotals" in some areas appear to not add correctly in "total" columns.

This appears at the bottom of page 1, paragraph 4:

Private Businesses on Base, by type	70
Branch Banks/Credit Union	23
McDonalds	47

The 23 and 47 subtotals add up to the 70 total.

The Total for paragraph 4 (2,578) is correct.

ECONOMIC IMPACT ANALYSIS
PETERSON COMPLEX

TABLE 1
PERSONNEL BY CLASSIFICATION AND HOUSING LOCATION

As of: 30-Sep-02
Data Source: VARIOUS ORGANIZATIONS

CLASSIFICATION	LIVING ON BASE	LIVING OFF BASE	TOTAL
1. APPROPRIATED FUND MILITARY			
Active Duty	525	4,406	4,931
ANG/Reserve	0	1,670	1,670
Army/Navy/Marines	16	321	337
Canadian Forces	0	117	117
TOTAL:	541	6,514	7,055
2. ACTIVE DUTY MILITARY DEPENDENTS			
	635	8,654	9,289
3. APPROPRIATED FUND CIVILIAN			
General Schedule			1,780
Federal Wage Board			136
Other			3
TOTAL:			1,919
4. NON-APPROPRIATED FUND CONTRACT CIVILIANS AND PRIVATE BUSINESS			
Civilian NAF			434
Civilian BX			199
Contract Civilians (not elsewhere included)			1,875
Private Businesses On Base, By Type:			70
Branch Banks/Credit Union			23
McDonalds			47
TOTAL:			2,578
TOTAL PERSONNEL:			20,841

ECONOMIC IMPACT ANALYSIS
PETERSON COMPLEX

TABLE 2
ANNUAL PAYROLL BY CLASSIFICATION AND HOUSING LOCATION

Fiscal Year: 2002
Data Source: VARIOUS ORGANIZATIONS

CLASSIFICATION	LIVING ON BASE (\$)	LIVING OFF BASE (\$)	TOTAL (\$)
1. APPROPRIATED FUND MILITARY			
Active Duty	\$17,743,425	\$252,776,626	\$270,520,051
ANG/Reserve	\$0	\$30,988,000	\$30,988,000
Army/Navy Marines	\$540,752	\$18,416,091	\$18,956,843
Canadian Forces	\$0	\$4,449,192	\$4,449,192
TOTAL:	\$18,284,177	\$306,629,909	\$324,914,086
2. APPROPRIATED FUND CIVILIAN			
General Schedule			\$95,409,698
Federal Wage Board			\$6,419,755
Other			\$399,163
TOTAL:			\$102,228,616
3. NON-APPROPRIATED FUND CONTRACT CIVILIANS AND PRIVATE BUSINESS			
Civilian NAF			\$5,893,381
Civilian BX			\$2,583,075
Contract Civilians (not elsewhere included - included in Table 3 - Contracts)			\$0
Private Businesses On Base, By Type:			\$677,762
Branch Banks/Credit Union			\$677,762
McDonalds - not available			\$0
TOTAL:			\$9,154,218
TOTAL ANNUAL PAYROLL:			\$436,296,920

ECONOMIC IMPACT ANALYSIS
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TABLE 3
EXPENDITURES FOR CONSTRUCTION, SERVICES, AND PROCUREMENT OF
MATERIALS, EQUIPMENT, AND SUPPLIES

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

Fiscal Year: 2002
Data Source: VARIOUS ORGANIZATIONS

	ACTUAL ANNUAL EXPENDITURES
1. CONSTRUCTION	
Military Construction Program	\$47,514,747
Non-Appropriated Fund	\$7,736,138
Military Family Housing	\$931,909
O&M	\$19,866,096
TOTAL:	\$76,048,890
2. SERVICES	
Services Contracts *	\$233,057,127
Other Services (not elsewhere included)	\$0
TOTAL:	\$233,057,127
3. MATERIALS, EQUIPMENT, AND SUPPLIES PROCUREMENT	
Commissary	\$9,057,062
Base Exchange (BX)	\$252,800
Health (CHAMPUS, Government cost only)	\$69,230,390
Education (Impact aid and tuition assistance)	\$3,334,303
Inbound TDY (Per Diem & Lodging)	\$2,660,344
Other Materials, Equipment & Supplies (not elsewhere included)	\$13,570,849
TOTAL:	\$98,105,748
TOTAL ANNUAL EXPENDITURES:	\$407,211,765

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

ECONOMIC IMPACT ANALYSIS
PETERSON COMPLEX

TABLE 4
ESTIMATE OF NUMBER AND DOLLAR VALUE OF INDIRECT JOBS CREATED

Data Sources:

Multipliers: LMI Economic Impact Database, Installations and Indirect/Induced Job Multipliers
Average Annual Pay: Bureau of Labor Statistics, US Department of Labor

Type of Personnel	# of Base Jobs	Multiplier	# of Indirect Jobs
MILITARY ACTIVE DUTY	5,385	0.41	2,208
TRAINEES AND RESERVISTS	1,670	0.16	267
DoD CIVILIANS	1,919	0.55	1,055
OTHER CIVILIANS	2,578	0.55	1,418
TOTAL:	11,552		4,948
AVERAGE ANNUAL PAY FOR THE LOCAL COMMUNITY:		\$35,619	
ESTIMATED ANNUAL DOLLAR VALUE OF JOBS CREATED:		\$176,242,812	

ECONOMIC IMPACT ANALYSIS
PETERSON COMPLEX

TABLE 5
TOTAL ANNUAL ECONOMIC IMPACT ESTIMATE

ANNUAL PAYROLL:	\$436,296,920
Military	\$324,914,086
Federal Civilian	\$102,228,616
Other Civilian	\$9,154,218
ANNUAL EXPENDITURES:	\$407,211,765
ESTIMATED ANNUAL DOLLAR VALUE OF JOBS CREATED:	\$176,242,812
Estimated Indirect Jobs Created	4,948
Average Annual Pay	\$35,619
GRAND TOTAL:	\$1,019,751,497

DISTRIBUTION

21st SPACE WING PUBLIC AFFAIRS
AFSPC/FMA
AFSPC PUBLIC AFFAIRS
NORAD PUBLIC AFFAIRS
USNORTHCOM PUBLIC AFFAIRS
21st SPACE WING HISTORIAN
PIKES PEAK AREA COUNCIL OF GOVERNMENTS
CHAMBER OF COMMERCE ECONOMIC DEVELOPMENT COUNCIL
CHAMBER OF COMMERCE MILITARY AFFAIRS COUNCIL
COLORADO STATE GOVERNMENT OFFICIALS