1.2.a: Military and Defense Sector - Supplemental

Reported: December 2015

State of the Military & Defense Sector
Presentation to Forward Fairchild

December 2015
MILITARY AND DEFENSE SECTOR

Industry Contributions

- 2nd largest public employer
- 112,000 active duty, reserve, guard & civilian personnel, 6th most military populated state
- 607,000 veterans including:
  - 75,000 retirees
  - 91,000 military families
- $13 billion dollars in annual procurement in FY14, 7th highest DOD spend by state
  - supported by over 1,900 businesses across the state
  - nearly 3% of the state’s GDP

How We Define the Sector

INFRASTRUCTURE: MISSIONS | INSTALLATIONS | WORKFORCE

PROCUREMENT

NATIONAL DEFENSE CONTRACTS

BASE SUPPORT CONTRACTS

PAYROLL | EMPLOYMENT

MILITARY PERSONNEL (AC, RES., NG)

CIVILIAN

TRANSITION

INDUSTRY: CONTRACTORS | SUPPLIERS | SERVICES

PARTNERSHIPS: PUBLIC | PRIVATE | SOCIAL

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3 USAFspending.gov
Our Mission

Support and inform statewide, sector specific, economic development efforts by strengthening local, state and federal collaborations that support military & defense INFRASTRUCTURE, INDUSTRY and public, private and social sector PARTNERSHIPS in all communities across the state.

Top Issues: 2016-2017

1. Defense Industry Adjustment Program Progress, Modeling Tool & Implementation

2. Statewide Civilian-Military Compatible Land Use Study & Addressing Encroachment

3. Subcabinet on Military Downsizing Efforts & Implementation

4. Future “Mission” Efforts & Sustainability of the MD Sector Lead Program
Statewide Land Use Report

Part of Washington’s effort to support the State’s Military Installations

The Governor has tasked Commerce with producing a report to the legislature on civilian land use compatibility and military base missions.

The WA Growth Management Act (GMA) disallows land use development that is incompatible with military installations (RCW 36.70A.0530).

Central question:

- How can Washington State promote compatible civilian land use practices in support of its military bases?

We Need Your Advice
What can we do to promote compatibility?

View the draft report:

Military Installations and Civilian Land Use Compatibility
http://www.commerce.wa.gov/Services/localgovernment/GrowthManagement/Pages/BaseStudy.aspx

Send feedback to:
David Andersen, AICP
Eastern Regional Manager, Growth Management Services
(509) 434-3391 Dave.andersen@commerce.wa.gov
Subcabinet on Military Downsizing

The Subcabinet was created to develop and implement a coordinated strategic plan to respond to and mitigate potential military personnel reduction impacts on local communities.

Structure

AGENCIES

Advisory: Chaired by MIL
US Army, Navy, AF CASA

Workforce/Ed: Chaired by ESD
SBCTC, LNI
WTECB

Community: Chaired by DSHS
DFI, WDVA, COM (Housing)

Economic: Chaired by COM
OFM, DOR

PARTNERS

Advisory: WMA

Workforce/Ed: WDCs, WSMTC

Community: WSDOT, OSPI
AFGE, IAFF, SSMCP

Economic: EDCs

Department of Commerce
Innovation is in our nature.
Current Status

- Loss of 1,250 Active Duty personnel, notified
  - Partnered with ESD, DSHS & JBLM on annual military transition summit, largest in the nation
  - Work with Washington State Military Transition Council
- Loss of 418 contract employees, estimated
  - Utilizing DIA program efforts & OEA funding to address
- Loss of TBD civil service employees, unknown

MILITARY AND DEFENSE SECTOR

Future Efforts

2016-2017 Goals

- Implement year 2 of current Defense Industry Adjustment Program & build Sustainability
- Develop & Implement Statewide Military Compatible Land Use strategy
- Support Military Future Mission efforts
  - DHS Cyber COE
  - DOD DIUx
  - Arctic Security COE
  - Statewide MD Sector Workforce Development plan
The **Washington Military Alliance** is a coalition of military and defense related stakeholder organizations, serving as an umbrella organization for the three main components of the sector representing industry, community support partnerships, and infrastructure support.

**THE WASHINGTON MILITARY ALLIANCE**

**Partners**
MD Sector Priorities

Protecting Infrastructure by Addressing Land Use Compatibility
- Helicopters EIS (JBLM)
- SERE Training (Fairchild)
- Endangered Species (Yakima Training Range, JBLM)
- Electronic Warfare Range (Navy)

Attracting & Supporting “Future” Missions
- Advanced Technologies Center of Excellence (Space, Defense, Advanced Mfg)
- Cybersecurity
- Arctic Security
- PSNS Scrapping
- KC46A

Promoting a strong Defense Industrial base
- Implementation of OEA Defense Industry Adjustment Grant efforts

Defense Industry Adjustment Progress

The Department of Defense
Office of Economic Adjustment
awarded Washington State

$5.3 million
to create the
Defense Industry Adjustment Program.
Defense Supply Chain Modeling Tool

All numbers presented in the following demonstration represent contracts only. The scope of our OEA Defense Industry Adjustment (DIA) economic model is focused on supply chain activities alone.

Questions?

Additional Resources Available:
www.commerce.wa.gov
www.governor.wa.gov/issues/issues/economy/military-defense
www.WAMilitaryAlliance.org