

"Supplier diversity is more than just a procurement option, it is an essential strategy designed to develop, grow and sustain a balanced economy now and into the future."

Fernando Martinez
Northwest Mountain MSDC CEO and President



For over 40 years, the Northwest Mountain Minority Supplier Development Council has been linking major corporations and public agencies with minority-owned businesses, a multi-billion dollar sector representing and impacting today's global economy. The Northwest Mountain MSDC currently serves the states of Alaska, Idaho, Montana, Oregon, Utah, Washington, and Wyoming.

The minority businesses certified by Northwest Mountain MSDC and corporations it works with are helping drive the region's economic fortunes by creating valuable jobs, investing in research and development, improving the local skills base, and generating significant economic and social benefits for the communities within which it conducts business.



# Our MBEs continue to outperform



**279**CERTIFIED MBEs

+ 9.8%
ANNUAL INCREASE



**\$7B**MBE REVENUES

+ 5.5%
ANNUAL INCREASE



**16,657**JOBS AT MBES

+ 12.3%
ANNUAL INCREASE



## Northwest Mountain MBEs contribute to the US Economy

\$17.6B

#### **GDP CONTRIBUTION**

\$6.9B	\$4.5B	\$6.1B
MBE Production	Supply Chain Impact	Community Impact

104,797

**JOBS SUPPORTED** 

16.6K	47.8K	40.3K
Jobs at MBEs	Jobs in Supply Chain	Jobs in the community

\$6.2B

#### **INCOMES SUPPORTED**

\$1B	\$3.2B	\$2B
Incomes at MBEs	Supply Chain Incomes	Community Jobs Incomes

7,544

Minorities employed by Northwest Mountain MSDC MBEs

# Northwest Mountain MBEs contribute to the Northwest Mountain Region

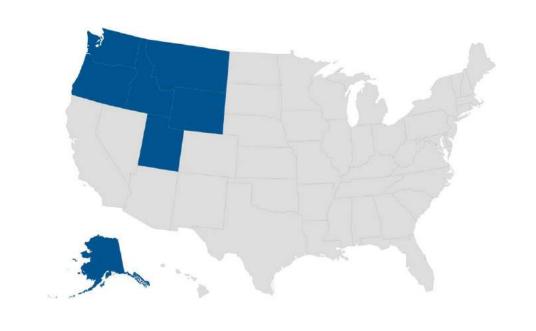
\$12B

TOTAL GDP CONTRIBUTION

72,020

**TOTAL JOBS SUPPORTED** 

\$4.5B



## Northwest Mountain MBEs Impact: Alaska

\$1.8B
TOTAL GDP CONTRIBUTION

**11,612** 

**TOTAL JOBS SUPPORTED** 





## Northwest Mountain MBEs Impact: Idaho

\$333M

TOTAL GDP CONTRIBUTION

1,473

**TOTAL JOBS SUPPORTED** 

\$80M





## Northwest Mountain MBEs Impact: Montana

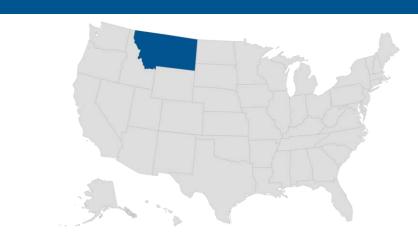
\$147M

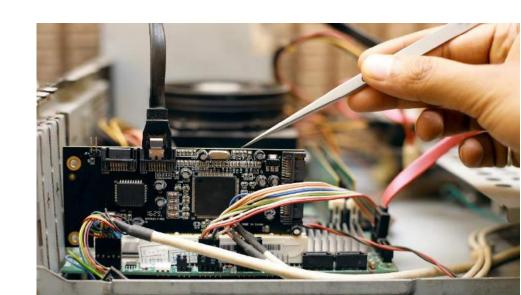
TOTAL GDP CONTRIBUTION

879

TOTAL JOBS SUPPORTED

\$40M





# Northwest Mountain MBEs Impact: Oregon

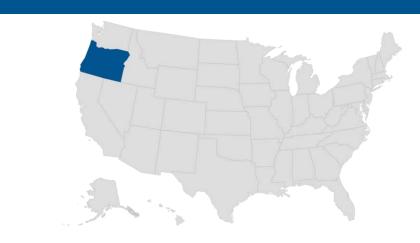
\$706M

TOTAL GDP CONTRIBUTION

5,277

**TOTAL JOBS SUPPORTED** 

\$248M





## Northwest Mountain MBEs Impact: Utah

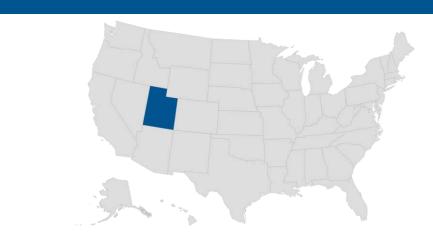
\$175M

**TOTAL GDP CONTRIBUTION** 

1,688

**TOTAL JOBS SUPPORTED** 

\$64M





# Northwest Mountain MBEs Impact: Washington

\$8.8B

**TOTAL GDP CONTRIBUTION** 

51,091

**TOTAL JOBS SUPPORTED** 

\$3.3B





# Northwest Mountain MBEs Impact: Wyoming

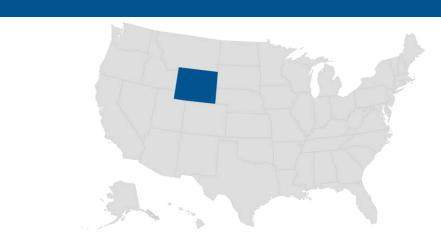
\$9M

**TOTAL GDP CONTRIBUTION** 

**52** 

**TOTAL JOBS SUPPORTED** 

\$2.6M





### Economic Impact through Northwest Mountain MBEs

**\$1** → **\$2.55** 

**Spending** 

**GDP Impact** 

Every dollar spent with a certified MBE yields a 2.5x impact in the community.





\$

**Incomes** 



**Community Development** 

MBEs create opportunities In for minorities - 45% of employees at certified MBEs are minority

Incomes through these jobs foster economic advancement

Spending through minorities leads growth and development in their communities

### **Appendix: Economic Impact Modeling**

Economic impact modeling is a standard tool used to quantify the economic contribution of an investment or company. This modeling uses an "Input-Output" economic model to estimate the number of times each dollar of "input," or direct spending, cycles through the economy in terms of "indirect and induced output," or additional spending, personal income, and employment.<sup>1</sup>

There are several Input-Output models used by economists to estimate multiplier effects. supplier.io employed the IMPLAN input-output model in developing estimates of spending, income and employment impacts. This model, initially developed by the U.S. Department of Agriculture, examines inter-industry relationships in local, regional, and national economies.

An Input-Output model uses a matrix representation of a nation's interconnected economy to calculate the effect of changes in spending by consumers, by an industry, or by others, on other industries and the entire economy. This matrix representation and the related Input-Output tables ultimately measure "multiplier effects" of an industry by tracing the effects of its inter-industry transactions – that is the number value of goods and services that are needed (inputs) to produce each dollar of output for the individual sector being studied. In essence, an Input-Output model is a table which shows who buys what from whom in the economy.<sup>2</sup>

This report is based on an analysis of data provided by Northwest Mountain MSDC.

#### supplier.io

#### **ABOUT SUPPLIER.IO**

supplier.io helps companies increase their use of small and diverse suppliers through innovative solutions that support the execution of highly effective supplier diversity strategies. To learn more, visit <a href="https://supplier.io">https://supplier.io</a>.

#### References:

- 1. US Government Revenues: http://www.usgovernmentrevenue.com/total\_2014USrt\_17rs1n
- 2. Oxford Economics
- 3. United States GDP: <a href="http://www.tradingeconomics.com/united-states/gdp">http://www.tradingeconomics.com/united-states/gdp</a>
- 4. SBA.gov Minority Business Ownership: Data from 2012 Survey of Business Owners:

 $\underline{\text{https://www.sba.gov/sites/default/files/advocacy/Minority-Owned-Businesses-in-the-US.pdf}$