

## Small Business Profile

Advocacy: the voice of small business in government

## Nebraska

Nebraska's 158,624 small businesses provide economic opportunities to diverse groups of people and bring innovative products and services to the marketplace.\* This profile from the Office of Advocacy compiles the latest facts and figures on the status and role of small business in the state. (Note that a small business is defined here as one with fewer than 500 employees.)

- Nebraska had 41,288 small employers in 2006, representing 96.8% of the state's employers and 51.4% of its private-sector employment.
- The health care and social assistance industry was the state's largest small business and overall employer in 2006 (Table 1).
- Small businesses created all of the state's net new jobs from 2004 to 2005 (Table 2).
- Nebraska's real gross state product increased by 2.1% in 2007. By comparison, growth in the Plains region was 2.0% and the United States, 2.0%. (Source: U.S. Dept. of Commerce: Bureau of Economic Analysis)

## For Further Information

- Data on all the states and territories is available at www.sba.gov/advo/research/profiles.
- For other small business data and analysis, visit **www.sba.gov/advo/research**, call (202) 205-6533, or email **advocacy@sba.gov**.
- To learn about state efforts to adopt or implement regulatory flexibility, visit www.sba.gov/advo/laws/law\_modeleg.html.
- Visit http://web.sba.gov/list to subscribe to listservs for Advocacy's newsletter, press releases, regulatory news and research reports.
- Visit www.sba.gov/advo/rsslibrary.html for RSS feeds.
- \* The number of small businesses is the number of small employers plus the number of nonemployers in 2006.

	<b>D</b> •	- TD - 4		
Nebraska Small	Busines	ss Facts	S	
	Level in	% Change from		
	2006†	2005	2000	
Number of Businesses				
Small employers (<500 employees)	41,288	0.0	3.0	
Large employers (500+ employees)	1,361	4.3	3.7	
Nonemployers	117,336	1.0	13.6	
	Level in	% Change from		
	2002†	199	7	
<b>Business Owner Demographics</b>				
Male-owned	75,334	16	.1	
Woman-owned	38,679	15	.6	
Equally male/female-owned	25,250	-30	.8	
African American-owned	2,091	33	.6	
Asian-owned	1,456	67	.5	
Hispanic-owned	1,966	36	.8	
Native American/Alaskan-owned	428	N	A	
Hawaiian and Pacific Islander-owned	9	12.5		
	Level in	% Change from		
	2007†	2006 2000		
Workforce (Thousands) /Unemploy	vment (%)			
Private-sector employment	799	1.8	5.1	
Government employment	164	1.0	6.3	
Self-employed (incorp. & uninc.)	124	4.5	-4.2	
Female self-employment	39	8.5	-7.9	
Male self-employment	85	2.8	-2.4	
Minority self-employment	4	116.7	-26	
Veteran self-employment	16	-5.6	-27.7	
Unemployment rate (%)	3	-3.0	0.2	
	3	-	0.2	
<b>Business Turnover</b>		• 0		
Quarterly establishment openings	8,663	2.8	14.1	
Quarterly establishment closings	8,250	2.3	15.1	
Business bankruptcies	208	14.3	-51.1	
Income and Finance				
Proprietors' income (\$billion)	6.4	16.6	49.3	
Bank branches	1,067	2.1	12.9	
No. of bus. loans under \$100,000	112,388	8.5	NA	
Total value of business loans under \$100,000 (\$million)	1,347	-1.0	NA	

Sources: U.S. Dept. of Commerce, Bureau of the Census and Bureau of Economic Analysis; U.S. Dept. of Labor, Bureau of Labor Statistics; Administrative Office of the U.S. Courts; Federal Deposit Insurance Corporation, Summary of Deposits; and U.S. Small Business Administration, Office of Advocacy

(www.sba.gov/advo/research/lending.html).

† Latest available data; certain figures are economywide.

Table 1. Firms and Employment in Nebraska by Industry and Firm Size, 2006 (Non-farm, thousands)

		E	mployer firm	S	Employment			
	Nonemployer	1-19		1-499		1-19	1-499	
Industry	firms	Total	Employees	Employees	Total	Employees	Employees	
Total	117.3	42.6	36.5	41.3	789.2	148.0	405.5	
Forestry, etc. and agriculture support	2.3	0.2	0.1	0.2	(D)	0.4	(D)	
Mining	0.1	0.1	0.1	0.1	0.9	0.4	(D)	
Utilities	0.1	0.0	0.0	0.0	1.2	(D)	0.2	
Construction	14.6	6.0	5.5	6.0	43.1	20.5	39.6	
Manufacturing	1.4	1.8	1.2	1.6	105.4	6.6	35.8	
Wholesale trade	1.8	2.3	1.6	2.1	37.9	7.3	25.8	
Retail trade	14.3	5.6	4.7	5.4	108.7	22.9	51.0	
Transportation and warehousing	6.0	2.1	1.8	2.0	29.3	5.6	14.6	
Information	1.3	0.5	0.4	0.5	19.4	1.8	6.4	
Finance and insurance	5.7	2.6	2.2	2.5	59.1	7.4	19.6	
Real estate and rental and leasing	11.2	1.7	1.6	1.7	10.5	3.8	8.1	
Professional, scientific, and technical svcs.	11.8	4.0	3.6	3.8	46.4	11.9	24.1	
Management of companies and enterprises		0.3	0.0	0.2	16.6	0.1	2.8	
Admin., support, waste mgt., remed. svcs.	7.3	2.2	1.9	2.1	65.5	6.6	20.3	
Educational services	2.3	0.5	0.3	0.5	16.4	1.6	8.5	
Health care and social assistance	13.1	3.8	3.1	3.7	112.0	15.2	56.9	
Arts, entertainment, and recreation	4.7	0.8	0.7	0.8	10.8	2.7	9.0	
Accommodation and food services	1.4	3.3	2.5	3.2	68.2	14.4	47.7	
Other services (except public admin.)	18.0	5.3	4.9	5.3	36.8	18.7	33.7	
Unclassified		0.1	0.1	0.1	(D)	(D)	(D)	

Source: U.S. Dept. of Commerce, Bureau of the Census, Statistics of U.S. Businesses. (See <a href="www.sba.gov/advo/research/data.html">www.sba.gov/advo/research/data.html</a> for data from other years, and for starts, closures, job creation and destruction by industry and by size category.)

Table 2: Net Job Change by Firm Size, 2002–2005 (Non-farm)

		Employment size of firm						
	Total	1-4	5-9	10-19	20-99	100-499	< 500	500+
2004 - 2005	-1,394	4,386	1,020	-47	-60	258	5,557	-6,951
2003 - 2004	-1,132	4,777	1,552	1,302	2,383	-332	9,682	-10,814
2002 - 2003	25,638	5,256	1,306	1,400	2,478	1,227	11,667	13,971

Source: U.S. Dept. of Commerce, Bureau of the Census. (For more detailed data see <a href="https://www.sba.gov/advo/research/data.html">www.sba.gov/advo/research/data.html</a>.)

Table 3: Establishment and Employment Turnover by Quarter, 2007 (Non-farm, thousands)

		Establishments				Employment			
	Openings Expansions Contractions		Closings	Openings	Openings Expansions Contraction		Closings		
Quarter 4	2.5	11.1	11.3	2.1	8.4	39.2	40.5	6.7	
Quarter 3	2.0	11.3	11.1	2.0	7.6	40.6	37.2	6.5	
Quarter 2	2.1	11.2	11.2	2.0	7.2	41.0	37.6	6.2	
Quarter 1	2.1	11.1	11.2	2.2	7.3	37.5	35.0	6.1	

Source: U.S. Dept. of Labor, Bureau of Labor Statistics, Business Employment Dynamics. (For more detailed data see <a href="https://www.bls.gov/bdm/home.htm">www.bls.gov/bdm/home.htm</a>.)

Note: The establishment turnover figures contain all firm sizes, but Census data from 2005 showed that 87 percent of establishment births and deaths were in firms with fewer than 500 employees.

<sup>(</sup>D) Data suppressed to protect the confidentiality of individual firms.