



MICHIGAN ECONOMIC
DEVELOPMENT CORPORATION

PURE *M*ICHIGAN®

NATIONAL RESEARCH LAB

Fiscal Impact Estimates

November 8, 2024

PROJECT ASSUMPTIONS

Assumptions from Information Provided		
Total Investment (\$M)		\$1,204
Total M&E Upgrades Investment (\$M)		\$400
Construction Period		2024-2030
Total Job Creation		200
Average Annual Wage		\$200,000
Other Assumptions		
Industry Modeled	541511 (Custom Computer Programming Services)	
Fringe Benefits		30%
Salary Increase YOY		2.5%
Total Time Span		20 years (2024-2043)

** Machinery and equipment upgrades every 5 years post-construction*

IMPACT ESTIMATES

Outputs 2024-2043	
Average Total Jobs Last 5 Years	650
Average Job Multiplier Last 5 Years	3.25
Total Personal Income (Current \$\$)	\$2,863,222,159
Total State Tax Revenue (Current \$\$)	\$161,337,911
Total State Tax Revenue (Net Present Value)	\$124,707,824

Source: REMI Model, 2024; UM Tax Calculator

$$\text{Net ROI} = \$124.7\text{M} - \$100\text{M}^* / \$100\text{M}^* = .25$$

*\$100M incentive is the nominal value, not NPV. ROI is likely higher since the \$100M incentive is provided over multiple years.