

Katcon USA, Inc.

Economic and Fiscal Effects on Michigan - Net Benefits with the Incentive Package

Economic/Fiscal Indicator	2010	2011	2012	2013	2014	2015	2016	Total
Total Employment	9	21	40	61	71	71	74	
Manufacturing	0	0	0	1	0	0	0	
Non-Manufacturing	9	21	40	60	71	71	74	
Retail Trade	1	2	3	5	5	5	6	
Services	8	17	32	47	56	55	56	
Other	0	2	5	8	10	11	12	
In Current Dollars (Thousands):								
Personal Income	\$580	\$1,282	\$2,716	\$4,059	\$5,035	\$5,432	\$5,737	\$24,841
Gross State Revenue	45	99	209	313	388	418	442	1,914
Mega Cost	16	31	62	92	106	108	110	525
State Revenue Net of MEGA Cost*	\$29	\$68	\$147	\$221	\$282	\$310	\$332	\$1,389

* These estimates do not include any state government revenue losses due to the Investment Tax Credit, the Renaissance Zone Credit or the property tax abatement.

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Summary Estimates
(All monetary estimates in current dollars)

TOTAL JOBS CREATED (as of 2016)	74
Direct	35
Spin-off (includes Indirect Jobs)	39
 NET POSITIVE STATE REVENUE IMPACT	 \$1,389,367
Revenue foregone	\$524,633
Revenue gain	\$1,914,000
 Personal income generated over life of MEGA agreement	 \$24,841,000
 Statewide employment multiplier (average, 2015–16)	 2.09
 Average Weekly Wage of Direct Jobs (as reported by the company at time of application)	 \$1,442