



GoodJobs

For Michigan

Michigan Economic Growth Authority (MEGA)

Good Jobs for Michigan (SBs 242-244)

A business can receive an incentive just for keeping jobs in the state

YES, the MEGA program provided incentives for creating new jobs and retaining jobs in the state

NO, the business must create net **NEW** jobs

A business may not have to pay any taxes to the state

YES, the MEGA program included a refundable tax credit for up to 100% of the Single Business Tax (SBT)/Michigan Business Tax (MBT) in addition to a potential rebate of up to 100% of the Personal Income Tax (PIT) from the jobs created/retained

NO, the company in all cases must pay their full CIT.

The incentive requires using current General Fund dollars

YES, allowing awards for retention required taking from current revenues in the General Fund

NO, because the incentive is limited to net **NEW** jobs – not retention jobs – the state is not reducing current revenues

The total value of incentives is capped

NO, the MEGA program only capped the number of projects at 25 per year

YES, there is a cap of \$250 million on total incentives at any one time and only 15 projects per year

Businesses face additional penalties for providing false information

NO, awards would be revoked but no additional penalties were provided

YES, in addition to losing the incentive businesses are subject to a penalty equal to 10% of the value of the PIT withholdings received by the state