

**The Economic Effects on Michigan of
the S2 Yachts, Inc., Facility Expansion Decision**

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**Economic and Fiscal Effects on Michigan of the S2 Yachts, Inc., Facility Expansion
Net Benefits with the Incentive Package**

Economic/Fiscal Indicator	2006	2007	2008	2009	2010	2011	2015	2019	Total 2006-2019
Total employment	96	202	305	693	677	744	625	594	—
Manufacturing	3	110	164	330	373	419	400	400	—
Nonmanufacturing	93	92	141	363	304	325	225	194	—
Retail trade	10	22	34	76	73	78	57	52	—
Services	16	32	47	108	96	99	55	48	—
Other	67	38	60	179	135	148	113	94	—
In current dollars (thousands):									
Personal income	4,700	11,300	18,300	42,200	46,200	54,000	57,100	62,000	641,000
Gross state revenue	361	869	1,407	3,245	3,553	4,153	4,391	4,768	49,293
MEGA cost	0	120	195	402	484	571	682	839	7,427
State revenue net of MEGA cost*	361	749	1,212	2,843	3,069	3,582	3,709	3,929	41,866
Adjusted for inflation (thousands of 2005 dollars):									
Personal income	3,559	8,714	13,700	30,680	32,345	36,652	35,270	35,754	411,100
Gross state revenue	274	670	1,054	2,359	2,487	2,818	2,712	2,749	31,614
MEGA cost	0	93	146	292	339	387	422	484	4,723
State revenue net of MEGA cost*	274	577	908	2,067	2,148	2,431	2,290	2,265	26,891

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

**Fiscal Effects on Michigan of the S2 Yachts, Inc., Facility Expansion
Net Benefits with the Incentive Package**

Year	Gross State Revenue (In thousands of current dollars)	MEGA Cost	State Revenue Net of MEGA Cost
2006	361	0	361
2007	869	120	749
2008	1,407	195	1,212
2009	3,245	402	2,843
2010	3,553	484	3,069
2011	4,153	571	3,582
2012	4,253	595	3,658
2013	4,314	622	3,692
2014	4,353	651	3,702
2015	4,391	682	3,709
2016	4,460	717	3,743
2017	4,529	754	3,775
2018	4,637	795	3,842
2019	4,768	839	3,929