



Michigan Job Losses



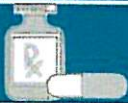
BANKING

200 JOBS



AUTOMOTIVE

400 JOBS



PHARMACEUTICAL

2,410 JOBS

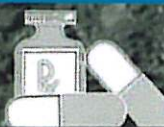
MI HIGHWAY CONSTRUCTION

12,255 Jobs

As gas tax revenues continue to decline, Michigan's five-year highway program is being slashed. A report from the University of Michigan* estimates that Michigan will lose 12,255 jobs by 2009 as a result of these cuts.

*Economic Benefits of the Michigan Department of Transportation's 2006-2010 Highway Program, Economic Development Research Group, Inc and Institute of Labor and Industrial Relations - University of Michigan, March 2006; page 21.

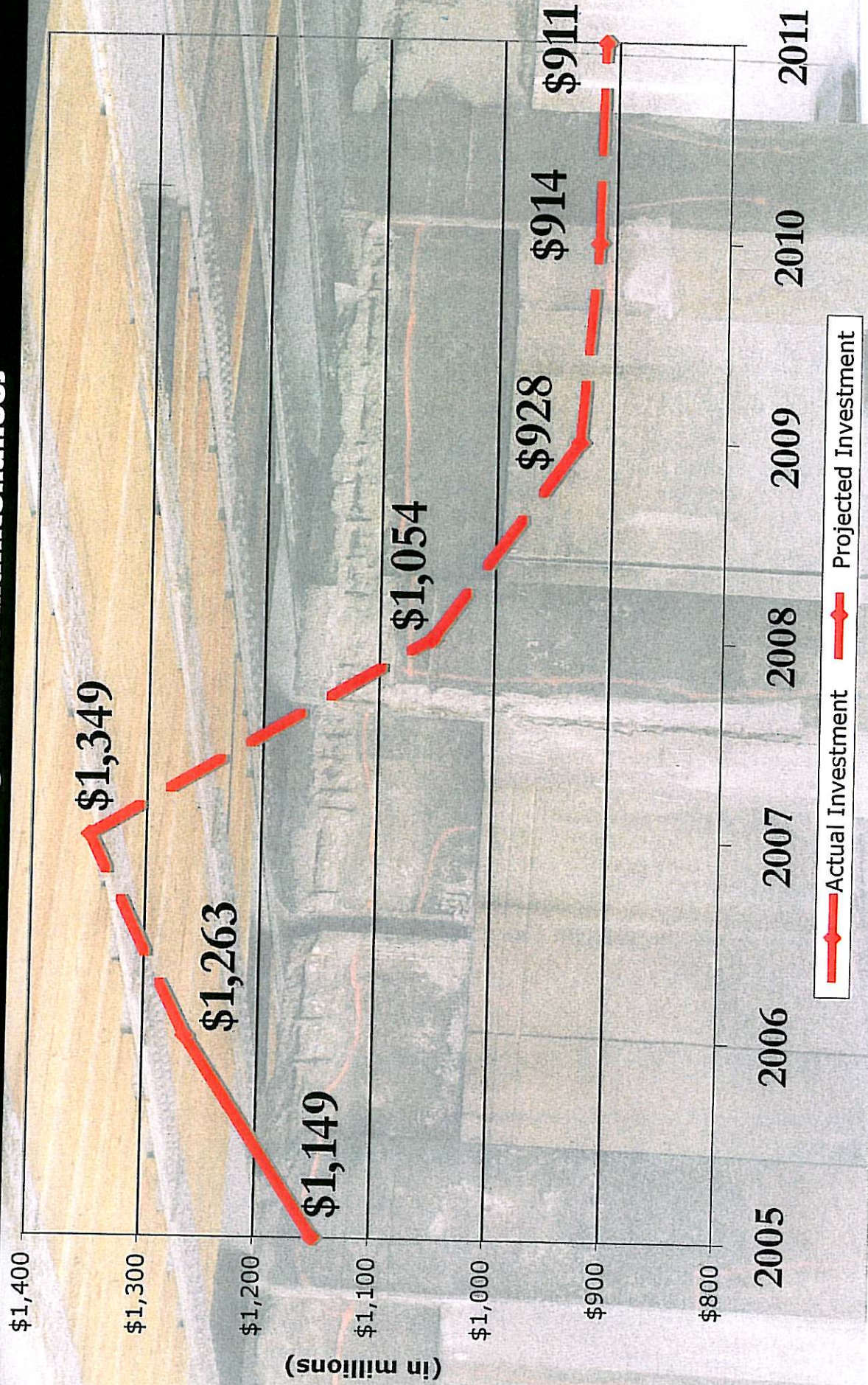
**FIX OUR ROADS.
FIX OUR ECONOMY.**



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MDOT Highway Capital Program (Excluding Routine Maintenance)



**Economic Benefits of
the Michigan Department of Transportation's
2006–2010 Highway Program**

FINAL REPORT

**Prepared for
Michigan Department of Transportation**

**Prepared by
Economic Development Research Group, Inc.**



**and
Institute of Labor and Industrial Relations
University of Michigan**



March 2006

The statements, findings, and conclusions herein are those of the authors and do not necessarily reflect the views of the project sponsor.

The employment benefits of MDOT's Five-Year Highway Program are distributed across major industry divisions and years in table 7. Again, the estimates represent direct and spin-off employment, and the totals for each year duplicate the total employment effect reported in table 6. As shown in the table, the largest job gains are in construction, which includes the direct employment of highway construction workers, and in professional services, reflecting the employment of engineers and other professional workers.

Table 7
Employment Benefits of MDOT's Five-Year Highway Program
By Industry, 2006–2010
(Changes compared with baseline forecast)

Industry	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Total employment	30,824	25,120	19,353	18,569	18,284
Manufacturing	1,340	1,006	693	618	582
Out-of-state tourism	358	284	210	199	193
Nonmanufacturing exc. tourism	29,126	23,830	18,450	17,752	17,509
Construction	11,700	9,594	7,467	7,148	7,013
Professional services	4,000	3,176	2,308	2,191	2,147
Business services	2,099	1,715	1,296	1,222	1,180
Trucking	162	130	98	93	92
Other	11,165	9,215	7,281	7,098	7,077

Note: Out-of-state tourism consists of air transportation (54.5%), hotels (65.6%), recreation (11.4%), eating and drinking (8.0%), other retail (5.0%), and auto repair (2.9%).

MDOT's focus industries, the manufacturing and out-of-state tourism sectors, make up almost 20 percent of the jobs in Michigan's economy. In addition to contributing over a million jobs, manufacturing and tourism are two of the state's leading export-base sectors, drawing in income from the rest of the country as well as from the rest of the world. The Highway Program creates 1,340 jobs in manufacturing in 2006, and 358 jobs in out-of-state tourism.¹²

¹²The "Other" designation in table 7 includes the following major industry categories: (1) mining; (2) transportation except trucking and part of air transportation, communication, and public utilities; (3) wholesale and retail trade; (4) finance, insurance, and real estate; (5) health, private educational, and personal services except part of hotels; and (6) government.