Michigan Job Gains Expected Through 2023

Change in Michigan Wage and Salary Employment
Thousands

Average Agency Forecasts
Withholding on Unemployment Benefits

Withholding on unemployment benefits in FY 2020 is over four times the level in FY 2009 or FY 2010. The support for withholding from unemployment benefits has been unprecedented.

Fiscal Year Totals
(in Millions)

FY 2021 UI withholding is the total for November and December 2020.
**Withholding Nears Record Growth in FY 2020**

The change in state income tax withholding has outpaced the change in wages and salary income during the pandemic.
Unemployment Benefits Drive Spending Higher

Unemployed people receiving benefits are spending about 73 cents of every dollar received and spending at rates higher than those who keep their jobs.

Note: This figure shows the change in spending year-over-year around the start of unemployment benefits. The x-axis shows the number of weeks since the first benefit payment. The treatment group, shown in orange, receives benefits beginning in April. The control group, shown in blue, is employed workers. See “Data and analytical approach” section for details on how the control group is constructed. The y-axis is normalized to one at six weeks prior to the first benefit payment.

Source: JPMorgan Chase Institute
Online Spending Boosts Sales and Use Tax Revenue

- In FY20, sales and use tax collections from online shopping and mail order businesses totaled over $493 million, an increase of over $318 million from the FY19 level of only $175 million.
- Since the beginning of the pandemic, collections from online retailers have averaged $65 million per month, up from about $17 million per month in the twelve months prior to the pandemic.

Monthly Sales and Use Collections
Values in Millions of Dollars

Source: Michigan Department of Treasury