

CY 2007 Statistical Highlights for Michigan's Unemployment Tax Program

UNEMPLOYMENT INSURANCE AGENCY

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Michigan's unemployment insurance (UI) program collects state UI tax payments from Michigan employers. These payments are then deposited in the state's unemployment insurance trust fund from which funds are taken to pay state unemployment benefits to eligible unemployed workers.

Employer contributions to state UI trust fund.....	\$1,541,867,390
Active subject employers (12/31/07).....	223,947
Contributing employers	219,435
.....	
Reimbursing employers	4,512
Newly established employers	23,166

TAX RATE INFORMATION FOR 2007

Michigan UI tax rates.....	Minimum - 0.06%
	Maximum - 10.30%
Average tax rate	4.9%
Taxable wage base	\$ 9,000

<u>Industry</u>	<u>Average Tax Rate*</u>
Agriculture, Forestry & Fishing.....	6.0%
Mining.....	7.5%
Construction.....	8.7%
Manufacturing.....	6.4%
Transportation, Communications & Utilities.....	5.0%
Wholesale & Retail Trade.....	3.7%
Finance, Insurance & Real Estate.....	4.2%
Services.....	4.9%
Government.....	3.7%

TAX RATE DISTRIBUTION

<u>Tax rate range**</u>	<u>Number of employers</u>	<u>Percentage of total***</u>
0.06 – 0.09%.....	25,228	11.4%
0.1 – 1.0%.....	42,712	19.4%
1.1 – 2.0%.....	38,387	17.4%
2.1 – 3.0%.....	31,989	14.5%
3.1 – 4.0%.....	12,958	5.9%
4.1 – 5.0%.....	8,422	3.8%
5.1 – 6.0%.....	8,611	3.9%
6.1 – 7.0%.....	5,472	2.5%
7.1 – 8.0%.....	5,358	2.4%
8.1 – 9.0%.....	4,673	2.1%
9.1 – 10.0%.....	4,545	2.1%
10.1 – 10.3%.....	32,012	14.5%
Totals.....	220,367	100%

*Estimates

Some employers pay a tax rate of 13.3%, a 10.3% tax rate plus 3.0% penalty for not filing their state unemployment tax returns. Data as of 6/30/2007. *Does not equal 100% due to rounding



Fact Sheet #81