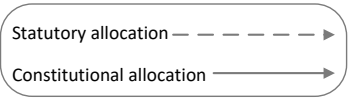


THE MICHIGAN TAX SYSTEM AND BUDGET: State-Level Revenue/Appropriations Only (Excludes Federal Funds)

Amounts based on January 2020 consensus estimates and Fiscal Year (FY) 2019-20 enacted budget; figures do not sum in some cases due to smaller funding amounts not shown



All dollar amounts in millions unless otherwise indicated



TAXES AND OTHER REVENUE

MAJOR STATE FUNDS

APPROPRIATIONS BY AREA

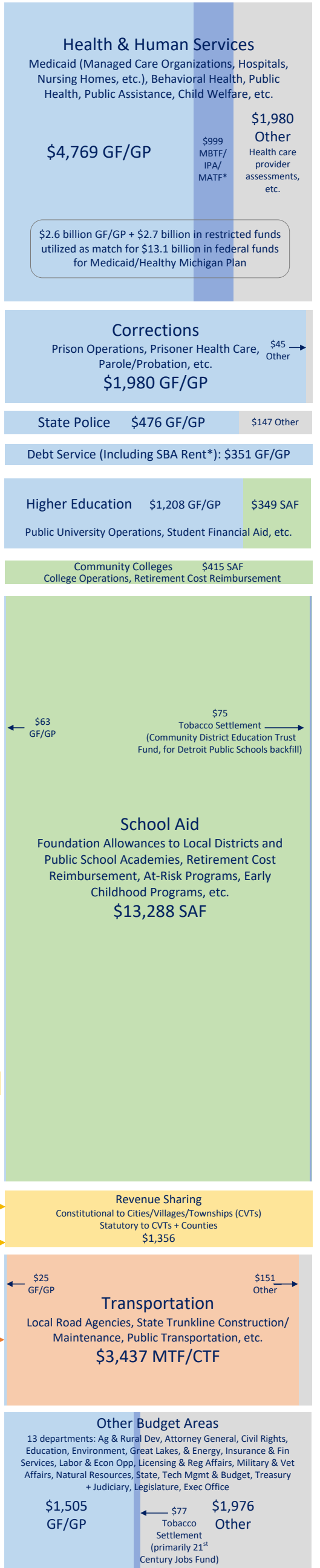
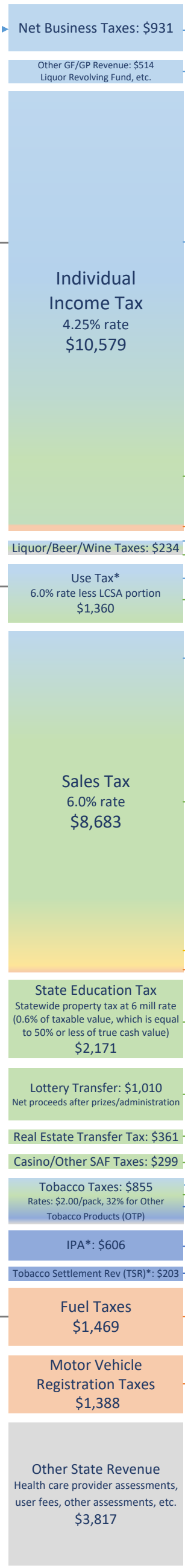
Proportional to revenue/fund boxes vertically, but not horizontally

Corp Income Tax +\$1,210
6.0% rate
Insurance Company Tax +\$362
1.25% rate (of gross premiums)
MBT/ SBT (\$641)
Michigan and Single Business Tax (MBT/SBT) losses due to refundable tax credits

Redirection of income tax revenue from GF/GP to Transportation:
FY 2018-19: \$264
FY 2019-20: \$468
FY 2020-21 and beyond: \$600

Use Tax levied by Local Community Stabilization Authority (LCSA) for Personal Property Tax reimbursement to locals (portion of 6% rate, but not considered state revenue): \$466

Fuel taxes: 26.3 cents/gallon



Statutory allocation (dashed arrow)
Constitutional allocation (solid arrow)

Budget Stabilization Fund (FY 2019-20 balance: \$1.2 Billion)

Statutory Revenue Sharing: \$490

Constitutional Revenue Sharing: \$865

Statutory Revenue Sharing: \$1,356

Statutory Revenue Sharing: \$25 GF/GP

Statutory Revenue Sharing: \$151 Other

Includes beginning balances and unrealized revenues (all major funds are balanced)

*(1) CFDF = Convention Facility Development Fund, (2) IPA = Insurance Provider Assessment
(3) Tobacco Settlement Revenue excludes securitization-related debt service payments; remaining revenue flows through multiple funds (21st Century Jobs Fund, Community District Education Trust Fund, Budget Stabilization Fund, Merit Award Trust Fund [MATF]), (4) MBTF = Medicaid Benefits Trust Fund, (5) SBA = State Building Authority; rent payments cover debt obligations for state-supported state agency and university/college capital outlay projects.