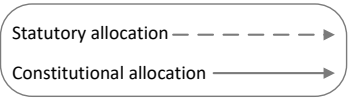


THE MICHIGAN TAX SYSTEM AND BUDGET: State-Level Revenue/Appropriations Only (Excludes Federal Funds)

Amounts based on January 2021 consensus estimates and Fiscal Year (FY) 2020-21 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

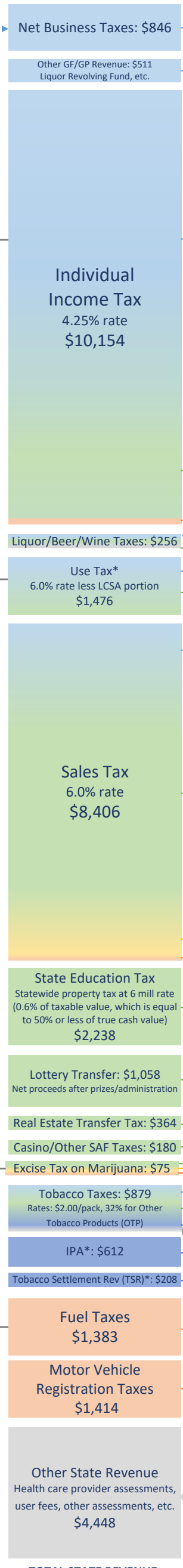
Corp Income Tax +\$1,074
Insurance Company Tax +\$399
6% MBT/ SBT (\$627)
1.25% rate (of gross premiums)
Michigan and Single Business Tax (MBT/SBT) losses due to refundable tax credits

Redirection of income tax revenue from GF/GP to Transportation:
FY 2018-19: \$150
FY 2019-20: \$325
FY 2020-21 and beyond: \$600

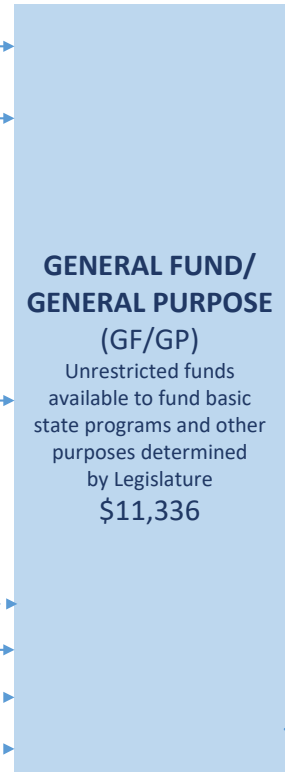
Use Tax levied by Local Community Stabilization Authority (LCSA) for Personal Property Tax reimbursement to locals (portion of 6% rate, but not considered state revenue): \$492

Other: 26%
Local: 22%
MTF/CTF: 26%
SAF: 26%

Fuel taxes: 26.3 cents/gallon



TOTAL STATE REVENUE: \$34.5 BILLION

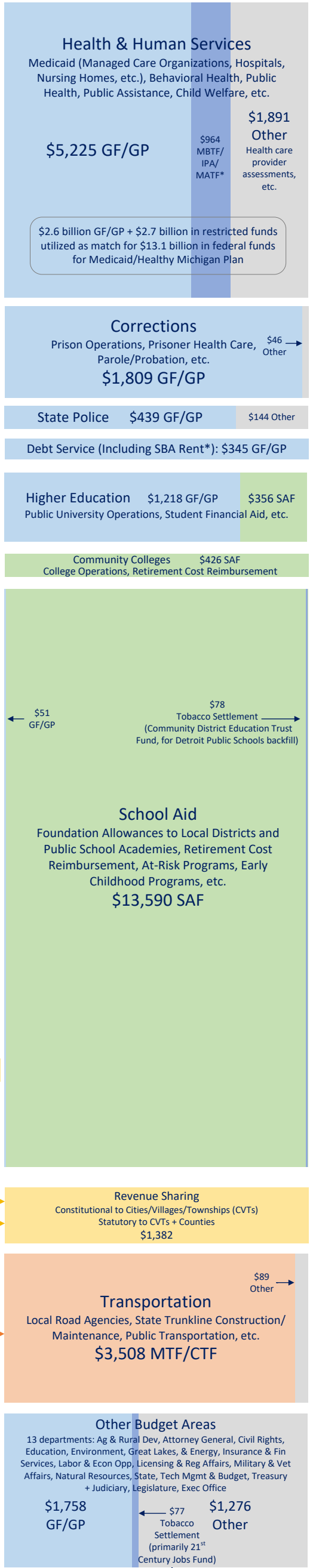


Budget Stabilization Fund (FY 2020-21 balance: \$886 Million)

Statutory Revenue Sharing: \$490

Constitutional Revenue Sharing: \$892

TOTAL APPROPRIATIONS FROM STATE SOURCES: \$34.7 BILLION



\$2.6 billion GF/GP + \$2.7 billion in restricted funds utilized as match for \$13.1 billion in federal funds for Medicaid/Healthy Michigan Plan

\$51 GF/GP

\$78 Tobacco Settlement (Community District Education Trust Fund, for Detroit Public Schools backfill)

*(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.