



GOP TAX REFORM BILL CREATES JOBS AND CUTS TAXES FOR MICHIGAN RESIDENTS

Tax reform legislation currently being considered by Congress will have a positive impact on the Michigan economy.¹ If the current legislation is approved, Michigan can expect its economy to grow by an additional 16.1% over the next 10 years.² That's good news for Michigan businesses, workers and taxpayers.

Expected Benefits from The Conference Plan

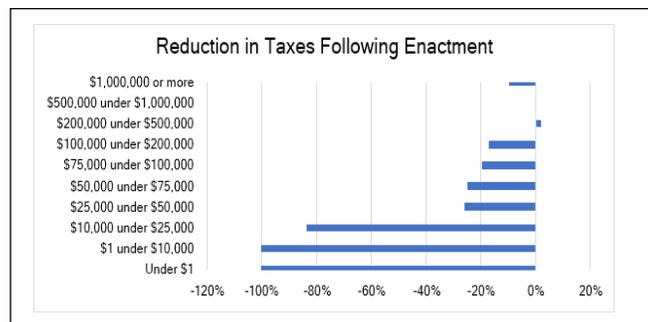
YEAR	JOBS	WAGES	ECONOMIC OUTPUT
2018	171,038	\$6,581,929,500	\$23,098,045,600
2019	68,097	\$2,698,881,500	\$9,376,604,600
2020	119,998	\$4,963,907,700	\$16,990,469,300
2021	125,067	\$5,340,354,800	\$18,085,739,300
2022	133,191	\$5,657,025,500	\$19,222,618,800
2023	117,003	\$4,944,959,600	\$16,858,782,100
2024	105,452	\$4,402,277,400	\$15,102,837,700
2025	94,550	\$4,010,387,700	\$13,682,001,000
2026	90,859	\$3,844,697,900	\$13,138,628,400
2027	93,507	\$3,975,550,700	\$13,571,190,300

TAX REFORM BENEFITS BOTH BUSINESSES AND WORKERS

The changes to the corporate tax will benefit Michigan businesses by providing an influx of capital that can be used to create jobs, increase wages, or invest in the overall economy. In addition, a significant amount of this savings will be passed through to workers through higher wages or benefits.

It is estimated that 171,038 jobs will be created along with an increase in wages by \$6,581,929,500. In particular, the Business and Personal Services, Travel and Entertainment, and Retailing industries will benefit from the Conference proposal and overall, wages will rise by more than 2.2 percent.

MICHIGAN RESIDENTS WILL SEE TAX CUTS



MOST IMPACTED Michigan INDUSTRIES

INDUSTRY	JOBS
Business and Personal Services	70,752
Travel and Entertainment	24,083
Retailing	22,787
Finance, Insurance and Real Estate	18,096
Manufacturing	11,166
Transportation and Communication	7,897
Other	5,164
Wholesaling	4,624
Agriculture	2,947
Construction	1,716
Government	1,369
Mining	436

Michigan taxpayers, especially those in the middle to lower classes, will see their taxes reduced by as much as 12.9 percent in the year following the enactment of the Conference proposal. These cuts occur across the board, with people in all income groups seeing a reduction.³

¹ According to a study released by John Dunham & Associates and local policy groups.

² Total growth over 10 years above the CBO baseline.

³ Note that some reductions might actually be larger than 100% due to certain refundable tax credit provisions. Does not include taxes paid due to repatriation or movement to territorial system