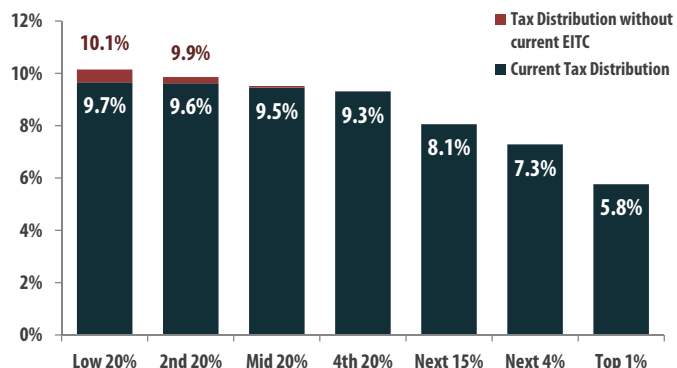


Michigan

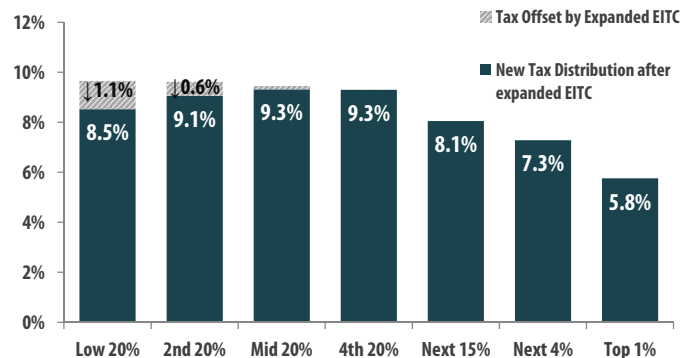
Current policy: Fully refundable state EITC worth 6% of the federal EITC

Income Group	Low 20%	2nd 20%	Mid 20%	4th 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$16,000	\$16,000 – \$32,000	\$32,000 – \$52,000	\$52,000 – \$83,000	\$83,000 – \$152,000	\$152,000 – \$331,000	\$331,000 – Or More
Average Income in Group	\$8,700	\$23,700	\$41,400	\$66,200	\$107,500	\$208,600	\$846,500

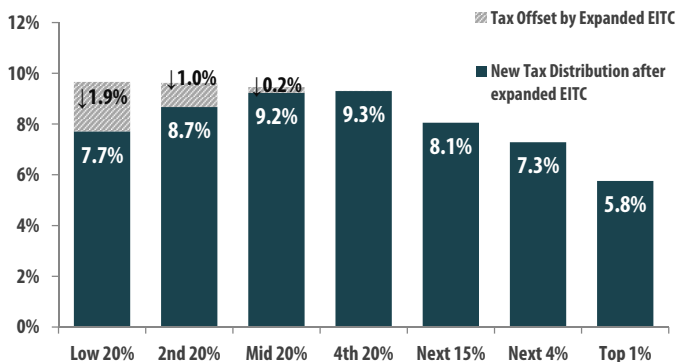
Current Distribution of Michigan's State & Local Taxes* (with impact of current EITC)



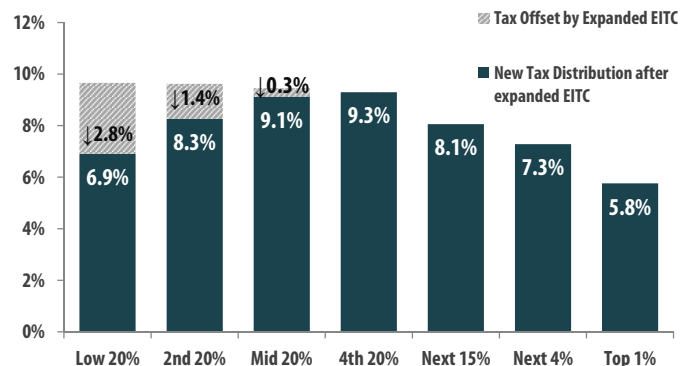
1) First Fix: Restore Credit to 20% (Reduced to 6% in 2011)



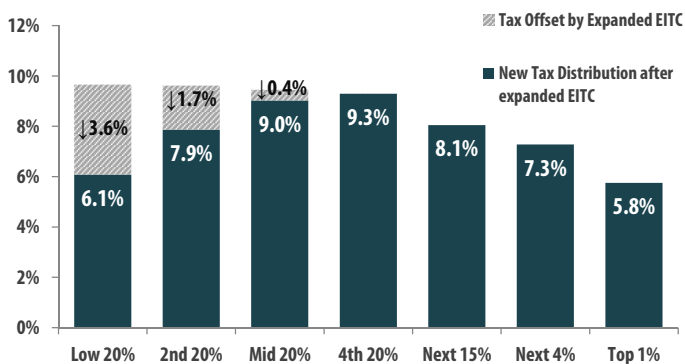
2) Increase Credit to 30%



3) Increase Credit to 40%



4) Increase Credit to 50%



*The baseline distribution of taxes is from ITEP's 2013 *Who Pays?* report. The figures represent total state and local taxes as a share of income, post-federal offset. Due to rounding, the new tax distributions shown may not always precisely equal the current distribution minus the EITC offset.