



Michigan Infrastructure & Transportation Association

Vote YES on Proposal 1 on May 5th, 2015

Associate Membership Category	Suggested Contribution Level
Supplier (Annual Sales Volume Greater than \$1,000,000)	\$10,000.00 - \$100,000.00
Supplier (Annual Sales Volume Less than \$1,000,000) * Includes <u>all</u> Trucking Companies	\$2,500.00 - \$5,000.00
Professional (Accountants, Attorneys, Insurance, Consultants)	\$2,500.00 - \$10,000.00
Special (Utilities, Public Owners)	\$1,000.00

Yes, we will commit the suggested amount to this important initiative! Please bill us for \$ _____.

No, we cannot commit at the suggested level, but we will commit to the following amount \$ _____.

Name: _____

Company: _____

**Please make your check payable to:
MI Citizens for Safer Roads and Better Schools
OR to MITA for continued education purposes.**

**Please send to: P.O. Box 1640, Okemos, MI 48805-1640
Please fax your response to: 517-347-8344**

Vote YES on Proposal 1 on May 5th, 2015

On May 5th, Michigan voters will be voting on a ballot proposal to help improve funding for Michigan's roads and bridges, schools and local units of government. Proposal 1, if passed, will increase the Michigan sales tax from 6% to 7% (or one penny for every dollar spent) on all products **except** groceries, pharmaceuticals and ultimately fuel purchases as the ballot language includes the elimination of sales tax on motor fuels (Michigan is only one of five states that charges sales tax on fuel purchases and the only state that doesn't dedicate any of those revenues to roads). Approval will also then automatically enact into law several other legislative components.

The most significant legislatively approved piece is a bill that would eliminate the 19-cent gas tax and replace it with a 14.9% wholesale gas tax, effectively raising the gas tax to 42-cents/gallon, which is potentially only a 3-cent increase in the overall price of gas since the sales tax at the pump will have been eliminated. The diesel fuel tax would adjust from 15-cents/gallon to 46-cents/gallon. These changes would go into effect on October 1, 2015, but again are dependent on the passage of Proposal 1. **This effort would raise a minimum of \$1.2 billion more for road and bridge repairs throughout Michigan** (limitations in the law will protect against drastic spikes up or down in the revenues from year to year).

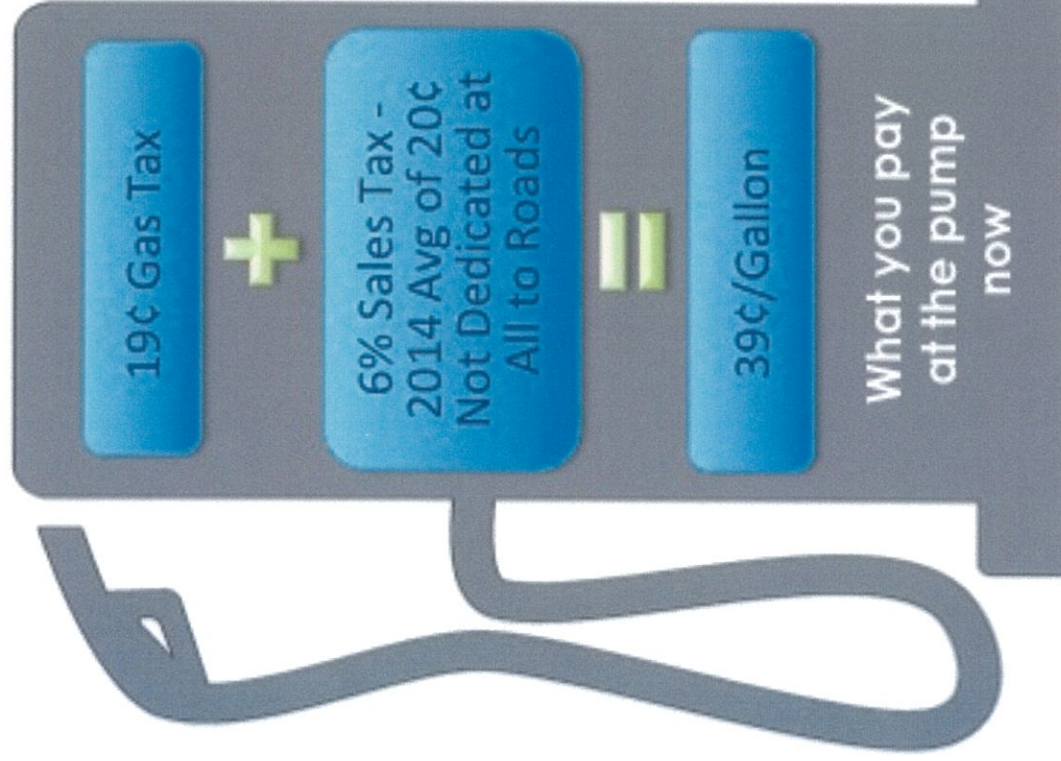
A 1% increase in the sales tax will bring in an additional \$400 million, which would be split between education (**\$300 million in additional protected revenues for K – 12 education**) and local governments (**\$100 million in additional funds for cities, villages and townships**).

Again, a YES vote on Proposal 1 on May 5th is ultimately a win for Michigan's roads, schools and local units of government!

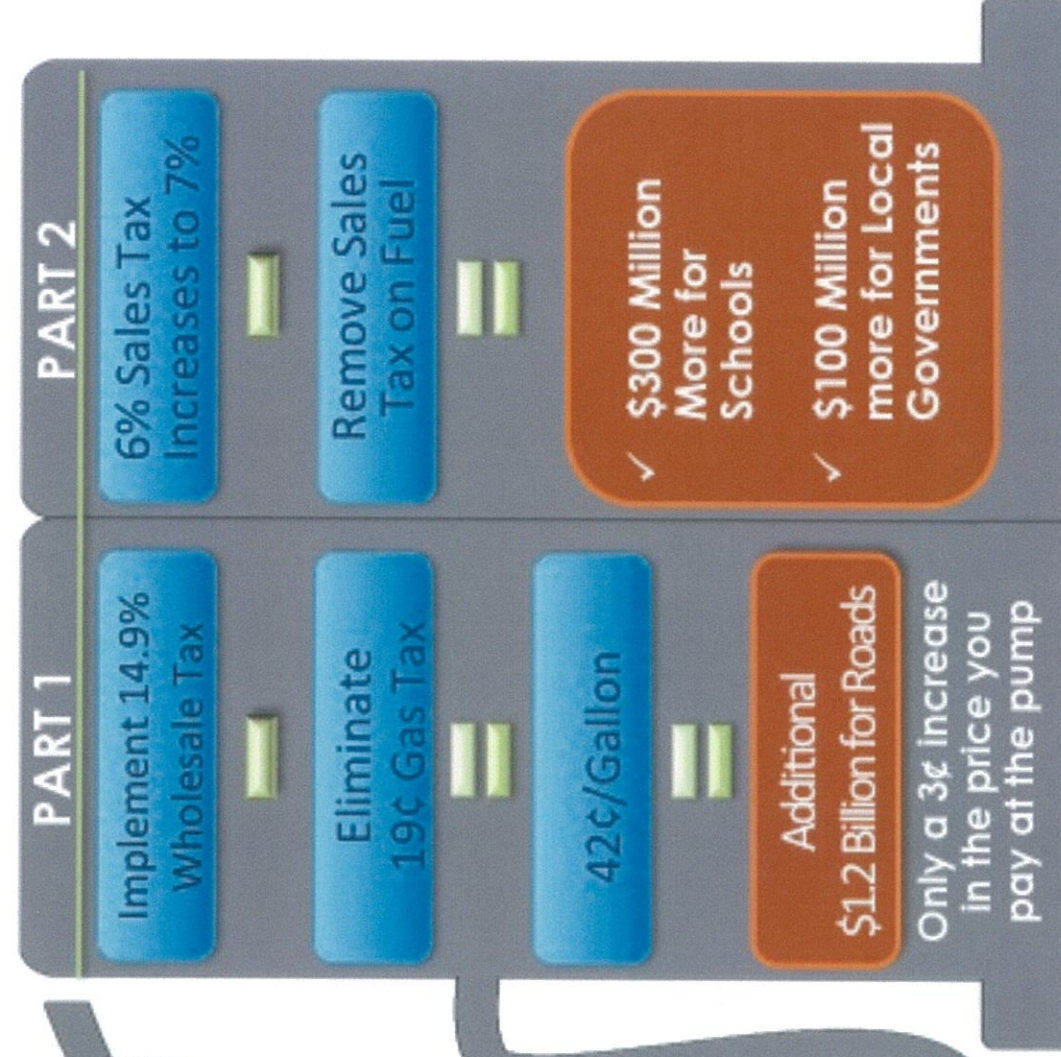
Although the effective date of the fuel tax adjustment isn't until October 1, 2015, MDOT expects to accelerate approximately \$400 million dollars worth of projects across the state in order to jumpstart this investment program immediately next summer.

Also, the overall funding will be phased-in over three years, thus allowing for debt that has accumulated over the years to be eliminated and allowing for the industry to build-up slowly with the expanded program. In the first year, \$400 million will run through the road funding formula and \$800 million will go directly towards debt. In year two, \$800 million will be spent on roads and \$400 million will pay down debt. And by the third year, the entire \$1.2 billion will be directly invested in Michigan's roads.

TODAY



OCTOBER 1, 2015



**With a YES vote on Proposal 1,
EVERYBODY WINS!**