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## Michigan's revenue will decrease, budget experts predict

By *DAVID EGGERT*  
*Associated Press*

LANSING — Fiscal experts say Michigan could have \$434 million less than expected to spend on K-12 schools and other government services in the next budget year.

The financial trouble is here despite last year's increases in the state's personal income and business taxes to balance a budget deficit. Reasons include the national economic slowdown's effect on Michigan's economy and fewer people purchasing cigarettes and buying and selling homes.

The revenue forecast comes from the House Fiscal Agency. Another will come this afternoon when a legislative committee hears from Senate analysts.

Fiscal experts and Gov. Jennifer Granholm's administration will meet Friday to agree on how much tax revenue state government can expect to collect.

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