



California Manufacturing Investment Credit (MIC)

What is the MIC?

The Manufacturing Investment Credit (MIC) will provide a sales and use tax credit for new manufacturing equipment purchased in California. By encouraging in-state investment, the MIC will help modernize facilities and create more than 160,000 high-paying jobs.¹ The \$210 million investment is expected to generate up to \$4.5 billion in economic returns, strengthen California's manufacturing competitiveness, and accelerate industry-wide growth.¹

JOB GROWTH

↑163K

new manufacturing jobs in California¹

ECONOMIC ACTIVITY

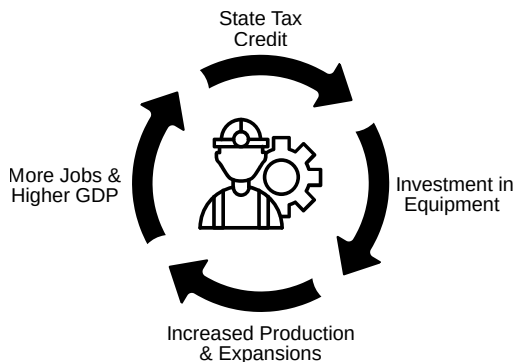
\$4.5B

toward California's annual GDP¹

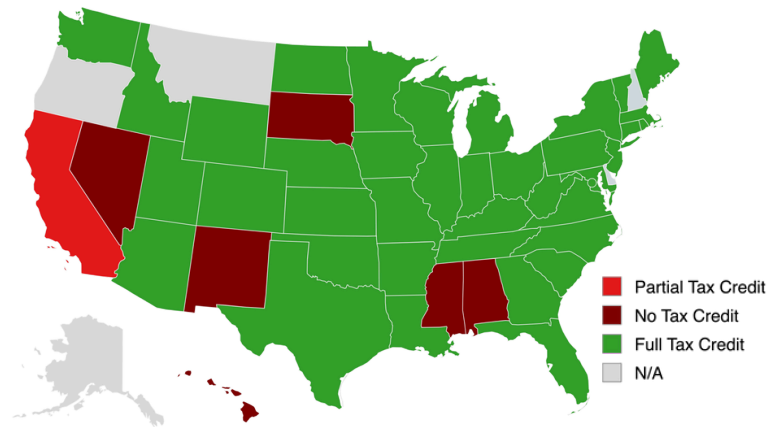
The Problem

California is falling behind in national manufacturing competitiveness as companies scale back local production, relocate investments to other states, and cut jobs. Since 2024, the state has lost over 82,000 manufacturing jobs², and the sector's share of California's GDP has declined to near the national average.³

Projections indicate these losses will continue over the next decade.⁴ Once a key economic driver, California manufacturing is no longer keeping pace, putting long-term growth, competitiveness, and middle-class jobs at risk.



How Other States Compare



Across the country, 38 states — including Illinois, Pennsylvania, Michigan, Florida, Texas, and Ohio — support manufacturers through investment tax credits and other targeted incentives, fueling industry growth.⁵

To compete with these states and reverse California's declining trend, the state must better support manufacturers and pass the Manufacturing Investment Credit.

It's Time for California to Invest in Manufacturing!