

# Neighborhood Enterprise Zone Act Public Act 147 of 1992, as amended "New Facility" NEZ Tax Rates

The Neighborhood Enterprise Zone (NEZ) Act authorizes a specific tax to be levied on real property (excluding land) with a valid NEZ certificate in lieu of the ad valorem tax. The NEZ tax rate for "New Facility" certificates, based on the issuance date of the certificate and the property owner's Principal Residence Exemption (PRE) status, is equal to one-half of the preceding year's Non-PRE state average tax rate or PRE state average tax rate. "New Facility" certificates using these NEZ tax rates include certificates issued before January 1, 2006, that have not been granted an extension under Section 12(1); certificates issued before January 1, 2006, that have been granted an extension under Section 12(1), except for the final three years of the certificate; and certificates issued after December 31, 2005, except for the final three years of the certificate.

Current Tax Year	Non-PRE State Avg Tax Rate From Preceding Year	NEZ Non-PRE Tax Rate	PRE State Avg Tax Rate From Preceding Year	NEZ PRE Tax Rate
1997	50.85	<b>25.430</b>	32.85	<b>16.430</b>
1998	50.51	<b>25.260</b>	32.51	<b>16.260</b>
1999	50.36	<b>25.180</b>	32.36	<b>16.180</b>
2000	50.43	<b>25.220</b>	32.43	<b>16.220</b>
2001	50.82	<b>25.410</b>	32.82	<b>16.410</b>
2002	51.41	<b>25.710</b>	33.41	<b>16.710</b>
2003	52.04	<b>26.020</b>	34.04	<b>17.020</b>
2004	50.92	<b>25.460</b>	32.92	<b>16.460</b>
2005	51.68	<b>25.840</b>	33.68	<b>16.840</b>
2006	51.71	<b>25.860</b>	33.71	<b>16.860</b>
2007	51.89	<b>25.950</b>	33.89	<b>16.950</b>
2008	51.85	<b>25.930</b>	33.85	<b>16.930</b>
2009	48.39	<b>24.190</b>	33.14	<b>16.570</b>
2010 *	48.37	<b>24.185</b>	31.33	<b>15.665</b>
2011	50.40	<b>25.199</b>	33.13	<b>16.567</b>
2012	50.67	<b>25.335</b>	33.10	<b>16.550</b>
2013	51.24	<b>25.620</b>	33.47	<b>16.735</b>
2014	51.47	<b>25.735</b>	33.53	<b>16.765</b>
2015	51.77	<b>25.885</b>	33.92	<b>16.960</b>
2016	52.33	<b>26.165</b>	34.21	<b>17.105</b>
2017	52.95	<b>26.475</b>	34.55	<b>17.275</b>

The state average tax rates above are determined annually by the Michigan Department of Treasury, Assessment & Certification Division. Any questions regarding the calculation of the NEZ specific tax should be addressed to the Michigan Department of Treasury, Property Services Division (517) 373-3302.

\* Beginning in 2010, NEZ tax rates will be calculated to the third decimal place.