

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 |
|---------------------|--|----------------------------|--|------------------------|
| 1998 | 50.51 | 25.260 | 32.51 | 16.260 |
| 1999 | 50.36 | 25.180 | 32.36 | 16.180 |
| 2000 | 50.43 | 25.220 | 32.43 | 16.220 |
| 2001 | 50.82 | 25.410 | 32.82 | 16.410 |
| 2002 | 51.41 | 25.710 | 33.41 | 16.710 |
| 2003 | 52.04 | 26.020 | 34.04 | 17.020 |
| 2004 | 50.92 | 25.460 | 32.92 | 16.460 |
| 2005 | 51.68 | 25.840 | 33.68 | 16.840 |
| 2006 | 51.71 | 25.860 | 33.71 | 16.860 |
| 2007 | 51.89 | 25.950 | 33.89 | 16.950 |
| 2008 | 51.85 | 25.930 | 33.85 | 16.930 |
| 2009 | 48.39 | 24.190 | 33.14 | 16.570 |
| *2010 | 48.37 | 24.185 | 31.33 | 15.665 |
| 2011 | 50.40 | 25.199 | 33.13 | 16.567 |
| 2012 | 50.67 | 25.335 | 33.10 | 16.550 |
| 2013 | 51.24 | 25.620 | 33.47 | 16.735 |
| 2014 | 51.47 | 25.735 | 33.53 | 16.765 |
| 2015 | 51.77 | 25.885 | 33.92 | 16.960 |
| 2016 | 52.33 | 26.165 | 34.21 | 17.105 |
| 2017 | 52.95 | 26.475 | 34.55 | 17.275 |
| 2018 | 52.96 | 26.480 | 34.56 | 17.280 |

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.