

# Neighborhood Enterprise Zone Act Public Act 147 of 1992, as amended "Rehabilitated Facility" Inflation Rate Adjustment

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. Beginning in 2021 and each year thereafter, the state treasurer shall adjust the dollar amounts described in section 2(m) by the inflation rate as defined in section 34d of the general property tax act 1893 PA 206, MCL 211.34d, for that year.

Current Tax Year	Inflation Rate Adjustment*	Current True Cash Value (TCV)	Improvements done by a licensed contractor for owner-occupied facility or 50% of TCV, whichever is less	Improvements done by a licensed contractor for nonowner-occupied facility or 50% of TCV, whichever is less	Improvements and the cost of the materials done by the owner for an owner-occupied facility	Improvements and the cost of the materials done by the owner for a nonowner-occupied facility
2020		\$120,000	\$10,000	\$15,000	\$3,000	\$4,500
2021	1.014	\$121,680	\$10,140	\$15,210	\$3,042	\$4,563
2022	1.033	\$125,695	\$10,474	\$15,711	\$3,142	\$4,713
2023	1.079	\$135,624	\$11,301	\$16,952	\$3,390	\$5,085
2024	1.051	\$142,541	\$11,877	\$17,817	\$3,563	\$5,344

\*The dollar amounts described above are adjusted by the inflation rate as defined in section 34d of the general property tax act 1893 PA 206, MCL 211.34d, for that year.