

WASHINGTON TOWNSHIP
Gratiot County, Michigan
Resolution # 2025-005 Rev. 2026

RESOLUTION: PARTIAL POVERTY EXEMPTION GUIDELINES

WHEREAS,

State Tax Commission Policy regarding requests for percentage reductions in taxable value for property exemption under MCL 211.7u Public Act 253 of 2020 amended MCL 211.7u related to poverty exemptions; and

WHEREAS,

PA 253 of 2020 lists the specific percentage reductions in taxable value that may be used by the Board of Review granting a poverty exemption; and

WHEREAS,

MCL 211.7u (5) states that if a person claiming the poverty exemption meets all eligibility requirements, the Board of Review shall grant the poverty exemption, in whole or in part, as follows:

1. A full exemption equal to a 100% reduction in taxable value for the year in which the exemption is granted; or
2. A partial exemption equal to a 75% reduction in taxable value for the year in which the exemption is granted if between \$1.00 to \$2,600 over Income/Asset Test; or
3. A partial exemption equal to a 50% reduction in taxable value for the year in which the exemption is granted if between \$2,601 to \$3,300 over Income/Asset Test; or
4. A partial exemption equal to a 25% reduction in taxable value for the year in which the exemption is granted if between \$3,301 to \$4,600 over Income/Asset Test.

NOW, THEREFORE, BE IT RESOLVED that

No other method of calculating taxable value may be utilized, except for those percentage reductions specifically authorized in statute, or any other percentage reduction approved by the State Tax Commission. The Commission shall use the following process for the filing, review, and approval of the local assessing unit requests to utilize a percentage reduction in taxable value when approving poverty exemptions under MCL 211.7u;

1. A local assessing unit that wants to use any other percentage reduction(s) in taxable value other than the reductions Specifically authorized in statute must obtain permission for use of such percentage reduction(s) by filing Form 5738, Request for Approval of Percentage Reduction in Taxable Value for Poverty Exemptions Under MCL 211.7u with the State Tax Commission.
2. The local assessing unit must indicate in the Form the Specific percentage reduction(s) in taxable value requested and an explanation of how the requested percentage

