

Personal Property Exemption

CHANGES FOR 2024 - You may NOW qualify!

Taxpayers with less than \$80,000 of Personal Property are no longer required to annually file Form 5076 in order to claim the exemption.

If a taxpayer did not file for the exemption in 2023, it can be claimed for 2024 by filing Form 5076 by February 20th, 2024. Once granted, the exemption will continue until the taxpayer no longer qualifies. At that point, the taxpayer is required to file Rescission Form 5618 and a personal property statement no later than February 20th of the year that the property is no longer eligible. Failure to file a Rescission Form will result in significant penalty and interest as prescribed by PA 132 of 2018.

To be eligible, a taxpayer must meet ALL of the following:

1. The exemption must be properly claimed (this is done by filing the affidavit by **February 20th, 2024**);
and
2. The personal property must be classified as industrial personal property or commercial personal property as defined in MCL 211.34c or would be classified as industrial personal property or commercial personal property if not exempt; and
3. The **combined true cash value** of all industrial personal property and commercial personal property **owned by, leased by or in the possession of the owner or a related entity** claiming this exemption is **less than \$80,000** in the local tax collection unit; and
4. The property is not leased to or used by a person that previously owned the property or a person that, directly or indirectly controls, is controlled by, or under common control with the person that previously owned the property.

NOTE: Analysis is necessary beyond just doubling last year's assessment.

If you feel you qualify for this exemption, you must complete, in its entirety, and return to the Assessor by **February 20th, 2024**, the "Small Business Property Tax Exemption Claim Under MCL 211.9o."

**** NEW for 2024** – Specifically for taxpayers with \$80,000 - \$180,000 of personal property

To be eligible, a taxpayer must meet ALL of the above requirements EXCEPT #3, which is replaced by the following:

3. The **combined true cash value** of all industrial personal property and commercial personal property **owned by, leased by or in the possession of the owner or a related entity** claiming this exemption is **greater than or equal to \$80,000 but less than \$180,000** in the local tax collecting unit; and (continue with #4 above)

If you feel you qualify for this exemption, you must complete, in its entirety, and return to the Assessor by **February 20th, 2024**, the "Small Business Property Tax Exemption Claim Under MCL 211.9o," Michigan Dept of Treasury Form 5076 **ALONG WITH** Form 632 "Personal Property Statement" **each year** by February 20th (as long as it is not a Saturday or Sunday), both forms are included with this notice.

To claim either of these exemptions, the completed forms must be postmarked no later than **February 20th, 2024**.

Your exemption may: 1) be denied by the local assessor if it is determined you do not qualify for this exemption; or 2) not be accepted by the local assessor if the Affidavit is not completely filled out or is received with a postmark after February 20th, 2024. Late forms **MUST** be filed with a completed petition (form L-4035, www.michigan.gov/taxes/property/forms/instructions/board-of-review) directly with the 2024 March Board of Review prior to the closure of the March Board.