

## **Proposal A's Impact on 2026 Property Taxes**

Property owners, with property that is unaltered and without a transfer in ownership, can expect their 2026 taxable value to rise by 2.7% from their 2025 taxable value. The Michigan Department of Treasury released Bulletin 2025-14 which calculates the Inflation Rate Multiplier (IRM) and shows how it is used to determine the 2026 capped value in properties which have not changed ownership. The formula for a property's 2026 taxable value is:

2026 Capped Value = (2025 Taxable Value – Losses) x 1.027+ Additions

An example of a “loss” is a demolition of an existing structure. An example of an “addition” is new construction. Thus, if a property's structure (s) is unchanged, the property owner can expect to see their 2026 taxable value rise by 2.7% from their 2025 taxable value. For questions related to assessing, contact Laurie Spencer at [assessor@presqueisletwp.org](mailto:assessor@presqueisletwp.org) or call (231) 357-9548.