

**FEDERAL POVERTY GUIDELINES USED IN THE DETERMINATION  
OF POVERTY EXEMPTIONS FOR 2023**

**STATE OF MICHIGAN GUIDELINES FOR 2023**

MCL 211.7U which deals with poverty exemptions, was significantly altered by PA 390 of 1994 and was further amended by PA 620 of 2002.

Local governing bodies are required to adopt guidelines that set income levels for their poverty exemptions guidelines and those income levels shall not be set lower by a city or township than the federal poverty guidelines updated annually by the U S Department of Health and Human Services.

SIZE OF FAMILY UNIT	POVERTY GUIDELINES
1	\$13,590
2	\$18,310
3	\$23,030
4	\$27,750
5	\$32,470
6	\$37,190
7	\$41,910
8	\$46,630
EACH ADDITIONAL PERSON	\$4,720

PA 390 of 1994 states that the poverty exemption guidelines established by the governing body of the local assessing unit shall also include an asset level test. An asset test means the amount of cash, fixed assets or other property that could be used, or converted to cash for use in the payment of property taxes. The asset test should calculate a maximum amount permitted and all other assets above that amount should be considered as available.