

2011 CPI

This is the inflation rate used in the 2011 Capped Value Formula

The following information is from the Calhoun County Equalization Department
In accordance with the STC bulletin on Board of Review Changes:

MCL 211.34d defines the calculation for the Inflation Rate Multiplier. The statute states in part:

(1) "Inflation rate" means the ratio of the general price level for the state fiscal year ending in the calendar year immediately preceding the current year divided by the general price level for the state fiscal year ending in the calendar year before the year immediately preceding the current year.

Further in (f) it states "General price level" means the annual average of the 12 monthly values for the United States consumer price index for all urban consumers as defined and officially reported by the United States department of labor, bureau of labor statistics.

Based on this statutory requirement the calculation for 2011 is as follows:

1. The 12 monthly values for October 2008 through September 2009 are averaged.
2. The 12 monthly values for October 2009 through September 2010 are averaged.
3. The ratio is calculated by dividing the average of column 2 by the average of column 1.

The specific numbers from the Department of Labor, Bureau of Labor Statistics are as follows based on numbers compiled by the Calhoun County Equalization Department.

Oct-06 201.800	Oct-07 208.936	Oct-08 216.573	Oct-09 216.177
Nov-06 201.500	Nov-07 210.177	Nov-08 212.425	Nov-09 216.330
Dec-06 201.800	Dec-07 210.036	Dec-08 210.228	Dec-09 215.949
Jan-07 202.416	Jan-08 211.080	Jan-09 211.143	Jan-10 216.687
Feb-07 203.499	Feb-08 211.693	Feb-09 212.193	Feb-10 216.741
Mar-07 205.352	Mar-08 213.528	Mar-09 212.709	Mar-10 217.631
Apr-07 206.686	Apr-08 214.823	Apr-09 213.240	Apr-10 218.009
May-07 207.949	May-08 216.632	May-09 213.856	May-10 218.178
Jun-07 208.352	Jun-08 218.815	Jun-09 215.693	Jun-10 217.965
Jul-07 208.299	Jul-08 219.964	Jul-09 215.351	Jul-10 218.011
Aug-07 207.917	Aug-08 219.086	Aug-09 215.834	Aug-10 218.312
Sep-07 208.490	Sep-08 218.783	Sep-09 215.969	Sep-10 218.439
Average 205.338	214.463	213.768	217.369
	2009 Multiplier	2010 Multiplier	2011 Multiplier
	Ration 1.044	Ration 0.997	Ration 1.017
	% Change 4.4%	% Change -0.3%	% Change 1.7%

2011	1.017
2010	0.997
2009	1.044
2008	1.023
2007	1.037
2006	1.033
2005	1.023
2004	1.023
2003	1.015
2002	1.032
2001	1.032
2000	1.019
1999	1.016
1998	1.027
1997	1.028
1996	1.028
1995	1.026

Furthermore,

Local units cannot develop or adopt or use an inflation rate multiplier other than 1.017 in 2011.

It is not acceptable for Local units to indicate to taxpayers that you do not know how the multiplier is developed.

CPI Graph

