

HOUSE BILL No. 5329

October 23, 2001, Introduced by Reps. Schauer, Bernero, Anderson, Dennis, Basham, Rivet, Bogardus, Bovin, Spade, Mans, Gielegthem, Pappageorge, Minore, Neumann, Drolet and Rich Brown and referred to the Committee on Tax Policy.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
by amending section 506 (MCL 206.506), as amended by 1996 PA
484.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 506. (1) "Eligible serviceperson", "eligible veteran",
2 and "eligible widow or widower" ~~means~~ MEAN a serviceperson,
3 veteran, or widow or widower, whose income as defined in this
4 chapter is not more than \$7,500.00 per year unless the service-
5 person, veteran, or widow or widower receives compensation paid
6 by the veterans administration or the armed forces of the United
7 States for service incurred disabilities and who meets the
8 requirements of the following schedule:

9

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RJA

					Taxable Value Allowance
1					
2					
3	War	Person	Service in War	Disability %	
4					
5	Indian	Veteran or	3 months, or 1	No	\$3,500.00
6	Civil	veteran's	day with dis-	requirement	
7	Spanish-	widow or	charge for serv-		
8	American	widower	ice-connected		
9	Mexican		disability		
10					
11	World War I	Widow or	3 months, or 1	No	\$2,500.00
12	World War II	widower of	day with dis-	requirement	
13	Korean	nondisabled	charge for serv-		
14		or nonpen-	ice-connected		
15		sioned	disability		
16		veteran			
17					
18	All wars or	Pensioned	Any	No	\$3,500.00
19	presidential	veteran or		requirement	
20	executive	veteran's			
21	order or	widow or			
22	presidential	widower			
23	proclamation				
24					
25	All wars or	Veteran with	Any	10-50	\$3,500.00
26	presidential	service-con-			
27	executive	ected dis-			
28	order or	ability or			
29	presidential	veteran's			
30	proclamation	widow or			
31		widower			
32					
33	All wars or	Veteran with	Any	60-70-80	\$4,000.00
34	presidential	service-con-			
35	executive	ected dis-			
36	order or	ability or			
37	presidential	veteran's			
38	proclamation	widow or			
39		widower			
40					
41	All wars or	Veteran with	Any	90-100	\$4,500.00
42	presidential	service-con-			
43	executive	ected dis-			
44	order or	ability or			
45	presidential	veteran's			
46	proclamation	widow or			
47		widower			
48					
49	All wars or	Widow or	Any	No	\$4,500.00
50	presidential	widower of		requirement	
51	executive	veteran dying			
52	order or	in service			
53	presidential				

1 proclamation

2

3	Current	Serviceperson	Any	No	\$3,500.00
4	service	or		requirement	
5		serviceperson's			
6		widow or			
7		widower			

8 (2) FOR THE TAX YEARS THAT BEGIN AFTER DECEMBER 31, 2000,

9 THE TAXABLE VALUE ALLOWANCE AMOUNTS ALLOWED UNDER SUBSECTION (1)

10 SHALL BE ADJUSTED BY THE PERCENTAGE INCREASE IN THE UNITED STATES

11 CONSUMER PRICE INDEX FOR THE IMMEDIATELY PRECEDING CALENDAR

12 YEAR. AS USED IN THIS SUBSECTION, "UNITED STATES CONSUMER PRICE

13 INDEX" MEANS THE UNITED STATES CONSUMER PRICE INDEX FOR ALL URBAN

14 CONSUMERS AS DEFINED AND REPORTED BY THE UNITED STATES DEPARTMENT

15 OF LABOR, BUREAU OF LABOR STATISTICS, AND AS CERTIFIED BY THE

16 STATE TREASURER.