HOUSE BILL No. 4771

June 10, 1999, Introduced by Reps. Garcia, Mans, Schermesser, Bovin, Pappageorge, Rick Johnson, Allen, Ehardt, Raczkowski, Howell, Kelly, Van Woerkom, Patterson, Mortimer, Woodward, Hager, Caul, Bishop, Vander Roest, Kowall, DeRossett, Richner, Lemmons, Toy and DeHart 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 a serviceperson, veteran,
- 3 or widow or widower, whose income as defined in this chapter is
- 4 not more than $\frac{\$7,500.00}{\$27,922.00}$ 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:

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| 1 2 3 | War | Person | Service in War | Disability % | Taxable Value Allowance |
|---|---|--|--|--------------|--------------------------------------|
| 8 9 11 12 13 14 15 17 18 19 22 22 24 25 26 27 28 29 33 33 35 35 | Indian | Veteran or | 3 months, or 1 | No | \$3,500.00 |
| | Civil Spanish- American Mexican | veteran's widow or widower | day with dis- charge for serv- ice-connected disability | requirement | \$13,030.00 |
| | World War I | Widow or | 3 months, or 1 | No | \$2,500.00 |
| | World War II Korean | widower of nondisabled or nonpen- sioned veteran | day with dis- charge for serv- ice-connected disability | requirement | \$9,307.00 |
| | All wars or | Pensioned | Any | No | \$3,500.00 |
| | presidential executive order or presidential proclamation | veteran's widow or | | requirement | \$13,030.00 |
| | All wars or | Veteran with | Any | 10-50 | \$3,500.00 \$13,030.00 |
| | presidential executive order or presidential proclamation | nected dis- ability or veteran's | | | \$13,030.00 |
| | All wars or | Veteran with | Any | 60-70-80 | \$4,000.00 |
| 40 41 42 43 44 45 46 47 48 49 50 | presidential executive order or presidential proclamation | nected dis- ability or veteran's | | | \$14,892.00 |
| | All wars or | Veteran with | Any | 90-100 | \$4,500.00 \$16,753.00 |
| | | nected dis- ability or veteran's | | | Ψ±0,733.00 |

| 1 2 3 | All wars or | Widow or | Any | | No | \$4,500.00 \$16,753.00 |
|----------------------------|-------------|--|-----------|--------|---------------------------------------|---|
| 6 7 | | widower of veteran dying in service | | | requirement | 420,700000 |
| 10 11 | Current | Serviceperson | Any | | No | \$3,500.00 \$13,030.00 |
| 12 13 14 15 16 | service | or serviceperson's widow or widower | | | requirement | , |
| 40 | / O \ | | * # O T T | 7 3 TD | 3 4 3 3 4 T 3 4 T 3 4 T 3 T 4 C 3 4 T | |

- 17 (2) THE TAXABLE VALUE AMOUNTS AND THE MAXIMUM INCOME AMOUNT
- 18 UNDER SUBSECTION (1) SHALL BE ADJUSTED ANNUALLY TO REFLECT ANY
- 19 INCREASE IN THE UNITED STATES CONSUMER PRICE INDEX FOR THE IMME-
- 20 DIATELY PRECEDING CALENDAR YEAR. AS USED IN THIS SUBSECTION,
- 21 "UNITED STATES CONSUMER PRICE INDEX" MEANS THE UNITED STATES CON-
- 22 SUMER PRICE INDEX FOR ALL URBAN CONSUMERS AS DEFINED AND REPORTED
- 23 BY THE UNITED STATES DEPARTMENT OF LABOR, BUREAU OF LABOR STATIS-
- 24 TICS, AND AS CERTIFIED BY THE STATE TREASURER.
- 25 Enacting section 1. This amendatory act takes effect
- **26** January 1, 1999.