



HOUSE BILL No. 5791

May 16, 2000, Introduced by Reps. Bob Brown, Prusi, DeHart, Schermesser, Callahan, Sheltroun, Pappageorge, Dennis, Pestka, Garcia, Martinez, Rivet, Ehardt, Rocca, Scott, Bogardus, Bovin, Neumann, Schauer, Spade and Raczkowski 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:

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

1					
2	All wars or	Widow or	Any	No	\$4,500.00
3					\$30,000.00
4	presidential	widower of		requirement	
5	executive	veteran dying			
6	order or	in service			
7	presidential				
8	proclamation				
9					
10	Current	Serviceperson	Any	No	\$3,500.00
11					\$23,000.00
12	service	or		requirement	
13		serviceperson's			
14		widow or			
15		widower			
16					

17 (2) THE TAXABLE VALUE ALLOWANCE UNDER SUBSECTION (1) SHALL
 18 BE ADJUSTED EACH TAX YEAR AFTER THE 1999 TAX YEAR BY THE PERCENTAGE
 19 INCREASE IN THE UNITED STATES CONSUMER PRICE INDEX FOR THE
 20 CALENDAR YEAR IMMEDIATELY PRECEDING THE TAX YEAR FOR WHICH THE
 21 ADJUSTMENT IS BEING MADE. AS USED IN THIS SUBSECTION, "UNITED
 22 STATES CONSUMER PRICE INDEX" MEANS THE UNITED STATES CONSUMER
 23 PRICE INDEX FOR ALL URBAN CONSUMERS AS DEFINED AND REPORTED BY
 24 THE UNITED STATES DEPARTMENT OF LABOR, BUREAU OF LABOR STATISTICS
 25 AND AS CERTIFIED BY THE STATE TREASURER.

26 Enacting section 1. This amendatory act takes effect on
 27 January 1, 2000.