

SENATE BILL NO. 143

January 27, 1999, Introduced by Senators STILLE and ROGERS
and referred to the Committee on Finance.

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 \$7,500.00 per year unless the serviceperson, veter-
5 an, or widow or widower receives compensation paid by the veter-
6 ans administration or the armed forces of the United States for
7 service incurred disabilities and who meets the requirements of
8 the following schedule:
9

					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	\$4,500.00
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	\$3,500.00
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	\$4,500.00
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-			\$4,500.00
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-			\$5,000.00
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-			\$5,500.00
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	\$5,500.00
51	executive	veteran dying			

1 order or in service
 2 presidential
 3 proclamation

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

10

11 (2) FOR THE 2000 TAX YEAR AND EACH TAX YEAR AFTER THE 2000

12 TAX YEAR, THE TAXABLE VALUE ALLOWANCE AMOUNTS UNDER SUBSECTION

13 (1) SHALL BE ADJUSTED BY INCREASING THE TAXABLE VALUE ALLOWANCE

14 AMOUNTS BY THE PERCENTAGE INCREASE IN THE UNITED STATES CONSUMER

15 PRICE INDEX FOR THE IMMEDIATELY PRECEDING CALENDAR YEAR. AS USED

16 IN THIS SUBSECTION, "UNITED STATES CONSUMER PRICE INDEX" MEANS

17 THE UNITED STATES CONSUMER PRICE INDEX FOR ALL URBAN CONSUMERS AS

18 DEFINED AND REPORTED BY THE UNITED STATES DEPARTMENT OF LABOR,

19 BUREAU OF LABOR STATISTICS.

20 Enacting section 1. Section 506 of the income tax act of

21 1967, 1967 PA 281, MCL 206.506, as amended by this amendatory act

22 is retroactive and takes effect for tax years that begin on or

23 after January 1, 1999.