

SENATE BILL No. 1297

June 7, 2006, Introduced by Senators ALLEN, BISHOP, PATTERSON, GOSCHKA, KUIPERS, BARCIA, GARCIA, OLSHOVE and TOY 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
2 veteran", and "eligible widow or widower" ~~—means—~~ **MEAN** a
3 serviceperson, veteran, or widow or widower, whose income as
4 defined in this chapter is not more than \$7,500.00 per year
5 unless the serviceperson, veteran, or widow or widower receives
6 compensation paid by the veterans administration or the armed
7 forces of the United States for service incurred disabilities and
8 who meets the requirements of the following schedule:

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

1 widow or widower

2 Enacting section 1. This amendatory act takes effect for tax
3 years that begin on and after January 1, 2007.