## **SENATE BILL No. 163**

February 6, 2007, Introduced by Senators CLARK-COLEMAN, CHERRY, JACOBS, GLEASON, CLARKE, SCOTT, HUNTER, BARCIA, OLSHOVE, BRATER, SWITALSKI and BASHAM 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. "Eligible serviceperson", "eligible veteran", and
- 2 "eligible widow or widower" means a serviceperson, veteran, or
- 3 widow or widower, whose income as defined in this chapter is not
- 4 more than \$7,500.00 per year FOR YEARS THAT BEGIN BEFORE JANUARY
- 5 1, 2007 OR \$15,000.00 FOR YEARS THAT BEGIN ON AND AFTER JANUARY
- 6 1, 2007 unless the serviceperson, veteran, or widow or widower
- 7 receives compensation OR A PENSION paid by the veterans
- 8 administration or the armed forces of the United States for
- 9 service incurred disabilities and who meets the requirements of
- 10 the following schedule:

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1 2 3	War	Person	Service in War	Disability %	Taxable Value Allowance
4 5 6 7 8 9	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
10 11 12 13 14 15	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
16 17 18 19 20 21	All wars or presidential executive order or presidential proclamation	Pensioned veteran or veteran's widow or widower	Any	No requirement	\$3,500.00
22 23 24 25 26 27	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
28 29 30 31 32 33	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
34 35 36 37 38 39	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
40 41 42 43 44 45	All wars or presidential executive order or presidential proclamation	Widow or widower of veteran dying in service	Any	No requirement	\$4,500.00

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1	Current	Serviceperson or	Any	No	\$3,500.00
2	service	serviceperson's widow or widower	-	requirement	