

# HOUSE BILL No. 4168

February 8, 2001, Introduced by Reps. Garcia, Patterson, Faunce, Vear, Julian, Meyer, Middaugh, Mortimer, Bovin, Spade, Shackleton, Lipsey 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 a serviceperson, veteran,  
3 or widow or widower, whose income as defined in this chapter is  
4 not more than ~~-\$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:

9

					Taxable Value Allowance
1					
2					
3	War	Person	Service in War	Disability %	
4					
5	Indian	Veteran or	3 months, or 1	No	<del>-\$3,500.00</del>
6					\$13,030.00
7	Civil	veteran's	day with dis-	requirement	
8	Spanish-	widow or	charge for serv-		
9	American	widower	ice-connected		
10	Mexican		disability		
11					
12	World War I	Widow or	3 months, or 1	No	<del>-\$2,500.00</del>
13					\$9,307.00
14	World War II	widower of	day with dis-	requirement	
15	Korean	nondisabled	charge for serv-		
16		or nonpen-	ice-connected		
17		sioned	disability		
18		veteran			
19					
20	All wars or	Pensioned	Any	No	<del>-\$3,500.00</del>
21					\$13,030.00
22	presidential	veteran or		requirement	
23	executive	veteran's			
24	order or	widow or			
25	presidential	widower			
26	proclamation				
27					
28	All wars or	Veteran with	Any	10-50	<del>-\$3,500.00</del>
29					\$13,030.00
30	presidential	service-con-			
31	executive	ected dis-			
32	order or	ability or			
33	presidential	veteran's			
34	proclamation	widow or			
35		widower			
36					
37	All wars or	Veteran with	Any	60-70-80	<del>-\$4,000.00</del>
38					\$14,892.00
39	presidential	service-con-			
40	executive	ected dis-			
41	order or	ability or			
42	presidential	veteran's			
43	proclamation	widow or			
44		widower			
45					
46	All wars or	Veteran with	Any	90-100	<del>-\$4,500.00</del>
47					\$16,753.00
48	presidential	service-con-			
49	executive	ected dis-			
50	order or	ability or			
51	presidential	veteran's			
52	proclamation	widow or			
53		widower			

1					
2	All wars or	Widow or	Any	No	<del>-\$4,500.00</del>
3					\$16,753.00
4	presidential	widower of		requirement	
5	executive	veteran dying			
6	order or	in service			
7	presidential				
8	proclamation				
9					
10	Current	Serviceperson	Any	No	<del>-\$3,500.00</del>
11					\$13,030.00
12	service	or		requirement	
13		serviceperson's			
14		widow or			
15		widower			
16					

17 (2) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31, 2001, THE  
18 TAXABLE VALUE AMOUNTS AND THE MAXIMUM INCOME AMOUNT UNDER SUBSEC-  
19 TION (1) SHALL BE ADJUSTED ANNUALLY TO REFLECT ANY INCREASE IN  
20 THE UNITED STATES CONSUMER PRICE INDEX FOR THE IMMEDIATELY PRE-  
21 CEDING CALENDAR YEAR. AS USED IN THIS SUBSECTION, "UNITED STATES  
22 CONSUMER PRICE INDEX" MEANS THE UNITED STATES CONSUMER PRICE  
23 INDEX FOR ALL URBAN CONSUMERS AS DEFINED AND REPORTED BY THE  
24 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  
27 January 1, 2001.