

SENATE BILL No. 1020

February 1, 2006, Introduced by Senators CLARK-COLEMAN, TOY, GILBERT, VAN WOERKOM, ALLEN, SANBORN, STAMAS, GARCIA, BASHAM, CLARKE, SWITALSKI, JACOBS, PRUSI, THOMAS, LELAND, OLSHOVE, CHERRY, BARCIA, SCOTT, EMERSON, SCHAUER, BRATER and HARDIMAN 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, 2006 OR \$15,000.00 FOR YEARS THAT BEGIN ON AND AFTER JANUARY**
 6 **1, 2006** 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

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1 the following schedule:

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

1	All wars or	Widow or widower	Any	No	\$4,500.00
2	presidential	of veteran dying		requirement	
3	executive	in service			
4	order or				
5	presidential				
6	proclamation				
7	Current	Serviceperson or	Any	No	\$3,500.00
8	service	serviceperson's		requirement	
9		widow or widower			