

SENATE BILL No. 121

January 28, 2009, Introduced by Senators CLARK-COLEMAN, CHERRY, HUNTER, CLARKE, SCOTT, BASHAM, GLEASON, BRATER, ANDERSON and JACOBS 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, 2009 OR \$15,000.00 FOR YEARS THAT BEGIN ON AND AFTER JANUARY**
6 **1, 2009** 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:

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

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