

HOUSE BILL NO. 5235

November 06, 2025, Introduced by Reps. Schuette, Woolford and Robinson and referred to Committee on Judiciary.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
by amending section 510 (MCL 206.510), as amended by 2011 PA 172.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 510. (1) "Income" means the sum of federal adjusted gross
2 income as defined in the internal revenue code plus all income
3 specifically excluded or exempt from the computations of the
4 federal adjusted gross income. Also, ~~a person~~ **an individual** who is
5 enrolled in an accident or health insurance plan may deduct from
6 income the amount that ~~person~~ **individual** paid in premiums in the

1 tax year for that insurance plan for the ~~person's~~**individual's**
 2 family. Income does not include any of the following:

3 (a) The first \$300.00 of gifts in cash or kind from
 4 nongovernmental sources.

5 (b) The first \$300.00 received from awards, prizes, lottery,
 6 bingo, or other gambling winnings.

7 (c) Surplus foods.

8 (d) Relief in kind supplied by a governmental agency.

9 (e) Payments or credits under this part.

10 (f) A governmental grant that has to be used by the claimant
 11 for rehabilitation of the claimant's homestead.

12 (g) Stipends received by ~~a person~~**an individual** 60 years of
 13 age or older who is acting as a foster grandparent under the foster
 14 grandparent program authorized pursuant to section 211 of ~~part B of~~
 15 ~~title II of the domestic volunteer service act of 1973, Public Law~~
 16 ~~93-113, 42 USC 5011, or who is acting as a senior companion~~
 17 ~~pursuant to section 213 of part C of title II of the domestic~~
 18 ~~volunteer service act of 1973, Public Law 93-113, 42 USC 5013.~~

19 (h) Amounts deducted from monthly social security or railroad
 20 retirement benefits for medicare premiums.

21 (i) Contributions by an employer to life, accident, or health
 22 insurance plans.

23 (j) Energy assistance grants and energy assistance tax
 24 credits.

25 (2) "Owner" means ~~a natural person~~**an individual** who owns or
 26 is purchasing a homestead under a mortgage or land contract, who
 27 owns or is purchasing a dwelling situated on the leased lands of
 28 another, ~~or~~ who is a tenant-stockholder of a cooperative housing
 29 corporation, **or who is a grantor who has placed the homestead in a**

1 revocable trust or a qualified personal residence trust.