

FILED JAN 17 1979

SENATE FILE 71

By RUSH

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act exempting from the state income tax money received as
2 retirement or disability pay by a former member of the
3 armed forces who is sixty years of age or older during the
4 tax year.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section four hundred twenty-two point seven
2 (422.7), Code 1979, is amended by adding the following new
3 subsection:

4 NEW SUBSECTION. Subtract, to the extent included in the
5 adjusted gross income, the amount of the first six thousand
6 dollars of retirement pay or disability retirement pay re-
7 ceived by a taxpayer who was sixty years of age or older dur-
8 ing the tax year for former service as a member of any of
9 the armed forces of the United States.

10 Sec. 2. This Act is effective January first following
11 its enactment for tax years beginning on or after this date.

12 EXPLANATION

13 This bill exempts from state income tax the first \$6,000
14 of retirement pay received by a former member of the armed
15 forces who is sixty years of age or older. The exemption
16 begins for tax years beginning on or after January first
17 following enactment of the bill.

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