

JAN 30 2003  
WAYS AND MEANS

HOUSE FILE 91  
BY ELGIN

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act exempting from state individual income tax the active duty  
2 pay of a member of the Iowa national guard or the armed forces  
3 of the United States and including effective and retroactive  
4 applicability dates.

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

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HC 91

1 Section 1. Section 422.7, Code 2003, is amended by adding  
2 the following new subsection:

3 NEW SUBSECTION. 25A. Subtract, to the extent included,  
4 active duty pay received by a person in the national guard or  
5 armed forces regular or reserve units when on active duty on  
6 or after January 1, 2003.

7 Sec. 2. EFFECTIVE AND APPLICABILITY DATE. This Act, being  
8 deemed of immediate importance, takes effect upon enactment  
9 and applies retroactively to January 1, 2003, for tax years  
10 beginning on or after that date.

11 EXPLANATION

12 This bill exempts from the individual income tax active  
13 duty pay of a person in the national guard or the armed forces  
14 regular or reserve units when on active duty on or after  
15 January 1, 2003.

16 The bill takes effect upon enactment and applies  
17 retroactively to January 1, 2003, for tax years beginning on  
18 or after that date.

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