

House File 135

HOUSE FILE \_\_\_\_\_  
BY REICHERT

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

**A BILL FOR**

1 An Act excluding from the individual income tax the pay of  
2 members of the armed forces, armed forces military reserve,  
3 and national guard for service on active duty and including a  
4 retroactive applicability date provision.  
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
6 TLSB 1892HH 82  
7 mg/cf/24

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1 1 Section 1. Section 422.7, Code 2007, is amended by adding  
1 2 the following new subsection:  
1 3 NEW SUBSECTION. 50. Subtract, to the extent included,  
1 4 active duty pay received by a person as a member on federal  
1 5 active duty of the armed forces or as a member in the armed  
1 6 forces military reserve or national guard serving on federal  
1 7 active duty other than for training.  
1 8 Sec. 2. RETROACTIVE APPLICABILITY DATE. This Act applies  
1 9 retroactively to January 1, 2007, for tax years beginning on  
1 10 or after that date.

EXPLANATION

1 11  
1 12 This bill exempts active duty pay for members of the armed  
1 13 forces, armed forces military reserve, and national guard who  
1 14 serve on federal active duty other than for training.  
1 15 The bill applies retroactively to January 1, 2007, for tax  
1 16 years beginning on or after that date.  
1 17 LSB 1892HH 82  
1 18 mg:rj/cf/24