

House File 2350 - Introduced

HOUSE FILE _____
BY MAY

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act exempting from the individual income tax federal
2 retirement pay received for military service and including
3 effective and applicability date provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
5 TLSB 6126HH 82
6 mg/sc/14

PAG LIN

1 1 Section 1. Section 422.7, Code Supplement 2007, is amended
1 2 by adding the following new subsection:
1 3 NEW SUBSECTION. 31A. a. Subtract, to the extent
1 4 included, retirement pay received from the federal government
1 5 for military service performed in the armed forces, armed
1 6 forces military reserve, or national guard.
1 7 b. The exclusion of retirement benefits under this
1 8 subsection is in addition to any exclusion provided under
1 9 subsection 31.

1 10 Sec. 2. EFFECTIVE AND APPLICABILITY DATE. This Act takes
1 11 effect January 1, 2010, and applies to tax years beginning on
1 12 or after that date.

1 13 EXPLANATION

1 14 This bill provides for the exclusion of retirement benefits
1 15 from federal military service in the armed forces, military
1 16 reserve, or national guard. The exemption is in addition to
1 17 the general pension exclusions.

1 18 The bill takes effect January 1, 2010, and applies to tax
1 19 years beginning on or after that date.

1 20 LSB 6126HH 82

1 21 mg/sc/14.1