

The House Committee on Ways and Means offers the following substitute to HB 167:

A BILL TO BE ENTITLED  
AN ACT

1 To amend Code Section 48-7-27 of the Official Code of Georgia Annotated, relating to  
2 computation of Georgia taxable net income, so as to change certain provisions regarding the  
3 exclusion applicable to military income; to provide an effective date; to provide for  
4 applicability; to repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 **SECTION 1.**

7 Code Section 48-7-27 of the Official Code of Georgia Annotated, relating to computation  
8 of Georgia taxable net income, is amended by striking paragraph (12) of subsection (a) and  
9 inserting in its place a new paragraph (12) to read as follows:

10 "~~(12) Military~~ All income received by a member of the national guard or any reserve  
11 component of the armed services of the United States ~~stationed in a combat zone pursuant~~  
12 ~~to military orders~~ who serves on active duty for at least 90 consecutive days. The  
13 exclusion provided under this paragraph:

14 (A) Shall be claimed and allowed in the year in which the ninetieth day occurs;

15 ~~(A)(B)~~ Shall apply with respect to each taxable year, or portion thereof, covered by  
16 such military orders in which such member serves for such qualifying period of time;  
17 and

18 ~~(B)(C)~~ Shall apply only with respect to such member of the national guard or any  
19 reserve component of the armed forces and only with respect to all military income and  
20 all other income earned during the period covered by such military orders taxable year  
21 by such member; and"

22 **SECTION 2.**

23 This Act shall become effective upon its approval by the Governor or upon its becoming law  
24 without such approval and shall be applicable to all taxable years beginning on or after  
25 January 1, 2002.

1

**SECTION 3.**

2 All laws and parts of laws in conflict with this Act are repealed.