

House Bill 1343

By: Representatives Smith of the 131st, Yates of the 73rd, Rogers of the 26th, Lewis of the 15th, Sims of the 169th, and others

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 taxable net income, so as to provide that retirement income received as
3 retirement benefits from military service shall not be subject to state income tax; to provide
4 for conditions and limitations; to provide an effective date; to provide for applicability; to
5 repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Code Section 48-7-27 of the Official Code of Georgia Annotated, relating to computation of
9 taxable net income, is amended by adding a new paragraph to subsection (a) to read as
10 follows:

11 "(12.1) Retirement income received as retirement benefits from the military services of
12 the United States and survivor benefits derived therefrom otherwise included in Georgia
13 taxable net income not to exceed the inclusion amount as follows:

14 (A) For taxable years beginning on or after January 1, 2008, and prior to January 1,
15 2009, an exclusion amount not to exceed 40% of any income source qualifying under
16 this paragraph;

17 (B) For taxable years beginning on or after January 1, 2009, and prior to January 1,
18 2010, an exclusion amount not to exceed 60% of any income source qualifying under
19 this paragraph;

20 (C) For taxable years beginning on or after January 1, 2010, and prior to January 1,
21 2011, an exclusion amount not to exceed 80% of any income source qualifying under
22 this paragraph; and

23 (D) For taxable years beginning on or after January 1, 2011, and for all taxable years
24 thereafter, an exclusion amount of 100% of any income source qualifying under this
25 paragraph;"

