

HB 412 -- Income Tax Deduction for Military Retirement

Sponsor: Wasson

This bill authorizes an individual income tax deduction for any military retirement benefits received by a taxpayer that has not already been deducted or excluded from his or her federal adjusted gross income. The deduction is phased in at the rate of 20% per year for a period of five years, beginning January 2006. The current limited deduction for military retirement benefits is removed in lieu of the full deduction.