

HB 44 -- INCOME TAX DEDUCTION FOR PRIVATE PENSIONS

SPONSOR: McGirl

This bill increases the maximum amount to be subtracted from a taxpayer's adjusted gross income for tax years beginning on or after January 1, 2026, to the first \$12,000 of any retirement allowance received from any privately funded sources. The current maximum is \$6,000.

The following limits on a taxpayer's adjusted gross income in order to be entitled to the above maximum exemption are also increased for tax years beginning on or after January 1, 2026:

- (1) Single, Head of Household -- increases from \$25,000 to \$50,000;
- (2) Married Filing Combined -- increases from \$32,000 to \$64,000;  
and
- (3) Married Filing Separate -- increases from \$16,000 to \$32,600

This bill is the same as HB 2657 (2024) and similar to HB 356 (2023).