

HOUSE BILL 482

Q3

5lr0117
CF SB 592

By: **The Speaker (By Request – Administration) and Delegates Adams, Afzali, Anderton, Arentz, Beidle, Beitzel, Bromwell, Buckel, Carozza, Cassilly, Ciliberti, Cluster, Fisher, Flanagan, Folden, Ghrist, Grammer, Hornberger, S. Howard, Jackson, Jacobs, Kipke, Kittleman, Krebs, Long, Mautz, McComas, McConkey, McDonough, McKay, Metzgar, Miele, O'Donnell, Oaks, Otto, Parrott, Proctor, Saab, Shoemaker, Sophocleus, Szeliga, Vitale, West, B. Wilson, and C. Wilson**

Introduced and read first time: February 9, 2015

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax – Subtraction Modification – Military Retirement Income**

3 FOR the purpose of removing a certain limitation on a subtraction modification under the
4 Maryland income tax for certain military retirement income; providing for the
5 application of this Act; and generally relating to a subtraction modification for
6 military retirement income.

7 BY repealing and reenacting, without amendments,

8 Article – Tax – General

9 Section 10–207(a)

10 Annotated Code of Maryland

11 (2010 Replacement Volume and 2014 Supplement)

12 BY repealing and reenacting, with amendments,

13 Article – Tax – General

14 Section 10–207(q)

15 Annotated Code of Maryland

16 (2010 Replacement Volume and 2014 Supplement)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

18 That the Laws of Maryland read as follows:

19 **Article – Tax – General**

20 10–207.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (a) To the extent included in federal adjusted gross income, the amounts under
2 this section are subtracted from the federal adjusted gross income of a resident to determine
3 Maryland adjusted gross income.

4 (q) (1) (i) In this subsection the following words have the meanings
5 indicated.

6 (ii) "Military service" means:

7 1. induction into the armed forces of the United States for
8 training and service under the Selective Training and Service Act of 1940 or a subsequent
9 act of a similar nature;

10 2. membership in a reserve component of the armed forces of
11 the United States;

12 3. membership in an active component of the armed forces of
13 the United States;

14 4. membership in the Maryland National Guard; or

15 5. active duty with the commissioned corps of the Public
16 Health Service, the National Oceanic and Atmospheric Administration, or the Coast and
17 Geodetic Survey.

18 (iii) "Military retirement income" means retirement income received
19 as a result of military service.

20 (2) The subtraction under subsection (a) of this section includes [the first
21 \$5,000 of] ANY military retirement income received by an individual during the taxable
22 year.

23 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
24 1, 2015, and shall be applicable to all taxable years beginning after December 31, 2014.