

House Bill 358

By: Representatives Carson of the 46th, Belton of the 112th, and Smith of the 134th

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 an exemption for military retirement
3 income; to provide for related matters; to provide for an effective date and applicability; to
4 repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 style="text-align:center">**SECTION 1.**

7 Code Section 48-7-27 of the Official Code of Georgia Annotated, relating to computation of
8 taxable net income, is amended by striking "and" at the end of paragraph (14) of subsection
9 (a), by striking the period at the end of paragraph (15) of subsection (a) and inserting in lieu
10 thereof "; and", and by adding a new paragraph to read as follows:

11 "(16) For tax year 2018 and all subsequent tax years:

12 (A) Ten percent of the income received from military retirement pay by retired
13 members of the armed forces of the United States who are legal residents of Georgia,
14 who served at least 20 years in the armed forces of the United States or have a service
15 connected disability, and are 50 years of age on January 1 of such tax years;

16 (B) Twenty percent of the income received from military retirement pay by retired
17 members of the armed forces of the United States who are legal residents of Georgia,
18 who served at least 20 years in the armed forces of the United States or have a service
19 connected disability, and are 51 years of age on January 1 of such tax years;

20 (C) Thirty percent of the income received from military retirement pay by retired
21 members of the armed forces of the United States who are legal residents of Georgia,
22 who served at least 20 years in the armed forces of the United States or have a service
23 connected disability, and are 52 years of age on January 1 of such tax years;

24 (D) Forty percent of the income received from military retirement pay by retired
25 members of the armed forces of the United States who are legal residents of Georgia,

26 who served at least 20 years in the armed forces of the United States or have a service
 27 connected disability, and are 53 years of age on January 1 of such tax years;
 28 (E) Fifty percent of the income received from military retirement pay by retired
 29 members of the armed forces of the United States who are legal residents of Georgia,
 30 who served at least 20 years in the armed forces of the United States or have a service
 31 connected disability, and are 54 years of age on January 1 of such tax years;
 32 (F) Sixty percent of the income received from military retirement pay by retired
 33 members of the armed forces of the United States who are legal residents of Georgia,
 34 who served at least 20 years in the armed forces of the United States or have a service
 35 connected disability, and are 55 years of age on January 1 of such tax years;
 36 (G) Seventy percent of the income received from military retirement pay by retired
 37 members of the armed forces of the United States who are legal residents of Georgia,
 38 who served at least 20 years in the armed forces of the United States or have a service
 39 connected disability, and are 56 years of age on January 1 of such tax years;
 40 (H) Eighty percent of the income received from military retirement pay by retired
 41 members of the armed forces of the United States who are legal residents of Georgia,
 42 who served at least 20 years in the armed forces of the United States or have a service
 43 connected disability, and are 57 years of age on January 1 of such tax years;
 44 (I) Ninety percent of the income received from military retirement pay by retired
 45 members of the armed forces of the United States who are legal residents of Georgia,
 46 who served at least 20 years in the armed forces of the United States or have a service
 47 connected disability, and are 58 years of age on January 1 of such tax years; and
 48 (J) One hundred percent of the income received from military retirement pay by retired
 49 members of the armed forces of the United States who are legal residents of Georgia,
 50 who served at least 20 years in the armed forces of the United States or have a service
 51 connected disability, and are 59 years of age or older on January 1 of such tax years."

52 **SECTION 2.**

53 This Act shall become effective on January 1, 2018, and shall apply to all taxable years
 54 beginning on or after such date.

55 **SECTION 3.**

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