

FEB 19 2002
WAYS AND MEANS

HOUSE FILE 2441
BY BRADLEY

(COMPANION TO LSB 6228SS
BY KIBBIE)

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act exempting from state individual income tax the active duty
2 pay of a member of the Iowa national guard or the armed forces
3 of the United States and including effective and retroactive
4 applicability dates.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2441

1 Section 1. Section 422.7, Code Supplement 2001, is amended
2 by adding the following new subsection:

3 NEW SUBSECTION. 25A. Subtract, to the extent included,
4 active duty pay received by a person in the national guard or
5 armed forces military regular or reserve units when on active
6 duty on or after January 1, 2002.

7 Sec. 2. EFFECTIVE AND APPLICABILITY DATE. This Act, being
8 deemed of immediate importance, takes effect upon enactment
9 and applies retroactively to January 1, 2002, for tax years
10 beginning on or after that date.

11 EXPLANATION

12 This bill exempts from the individual income tax active
13 duty pay of a person in the national guard or the armed forces
14 regular or reserve units when on active duty on or after
15 January 1, 2002.

16 The bill takes effect upon enactment and applies
17 retroactively to January 1, 2002, for tax years beginning on
18 or after that date.

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