Q3 3lr1961

By: Delegates Griffith, Adams, Anderton, Arentz, Baker, Buckel, Chisholm, Ciliberti, Ghrist, Hartman, Hinebaugh, Hornberger, Howard, Hutchinson, Jacobs, Kipke, R. Long, Mangione, McComas, Metzgar, Miller, T. Morgan, Munoz, Nawrocki, Otto, Pippy, Reilly, Rose, Schmidt, Stonko, Szeliga, Tomlinson, Valentine, and Wivell

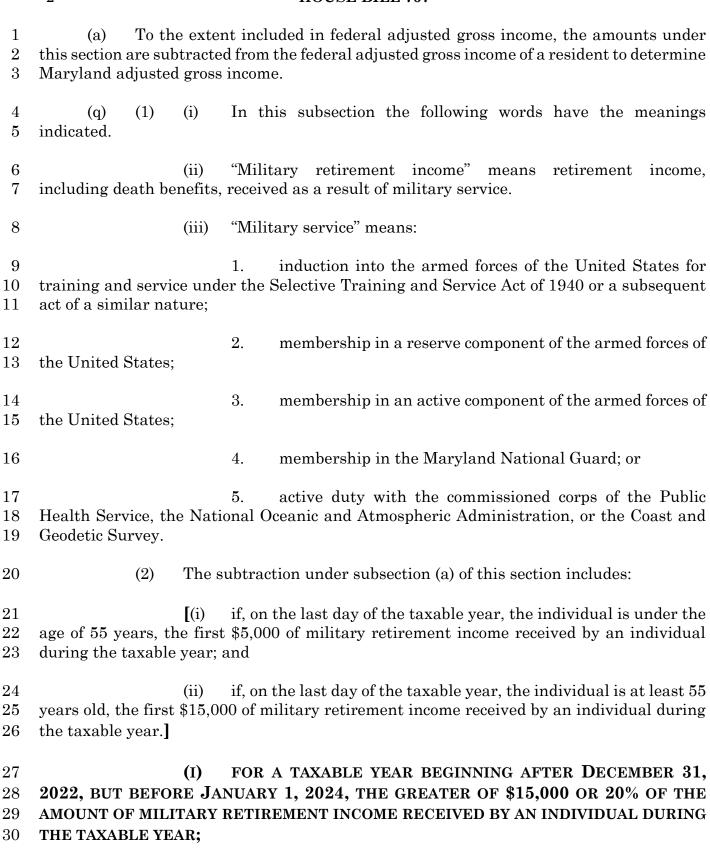
Introduced and read first time: February 8, 2023

Assigned to: Ways and Means

## A BILL ENTITLED

1	AN ACT concerning
2 3	Income Tax - Subtraction Modification - Military Retirement Income (Military Pension Tax Freedom Act)
$4\\5\\6\\7$	FOR the purpose of phasing in, over a certain period of years, an increase in a subtraction modification under the Maryland income tax to allow for a subtraction of all military retirement income; and generally relating to a subtraction modification under the Maryland income tax for military retirement income.
8 9 10 11 12	BY repealing and reenacting, without amendments, Article – Tax – General Section 10–207(a) Annotated Code of Maryland (2022 Replacement Volume)
13 14 15 16 17	BY repealing and reenacting, with amendments, Article – Tax – General Section 10–207(q) Annotated Code of Maryland (2022 Replacement Volume)
18 19	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
20	Article – Tax – General
21	10–207.





31 (II) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 32 2023, BUT BEFORE JANUARY 1, 2025, THE GREATER OF \$15,000 OR 40% OF THE 33 AMOUNT OF MILITARY RETIREMENT INCOME RECEIVED BY AN INDIVIDUAL DURING

## 1 THE TAXABLE YEAR;

- 2 (III) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,
- 3 2024, BUT BEFORE JANUARY 1, 2026, THE GREATER OF \$15,000 OR 60% OF THE
- 4 AMOUNT OF MILITARY RETIREMENT INCOME RECEIVED BY AN INDIVIDUAL DURING
- 5 THE TAXABLE YEAR;
- 6 (IV) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,
- 7 2025, BUT BEFORE JANUARY 1, 2027, THE GREATER OF \$15,000 OR 80% OF THE
- 8 AMOUNT OF MILITARY RETIREMENT INCOME RECEIVED BY AN INDIVIDUAL DURING
- 9 THE TAXABLE YEAR; AND
- 10 (V) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,
- 11 2026, ALL MILITARY RETIREMENT INCOME RECEIVED BY AN INDIVIDUAL DURING
- 12 THE TAXABLE YEAR.
- 13 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
- 14 1, 2023.