

MARYLAND MILITARY COALITION

HOUSE BILL 371 - SUPPORT

House Bill 371 - Income Tax - Subtraction Modification -Military Retirement Income
(Defense Workforce Opportunity Act)
House Ways and Means Committee
February 21, 2020

Madame Chair and members of the Committee, my name is John May, and I am here today to represent the Maryland Military Coalition.

The Maryland Military Coalition is a **nonprofit, all volunteer, Veterans advocacy group** representing the interests of Maryland Veterans, Service Members, their families and survivors. The Coalition consists of 17 uniformed services and veterans' organizations, listed on the following page, with over 100,000 members. We represent about one-fourth of Maryland's Veterans, Service Members, and their families.

The Maryland Military Coalition strongly supports HB371.

The military retired pay subtraction issue has been taken up by this committee before and has a long history with many thoughtful arguments in its favor over the years. HB371 proposes a reasonable incremental strategy to help the state realize the benefits of creating a more competitive stance for building our defense industry workforce.

It is clear from the recent study by Towson University that the state needs many more qualified, cleared professional workers in the defense industry. For the younger military retiree seeking a second career and a welcoming employer and what comes next, his or her decision on location will likely be made primarily as a "business" decision rather than a "feel good" decision based on the beauty of the area. The tax status of well-earned retired pay is a major factor in this decision.

In a high employment, competitive national economy, it only makes sense for our state to offer meaningful incentives to attract the type of professionals our employers seek, particularly defense industry employers.

While the ultimate goal of the Coalition is 100% subtraction of uniformed services retired pay, HB371 is a positive step in that direction under the current fiscal realities that face the state.

The Maryland Military Coalition supports HB371, and sincerely thanks you for this opportunity to express that support before the Committee today.

Respectfully submitted,

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(Signature page follows)

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Member Organizations, Maryland Military Coalition

James P. Monahon Air/Force Sergeants Association	American Military Society
Air/Force Sergeants Association	American Military Society
Sym a. Bash	Wilher B. Tokes
Commissioned Officers Association of the	Disabled American Veterans
US Public Health Service	
Sheldon & Joedhug	Pleasala J. Calling
Distinguished Flying Cross Association	Fleet Reserve Association
Ewin a. Butwick	Steve & Blooders
Jewish War Veterans of the USA	Maryland Air National Guard Retirees' Association
Howestoplan	Marlo Typest
Military Officers Association of America	Military Order of the Purple Heart
Marence Dece	Michael & Huy
National Association for Black Veterans	Naval Enlisted Reserve Association
Christian andreasen	Catherine L. M. Straw
NOAA Association of Commissioned Officers	Society of Military Widows
Inthick Cooper The Retired Enlisted Association	Chamas CWilliams Veterans of Foreign Wars
The Notifica Elimotea Association	Totorans of Foreign Hais