

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2005

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HOUSE DRH70752-LY-380 (5/16)

Short Title: Certain Military Pay Exempt.

(Public)

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Sponsors: Representative Vinson.

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Referred to:

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1 A BILL TO BE ENTITLED

2 AN ACT TO EXEMPT FROM STATE INCOME TAX COMPENSATION  
3 RECEIVED FROM THE ARMED FORCES OF THE UNITED STATES FOR  
4 SERVICES RENDERED OUTSIDE OF THIS STATE.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 105-134.6(b) reads as rewritten:

7 "(b) Deductions. – The following deductions from taxable income shall be made  
8 in calculating North Carolina taxable income, to the extent each item is included in  
9 taxable income:

10 ...

11 (19) Compensation that is paid by the Armed Forces of the United States to  
12 an individual who is on active duty as a full-time officer or enlisted  
13 member for that portion of the taxable year when the service member's  
14 permanent or temporary duty station is outside of this State."

15 **SECTION 2.** This act is effective for taxable years beginning on or after  
16 January 1, 2006.