

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005**

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HOUSE BILL 57

Short Title: Military Personnel Income Tax Change. (Public)

Sponsors: Representatives Moore; Capps, McGee, Pate, Steen, and Vinson.

Referred to: Rules, Calendar, and Operations of the House.

February 3, 2005

1 A BILL TO BE ENTITLED
2 AN ACT TO EXEMPT FROM INCOME TAX CERTAIN COMPENSATION PAID
3 TO MILITARY PERSONNEL.

4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** G.S. 105-134.6(b) is amended by adding a new subdivision to
6 read:

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 (18) 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, enlistee, or
13 draftee."

14 **SECTION 2.** This act is effective for taxable years beginning on or after
15 January 1, 2005.