

**HOUSE BILL NO. 1418**

Introduced by

Representatives Thoreson, Carlisle, Karls, Metcalf

Senators Marcellais, Tollefson

1 A BILL for an Act to create and enact a new subdivision to subsection 2 of section 57-38-30.3 of  
2 the North Dakota Century Code, relating to an income tax deduction for retired military  
3 personnel pay; to amend and reenact subdivisions k and l of subsection 1 of section 57-38-01.2  
4 of the North Dakota Century Code, relating to an income tax deduction for retired military  
5 personnel pay; and to provide an effective date.

6 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

7 **SECTION 1. AMENDMENT.** Subdivision l of subsection 1 of section 57-38-01.2 of the  
8 North Dakota Century Code, as effective for taxable years beginning before January 1, 2009, is  
9 amended and reenacted as follows:

10 l. Reduced by any amount, ~~up to a maximum of five thousand dollars,~~ received  
11 by any person ~~fifty years of age or older~~ as retired military personnel pay for  
12 service in the United States army, navy, air force, coast guard, or marine  
13 corps or reserve components thereof; ~~provided, however, that the adjustment~~  
14 ~~provided in this subdivision shall be reduced by any amount received~~  
15 ~~pursuant to the federal Social Security Act.~~

16 **SECTION 2. AMENDMENT.** Subdivision k of subsection 1 of section 57-38-01.2 of the  
17 North Dakota Century Code, as effective for taxable years beginning after December 31, 2008,  
18 is amended and reenacted as follows:

19 k. Reduced by any amount, ~~up to a maximum of five thousand dollars,~~ received  
20 by any person ~~fifty years of age or older~~ as retired military personnel pay for  
21 service in the United States army, navy, air force, coast guard, or marine  
22 corps or reserve components thereof; ~~provided, however, that the adjustment~~  
23 ~~provided in this subdivision shall be reduced by any amount received~~  
24 ~~pursuant to the federal Social Security Act.~~

1           **SECTION 3.** A new subdivision to subsection 2 of section 57-38-30.3 of the North  
2 Dakota Century Code is created and enacted as follows:

3                   Reduced by the amount received by any person as retired military personnel  
4                   pay for service in the United States army, navy, air force, coast guard, or  
5                   marine corps or reserve components of the United States army, navy, air  
6                   force, coast guard, or marine corps.

7           **SECTION 4. EFFECTIVE DATE.** This Act is effective for taxable years beginning after  
8 December 31, 2006.