

Senate Bill 363

By: Senators Unterman of the 45th, Gooch of the 51st and Kirkpatrick of the 32nd

A BILL TO BE ENTITLED
AN ACT

1 To amend Code Section 48-7-27 of the Official Code of Georgia Annotated, relating to
2 computation of taxable net income, so as to provide an exemption for military retirement
3 income; to provide for related matters; to provide for an effective date and applicability; to
4 repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 style="text-align:center">**SECTION 1.**

7 Code Section 48-7-27 of the Official Code of Georgia Annotated, relating to computation of
8 taxable net income, is amended in subsection (a) by adding a new paragraph to read as
9 follows:

10 “(5.1) For tax year 2021 and all subsequent tax years:

11 (A) Ten percent of the income received from military retirement pay by retired
12 members of the armed forces of the United States who are legal residents of Georgia,
13 who served at least 20 years in the armed forces of the United States or have a service
14 connected disability, and are 50 years of age on January 1 of such tax years;

15 (B) Twenty percent of the income received from military retirement pay by retired
16 members of the armed forces of the United States who are legal residents of Georgia,
17 who served at least 20 years in the armed forces of the United States or have a service
18 connected disability, and are 51 years of age on January 1 of such tax years;

19 (C) Thirty percent of the income received from military retirement pay by retired
20 members of the armed forces of the United States who are legal residents of Georgia,
21 who served at least 20 years in the armed forces of the United States or have a service
22 connected disability, and are 52 years of age on January 1 of such tax years;

23 (D) Forty percent of the income received from military retirement pay by retired
24 members of the armed forces of the United States who are legal residents of Georgia,
25 who served at least 20 years in the armed forces of the United States or have a service
26 connected disability, and are 53 years of age on January 1 of such tax years;

27 (E) Fifty percent of the income received from military retirement pay by retired
28 members of the armed forces of the United States who are legal residents of Georgia,
29 who served at least 20 years in the armed forces of the United States or have a service
30 connected disability, and are 54 years of age on January 1 of such tax years;

31 (F) Sixty percent of the income received from military retirement pay by retired
32 members of the armed forces of the United States who are legal residents of Georgia,
33 who served at least 20 years in the armed forces of the United States or have a service
34 connected disability, and are 55 years of age on January 1 of such tax years;

35 (G) Seventy percent of the income received from military retirement pay by retired
36 members of the armed forces of the United States who are legal residents of Georgia,
37 who served at least 20 years in the armed forces of the United States or have a service
38 connected disability, and are 56 years of age on January 1 of such tax years;

39 (H) Eighty percent of the income received from military retirement pay by retired
40 members of the armed forces of the United States who are legal residents of Georgia,
41 who served at least 20 years in the armed forces of the United States or have a service
42 connected disability, and are 57 years of age on January 1 of such tax years;

43 (I) Ninety percent of the income received from military retirement pay by retired
44 members of the armed forces of the United States who are legal residents of Georgia,
45 who served at least 20 years in the armed forces of the United States or have a service
46 connected disability, and are 58 years of age on January 1 of such tax years; and

47 (J) One hundred percent of the income received from military retirement pay by retired
48 members of the armed forces of the United States who are legal residents of Georgia,
49 who served at least 20 years in the armed forces of the United States or have a service
50 connected disability, and are 59 years of age or older on January 1 of such tax years."

51 **SECTION 2.**

52 This Act shall become effective on January 1, 2021, and shall apply to all taxable years
53 beginning on or after such date.

54 **SECTION 3.**

55 All laws and parts of laws in conflict with this Act are repealed.