

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007**

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**HOUSE BILL 184
Committee Substitute Favorable 4/12/07**

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

Sponsors:

Referred to:

February 15, 2007

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

The General Assembly of North Carolina enacts:

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

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

...

(19) Compensation that is paid by the armed forces of the United States to an individual who is on active duty as a full-time officer or enlisted member."

SECTION 2. This act is effective for taxable years beginning on or after January 1, 2007.