

# SENATE, No. 1025

## STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED JANUARY 22, 2018

**Sponsored by:**

**Senator ANTHONY R. BUCCO**

**District 25 (Morris and Somerset)**

**Senator KRISTIN M. CORRADO**

**District 40 (Bergen, Essex, Morris and Passaic)**

**SYNOPSIS**

Excludes military compensation of military personnel serving outside of this State from gross income tax.

**CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 2/2/2018)

1 AN ACT excluding certain military personnel income from gross  
2 income tax, amending N.J.S.54A:6-7.

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4 **BE IT ENACTED** by the Senate and General Assembly of the State  
5 of New Jersey:

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7 1. N.J.S.54A:6-7 is amended to read as follows:

8 54A:6-7. Certain pay of members of the armed forces.

9 a. (1) Compensation paid by the United States for service in  
10 the Armed Forces of the United States performed by an individual  
11 not domiciled in this State.

12 (2) Compensation paid by the United States for service in the  
13 Armed Forces of the United States performed by an individual  
14 domiciled in this State but stationed outside of this State.

15 b. Amounts received during the taxable year as mustering-out  
16 payments with respect to service in the Armed Forces of the United  
17 States.

18 c. Amounts received during the taxable year as housing and  
19 subsistence allowances by members of the active and reserve  
20 components of the Armed Forces of the United States, and by New  
21 Jersey National Guard members while on State active duty.

22 (cf: P.L.2005, c.63, s.1)

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24 2. This act shall take effect immediately and apply to taxable  
25 years ending after enactment.

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STATEMENT

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31 This bill allows an exclusion for certain military compensation  
32 from the gross income tax for those servicemen and women  
33 domiciled in New Jersey but serving their duty outside of the State  
34 of New Jersey.

35 The bill takes effect immediately and applies to taxable years  
36 ending after enactment.

**EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.**

**Matter underlined thus is new matter.**