May 18, 2006

H 2261. INCOME TAX—TITLE 32 NATIONAL GUARD EXEMPT. Filed 5/18/06. *TO EXEMPT FROM INCOME TAX CERTAIN TITLE 32 COMPENSATION PAID TO NATIONAL GUARD PERSONNEL*. Adds new GS 105-134.6(b)(19) to allow, as a deduction from an individual's taxable income, up to $7,500 of base pay compensation paid by the U.S. Armed Forces to a member of the North Carolina National Guard for up to 48 drill periods of inactive duty training and up to 15 days of annual active duty training as an officer or enlisted member. Allows each spouse to qualify for a separate deduction if both members of a married couple qualify. Effective for taxable years beginning on or after January 1, 2006.

Intro. by Holliman, McLawhorn. GS 105