

## Article - Tax - General

10-207.

(a) To the extent included in federal adjusted gross income, the amounts under this section are subtracted from the federal adjusted gross income of an individual to determine Maryland adjusted gross income.

(O-1) (1) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE FIRST \$2,500 OF MILITARY RETIREMENT INCOME RECEIVED BY AN INDIVIDUAL DURING THE TAXABLE YEAR, IF THE INDIVIDUAL:

~~(1)~~ (I) IS AT LEAST 55 YEARS OLD ON THE LAST DAY OF THE TAXABLE YEAR; AND

~~(2)~~ (II) WAS AN ENLISTED MEMBER OF THE MILITARY AT THE TIME OF RETIREMENT; AND .

~~(3)~~ --HAS--MILITARY--RETIREMENT--INCOME--FOR--THE--TAXABLE YEAR--THAT--DOES--NOT--EXCEED--\$17,500.

(2) THE AMOUNT OF THE SUBTRACTION UNDER PARAGRAPH (1) OF THIS SUBSECTION:

(I) IS REDUCED BY 50% OF THE AMOUNT BY WHICH FEDERAL ADJUSTED GROSS INCOME EXCEEDS \$17,500; AND

(II) IS REDUCED TO ZERO IF FEDERAL ADJUSTED GROSS INCOME EXCEEDS \$22,500.

SECTION 2. AND BE IT FURTHER ENACTED, That ~~this--Act--shall take--effect--July--1,--1989--and--shall--be--applicable--for--all--taxable years--beginning--after--December--31,--1988~~ the Laws of Maryland read as follows:

Article - Tax - General10-207.

(a) To the extent included in federal adjusted gross income, the amounts under this section are subtracted from the federal adjusted gross income of a resident to determine Maryland adjusted gross income.

(Q) (1) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE FIRST \$2,500 OF MILITARY RETIREMENT INCOME RECEIVED BY AN INDIVIDUAL DURING THE TAXABLE YEAR, IF THE INDIVIDUAL: