

**Senate File 75 - Introduced**

SENATE FILE 75

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and KAPUCIAN

**A BILL FOR**

1 An Act excluding from the computation of net income under  
2 the individual income tax active duty pay received for  
3 service in Operation New Dawn and including retroactive  
4 applicability provisions.  
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 422.7, subsection 40, Code 2011, is  
2 amended to read as follows:

3 40. Subtract, to the extent included, active duty pay  
4 received by a person in the national guard or armed forces  
5 military reserve for service performed on or after January  
6 1, 2003, pursuant to military orders related to Operation  
7 Iraqi Freedom, Operation New Dawn, Operation Noble Eagle, and  
8 Operation Enduring Freedom.

9 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies  
10 retroactively to January 1, 2011, for tax years beginning on  
11 or after that date.

12 EXPLANATION

13 This bill exempts from the computation of net income  
14 active duty military pay received by a person in the national  
15 guard or armed forces military reserve for service performed  
16 in Operation New Dawn, the name used by the United States  
17 government to refer to certain operations in Iraq.

18 The bill applies retroactively to January 1, 2011, for tax  
19 years beginning on or after that date.