

1 SENATE BILL 85

2 **55TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2022**

3 INTRODUCED BY

4 Harold Pope and Siah Correa Hemphill

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10 AN ACT

11 RELATING TO TAXATION; PROVIDING AN INCOME TAX EXEMPTION IN AN
12 AMOUNT EQUAL TO THIRTY THOUSAND DOLLARS (\$30,000) OF MILITARY
13 RETIREMENT PAY.

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15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

16 SECTION 1. A new section of the Income Tax Act is enacted
17 to read:

18 "[NEW MATERIAL] EXEMPTION--ARMED FORCES RETIREMENT PAY.--

19 A. An individual who is an armed forces retiree may
20 claim an exemption in an amount equal to thirty thousand
21 dollars (\$30,000) of military retirement pay includable, except
22 for this exemption, in net income.

23 B. As used in this section, "armed forces retiree"
24 means a former member of the armed forces of the United States
25 who has qualified by years of service or disability to separate

.221963.1

underscoring material = new
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1 from military service with lifetime benefits."

2 SECTION 2. APPLICABILITY.--The provisions of this act
3 apply to taxable years beginning on or after January 1, 2022.

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