



## 2021 ASSEMBLY BILL 16

January 25, 2021 - Introduced by Representatives RAMTHUN, VANDERMEER, BORN, BROOKS, CALLAHAN, DITTRICH, EDMING, HORLACHER, KURTZ, MILROY, MURSAU, ROZAR, SPIROS, THIESFELDT, TRANEL and ZIMMERMAN, cosponsored by Senators JACQUE, L. TAYLOR, KOOYENGA and NASS. Referred to Committee on Ways and Means.

1     **AN ACT** *to amend* 71.07 (6m) (c) 4.; and *to create* 71.05 (6) (b) 34m. of the  
2             statutes; **relating to:** broadening the applicability of an individual income tax  
3             subtraction for certain reserve components of the armed forces and national  
4             guard.

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### *Analysis by the Legislative Reference Bureau*

Under current law, members of a reserve component of the U.S. armed forces who are called into active federal service or special state service may subtract from federal adjusted gross income any amount of military pay they receive that is paid while the member is on active duty. Eligibility to claim the subtraction is dependent on the members being activated under specified sections of the U.S. Code.

This bill expands current law by making members of a reserve component of the U.S. armed forces or national guard eligible to claim the subtraction if they are activated by the secretary of a military department under an additional section of the U.S. Code that relates to orders to active duty for preplanned missions in support of the combatant commands.

Because this bill relates to an exemption from state or local taxes, it may be referred to the Joint Survey Committee on Tax Exemptions for a report to be printed as an appendix to the bill.

