

SENATE BILL No. 336

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-3-2-3.7.

Synopsis: Taxation of civil service annuities. Increases the maximum state income tax deduction for federal civil service annuity income from \$2,000 to \$16,000.

Effective: January 1, 2014.

Kruse

January 8, 2013, read first time and referred to Committee on Appropriations.

C
O
P
Y



First Regular Session 118th General Assembly (2013)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2012 Regular Session of the General Assembly.

C
o
p
y

SENATE BILL No. 336



A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 6-3-2-3.7 IS AMENDED TO READ AS
2 FOLLOWS [EFFECTIVE JANUARY 1, 2014]: Sec. 3.7. **(a) Subject**
3 **to subsection (b)**, each taxable year, an individual is entitled to an
4 adjusted gross income tax deduction equal to the remainder of:

- 5 (1) the first ~~two~~ **sixteen** thousand dollars ~~(\$2,000)~~ **(\$16,000)**
- 6 which is received by the individual during the taxable year from
- 7 a federal civil service annuity, and which is included in adjusted
- 8 gross income under Section 62 of the Internal Revenue Code;
- 9 minus
- 10 (2) the total amount of Social Security benefits and railroad
- 11 retirement benefits received by the individual during the taxable
- 12 year.

13 **(b) However,** The individual is only entitled to the deduction
14 provided by this section if the individual is at least sixty-two (62) years
15 of age before the end of the taxable year.

16 SECTION 2. [EFFECTIVE JANUARY 1, 2014] **(a) IC 6-3-2-3.7,**
17 **as amended by this act, applies to taxable years beginning after**



1 **December 31, 2013.**
2 **(b) This SECTION expires July 1, 2016.**

C
o
p
y

