

February 18, 2009

**S 233. EQUAL TAX TREATMENT OF GOV'T RETIREE BENEFITS.** Filed 2/18/09. *TO PROVIDE EQUAL INCOME TAX TREATMENT OF GOVERNMENT RETIREES' BENEFITS.*

GS 105-134.6(b) currently permits a deduction from federal taxable income of up to \$4,000 for a combination of up to \$2,000 from a nongovernmental retirement system and money received from a governmental retirement system. This bill replaces that provision with three separate possible deductions: (1) a deduction of up to \$2,000 a year from a nongovernmental pension; (2) the full amount of pension payments from a NC state or local government pension or a federal pension; and (3) the greater of either (a) the full amount received from a state or local governmental pension from another state, if that state provides a comparable deduction for persons receiving NC governmental pensions, or (b) up to \$4,000 from a state or local governmental pension from another state. Makes a technical amendment to GS 105-134.1(13). Effective for taxable years beginning on or after January 1, 2009.

**Intro. by Hoyle.**

GS 105