

1 H.510

2 Representatives Sibilias of Dover, Birong of Vergennes, and Hango of
3 Berkshire move that the bill be amended by striking out Sec. 6, effective dates,
4 and its reader assistance heading in their entireties and inserting in lieu thereof
5 the following:

6 * * * Military Retirement Pay Exemption * * *

7 Sec. 6. 32 V.S.A. § 5811(21)(B) is amended to read:

8 (B) decreased by the following items of income (to the extent such
9 income is included in federal adjusted gross income):

10 * * *

11 (iv) the portion of federally taxable benefits received under the
12 federal Social Security Act that is required to be excluded under section 5830e
13 of this chapter; ~~and~~

14 * * *

15 (vi) the first \$30,000.00 of federally taxable U.S. military
16 retirement pay and federally taxable U.S. military survivor benefit income
17 received by the surviving spouse of a deceased service member; and

18 Sec. 7. 32 V.S.A. § 5813(z) is added to read:

19 (z) The statutory purpose of the exemption for the first \$30,000.00 of
20 federally taxable U.S. military retirement pay and federally taxable U.S.

1 military survivor benefit income received by a surviving spouse in subdivision
2 5811(21)(B)(vi) of this title is to recognize the military service of Vermonters.

3 * * * Effective Dates * * *

4 Sec. 8. EFFECTIVE DATES

5 (a) This section and Sec. 4 (report on monthly child tax credit payments)
6 shall take effect on passage.

7 (b) Notwithstanding 1 V.S.A. § 214, Secs. 1 (child tax credit), 3 (child tax
8 credit statutory purpose), 5 (Social Security income exclusion), and 6–7
9 (military retirement and survivor benefit income exemption) shall take effect
10 retroactively on January 1, 2022 and shall apply to taxable years beginning on
11 and after January 1, 2022.

12 (c) Sec. 2 (advance payment of child tax credit) shall take effect on January
13 1, 2023 and shall apply to taxable years beginning on and after January 1,
14 2023.

15 and that after passage the title of the bill be amended to read: “An act
16 relating to the Vermont Child Tax Credit, the Vermont Social Security income
17 exclusion, and the U.S. military retirement and survivor benefit income
18 exemption”