

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 1948  
**Version:** As introduced

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**Authors:** Murphy, M. and Newton

**Subject:** Veterans affairs; income tax subtraction extended to AGR and department of military affairs employees

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Extends the current law income tax subtraction for national guard and reserve pay to members of the Active Guard Reserve (AGR) and employees of the Department of Military Affairs. Currently, members of the national guard and reserve are eligible to subtract the payment they receive for military service from their Minnesota income. These payments are taxed at the federal level. This includes payment for drill weekends, annual training, and other types of duty. Under current law, this subtraction is not allowed for members of the Active Guard Reserve (AGR). AGR members who are full-time members of the guard or reserve are not currently allowed to subtract this income. This bill would allow AGR members to subtract all income received for military service from their Minnesota income. Finally, this bill would also apply to individuals called to state active service by the adjutant general, and employed by the Department of Military Affairs.