

CHAPTER 63

AN ACT excluding housing and subsistence allowances of certain military personnel from gross income under the gross income tax, amending Title 54A of the New Jersey Statutes.

BE IT ENACTED *by the Senate and General Assembly of the State of New Jersey:*

1. N.J.S.54A:6-7 is amended to read as follows:

Certain pay of members of the armed forces, NJNG, exemption from taxable gross income.

54A:6-7. a. Compensation paid by the United States for service in the Armed Forces of the United States performed by an individual not domiciled in this State.

b. Amounts received during the taxable year as mustering-out payments with respect to service in the Armed Forces of the United States.

c. Amounts received during the taxable year as housing and subsistence allowances by members of the active and reserve components of the Armed Forces of the United States, and by New Jersey National Guard members while on State active duty.

2. This act shall take effect immediately and apply to taxable years beginning on or after January 1, 2004.

Approved April 7, 2005.