

1 SENATE BILL 56

2 56TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2024

3 INTRODUCED BY

4 Harold Pope

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10 AN ACT

11 RELATING TO TAXATION; REMOVING THE SUNSET DATE OF AN INCOME TAX  
12 EXEMPTION FOR ARMED FORCES RETIREMENT PAY; EXTENDING THE TAX  
13 EXEMPTION TO THE SURVIVING SPOUSE OF AN ARMED FORCES RETIREE.

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15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

16 SECTION 1. Section 7-2-5.13 NMSA 1978 (being Laws 2022,  
17 Chapter 47, Section 6) is amended to read:

18 "7-2-5.13. EXEMPTION--ARMED FORCES RETIREMENT PAY.--

19 A. An individual who is an armed forces retiree or  
20 the surviving spouse of an armed forces retiree may claim an  
21 exemption in ~~[the following amounts]~~ an amount equal to thirty  
22 thousand dollars (\$30,000) of ~~[military]~~ armed forces  
23 retirement pay includable, except for this exemption, in net  
24 income

25 ~~[(1) for taxable year 2022, ten thousand~~

.226930.1

underscored material = new  
[bracketed material] = delete

underscoring material = new  
[bracketed material] = delete

1 ~~dollars (\$10,000);~~  
2 ~~(2) for taxable year 2023, twenty thousand~~  
3 ~~dollars (\$20,000); and~~  
4 ~~(3) for taxable years 2024 through 2026,~~  
5 ~~thirty thousand dollars (\$30,000)].~~

6 B. As used in this section, "armed forces retiree"  
7 means a former member of the armed forces of the United States  
8 who has qualified by years of service or disability to separate  
9 from military service with lifetime benefits."

10 SECTION 2. EFFECTIVE DATE.--The effective date of the  
11 provisions of this act is January 1, 2025.