

LEGISLATIVE

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Eliminate All Georgia State Tax on IRA Retirement Distributions for those 65+

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The problem:

Many Georgia seniors are struggling with the high cost of living in GA. Many states do not tax IRA and Social Security distributions for those over 65. GA does not tax Social Security distributions but does tax retirement income that exceeds \$65,000 annually per person including IRA distributions, dividend income, capital gains, and other retirement income. This proposal would exempt all IRA distributions from state taxation for those over 65. **This proposal would help individuals 65+ who receive over \$65,000 annually in retirement income.**

What other states are doing:

Many other states do not tax IRA distributions for those over 65 years old, including FL, TN, MS, TX, PA, NH, WA, NV, WY, and SD.

What this legislation would do:

Currently Georgians 65 and over **do not** pay state income tax on IRA distributions up to \$65,000 per person per year. This issue proposes exemption of **all** IRA distributions from personal income tax for those over age 65, even for individuals with retirement income over \$65,000.

Any opposition:

Eliminating the tax would reduce state revenue and require a fiscal note. This would impact passage.

Helpful Resources:

None provided.