

A stylized graphic of the American flag, featuring a blue field with white stars in the upper left and red and white stripes flowing across the rest of the page. The flag is positioned diagonally, creating a sense of movement.

2016 State Income Tax Guide

This guide is intended to serve as a reference to help you determine whether your military income is subject to income taxes imposed by the state of your legal residency. The guide is not intended to serve as legal advice. You should contact the base legal office for further information and advice specific to your situation.

State of Legal Residence	Treatment of Military Pay	Filing Requirement
Alabama	Taxable regardless of where earned.	Yes
Arizona	Exempt	No, if no tax withheld and no income other than military pay.
Arkansas	Exempt	Yes
California	Military income earned outside California is not taxed if the military member lived outside California for the entire year.	No, if no tax withheld and no income other than military pay.
Colorado	Military income not taxable if stationed outside U.S. for 305 days	Yes
Connecticut	Exempt if did not maintain permanent place of abode in CT for entire taxable year.	No, if no tax withheld and no income other than military pay.
Delaware	Taxable regardless of where earned.	Yes
Georgia	Taxable regardless of where earned.	Yes
Hawai'i	Taxable regardless of where earned.	Yes
Idaho	Taxable when stationed in Idaho. Exempt, if stationed outside of the state for all or part of the year and on active duty for 120 or more continuous days.	Yes
Illinois	Exempt	Yes
Indiana	Taxable but allows for \$5K active duty pay deduction.	Yes
Iowa	Exempt	Yes
Kansas	Taxable regardless of where earned.	Yes
Kentucky	Exempt	No, if no tax withheld and no income other than military pay.
Louisiana	Military income earned outside Louisiana is taxed, first \$30K of military pay exempt if on active duty for 120 or more days.	Yes
Maine	Income earned outside Maine is not taxed if (1) did not maintain a permanent place of abode in Maine for entire taxable year, (2) did maintain a permanent place of abode outside Maine entire taxable year, and (3) spent no more than 30 days in Maine during taxable year.	Yes
Maryland	Taxable but if stationed outside U.S. can subtract up to \$15K if made less than \$30K.	Yes
Massachusetts	Taxable regardless of where earned.	Yes
Michigan	Exempt	Yes
Minnesota	Exempt	No, if gross income less active duty pay under \$10.5K.
Mississippi	Taxable regardless of where earned.	Yes

Missouri	Military income earned outside Missouri exempt if (1) maintained no permanent living quarters in Missouri during the year, (2) maintained permanent living quarters elsewhere, and (3) did not spend more than 30 days in Missouri during tax year.	Yes
Montana	Exempt	Yes
Nebraska	Taxable regardless where earned.	Yes
New Jersey	Military income earned outside New Jersey exempt if (1) Resided in Housing or off-post (not barracks/dormitory/aboard ship), (2) did not maintain living quarters in New Jersey, and (3) did not spend more than 30 days in New Jersey during tax year.	No, if no tax withheld and no income other than military pay.
New Mexico	Exempt	Yes
New York	Exempt if (1) did not maintain any permanent place of abode in New York State during the tax year, (2) maintained a permanent place of abode outside New York State during the entire tax year; and (3) spent 30 days or less (any part of a day is a day for this purpose) in New York State during the tax year.	No, if no tax withheld and no income other than military pay.
North Carolina	Taxable regardless of where earned.	Yes
Ohio	Military pay earned outside Ohio is exempt.	Yes
Oklahoma	Exempt	Yes
Oregon	Exempt if (1) maintained a permanent home outside Oregon the entire year, and (2) did not keep a home in Oregon during any part of the year, and (3) spent less than 31 days in Oregon during the year.	Yes
Pennsylvania	Military income earned outside Pennsylvania not taxed.	No, if no tax withheld and no income other than military pay.
Rhode Island	Taxable regardless of where earned.	Yes
South Carolina	Taxable regardless of where earned.	Yes
Utah	Taxable regardless of where earned.	Yes
Vermont	Military pay earned outside Vermont is exempt.	No, if no tax withheld and no income other than military pay.
Virginia	Taxable regardless of where earned but may qualify for special exemption.	Yes
Washington DC	Taxable regardless of where earned.	Yes
West Virginia	Military pay exempt if spent less than 30 days in West Virginia during tax year.	No, if no tax withheld and no income other than military pay.
Wisconsin	Taxable regardless of where earned but may qualify for up to \$300 credit	Yes