

By Mr. Robinson of Melrose, petition of William G. Robinson and other members of the House that provision be made for tax deductions for monies deposited in individual retirement accounts. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Eighty-Six.

AN ACT PROVIDING A DEDUCTION FOR MONIES DEPOSITED INTO INDIVIDUAL RETIREMENT ACCOUNTS.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Section 3 of Chapter 62 of the General Laws as
2 most recently amended by chapter 233 of the acts of 1983 is further
3 amended by adding the following new subsection: —

4 10) In the case of an individual who contributes two hundred
5 thousand dollars individual, four hundred thousand dollars joint
6 to an Individual Retirement Account as described in section 64A
7 of chapter 29 and established in accordance with the U.S. Internal
8 Revenue Code, (the "Code").

1 SECTION 2. Section 64A of chapter 29 of the General Laws
2 as most recently amended by chapter 189 of the acts is hereby
3 amended by striking the fifth paragraph and inserting the
4 following:

5 Such IRA plan shall be in addition to and not a part of the
6 retirement program or pension system as provided under said
7 chapter thirty-two and any other benefit program provided by law
8 for such employee. Any compensation contributed by the
9 employee to his IRA under such a plan shall continue to be
10 included as regular compensation as defined in section one of said
11 chapter thirty-two, for the purpose of computing the retirement
12 and pension benefits earned by any such employee, but any
13 compensation so contributed shall not be included in the
14 computation of federal and state taxes.

