

119TH CONGRESS
2D SESSION

H. R. 7897

To amend the Internal Revenue Code of 1986 to exclude from gross income compensation received in connection with inactive-duty training.

IN THE HOUSE OF REPRESENTATIVES

MARCH 12, 2026

Mr. BARR (for himself, Mr. MILLER of Ohio, and Mr. NUNN of Iowa) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to exclude from gross income compensation received in connection with inactive-duty training.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “No Tax on Drill Pay
5 Act”.

1 **SEC. 2. EXCLUSION FROM GROSS INCOME OF INACTIVE-**
2 **DUTY TRAINING COMPENSATION.**

3 (a) IN GENERAL.—Section 134(b) of the Internal
4 Revenue Code of 1986 is amended by adding at the end
5 the following new paragraph:

6 “(7) INACTIVE-DUTY TRAINING COMPENSA-
7 TION.—The term ‘qualified military benefit’ includes
8 any compensation received in connection with inac-
9 tive-duty training (as defined in section 101(d)(7) of
10 title 10, United States Code, as in effect at the time
11 of the receipt of such compensation).”.

12 (b) CONFORMING AMENDMENT.—Section
13 134(b)(3)(A) of such Code is amended by striking “para-
14 graphs (4) and (5)” and inserting “paragraphs (4), (5),
15 and (7)”.

16 (c) EFFECTIVE DATE.—The amendments made by
17 this section shall apply to compensation received after the
18 date of the enactment of this Act.

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