

105TH CONGRESS
1ST SESSION

H. R. 865

To provide that Kentucky may not tax compensation paid to a resident of Tennessee for services as a Federal employee at Fort Campbell, Kentucky.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 27, 1997

Mr. BRYANT (for himself and Mr. TANNER) introduced the following bill;
which was referred to the Committee on the Judiciary

A BILL

To provide that Kentucky may not tax compensation paid to a resident of Tennessee for services as a Federal employee at Fort Campbell, Kentucky.

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. CLARIFICATION OF STATE AUTHORITY TO TAX**
4 **COMPENSATION PAID TO CERTAIN FEDERAL**
5 **EMPLOYEES.**

6 (a) IN GENERAL.—Section 111 of title 4, United
7 States Code, is amended—

8 (1) by inserting “(a) GENERAL RULE.—” be-
9 fore “The United States” the first place it appears,
10 and

1 (2) by adding at the end the following new sub-
2 section:

3 “(b) TREATMENT OF FEDERAL EMPLOYEES AT
4 FORT CAMPBELL.—Pay and compensation paid by the
5 United States for personal services as an employee of the
6 United States at Fort Campbell, Kentucky, shall be sub-
7 ject to taxation by the State of Kentucky or any political
8 subdivision thereof only if such employee is a resident of
9 such State or political subdivision.”

10 (b) EFFECTIVE DATE.—The amendment made by
11 subsection (a) shall apply to pay and compensation paid
12 after the date of the enactment of this Act.

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