

119TH CONGRESS
2D SESSION

H. R. 6970

To amend the Internal Revenue Code of 1986 to exclude from gross income the earnings from certain overseas deployments of members of the Armed Forces.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 7, 2026

Mr. ROGERS of Alabama 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 the earnings from certain overseas deployments of members of the Armed Forces.

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. COMBAT ZONE EXCLUSION EXPANDED TO IN-**
4 **CLUDE CERTAIN OVERSEAS DEPLOYMENTS.**

5 (a) ENLISTED PERSONNEL.—Section 112(a) of the
6 Internal Revenue Code of 1986 is amended by striking
7 “or” at the end of paragraph (1), by striking the period
8 at the end of paragraph (2) and inserting “, or”, and by
9 inserting after paragraph (2) the following new paragraph:

1 “(3) served overseas.”.

2 (b) COMMISSIONED OFFICERS.—Section 112(b) of
 3 such Code is amended by striking “or” at the end of para-
 4 graph (1), by striking the period at the end of paragraph
 5 (2) and inserting “, or”, and by inserting after paragraph
 6 (2) the following new paragraph:

7 “(3) served overseas.”.

8 (c) DEFINITIONS ADDED.—Section 112(c) of such
 9 Code is amended by adding at the end the following new
 10 paragraphs:

11 “(6) The term ‘overseas’ means any area outside the
 12 United States.

13 “(7) The term ‘served overseas’ does not include serv-
 14 ice during any month or portion thereof during which the
 15 taxpayer is overseas pursuant to permanent change of sta-
 16 tion orders.

17 “(8) The term ‘United States’ includes the territories
 18 and possessions of the United States.”.

19 (d) CONFORMING AMENDMENTS.—

20 (1) The heading of section 112 of such Code is
 21 amended by inserting “**and overseas**” after
 22 “**combat zone**”.

23 (2) The table of sections for part III of sub-
 24 chapter B of chapter 1 of such Code is amended by

1 striking the item relating to section 112 and insert-
2 ing the following:

“Sec. 112. Certain combat zone and overseas compensation of members of the
Armed Forces.”

3 (e) EFFECTIVE DATE.—The amendments made by
4 this section shall apply to taxable years beginning after
5 December 31, 2025.

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