

Montgomery County, MD - Veterans Network Directory

Tax Benefits and Information

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This is a project of the Montgomery County Commission on Veterans Affairs. To submit an update, add or remove a listing, or request an alternative format, please contact: DHHSWebsite@montgomerycountymd.gov, 240-777-1246 (V), MD Relay 711.

IRS – Tax Information for Members of the U.S. Armed Forces

www.irs.gov/uac/Tax-Information-for-Members-of-the-U.S.-Armed-Forces

Website features information on tax laws affecting the military, which provide some special benefits for active members of the U.S. Armed Forces, including those serving in combat zones. For federal tax purposes, the U.S. Armed Forces includes officers and enlisted personnel in all regular and reserve units controlled by the Secretaries of Defense, the Army, Navy and Air Force. The Coast Guard is also included, but not the U.S. Merchant Marine or the American Red Cross. However, these and other support personnel may qualify for certain tax deadline extensions because of their service in a combat zone.

Military Retired Pay Income Tax Exemption – State of Maryland

http://taxes.marylandtaxes.com/Individual_Taxes/Individual_Tax_Types/Income_Tax/Filing_Information/If_You_Are_Military_Personnel/Military_Retirement_Income.shtml

1-800-638-2937 (Toll Free)

Military retirees are exempt from Maryland income tax on the first \$5,000 of their retirement income. In addition, military retirees who are over the age of 65, totally disabled, or who have a spouse who is totally disabled, receive an additional subtraction.

Property Tax Exemption – State of Maryland

A property tax exemption is available to the following individuals, for their primary residence located in the State of Maryland:

- veterans who are 100 percent disabled for service-connected causes. The exemption passes to the veteran's spouse upon his or her death
- surviving spouse of active duty military personnel who died in the line of duty
- surviving spouse of a totally disabled veteran
- a spouse who receives the dependency and indemnity compensation

Use the links below to download the appropriate form or contact the Montgomery County Assessment office at 240-314-4510 (V), e-mail sdat.mont@maryland.gov.

- **Property Tax Exemption - 100% Disabled Veteran**
www.dat.state.md.us/sdatweb/veteran.pdf
- **Property Tax Exemption - Surviving Spouse of 100% Disabled Veteran**
www.dat.state.md.us/sdatweb/veteransp.pdf
- **Property Tax Exemption - Surviving Spouse of Active Duty Military Personnel Killed in the Line of Duty**
www.dat.state.md.us/sdatweb/casualtysp.pdf

Vessel Excise Tax Credit – Maryland Department of Natural Resources

<http://dnr2.maryland.gov/boating/Pages/registration.aspx#documents>

1-877-620-8367 (Toll Free)

Active duty military personnel are exempt from the 5% vessel excise tax levied on the sale, resale or transfer of a vessel. A member of the armed services serving on active duty in the State is exempt for one year. The exemption applies only to vessels currently registered elsewhere and brought into Maryland because of the duty transfer. New purchases are not exempt.

Vehicle Registration Excise Tax Credit – Maryland Motor Vehicle Administration

MVA Out-of-State Title Unit
6601 Ritchie Highway, NE
Glen Burnie, MD 21062

410-768-7000 (V)

www.mva.maryland.gov/About-MVA/INFO/27300/27300-35T.htm

Active duty military members establishing residency in Maryland are eligible for a tax credit for any titling tax paid in another state when titling and registering a vehicle within one year of moving to Maryland. Proof of military status (i.e. military ID or equivalent) must be submitted to be eligible for an excise tax credit:

- If the owner is a member of the military on active duty or a member of their immediate family and has not been a Maryland resident for more than one year, an excise tax credit is allowed with proof of active military status.
- If the owner is a Maryland resident on active duty or a member of their immediate family returning to this state, an excise tax credit is allowed if the vehicle is titled within one year of their return, with proof of active military status.