Beginning January 1, 2007, this bill authorized an income tax deduction to be phased-in over six years for Social Security
benefits, Social Security disability benefits, and benefits received from a non-private retirement system. Married couples
with a Missouri adjusted gross income less than $100,000 and single individuals with a Missouri adjusted gross income
less than $85,000, may deduct up to 100 percent of their public retirement benefits, to the extent the amounts
are included in their federal adjusted gross income. A breakdown of the yearly percentage is as seen on the right:

The total public pension exemption is limited to $35,234 for tax year 2012 for each eligible taxpayer. Taxpayers who also
qualify for the Social Security or Social Security Disability Deduction, must reduce their public pension exemption by the
amount of the Social Security or Social Security Disability Deduction.