

Section 309.

(last updated 1/19/2023)

Title: Exclusion of certain disability-related first responder retirement payments

Effective Date: Effective for plan years beginning after December 31, 2026.

Mandatory or Optional: Mandatory

Plans Affected: 401(a); 403(a); 403(b); 457(b)

Previous Law: Disability-related retirement plan payments are typically included in the recipient's taxable income.

SECURE 2.0 Law: For first responders, excludes service-connected, disability pension payments (from a 401(a), 403(a), governmental 457(b), or 403(b) plan) from gross income after reaching retirement age up to an annualized excludable disability amount.

Guidance and/or Correction Bills:

- None