
The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Angela L. De Jean.

DIGEST

Erdey (SB 197)

Proposed law exempts capital gains income for individuals 65 years of age or older from state income tax.

Proposed law provides that the exemption of the capital gains income shall be phased-in over a five year period as follows:

- (1) For tax years beginning in 2011, 20% of the capital gains income.
- (2) For tax years beginning in 2012, 40% of the capital gains income.
- (3) For tax years beginning in 2013, 60% of the capital gains income.
- (4) For tax years beginning in 2014, 80% of the capital gains income.
- (5) For tax years beginning on January 1, 2015 and after, 100% of the capital gains income.

Proposed law further provides that capital gains income consists of net long-term capital gains as defined in the Federal Internal Revenue Code and properly reported on Schedule D of Form 1040, line 15, filed by the individual for the same tax year.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Adds R.S. 47:297.13)