

STATE OF NEW YORK

6522

2019-2020 Regular Sessions

IN SENATE

June 14, 2019

Introduced by Sen. BAILEY -- read twice and ordered printed, and when printed to be committed to the Committee on Rules

AN ACT to amend the tax law, in relation to creating a tax deduction for certain capital gains

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subsection (c) of section 612 of the tax law is amended by
2 adding a new paragraph 44 to read as follows:

3 (44) One hundred percent of the capital gains from the sale of stock
4 or member interest from a New York corporation or limited liability
5 company to an employee-owned enterprise, as defined in subdivision five
6 of section eighteen hundred thirty-six-b of the public authorities law.
7 In order to qualify for such modification as described in this para-
8 graph, such employee-owned enterprise must have its commercial domicile
9 in New York. If the employee-owned enterprise is an "employee stock
10 ownership plan," it must comply with federal requirements as such plan
11 is defined in 26 U.S.C. § 4975(e)(7).

12 § 2. This act shall take effect immediately.

EXPLANATION--Matter in italics (underscored) is new; matter in brackets
[-] is old law to be omitted.

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