

112TH CONGRESS
1ST SESSION

H. R. 331

To amend the Internal Revenue Code of 1986 to provide a one-time increase in the amount excludable from the sale of a principal residence by taxpayers who have attained age 50.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 19, 2011

Mr. FILNER introduced the following bill; which was referred to the
Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to provide a one-time increase in the amount excludable from the sale of a principal residence by taxpayers who have attained age 50.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Fair Taxes for Seniors
5 Act of 2011”.

1 **SEC. 2. INCREASE IN EXCLUSION OF GAIN FROM SALE OF**
2 **PRINCIPAL RESIDENCE BY TAXPAYERS WHO**
3 **HAVE ATTAINED AGE 50.**

4 (a) IN GENERAL.—Subsection (b) of section 121 of
5 the Internal Revenue Code of 1986 (relating to limitation
6 on exclusion of gain from sale of principal residence) is
7 amended by adding at the end the following new para-
8 graph:

9 “(6) TAXPAYERS WHO HAVE ATTAINED AGE
10 50.—

11 “(A) IN GENERAL.—At the election of the
12 taxpayer who has attained the age of 50 before
13 the date of a sale or exchange to which sub-
14 section (a) applies—

15 “(i) paragraph (2) shall be applied by
16 substituting ‘\$1,000,000’ for ‘\$500,000’,
17 and

18 “(ii) paragraphs (1) and (2) shall be
19 applied by substituting ‘\$500,000’ for
20 ‘\$250,000’.

21 “(B) SPECIAL RULE FOR JOINT RE-
22 TURNS.—In the case of a joint return, if one
23 spouse satisfies the age requirement of subpara-
24 graph (A), then both husband and wife shall be
25 treated as satisfying such requirement.

1 “(C) APPLICATION TO ONLY ONE SALE OR
2 EXCHANGE.—Subparagraph (A) shall not apply
3 to any sale or exchange by the taxpayer if an
4 election by the taxpayer or his spouse under
5 subparagraph (A) with respect to any other sale
6 or exchange is in effect.

7 “(D) ELECTION.—An election under sub-
8 paragraph (A) may be made or revoked at any
9 time before the expiration of the period for
10 making a claim for credit or refund of the tax
11 imposed by this chapter for the taxable year in
12 which the sale or exchange occurred, and shall
13 be made or revoked in such manner as the Sec-
14 retary shall by regulations prescribe. In the
15 case of a taxpayer who is married, an election
16 under subparagraph (A) or a revocation thereof
17 may be made only if his spouse joins in such
18 election or revocation.”.

19 (b) EFFECTIVE DATE.—The amendment made by
20 this section shall apply to sales and exchanges after the
21 date of the enactment of this Act.

○