

STAND. COM. REP. NO. 1600-22

Honolulu, Hawaii

MAR 31 , 2022

RE: H.R. No. 102
H.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirty-First State Legislature
Regular Session of 2022
State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred H.R. No. 102 entitled:

"HOUSE RESOLUTION URGING HAWAII'S CONGRESSIONAL DELEGATION TO INTRODUCE AND SUPPORT LEGISLATION THAT WOULD REPEAL THE \$10,000 LIMITATION ON THE DEDUCTION FOR STATE AND LOCAL TAXES ENACTED BY THE FEDERAL TAX CUTS AND JOBS ACT OF 2017,"

begs leave to report as follows:

The purpose of this measure is to urge Hawaii's congressional delegation to introduce and support legislation that would repeal the \$10,000 limitation on the deduction for state and local taxes enacted by the federal Tax Cuts and Jobs Act of 2017.

Your Committee received no written testimony on this measure.

Your Committee finds that the federal Tax Cuts and Jobs Act of 2017 included a \$10,000 limitation on deductions for state and local taxes, leading to an increase in state deficits that are statutorily required to be offset by reductions in outlays or increases in other revenue to maintain budget outcomes. This cap further decreases after-tax income for taxpayers, causing more financial hardship and a decrease in the consumption of goods and services that are vital for economic recovery. Your Committee believes that the working people of Hawaii are in desperate need of tax relief to offset the high cost of living.

2022-2724 HR102 HD1 HSCR HMSO



Your Committee has amended this measure by making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report, your Committee concurs with the intent and purpose of H.R. No. 102, as amended herein, and recommends that it be referred to your Committee on Finance in the form attached hereto as H.R. No. 102, H.D. 1.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Development,



SEAN QUINLAN, Chair



State of Hawaii
 House of Representatives
 The Thirty-first Legislature

HSR 1600-22

Record of Votes of the Committee on Economic Development

Bill/Resolution No.:	HR 102	Committee Referral:	ECD, FIN	Date:	3/30/22
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.					
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)					
ECD Members	Ayes	Ayes (WR)	Nays	Excused	
1. QUINLAN, Sean (C)	✓				
2. HOLT, Daniel (VC)	✓				
3. BELATTI, Della Au				✓	
4. KOBAYASHI, Dale T.				✓	
5. ONISHI, Richard H.K.	✓				
6. SAYAMA, Jackson D.	✓				
7. TAKAYAMA, Gregg	✓				
8. OKIMOTO, Val				✓	
TOTAL (8)	5			3	
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)					
Vice Chair's or designee's signature: _____  _____					
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO					