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# HOUSE CONCURRENT 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.

1           WHEREAS, on December 15, 2017, the United States Congress  
2 approved the Tax Cuts and Jobs Act, Public Law 115-97 (Act), the  
3 largest overhaul of the federal tax code in the past thirty  
4 years that included the \$10,000 limitation on deductions for  
5 state and local taxes (SALT cap); and

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7           WHEREAS, the SALT cap is leading to an increase in states'  
8 deficits, which are statutorily required to be offset by  
9 reductions in outlays or increases in other revenue to maintain  
10 budget outcomes; and

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12           WHEREAS, the SALT cap decreases after-tax income for  
13 taxpayers, which causes more financial hardship and a decrease  
14 in the consumption of goods and services that is vital for  
15 economic recovery; and

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17           WHEREAS, the SALT cap disproportionately reduces Hawaii  
18 residents' after-tax income compared to states that have a lower  
19 tax rate or cost of living due to having a flat limitation  
20 level; and

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22           WHEREAS, the SALT cap does not take into account  
23 significant factors such as inflation or marital status; and

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25           WHEREAS, the working people of the State of Hawaii are in  
26 desperate need of tax relief; and

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28           WHEREAS, legislation has been introduced in the 116th  
29 Congress that would modify the SALT cap, including increasing



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1 the SALT cap level for some or all taxpayers or repealing the  
2 SALT cap entirely; now, therefore,

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4 BE IT RESOLVED by the House of Representatives of the  
5 Thirty-first Legislature of the State of Hawaii, Regular Session  
6 of 2022, the Senate concurring, that this body urges Hawaii's  
7 Congressional Delegation to introduce and support legislation  
8 that would repeal the SALT cap, which negatively impacts the  
9 State's residents and economy; and

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11 BE IT FURTHER RESOLVED that certified copies of this  
12 Concurrent Resolution be transmitted to each member of Hawaii's  
13 Congressional Delegation.

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OFFERED BY: *Madame K. Nakamura*

MAR 11 2022

