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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 22, 2017, the Tax Cuts and Jobs Act,  
2 Public Law 115-97 (Act) was signed into law as the largest  
3 overhaul of the federal tax code in the past thirty years and  
4 which included a \$10,000 limitation on deductions for state and  
5 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 are in desperate  
26 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



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 Hawaii's congressional  
7 delegation is urged to introduce and support legislation that  
8 would repeal the state and local taxes cap, which negatively  
9 impacts the 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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