

Amendment to the Chairman's Mark

Offered by Representatives Jeffries, Yarmuth, Lee, Higgins, DelBene, Wasserman Schultz, Boyle, Khanna, Jayapal, Carbajal, Jackson Lee, and Schakowsky

Repeal the State and Local Tax Deduction Cap

1. At the end of Title IV, add the following:

“DEFICIT NEUTRAL RESERVE FUND TO REPEAL THE STATE AND LOCAL TAX DEDUCTION CAP.

The chairman of the House Committee on the Budget may revise the allocations, aggregates, and other appropriate levels in this resolution for any bill, joint resolution, amendment, or conference report that eliminates the \$10,000 cap for the itemized deduction for state and local taxes (SALT) on federal individual income tax returns to protect states' and localities' ability to finance crucial programs and services for their residents if such measure is financed by reversing the tax cuts for the wealthy and corporations enacted in P.L. 115-97, and would not increase the deficit for either of the following time periods: fiscal year 2018 to fiscal year 2023 or fiscal year 2018 to fiscal year 2028.”

2. Make all necessary and conforming changes to the Chairman's mark.
3. Amend the committee report to reflect the following policy assumptions:

The resolution includes a deficit-neutral reserve fund to accommodate legislation that eliminates the \$10,000 cap for the itemized deduction for state and local taxes (SALT) on federal individual income tax returns to protect states' and localities' ability to finance crucial programs and services for their residents. The SALT deduction cap weakens states' and localities' ability to raise taxes on high-income residents and undermines the progressivity of state and local tax systems. Eliminating the SALT deduction cap would be paid for by reversing the tax cuts for the wealthy and corporations enacted in P.L. 115-97.