



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

February 3, 2026
(House)

STATEMENT OF ADMINISTRATION POLICY
H.J. Res. 142 – A joint resolution providing for congressional disapproval of the
action of the District of Columbia in approving the D.C. Income and Franchise Tax
Conformity and Revision Temporary Amendment Act of 2025
(Rep. Gill, R-TX)

The Administration strongly supports passage of H.J. Res. 142, a joint resolution providing for congressional disapproval of the action of the District of Columbia Council in approving the D.C. Income and Franchise Tax Conformity and Revision Temporary Amendment Act of 2025. By enacting this legislation, the D.C. Council has willfully chosen to decouple the District's tax code from critical Federal tax reforms included in President Trump's Working Families Tax Cuts Act (Public Law 119-21, also known as the One Big Beautiful Bill Act). This Federal law was enacted for the benefit of all Americans, including taxpayers in the Nation's capital.

Specifically, the D.C. Council has unilaterally rejected essential Federal tax relief measures, including the "no tax on tips" provision that benefits restaurant workers and other tipped service employees, the deduction for overtime pay that benefits skilled workers and those who maintain public utilities, and the \$6,000 senior bonus deduction that benefits elderly Americans on fixed incomes.

The D.C. Council's decoupling from the Working Families Tax Cuts Act provisions places undue fiscal burdens on D.C. residents and hinders local economic competitiveness against states that have actively embraced the new tax relief provisions. At a time when the Administration is relieving tax burdens on workers and small businesses to boost economic growth, the D.C. Council's decision to impose higher taxes is destructive to working families.

The Administration supports the efforts in Congress, as expressed in H.J. Res. 142, to invalidate this harmful local tax policy. The D.C. Council's failure to align with the tax relief provided in the Working Families Tax Cuts Act simply makes life more expensive for hardworking D.C. residents.

If H.J. Res. 142 were presented to the President, his senior advisors would recommend that he sign it into law.

* * * * *