



HR1566

LRB096 24634 GRL 44484 r

1 HOUSE RESOLUTION

2 WHEREAS, Economic growth and increased opportunity are of
3 utmost importance in this current economic downturn; and

4 WHEREAS, New commercial, residential, and affordable
5 housing development plays an important role in stimulating
6 economic growth, job creation, and infrastructure and
7 environmental improvements in the State of Illinois; and

8 WHEREAS, New real estate development, especially in the
9 commercial, residential, and affordable housing fields, plays
10 an important role in maintaining property values and in
11 maintaining the financial stability of units of government at
12 all levels throughout the State of Illinois; and

13 WHEREAS, Many public pensions have suffered decreases in
14 the value of their investment portfolios; many of those
15 portfolios have investments in real estate partnerships; and

16 WHEREAS, Public-private partnerships play a key role in
17 encouraging and accelerating commercial, residential, and
18 affordable housing development projects, thereby helping to
19 improve our nation's communities; and

20 WHEREAS, There is an inherent risk associated with

1 commercial, residential, and affordable housing development
2 projects; and

3 WHEREAS, Partnerships are widely used in real estate
4 projects in order to provide flexibility in allocating risks
5 and potential rewards in real estate projects; and

6 WHEREAS, Current legislative proposals in Congress,
7 including H.R. 4213, would re-characterize carried interest,
8 currently treated as capital gains, as ordinary income, thereby
9 discouraging real estate partnerships from investing in
10 Illinois; this proposal could also depress economic activity
11 across our State and jeopardize the stability of property
12 values and the value of any pension funds which may be invested
13 in such real estate partnerships; therefore, be it

14 RESOLVED, BY THE HOUSE OF REPRESENTATIVES OF THE
15 NINETY-SIXTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that we
16 respectfully urge the United States Congress and the President
17 of the United States to maintain the current capital gains tax
18 treatment or classification for tax purposes of promoted or
19 carried interest used by real estate partnerships; and be it
20 further

21 RESOLVED, That suitable copies of this resolution be
22 delivered to the Majority and Minority Leaders of the United

1 States Senate, the Speaker and Minority Leader of the United
2 States House of Representatives, and each member of the
3 Illinois congressional delegation.