



February 24, 2025

The Honorable Mike Johnson
Speaker of the House
U.S. House of Representatives
Washington, D.C. 20515

The Honorable Hakeem Jeffries
House Minority Leader
U.S. House of Representatives
Washington, D.C. 20515

Dear Speaker Johnson and Minority Leader Jeffries:

The undersigned business groups urge Congress to act quickly to prevent a massive tax hike on Main Street businesses, beginning with the speedy adoption of the House budget resolution.

Absent action, millions of Main Street businesses organized as S corporations, partnerships, and sole proprietorships will see their taxes go up sharply next year. Taxes on these pass-through businesses will go up when they earn profits, when they invest, and when they pass their businesses on to the next generation.

Pass-through businesses are the backbone of the American economy. They account for 95 percent of all businesses and employ 63 percent of all private sector workers. They also form the economic foundation for thousands of communities nationwide. Without them, those communities would face a future of lower growth, fewer jobs, and more boarded-up buildings.

Provisions to make permanent the Section 199A deduction, maintain rates on individuals and pass-through businesses, provide estate tax relief, and increase deductions for business investment in equipment and R&D are critical to the continued success of our members.

The House budget is the first step in improving the tax treatment of all these areas and providing pass-through businesses with the certainty they need to survive and grow.

The more quickly Congress acts, the sooner Main Street can get back to investing in our communities and creating jobs for your constituents. We appreciate your work on this important legislation and look forward to seeing this resolution enacted soon.

Sincerely,

Agricultural Retailers Association
AICC, The Independent Packaging Association
Air Conditioning Contractors of America
American Building Materials Alliance
American Council of Engineering Companies
American Council of Independent Laboratories (ACIL)
American Farm Bureau Federation
American International Automobile Dealers Association
American Lighting Association
American Rental Association
American Staffing Association
American Subcontractors Association

American Supply Association
American Veterinary Medical Association
AmericanHort
Associated Equipment Distributors
Associated General Contractors of America
Brick Industry Association
Chicago Roofing Contractors Association
Coalition of Franchisee Associations
Construction Industry Round Table
Distribution Contractors Association
Door and Hardware Institute
Energy Marketers of America
Family Business Association of California
Family Business Coalition
FCA International
Foodservice Equipment Distributors Association
Forest Resources Association
Franchise Business Services
GAWDA
Glass Packaging Institute
Global Cold Chain Alliance
Hardwood Federation
Health & Fitness Association
Heating, Air-conditioning, & Refrigeration Distributors International
Independent Bakers Association
Independent Electrical Contractors
Independent Insurance Agents & Brokers of America (Big "I")
Industrial Fasteners Institute
International Foodservice Distributors Association
International Housewares Association
International Institute of Building Enclosure Consultants (IIBEC)
International Sign Association
ISSA, the Worldwide Cleaning Industry Association
Job Creators Network
Leading Builders of America
Main Street Employers Coalition
Manufactured Housing Institute
Meat Institute
Metal Construction Association
Metals Service Center Institute
Michigan Farm Bureau
Mortgage Bankers Association
Nareit
National Apartment Association
National Association of Convenience Stores
National Association of Electrical Distributors (NAED)
National Association of Insurance and Financial Advisors
National Association of Professional Insurance Agents
National Association of Wholesaler-Distributors
National Automatic Merchandising Association (NAMA)
National Confectioners Association

National Cotton Council
National Council of Farmer Cooperatives
National Electrical Contractors Association
National Electrical Manufacturers Representatives Association (NEMRA)
National Energy & Fuels Institute (NEFI)
National Fastener Distributors Association
National Federation of Independent Business
National Franchisee Association
National Lumber & Building Material Dealers Association
National Marine Distributors Association
National Multifamily Housing Council
National Peach Council
National Ready Mixed Concrete Association
National Restaurant Association
National Roofing Contractors Association
National RV Dealers Assoc. (RVDA)
National Small Business Association (NSBA)
National Stone, Sand and Gravel Association
National Wooden Pallet & Container Association
NATSO, Representing America's Travel Centers and Truck Stops
North American Association of Food Equipment Manufacturers (NAFEM)
Outdoor Power Equipment and Engine Service Association
Pennsylvania Farm Bureau
PRINTING United Alliance
Professional Beauty Association
S Corporation Association
Service Station Dealers of America and Allied Trades
SIGMA: America's Leading Fuel Marketers
Small Business & Entrepreneurship Council
Small Business Legislative Council (SBLC)
Society of Collision Repair Specialists (SCRS)
Southeastern Lumber Manufacturers Association
Specialty Equipment Market Association (SEMA)
Spray Polyurethane Foam Alliance
Subchapter S Bank Association
Textile Care Allied Trades Association
The Association for Hose and Accessories Distribution
The Fertilizer Institute
The Real Estate Roundtable
The Transportation Alliance
Tile Roofing Industry Alliance
Tire Industry Association
US Sweet Potato Council
Virginia Association of Roofing Professionals
WASDA - Water and Sewer Distributors of America
Wholesale Florist & Floral Supplier Association
Workplace Solutions Association
Wyoming Stock Growers Association

