



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

