



Dear Members of Congress,

The undersigned organizations, representing millions of Main Street businesses in every industry and community across the country, write to thank you for the Working Families Tax Cut Act. This legislation demonstrates that Congress stands with the businesses that form the backbone of our nation's economy.

Absent action, employers and workers would have faced the single largest tax increase in the nation's history. This tax hike would have fallen disproportionately on the 95 percent of American businesses organized as pass-through entities – S corporations, partnerships, and sole proprietorships. These businesses employ 63 percent of private sector workers and they contribute the majority of business income to our national economy.

Making permanent lower marginal rates and the Section 199A small business deduction were key to the success of the bill. Those provisions were critical in preserving rate parity by allowing pass-through businesses to compete on a more equal playing field with their larger C corporation competitors. They also ensure Main Street companies have the certainty they need to invest and create jobs.

The Working Families Tax Cut Act also revived a number of pro-investment, pro-growth reforms that will have lasting benefits. Restoring 100 percent bonus depreciation, reinstating full expensing for research and experimentation costs, and easing interest expense caps all encourage the capital formation necessary to modernize, expand, and create jobs.

Taken together, these provisions represent a generational victory for the millions of business owners our organizations represent, a victory that will increase investment, jobs and opportunity in the coming years. They also will help keep prices low for families. A Winston Group [survey from last year](#) found voters clearly understand that higher taxes on businesses would raise costs for consumers.

We are grateful for the leadership and commitment of the elected officials who worked to see this legislation enacted. You have made a lasting difference for countless Main Streets across America, and we look forward to working together to advance policies that support a strong and competitive U.S. economy.