



**DRAFT!**

February \*\*, 2025

Speaker Mike Johnson  
U.S. House of Representatives  
  
Washington, DC 20515

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

Dear Speaker and Minority Leader:

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 business 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 equipment and R&E 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 communities and creating jobs for your constituents. We appreciate your work on this important legislation and look forward to working with you to see this resolution enacted soon.

Sincerely,