



# Parity for Main Street Employers

September 13, 2018

The Honorable Kevin Brady  
Chairman, Committee on Ways & Means  
United States House of Representatives  
1102 Longworth HOB  
Washington DC, 20515

Dear Chairman Brady:

The Parity for Main Street Employers coalition strongly supports making the Section 199A pass-through deduction a permanent part of the tax code and applauds the Committee for including this key provision in the “Protecting Family and Small Business Tax Cuts Act of 2018” (H.R. 6760).

The American economy is growing at a remarkable pace, thanks in large part to tax reform and its focus on reducing taxes on employers and employees alike. But continuation of this growth is at risk because the centerpiece of tax relief for Main Street – the 20 percent pass-through deduction – is temporary and is scheduled to expire in a few years. Business needs certainty to plan and grow.

The 20 percent pass-through deduction is critical for the success of Main Street employers. Businesses organized as S corporations, partnerships and sole proprietorships comprise 95% of American companies, employ the majority of American workers, and are a vital part of the American economy. Making this deduction permanent will help put these businesses on a more level playing field with publicly trade C corporations and help them to fully contribute to economic expansion.

As a coalition comprised of national trade groups representing American Main Street businesses, whose members employ millions of private sector workers in every community and every industry, including contractors, engineers, retailers, manufacturers and more, we applaud this first step in the effort is to make permanent the pass-through deduction, and we fully support its inclusion in H.R. 6760.

Sincerely,

The Parity for Main Street Employers Steering Committee Members:

American Council of Engineering Companies  
Associated Builders and Contractors  
Associated General Contractors of America  
Independent Community Bankers of America  
National Association of Wholesaler-Distributors  
National Beer Wholesalers Association  
National Electrical Contractors Association  
National Roofing Contractors Association  
S Corporation Association  
Wine and Spirits Wholesalers of America