



November 22, 2019

Secretary Steven Mnuchin
U.S. Department of the Treasury
1500 Pennsylvania Ave NW
Washington, DC 20220

Dear Secretary Mnuchin:

On behalf of over 150 small business associations, we commend you on providing clarity to family businesses working towards passing ownership to the next generation. Treasury Decision 9884 makes clear that taxpayers will not face a “claw back” tax on transfers made under the current Estate/Gift/GST exemptions if those exemptions revert back to pre-TCJA levels as scheduled after December 31, 2025.

Family businesses face a number of hurdles when moving to the next generation. Many large family businesses compete with multi-national corporations that do not face any equivalent of a 40% estate tax at the passing of each generation. Treasury Decision 9884 provides a more predictable path for family owned businesses during the complicated process of succession planning.

Family Business Coalition supports the positive changes to the Estate/Gift/GST made in the President’s signature tax cut bill the *Tax Cuts and Jobs Act*. Our organizations have urged Congress to permanently extend the individual portions of TCJA including the doubling of the Estate/Gift/GST exemption. The attached FBC letter supporting Congressmen Jason Smith (R-MO) and Sanford Bishop’s (D-GA) *Death Tax Repeal Act* makes clear that the only permanent solution for family businesses is full repeal of the death tax. We urge the administration to continue prioritizing full and permanent death tax repeal as official administration policy.

We thank you for your leadership on this issue and look forward to continuing to work together towards a more predictable and prosperous future for America’s family owned and operated businesses.

The Family Business Coalition (FBC) is a diverse collection of organizations and industry groups united for the common purpose of protecting America's family businesses across the country. FBC works to implement tax policies that help family businesses of all sizes, create jobs, and continue to the next generation.



February 20, 2019

Senator John Thune
511 Dirksen Senate Office Building
Washington, DC 20510

Congressman Jason Smith
2418 Rayburn House Office Building
Washington, D.C. 20515

Dear Senator Thune and Congressman Smith:

The undersigned organizations support your bill, the *Death Tax Repeal Act*.

We appreciate your work to lead the country towards a common sense tax code that does not impose a destructive double or triple tax at death. We support full and permanent repeal of the federal estate tax for the following reasons:

Repealing the death tax would spur job creation and grow the economy. Many studies have quantified the potential job growth that would result from estate tax repeal. In 2017, the Tax Foundation found that the US could create over 150,000 jobs by repealing the estate tax. A 2012 study by the House Joint Economic Committee found that the death tax has destroyed over \$1.1 trillion of capital in the US economy – loss of small business capital means fewer jobs and lower wages. Lawrence Summers, former Secretary of the Treasury under President Clinton; Alicia Munell, member of President Clinton's Council of Economic Advisors; Joseph Stiglitz, a Nobel laureate for economics; and Douglas Holtz-Eakin, former CBO Director have all published work on the death tax's stifling effect on job growth and the economy as a whole.

The death tax contributes a very small portion of federal revenues. The estate tax currently accounts for approximately one half of one percent of federal revenue. A 2016 Tax Foundation analysis found repeal of the death tax would increase federal income taxes by \$145 billion over 10 years using a more realistic, “dynamic” economic analysis. In addition, the death tax forces family businesses to waste money on expensive insurance policies and estate planning. These burdensome compliance costs make it even harder for business owners to expand their businesses and create more jobs.

A super-majority of likely voters support eliminating the death tax. Poll after poll has indicated that a super-majority of likely voters support repealing the estate tax. Typically, two-thirds of likely voters support full and permanent repeal of the death tax. People instinctively feel that the estate tax is not fair. A 2017 NPR/Ipsos Poll found that 65 percent of respondents favored repealing the estate tax, including 51 percent of self-identified Democrats polled.

The death tax is unfair. It makes no sense to require grieving families to pay a confiscatory tax on their loved one’s nest egg. Far too often this tax is paid by selling family assets like farms and businesses. Other times, employees of the family business must be laid off and payrolls slashed. No one should be punished for fulfilling the American dream.

The negative effects of the estate tax make permanent repeal the only solution for family businesses and farms. Your legislation will help America's family businesses create jobs, expand operations, and grow the economy. We thank you for your leadership on this important issue.

Signed,



AMT – The Association For
Manufacturing Technology



Food Marketing Institute



Agricultural Retailers
Association



Heating, Air-conditioning, &
Refrigeration Distributors
International



National Association of
Electrical Distributors



National Lumber & Building
Material Dealers Association



National Cattleman's Beef
Association



American Supply Association



National Cotton Council of
America



International Franchise
Association



National Grocers Association



Associated Equipment
Distributors



ALEC Action



Hardwood Federation



National Confectioners
Association



Decorative Hardwoods Association



American Trucking Associations



Institute For Liberty



Association of Mature American Citizens



Air Conditioning Contractors of America



Americans for Tax Reform



Forest Landowners Association



Associated Builders and Contractors, Inc.



National Association of Home Builders



Global Cold Chain Alliance



American Commitment



Log Cabin Republicans



Consumer Action for a Strong Economy



National Insulation Association



North American Meat Institute



Metal Construction Association



Truck Renting and Leasing Association



Council for Citizens Against Government Waste



AmericanHort



Mason Contractors Association of America



Coalition of Franchisee Associations



Industrial Minerals Association - North America



International Sleep Products Association



National Taxpayers Union



Gases and Welding Distributors Association



NTCA – The Rural Broadband Association



Arizona Free Enterprise Club



ISSA—The Worldwide Cleaning Industry Association



National Marine Manufacturers Association



National Electrical Contractors Association



Plumbing-Heating-Cooling Contractors—National Association



NAHAD – The Association for Hose and Accessories Distribution



American Sheep Industry Association



Wine & Spirits Wholesalers of America



National Grange



Associated Wire Rope Fabricators



International Housewares Association



Petroleum Marketers Association of America



American Conservative Union



American Bus Association



Association of Equipment Manufacturers



American Foundry Society



National Industrial Sand Association



National Ready Mixed Concrete Association



Aeronautical Repair Station Association



Equipment Marketing & Distribution Association



National Club Association



National Christmas Tree Association



American Business Defense Council



Education Market Association



Frontiers of Freedom



Auto Care Association



National Black Chamber of Commerce



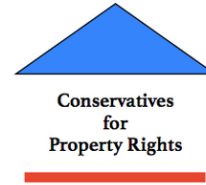
National Small Business Association



Club for Growth



National Association for the Self-Employed



Conservatives for Property Rights



American Loggers Council



The Dude Ranchers' Association



National Marine Distributors Association



International Association of Plastics Distribution (IAPD)



United States Cattlemen's Association



International Sign Association



Small Business & Entrepreneurship Council



Family Business Association of California



American Beverage Licensees



Professional Beauty Association



Material Handling Equipment Distributors Association



FreedomWorks



Americans for Prosperity



Kitchen Cabinet Manufacturers Association



Maryland Taxpayers Association



Land Improvement Contractors of America



American Horse Council



Center for Freedom and Prosperity



Franchise Business Services
(representing Buffalo Wild Wings franchisees)



Tire Industry Association



Printing Industries of America



National Pasta Association



Kentucky Forest Industries Association



Independent Medical Distributors Association



Hispanic Leadership Fund



NPES The Association for Suppliers of Printing, Publishing and Converting Technologies



Irrigation Association



NACS – The Association for Convenience and Fuel Retailing



National Candle Association



International Association of Refrigerated Warehouses



Rural & Agriculture Council of America



American Moving & Storage Association





Outdoor Power Equipment and
Engine Service Association



Water & Sewer Distributors of
America



National Wooden Pallet &
Container Association



Independent Electrical
Contractors



National Association of RV
Parks & Campgrounds (ARVC)



NTEA – The Association for
the Work Truck Industry



National Renderers Association



Equipment Dealers Association



United Egg Producers



NATSO, Representing
America's Travel Plazas and
Truckstops



Metals Service Center Institute



Southeastern Lumber
Manufacturers Association



National Franchise Association
(representing Burger King
franchisee)



Competitive Enterprise Institute



Sazerac



Service Station Dealers of
America and Allied Trades
(SSDA-AT)



National Utility Contractors
Association



National Community
Pharmacists Association



Jewelry Industry Distributors Association



Financial & Security Products Association



Wholesale Florists & Florist Supplier Association



Window and Door Manufacturers Association



The Latino Coalition



Let Freedom Ring



Appalachian Hardwood Manufacturers Inc.



WMDA Service Station & Automotive Repair Association



60 Plus Association



Business & Institutional Furniture Manufacturers Association



Washington Area New Auto Dealers Association



Convenience Distribution Association



Distribution Contractors Association



National Tax Limitation Committee



Power and Communication Contractors Association



American Pipeline Contractors Association



American Values



American Civil Rights Union



Less Government



Campaign for Liberty



Center for Individual Freedom



Taxpayers Protection Alliance



Institute for Policy Innovation



Heritage Action for America



U.S. Business and Industry Council



Home School Legal Defense Association



Independent Lubricant Manufacturers Association



Family Business Coalition