June 17, 2020

The Honorable Nancy Pelosi Speaker U.S. House of Representatives Washington, DC 20515

The Honorable Kevin McCarthy Minority Leader U.S. House of Representatives Washington, DC 20515 The Honorable Mitch McConnell Majority Leader U.S. Senate Washington, DC 20510

The Honorable Charles E. Schumer Minority Leader U.S. Senate Washington, DC 20510

Dear Speaker Pelosi and Leaders McConnell, Schumer, and McCarthy:

On behalf of the undersigned organizations, we write to express our strong support for H.R. 6776, the "JOBS Credit Act of 2020" and to ask that it be included in a future legislative package addressing COVID-19 and the economic harm caused by the pandemic. The bipartisan bill, introduced on May 8, 2020, by Representative Stephanie Murphy along with original cosponsors Representatives John Katko, Suzan DelBene, Brian Fitzpatrick and Chris Pappas, would expand upon the Employee Retention Credit (ERTC). The ERTC was enacted as part of the CARES Act to provide businesses with a financial incentive to keep employees on the payroll where business operations were fully or partially suspended due to a COVID-19 related closing orders, through no fault of their own, or where a company's gross receipts significantly declined compared to the same quarter last year.

If enacted, the bill would enhance the ERTC in the following ways:

- Increase the credit to 80% from 50%;
- Increase the wage base to \$15,000/quarter for up to three quarters from \$10,000/year;
- Ease the qualifying rules for revenue decline;
- Include health benefits in the definition of qualified wages; and
- Allow businesses that receive a Paycheck Protection Program loan to qualify for the credit.

While we are encouraged that the country is in the early phases of reopening the economy, demand for products and services may not rebound for years. Therefore, an expansion of the Employee Retention Tax Credit is warranted so that companies can continue to retain employees and pay their healthcare benefits until more robust consumer spending returns. In closing, the enhancements to the credit contained in H.R. 6776 will help our businesses and their employees even more and we ask that it be included in future legislation enacted to address the COVID-19 pandemic.

Sincerely,

Aeronautical Repair Station Association AICC, The Independent Packaging Association American Apparel & Footwear Association American Beverage Licensees American Council of Engineering Companies American Dental Association American Farm Bureau Federation American Frozen Food Institute American Gaming Association American Home Furnishings Alliance American Hotel and Lodging Association American Institute of Architects American Lighting Association American Mold Builders Association American Rental Association American Society of Travel Advisors American Subcontractors Association American Supply Association American Veterinary Medical Association Asian American Hotel Owners Association Associated Builders and Contractors **Associated Equipment Distributors** Associated General Contractors of America Association for Hose and Accessories Distribution Association of the Wall and Ceiling Industry Auto Care Association **Building Owners and Managers Association CCIM** Institute **Chemical Fabrics & Film Association Coalition of Franchisee Associations** Commercial Food Equipment Service Association Inc. **Construction Industry Round Table Convenience Distribution Association** Eastern States Hospitality Coalition **Electronics Representatives Association** Equipment Marketing & Distribution Association Foodservice Equipment Distributors Association Franchise Business Services Global Cold Chain Alliance Golf Course Superintendents Association of America Heating, Air-conditioning, & Refrigeration Distributors International Independent Bakers Association Independent Community Bankers of America **Independent Electrical Contractors** Institute of Real Estate Management International Association of Plastics Distribution International Foodservice Distributors Association International Franchise Association

International Housewares Association International Council of Shopping Centers Irrigation Association ISSA - The Worldwide Cleaning Industry Association Main Street Alliance Manufactured Housing Institute Metals Service Center Institute National Association for the Self-Employed National Association of Chemical Distributors National Association of Electrical Distributors National Association of Home Builders National Association of Professional Insurance Agents National Association of REALTORS® National Association of the Remodeling Industry National Association of Theatre Owners National Association of Trailer Manufacturers National Association of Wholesaler-Distributors National Association of Women Business Owners National Automatic Merchandising Association National Automobile Dealers Association National Beer Wholesalers Association National Club Association National Community Pharmacists Association National Confectioners Association National Cotton Council National Council of Chain Restaurants National Electrical Contractors Association National Electrical Manufacturers Representatives Association National Employment Opportunity Network National Federation of Independent Business National Fisheries Institute National Franchisee Association National Independent Automobile Dealers Association National LGBT Chamber of Commerce National Marine Distributors Association National Mining Association National Propane Gas Association National Ready Mixed Concrete Association National Restaurant Association National Retail Federation National Roofing Contractors Association National RV Dealers Association National Small Business Association National Tooling and Machining Association North American Association of Food Equipment Manufacturers North American Die Casting Association

Outdoor Industry Association Outdoor Power Equipment and Engine Service Association Pet Industry Distributors Association Petroleum Equipment Institute Petroleum Marketers Association of America Polyisocyanurate Insulation Manufacturers Association Precision Machined Products Association Precision Metalforming Association Professional Beauty Association Promotional Products Association International **Retail Industry Leaders Association** Secondary Materials and Recycled Textiles Association Security Hardware Distributors Association Small Business & Entrepreneurship Council Small Business Council of America **Small Business Legislative Council Small Business Majority** Small Business Roundtable Society of Collision Repair Specialists Society of Industrial and Office REALTORS® Specialty Equipment Market Association Spray Polyurethane Foam Alliance SPRI The Association For Manufacturing Technology The Institute of Internal Auditors The Real Estate Roundtable Tile Roofing Industry Alliance Tire Industry Association **Transportation Intermediaries Association** Travel Goods Association Travel Technology Association U.S. Travel Association **United Fresh Produce Association** Washington Retail Association Wholesale Florist and Florist Supplier Association Wine & Spirits Wholesalers of America