The Honorable Nancy Pelosi Speaker of the House H-232, The Capitol Washington, D.C. 20515

The Honorable Steny Hoyer U.S. House Majority Leader 1705 Longworth House Office Building Washington D.C., 20515

Dear Speaker Pelosi, Leader Schumer and Leader Hoyer:

On behalf of the undersigned companies and organizations, thank you for your continued commitment to expand and accelerate the deployment of carbon management technologies to reduce emissions, create and retain highly-skilled jobs that pay family-sustaining wages, and spur investment in domestic energy, industry and manufacturing.

As you explore ways to advance budget reconciliation legislation, there remains broad support for the Build Back Better Act's (BBBA) clean energy and industrial tax provisions, providing robust investments to reach our collective climate goals. It is essential that the next iteration of budget reconciliation legislation retain the extraordinary gains made on carbon management and broader clean energy and industrial incentives in the BBBA's most recent text. This tax package will, in turn, deliver an essential down payment on deployment to meet critical emissions reduction targets, while retaining and creating high-wage jobs and fostering domestic energy and industrial production.

Congress now has the historic opportunity to rebuild and retool America's domestic energy, industrial and manufacturing sectors, enabling our economy to achieve net-zero emissions by midcentury. The widely supported enhancements to the federal Section 45Q tax credit in the BBBA incorporate broadly bipartisan legislation introduced this Congress and are consistent with recommendations to reach midcentury climate goals in the Biden Administration's American Jobs Plan. Toward that end, the current BBBA text includes the following measures to bolster the 45Q credit: a multi-year extension of the commence construction window; a direct pay option at full value of the credit; enhanced credit values for industry, electric power and direct air capture; and significantly lowered annual CO<sub>2</sub> capture thresholds to expand eligibility.

Together with transformative policy mechanisms and investments already enacted in the bipartisan Infrastructure Investment and Jobs Act, 45Q enhancements in the BBBA represent a must-pass portfolio of complementary carbon management policies required for any broader strategy to achieve net-zero emissions by midcentury, protect and create high-wage jobs, and support communities and regional economies across the nation.

While further negotiations may change the overall size and scope of budget reconciliation legislation, progress toward reaching U.S. climate targets by 2050 hinges on inclusion of the BBBA's current clean energy and industrial tax components.

We stand ready to work with you to advance the carbon management and broader clean energy and industrial tax policies included as part of the current BBBA, whether in a subsequent iteration of that legislation or in another moving legislative vehicle this Congress.

The Honorable Charles Schumer U.S. Senate Majority Leader S-221, The Capitol Washington, D.C. 20510

## Sincerely,

AFL-CIO National Wildlife Federation LafargeHolcim The Nature Conservancy United Steelworkers **GE** Power International Brotherhood of Boilermakers Third Way Lehigh Hanson, Inc. Summit Carbon Solutions LIUNA Clean Air Task Force ADM CarbonBuilt, Inc. **Illinois Clean Fuels** Advanced Resources International, Inc. LanzaTech Wyoming Energy Authority **Carbon Solutions LLC** Waste Management Sustainable Energy Solutions Quad County Corn Processors Wolf Carbon Solutions US Carbon Direct Lambda Carbon Solutions LLC Zero Carbon Partners, LLC Caprock Carbon, LLC Air Company CarbonFree Green Plains Remora **Capital Power Infinium Operations** Mars Materials Midwest AgEnergy Mitsubishi Heavy Industries America Svante Inc Algae Biomass Organization Avalon International Corporation Cemvita Factory Inc. Chart Industries, Inc. **Enchant Energy Corporation** CPV Carbon GeoCapture Chabina Energy Partners, LLC **Blue Planet Systems** 

Seachange, Inc. Highly Innovative Fuels NSI Inc. AirCapture Carbon America Hallisey and Johnson PC Oxy Low Carbon Ventures CarbonQuest Carbon Engineering Gravitas Infinitum Utility Workers Union of America Talen Energy **Renewable Fuels Association** Schlumberger Technology Corporation International CCS Knowledge Centre Rainbow Energy Center LLC Siouxland Energy Cooperative Starwood Energy Group Citizens' Climate Lobby Melzer Consulting Archaea Energy Inc. Republic Services, Inc. 8 Rivers Capital, LLC Equinor US Carbon Utilization Research Council LIUNA Minnesota Growth Energy **CF** Industries Blue Spruce Operating LLC Carbon180 TERRACOH Inc. CarbonCapture Inc **TotalEnergies** Core Energy LLC Denbury Inc. Bloom Energy Prairie State Energy Campus The Energy Advance Center Systems International & The ZEROS Project Climeworks AG Pennsylvania Department of Conservation and Natural Resources National Waste & Recycling Association United Association of Union Plumbers and Pipefitters (UA) C2ES FCM Carbon Solutions JB Energy Partners, LP Spry Holdings **Compact Membrane Systems** 

Verde C02 LLC Consumer Energy Alliance Ming Energy Partners LLC Baker Hughes LSB Industries, Inc. **Biomass Power Association** Carbon Capture Coalition New Energy Risk Navigator CO2 California Resources Corporation Battelle The Fidelis New Energy Companies (Gron Fuels, LLC; Capio Sequestration, LLC; Cyclus Steam & Power, LLC; HyTerra, LLC) RINGNECK ENERGY, LLC ArcelorMittal Calpine LIUNA North Dakota Integrated Carbon Solutions