

January 31, 2022

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

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

The Honorable Steny Hoyer
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 CO₂ 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.

Sincerely,

AFL-CIO

National Wildlife Federation

LafargeHolcim

The Nature Conservancy

United Steelworkers

GE Power

International Brotherhood of Boilermakers

Third Way

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

Midwest AgEnergy

Mitsubishi Heavy Industries America

Svante Inc

Algae Biomass Organization

Avalon International Corporation

Cemvita Factory Inc.

Chart Industries, Inc.

Sustainable Energy Solutions

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
TERRACOH, Inc.
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
United Association of Union Plumbers and Pipefitters (UA)
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