

The Honorable Mike Crapo  
239 Dirksen Senate Office Building  
Washington, DC 20510

The Honorable Jason Smith  
1011 Longworth House Office Building  
Washington, DC 20515

The Honorable Ron Wyden  
221 Dirksen Senate Office Building  
Washington, DC 20510

The Honorable Richard Neal  
372 Cannon House Office Building  
Washington, DC 20515

January 7, 2025

Dear Chairman Crapo, Ranking Member Wyden, Chairman Smith and Ranking Member Neal:

On behalf of the undersigned trade associations representing millions of American workers across the domestic energy sector, we urge you to prioritize energy security, reliability and affordability as your committees consider potential legislation to reform the tax code. An all-of-the-above tax code is necessary to support an all-of-the-above electricity grid that can meet rising demand, ensure a reliable, resilient grid, and increasingly clean grid, and maintain affordability for American families.

America's energy sector is the backbone of our economy and national security. As global events continue to demonstrate the strategic importance of domestic energy production, federal tax policy should support a robust, diverse energy portfolio that includes both traditional and renewable sources available to all market participants.

The coming decades will see unprecedented growth in electricity demand driven by economic expansion including the build-out of data centers and the continued onshoring of manufacturing. Data sourced from S&P Global forecasts a 20-percent increase by 2030 alone, and we cannot supply this demand without increasing domestic energy production. Meeting this challenge while maintaining energy affordability and reliability will require maximizing every domestic energy source available. Tax policy that supports investment across the full spectrum of energy resources is essential to achieve these goals.

Our member companies are creating millions of new good-paying American jobs. Investing in domestic energy production, energy infrastructure, and manufacturing will support continued job growth and economic development in communities across the country while reducing costs for American families and businesses. The existing suite of energy tax credits, and the investment they are driving, has led to a reduction of both wholesale power and capacity prices delivering an 11-percent reduction in power system costs and saving consumers money on their electric bill.

As your committees evaluate energy tax policy, we stand ready to serve as a resource and share our industry's expertise. We ask that you take a balanced approach to tax reform that maintains tax incentives for all forms of domestic energy production and storage, to best serve American consumers, workers, and our national security interests.

Thank you for your consideration of these important issues.

American Clean Power Association  
American Public Power Association  
Carbon Utilization Research Council  
Edison Electric Institute  
National Electrical Manufacturers Association  
National Hydropower Association  
National Rural Electric Cooperative Association  
Nuclear Energy Institute