



June 6, 2025

The Honorable Mike Crapo, Chairman  
Senate Committee on Finance  
219 Dirksen Senate Office Building  
Washington, DC 20510

The Honorable Ron Wyden, Ranking Member  
Senate Committee on Finance  
219 Dirksen Senate Office Building  
Washington, DC 20510

Dear Chairman Crapo and Ranking Member Wyden:

Representing the American Institute of CPAs (AICPA) and state CPA societies in 53 states and jurisdictions, we write to you today to urge you to retain the ability for all pass-through entities to deduct state and local taxes at the entity level. The House-passed *One Big Beautiful Bill Act* eliminates this deduction for specified service trades or businesses (SSTBs), which includes accountants, doctors, nurses, pharmacists and other professionals. This will result in a tax increase for accountants throughout the country.

The pass-through entity tax (PTET) deduction of state and local taxes has mostly provided for parity between corporations and pass-throughs. The House bill targets professionals simply based upon their chosen occupation. We believe that this is discriminatory and unfair. At a time in which tax reform is focused on job creation and economic growth, this will have the opposite impact. In fact, an analysis by the Tax Foundation shows that the House bill language eliminating the deduction for SSTBs will reduce GDP by 0.2 percent.

If this provision is signed into law, CPAs across the country will be worse off than they were with the passage of the Tax Cuts and Jobs Act in 2017. The House-passed *One Big Beautiful Bill Act* does not provide simplicity nor fairness to millions of pass-through businesses that are job creators in our local towns and cities. As you consider tax reform in the Senate, we urge you to retain the current ability for pass-throughs to deduct entity-level state and local taxes.



Sincerely,

American Institute of CPAs  
Alabama Society of CPAs  
Alaska Society of CPAs  
Arizona Society of CPAs  
Arkansas Society of CPAs  
California Society of CPAs  
Colorado Society of CPAs  
Connecticut Society of CPAs  
Greater Washington Society of CPAs  
Florida Institute of CPAs  
The Georgia Society of CPAs  
Guam Society of CPAs  
Hawaii Society of CPAs  
Idaho Society of CPAs  
Illinois CPA Society  
Indiana CPA Society  
Iowa Society of CPAs  
Kansas Society of CPAs  
Kentucky Society of CPAs  
Society of Louisiana CPAs  
Maine Society of CPAs  
Maryland Association of CPAs  
Massachusetts Society of CPAs  
Michigan Association of CPAs  
Minnesota Society of CPAs  
Mississippi Society of CPAs  
Missouri Society of CPAs  
Montana Society of CPAs

Nebraska Society of CPAs  
Nevada Society of CPAs  
New Hampshire Society of CPAs  
New Jersey Society of CPAs  
New Mexico Society of CPAs  
New York State Society of CPAs  
North Carolina Association of CPAs  
North Dakota CPA Society  
The Ohio Society of CPAs  
Oklahoma Society of CPAs  
Oregon Society of CPAs  
Pennsylvania Institute of CPAs  
Puerto Rico Society of CPAs  
Rhode Island Society of CPAs  
South Carolina Association of CPAs  
South Dakota CPA Society  
Tennessee Society of CPAs  
Texas Society of CPAs  
Utah Association of CPAs  
Vermont Society of CPAs  
Virgin Islands Society of CPAs  
Virginia Society of CPAs  
Washington Society of CPAs  
West Virginia Society of CPAs  
Wisconsin Institute of CPAs  
Wyoming Society of CPAs