

Protecting America's Strong Tradition of Giving

April 29, 2013

The Honorable Jim Sensenbrenner U.S. House of Representatives 2449 Rayburn House Office Building Washington, D.C. 20515

The Honorable Jim Matheson U.S. House of Representatives 2211 Rayburn House Office Building Washington, D.C. 20515

Dear Representatives Sensenbrenner and Matheson:

Thank you for your leadership and commitment to protecting charitable giving in America and your recognition of the vital role and impact of the charitable sector. At a time when people and communities are struggling to do more with less, we need to find more ways to encourage giving, not dissuade it.

The *Preserve the Charitable Contribution Deduction Act* that you recently introduced is an important step in the right direction and sends an important message that the charitable deduction should not be limited as a consequence of tax reform. We welcome the strong support you and House co-sponsors have shown at a time when charitable giving incentives are threatened like never before.

Although we do not yet know the full impact of the Pease limitation on charitable donations, we have already seen a reaction by donors particularly in the timing of gifts on which charities rely. In 2003, approximately 60,000 taxpayers with nearly \$890 million in charitable deductions had more than half of their itemized deductions disallowed through the Pease provision. We simply cannot afford to experiment further with vital incentives designed to encourage charitable giving.

The Coalition's diverse membership of more than 60 nonprofits, foundations and other charitable organizations is united more than ever in an effort to protect the charitable deduction. While significant decisions must be made to address our fiscal challenges, tampering with the 100-year-old charitable deduction is not a viable solution.

Moving forward, we are committed to working with you and other federal lawmakers to identify the best ways to preserve the charitable deduction and the important community efforts it supports.

Sincerely,

Association of Fundraising Professionals, Chair

Agudath Israel of America

Alliance for Charitable Reform

Alliance for Children and Families

Alliance of Nonprofit Mailers

American Alliance of Museums

American Institute for Cancer Research

American Red Cross

Association of Art Museum Directors

Association of Christian Schools International

Association of Direct Response Fundraising Counsel

Association for Healthcare Philanthropy

Council for Advancement and Support of Education

Council for American Private Education

Council for Christian Colleges & Universities

Council on Foundations

Dance/USA

Direct Marketing Association Nonprofit Federation

Dunham+Company

Educational Media Foundation

The Field Museum

Goodwill Industries International, Inc.

The Jewish Federations of North America

Leadership 18

League of American Orchestras

National Association of Independent Schools

National Council for Community Behavioral Healthcare

OPERA America

The Philanthropy Roundtable

St. Baldrick's Foundation

Saint Louis Art Museum

Theatre Communications Group

United Cerebral Palsy

United Neighborhood Centers of America

United Way Worldwide

Volunteers of America