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April 8, 2024

The Honorable Ron Wyden  
 Chairman  
 Committee on Finance  
 United States Senate  
 Washington, D.C. 20510

The Honorable Jason Smith  
 Chairman  
 Committee on Ways and Means  
 United States House of Representatives  
 Washington, D.C. 20515

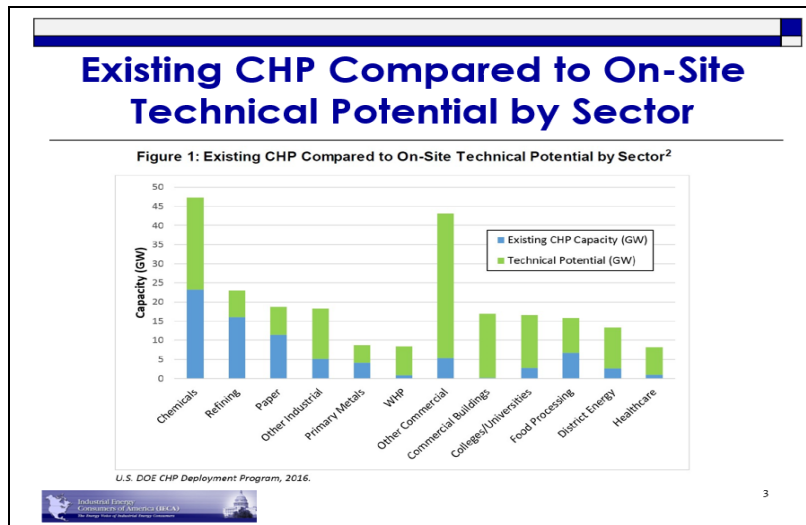
The Honorable Mike Crapo  
 Ranking Member  
 Committee on Finance  
 United States Senate  
 Washington, D.C. 20510

The Honorable Richard Neal  
 Ranking Member  
 Committee on Ways and Means  
 United States House of Representatives  
 Washington, D.C. 20515

**Re: CHP/Waste Energy Recovery Property Investment Tax Credits**

Dear Chairmen Wyden and Smith, Ranking Members Crapo and Neal:

On behalf of our member companies, we strongly support the combined heat and power (CHP) and waste heat to power (WHP) investment tax credits (ITC), which are set to expire on December 31, 2024. We urge you to extend them to 2026. Industrial self-generation of power and steam reduces energy costs, is the most energy efficient technology for production of power, increases reliability of the grid, increases manufacturing competitiveness, avoids GHG emissions, and reduces electric transmission congestion costs. There is still significant potential.



CHP/WHP can produce power at up to 80 percent energy efficiency as compared to natural gas combined cycle at 45-57 percent.

Industrial CHP and WHP technologies are unique because they operate 24/7 and play a very important role in grid load management. When manufacturers use CHP and WHP they consume most of the power but have the ability to export power to the grid when needed. They are not in the power generation business.

We look forward to working with you on this important issue.

Sincerely,

Paul N. Cicio  
*Paul N. Cicio*  
President & CEO

cc: Senate Committee on Finance  
House Committee on Ways and Means

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*The Industrial Energy Consumers of America is a nonpartisan association of leading manufacturing companies with \$1.3 trillion in annual sales, over 12,000 facilities nationwide, and with more than 1.9 million employees worldwide. It is an organization created to promote the interests of manufacturing companies through advocacy and collaboration for which the availability, use and cost of energy, power or feedstock play a significant role in their ability to compete in domestic and world markets. IECA membership represents a diverse set of industries including: chemicals, plastics, steel, iron ore, aluminum, paper, food processing, fertilizer, insulation, glass, industrial gases, pharmaceutical, consumer goods, building products, automotive, independent oil refining, and cement.*