























December 11, 2019

The Honorable Nancy Pelosi Speaker U.S. House of Representatives Washington, DC 20515

The Honorable Mitch McConnell Majority Leader **United States Senate** Washington, DC 20510

Dear Leaders:

The Honorable Kevin McCarthy Republican Leader U.S. House of Representatives Washington, DC 20515

The Honorable Charles E. Schumer Democratic Leader **United States Senate** Washington, DC 20510

As the leading voices of the conservation and appraisal communities, we urge you to take immediate action and pass S. 170/H.R. 1992, the Charitable Conservation Easement Program Integrity Act of 2019.

Every fall, solicitations appear in publications promising enormous profits from short-term investments in conservation easement syndications. This year is no different: One recent ad, for example, promises investors \$600,000 in charitable deductions for each \$100,000 invested.

These fraudulent transactions are costing the U.S. government real money: Between 2010 and 2016, investors claimed more than \$20 billion in bogus deductions from these transactions, with billions more expected this year. Moreover, this egregious abuse risks tarnishing a worthy program that has incentivized the conservation of millions of acres of irreplaceable lands, including farmland, forests, ranches and wetlands that provide communities across our nation with greater access to locally grown food, space to recreate, and cleaner air and water.

The Department of the Treasury has long labeled these investment schemes "abusive tax shelters" while the Department of Justice says these syndicates lack economic substance and are shams. Yet, while the IRS and DOJ have taken action, including warning investors to avoid the schemes, many promoters and investors continue to flout the government's attempts to curb these abuses.

It's time for Congress to ensure that this commendable program can no longer be exploited as a getrich-quick scheme at the expense of American taxpayers. We stand united in our support for the pending legislation, which is the fastest and most efficient way to stop this abuse and save taxpayers billions of dollars. It is urgently needed and long overdue. We respectfully ask you to pass S. 170/H.R. 1992, the Charitable Conservation Easement Program Integrity Act of 2019.

Sincerely,

American Society of Farm Managers and Rural Appraisers

American Society of Appraisers

Appalachian Trail Conservancy

Appraisal Institute

Ducks Unlimited

Land Trust Alliance

Partnership of Rangeland Trusts

Pheasants Forever Quail Forever

The Conservation Fund

The Nature Conservancy

Theodore Roosevelt Conservation Partnership

The Trust for Public Land

CC:

The Honorable Richard Neal
The Honorable Kevin Brady
The Honorable Charles E. Grassley
The Honorable Ron Wyden
The Honorable Mike Thompson
The Honorable Mike Kelly
The Honorable Steve Daines
The Honorable Debbie Stabenow

For further information, feel free to contact:

Stephen Frerichs, American Society of Farm Managers and Rural Appraisers, sfrerichs@comcast.net

John Russell, American Society of Appraisers, jrussell@appraisers.org

Brendan Mysliwiec, Appalachian Trail Conservancy, bmysliwiec@appalachiantrail.org

Bill Garber, Appraisal Institute, bgarber@appraisalinstitute.org

Gido Tori, Ducks Unlimited, gtori@ducks.org

Lori Faeth, Land Trust Alliance, lfaeth@lta.org

Erik Glenn, Partnership of Rangeland Trusts, eglenn@ccalt.org

Bethany Erb, Pheasants Forever & Quail Forever, <u>berb@pheasantsforever.org</u>

Kelly Reed, The Conservation Fund, kreed@conservationfund.org

Kameran Onley, The Nature Conservancy, konley@tnc.org

Steve Kline, Theodore Roosevelt Conservation Partnership, skline@trcp.org

Myke Bybee, The Trust for Public Land, myke.bybee@tpl.org