

March 16, 2022

The Honorable Michael McCaul
U.S. House of Representatives
Washington, DC 20515

The Honorable Doris Matsui
U.S. House of Representatives
Washington, DC 20515

Dear Representatives McCaul and Matsui:

On behalf of SEMI, I write to thank you for your leadership and support to introduce the Facilitating American-Built Semiconductors (FABS) Act. This legislation is vital to provide a foundational incentive for investments in domestic design and manufacturing facilities for semiconductors and semiconductor equipment. It will strengthen the supply chain of the semiconductor industry in the U.S. and the countless industries that depend on it.

Semiconductors underpin all electronics and enable innovation and growth in countless other industries, including medical devices, automobiles, defense and critical infrastructure. Providing a broad investment tax credit for facilities producing semiconductors and semiconductor equipment will help the U.S. keep pace with incentive proposals around the world, complement the programs created by the CHIPS Act, and make the U.S. more competitive for the next wave of manufacturing capacity investments. Offering incentives for facilities producing the semiconductor equipment needed for new fabs and capacity growth is particularly important to ensure those projects begin production on schedule, while increased incentives for semiconductor research will support innovation in all segments of the industry.

We look forward to working with you to move this critical legislation forward.

Sincerely,

A handwritten signature in black ink, appearing to read "Ajit Manocha", written over a horizontal line.

Ajit Manocha
President and Chief Executive Officer
SEMI

cc:

Representative Mike Kelly
Representative Suzan DelBene
Representative Elise Stefanik
Representative Dan Kildee
Representative John Katko
Representative Elissa Slotkin
Representative Peter Meijer