June 30, 2020

Mr. John Dougherty
Chief, Wholesale Trade Branch
Economy-Wide Statistics Division
U.S. Census Bureau

4600 Silver Hill Road
Washington, DC 20233
RE: Federal Register notice of June 3, 2020 for the Annual Wholesale Trade Survey (OMB Number: 0607-0195)

Dear Mr. Dougherty:
The Bureau of Economic Analysis (BEA) strongly supports the continuation of the Census Bureau's Annual Wholesale Trade Survey (AWTS). This important survey is our main data source for key components of BEA's economic statistics. BEA uses information from this survey to estimate the change in private inventories component of gross domestic product (GDP) and output in both the benchmark and annual input-output (I-O) accounts and GDP by industry statistics. In addition, data on sales taxes, which are collected on this survey quinquennially, are also used to prepare estimates of GDP by industry and to derive industry output for the I-O accounts. A list of items used by BEA is in the attached table.

Additionally, BEA strongly supports the collection of the expense data for detailed operating expenses with the AWTS that were previously collected quinquennially on the Business Expenses Supplement (BES). A list of items (as previously obtained through the BES) and their use by BEA also are attached.

Please keep BEA informed about any modifications to this survey. We are particularly interested in any modifications proposed during the forms’ approval process that would substantially affect our use of these data. For additional information, please contact Tiffany Burrell, Source Data Coordinator, at 301-278-9618 or by e-mail at Tiffany.Burrell@bea.gov. Should you need assistance in justifying this survey to the Office of Management and Budget, please do not hesitate to contact BEA.

Sincerely,

| DENNIS | Digitally signed by DENNIS FIXLER |
| :---: | :---: |
| FIXLER | Date: |

Dennis J. Fixler
Chief Economist
Attachment

Bureau of Economic Analysis U.S. DEPARTMENT OF COMMERCE

## ATTACHMENT

## BEA Use of Annual Wholesale Trade Survey Items

| I. Wholesale Distributors |  |
| :---: | :---: |
| Items on SA-42 (Wholesale Distributor) | BEA Use |
| Dollar volume of business | Real inventory/sales ratios <br> Industry output for the annual I-O accounts and GDP-by-industry |
| E-commerce | Industry output for the annual I-O accounts and GDP-by-industry |
| Value of Inventories | Change in private inventories component of GDP Industry output for the annual I-O accounts and GDP-by-industry |
| Inventory Valuation Method | Change in private inventories component of GDP Industry output for the annual I-O accounts and GDP-by-industry |
| Purchases of Products | Change in private inventories component of GDP Industry output for the annual I-O accounts and GDP-by-industry |
| Operating Expenses | Industry output for the benchmark and annual I-O accounts and GDP-by-industry |
| II. Agents, Brokers, and Electronic Markets |  |
| Items on SA-42 (AGBR) | BEA Use |
| Dollar volume of business | Industry output for the annual I-O accounts and GDP-by-industry |
| Operating Expenses | Industry output for the benchmark and annual I-O accounts and GDP-by-industry |
| III. MSBO forms |  |
| Items on SA-42 (MSBO) | BEA Use |
| Dollar volume of business | Real inventory/sales ratios <br> Industry output for the annual I-O accounts and GDP-by-industry |
| E-commerce | Industry output for the annual I-O accounts and GDP-by-industry |
| Value of Inventories | Change in private inventories component of GDP Industry output for the annual I-O accounts and GDP-by-industry |
| Inventory Valuation Method | Change in private inventories component of GDP Industry output for the annual I-O accounts and GDP-by-industry |
| Operating Expenses | Industry output for the benchmark and annual I-O accounts and GDP-by-industry |

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| IV. Quinquennial Collection (formerly from Business Expenses Supplement), Annual Wholesale Trade Survey |  |
| :---: | :---: |
| Items used (formerly on SA-42 (ESUP)) | BEA Use |
| Annual Payroll before deductions | Intermediate Inputs |
| Employers cost for fringe benefits | Intermediate Inputs |
| Contract temporary staff and leased employee expense | Intermediate Inputs |
| Expensed equipment | Intermediate Inputs |
| Purchase of packaging materials and containers | Intermediate Inputs |
| Purchases of other materials, parts, and supplies (not for resale) | Intermediate Inputs |
| Commission expenses | Intermediate Inputs |
| Expensed purchases of software | Intermediate Inputs |
| Data processing and other purchased computer services | Intermediate Inputs |
| Purchased communication services | Intermediate Inputs |
| Purchased repairs and maintenance to machinery and equipment | Intermediate Inputs |
| Purchased repairs and maintenance to building structures and offices | Intermediate Inputs |
| Leased and rental payments for machinery equipment and other tangible items | Intermediate Inputs |
| Leased and rental payments for land, buildings, structures, store spaces and offices | Intermediate Inputs |
| Purchased electricity | Decomposition of intermediate inputs in capital (K), labor (L), energy (E), materials (M), and purchased services (S) (KLEMS) |
| Purchased fuels | KLEMS |
| Water sewer refuse removal and other utility payments | KLEMS |
| Purchased transportation shipping and warehousing services | Intermediate Inputs |
| Purchased advertising and promotional services | Intermediate Inputs |
| Purchased professional and technical services | Intermediate Inputs |
| Depreciation and amortization charges | Intermediate Inputs |
| Government taxes and license fees | Intermediate Inputs |
| All other operating expenses | Intermediate Inputs |
| Total Operating Expenses | Intermediate Inputs |
| Interest Expense | Intermediate Inputs |

