

November 19, 2018

Ms. Laurie Brimmer  
Internal Revenue Service  
Room 6526  
1111 Constitution Avenue, NW  
Washington, DC 20224

RE: *Federal Register* notice of October 6, 2018, for Internal Revenue Service,  
Form 1120-C, U.S. Business Income Tax Return (OMB Number: 1545-0123, formerly  
1545-2052)

Dear Ms. Pinkston:

The Bureau of Economic Analysis (BEA) strongly supports the continued collection of data by the Internal Revenue Service on form 1120-C collected as a “single collection of information” under OMB control number 1545-0123. This form, and the newly created Form 1125-A (formerly schedule A) are BEA's main data source for key components of BEA’s economic statistics.

Data from these forms are used to prepare estimates of the non-farm proprietors’ income component of national income. Specifically, information on income and deductions, cost of goods sold, and dividends and special deductions are used to prepare annual estimates of patronage dividends of farmers’ cooperatives. Items used to prepare these estimates are listed in the attachment.

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

Sincerely,



Dennis J. Fixler  
Chief Economist

Attachment

## Attachment

### Items from IRS Form 1120-C and Related Schedules Used by BEA

Forms Used	Items Used	BEA Estimate
Form 1120-C	Income and Deductions	Annual estimates of patronage dividends of farmers' cooperatives, non-farm proprietors' income
Form 1125-A (formerly Form 1120 Schedule A)	Cost of goods sold	
Schedule C	Dividends and Special Deductions	