

FARMER CO-OPS PROVIDING FOR ILLINOIS

Farmer co-ops in Illinois and around the country give individual farmers the opportunity to truly participate in the agricultural and food system, all the way from farm to retail.

Farmer co-ops are taxed differently than other types of companies. Section 199A was passed to put co-ops and small businesses on even footing with big corporations. It has been a success and was critical in seeing farmer co-ops and their members thrive through a pandemic, unrest around the globe, and the highest inflation in a generation. Congress should stand up for agriculture and extend this important tax provision.



2,663

Jobs in State

\$217,714,351

Wages in State

36,546

Farmer-Members in State

\$28,048,724

Total Annual Section 199A Deductions Passed Through to Farmer-Members in State

NATIONAL COUNCIL OF FARMER COOPERATIVES

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STATE SUCCESS STORY

“Central Commodity FS entered into the grain business in 2020 with the acquisition of a 1.8 million bu. facility in Rosamond, IL. We have since merged with a neighboring grain cooperative and currently have three facilities. The 199A deduction has helped us invest back into our grain business. These investments total nearly 10 million dollars over the past 4 years. These investments have helped local farmers have the ability to harvest their crop faster and market that crop profitably. With the investment we have increased the speed that we can take farmer’s grain and have increased the quantity of grain we can store by 21% or 1,600,000 bu. This growth has resulted in a 25% increase in the number of grain department employees. We have also had the opportunity to pass the 199A deduction through to our farmer patrons allowing them to reinvest in domestic labor. The grain business is a capital intense business and without the increased working capital provided by 199A the ability to invest and grow our grain business would be greatly diminished. United States agriculture is one domestic industry in which we still lead the world. 199A provides a tool for future investment to grow our ability to keep American farmers competitive with increasing competition from foreign agriculture interests. 199A works for agribusiness, the American farmer, and the United States of America.”

Mark Bauman

Central Commodity FS



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