

NORTHWEST KANSAS FARM MANAGEMENT ASSOCIATION
PROFIT CENTER ANALYSIS: 5-YEAR AVERAGE & 2007
IRRIGATED SUDAN-CANE HAY

	2002-2006	2007
Number of Farms	9	5
Crop Acres	80	84
Acres Owned	46	52
Acres Rented	35	32
Yield / Acre	2.98	5.81
Tons	224	484
Operator Percentage	93.83%	99.17%
Gross Income / Acre	\$175.19	\$493.95
Variable Costs / Acre	\$154.29	\$176.55
Total Expense / Acre	\$222.57	\$305.44
Gross Income / Ton	\$62.61	\$85.73
Total Expense / Ton	\$79.55	\$53.01

	Total Dollars	\$/Ton	\$/Acre	Total Dollars	\$/Ton	\$/Acre
INCOME:						
Sudan - Cane Hay (Operator's Share)	\$11,853.37	\$52.82	\$147.80	\$26,202.72	\$54.14	\$311.94
Patronage Refunds	\$51.94	0.23	0.65	\$168.48	0.35	2.01
Government Payments	\$2,079.30	9.27	25.93	\$15,106.32	31.21	179.84
Miscellaneous Income	\$65.64	0.29	0.82	\$14.14	0.03	0.17
OTHER INCOME	\$2,196.89	\$9.79	\$27.39	\$15,288.94	\$31.59	\$182.01
GROSS INCOME	\$14,050.26	\$62.61	\$175.19	\$41,491.66	\$85.73	\$493.95
EXPENSES:						
Labor Hired	\$492.76	\$2.20	\$6.14	\$1,952.71	\$4.03	\$23.25
General Machinery Repairs	\$1,320.93	5.89	16.47	\$2,382.69	4.92	28.37
Irrigation Equipment Repairs	\$428.52	1.91	5.34	\$165.05	0.34	1.96
Interest Paid	\$1,029.16	4.59	12.83	\$587.19	1.21	6.99
Seed / Other Crop Expense	\$1,033.89	4.61	12.89	\$957.16	1.98	11.39
Fertilizer / Lime	\$881.39	3.93	10.99	\$2,068.71	4.27	24.63
Machine Hire - Lease	\$2,329.72	10.38	29.05	\$335.80	0.69	4.00
Farm Org Fees / Travel / Publ	\$147.64	0.66	1.84	\$86.40	0.18	1.03
Gas / Fuel / Oil	\$947.88	4.22	11.82	\$2,185.27	4.52	26.02
Irrigation Fuel - Pumping	\$2,143.19	9.55	26.72	\$1,395.53	2.88	16.61
Crop Storage & Marketing	\$0.19	0.00	0.00	\$0.00	0.00	0.00
Personal Property Tax	\$30.19	0.13	0.38	\$54.14	0.11	0.64
General Farm Insurance	\$193.43	0.86	2.41	\$209.17	0.43	2.49
Utilities	\$127.28	0.57	1.59	\$68.86	0.14	0.82
Cash Farm Rent	\$883.83	3.94	11.02	\$2,070.16	4.28	24.64
Herbicide / Insecticide	\$334.95	1.49	4.18	\$281.14	0.58	3.35
Conservation	\$1.16	0.01	0.01	\$26.42	0.05	0.31
Auto Expense	\$47.84	0.21	0.60	\$3.86	0.01	0.05
TOTAL VARIABLE COSTS	\$12,373.94	\$55.14	\$154.29	\$14,830.26	\$30.64	\$176.55
RETURN ABOVE VARIABLE COSTS	\$1,676.32	\$7.47	\$20.90	\$26,661.40	\$55.09	\$317.40
Depreciation	\$1,179.67	5.26	14.71	\$1,952.08	4.03	23.24
Real Estate Tax	\$222.89	0.99	2.78	\$0.00	0.00	0.00
Unpaid Operator Labor	\$1,266.78	5.65	15.80	\$1,421.85	2.94	16.93
Interest Charge *	\$140.00	0.62	1.75	\$892.06	1.84	10.62
TOTAL FIXED COSTS	\$2,809.34	\$12.52	\$35.03	\$4,265.99	\$8.81	\$50.79
Land Charge **	\$2,666.97	\$11.88	\$33.25	\$6,560.85	\$13.56	\$78.11
TOTAL EXPENSE	\$17,850.25	\$79.55	\$222.57	\$25,657.10	\$53.01	\$305.44
NET RETURN TO MANAGEMENT	(\$3,799.99)	(\$16.93)	(\$47.38)	\$15,834.56	\$32.72	\$188.51
NET RETURN TO LABOR-MGT	(\$2,040.46)	(\$9.09)	(\$25.44)	\$19,209.12	\$39.69	\$228.68

*Interest charge equals: ((8.0% times three-fourths the variable costs minus interest paid) plus (4.0% times depreciation times 8)) minus cash interest paid.

**Land charge represents a charge (equal to landlord's share) on owned land and equals (production from owned acres X price / unit X 33.33%). Crop production paid to the landlord on rented land (already removed above), or cash rent is the charge on rented land.

This crop enterprise is based on the operator's share of production, and thus includes only production expenses paid by the operator. A charge management is not included in the expenses.