

TABLE 1. Acreage Summary, Torrance and Santa Fe Counties, Projected 2013.

BUDGET AREA.....ESTANCIA BASIN, TORRANCE AND SANTA FE COUNTIES			
FARM SIZE..... 900 ACRES			
IRRIGATION TYPE.....SPRINKLER and FLOOD			
NUMBER OF CROPS.....6.....			
ACREAGE SUMMARY:	LAND USE (ACRES)	WATER USE	
		AC.IN. PER AC.	TOTAL AC.IN.
ALFALFA ESTABLISHMENT	64.00 *	4	256
ALFALFA	320.00	44	14,080
WHEAT	68.00	15	1,020
ARP	0.00		
FLEX IN CORN FOR SILAGE	12.00	28	336
CORN FOR GRAIN	134.00	28	3,752
ARP	0.00		
FLEX IN CORN FOR SILAGE	24.00	28	672
CORN SILAGE	160.00	30	4,800
PINTO BEAN	80.00	12	960
IDLE, ROADS, HOMESTEAD	100.00		
TOTAL	898.00		25,876
ACRE FEET PER ACRE OF WATER RIGHTS			2.40

* DOUBLE-CROPPED

TABLE 2. Basic cost information for the Estancia Basin, Projected 2013.

Item		
Labor Wage Rate:		
Equipment operators	\$/hour	\$7.80
General & Irrigators	\$/hour	\$7.50
Purchased Inputs:		
Fertilizer:		
Anhydrous Ammonia (NH3)	\$/ton	\$830.00
Nitrogen (N)	\$/pound	\$0.61
Phosphate (P205)	\$/pound	\$0.60
Potash (K20)	\$/pound	\$0.52
Seed:		
Alfalfa	\$/pound	\$6.50
Wheat	\$/pound	\$0.65
Corn	\$/bag	\$242.80
Pinto Beans	\$/pound	\$35.00
Baling Wire	\$/pound	\$0.91
Baling Twine	\$/pound	\$0.64
Natural gas	\$/MCF	\$4.01
(service charge)	\$/month	\$10.00
Diesel fuel	\$/gallon	\$3.00
Gasoline	\$/gallon	\$3.80
Electricity	cents/KwHr	8.87
LP Gas	\$/gallon	\$2.80
Employee Liability Insurance	\$/ \$1,000 wages	\$20.00
Employee Benefits	percent/wages	18.00%
Labor Downtime	percent	25.00%
Financial Rates:		
Operating Capital Interest Rate	percent	5.00%
Land Interest Rate	percent	5.00%
Equipment Interest Rate	percent	5.00%
Real Interest Rate	percent	3.00%
Land Taxes	\$100.00 /acre (full value)	\$1.04
Personal Property Tax Rate	- NR - R	\$/ \$1,000 (Assessed Value) \$25.17
Supervision Factors		
Field Crop-Irrigation	\$/labor hour	\$1.00
Field Crop-Equipment & General	\$/labor hour	\$0.50
Management Rate	percent	7.00%

TABLE 3. Overhead cost information for the Estancia Basin, Projected 2013.

Item		
Electricity (Domestic & Shop)	\$242.00 per month	\$2,904
Telephone	\$139.15 per month	\$1,670
Accounting & Legal		\$1,724
Misc. Supplies & Hand Tools		\$2,589
Pickup and Auto		
miles	31,158 @ \$0.500 per mile	\$15,579
Insurance		
- general liability (non-employee)		\$2,263
- fire/theft		\$1,906
Property Taxes		
- non-planted land		\$0
- other than land & machinery		\$6,010
Building repairs and maintenance		\$1,452
Dues, fees, publications		\$436
Farmstead Equipment		\$188
Total		\$36,720
Total Per Planted Acre		\$46.01

TABLE 6. Alfalfa establishment, sprinkler-irrigated, budgeted per acre costs and returns for a 900 acre farm above average management, Estancia Basin, Projected 2013.
Planting dates: August 1 - September 15

ITEM	PRICE	QUANTITY	PURCHASED INPUTS					TOTAL
<u>PURCHASED INPUTS</u>								
SEED	\$6.50	20 LBS	\$130.00					\$130.00
PUMP WATER*		4 AC. IN.						\$0.00
								\$0.00
SUBTOTAL			\$130.00					\$130.00
<u>PREHARVEST OPERATIONS</u>								
	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DISC (2X)	185 HP	0.18 HR		\$1.40	\$5.59	\$2.36	\$3.98	\$13.33
CHISEL	185 HP	0.20 HR		\$1.56	\$6.22	\$1.43	\$3.50	\$12.71
DISC	185 HP	0.09 HR		\$0.70	\$2.80	\$1.18	\$1.99	\$6.67
FERT SPREADER	65 HP	0.05 HR		\$0.39	\$0.92	\$0.11	\$0.61	\$2.04
PLANE	185 HP	0.19 HR		\$1.48	\$5.90	\$1.10	\$3.75	\$12.24
DRILL	65 HP	0.21 HR		\$1.64	\$3.88	\$0.49	\$4.47	\$10.48
IRRIGATE (2X)		0.20 HR		\$1.50	\$9.77	\$0.00	\$1.21	\$12.48
SUBTOTAL		1.12 HR		\$8.68	\$35.09	\$6.66	\$19.51	\$69.94
<u>OVERHEAD EXPENSES</u>								
DOWNTIME		0.23 HR		\$1.79				\$1.79
EMPLOYEE BENEFITS				\$1.56				\$1.56
INSURANCE			\$0.17					\$0.17
SUPERVISION AND MANAGEMENT				\$14.66				\$14.66
SUBTOTAL		0.23 HR	\$0.17	\$18.01				\$18.19
<u>TOTAL OPERATING EXPENSES</u>		1.35 HR	\$130.17	\$26.69	\$35.09	\$6.66	\$19.51	\$218.13

TABLE 7. Alfalfa hay, sprinkler-irrigated, budgeted per acre costs and returns for a 900 acre farm with above average management, Estancia Basin, Projected 2013.
Harvesting dates: June 15 - October 15

ITEM	PRICE	YIELD						TOTAL
GROSS RETURNS								
ALFALFA HAY	\$245.00	5.00 TONS (STACKED)						\$1,225.00
GRAZING	\$10.00	1.00 ACRE						\$10.00
TOTAL							\$1,235.00	
PURCHASED INPUTS								
PURCHASED INPUTS	PRICE	QUANTITY	PURCHASED INPUTS				FIXED COST	TOTAL
PHOSPHATE (P205)	\$0.60	92.00 LBS	\$55.20					\$55.20
INSECTICIDE (CUSTOM)	\$23.14	1.00 ACRE	\$23.14					\$23.14
LIVESTOCK FAC & EQUIP							\$5.00	\$5.00
PLASTIC TWINE	\$0.64	850.00 FT	\$0.14					\$0.14
ESTABLISHMENT: Principal		5.00 YEARS					\$43.63	\$43.63
: Interest							\$6.15	\$6.15
PUMP WATER*		44.00 AC. IN.						
SUBTOTAL			\$78.48				\$54.78	\$133.26
PREHARVEST OPERATIONS								
PREHARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
FERT SPREADER	185 HP	0.05 HR		\$0.39	\$1.55	\$0.33	\$1.15	\$3.42
IRRIGATE (10X)		1.00 HR		\$7.50	\$107.52	\$0.00	\$13.30	\$128.32
SUBTOTAL		1.05 HR		\$7.89	\$109.08	\$0.33	\$14.45	\$131.75
HARVEST OPERATIONS								
SWATHER (3X)	16 FT SP	0.33 HR		\$2.57	\$3.71	\$0.48	\$12.50	\$19.25
RAKE (3X)	65 HP	0.15 HR		\$1.17	\$2.77	\$0.34	\$1.86	\$6.14
BALER (3X)	155 HP	0.21 HR		\$1.64	\$6.53	\$1.55	\$22.80	\$32.52
LOAD & HAUL (3X)	2 TON	1.50 HR		\$11.70	\$73.33	\$20.36	\$19.87	\$125.26
SUBTOTAL		2.19 HR		\$17.08	\$86.33	\$22.73	\$57.03	\$183.17
OVERHEAD EXPENSES								
DOWNTIME		0.52 HR		\$4.08				\$4.08
EMPLOYEE BENEFITS				\$4.49				\$4.49
INSURANCE			\$0.50					\$0.50
LAND TAXES							\$1.04	\$1.04
SUPERVISION AND MANAGEMENT				\$88.50				\$88.50
OTHER EXPENSES			\$46.01					\$46.01
SUBTOTAL		0.52 HR	\$46.51	\$97.07			\$1.04	\$144.62
TOTAL OPERATING EXPENSES		3.76 HR	\$124.99	\$122.04	\$195.41	\$23.06	\$127.30	\$592.80
NET OPERATING PROFIT							\$642.20	
INTEREST ON OPERATING CAPITAL		(\$75.68	@	5.00%)	\$3.78	
INTEREST ON EQUIPMENT INVESTMENT							\$6.78	
RETURN TO LAND AND RISK							\$631.63	

* Pump water costs are shown under irrigation in the preharvest operations section.

BUDGET SUMMARY

GROSS RETURN		\$1,235.00	
VARIABLE OPERATING EXPENSES	\$343.46		
RETURN OVER VARIABLE EXPENSES	\$891.54	(GROSS MARGIN)	
FIXED EXPENSES	\$127.30		
NET FARM INCOME	\$764.24	(RETURN TO CAPITAL, LABOR, LAND & RISK)	
LABOR AND MANAGEMENT COST	\$122.04		
NET OPERATING PROFIT	\$642.20	(RETURN TO CAPITAL, LAND & RISK)	
CAPITAL COSTS	\$10.57		
RETURN TO LAND AND RISK		\$631.63	

TABLE 8. Wheat, sprinkler-irrigated, budgeted per acre costs and returns for a 900 acre farm with above average management, Estancia Basin, Projected 2013.
 Planting dates: September 15 - October 31
 Harvesting dates: July 15 - August 5

ITEM	PRICE	YIELD	BASE	TOTAL
GROSS RETURNS				
WHEAT	\$7.75	55.00 BUSHELS		\$426.25
DIRECT PAYMENT	\$0.00	55.00 BUSHELS	0.85	\$0.00
COUNTER CYCLICAL PAYMENT	\$0.00			\$0.00
GRAZING	\$40.00	1.00 ACRE		\$40.00
TOTAL				\$466.25

PURCHASED INPUTS	PRICE	QUANTITY	PURCHASED INPUTS	FIXED COST	TOTAL
SEED	\$0.65	100 LBS	\$65.00		\$65.00
ANHYDROUS AMMONIA (NH3)	\$0.42	100 LBS	\$41.50		\$41.50
NITROGEN (N)	\$0.61	22 LBS	\$13.42		\$13.42
PHOSPHATE (P205)	\$0.60	44 LBS	\$26.40		\$26.40
POTASH (K20)	\$0.52	22 LBS	\$11.44		\$11.44
LIVESTOCK FAC & EQUIP PUMP WATER*		15 ACRE IN.		\$5.00	\$5.00
CROP INSURANCE	\$0.74				\$0.74
SUBTOTAL			\$157.76	\$5.00	\$163.50

PREHARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DISC (2X)	185 HP	0.18 HR		\$1.40	\$5.59	\$2.36	\$3.98	\$13.33
FERT SPREADER	185 HP	0.05 HR		\$0.39	\$1.55	\$0.33	\$1.15	\$3.42
ANHYDROUS APPL.	185 HP	0.17 HR		\$1.33	\$5.28	\$0.96	\$2.60	\$10.17
LISTER 6-ROW	126 HP	0.12 HR		\$0.94	\$2.97	\$0.80	\$1.36	\$6.06
DRILL	65 HP	0.21 HR		\$1.64	\$3.88	\$0.49	\$4.47	\$10.48
IRRIGATE (4X)		2.00 HR		\$15.00	\$36.66	\$0.00	\$4.53	\$56.19
SUBTOTAL		2.73 HR		\$20.69	\$55.93	\$4.94	\$18.10	\$99.66

HARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
COMBINE	126 HP	0.30 HR		\$2.34	\$13.49	\$0.55	\$12.56	\$28.94
HAUL	2 TON	0.50 HR		\$3.90	\$12.07	\$3.22	\$4.04	\$23.23
SUBTOTAL		0.80 HR	\$0.00	\$6.24	\$25.56	\$3.77	\$16.60	\$52.17

OVERHEAD EXPENSES	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DOWNTIME	0.18 HR		\$1.42				\$1.42
EMPLOYEE BENEFITS			\$4.85				\$4.85
INSURANCE			\$0.41				\$0.41
LAND TAXES						\$1.04	\$1.04
SUPERVISION AND MANAGEMENT			\$35.00				\$35.00
OTHER EXPENSES			\$46.01				\$46.01
SUBTOTAL	0.18 HR	\$46.43	\$41.27			\$1.04	\$88.75

TOTAL OPERATING EXPENSES	3.71 HR	\$204.19	\$68.21	\$81.49	\$8.71	\$40.74	\$404.08
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NET OPERATING PROFIT							\$62.17
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INTEREST ON OPERATING CAPITAL	(\$96.91 @ 5.00%)						\$4.85
INTEREST ON EQUIPMENT INVESTMENT							\$14.11

RETURN TO LAND AND RISK							\$43.21
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* Pump water costs are shown under irrigation in the preharvest operations section.

BUDGET SUMMARY

GROSS RETURN		\$466.25	
VARIABLE OPERATING EXPENSES	\$294.39		
RETURN OVER VARIABLE EXPENSES		\$171.86	(GROSS MARGIN)
FIXED EXPENSES	\$40.74		
NET FARM INCOME		\$131.12	(RETURN TO CAPITAL, LABOR, LAND & RISK)
LABOR AND MANAGEMENT COST	\$68.21		
NET OPERATING PROFIT		\$62.91	(RETURN TO CAPITAL, LAND & RISK)
CAPITAL COSTS	\$18.96		
RETURN TO LAND AND RISK		\$43.95	

TABLE 9. Corn for grain, sprinkler-irrigated, budgeted per acre costs and returns for a 900 acre farm with above average management, Estancia Basin, Projected 2013.
 Planting dates: April 20 - May 5
 Harvesting dates: October 15 - November 15

ITEM	PRICE	YIELD	BASE	TOTAL
GROSS RETURNS				
CORN	\$6.35	150.00 BUSHELS		\$952.50
DIRECT PAYMENT	\$0.00	150.00 BUSHELS	0.85	\$0.00
COUNTER CYCLICAL PAYMENT	\$0.00	0.00 BUSHELS		\$0.00
GRAZING	\$12.00	1.00 ACRE		\$12.00
TOTAL				\$964.50

PURCHASED INPUTS	PRICE	QUANTITY	PURCHASED INPUTS	FIXED COST	TOTAL
SEED	\$3.04	25 000	\$75.88		\$75.88
ANHYDROUS AMMONIA (NH3)	\$0.42	250 LBS	\$103.75		\$103.75
NITROGEN (N)	\$0.61	22 LBS	\$13.42		\$13.42
PHOSPHATE (P205)	\$0.60	44 LBS	\$26.40		\$26.40
INSECTICIDE (FLY-ON)	\$11.37	1 ACRE	\$11.37		\$11.37
INSECTICIDE	\$16.99	1 ACRE	\$16.99		\$16.99
HERBICIDE	\$16.99	1 ACRE	\$16.99		\$16.99
LIVESTOCK FAC & EQUIP				\$5.00	\$5.00
PUMP WATER*		28 AC. IN.			
CROP INSURANCE	\$0.29				\$0.29
SUBTOTAL			\$264.78	\$5.00	\$270.08

PREHARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DISC (2X)	185 HP	0.18 HR		\$1.40	\$5.59	\$2.36	\$3.98	\$13.33
CHISEL	185 HP	0.20 HR		\$1.56	\$6.22	\$1.43	\$3.50	\$12.71
FERT SPREADER	185 HP	0.05 HR		\$0.39	\$1.55	\$0.33	\$1.15	\$3.42
DISC & SPRAY	185 HP	0.14 HR		\$1.09	\$4.35	\$1.93	\$3.31	\$10.68
ANHYDROUS APPL.	185 HP	0.17 HR		\$1.33	\$5.28	\$0.96	\$2.60	\$10.17
LISTER	126 HP	0.12 HR		\$0.94	\$2.97	\$0.80	\$1.01	\$5.72
PLANTER & SPRAY	126 HP	0.20 HR		\$1.56	\$4.95	\$1.34	\$3.35	\$11.20
CULTIVATOR (1X)	65 HP	0.13 HR		\$1.01	\$2.40	\$0.57	\$1.33	\$5.31
IRRIGATE (13X)		1.30 HR		\$9.75	\$68.42	\$0.00	\$8.47	\$86.64
SUBTOTAL		2.49 HR		\$19.03	\$101.74	\$9.71	\$28.70	\$159.18

HARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
COMBINE	126 HP	0.35 HR		\$2.73	\$15.74	\$1.40	\$19.68	\$39.55
HAUL	2-TON	0.50 HR		\$3.90	\$12.07	\$3.22	\$4.04	\$23.23
SUBTOTAL		0.85 HR		\$6.63	\$27.81	\$4.62	\$23.72	\$62.78

OVERHEAD EXPENSES	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DOWNTIME	0.47 HR		\$3.65				\$3.65
EMPLOYEE BENEFITS			\$4.62				\$4.62
INSURANCE		\$0.51					\$0.51
LAND TAXES						\$1.04	\$1.04
SUPERVISION AND MANAGEMENT			\$71.45				\$71.45
OTHER EXPENSES		\$46.01					\$46.01
SUBTOTAL	0.47 HR	\$46.53	\$79.72			\$1.04	\$127.29

TOTAL OPERATING EXPENSES 3.81 HR \$311.31 \$105.38 \$129.55 \$14.33 \$58.47 \$619.32

NET OPERATING PROFIT \$345.18

INTEREST ON OPERATING CAPITAL (\$163.10 @ 5.00%) \$8.16
 INTEREST ON EQUIPMENT INVESTMENT \$20.45

RETURN TO LAND AND RISK \$316.57

* Pump water costs are shown under irrigation in the preharvest operations section.
 BUDGET SUMMARY

GROSS RETURN		\$964.50	
VARIABLE OPERATING EXPENSES	\$455.19		
RETURN OVER VARIABLE EXPENSES		\$509.31	(GROSS MARGIN)
FIXED EXPENSES	\$58.47		
NET FARM INCOME		\$450.85	(RETURN TO CAPITAL, LABOR, LAND & RISK)
LABOR AND MANAGEMENT COST	\$105.38		
NET OPERATING PROFIT		\$345.47	(RETURN TO CAPITAL, LAND & RISK)
CAPITAL COSTS	\$28.60		
RETURN TO LAND AND RISK		\$316.86	

TABLE 10. Corn silage, flood-irrigated, budgeted per acre costs and returns for a 900 acre farm with above average management, Estancia Basin, Projected 2013.
 Planting dates: April 20 - May 5
 Harvesting dates: September 15 - October 15

ITEM	PRICE	YIELD	TOTAL
GROSS RETURNS			
CORN SILAGE	\$55.00	25.00 TONS (CUT)	\$1,375.00
TOTAL			\$1,375.00

PURCHASED INPUTS	PRICE	QUANTITY	PURCHASED INPUTS	FIXED COST	TOTAL
SEED	\$3.04	25 000	\$75.88		\$75.88
ANHYDROUS AMMONIA (NH3)	\$0.42	250 LBS	\$103.75		\$103.75
NITROGEN (N)	\$0.61	22 LBS	\$13.42		\$13.42
PHOSPHATE (P205)	\$0.60	44 LBS	\$26.40		\$26.40
HERBICIDE	\$15.41	1 ACRE	\$15.41		\$15.41
INSECTICIDE (FLY-ON)	\$11.37	1 ACRE	\$11.37		\$11.37
INSECTICIDE	\$15.44	1 ACRE	\$15.44		\$15.44
IRRIGATION WATER		30 AC. IN.			
SUBTOTAL			\$261.66		\$261.66

PREHARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DISC (2X)	185 HP	0.18 HR		\$1.40	\$5.59	\$2.36	\$3.98	\$13.33
CHISEL	185 HP	0.20 HR		\$1.56	\$6.22	\$1.43	\$3.50	\$12.71
LAND PLANE	185 HP	0.24 HR		\$1.87	\$7.46	\$1.38	\$4.74	\$15.46
FERT SPREADER	185 HP	0.05 HR		\$0.39	\$1.55	\$0.33	\$1.15	\$3.42
LISTER & SPRAY	126 HP	0.17 HR		\$1.33	\$4.21	\$1.24	\$1.70	\$8.47
PRE-IRRIGATE		0.75 HR		\$5.63	\$14.66	\$0.00	\$0.53	\$20.81
PLANTER & SPRAY	126 HP	0.20 HR		\$1.56	\$4.95	\$1.34	\$3.35	\$11.20
CULTIVATOR	65 HP	0.13 HR		\$1.01	\$2.40	\$0.57	\$1.33	\$5.31
IRRIGATE (4X)		2.00 HR		\$15.00	\$58.65	\$0.00	\$2.11	\$75.76
SUBTOTAL		3.92 HR		\$29.75	\$105.69	\$8.65	\$22.39	\$166.48

HARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
ENSILAGE CHOPPER	126 HP	0.71 HR		\$5.54	\$17.57	\$3.08	\$9.19	\$35.38
SUBTOTAL		0.71 HR		\$5.54	\$17.57	\$3.08	\$9.19	\$35.38

OVERHEAD EXPENSES	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DOWNTIME	0.47 HR		\$3.67				\$3.67
EMPLOYEE BENEFITS			\$6.35				\$6.35
INSURANCE		\$0.71					\$0.71
LAND TAXES						\$1.04	\$1.04
SUPERVISION AND MANAGEMENT			\$99.92				\$99.92
OTHER EXPENSES		\$46.01					\$46.01
SUBTOTAL	0.47 HR	\$46.72	\$109.94			\$1.04	\$157.70

TOTAL OPERATING EXPENSES	5.10 HR	\$308.38	\$145.23	\$123.26	\$11.73	\$32.62	\$621.22
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NET OPERATING PROFIT							\$753.78
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INTEREST ON OPERATING CAPITAL	(\$161.14 @ 5.00%)						\$8.06
INTEREST ON EQUIPMENT INVESTMENT							\$13.42

RETURN TO LAND AND RISK							\$732.30
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* Pump water costs are shown under irrigation in the preharvest operations section.

BUDGET SUMMARY

GROSS RETURN	\$1,375.00	
VARIABLE OPERATING EXPENSES	\$443.37	
RETURN OVER VARIABLE EXPENSES	\$931.63	(GROSS MARGIN)
FIXED EXPENSES	\$32.62	
NET FARM INCOME	\$899.01	(RETURN TO CAPITAL, LABOR, LAND & RISK)
LABOR AND MANAGEMENT COST	\$145.23	
NET OPERATING PROFIT	\$753.78	(RETURN TO CAPITAL, LAND & RISK)
CAPITAL COSTS	\$21.48	
RETURN TO LAND AND RISK	\$732.30	

TABLE 11. Pinto beans, flood-irrigated, budgeted per acre costs and returns for a 900 acre farm with above average management, Estancia Basin, Projected 2013.
 Planting dates: May 15 - June 10
 Harvesting dates: September 1 - October 31

ITEM	PRICE	YIELD						TOTAL
GROSS RETURNS								
PINTO BEANS	\$20.00	20.00 CWT (THRESHER RUN)						\$400.00
TOTAL								\$400.00

PURCHASED INPUTS	PRICE	QUANTITY	PURCHASED INPUTS				FIXED COST	TOTAL
SEED	\$35.00	60 LBS	\$2,100.00					\$2,100.00
NITROGEN (N)	\$0.61	18 LBS	\$10.98					\$10.98
PHOSPHATE (P205)	\$0.60	46 LBS	\$27.60					\$27.60
INSECTICIDE (CUSTOM)	\$15.62	1 ACRE	\$15.62					\$15.62
HERBICIDE	\$16.99	1 ACRE	\$16.99					\$16.99
PUMP WATER*		12 AC. IN.						
SUBTOTAL			\$2,171.18					\$2,171.18

PREHARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
DISC (2X)	185 HP	0.18 HR		\$1.40	\$5.59	\$2.36	\$3.98	\$13.33
LAND PLANE (2X)	185 HP	0.48 HR		\$3.74	\$14.92	\$2.77	\$9.48	\$30.91
FERT SPREADER	185 HP	0.05 HR		\$0.39	\$1.55	\$0.33	\$1.15	\$3.42
LISTER & SPRAY	126 HP	0.17 HR		\$1.33	\$4.21	\$1.24	\$1.70	\$8.47
PLANTER	126 HP	0.17 HR		\$1.33	\$4.21	\$1.02	\$2.59	\$9.14
CULTIVATOR (2X)	65 HP	0.26 HR		\$2.03	\$4.80	\$1.14	\$2.66	\$10.63
IRRIGATE (3X)		1.50 HR		\$11.25	\$29.32	\$0.00	\$1.05	\$41.63
SUBTOTAL		2.81 HR		\$21.47	\$64.61	\$8.86	\$22.61	\$117.55

HARVEST OPERATIONS	POWER UNIT	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL
ROD WEED	126 HP	0.08 HR		\$0.62	\$1.98	\$0.38	\$1.44	\$4.43
COMBINE	126 HP	0.50 HR		\$3.90	\$22.48	\$1.02	\$14.49	\$41.89
SUBTOTAL		0.58 HR		\$4.52	\$24.46	\$1.40	\$15.93	\$46.32

OVERHEAD EXPENSES	ACCOMPLISHMENT RATE	PURCHASED INPUTS	LABOR	FUEL & LUBE	REPAIRS	FIXED COST	TOTAL	
DOWNTIME	0.91 HR		\$7.08				\$7.08	
EMPLOYEE BENEFITS			\$4.68				\$4.68	
INSURANCE		\$0.52					\$0.52	
LAND TAXES						\$1.04	\$1.04	
SUPERVISION AND MANAGEMENT			\$30.18				\$30.18	
OTHER EXPENSES		\$46.01					\$46.01	
SUBTOTAL	0.91 HR	\$46.53	\$41.94				\$1.04	\$89.52

TOTAL OPERATING EXPENSES	4.30 HR	\$2,217.72	\$67.93	\$89.07	\$10.26	\$39.59	\$2,424.56
NET OPERATING PROFIT							(\$2,024.56)
INTEREST ON OPERATING CAPITAL	(\$1,106.11 @	5.00%)				\$55.31
INTEREST ON EQUIPMENT INVESTMENT							\$19.67
RETURN TO LAND AND RISK							(\$2,099.54)

* Pump water costs are shown under irrigation in the preharvest operations section.

BUDGET SUMMARY

GROSS RETURN		\$400.00	
VARIABLE OPERATING EXPENSES	\$2,317.05		
RETURN OVER VARIABLE EXPENSES		(\$1,917.05)	(GROSS MARGIN)
FIXED EXPENSES	\$39.59		
NET FARM INCOME		(\$1,956.63)	(RETURN TO CAPITAL, LABOR, LAND & RISK)
LABOR AND MANAGEMENT COST	\$67.93		
NET OPERATING PROFIT		(\$2,024.56)	(RETURN TO CAPITAL, LAND & RISK)
CAPITAL COSTS	\$74.98		
RETURN TO LAND AND RISK		(\$2,099.54)	

TABLE 12. Summary of per acre costs and returns for a 900 acre farm with above average management, Estancia Basin, New Mexico, Projected 2013.

	ALFALFA ESTABLISHMENT	ALFALFA HAY	WHEAT	CORN FOR GRAIN	CORN FOR SILAGE	PINTO BEANS
		TONS	BU	BU	TONS	CWT
PRIMARY YIELD		5.00	55.00	150.00	25.00	20.00
PRIMARY PRICE		\$245.00	\$7.75	\$6.35	\$55.00	\$20.00
GOVERNMENT PAYMENTS		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
SECOND INCOME		\$10.00	\$40.00	\$12.00	\$0.00	\$0.00
GROSS RETURN		\$1,235.00	\$466.25	\$964.50	\$1,375.00	\$400.00
CASH OPERATING EXPENSES						
SEED	\$130.00		\$65.00	\$75.88	\$75.88	\$2,100.00
FERTILIZER		\$55.20	\$92.76	\$143.57	\$143.57	\$38.58
CHEMICALS		\$23.14		\$45.34	\$42.21	\$32.60
CROP INSURANCE			\$0.74	\$0.29		
OTHER PURCHASED INPUTS		\$0.14				
CANAL WATER						
FUEL, OIL & LUBRICANTS-EQUIPMENT	\$25.31	\$87.89	\$44.84	\$61.12	\$49.95	\$59.74
FUEL-IRRIGATION	\$9.77	\$107.52	\$36.66	\$68.42	\$73.31	\$29.32
REPAIRS	\$6.66	\$23.06	\$8.71	\$14.33	\$11.73	\$10.26
CUSTOM CHARGES			\$0.00	\$0.00	\$0.00	
LAND TAXES		\$1.04	\$1.04	\$1.04	\$1.04	\$1.04
OTHER EXPENSES	\$0.17	\$46.51	\$46.43	\$46.53	\$46.72	\$46.53
TOTAL CASH EXPENSES	\$171.93	\$344.50	\$296.17	\$456.53	\$444.41	\$2,318.09
RETURN OVER CASH EXPENSES	(\$171.93)	\$890.50	\$170.08	\$507.97	\$930.59	(\$1,918.09)
FIXED EXPENSES	\$19.51	\$126.26	\$39.70	\$57.42	\$31.58	\$38.54
TOTAL EXPENSES	\$191.44	\$470.76	\$335.87	\$513.95	\$475.99	\$2,356.63
NET FARM INCOME	(\$191.44)	\$764.24	\$130.38	\$450.55	\$899.01	(\$1,956.63)
LABOR AND MANAGEMENT COSTS	\$26.69	\$122.04	\$68.21	\$105.38	\$145.23	\$67.93
NET OPERATING PROFIT	(\$218.13)	\$642.20	\$62.17	\$345.18	\$753.78	(\$2,024.56)
CAPITAL COSTS						
INTEREST ON OPERATING CAPITAL		\$3.78	\$4.85	\$8.16	\$8.06	\$55.31
INTEREST ON EQUIPMENT INVESTMENT		\$6.78	\$14.11	\$20.45	\$13.42	\$19.67
TOTAL CAPITAL COSTS	\$0.00	\$10.57	\$18.96	\$28.60	\$21.48	\$74.98
RETURN TO LAND AND RISK	(\$218.13)	\$631.63	\$43.21	\$316.57	\$732.30	(\$2,099.54)

TABLE 13. Whole farm summary, Estancia Basin,
Projected 2013.

GROSS RETURNS		
ALFALFA HAY	320.00 ACRES	
CROP		\$392,000
GRAZING		\$3,200
WHEAT	68.00 ACRES	
CROP		\$28,985
GRAZING		\$2,720
DIRECT PAYMENT		\$0
COUNTER CYCLICAL PAYMENT		\$0
CORN FOR GRAIN	170.00 ACRES	
CROP		\$161,925
GRAZING		\$2,040
DIRECT PAYMENT		\$0
CORN FOR SILAGE	160.00 ACRES	
CROP		\$220,000
PINTO BEANS	80.00 ACRES	
CROP		\$32,000
GROSS RETURN		<u>\$842,870</u>
CASH OPERATING EXPENSES		
SEED		\$205,779
FERTILIZER		\$74,436
CHEMICALS		\$24,475
CROP INSURANCE		\$100
OTHER PURCHASED INPUTS		\$44
CANAL WATER		\$0
FUEL, OIL & LUBRICANTS-EQUIPMENT		\$55,956
FUEL-IRRIGATION		\$63,232
REPAIRS		\$13,531
CUSTOM CHARGES		\$0
LAND TAXES		\$833
OTHER EXPENSES		\$37,161
TOTAL CASH EXPENSES		<u>\$475,547</u>
RETURN OVER CASH EXPENSES		\$367,323
FIXED EXPENSES		\$48,288
TOTAL EXPENSES		\$523,835
NET FARM INCOME		\$319,035
LABOR AND MANAGEMENT COSTS		\$91,983
NET OPERATING PROFIT		\$227,052
CAPITAL COSTS		
INTEREST ON OPERATING CAPITAL		\$8,640
INTEREST ON EQUIPMENT INVESTMENT		\$10,329
TOTAL CAPITAL COSTS		<u>\$18,969</u>
RETURN TO LAND AND RISK		<u>\$208,083</u>

LAND VALUE	RETURN TO RISK*	RETURN ON INVESTMENT**
\$750 /ACRE	\$187,833	23.48%
\$1,000 /ACRE	\$181,083	19.05%
\$1,250 /ACRE	\$174,333	16.02%
\$1,500 /ACRE	\$167,583	13.83%

* RETURN TO LAND AND RISK MINUS (INTEREST RATE TIMES LAND VALUE TIMES ACREAGE)

** NET OPERATING PROFIT DIVIDED BY (MACHINERY AND EQUIPMENT VALUE PLUS LAND VALUE)