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and

Vocational Division Minnesota Department of Education

Cooperating

ANNUAL REPORT

of the

FARM MANAGEMENT SERVICE for VETERANS

TAKING ON-THE-FARM TRAINING

i n

NORTHERN MINNESOTA

1950

Cooperator:

Mimeographed Report No. 192 Division of Agricultural Economics University Farm St. Paul 1, Minnesota

August 1951

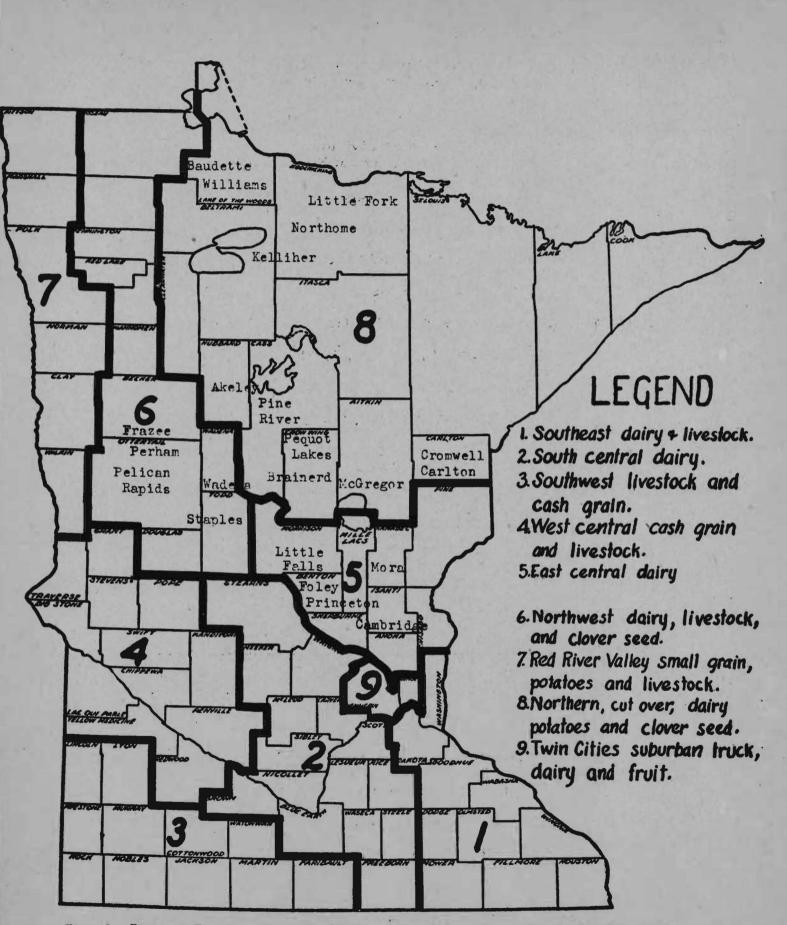


Fig. 1. Type-of-Farming Areas in Minnesota and Location of Schools Submitting Farm Records for this Report.

REPORT OF THE FARM MANAGEMENT SERVICE FOR VETERANS TAKING ON-THE-FARM TRAINING IN NORTHERN MINNESOTA, 1950

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T. R. Nodland, H. G. Routhe, R. M. Dennistoun and G. A. Pond

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INTRODUCTION

In the fall of 1946, the Vocational Division of the Minnesota Department of Education asked the University of Minnesota to set up a farm management service for veterans taking on-the-farm training in the public schools throughout the state. The service was initiated on January 1, 1947. The cooperating agencies are the Division of Agricultural Economics, University of Minnesota, and the Vocational Division, Minnesota Department of Education representing the public schools.

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The purpose of the project as far as the schools are concerned is (1) to give assistance to the instructors in the mechanics of keeping farm records and (2) to aid in the analysis of the farm business through the use of records as a basis for vocational guidance. Schools with an on-the-farm training program can enroll their students in the farm management service. The enrollment is on a voluntary basis insofar as the number of schools participating and the numbers of veterans enrolled in the service are concerned.

The analysis of the records and the preparation of the reports are handled by the Division of Agricultural Economics under the direction of G.A. Pond and T.R. Nodland. The State Department of Education was represented by G. R. Cochran. At the end of the year, W.E. McDaniel and J.A. Tyvand of the Division of Agricultural Economics aided in closing the records. This report deals with the veterans enrolled by twenty-two schools located in northern Minnesota (Type-of-Farming Areas 5, 6 and 8)⁺. The map on the inside front cover shows the location of the schools. The following tabulation shows by schools the number of farm records submitted in 1950:

Type-of-Farming Area	a 5 Typ	e-of-Farming	Area 6	· Tyj	pe-of-	Farming Area 8	
Cambridge	6 Fra	zee	. 3	Akeley	8	Little Fork	2
Foley	l Pel	ican Rapids	7	Baudette	6	McGregor	2
Little Falls	8 Per	ham	11	Brainerd	4	Northome	3
Mora 1	0 Sta	ples	10	Carlton	3	Pequot Lakes	4
Princeton	5 Wad	lena	6	Cronwell	3	Pine River	g
				Kelliher	<u>1</u>	Williams	4
Total	30 Tot	al	37			Total	51
,							

The subsequent pages in this report show the data for 111 farms. Seven farms were omitted from all the averages in the tables because the records did not include a full year or they were otherwise too incomplete for a full analysis.

The records kept by the enrollees included farm inventories at the beginning and at the end of the year, cash farm receipts and expenses, feed consumed by the various classes of livestock, family living received from the farm, liabilities and assets other than the farm capital and household and personal cash expenses and receipts.

Only records from actual farm operators are included in this report. All types of tenure arrangements from full owners to partnerships in which the operator furnishes little or no capital are represented.

FARM INVENTORIES

The capital investment per farm varied from \$2894 to \$38868. The average investment for all farms included in this report and for the one-fifth high and the one-fifth low in operator's labor earnings is shown in Table 1.

Landlords or partners supplied some capital in 56 out of the 111 cases included in this report. The landlord's investment has been included in Table 1 in order to show the total amount used per farm.

FARM EARNINGS

Operator's labor earnings is a measure of relative financial success of a farmer as compared with other farmers and represents the returns above all farm expenses and a charge for the use of farm capital. For purposes of comparison, the earnings are presented on a full-owner basis.

There are two methods of computing operator's labor earnings. Table 2 shows the earnings statement on a cash basis and Table 3 shows the earnings on an enterprise or accrual basis. The principal difference in the two statements is in the method of handling the net increase or decrease in the value of farm capital. In the cash statement the net increase or decrease in farm capital is entered as one item. In the enterprise statement the net change in the inventory has been included in each enterprise in order to compute "total returns and net increases," or "total expenses and net decreases" by enterprises.

1 For a description of the area, see Engene, S. A. and Pond, G. A. "Agricultural Production and Types of Farming in Mirnesota". Minn. Agri. Expt. Sta. Bul. 347, May 1940.

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				. 16 -		
Table	1.	Summary	of	Farm	Inventories,	1950*

	Your			111 farms
Items	Jans 1	Dec. 31	Jan. 1	Dec. 31
Size of farm (acres)	Your	,	191	0 T T
Size of business (work units)**	TAL		242	Contraction of the
			53	and the state of the second
Dairy and dual purpose cows		5100 00	\$1163	\$1348
Other dairy & dual purpose cattle			523	644
Beef cattle	1.1	ton heogin	C-1 84 0 T	90
ັບ ຼ ິເຣ			163	1.85
sheep			19	29
Poultry	Restance of the second s		1.06 0000	95
roductive livestock (total)		(8 N. 21.	2058	2391
orses			65	54
rop, seed, and feed			34.7	81.4
ower mach. (farm share)	·		1107	1310
Crop & general mach. (farm share)			725	898
ivestock equipment & supplies	<u></u>		7.29	226
ach. & equipment (total)			2012	2434
ach. & equipment (total)			2012	2474
	·		0000	-
uildings, fences, etc.			3398	3506
and			2954	2966
		T stars		
rotal farm capital		T. 0.71	11334	12165
Iotal farm capital	22 most	mofitab	2712 177721 14	111-11-
the second secon	<u>f</u>	profitab arms Dec. 3	le 22 le	ast profitab: farms
tems	Jan. 1	P-1	le 22 le 1 Jan-	ast profitab farms 1 Dec. 31
ALCONTRACTORY STREET	<u>f</u>	arms	le 22 le	ast profitabl farms 1 Dec. 31
ize of farm (acres) Size of business (work units)**	<u>Jan. 1</u> 237 335	Carms Dec. 3	le 22 le <u>1 Jan</u> 179 225	ast profitab: farms 1 Dec. 3:
tems Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows	f Jan. 1 237 335 \$1692	s1985	le 22 le <u>1 Jan.</u> 179 225 \$1031	ast profitab: farms 1 Dec. 3: \$1197
items Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle	f Jan. 1 237 335 \$1692 881	\$1985 954	le 22 le <u>1 Jan</u> 179 225 \$1031 455	ast profitab: farms 1 Dec. 3: \$1197 552
tems Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle	f Jan. 1 237 335 \$1692 881 73	sl985 954 87	le 22 le <u>1 Jan</u> 179 225 \$1031 455 230	ast profitab: farms 1 Dec. 3: \$1197 552 198
tems fize of farm (acres) fize of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Geef cattle	f Jan. 1 237 335 \$1692 881 73 252	\$1985 954 87 240	le 22 le <u>1 Jan</u> 179 225 \$1031 455 230 177	ast profitab: farms 1 Dec. 3: \$1197 552 198 173
items Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Hogs Sheep	f Jan. 1 237 335 \$1692 881 73 252 53	\$1985 954 87 240 50	le 22 le 1 Jan 179 225 \$1031 455 230 177 17	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62
items Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Sogs Sheep Poultry	Jan. 1 237 335 \$1692 881 73 252 53 127	\$1985 954 87 240 50 126	le 22 le 1 Jan. 179 225 \$1031 455 230 177 17 160	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128
items Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Hogs Sheep Poultry Productive livestock (total)	Jan. 1 237 335 \$1692 881 73 252 53 127 3078	\$1985 954 87 240 50 126 3442	le 22 le 1 Jan 179 225 \$1031 455 230 177 17 160 2070	ast profitabl farms 1 Dec. 3 \$1197 552 198 173 62 128 2310
items Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Beef cattle Hogs Sheep Poultry Productive livestock (total) Horses	f Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78	\$1985 954 87 240 50 126 3442 70	le 22 le <u>Jan</u> 179 225 \$1031 455 230 177 17 160 2070 56	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45
tems fize of farm (acres) fize of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Geef cattle fogs Theep Poultry Productive livestock (total) forses Frop, seed, and feed	f Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303	\$1985 954 87 240 50 126 3442 70 1357	le 22 le 1 Jan 179 225 \$1031 455 230 177 160 2070 56 894	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45 590
ize of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Seef cattle Sogs Sheep Poultry Productive livestock (total) Sorses Stop, seed, and feed Power mach. (farm share)	f Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387	\$1985 954 87 240 50 126 3442 70 1357 1868	le 22 le 1 Jan 179 225 \$1031 455 230 177 17 160 2070 56 894 1110	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45 590 1212
tems ize of farm (acres) ize of business (work units)** airy & dual purpose cows ther dairy & dual purpose cattle deef cattle logs heep Poultry Productive livestock (total) forses frop, seed, and feed Power mach. (farm share) forp & general mach.	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046	\$1985 954 87 240 50 126 3442 70 1357 1868 1294	le 22 le 1 Jan 179 225 \$1031 455 230 177 17 160 2070 56 894 1110 694	ast profitab: farms <u>1 Dec. 3</u> \$1197 552 198 173 62 128 2310 45 590 1212 825
tems lize of farm (acres) lize of business (work units)** Pairy & dual purpose cows Other dairy & dual purpose cattle Beef cattle logs Theep Poultry Productive livestock (total) Corses Frop, seed, and feed Power mach. (farm share) Frop & general mach. Livestoch: equipment & supplies	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046 233	\$1985 954 87 240 50 126 3442 70 1357 1868 1294 295	le 22 le 1 Jan 179 225 \$1031 455 230 177 17 160 2070 56 894 1110 694 226	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45 590 1212 825 265
tems dize of farm (acres) dize of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle deef cattle dogs Deep Poultry Productive livestock (total) dorses Prop, seed, and feed Power mach. (farm share) Drop & general mach. divestoch equipment & supplies Mach. & equipment (total)	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046	\$1985 954 87 240 50 126 3442 70 1357 1868 1294	le 22 le 1 Jan 179 225 \$1031 455 230 177 17 160 2070 56 894 1110 694	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45 590 1212 825 265
tems dize of farm (acres) dize of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle deef cattle dogs Deep Poultry Productive livestock (total) dorses Prop, seed, and feed Power mach. (farm share) Drop & general mach. divestoch equipment & supplies Mach. & equipment (total)	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046 233	\$1985 954 87 240 50 126 3442 70 1357 1868 1294 295	le 22 le 1 Jan 179 225 \$1031 455 230 177 17 160 2070 56 894 1110 694 226	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45 590 1212 825 265
tems Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Hogs Sheep Poultry Productive livestock (total) Horses Stop, seed, and feed Power mach. (farm share) Stop & general mach. Sivestoch equipment & supplies Mach. & equipment (total)	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046 233 2666	\$1985 954 87 240 50 126 3442 70 1357 1868 1294 295	le 22 le 1 Jan. 179 225 \$1031 455 230 177 160 2070 56 894 1110 694 226 2030	ast profitab: farms 1 Dec. 3: \$1197 552 198 173 62 128 2310 45 590 1212 825 265 2302
tems fize of farm (acres) fize of business (work units)** Pairy & dual purpose cows Other dairy & dual purpose cattle Beef cattle logs Sheep Poultry Productive livestock (total) Forses Stop, seed, and feed Power mach. (farm share) Stop & general mach. Avestoch equipment & supplies Mach. & equipment (total) Hisc. Buildings, fences, etc.	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046 233 2666 - 4356	Sarms Dec. 3 1985 954 87 240 50 126 3442 70 1357 1868 1294 295 3457 	le 22 le 1 Jan 179 225 \$1031 455 230 177 160 2070 56 894 1110 694 226 2030 - 3736	ast profitabl farms <u>1 Dec. 3</u> \$1197 552 198 173 62 128 2310 45 590 1212 825 265 2302 - 3898
items Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Hogs Sheep Poultry Productive livestock (total)	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046 233 2666	\$1985 954 87 240 50 126 3442 70 1357 1868 1294 295 3 ^{4,5} 7	le 22 le 1 Jan. 179 225 \$1031 455 230 177 160 2070 56 894 1110 694 226 2030	ast profitabl farms <u>1 Dec. 3</u> \$1197 552 198 173 62 128 2310 45 590 1212 825 265 2302 - 3898
tems Size of farm (acres) Size of business (work units)** Dairy & dual purpose cows Other dairy & dual purpose cattle Seef cattle Seef cattle Sogs Sheep Poultry Productive livestock (total) Sorses Stop, seed, and feed Power mach. (farm share) Stop & general mach. Sivestoch equipment & supplies Sach. & equipment (total) Sisc. Buildings, fences, etc.	Jan. 1 237 335 \$1692 881 73 252 53 127 3078 78 1303 1387 1046 233 2666 - 4356	Sarms Dec. 3 1985 954 87 240 50 126 3442 70 1357 1868 1294 295 3457 	le 22 le 1 Jan 179 225 \$1031 455 230 177 160 2070 56 894 1110 694 226 2030 - 3736	ast profitabl farms <u>1 Dec. 3</u> \$1197 552 198 173 62 128 2310 45 590 1212 825 265 2302 - 3898 2708

* For the purpose of comparison, all the data shown in this report with the excention of Tables 6 and 7 are presented on a full-owner basis. The assets, expenses and receipts of the landlord were included in the records from rented. **See page 13 for an explanation of "work units". farms.

Table 2, Summary of Farm B	araings	and the second se	tatement.), 195	
tems	Your farms	Average of 111 farms		22 least profitable farms
FARM RECEIPTS				
Dairy and dual-purpose cows		\$ 328	\$ 488	\$ 310
Dairy products		1439	2147	1179
Other dairy & dual-purpose cattle		427	721	371
Beef cattle	<u></u>	_83	70	192
Hogs		515	1004	531
Sheep and wool		27	75	22
Poultry (including turkeys)	•	109	354	88
Eggs	····	. 324	405	425
Horses		8 26	4 7d	8
Corn Snall grain		138	78 257	 110
Other crops		105	257 148	118 96
Machinery & equip. sold		183	253	90 214
Agricultural adjustment payments		21	19	17
Income from work off the farm	****	77	117	21
Miscellaneous		22	16	46
(1) Total farm sales		3832	6156	3638
(2) Increase in farm capital		831	1132	359
(3) Family living from the farm		451	533	359 420
(4) Total farm receipts $(1)+(2)+(3)$		5114	7821	4417
too= !	82			
FARM_EXPENSES			×	
Dairy and dual-purpose cows bought		\$ 165	\$ 159	\$ 218
Other dairy and dual-pur. cattle bot	С <u>.</u>	91	40	173
Beef cattle bought		28	10	102
Hogs bought Sheep bought	p	39	45	53
Poultry bought (including turkeys)	1. Y	11 44	1	37
Horses bought			83	57 4
Misc. livestock expense		5 44	62	-
Misc. crop expenses		155	217	62
Feed bought		604	817	193 703
Custom work hired	10	170	184	223
Mech, power mach.(farm share)(new)		536	905	500
Mech. power mach. (farm share) (upkp)		106	138	135
Mech, power (F. share)(gas,oil,etc.)	350	434	370
Crop and general mach.(new)		330	474	287
Crop and general mach.(upkp)		56	71	66
Livestock equipment (new)		83	114	82
livestock equipment(upkp)		13	23	1 ¹ 4
Buildings and fencing (new)		. 325	188	415
Buildings and fencing (upkp)	· · · · · · · · · · · · · · · · · · ·	. 61	59	. 92
Hired labor	•••••••	84	201	62
Taxes		163	251	160
General farm and insurance		47	52	59
(5) Total farm purchases		3510	4528	4067
(6) Decrease in farm capital		E07		
(7) Interest on farm capital		587	835	584
(8) Unpaid family labor (9) Board furnished hired labor		221 28	196	3141
		28	70	10
(10) Total farm exp. (sum of (5) to (9)	\	4346	5629	<u>19</u> 5011

test do terre and press			the second se		10/10/10/10/10/10/10/10/10/10/10/10/10/1		
Table 2.	Summer Por A	F Reation	Rothing	Cash	Statement.).	1950

- 5 -				
Table 3. Summary of Farm Earnings	(Enterpr	ise Statement)	1950*	2
	Average	المتعربي والمتعاصين بجماعت التبار والمتعاد المتعادي والمتعاد	-22 leas	t
Your	of 111	profitable	profitab	le
Items farm	farms	farus	farns	3
RETURNS AND NET INCREASES				
Dairy and dual purpose cows	\$1726	\$2550	\$134 7	
Other dairy & dual pur. cattle	813	1352	593	
Beef cattle	55	62	60	
Hogs	547	1014	533	
Sheep	27	71	31	
Poultry	421	731	460	
All productive livestock	3589	5780	3024	
Crops. seed, and feed	-554	-568	-1000	÷
Agricultural cons. payments	21	19	17	
Income from labor off the farm	60	75	ıų́	
Miscellaneous	108	111	155	
(1) Total returns & net increases	_ 3224	54 17	2210	
EXPENSES AND NET DECREASES		· •		
Horses	\$ 50	\$ 43	\$ 43	
Tractor		388	337	
Truck	69	61	142	
Auto(farm share)	207	240	196	3
Gas engine and elect.exp.(f.shr.)	48	62	43	
Hired power	80	82	108	
Total power	758	876	869	
Crop and general machinery	209	292	234	
Livestock equipment	48	75	56	
Buildings, fencing, and tiling	_ 213	256	291	
Misc. productive livestock exp.	_ 44	62	62	
Labor	387	526	489	
Real estate taxes	127	202	120	
Personal property tax	_ 36	49	40	
Insurance	_ 28	28	3 ¹⁴	10 L ³¹
General farm	19	24	25	: •
Interest on farm capital	58 7	835	584	20 A
(2) Total exp. & net decreases	2456	3225	2804	
(3) Oper. labor earnings (1) - (2)	768	2192	-594	
,				

- 5 -

*Cash receipts and expenses are adjusted for changes in inventory for each enterprise and for each item of expense in order to show total receipts and net increases, and total expenses and net decreases. The operator's labor earnings are the same as those on page 4.

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FAMILY LIVING FROM THE FARM

The family living from the farm is the estimated value of the farm produce used in the house and shelter furnished the farmer and his family by the farm. It is a part of the income of the farm and a part of the expenses of operating the household even though cash transactions are not involved. The omission of the farm produce used in the home results in an incomplete record of both farm income and personal expense.

The value of the family living as shown in Table 4 amounts to 9 per cent of the total farm receipts on these farms. The values assigned are a conservative market price on the farm. If these products had been purchased, the amount paid out would have been considerably higher.

The rental value of the dwelling is calculated by taking 10 per cent of the average inventory value of the dwelling.

T	able 4.	Family	y Liv	ing fi	com the	Farm,	1950		
			22	most	22 leas	t		22 most	22 least
			ge pr	ofit-	profit-		Ave.	profit-	profit-
	Your	111		able	able	Your	111	able	able
Items	farm	farms	3 f	arms	farms	farm	farms	farms	farms
Adult equiv family		2.5		2.5	2.6				
- others		•2		•4	•2				
Whole milk Skim milk Cream Farm made butter Beef Hogs Sheep Poultry Eggs Potatoes Vegetables & fruits Farm fuel Rental vl. of house Misc. Total		182 278 1 73 80 10	qts. ots. lbs. lbs. lbs. lbs. lbs. lbs.	841 143 196 7 197 370 -94 119 10	623 146 85 100 328 6 53 78 7 7 9		3.0 28.2 4.7 37.1 48.00 19.4 23.9 12.00 20.9 52.1 138.7 1.00	3 43.53 9 4.64 7 38.53 9 54.74 5 21.59 7 34.35 6 10.31 1 22.64 3 73.17 3155.64	\$54.03 1.47 14.73 2.43 20.86 58.56 .68 10.98 23.82 8.84 21.43 38.77 163.69 420.29

HOUSEHOLD AND PERSONAL EXPENSES AND RECEIPTS

Household and personal accounts are important if the family is to manage its financial affairs wisely. The household and personal expenses and receipts are presented in Table 5. These farmers spent an average of \$110 per month for family living in addition to the food, fuel and housing furnished by the farm.

Farmers Who Kept Complete Accou	unts of I	hese Items	1950	
	,	, , , , , , , , , , , , , , , , , , , ,	20 most	20 least
		Average	profit-	prcfit-
	Your	of 98	able	able
Items	farm	farms	farms	farms
Number of persons in family		3.5	3.7	3.9
Number of adult equivalents in family		2.5	2.6	2.7
Number of other adult equivalents*		.2	•3	.2
EXPENSES				
Food and meals bought	\$	\$498	\$547	\$540
Operating and supplies		125	171	132
Clothing and clothing materials		137	165	144
Personal care, personal spending		67	80	83
Furnishings and equipment		129	191	117
Education, recreation and development		45	58	51
Medical care and health insurance		107	118	86
Church, welfare, gifts		55	79	56
Personal share of auto expense		63	74	73
Household share of elec.&gas eg.exp.		55 63 30 61	34	34
H.H. & per. shr. of new auto&motorsbot	•	61	108	43
Total cash living expense		1317	1625	1359
State and federal income tax		6	7	9
Insurance		38	64	51
Total household and pers. cash exp.		1361	1696	1419
Food furnished by the farm		265 46	293	217
Fuel furnished by the farm			40	40
House rental		136	143	153
Total cash expenses and perquisites		1808	2172	1829
Purchase of stocks, bonds, and other inv	est	\$ 24	\$ 21	\$ 23
RECEIPTS				
Income from outside investments		\$11	\$20	\$5
Veterans compensation		\$1412	31558	\$1573
Misc. income		7	17	

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Table 5. Household and Personal Expenses and Receipts for Those Farmers Who Kept Complete Accounts of These Items, 1950

*Hired help or others boarded

NET WORTH

A net worth statement includes a listing of all the assets and liabilities as of a given date. The difference between the farmer's total assets and his liabilities is nis net worth. A net worth statement for owners, part-owners and renters is presented in Table 6. Both the farm and personal assets and liabilities are included.

The difference between the operator's net worth at the beginning and at the end of the year shows the gain in net worth. It represents the financial progress that has been made during the year.

. . .

Assets and Liabilit	<u>ies, 1950</u>	(Operator's	Share)	
	Your	farm	51 Ov	ners
	Jan. 1	Dec. 31	Jan. 1	Dec. 31
Total acres in farm -			163.4	
Owned			163.4	
Rented			-	
Total farm capital		· • •	\$17233	\$11160
Accounts Receivable			<u>44</u>	55
Stocks and bonds		· · · ·	15	7
Life insurance			34	29
Outside real estate			21	53
Other outside investments	· · · · · · · · · · · · · · · · · · ·		3	-4
Total outside investments			73	93
Cash on hand and in bank			139	105
Other household & personal assets		<u> </u>	974	1055
Total cash, household & personal ass	ets		1113	1161
TOTAL ASSETS		· · · · · · · · · · · · · · · · · · ·	11463	12469
Federal Land Bank Mortgage			152	143
Other mortgages on land operated			2275	2055
Mortgages on other real estate				10
Production Credit Association			103	109
Crop loans			.37	71
Other Chattel Mortgages			600	547
Notes payable			652	741
Accounts payable			201	279
TOTAL LIABILITIES			4100	3955
Farmer's net worth			7363	8514
Gain in net worth		14 P	12-2	+1151
,				

Table 6. Net Worth Statement for Those Farmers Who Kept a Complete Record of All Assets and Liabilities, 1950 (Operator's Share)

		towners	15 rei	nters*
	Jan. 1	Dec. 31	Jan. 1	Dec. 31
Total acres in farm	212.1		194.7	
Owned	136.9	4 s		
Partner's share or rented	75.2		194.7	
Total farm capital	\$7619	\$8644	\$5390	\$6112
Accounts receivable	82	114		10
Stoc ks and bonds	66	66	143	145
Life insurance	69	73	55	72
Other outside investments	8	12		1
Total outside investments	143	151	198	218
Cash on hand and in bank	97	246	472	354
Other household and personal asset	s 660	750	1109	1274
Total cash, household & personal ass	et s757	996	1581	1628
TOTAL ASSETS	8601	9905	7169	7968
Federal Land Bank Mortgage				
Other mortgages on land operated	1340	1187		
Production Credit Association	33	28		
Crop loans	21			
Other Chattel mortgages	559	613	·44g	350
Notes payable	599	559	834	648
Accounts payable	229	248	270	267
TOTAL LIABILITIES	2781	2635	1552	1265
Farmer's net worth	5820	7270	5617	6703
Gain in net worth		+1450		+1086

* Three rented for cash, five cash and crop share and six livestock and crop share and one crop share.

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Table 7. Summary of Farm Earnings by Tenu			
Your farm	-	30 part- owners	15 renters
ARM RECEIPTS			
Dairy and dual purpose cows	\$ 257	\$ 263	\$ 351
Dairy products	1242	1248	1636
Other dairy and dual purpose cattle		389	479
Beef cattle	. 87	128	
Hogs	490	390	726
Sheep and wool	24	9	
Poultry	_ 53	35	82
Eggs	_ 316	224	632
Horses	8	4	2
Corn	- 3 84	60	24
Small grain		77	183
Other crops	79	56	72
Machinery & equipment sold	_ 209	129	190
Agricultural adjustment payments	26	20	g
Income from work off the farm	77	19	54
Misc.	20	35	23
(1) Total farm sales	_ 3338	3087	4462
(2) Increase in farm capital	- 927 446	1025	722
(3) Family living from the farm	-)17(1	394	401
(4) Total farm rec. (1)+(2)+(3)		4506	5585
Dairy and dual purpose cows bot	168	147	142
Other dairy & dual pur, cattle bot	- 108 146	144. 44.	47
Beef cattle bot. (including feeders)	- 45	20	71
Hogs bot	25	48	50
Sheep bot (including feeders)	- 8		<u> </u>
Poultry bot (including turkeys)		29	38
Horses bot	- 5	8	50
Misc. livestock expenses	- 5 - 44	35	55
Misc. crop expenses	141	135	140
Feed bot	523	520	663
Custom work hired	- 168	162	132
Mech. power mach. (farm share)(new)	- 608	425	598
Mech. power mach. (farm share)(upkp)	103	86	133
Mech. power (farm share)(gas, oil, etc)	331	-	408
Crop and general mach. (new)	320	256	376
Crop and general mach. (upkeep)	- 48	48	98
Livestock equipment (new)	95	66	119
Livestock equipment (upkeep)	- 12	6	26
Land, buildings & fencing(new)	468	437	24
Buildings and fencing (upkp)	- 76	52	24
Hired labor		68	276
Taxes (real estate & pers. property		107	45
General farm and insurance	- 61	26	32

Land, buildings & fencing(new)		468	437	24
Buildings and fencing (upkp)		76	52	24
Hired labor		42	68	276
Taxes (real estate & pers. property		138	107	45
General farm and insurance		138 61	26	32
Cash rent			55	251
Interest paid		128	.99	22
(5) Total farm purchases		3742	3195	3699
(6) Decrease in farm capital				
(7) Interest on farm capital		1+07	308	265
(8) Unpaid family labor		186	129	197
(9) Board furnished hired labor		13	16	114
(10) Total farm exp. (Sum of (5) to (9)	4348	3648	4275
(11) Operator's labor earn. $(4) - (10)$		363	<i>์</i> ส58	1310
(12) Ret.cap. & family lab.(7)+(8)+(956	1295	1772

RETURNS TO CAPITAL AND FAMILY LABOR

The return to capital and family labor represents the amount available to the operator for living expenses, payment on indebtedness, and savings. The landlord's expenses and receipts are not included.

The average return to capital and family labor for 51 owners, 30 part-owners and 15 renters is shown in Table 7. The statements include only the veterans share of the earnings in each case. The earnings as shown in Table 7 are on an actual basis as compared to the full-owner basis in Tables 2 and 3.

MANAGEMENT FACTORS AND THEIR RELATION TO EARNINGS

Every study of farm earnings shows a wide variation in earnings among farmers in a given year. The average labor earnings of those farmers ranking in the upper 20 per cent of the range according to earnings was \$2192 and of those in the lower 20 per cent was \$-594. This is a range of \$2786 between the everage earnings of these two groups. Some of the causes for these differences in earnings, such as weather, may be beyond the control of the individual farmer. Other factors are within his control. The more important management factors affecting earnings and their relationships with earnings are presented in the following tables. These factors vary from year to year in their relative influence on earnings.¹

Crop Yields. The measure of crop yields used is the crop yield index. It is a comparison of the yield per acre of all crops on a given farm with the average yields for all farms in each of the three type-of-farming areas included in the study. High crop yields make their maximum contribution to earnings if they are the result of good crop selection, the use of adapted varieties, skill and timeliness in performing the operations.

Table 8.	Relation of	Crop Yie	lds to Farm Earnings
Index of	crop yields	No. of	Average operator's
Range	Average	farms	labor earnings
Below 65	49	18	\$ 231
65 - 129	97	72	802
130 and a	bove 154	21	1114

<u>Choice of Crops.</u> Over a period of years certain crops have a definite advantage over others. The crops are classified on page 16 as A, B, D or D crops on the basis of their average net returns per acre. The relation of choice of crops to earnings is shown in Table 9.

See Pond, G.A. "Why Farm Earnings Vary." Minn. Agri. Expt. Sta. Bul. 386, June, 1945.

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Table 9. Relatio	on of Choice	of Crops	to Farm Earnings	
Fercent of tillal	ole land	No.	Average	
in high return	crops	of	operator's	
Range	Average	farms	labor earnings	
Below 20.0	10.1	22	\$ 564	
20.0 - 44.9	30.6	68	717	
45.0 and above	53.7	21 .	1149	

Return from Livestock. This is a measure of feeding efficiency. All of these farmers maintain dairy cattle. In addition to the dairy herd some farmers raintain a few hogs, chickens and sheep. Most of the crops raised and some additional purchased feed are fed to livestock. Since feed is the major item of cash in livestock production improvements in feeding efficiency results in a higher earnings.

Table 10. Relation of Returns From Productive Livestock to Farm Earnings

consumed by productive livestock* of operatorRangeAveragefarmslaborBelow 756619\$352	e
	s
Below 75 66 19 \$352	nings
75 - 124 97 72 761	
125 and above 143 20 1190	

*The index is weighted by the number of animal units of each class of livestock.

Amount of Livestock. This factor measures the importance of livestock in the farm business. It is the amount of livestock units per 100 acres in the farm other than land in timber, roads, waste and farmstead. Livestock are important in this area where hay and pasture are the predominant crops. They provide employment throughout the year and aid in mainteining or building up the fertility of the land. 4

Table 11. Rel:	tion of	Amcunt of	Livestock to	Farm Earnings
Livestock u	nits per	No.	AVe	rege
100 acr	esi	of	opera	tor's
Range	Average	fern		earnings
Below 8.0	6.0	19	\$	590
8.0 - 17.9	12.2	69) .	747
18.0 and above	21.6	5.	3	397

Size of Business. Froductive man work units are a measure of size of business. The relationship of size of business to farm earnings is shown in Table 12. Average farm earnings tend to increase with an increase in size of business if size is accompanied by good management. For farmers operating their farms at a loss, the larger the volume of business, the larger will be the loss. Normally a large business has an advantage over a small business because they utilize more efficiently and to better advantage available labor, power, machinery, equipment and buildings.

Table 12.	Relation of	Size of	Business to Farm Earnings
Work units		No. of	Average operator's
Range	Average	farms	labor earnings
Below 165	138	20	\$411
165 - 325	233	72	568
325 and abo	ve 388	19	1904

<u>Work Accomplished Per Worker</u>. The work accomplished per worker is determined by dividing the total man work units by the number of workers on the farm during the year. An increase in the productive work accomplished per worker reduced the labor charge per unit of business. Planning of the farm work and economical use of labor-saving machinery help to increase the output of work per worker.

Table 13. Relation of Work Accomplished Per Worker to Farm Earnings

Work units per worker	No. of	Average operator's
Range Average	farms	labor earnings
Below 145 119	21	\$ 249
145 - 250 193	72	700
250 & above 278	18	1647

<u>Control Over Expenses</u>. The depreciation and cash cost of upkeep for power, machinery, equipment and buildings per unit of work is used as a measure of the efficiency of their use on a farm. Some farmers lack power, machinery and buildings for satisfactory operation. In case of others, an excessive investment in these items may constitute an important factor limiting earnings.

Table 14. Relati	on of E	penses	to Farm Earnings	
Expenses per work	unit	No. of	Average operator's	
Range	Average	Farms	labor earnings	_
\$6.75 and above	\$8,16	17	\$-192	•
\$3.50 - 6.74	5.16	76	878	
Below \$3.50	2.71	18	1212	_

CUMULATIVE EFFECT OF EXCELLING IN A NUMBER OF MANAGEMENT FACTORS

The relation of several management factors to operator's labor earnings has been shown in the preceding section. Because of the large number of inter-relationships between these factors the exact relationship between one factor and earnings cannot be determined. The combined or cumulative influence of the seven management factors on earnings is shown in Table 15. Insofar as these factors are within the farmer's control, he may be well paid for his efforts to improve his efficiency as measured by them.

Gir.			f Operator's Labor Earnings t rs in Which the Farmer Excels		
No. of			The length of the lines is	in	Average
factors in	No.	÷ •	proportion to the average		overstor's
which farmer	of	Your	operator's labor		labor
excels	farms	farm	earnings		oarnings
0 oŗ 1	15		X		\$ -79
2	17		xxxx		231
3 .	34		XXXXXXXXXXX		735
4	24		XXXXXXXXXXXXXX		837
5	15		XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	KXX	1716
6 or 7	6		XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	XXXXXX	1952

The array in Table 15 suggests that it may be well worth while for each cooperator to study carefully his ranking on pages 14 and 15, and learn his standing in respect to each of the seven factors as indicators of elements of strength and weakness in his farm business.

EXPLANATION OF "WORK UNITS"

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The total "work units" for any one farm is a measure of the size of that farm business. A work unit as used in this report is the average accomplishment of a farm worker in a ten hour day, working on crops and productive livestock at average efficiency or ten hours of work off the farm for pay. The number of work units for each class of livestock and each acre of crop are presented in Table 16.

> Table 16. Number of Work Units for Each Class of Livestock and Each Acre of Crop

	No. of		. No. of
Item	work units	Item	work units
Dairy and dual pur. cows	14.0 per cow	Small grain	.7 per acre
Other dairy & du.pur.cattle	4.0 per an.	unit*Corn, husked	1.1 per acre
Beef breeding herd	4.0 per an.	unit*Corn, hogged	.7 per acre
Feeder cattle	.35 per 100	lbs.Corn, shredded	2.2 per acre
Sheep - farm flock	1.8 per an.	unit*Corn silage	1.7 per acre
Hogs	.3 per 100	lbs. Corn fodder	1.0 per acre
Turkeys	.7 per 100	lbs. Alfalfa hay	.9 per acre
Hens	22.0 per 100	hens Soybean hay	1.4 per acre
Soybeans for grain	.7 per acre	other hay crops	.6 per acre
r.		R _ 4	· · ·

* Animal unit represents one cow, one bull, one feeder steer or heifer, two head of other cattle, seven head of sheep, fourteen lambs, five hogs, ten pigs, 100 hens or 1400 pounds of turkeys produced.

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Table 17. Measures of Farm Organizati	on and M	anagement	Efficienc	y, 1950
Measures used in chart on page 15	You r farm	Average of 111 farms	able	22 least profit- able farms
Operator's labor earnings	\$	\$768	\$2192	\$-594
(1) Crop yields*		100	136	86
(2) % of tillable land in high ret. crops**		30 .9	36.2	27.5
(3) Ret. for \$100 feed to prod. livestock**	*	100	113	87
(4) Prod. livestock units per 100 acres****	· · · · · · · · · · · · · · · · · · ·	13.1	14.5	12.1
(5) Size of business - work units		242	335	225
(6) Work units per worker		186	239	173
(7) Pow., mach., equip., & bldg. exp. per work unit		\$5.22	\$4.63	\$6.66
Items related to some of the above measures	:	· · · · · · · · · · · · · · · · · · ·		
(2) % of tillable land in high ret. crops. Type-of-farming area 5 Type-of-farming area 6 Type-of-farming area 8		3 1.5 35.1 27.0	37•4 36•8 33•9	24.5 25.6 31.5
(3) Index of return for \$100 feed from Dairy cattle (See pages 20 and 21) Beef cattle - breeding herd Beef cattle - feeders Hogs (See page 23) Sheep - farm flock (See page 24) Chickens (See page 22)		100 100 100 100 100	114 98 111	87 104 92
(4) Number of animal units		16.1	22.9	15.3
(5) Work units on crops Work units on productive livestock Other work units		67 165 10	94 229 12	67 156 2
(6) Number of family workers Number of hired workers Total number of workers		1.2 .1 1.3	1.2 .2 1.4	1.3 1.3
 (7) Power expense per work unit Crop machinery expense per work unit Livestock equip. expense per work unit Bldgs. & fencing exp. per work unit * Given as a percentage of the average 	\$	\$3.30 .87 .20 .85	\$2.71 .89 .24 .79	\$4.03 1.06 .26 1.31

* Given as a percentage of the average ** Crops are marked in Table 18 as (A), (B), (C), and (D). All of acres in (A) crops, one half of acres in (B) crops, and one fourth of acres in (C) crops are used in calculating per cent of tillable land in high return crops.

*** An index weighted by the animal units of livestock.

**** Acres in timber not pastured, roads, waste and farmstead were not included.

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Thermometer Chart

Using your figures from page 14, locate your standing with respect to the various measures of farm organization and management efficiency. The averages for the 111 farms included in this summary are located between the dotted lines across the center of this page.

			·	·			
Oper.			Return	<u>82</u>		Work	Pow., mach.,
·labor		· High	from pr			units	eq. & bldgs.
earn-	Crop yields	retur				per	exp. per
· ings	yreros	s crops	livesto	ock 100	A. units	worker	work units
\$2775	· 164	59.0	148	22.6	4,00	265	\$2.05
• 2525	156	55.5	142	21.4	380	255	2.45
2275	148	52.0	136	20.2	360	245	2.85
2025	140	48.5	130	19.0	340	235	3.25
1775	132	45.0	124	17.8	320	225	3.65
1525	124	41.5	118	16.6	300	215	4.05
1275	116	38. 0	112	15.4	280	205	4.45
1025	108	34.5	106	14.2	260	195	4.85
775	100	31.0	100	13.0	240	.185	5.25
525	· 92	27.5	94	11.8	220	175	5.65
275	84	24.0	88	10.6	200	165	6.05
25	76	20.5	82	9.4	180	155	6.45
-225	68	17.0	76	8.2	160	145	6.85
-475	60	13.5	70	7.0	140	135	7.25
-725	52	10.0	64	5.8	120	125	7.65
÷975	44	6.5	58	4.6	100	115	8.05
5	\bigcirc	\bigcirc	\bigcirc	\bigcirc		\Box	

Table 18.				Acres in	Farm,]	_950	
	Crop	rating	s for			rage of f	
	type-	of-far	ming	-	in t	ype-of-fa	rming
Crop	- a	rea*		Your	·	area	
	5	6	8	farm	5	6-	8
Flax	C	B	B			•7	1.3
Barley	.D	B	C		.6	2.9	1.5
Oats	C	C	C		18.7	32.0	10.6
Wheat	D.	C	D		•5	6.2	• 5
Rye	C	D	D		4.4	• 5	• 3
Misc.	D	D	D		-	-	1.0
Total small grain	Ð	-	-		24.2	42.3	15.2
TOTAL SHALL GIALI		,					
Condon and notatood	A	A	A		.1		.6
Carden and seed potatoes	B	B	B		.1	•4	.2
Potatoes	C D	c	C C		8.9	8.5	3.4
Corn silage			D		4.1	11.4	1.7
Corn grain	C	C				2.2	1.4
Corn fodder	D	D	D ·	·	1.5	2.2	T• -4
Soybeans for grain	D	D	D		.2		
Total cultivated ctops		÷			14.9	22.5	7.3
					6.7	15.1	9.2
Alfalfa hay	A	A	A			17.1	
Alfalfa seed	В	В	B		.2		.2
Red or alsike clover hay	B	B	З		3.7	2.9	2.5
Red or alsike clover seed	B	B	B	<u> </u>	• 3	.1	•4
Mixed legumes & non-legumes	C	.C .	C		5.2	•6	9.0
Timothy and/or brome hay	\mathbb{D}	${\tt D}$	\mathbb{D}		1.3	.1	1.6
Wild hay on tillable land	D	Ð	D		4.6	1.9	5.2
Annual hay	D	D	D		1.2	2.8	2.0
Total tillable land in hay					23.2	23.5	30.1
Legumes and mixtures	**	**	**		2.3	3.9	2.6
Other tillable pasture	D	$\mathbb D$	D		5.5	2.8	7.4
Total tillable land in pastu	re				7.8	6.7	10.0
· · · · · · · · · · · · · · · · · · ·		2		, ,	,		
Tillable land not cropped	D	D	D		8	• 9	2.3
Total tillable land					70.9	95.9	64.9
in produce and the product of the second							
Wild hay (non-tillable)					9.5	9.7	8.3
Non-tillable pasture					40.1	73.0	50.3
Timber (not pastured)					12.5	10.9	40.3
Roads and waste		. ^			14.0	16.2	22.6
Farmstead						4.9	4.2
Total acres in farm				+	<u>3.6</u> 150.6	210.6	190.6
							_,
Per cent land tillable					47.1	45.5	34.1
Fer cent tillable land in high	ret.	crons			31.6	35.1	27.0
TOT COULD DITICOTO TOUG TU DIBU		2-010		., ,		± •رر	~/• •

Table 18. Distribution of Acres in Farm, 1950

* A, B, C, and D refer to ranking used in calculating per cent of tillable land in high return crops, see page 10.

** Alfalfa pasture was rated as an A crop and other legumes and mixtures for pasture a C crop.

	Your		f farms gr	
Dr op	farm	b	11 UV00-0	f-farming area 8
Flax, bu.		1	4.8	5.5
Barley, bu.		11.1	25.2	16.9
Dats, bu.		19.4	25.1	23.7
Wheat, bu.		8.6	12.7	
Rye, bu.		14.8		12.2
Potatoes, bu.		49	80	104
Corn silage, tons	94 - 24 - 24 - 24 - 24 - 24 - 24 - 24 -	3.2	4.7	3.4
Cown, grain, bu.		19.4	26.8	2.3*
Corn fodder, tons		1.8	1.8	2.5
Alfalfa hay, tons		1.3	1.3	1 . 4
Alfalfa seed, 1bs.				
Red or alsike clover hay, tons		1.3	1.2	1.1
Red or alsike clover seed, 1bs.		1	, mán	140
Other leg. & leg. mix. for hay, tons		•9	•9	1.5
Brome or timothy hay, tons		•7	1.3	•8
Wild hay on tillable land, tons	· ····································	1.1	1.0	1.2
Annual hay, tons		1,2	•8	•7
Wild hay on non-tillable land, tons		1.0	1.0	.8

Table 19. Crop Yields Per Acre. 1950

*Most of the corn froze in August, 1950.

POWER AND MACHINERY EXPENSE

Power and machinery expense per crop acre is an indication of the economy with which capital is invested in these items. The crop acres per farm ranged from 5 to 217 with an average of 76(Table 20). The expenses are high on the farms with a small acreage. In some cases, low expenses for labor might be offset by high power and equipment costs. The farmer is interested in operating at the lowest cost for power, machinery and labor combined.

Table 20.	Power and Ma	achinery Expen	ses Per C	rop Acre, 19	50
			Average	22 most	22 least
		Your	of 111	profitable	profitable
Items		farm	farms	farms	farms
Crop acres per farm			75.9	99.9	76.3
Tractor and horse exp.	per crop act	re	\$5.59	\$ 4 •97	\$5.66
Crop & gen. mach. exp.	per crop aci	re	3.02	3.03	3.44

Table 20. Power and Machinery Expenses Per Crop Acre, 1950

The feed cost for horses is a part of the cost of power on those farms maintinaing horses. The annual feed cost per horse is shown in Table 21. Fifty-nine farmers did not maintain horses.

Table 21. F	eed Costs for Hors	es, 1950
Items	Your	Average of 65 farms
Feed per horse, 1 Grain Hay Fodder and s		204 4779 362
Feed cost per hor Grain Roughage Pasture Total fe	200	\$4.38 31.30 <u>5.44</u> 41.12
Number of work he Number of colts	Drses	2.2

AMOUNT OF LIVESTOCK

Nearly all the farmers maintained some dairy cattle. The average number of dairy cows per farm was approximately eight head (Table 22). Fifty-seven per cent of the farmers kept some hogs and fifty-one percent kept a few hens,

Table 22. Amour	Table 22. Amount of Livestock, 1950								
		Average	22 most	22 least					
	Your	of 111	profitable	profitable					
	farm	farms	farms	farms					
Number of milk cows	- A the second	8.3	11.1	7.3					
Number of other dairy cattle		9.4	13.5	7.9					
Number of beef cattle	37. (g):	.8	•7	1.7					
Number of sheep*	+ 14	1.9	4.6	2°8					
Number of hens	62	82	105	111					
Number of litters of pigs raised	UNE 844 1	3.0	4.5	3.0					
Pounds of hogs produced	1 :	2651	5033	2485					
Number of horses	- mr-28 -	1.3	1.7	1.0					

*Two lambs under six months of age considered as one head.

TOTAL FEED COSTS AND RETURNS FROM YOUR LIVESTOCK ENTERPRISES

The total "return over feed costs" for each class of livestock is shown in Table 24. This differs from the return over feed shown in the enterprise statement in that it is the total for each class of livestock instead of a return "per head" "per unit" or "per 100 pounds". These data indicate the relative importance of different classes of livestock as a source of income and as a market for feed. The total return is the same as the returns and net increases shown on page 5. The value of milk consumed by calves is included in the total returns from dairy or dual purpose cows and in the total feed cost for other dairy or dual purpose cattle. The value of milk consumed by calves is not included in either the total returns or the feed cost of "all dairy" or "all dual purpose" cattle. The return over feed is not a net return,



but rather the amount available from the gross income, after paying the feed bill, to cover the outlay for hired labor, power, equipment, taxes, insurance, interest and veterinary bills and to provide a return for the use of family labor and capital.

			Beef	
	Dairy	or dual purpose	cattle breeding	Feeder
	Cows	other	All herd	cattle
otal returns		· · · ·		
otal feed cost				
otal return over feed _		· <u>····································</u>	• :	
		Farm flock of	. * "	: 4
	Hogs	sheep	Turkeys Ch	ickens
		÷ .		i, e teta
otal returns -			<u> </u>	<u> </u>
otal feed costs		، مېرو د ماند مورې د مور است مو		<u></u>
otal return over feed	÷		192 .	

Table 24. Total Feed Costs and Returns From Your Livestock Enterprises, 1950

Feed is the largest single item of cost for all classes of livestock. However, the proportion of the total cost represented by feed varies considerably between classes of livestock. Feed makes up approximately 45 per cent of the total costs of maintaining dairy cattle and poultry, 50 per cent in the case of a farm flock of sheep and 75 to 90 per cent for hogs, feeder cattle and feeder lambs. Consequently, it is necessary to secure a relatively higher return over feed from dairy cattle and poultry than from the other livestock enterprises in order to be able to cover all the costs other than feed.

DAIRY AND DUAL PURPOSE CATTLE

The quantity of feed consumed, value of feeds and returns from dairy cattle are presented in Tables 25, 26, and 27. One hundred herds were classified as dairy cattle and 6 herds were classified as dual purpose cattle. The return over feed cost per cow varied from \$-71.34 to \$199.87 among the 106 herds covered by this study. Some of the important factors that affected the return over feed were:

- 1. Rate of production (pounds butterfat per cow).
- 2. Price received for butterfat.
- 3. Feeding efficiency(pounds T.D.N. fed per pound butterfat produced).
- 4. Quality of ration (percentage of protein in T.D.N.).
- 5. Economy of ration (feed cost per pound butterfat).

Table 25. Factors of Cost and Return	as from Dal	ry and Dual		s , 195 0
			21 farms	21 farms
		Average		lowest in
	Your	of 106	butterfat	butterfat
Items	farm	farms	per cow	per cow
	· · · · ·			
Pounds of butter fat per cow	<u> </u>	256	355	172
Per cent of butterfat in milk		3.8	4.0	3.8
Price rec. per 1b. B.F. sold(cents)	·····	73.7	75.0	69.6
As cream (cents)		68.1	67.8	67.5
Other (cents)		81.6	83.5	75.8
Taud non ont 1b	×			
Feed per cow, 1b.		495	741	312
Corn				
Small grain		792	1271	472
Commercial feeds		494	810	415
Legume hay		3410	4977	2309
Other hay		2463	2133	3151
Fodder and stover		724	987	656
Forder and Stover				0)0
Total concentrates		1781	2822	1199
Total hay and fodder		6597	8097	6116
Silage		4408	4122	2146
012000				
Total digestible nutrients*		5310	6864	4236
T.D.N. per 1b. B.F.		20.7	19.3	24.6
% T.D.N. that is protein		12.8	14.2	11.7
Feed cost per cow:			,	
Concentrates	\$	\$43.68	\$71.47	\$27.85
	Ψ	64.12	81.36	
Roughages				49.24
Pasture		5.08	4.78	5.00
TOTAL FEED COSTS	Ψ	112.88	\$157.61	\$82.09
Value of produce per cow:	5. *			
B.F. sales	\$	\$169.41	\$237.56	\$101.12
Dairy produce used in home		14.23	15.20	16.08
Milk to livestock		20.08	29.73	16,52
Net increases in value of cows		3.72	4.26	,11
TOTAL VALUE PRODUCED	\$	\$207.44	\$286.75	\$133,61
RETURNS ABOVE FEED COST PER COW	S	\$94.56		\$51,52
	+	φ,••,•	VILJ•I ·	Ψ, ε ε τ (Ψ
RETURNS FOR \$100 OF FEED	\$	\$195	\$190	\$178.
Feed cost per 1b. B.F. (cents)		44.1	44.4	47=7
% fall freshening		40	50	34
Number of cows**		8.6	8.2	7.8

Table 25. Factors of Cost and Returns from Dairy and Dual Purpose Cows, 1950

*Not including nutrients received from pasture.

**All dairy cows which have at some time in the past freshened are included in the dairy herd, and affect the average number of cows used in computing this table. There is some variation in the number of months of dry period per cow; however, this variation is small for the majority of farms.

Table 20.	Feed	COStS	and	Returns	Iron	n Uther						e, 1950
<i>a</i>							Ave	rage	21 :	farms	21 f	arms
						4	of	105	highe	st in	lowest	in
						Your	dai	ry	butte:	rfat	butter	fat
Items						farm	<u>her</u>	ds	per co	W	per co	W
Feeds per l	head,	lbs.:										
Concent	trates	4					29	8	440		268	
Hay and	d fodd	er			-		248	4	2873		2260	
Silage					-		125	9	822		1066	
Skin mi	ilk						126		1574		1391	
Whole r	milk				-		32	-	466	*	239	
							<u> </u>				-))	
Feed cost	per he	ad:										9 10
Concen					\$		\$7.2	5 8	510.85		\$6.19	
Rougha					7.		21.9		25.93		17.50	
Milk	0				-		14.7		21.23		12.51	
Pastur	P				-		2.1		1.96		2.26	
1 dovd2	0		•	÷	-						L.L.	
TOTAL FEED	COSTS	PER	HEAD		3		\$46.0	0 8	59.97	5	\$38.46	
-01100 2000	00010				Ψ_		φηψ.υ	U ç	-72.21		0+•0	. ,
Net.inc. in	n valu	eof	other	dairv	catt'	le	\$91.2	7 §	90.03		\$83.56	
		.0 01 0		. uarsy	0.000		Ψ91.6	1 4	0.05		<i>•</i> 0 9 •90	
RETURNS ABO	OVE TH	EN COS	דק חצ	GLEH ST			\$45.2	7 «	30.06		\$45.10	
	0 V ID I I I						φ+).2	1 4	00.00	ť	₽ -9•1 0	
RETURNS FOR	R 5100	जि.स. २० (तमञ	,			\$22) I	\$158		\$243	
TOTOTO TO	-ι φ±00	. 07. 17	ال في		•	<u> </u>	φ ε ε		91.90		وتعو	
Number of 1	head a	fath	or de	irv cot	+10		9.	Q	9.7		9.3	
MULLUEI OI I	neau o	- 00m		irry cat	UTG -		3.	9	9.1		2.2	

Table 26. Feed Costs and Returns from Other Dairy and Dual Purpose Cattle, 1950

Table 27. Feed Costs and Returns f	rom All D				
		Averag	6 highes	t in lowest in	L.
T .	Your	dai ry			
Items	farm	herds	· per c	ow per cow	
Feeds per animal unit, lbs.: Concentrates Hay and fodder Silage		1362 5842 3719	2046 7004 3172	1149 5333 2104	
Feed cost per animal unit: Concentrates Roughages Pasture TOTAL FEED COST	\$\$	\$32.38 55.91 <u>4.75</u> 93.04	\$51.71 68.31 <u>4.41</u> 12 ¹⁴ .43	\$22.07 44.31 <u>4.82</u> 71.20	ŝ
Value of produce per animal unit: Dairy products Net increas in value of dairy cattle	\$	\$120.35 64.45	65.45	\$76.88 <u>59.63</u> \$136.51	
TOTAL VALUE	Ş	\$184.80	\$228.85	\$136.51	
RETURNS ABOVE FEED PER ANIMAL UNIT	\$	\$ 91.76	\$104.42	\$ 65.31	
RETURNS PER \$100 OF FEED	\$	\$211	\$190	\$206	
Animal units of dairy cattle		13.7	13.2	12.7	

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- 21 -

The herds which ranked low in these factors had low returns over feed. As indicated in Table 28, the 32 herds which ranked below the average of the whole group in all of these factors or excelled in one showed a return over feed of \$57 per cow. On the other hand, the 32 herds which ranked above the average of the whole group in four or five factors had a return over feed per cow of \$129. These data suggest that dairy returns could be very materially increased by more attention to these five management factors.

	the Numb	er of Factors in Which Farmers Excelled	
No. of factors	No.	The length of the line is proportional	Average
in which	of	to the average return over feed cost	return
farmers excelled	farms	per cow	over feed
None or 1	32	XXXXXXXXXXXXX	\$57.00
2	17	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	74.00
3	25	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	112.00
4 or 5	32	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	129.00

Table 28. Relation of Return Over Feed per Dairy Cow to the Number of Factors in Which Farmers Excelled

Table 29. Feed Costs and Returns from Chickens, 1950

			14 farms	14 farms
		Average	-	
	Your	of 57		
Items	farm	forms	above feed	above feed
Feed per hen, lbs.: Grain Commercial feeds Total concentrates		69 <u>46</u> 115	66 <u>51</u> 117	94 <u>47</u> 141
Skim milk and buttermilk		12	20	3
TOTAL FEED COST PER HEN	\$	\$3.44	\$3.53	\$4 . 11
Value of produce per hen: Eggs sold and used in house Net increase in value of chickens TOTAL VALUE PRODUCED	\$ \$	\$ 3. 93 .14 4.07	\$5.13 <u>.80</u> 5.93	\$3.05 27 2.78
REFURNS ABOVE FEED COST PER HEN	\$	\$.63	\$2.40	3-1.33
RETURNS FOR \$100 OF FEED	\$	\$122	\$172	\$63
Price rec'd per doz. eggs sold (cents) Eggs laid per hen		31.0 152	32,4 191	29.8 121
nve. no. of hens on farm during the year	r	150	186	89
% of hens that are pullets % of death loss of hens	<u> </u>	68 14	79 11	70 16
Numbers of chicks started: Straight run Pullets Cockerels Pounds of poultry produced		31 139 18 419	39 176 12 653	36 96 14 301

Items	Your farm	Average of 63 farms	l6 farms highest in returns above feed	returns
Feed per cwt. hogs produced, 1bs.:				
Corn		196	128	261
Small grain	******	172	139	228
Commercial feeds		59	67	68
Total concentrates		427	334	557
Skim milk and buttermilk		586	352	848
Feed cost per cwt. hogs produced;			2	
	\$	\$10.01	\$8.18	\$13.06
Skim milk and buttermilk	·	2.15	1.22	3.21
Pasture			.17	.25
TOTAL FEED COSTS	\$	<u>.17</u> \$12.33	\$9.57	\$16.52
Net increase in val. per cwt. hogs prod	\$	\$20.96	\$25.46	\$17.77
RETURNS ABOVE FEED COST PER CWT.HOGS PR	OD	\$ 8,63	\$15.89	\$ 1.25
RETURNS FOR \$100 OF FEED	\$	\$190	\$287	\$111
Ave. weight per hog sold, 1bs.		152	100	169
Price received per cwt. hogs sold	\$	\$21.15	\$23.68	\$18.35
No. of spring litters raised		3.5	4.2	2,0
No. of fall litters raised		1.7	2.6	•9 •
Fotal no. of litters raised		5.2	6.8	2.9
No. of pigs born per litter		8.7	9.1	8.7
No. of pigs weaned per litter		6.7	7.5	6.1
Pounds of hogs produced		4512	3720	3171

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Table 30. Feed Costs and Returns from Hogs, 1950

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Table 31. Feed Costs and Returns from a	a Farm Flock of	Sheep, 1950
	Your	Average of
Items	farm	<u>7 farms</u>
Feeds per head, *1bs.:		
Concentrates	······	61
Legume hay		28 <i>5</i>
Other hay		238
Fodder and stover		284
Silage		164
20 B		× .
Feed cost per head:	*	
Concentrates	\$	\$1.39
Roughages	·	5.98
Pasture	Å	<u>•92</u> \$8•29
TOTAL FEED COSTS	Φ	ф0. <i>2</i> У
Value of produce per head:		2 · · ·
Wool	\$	\$ 3.87
Not increase in value of sheep		10.45
TOTAL VALUE PRODUCED	\$	\$14.32
RETURNS ABOVE FEED COST PER HEAD	\$	\$ 6.03
RETURNS FOR \$100 OF FEED	\$	\$ 210
Price per cwt. of lambs sold	Ś	\$26.06
Price per 1b. wool sold (cts.)		59.3 7.1
Pounds of wool per sheep sheared		7.1
Number of ewes kept for lambing	, · · ·	21
% lamb crop**	· · · ·	87
% death loss		9.3
Pounds of sheep produced		1023
No. of head of sheep*		27.2
••••••••••••••••••••••••••••••••••••••		

Table 31.	Feed	Costs	and	Returns	from	a	Farm	Flock	of	Sheep,	
							Sea 57/18			2040-000 J. 100	

* Two lambs under six months of age considered as one head. ** Lambs which die during month of birth are not included.

Table 32. Summary of Farm Inventories by Years							
· · · · · · · · · · · · · · · · · · ·	1947	1948	1949	1950			
Number of farms	141	204	188	111			
Dairy and dual purpose cows	1078	1101	1176	1256			
Other dairy & dual purpose cattle	451	511	540	583			
Beef cattle (inc. feeders)	57	30	72	87			
Hogs	181	199	185	174			
Sheep	17	58	36	24			
Poultry	96	87	76	100			
Productive livestock (total)	1880	1986	2085	2224			
Horses	82	77	67	59			
Crop, seed, & feed	977	1045	1054	831			
Power mach. (farm share)	917	1022	1253	1209			
Crop & general mach. (farm share)	673	741	821	811			
Livestock equipment & supplies	216	193	212	203			
Mach. & equipment (total)	1806	1956	2286	2223			
Miscellaneous	2	1	1				
Buildings, fences, etc.	3638	3332	3208	3452			
Land	3809	3386	3564	2960			
Total farm capital	12194	11783	12265	11749			

Table 33. Summary of Farm H	1947	1948	1949	195
Monthly charge for unpaid family labor	\$87	\$119	\$112	\$1
Monthly charge for board to hired labor	33	38	33	
FARM RECEIPTS	<i></i>			
Dairy and dual-purpose cows	\$282	\$335	\$263	\$32
Dairy products	1546	1798	1471	14
Other dairy & dual-purpose cattle	260	357	316	42
Beef cattle	45	33	55	8
Hogs	428	436	500	5
Sheep and wool	19	60	-39	1
Poultry	71	-97	43	10
Eggs	388	328	267	32
Horses	14	15	12	_
Small grain	501	326	270	1
Other crops	221	218	248	1
Machinery & equip. sold	119	174	211	ļ
Agricultural adjustment payments	26	33	29	:
Income from work off the farm	78	65	108	
Miscellaneous	14	15	40	
(1) Total farm sales	4012	4290	3872	382
(2) Increase in farm capital	1067	936	781	8
(3) Family living from the farm	453	441	417	4
(4) Total farm receipts $(1)+(2)+(3)$	5532	5667	5070	51
FARM EXPENSES				
Dairy and dual purpose cows bought	\$175	\$205	\$166	\$10
Other dairy and dual pup. cattle bot.	57	100	79	0
Beef cattle bought	8	10	24	2
Hogs bought	60	49	51·	2
Sheep bought	14	6	11	-
Poultry bought	50	43	37	1
Horses bought	16	21	.7	
Misc. livestock expense	41	43	41	· · 1
Misc. crop expenses	195	206	187	1
Feed bought	549	533	385	60
Custom work hired	164	191	205	1'
Mech. power mach. (farm share) (new)	507	477	568	52
Mech. power mach. (farm share) (upkp)	151	152	111	10
Mech. power (f. share)(gas,oil,etc.)	313	356	376	35
Crop and general mach. (new)	269	333	360	31
Crop and general mach. (upkeep)	71	75	63	-
Livestock equipment (new)	73	66	76	8
Livestock equinment (upkeep)	13	14	15	-
Buildings and fencing (new)	221	243	256	32
Buildings and fencing (upkeep)	. 94	93	81	(
Hired labor	102	100	81	ł
Taxes	121	134	159	10
General farm and insurance	40	43	39	
(5) Total farm purchases	3304	3493	3378	35
(6) Decrease in farm capital	-	-	-	Park II
(7) Interest on farm capital	610	589	613	5
(8) Unpaid family labor	381	360	329	2
(9) Board furnished hired labor	29	33	24	
(10) Total farm exp. (sum of (5) to (9)	4324	4475	4344	43!
(11) Oper. labor earnings (4) - (10)	1208		726	70

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Table 33. Summary of Farm Earnings by Years

- 25 -

	~ ~		an a		
Table 34. Summary of	f Acres	and Crop Y	tolda Don	Form har V	
table 54. Summary C	ACT'ES	1947	1948	1949	1950
ACRES PER FARM					
	ĩ	4.2	о. r		· · · ·
Flax Barley		3.0	3.5 1.6	5.0 1.4	.8 1.7
Dats		18.3	20.6	19.2	19.7
Wheat		3.7	2.4	2.8	2.3
Other small grains		1.9	1.1	2.2	1,9
Total small grains		31.1	29.2	30.6	26.4
Corn		15.4	16.4	16.4	13.8
Other cultivated crops					.5
Total cultivated crops		<u>.6</u> 16.0	16.8	<u>•7</u> 17.1	14.3
		~ ~	1.1	 	
Alfalfa for hay or seed Clover for hay or seed		5.9 2.2	6.6 2.6	10.4 3.1	10.5
Other hay and seed crops		17.7	15.9	J.1 11.4	3.2 12.3
Total tillable land in h	ay	25.8	25.1	24.9	26.0
Total tillable land in p		3.3	3.3	3.9	8.4
Tillable land not croppe	d	1.3	2.0	2.2	1.5
Total tillable land		77.5.	76.4	78.7	76.6
Vild hay (non-tillable)		8.0	. 9.0	8.3	9.1
Non-tillable pasture		46.8		51.3	54.9
Fimber, roads, waste, and far	mstead	31.2	28.9	47.7	45.7
Total land in farm CROP YIELDS FER ACRE		163.5	164.0	186.0	186.3
flax, bu.	3	8.5	11.0	7.8	5.3
Barley, bu.	5	21.1	26.3	26.5	19.3
Dats, bu.		31.5	32.9	31.5	23.0
Wheat, bu.		14.7	15.6	11.3	12.6
Potatoes, bu.		87.3	94.8	75.5	77.5
Corn for grain, bu.		28.1	42.9	42.1	18.1
orn for silage, tons		5.0	6.7		. 4.0
Corn fodder, tons		2.1	2.7	2.6	. 2.0
lfalfa hay, tons	10	1.8	1.9	1.8	1.3
Red or alsike clover hay, ton	S	1.5	1.5	1.2	1.2
Frome or timothy hay, tons		1.6	1.2	1.1	• 9
Vild hay on non-tillable land	, tons	1.1	1.0	1.3	• 9
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			1		

Table 35. Summary	of Miscellar	neous litems	by Years	
	1947	1948	1949	1950
MEASURES OF FARM ORGANIZATION AND	MANAGEMENT	EFFICIENCY		
% high return crops	27.3	27.0	32.7	30.9
A.U. livestock per 100 A.	13.3	13.1	13.6	13.1
No. of work units *	288	284	293	242
Work units per worker	201	213	223	186
Expenses per work unit	\$4.39	\$4.54	\$4.34	\$5.22
AMOUNT OF LIVESTOCK				
No. of milk cows	9.0	8.3	8.6	8.3
No. of other dairy cattle	8.7	8.7	9.3	9.4
No. head of sheep	1.7	4.5	2.5	1.9
No. of hens	85	72	60	. 82
Lbs. hogs produced	2093	2348	3132	2651
No. litters of hogs raised	1.5	1.7	2.6	3.0
No. of horses	1.7	15	1.3	1.3
PRODUCTION PER UNIT OF LIVESTOCK				
Lbs. B.F. per dairy cow	218	236	253	256
Pigs weaned per litter	6.7	7.4		6.7
No. eggs laid per hen	138	138	142	152
Lbs. wool per sheep sheared	6.9	6.7	6.5	
% lamb crop	98	109	104	87
,				
PRICE RECEIVED PER				
Lb. B.F. sold (cts.)	87.1			
Cwt. hogs sold	\$25.50	\$25.55	\$20.71	
Cwt. lambs sold	20.50	22.41	22.54	
Lb. wool sold (cts)	38.4	48.4	48.2	59.3
Doz. eggs sold (cts)	40.9	41.5	39.9	31.0
RETURN ABOVE FEED COST PER				
Dairy cow	\$102.85			
Cwt. hogs produced	8.87			
Head of sheep	8.85			6.03
Hen	• 76	1.40	1.81	. 63
FEED COST PER				France and a second second
Dairy cow	\$94.89	\$103.18	\$93.35	\$112.88
Cwt. hogs produced	16.77	15.18	10.46	12.33
Head of sheep	3.10	5.55	5.72	8.29
Hen	4.40	3.85	3.48	3.44
Horse	35.50	38.08	34.05	41.12
	manna (s. 1997)	1997 -	~ ~	

* Number of work units for the years 1947, 1948, and 1949 was obtained by dividing the total number of work units by the total number of farms cooperating from the N.E. and N.W. areas.