

Estimating 2008 Costs of Production
Soybean, Early Season, Furrow Irrigation, Roundup Ready

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ITEM	UNIT	PRICE	QUANTITY	AMOUNT	YOUR FARM
		dollars		dollars	
DIRECT EXPENSES					
FERTILIZERS					
0-18-36	lb	0.17	200.0000	34.60	_____
HERBICIDES					
Glyphosate Plus	pt	1.88	4.0000	7.52	_____
INSECTICIDES					
Orthene 90S	lb	8.59	1.0000	8.59	_____
IRRIGATION SUPPLIES					
IrrPipe+lay+pickup	acre	10.30	1.0000	10.30	_____
SEED/PLANTS					
Soybean Seed RR	lb	0.64	60.0000	38.40	_____
CUSTOM HIRE					
Cstm Ap Grd Fert	acre	4.92	1.0000	4.92	_____
Cstm Ap Grd. Herb	acre	5.02	2.0000	10.04	_____
Cstm Ap Air Insect	acre	5.00	1.0000	5.00	_____
Cstm Haul Soybeans	bu	0.15	45.0000	6.75	_____
OPERATOR LABOR					
Tractors	hour	9.45	0.4439	4.19	_____
Harvesters	hour	9.45	0.1021	0.97	_____
IRRIGATION LABOR					
Furrow Irr.	hour	8.19	0.3017	2.48	_____
HAND LABOR					
Implements	hour	8.19	0.0942	0.77	_____
DIESEL FUEL					
Tractors	gal	2.33	4.9589	11.57	_____
Harvesters	gal	2.33	1.4457	3.37	_____
Furrow Irr.	gal	2.33	12.0000	27.96	_____
REPAIR & MAINTENANCE					
Implements	acre	4.54	1.0000	4.54	_____
Tractors	acre	1.89	1.0000	1.89	_____
Harvesters	acre	2.03	1.0000	2.03	_____
Furrow Irr.	ac-in	0.17	12.0000	2.12	_____
INTEREST ON OP. CAP.	acre	6.13	1.0000	6.13	_____

TOTAL DIRECT EXPENSES				194.14	_____
FIXED EXPENSES					
Implements	acre	14.25	1.0000	14.25	_____
Tractors	acre	14.39	1.0000	14.39	_____
Harvesters	acre	9.58	1.0000	9.58	_____
Furrow Irr.	each	2993.11	0.0083	24.94	_____

TOTAL FIXED EXPENSES				63.16	_____

TOTAL SPECIFIED EXPENSES				257.30	_____

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Table 2. Estimated resource use and costs for field operations, per acre, Early Season, Soybeans, Furrow Irrigation, Roundup Ready, 2008

OPERATION/ OPERATING INPUT	SIZE/ UNIT	POWER UNIT SIZE	PERF RATE	TIMES OVER	MTH	POWER UNIT COST		EQUIPMENT COST		ALLOC LABOR		OPERATING/DURABLE INPUT			TOTAL COST
						DIRECT	FIXED	DIRECT	FIXED	HOURS	COST	AMOUNT	PRICE	COST	
						-----dollars-----				dollars		-----dollars-----			
Disk Harrow	28'	MFWD 225	0.070	1.00	Apr	2.20	2.36	0.59	1.53	0.07	0.66				7.34
Field Cultivate Fld	32'	MFWD 225	0.046	1.00	Apr	1.47	1.57	0.33	1.72	0.04	0.44				5.53
Cstm Ap Grd Fert	acre			1.00	Apr							1.0000	4.92	4.92	4.92
0-18-36	lb											200.0000	0.17	34.60	34.60
Field Cultivate Fld	32'	MFWD 225	0.046	1.00	Apr	1.47	1.57	0.33	1.72	0.04	0.44				5.53
Plant - Rigid	12R-20	MFWD 190	0.094	1.00	Apr	2.50	2.68	1.42	3.38	0.18	1.66				11.64
Soybean Seed RR	lb											60.0000	0.64	38.40	38.40
Ditcher		MFWD 105	0.020	0.10	Apr	0.03	0.02		0.01	0.00	0.02				0.08
Cultivate	12R-30	MFWD 225	0.068	1.00	May	2.16	2.31	0.47	1.53	0.06	0.65				7.12
Cstm Ap Grd. Herb	acre			1.00	May							1.0000	5.02	5.02	5.02
Glyphosate Plus	pt											2.0000	1.88	3.76	3.76
Field Cultivate Fld	32'	MFWD 225	0.046	1.00	May	1.47	1.57	0.33	1.72	0.04	0.44				5.53
Cultivate	12R-30	MFWD 225	0.068	1.00	May	2.16	2.31	0.47	1.53	0.06	0.65				7.12
IrrPipe+lay+pickup	acre			1.00	Jun							1.0000	10.30	10.30	10.30
Cstm Ap Grd. Herb	acre			1.00	Jun							1.0000	5.02	5.02	5.02
Glyphosate Plus	pt											2.0000	1.88	3.76	3.76
Cstm Ap Air Insect	acre			1.00	Jul							1.0000	5.00	5.00	5.00
Orthene 90S	lb											1.0000	8.59	8.59	8.59
Header - Soybean	25' Flex	275hp	0.102	1.00	Aug	5.40	9.58	0.60	1.11	0.10	0.97				17.66
Cstm Haul Soybeans	bu			1.00	Aug							45.0000	0.15	6.75	6.75
Furrow Irr.	each			1.00	Jun					24.94		0.0083			24.94
Application 1	ac-in			1.00	Jun			7.52		0.07	0.62	3.0000			8.14
Application 2	ac-in			1.00	Jun			7.52		0.07	0.62	3.0000			8.14
Application 3	ac-in			1.00	Jul			7.52		0.07	0.62	3.0000			8.14
Application 4	ac-in			1.00	Jul			7.52		0.07	0.62	3.0000			8.14
TOTALS						18.86	23.97	34.62	39.19	0.94	8.41			126.12	251.17
INTEREST ON OPERATING CAPITAL															6.13
UNALLOCATED LABOR															0.00
TOTAL SPECIFIED COST															257.30

Information presented in this document is prepared solely as a general guide and is not intended to recognize or predict the costs and returns from any one particular farm operation. The mention of any commercial product in this analysis does not imply its endorsement by the University of Arkansas Cooperative Extension Service over other products not named, nor does the omission imply that they are not satisfactory. This budget does not include costs for land, overhead, or management.

Table 3. Breakeven Yields (BEY) Required to Cover Direct Expenses and Net Returns above Direct Expenses for Price/Yield Combinations and Select Land Tenure Arrangements, per acre.

Soybean, Early Season, Furrow Irrigation, Roundup Ready, 2008

Farm Owner

BEY (bu/acre)	Crop Price (\$/bu)						
	5.70	6.51	7.32	8.13	8.94	9.75	10.56
	Returns above Variable Costs (\$/Acre)						
18	-87	-73	-58	-44	-29	-15	0
20	-79	-63	-47	-32	-16	0	16
21	-69	-52	-35	-17	0	17	35
23	-57	-38	-19	0	19	38	57
26	-42	-21	0	21	42	64	85
29	-24	0	24	48	72	95	119
34	0	27	55	82	109	137	164

Farm Owner is assumed to have 100% Equity in Land

Tenant 75-25 Crop-Share

BEY (bu/acre)	Crop Price (\$/bu)						
	5.70	6.51	7.32	8.13	8.94	9.75	10.56
	Returns above Variable Costs (\$/Acre)						
24	-88	-73	-59	-44	-29	-15	0
26	-79	-64	-48	-32	-16	0	16
29	-69	-52	-35	-17	0	17	35
32	-57	-38	-19	0	19	38	57
35	-43	-21	0	21	43	64	85
40	-24	0	24	48	72	96	120
45	0	28	55	83	110	138	166

Landowner Receives 25% of the Crop.

Tenant pays 100% of Hauling Crop to Grain Elevator

Landowner Pays 100% of Fixed Irrigation Expenses

Tenant 90-10 Crop-Share

BEY (bu/acre)	Crop Price (\$/bu)						
	5.70	6.51	7.32	8.13	8.94	9.75	10.56
	Returns above Variable Costs (\$/Acre)						
20	-88	-73	-58	-44	-29	-15	0
22	-79	-63	-48	-32	-16	0	16
24	-69	-52	-35	-17	0	17	35
26	-57	-38	-19	0	19	38	57
29	-42	-21	0	21	42	64	85
33	-24	0	24	48	72	96	120
38	0	27	55	82	110	137	165

Landowner Receives 10% of the Crop

Tenant Pays 100% of Hauling Crop to Grain Elevator.

Tenant 80-20 Crop-Share

BEY (bu/acre)	Crop Price (\$/bu)						
	5.70	6.51	7.32	8.13	8.94	9.75	10.56
	Returns above Variable Costs (\$/Acre)						
23	-88	-73	-59	-44	-29	-15	0
24	-79	-63	-48	-32	-16	0	16
27	-69	-52	-35	-17	0	17	35
29	-57	-38	-19	0	19	38	57
33	-43	-21	0	21	43	64	85
37	-24	0	24	48	72	96	120
42	0	28	55	83	110	138	165

Landowner Receives 20% of the Crop

Tenant Pays 100% of Hauling Crop to Grain Elevator.