

Estimating 2008 Costs of Production
Soybean, Early Season, Flood 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	_____
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	0.6690	5.88	_____
Harvesters	hour	9.45	0.1021	0.97	_____
IRRIGATION LABOR					
Flood Irr. - Soybean	hour	8.19	0.0905	0.74	_____
HAND LABOR					
Implements	hour	8.19	0.0942	0.77	_____
DIESEL FUEL					
Tractors	gal	2.33	7.3710	15.92	_____
Harvesters	gal	2.33	1.4457	3.37	_____
Flood Irr. - Soybean	gal	2.33	10.0000	23.30	_____
REPAIR & MAINTENANCE					
Implements	acre	4.13	1.0000	3.80	_____
Tractors	acre	2.80	1.0000	2.59	_____
Harvesters	acre	2.03	1.0000	2.03	_____
Flood Irr. - Soybean	ac-in	0.15	10.0000	1.50	_____
INTEREST ON OP. CAP.	acre	6.09	1.0000	6.00	_____
TOTAL DIRECT EXPENSES				182.69	_____
FIXED EXPENSES					
Implements	acre	12.27	1.0000	10.55	_____
Tractors	acre	21.40	1.0000	19.83	_____
Harvesters	acre	9.58	1.0000	9.58	_____
Flood Irr. - Soybean	each	2993.11	0.0083	24.94	_____
TOTAL FIXED EXPENSES				64.90	_____
TOTAL SPECIFIED EXPENSES				247.59	_____

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Table 2. Estimated resource use and costs for field operations, per acre, Early Season, Soybeans, Flood 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
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
Land Plane	50'x16'	MFWD 225	0.151	2.00	Apr	9.52	10.21	0.43	1.40	0.30	2.87				24.43
Ditcher		MFWD 105	0.020	0.10	Apr	0.03	0.02		0.01	0.00	0.02				0.08
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
Cultivate	8R-30	MFWD 190	0.103	1.00	May	2.73	2.93	0.43	1.40	0.10	0.97				8.46
Levee Pull (1m/80a)	8 blade	MFWD 170	0.003	0.15	Jun	0.01	0.01			0.00	0.01				0.03
Levee Splitter (1/80)	8 blade	MFWD 150	0.004	0.10	Jun	0.01	0.01			0.00					0.02
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
Levee Pull (1m/80a)	8 blade	MFWD 170	0.003	0.15	Jun	0.01	0.01			0.00	0.01				0.03
Levee Splitter (1/80)	8 blade	MFWD 150	0.004	0.10	Jun	0.01	0.01			0.00					0.02
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
Levee Pull (1m/80a)	8 blade	MFWD 170	0.003	0.15	Jul	0.01	0.01			0.00	0.01				0.03
Levee Splitter (1/80)	8 blade	MFWD 150	0.004	0.10	Jul	0.01	0.01			0.00					0.02
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
Flood Irr. - Soybean	each			1.00	Jun							0.0083			24.94
Application 1	ac-in			1.00	Jun			9.92		0.03	0.30	4.0000			10.22
Application 2	ac-in			1.00	Jun			7.44		0.02	0.22	3.0000			7.66
Application 3	ac-in			1.00	Jul			7.44		0.02	0.22	3.0000			7.66
TOTALS						23.91	29.41	28.60	35.49	0.90	8.36			115.82	241.59
INTEREST ON OPERATING CAPITAL															6.00
UNALLOCATED LABOR															0.00
TOTAL SPECIFIED COST															247.59

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, Flood Irrigated, 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)						
17	-82	-68	-55	-41	-27	-14	0
18	-74	-59	-45	-30	-15	0	15
20	-65	-49	-32	-16	0	16	32
22	-54	-36	-18	0	18	36	54
25	-40	-20	0	20	40	60	80
28	-22	0	22	45	67	90	112
32	0	26	51	77	103	128	154

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)						
23	-83	-69	-55	-41	-28	-14	0
25	-75	-60	-45	-30	-15	0	15
27	-65	-49	-33	-16	0	16	33
30	-54	-36	-18	0	18	36	54
33	-40	-20	0	20	40	60	80
37	-23	0	23	45	68	90	113
43	0	26	52	78	104	130	155

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)						
19	-82	-69	-55	-41	-27	-14	0
20	-74	-59	-45	-30	-15	0	15
22	-65	-49	-32	-16	0	16	32
25	-54	-36	-18	0	18	36	54
27	-40	-20	0	20	40	60	80
31	-22	0	22	45	67	90	112
35	0	26	52	77	103	129	155

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)						
21	-82	-69	-55	-41	-27	-14	0
23	-75	-60	-45	-30	-15	0	15
25	-65	-49	-33	-16	0	16	33
28	-54	-36	-18	0	18	36	54
31	-40	-20	0	20	40	60	80
35	-23	0	23	45	68	90	113
40	0	26	52	78	103	129	155

Landowner Receives 20% of the Crop

Tenant Pays 100% of Hauling Crop to Grain Elevator.