

Projections for Planning Purposes Only -- *Not to be Used without Updating*
2019 Estimated Costs and Returns per Acre
Rotation, Sorghum-Fallow-Wheat, Minimum Till, Fallow
Panhandle Extension District - 1

Crop Acres	160				Enterprise	
REVENUE	Quantity	Units	\$/Unit	Total	Total	
Total Revenue				\$0.00	\$0.00	
VARIABLE COSTS	Quantity	Units	\$/Unit	Total	Enterprise	
Production Costs						
Herbicide						
Herbicide and Apply Fallow	2	Acre	\$11.68	\$23.36	\$3,737.60	
Machinery Labor						
Tractors/Self-Propelled	0.12	Hour	\$13.03	\$1.56	\$250.18	
Other Labor	0.14	Hour	\$13.03	\$1.82	\$291.87	
Diesel Fuel						
Tractors/Self-Propelled	0.91	Gallon	\$2.33	\$2.12	\$339.25	
Repairs & Maintenance						
Tractors/Self-Propelled	1	Acre	\$2.00	\$2.00	\$320.77	
Implements	1	Acre	\$2.41	\$2.41	\$385.89	
Interest on Credit Line			6.04%	\$1.11	\$177.22	
Total Variable Costs				<u>\$34.39</u>	<u>\$5,502.77</u>	
Planned Returns Above Variable Costs:				(\$34.39)	(\$5,502.77)	
Breakeven Price to Cover Variable Costs			n/a			
FIXED COSTS	Quantity	Units	\$/Unit	Total	Enterprise	
Machinery Depreciation						
Tractors/Self-Propelled	1	Acre	\$2.07	\$2.07	\$331.46	
Implements	1	Acre	\$3.10	\$3.10	\$496.14	
Equipment Investment						
Tractors/Self-Propelled	\$16.14	Dollars	6.32%	\$1.02	\$163.19	
Implements	\$13.26	Dollars	6.32%	\$0.84	\$134.13	
Cash Rent - Wheat Dryland	1	Acre	\$26.50	\$26.50	\$4,240.00	
Total Fixed Costs				<u>\$33.53</u>	<u>\$5,364.93</u>	
Total Specified Costs				<u>\$67.92</u>	<u>\$10,867.71</u>	
Returns Above Specified Costs				(\$67.92)	(\$10,867.71)	
Breakeven Price to Cover Total Costs			n/a			

Example Breakeven Prices			
Example Yield Percent	Example Yield	To Cover Variable Costs	To Cover Total Costs
75%	0.00	\$0.00	\$0.00
90%	0.00	\$0.00	\$0.00
100%	0.00	\$0.00	\$0.00
110%	0.00	\$0.00	\$0.00
125%	0.00	\$0.00	\$0.00

Developed by DeDe Jones, Extension Risk Management Specialist III, Texas A&M AgriLife Extension, 806-677-5600.

Information presented is prepared solely as a general guide and not intended to recognize or predict the costs and returns from any one operation. Brand names are mentioned only as examples and imply no endorsement.