

Ranch Financial Statements and Cattle Performance Reporting

The products of this financial reporting efforts are to go **beyond the IRS Schedule F** tax cash return data used for IRS compliance reporting. It is likely more than 95% of ranches/farmers file the Schedule F for compliance that does not calculate business profitability, financial position or performance. Provided is a guide to setup QuickBooksPro™ is provided decision aids data.

The Excel™ spreadsheets that report accrual adjusted financial statements provide the statement of cash flow, income statement and balance sheet. Accrual adjusted reports provide the data to report financial criteria including liquidity, solvency, profitability, repayment capacity and financial efficiency. Financial position and performance measures are calculated and reported for each criterion that follows the Farm Financial Standards Council (FFSC) guidelines.

Spreadsheet Supporting Ranch Annual Financial Performance Reporting

Annual Financial and Production Cow-Calf and Retained Ownership Benchmark Values

- Cow-Calf Selling Raised Weaned Calves
- Cow-Calf Selling Raised Preconditioned and Purchased for Resale Calves
- Cow-Calf Selling Raised Feeder Cattle and Purchased for Resale Feeders

Annual Accrual Adjusted Financial Statements and with FFSC Performance Values. Includes Cow-Calf and retained ownership benchmarks performance reports.

Beef Cattle Ranch Supporting Spreadsheets Provided for the Annual Closeout

1. Cow-Calf Sales by Category of Cattle – Raised and Purchased Breeding Stock
2. Cattle and Horse Beginning and Ending Inventory and Death Loss
3. Standardize Performance Analysis (SPA) Cow-Calf Reproduction Data
4. Cow-Calf Herd Production, Sales, Death Loss Data Summary
5. Feed Beginning and Ending Inventory

Addressing Depreciation Data and Calculation Needs

6. Data Records for the Capital Assets Depreciation Schedule
7. Replace IRS Depreciation with Capital Asset Calculated Replacement Cost

QuickBooks Pro™ and Family Living Expense/Withdrawals Reports

Family living expenses/withdrawals is combined with the business cash flow for the **statement of cash flow** report to calculate the business repayment capacity.

References:

Farm Financial Standards Task Force FFST. “*Recommendations of the Farm Financial Standards Task Force: Financial Guidelines for Agricultural Producers*”. Revised 2022, Farm Financial Standards Council, website www.FFSC.org.

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