

**Projections for Planning Purposes Only -- *Not to be Used without Updating***  
**2025 Estimated Costs and Returns per Acre**  
**Dryland Coastal Bermudagrass Pasture**  
**Southwest Extension District - 10**

Crop Acres		100				
REVENUE		Quantity	Units	\$/Unit	Total	Enterprise Total
AUM Grazing Lease		5.00	AUM	\$15.50	\$77.50	\$7,750.00
Total Revenue					\$77.50	\$7,750.00
VARIABLE COSTS		Quantity	Units	\$/Unit	Total	Enterprise Total
Production Costs						
Fertilizer						
Fertilizer 22-6-17		772	Pound	\$0.28	\$216.16	\$21,616.00
Herbicide						
Prowl H2O		4	Pint	\$6.09	\$24.38	\$2,437.50
Miscellaneous						
Miscellaneous Forage Overhead		1	Acre	\$4.00	\$4.00	\$400.00
Machinery Labor						
Tractors/Self-Propelled		0.47	Hour	\$17.21	\$8.09	\$808.87
Diesel Fuel						
Tractors/Self-Propelled		2.24	Gallon	\$3.00	\$6.72	\$672.00
Gasoline						
Pickup/General Use Equipment		1	Acre	\$27.18	\$27.18	\$2,717.92
Repairs & Maintenance						
Pickup/General Use Equipment		1	Acre	\$4.20	\$4.20	\$420.00
Tractors/Self-Propelled		1	Acre	\$3.21	\$3.21	\$321.23
Implements		1	Acre	\$0.22	\$0.22	\$21.92
Interest on Credit Line				8.60%	\$6.61	\$661.06
Total Variable Costs					\$300.77	\$30,076.50
Planned Returns Above Variable Costs:					(\$223.27)	(\$22,326.50)
Breakeven Price to Cover Variable Costs				\$60.15	AUM	
FIXED COSTS		Quantity	Units	\$/Unit	Total	Enterprise Total
Machinery Depreciation						
Pickup/General Use Equipment		1	Acre	\$25.74	\$25.74	\$2,574.00
Tractors/Self-Propelled		1	Acre	\$3.61	\$3.61	\$361.26
Implements		1	Acre	\$0.68	\$0.68	\$67.69
Equipment Investment						
Pickup/General Use Equipment		\$107.25	Dollars	8.60%	\$9.22	\$922.35
Tractors/Self-Propelled		\$27.91	Dollars	8.60%	\$2.40	\$239.99
Implements		\$13.45	Dollars	8.60%	\$1.16	\$115.71
Dryland Winter Garden Rent		1	Acre	\$20.00	\$20.00	\$2,000.00
Total Fixed Costs					\$62.81	\$6,281.00
Total Specified Costs					\$363.58	\$36,357.51
Returns Above Specified Costs					(\$286.08)	(\$28,607.51)
Breakeven Price to Cover Total Costs				\$72.72	AUM	

Example Breakeven Prices			
Example Yield Percent	Example Yield AUM	To Cover Variable Costs	To Cover Total Costs
75%	3.75	\$80.20	\$96.95
90%	4.50	\$66.84	\$80.79
100%	5.00	\$60.15	\$72.72
110%	5.50	\$54.68	\$66.10
125%	6.25	\$48.12	\$58.17

Developed by Extension Agricultural Economists, Texas A&M AgriLife Extension, budgets@tamu.edu.

**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.**