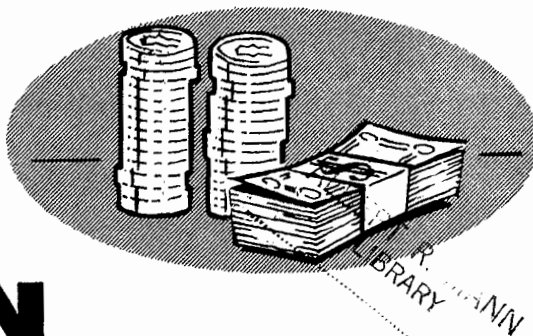


FARM INCOME SITUATION



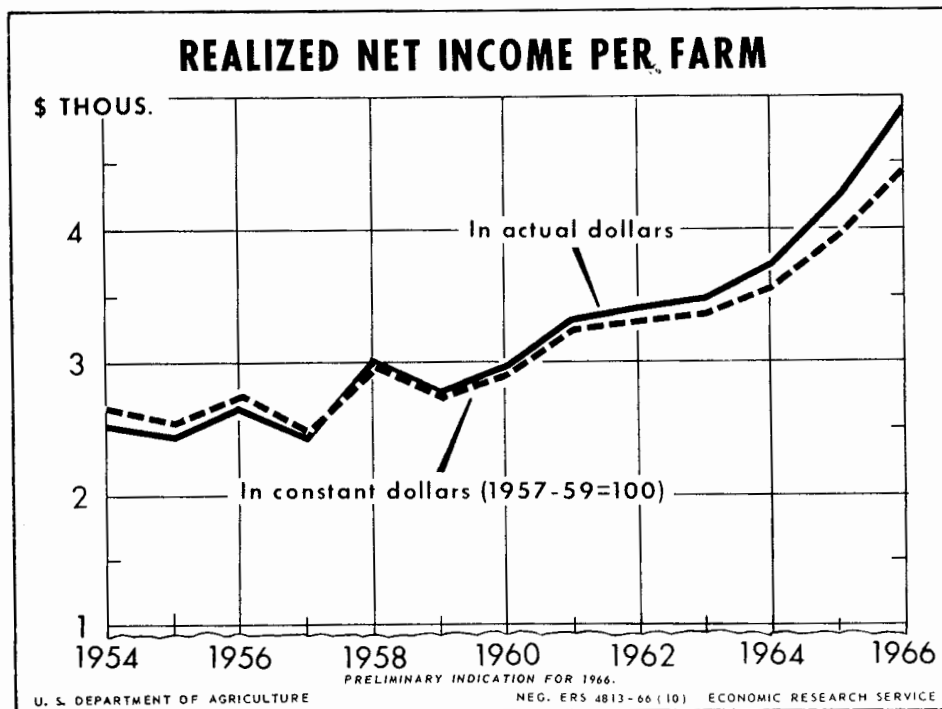
S-204

For Release November 10, P.M.

NOVEMBER 1966

Realized net farm income per farm has increased sharply since 1960, both in actual and "constant" (1957-59=100) dollars. The \$4,900 actual average income expected this year is a record high--\$1,944, or 66 percent, higher than in 1960. In constant dollars, the increase was \$1,557 or 54 percent over 1960.

The sharp rise in actual average income per farm since 1960 has resulted from a 38 percent gain in total realized net farm income combined with a 17 percent decline in farm numbers.



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CURRENT CASH RECEIPTS

1966 REVIEW

CHANGES IN FARM PRODUCTION

EXPENSES, 1955-65

Table 1.--Gross and net income from farming, seasonally
adjusted at annual rates, by quarters, 1965-66

Item	1965						
	I	II	III	Average I-III	IV	Year	
	Bil. dol.	Bil. dol.	Bil. dol.	Bil. dol.	Bil. dol.	Bil. dol.	
Cash receipts from farm marketings	37.3	39.7	39.7	38.9	40.0	39.2	
Nonmoney income and Government payments	5.6	5.7	5.8	5.7	5.9	5.7	
Realized gross farm income	42.9	45.4	45.5	44.6	45.9	44.9	
Farm production expenses	30.0	30.8	30.9	30.6	31.2	30.7	
Farm operators' realized net income	12.9	14.6	14.6	14.0	14.7	14.2	
Net change in farm inventories	0	.9	1.5	.8	1.4	1.0	
Farm operators' total net income	12.9	15.5	16.1	14.8	16.1	15.2	
Item	1966						
	I	II	III	Average I-III	IV	Year	
	Bil. dol.	Bil. dol.	Bil. dol.	Bil. dol.	Bil. dol.	Bil. dol.	
Cash receipts from farm marketings	42.2	42.2	43.0	42.5			
Nonmoney income and Government payments	6.2	6.5	6.8	6.5			
Realized gross farm income	48.4	48.7	49.8	49.0			
Farm production expenses	31.9	32.5	33.8	32.8			
Farm operators' realized net income	16.5	16.2	16.0	16.2			
Net change in farm inventories6	.2	-.5	.1			
Farm operators' total net income	17.1	16.4	15.5	16.3			

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FARM INCOME: THE OUTLOOK FOR 1967
AND THE CURRENT SITUATION

Summary

Realized net farm income is up sharply this year, about \$2 billion higher than the \$14.2 billion in 1965, and the highest on record except for 1947. It may decline in 1967, by as much as 5 percent. Even so, the level of realized net farm income in prospect for 1967 would be well above the \$14.2 billion of 1965, and would be exceeded only by the near-record level this year and by 1947 and 1948. Disposable personal income per capita of farm people may change little in 1967 from the record 1966 level.

The decline in realized net farm income forecast for next year reflects prospects for a further increase in farm production expenses and little change in gross farm income from the record high of about \$49½ billion now in prospect for this year. Cash receipts from farm marketings in 1967 are expected to show some rise with an increased volume of marketings more than offsetting slightly lower average farm prices for some major row crops. Direct Government payments to farmers will be smaller next year due mainly to the reduction of diversion payments under the 1967 Feed Grain Program. A prospective strong domestic and foreign demand for farm products next year will be a major factor in maintaining gross farm income at record levels.

The anticipated rise in farm production expenses next year is likely to approach the average annual increase of \$900 million per year of the decade 1955-1965, but would be much smaller than the increase that is occurring this year. Total farm production expenses will probably reach a new record high. Prices paid by farmers are expected to continue their persistent uptrend of the past decade, and another substantial increase is in prospect for such overhead costs as interest, taxes, and depreciation charges.

Realized net income per farm this year is expected to average around \$4,900, some 16 percent above the 1965 level, and record high. The sharply higher average income per farm this year resulted mainly from the substantial increase in aggregate realized net farm income, and to some extent from the decline in farm numbers. With some drop expected next year in realized net farm income and a continuation of the downturn in farm numbers, average income per farm is likely to decline slightly from the 1966 record high. But, the 1967 level would still be the second highest of record, and some 60 percent above 1960.

1967 OUTLOOK

Receipts, Marketings and Prices

Cash receipts from farm marketings in total in 1967 may be moderately above the record level of \$42 $\frac{1}{2}$ billion in sight for this year. The average of farm product prices in 1967 is likely to show some slight decline, mostly because of lower prices for some major row crops. But, with total marketings probably increasing further due to the releasing of reserve acreage for production of food grains, feed crops and soybeans, crop receipts may total higher than the \$17.5 billion this year. Livestock and livestock product prices are expected to average about the same next year as the favorable levels of this year. Little change is forecast in the total volume of livestock and product marketings.

In 1967, larger supplies and lower prices for hogs, poultry, and eggs will likely lead to lower receipts for these products. This will probably be offset by higher prices for cattle and calves and dairy products. Some small reduction in slaughter supplies of cattle and calves may occur next year while the volume of milk sold to plants and dealers may be up some from the reduced level of this year.

The wheat acreage allotment is up nearly one-third for the 1967-crop. The 1967 Feed Grain Program has been changed to include a higher loan rate for corn with comparable increases for other feed grains, a higher total price support, and elimination of voluntary diversion except on small farms. The 1967 Feed Grain Program is expected to bring close to half of the 30 million acres of corn and grain sorghum diverted in 1966 back into production for the 1967 crop.

Soybean production next year may climb to a new record high, assuming average growing conditions. The 1966-67 citrus crop is forecast record high; orange production will likely be more than one-fourth higher than the 1965-66 crop.

Direct Government payments to farmers in 1967 are likely to be some 15 to 20 percent below the \$3.4 billion expected this year. The reduction in diversion payments under the 1967 Feed Grain Program will likely result in a drop of about 50 percent from the \$1.4 billion to be paid out this year. Some small increase may occur in Cotton Program payments next year, while marketing certificate payments under the Wheat Program in 1967 are forecast about the same as the total for this program in 1966. Another drop is indicated in Soil Bank payments as contracts continue to be phased out.

Gross and Net Income and Expenses

With a moderate increase in prospect for cash receipts from farm marketings next year and a downturn anticipated in direct Government payments, realized gross farm income in 1967 may be about the same as the record \$49 $\frac{1}{4}$ billion now in prospect for 1966. Farm production expenses likely will show a further increase to another new record high. Realized net farm income is expected to decline perhaps as much as 5 percent from the near-record level of \$16.1 billion expected this year. Thus the probable 1967 level will be above the \$14.2 billion realized in 1965, and the fourth highest of record.

Average net income realized per farm in 1967 may be down slightly from the \$4,900 record high level this year, but still may be the second highest on record. The disposable personal income per capita of the farm population may not show much change from the record level of 1966--around \$1,700--because opportunities for income off the farm promise to remain good. The farm population is expected to be lower next year continuing a long-time downward trend.

1966 CURRENT ESTIMATES

Cash Receipts

Through September this year, cash receipts from farm marketings were estimated at \$29.0 billion, about \$3.1 billion higher than in January-September 1965. Direct Government payments to farmers for the first 9 months of this year are estimated at about \$2.6 billion, some \$670 million above payments reported in the same period a year earlier.

Prices received by farmers for all farm products in the first 9 months of this year averaged about 8 percent higher than a year earlier. The total volume of farm marketings was up about 2 percent. Prices for livestock and livestock products through September averaged about 15 percent higher than in 1965 although marketings were up almost 2 percent. The average of prices for crops was up about 1 percent while marketings were about 3 percent above the volume in January-September 1965.

Receipts from marketings of livestock and livestock products during January-September this year totaled about \$18.3 billion, up about \$2.6 billion from the same period of 1965. About half of this increase was due to increased receipts from marketings of cattle and calves for slaughter and feeding; prices received by farmers for cattle were some 14 percent higher than a year earlier even though the volume of marketings was also higher by about 5 percent. Receipts from marketings of hogs also showed a substantial increase of close to \$500 million through September this year, with prices running about one-fifth higher and marketings down about 4 percent from a year earlier.

Receipts from dairy marketings were up almost 10 percent this year due mainly to a broad advance in milk and butterfat prices. Output of milk was down and marketings were some 2 percent below 1965 levels. Broiler marketings through September were up about 7 percent and prices were up almost the same amount; receipts were some \$125 million higher than a year earlier. Prices received for eggs have been sharply higher than the depressed prices of 1965, leading to an increase of over \$200 million in cash receipts. Egg marketings have shown little change from a year earlier through the first 9 months of this year.

Receipts from marketings of crops during January-September 1966 were estimated at \$10.8 billion, up more than \$500 million from January-September 1965. Receipts from wheat showed a substantial increase with farm prices some 15 percent above 1965 levels. In addition wheat producers participating in the 1966 Wheat Program are receiving marketing certificate payments for that portion of their output used in domestic consumption. Receipts from marketings of corn were also well above those in the first 9 months of 1965 due mainly to a larger volume of marketings. Producers participating in the 1966 Feed Grain Program are also receiving supplemental payments.

Marketings of cotton through September are down from last year due to the large drop in cotton acreage planted under the 1966 Cotton Program. In addition, cotton prices have been moving towards the lower loan rate for the 1966 crop. However, the expected drop in receipts from marketings of cotton this year will be made up by income supplementing payments under the 1966 Cotton Program. Tobacco receipts through September were estimated up from last year due mainly to improved prices resulting from the high quality 1966-crop. Receipts from soybeans were up almost 20 percent from a year earlier as prices averaged about 10 percent higher despite an increase in the volume of marketings. The 1966 soybean crop is expected to exceed last year's record crop by some 10 percent.

Receipts from potato marketings showed a substantial drop in the first 9 months of this year as prices averaged about one-half as high as in the same period of 1965. Receipts from truck crops were on the high side as most commodities brought in higher prices than a year earlier. Orange prices moved lower than a year earlier as supplies increased resulting in a reduction in receipts. The 1966-67 citrus crop is forecast substantially higher than last year, with a record orange crop of 139 million boxes forecast for Florida.

Production Expenses

Production expenses through the first 3 quarters of this year are estimated at an annual rate, seasonally adjusted, of \$32.8 billion, up about \$2.2 billion from the rate in January-September 1965. For the full year 1966, farmers' expenses for the farm business are expected to be around \$2½ billion higher than in 1965.

The index of prices paid by farmers for production items, interest, taxes and wage rates was about 4 percent higher than a year earlier through September. Prices paid for production items only were 3 percent above a year earlier due mainly to increases in prices paid for livestock, feed, motor vehicles and farm machinery. Fertilizer prices showed little change from a year earlier while seed prices were slightly below 1965 levels. Farm real estate tax rates and interest payable per acre were well above a year earlier as usual. Farm wage rates showed a larger-than-usual increase, about offsetting the continuing decline in numbers of hired farm workers.

Gross and Net Income

Realized gross farm income in the first 3 quarters of 1966 was running at an annual rate of about \$49 billion, up sharply from the \$44.6 billion rate esti-

mated during January-September 1965. With gross income rising faster than production expenses, realized net farm income through the first 9 months of the year was at an annual rate of \$16.2 billion, some \$2 billion above the rate for all of 1965.

Net income realized per farm this year will likely be around \$4,900, some 16 percent above 1965 and about 65 percent higher than in 1960. Most of this sharp advance in average income per farm was due to the rise in farm income, although farm numbers continue to decline. The per capita disposable personal income of the nonfarm population is rising this year to a record high level. But, farm people are still only averaging about 65 percent of the disposable personal income of nonfarm people.

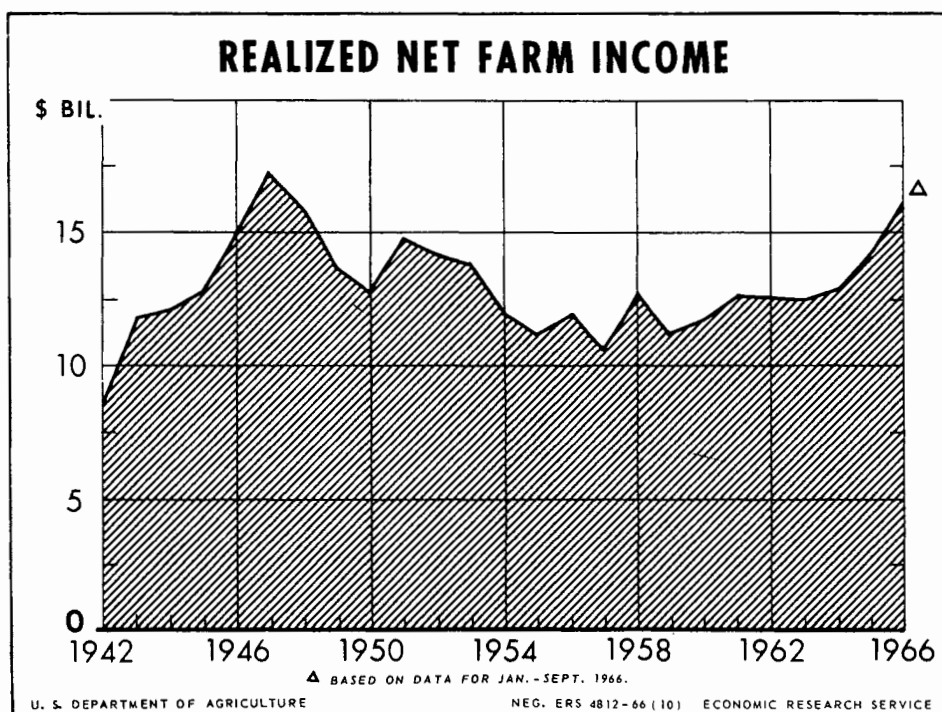


Table 2.—Index numbers of volume of farm marketings and home consumption, by major subindexes, 1940-66
(1957-59 = 100)

Year	Marketings			Home consumption			Marketings and home consumption			Food		Nonfood marketings
	Live-stock and prod-ucts 1/	Crops 2/	Total	Live-stock and prod-ucts	Crops	Total	Live-stock and prod-ucts	Crops	Total	Market-ings	home consump-tion	
1940	64	63	64	186	211	191	70	67	69	64	72	61
1941	67	64	65	180	213	187	72	68	71	67	74	58
1942	74	70	73	175	211	183	79	74	78	75	81	64
1943	82	69	77	178	205	185	87	73	81	80	86	65
1944	85	75	81	177	201	183	89	78	86	84	90	69
1945	83	77	81	178	193	182	89	80	86	84	90	70
1946	82	76	79	181	196	185	87	78	84	83	89	64
1947	81	84	82	169	178	170	86	86	86	84	89	75
1948	76	86	80	159	168	161	81	88	84	81	86	78
1949	80	93	85	150	158	151	84	95	89	82	87	92
1950	82	85	83	143	149	145	85	86	87	83	87	82
1951	85	84	84	140	141	140	88	84	87	85	88	81
1952	86	89	88	135	129	133	89	90	90	88	91	85
1953	90	95	92	126	121	124	91	96	94	90	93	95
1954	93	92	93	121	117	121	94	92	94	91	94	93
1955	96	96	96	121	114	119	97	96	97	94	96	99
1956	101	97	99	118	107	115	102	97	100	99	100	99
1957	99	88	94	108	99	106	99	89	95	97	97	87
1958	98	104	101	99	104	100	98	104	101	100	100	104
1959	103	108	105	93	97	94	103	107	104	103	103	109
1960	104	112	107	82	98	87	103	111	107	105	104	114
1961	108	110	109	75	94	81	107	110	108	109	107	110
1962	110	112	111	73	80	75	108	111	109	109	107	116
1963	114	119	116	69	83	73	111	118	114	113	111	125
1964	118	118	118	64	74	67	115	117	116	116	113	124
1965	118	120	119	58	70	61	115	119	117	117	115	123
1966 4/	120	119	120	56	68	59	117	118	117	120	117	120
Marketings by major commodity groups												
	Livestock and products			Crops								
	Meat animals	Dairy prod-ucts	Poultry and eggs	Food grains	Feed crops	Cotton (lint and seed)	Tobacco	Oil crops	Vege-tables	Fruits and nuts	Sugar crops	Seeds
1940	67	73	42	56	45	93	85	25	72	80	84	65
1941	67	77	46	63	41	84	79	34	77	91	77	67
1942	76	82	55	75	45	91	80	47	84	87	88	71
1943	85	82	65	69	45	87	79	59	88	78	64	64
1944	89	83	68	80	46	100	96	48	90	88	64	64
1945	85	87	69	89	57	74	121	49	90	84	74	74
1946	84	85	66	84	52	65	120	48	98	97	82	83
1947	84	85	64	102	56	95	140	48	89	94	88	73
1948	77	82	63	105	52	113	112	61	95	92	71	71
1949	80	86	69	99	73	131	111	61	90	90	74	88
1950	81	86	74	83	69	89	118	64	91	90	92	115
1951	85	85	77	80	56	105	134	58	94	97	74	102
1952	87	86	79	100	58	115	126	63	89	94	74	104
1953	89	92	81	100	70	140	121	61	92	93	84	98
1954	93	93	85	94	76	114	128	58	92	94	95	99
1955	99	95	84	83	83	114	133	82	95	99	86	100
1956	104	98	92	92	85	112	124	81	98	100	87	111
1957	100	100	95	80	84	81	98	88	98	100	98	104
1958	97	100	100	114	110	98	99	110	99	94	96	99
1959	104	100	105	106	106	121	103	102	103	106	105	97
1960	105	102	105	117	122	112	109	110	104	99	105	99
1961	108	106	114	114	109	108	118	112	109	103	115	90
1962	110	107	113	102	112	115	126	125	110	107	117	90
1963	116	107	116	111	126	126	126	126	110	101	152	93
1964	121	109	120	108	120	119	138	136	108	106	155	97
1965	120	108	124	118	127	117	105	151	110	112	145	82
1966 4/	124	106	131	121	132	94	107	162	109	114	142	82

1/ Includes the "miscellaneous" group of livestock items in addition to groups shown separately below.

2/ Includes the "miscellaneous" group of crop items in addition to groups shown separately below.

3/ There are no nonfood items in the home consumption index.

4/ Preliminary estimates as of October 1, 1966.

Table 3 .--Cash receipts from farming, by commodity groups, United States, January-September 1966
by months, January-September total 1965 and 1966 1/ 2/

Source	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	January-September	
										1966	1965
	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.	Mil. dol.
Farm marketings and CCC loans: <u>3/</u>	3,636	2,843	2,984	2,759	2,753	3,124	3,279	3,515	4,089	28,982	25,908
Livestock and products	1,943	1,888	2,167	2,007	2,026	1,990	1,870	2,181	2,200	18,272	15,701
Meat animals	1,172	1,150	1,329	1,189	1,186	1,177	1,065	1,346	1,342	10,956	9,152
Dairy products	440	409	470	465	488	471	469	464	465	4,142	3,793
Poultry and eggs	294	291	333	310	309	313	318	354	378	2,902	2,493
Other	36	37	36	42	43	28	18	17	15	273	264
Crops	1,693	955	817	752	727	1,134	1,409	1,334	1,889	10,710	10,207
Food grains	172	81	75	58	61	345	515	290	292	1,890	1,537
Feed crops	459	252	220	179	173	227	298	251	263	2,322	2,123
Cotton (lint and seed) ..	345	143	45	1	1	1	2	21	90	649	781
Oil-bearing crops	242	112	61	60	51	45	43	54	349	1,016	907
Tobacco	115	18	10	16	16	10	18	198	289	690	648
Vegetables and melons ...	153	148	166	164	162	225	264	289	281	1,853	2,038
Fruits and tree nuts	92	100	99	97	123	194	179	132	161	1,177	1,132
Other	114	103	139	177	140	86	90	99	164	1,112	1,041
Government payments	66	167	174	119	40	30	129	945	964	2,634	1,974
Total cash receipts	3,702	3,010	3,158	2,878	2,793	3,154	3,408	4,460	5,053	31,616	27,882

1/ Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203. 2/ Details may not add to totals because of rounding. 3/ Receipts from loans represent value of loans minus value of redemptions during the month.

Table 4 .--Index numbers of cash receipts from farm marketings and CCC loans, physical volume of farm marketings,
and prices received by farmers, United States, January-September 1966 by months,
January-September total 1965 and 1966 (1957-59=100)

Item	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	January-September	
										1966	1965
Cash receipts from farm marketings and CCC loans: <u>1/</u>											
All commodities	135	106	111	103	102	116	122	131	152	120	107
Livestock and products ..	126	123	141	130	132	129	121	142	143	132	113
Crops	148	83	71	66	63	99	123	116	165	104	99
Physical volume of farm marketings:											
All commodities	128	93	94	87	90	107	111	116	136	107	105
Livestock and products ..	111	104	120	116	120	120	112	125	126	117	115
Crops	151	78	60	48	49	90	111	104	148	93	90
Prices received by farmers:											
All commodities	108	112	111	110	109	109	110	113	112	110	102
Livestock and products ..	114	118	118	113	110	110	111	116	116	114	99
Crops	102	104	104	106	107	108	110	108	106	106	105

1/ Receipts from loans represent value of loans minus value of redemptions during the month.

Table 5.--Cash receipts from farm marketings, by States, January-September 1966 by months, January-September total, 1965 and 1966 1/

State and region	January	February	March	April	May	June	July
	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.
Maine	18,271	20,656	30,079	32,229	22,748	16,060	15,684
New Hampshire	4,642	4,586	5,305	4,958	4,583	4,168	4,483
Vermont	11,026	10,484	12,919	12,619	11,884	11,005	11,390
Massachusetts	12,672	12,386	14,670	15,423	13,556	11,184	12,285
Rhode Island	1,521	1,564	1,722	1,810	1,579	1,308	1,671
Connecticut	13,053	12,251	15,357	16,312	13,865	10,753	10,770
New York	76,334	73,160	84,505	81,526	74,585	73,346	75,380
New Jersey	13,836	13,632	15,888	16,620	23,918	24,406	34,815
Pennsylvania	71,130	67,893	80,208	76,027	70,289	64,679	76,180
North Atlantic Region	222,485	216,612	260,653	257,524	237,007	216,909	242,658
Ohio	100,883	87,371	89,893	87,111	78,028	84,918	124,238
Indiana	131,064	114,842	111,268	91,171	88,635	87,111	147,776
Illinois	288,534	216,166	220,915	187,621	172,417	194,860	218,388
Michigan	60,546	57,009	63,816	60,276	57,698	58,797	87,512
Wisconsin	115,226	112,545	121,786	115,587	114,712	115,943	118,595
East North Central Region	696,253	587,933	607,678	541,766	511,490	541,629	696,509
Minnesota	153,441	134,357	136,523	139,167	128,301	126,870	125,184
Iowa	307,719	259,723	245,738	216,276	248,968	244,862	228,261
Missouri	99,617	77,032	80,436	81,395	79,595	110,824	110,839
North Dakota	80,592	39,034	46,578	38,477	33,022	42,850	31,019
South Dakota	79,891	64,349	68,786	63,470	54,767	59,147	60,623
Nebraska	164,855	121,039	130,141	114,131	108,905	94,683	165,360
Kansas	129,032	92,831	116,801	100,232	78,087	145,584	152,326
West North Central Region	1,015,147	788,365	825,003	753,148	731,645	824,820	873,612
Delaware	10,190	9,558	10,331	9,750	11,132	10,861	11,846
Maryland	24,722	22,719	25,478	31,103	36,244	30,560	30,323
Virginia	31,808	23,681	27,994	29,928	27,846	32,888	43,623
West Virginia	7,831	6,471	7,266	8,587	7,239	7,540	8,371
North Carolina	55,076	48,148	51,369	47,578	50,620	64,511	57,231
South Carolina	22,452	15,049	18,235	16,240	14,970	33,790	31,091
Georgia	62,227	55,767	62,524	59,046	58,678	75,271	76,507
Florida	112,107	119,725	116,103	133,112	137,476	67,928	42,313
South Atlantic Region	326,413	301,118	319,300	335,344	344,205	323,349	301,305
Kentucky	110,809	37,143	34,991	37,678	37,236	43,954	44,791
Tennessee	43,067	34,141	31,916	32,089	34,832	38,722	40,000
Alabama	46,399	39,927	45,937	41,986	46,625	52,672	46,862
Mississippi	71,989	44,928	42,270	36,056	37,883	48,977	40,180
Arkansas	73,430	35,656	36,372	35,362	36,775	65,553	46,736
Louisiana	40,798	20,692	21,884	24,271	21,471	23,780	21,019
Oklahoma	62,913	48,254	56,747	49,039	50,575	127,222	71,722
Texas	347,378	184,869	154,980	137,835	146,202	195,422	231,233
South Central Region	796,783	445,610	425,097	394,316	411,599	596,302	542,543
Montana	42,355	19,202	23,201	19,985	17,549	15,033	17,201
Idaho	50,178	38,938	36,318	27,465	24,109	25,201	25,146
Wyoming	8,092	6,128	8,913	11,945	11,362	7,938	8,196
Colorado	59,421	58,706	66,252	57,927	59,141	49,306	70,742
New Mexico	14,734	9,511	12,364	10,807	17,050	20,224	14,987
Arizona	45,871	39,112	47,571	40,761	43,955	54,722	28,387
Utah	15,292	12,855	13,964	13,668	12,715	10,820	10,553
Nevada	4,811	3,957	5,895	3,824	3,282	2,398	2,468
Washington	48,726	43,676	47,135	39,834	41,548	55,310	54,924
Oregon	33,953	26,294	27,402	23,187	20,566	44,500	48,414
California	255,131	245,460	257,301	227,476	265,324	334,944	341,847
Western Region	578,564	503,839	546,316	476,879	516,601	620,396	622,865
United States	3,635,645	2,843,477	2,984,047	2,758,977	2,752,547	3,123,405	3,279,492

Continued-

1/ Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203.

Table 5.--Cash receipts from farm marketings, by States, January-September 1966 by months, January-September total, 1965 and 1966 ^{1/} - Continued

State and region	August	September	October	November	December	January-September	
	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1966	1965
Maine	17,879	17,208				190,814	232,613
New Hampshire	4,891	5,018				42,634	38,862
Vermont	11,267	12,027				104,621	95,721
Massachusetts	15,355	18,670				126,201	117,132
Rhode Island	2,223	2,796				16,194	14,792
Connecticut	13,003	13,456				118,820	111,386
New York	92,797	111,832				743,465	684,810
New Jersey	34,844	33,103				211,062	205,112
Pennsylvania	77,502	81,777				665,685	610,364
North Atlantic Region	269,761	295,887				2,219,496	2,110,792
Ohio	105,907	126,608				884,957	753,632
Indiana	119,006	141,124				1,031,997	852,288
Illinois	189,807	212,990				1,901,698	1,605,613
Michigan	86,284	89,063				621,001	571,261
Wisconsin	125,792	124,145				1,064,331	925,760
East North Central Region..	626,796	693,930				5,503,984	4,708,554
Minnesota	143,539	149,559				1,236,941	1,127,510
Iowa	247,763	283,742				2,283,052	2,015,604
Missouri	104,811	128,400				872,949	747,228
North Dakota	73,373	117,290				502,235	439,496
South Dakota	89,229	75,007				615,269	535,612
Nebraska	130,048	112,166				1,141,328	932,754
Kansas	116,596	106,054				1,037,543	886,330
West North Central Region..	905,359	972,218				7,689,317	6,684,534
Delaware	13,219	13,718				100,605	91,330
Maryland	29,262	29,868				260,279	238,671
Virginia	35,073	62,289				315,130	287,008
West Virginia	9,870	11,500				74,675	69,969
North Carolina	130,456	284,451				789,440	729,194
South Carolina	64,760	39,297				255,884	278,761
Georgia	124,372	182,228				756,620	679,615
Florida	47,288	40,997				817,049	771,298
South Atlantic Region	454,300	664,348				3,369,682	3,145,846
Kentucky	48,641	49,178				444,421	371,198
Tennessee	45,220	46,378				346,365	326,516
Alabama	46,994	77,343				444,745	413,601
Mississippi	40,511	50,833				413,627	405,837
Arkansas	45,431	71,216				446,531	418,117
Louisiana	42,351	60,468				276,734	250,734
Oklahoma	58,492	62,601				587,565	519,069
Texas	229,140	218,082				1,845,141	1,590,333
South Central Region	556,780	636,099				4,805,129	4,295,405
Montana	46,009	70,753				271,288	233,177
Idaho	35,276	53,427				316,058	317,353
Wyoming	12,466	29,062				104,102	89,534
Colorado	82,562	82,021				586,078	511,030
New Mexico	19,764	27,014				146,455	129,682
Arizona	22,164	24,676				347,219	324,085
Utah	13,527	20,243				123,637	109,221
Nevada	3,616	5,462				35,713	30,264
Washington	78,669	101,079				510,901	439,568
Oregon	52,105	66,611				343,032	313,812
California	335,827	345,778				2,609,088	2,465,254
Western Region	701,985	826,126				5,393,571	4,962,980
United States	3,514,981	4,088,608				28,981,179	25,908,111

^{1/} Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203.

Table 6.--Cash receipts from livestock and livestock products, by States, January-September 1966
by months, January-September total, 1965 and 1966 1/

State and region	January	February	March	April	May	June	July
	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.
Maine	10,904	11,318	12,254	11,664	12,243	12,324	12,529
New Hampshire	3,718	3,685	4,084	3,684	3,689	3,562	3,768
Vermont	10,029	9,500	11,096	10,321	10,426	10,210	10,492
Massachusetts	8,301	7,996	8,751	8,050	7,820	7,327	7,774
Rhode Island	965	946	1,084	993	997	961	1,022
Connecticut	8,112	7,897	8,591	7,675	7,625	7,043	8,045
New York	57,285	54,780	62,252	59,551	58,993	59,324	56,599
New Jersey	10,744	10,591	11,786	11,301	10,756	10,583	10,565
Pennsylvania	53,845	51,800	59,195	55,291	55,048	50,430	50,940
North Atlantic Region	163,903	158,513	179,093	168,530	167,597	161,764	161,734
Ohio	60,070	56,891	66,840	63,256	61,336	60,438	59,161
Indiana	69,617	65,703	78,311	64,612	61,565	64,084	64,198
Illinois	112,823	112,736	136,349	108,782	115,211	114,125	101,056
Michigan	37,000	36,305	41,966	39,733	41,069	34,483	37,459
Wisconsin	102,956	102,977	113,080	108,082	109,071	105,224	97,287
East North Central Region	382,466	374,612	436,546	384,465	388,252	378,354	359,161
Minnesota	105,011	107,066	115,602	121,367	110,245	103,444	95,691
Iowa	202,191	214,037	208,317	190,929	214,370	210,893	180,285
Missouri	63,950	63,886	72,360	70,467	70,472	75,023	69,864
North Dakota	25,369	18,950	21,449	18,176	16,715	19,743	18,533
South Dakota	63,213	56,447	62,731	57,443	49,203	53,521	46,440
Nebraska	103,241	99,250	112,540	94,632	92,557	82,749	66,526
Kansas	72,724	71,523	95,440	81,070	66,960	60,321	53,002
West North Central Region	635,699	631,159	688,439	634,084	620,522	605,694	530,341
Delaware	8,258	7,868	8,623	7,772	9,248	8,037	8,076
Maryland	20,587	19,046	21,416	19,298	21,407	19,086	19,385
Virginia	18,869	17,199	21,816	23,492	22,096	22,909	23,378
West Virginia	5,409	4,709	5,524	7,340	6,417	6,655	6,830
North Carolina	36,393	34,457	40,254	37,830	38,661	39,046	37,339
South Carolina	10,644	10,302	10,908	11,140	10,736	10,661	11,013
Georgia	47,465	46,461	53,569	50,558	50,422	50,140	49,672
Florida	21,861	21,706	26,059	24,427	22,994	24,855	23,111
South Atlantic Region	169,486	161,748	188,169	181,857	181,981	181,389	178,804
Kentucky	28,061	27,639	31,148	33,980	33,240	36,848	37,365
Tennessee	25,481	24,180	27,188	27,468	29,161	30,485	30,857
Alabama	36,818	35,151	42,071	37,538	40,049	42,292	39,611
Mississippi	27,273	28,072	32,046	30,820	34,234	35,016	34,686
Arkansas	28,502	28,188	32,367	32,568	33,107	36,659	36,756
Louisiana	16,615	15,732	18,807	17,504	17,083	18,007	17,567
Oklahoma	38,044	37,362	47,141	38,266	39,514	41,245	46,643
Texas	99,518	98,503	122,381	115,696	114,705	114,705	116,707
South Central Region	300,312	294,827	353,149	333,840	341,093	355,257	360,192
Montana	16,017	9,743	12,285	12,965	11,157	12,114	10,762
Idaho	21,622	19,506	18,784	17,689	18,425	19,757	19,193
Wyoming	6,616	4,952	7,853	11,154	10,784	7,505	6,489
Colorado	45,161	49,082	57,441	50,610	53,621	44,522	46,955
New Mexico	6,283	5,554	9,643	9,541	14,404	14,422	9,317
Arizona	16,889	14,339	26,069	23,190	29,025	23,000	16,778
Utah	12,285	10,664	12,023	12,055	11,533	9,341	8,218
Nevada	3,849	3,070	5,085	3,235	3,101	2,254	2,127
Washington	23,105	21,193	22,886	20,865	21,576	22,428	23,460
Oregon	18,476	15,328	15,656	14,772	14,483	16,336	16,696
California	120,702	113,556	134,361	127,924	138,331	135,662	120,197
Western Region	291,005	266,987	322,086	304,000	326,440	307,341	280,192
United States	1,942,871	1,887,846	2,167,482	2,006,776	2,025,885	1,989,799	1,870,424

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1/ Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203.

Table 6 .--Cash receipts from livestock and livestock products, by States, January-September 1966
by months, January-September total, 1965 and 1966 1/ - Continued

State and region	August	September	October	November	December	January-September	
	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1966	1965
Maine	12,915	12,942				109,093	99,324
New Hampshire	3,868	3,774				33,832	30,513
Vermont	10,320	11,017				93,411	84,442
Massachusetts	8,065	8,534				72,618	67,347
Rhode Island	1,072	1,134				9,174	8,379
Connecticut	8,515	8,513				72,016	65,635
New York	56,969	59,497				525,250	469,841
New Jersey	10,672	12,279				99,277	90,376
Pennsylvania	54,916	55,455				486,920	442,117
North Atlantic Region	167,312	173,145				1,501,591	1,357,974
Ohio	66,432	66,891				561,315	485,970
Indiana	86,047	76,864				631,001	549,260
Illinois	125,969	119,845				1,046,896	904,538
Michigan	45,643	43,864				357,522	314,597
Wisconsin	99,806	97,488				935,971	795,570
East North Central Region	423,897	404,952				3,532,705	3,049,935
Minnesota	104,860	107,850				971,136	826,989
Iowa	224,355	220,142				1,865,519	1,614,433
Missouri	90,892	87,611				664,525	576,047
North Dakota	20,905	26,927				186,767	157,023
South Dakota	55,185	53,527				497,710	420,831
Nebraska	97,882	84,815				834,192	710,736
Kansas	78,646	68,991				648,677	533,887
West North Central Region	672,725	649,863				5,668,526	4,839,946
Delaware	7,835	8,254				73,971	66,141
Maryland	20,510	20,297				181,032	158,259
Virginia	25,899	31,496				207,154	185,660
West Virginia	8,017	9,800				60,701	54,582
North Carolina	40,359	41,418				345,757	298,355
South Carolina	11,920	11,622				98,946	87,756
Georgia	51,217	52,115				451,619	384,306
Florida	26,390	23,463				214,866	174,768
South Atlantic Region	192,147	198,465				1,634,046	1,409,827
Kentucky	43,884	42,756				314,921	265,236
Tennessee	39,119	36,257				270,196	230,520
Alabama	40,741	39,320				353,591	299,147
Mississippi	36,790	34,667				293,604	247,334
Arkansas	40,805	41,763				310,715	262,555
Louisiana	19,315	17,828				158,458	132,622
Oklahoma	48,106	49,674				385,995	320,766
Texas	124,306	119,411				1,025,932	826,671
South Central Region	393,066	381,676				3,113,412	2,584,851
Montana	17,328	36,823				139,194	119,546
Idaho	22,681	21,759				179,416	154,382
Wyoming	10,408	25,851				91,612	78,757
Colorado	52,073	56,354				455,819	398,606
New Mexico	15,994	22,554				107,712	88,069
Arizona	17,556	16,794				183,640	154,568
Utah	10,738	15,272				102,129	87,907
Nevada	2,962	4,775				30,458	24,952
Washington	24,507	26,842				206,862	178,405
Oregon	19,101	23,909				154,757	133,520
California	138,233	140,741				1,169,707	1,039,784
Western Region	331,581	391,674				2,821,306	2,458,496
United States	2,180,728	2,199,775				18,271,586	15,701,029

1/ Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203.

Table 7.—Cash receipts from crops, by States, January-September 1966 by months,
January-September total, 1965 and 1966 1/

State and region	January	February	March	April	May	June	July
	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.
Maine	7,367	9,338	17,825	20,565	10,505	3,736	3,155
New Hampshire	924	901	1,221	1,274	894	606	715
Vermont	997	984	1,823	2,298	1,458	795	898
Massachusetts	4,371	4,390	5,919	7,373	5,736	3,857	4,511
Rhode Island	556	618	638	817	582	347	649
Connecticut	4,941	4,354	6,766	8,637	6,240	3,710	2,725
New York	19,049	18,380	22,253	21,975	15,592	14,022	18,781
New Jersey	3,092	3,041	4,102	5,319	13,162	13,823	24,250
Pennsylvania	17,285	16,093	21,013	20,736	15,241	14,249	25,240
North Atlantic Region	58,582	58,099	81,560	88,994	69,410	55,145	80,924
Ohio	40,813	30,480	23,053	23,855	16,692	24,480	65,077
Indiana	61,447	49,139	32,957	26,559	27,070	23,027	83,578
Illinois	175,711	103,430	84,566	78,839	57,206	80,735	117,332
Michigan	23,546	20,704	21,850	20,543	16,629	24,314	50,053
Wisconsin	12,270	9,568	8,706	7,505	5,641	10,719	21,308
East North Central Region	313,787	213,321	171,132	157,301	123,238	163,275	337,348
Minnesota	48,430	27,291	20,921	17,800	18,056	23,426	29,493
Iowa	105,528	45,686	37,421	25,347	34,598	33,969	47,976
Missouri	35,667	13,146	8,076	10,928	9,123	35,801	40,975
North Dakota	55,223	20,084	25,129	20,301	16,307	23,107	12,486
South Dakota	16,678	7,902	6,055	6,027	5,564	5,626	14,183
Nebraska	61,614	21,789	17,601	19,499	16,348	11,934	98,834
Kansas	56,308	21,308	21,361	19,162	11,127	85,263	99,324
West North Central Region	379,448	157,206	136,564	119,064	111,123	219,126	343,271
Delaware	1,932	1,690	1,708	1,978	1,884	2,824	3,770
Maryland	4,135	3,673	4,062	11,805	14,837	11,474	10,938
Virginia	12,939	6,482	6,178	6,436	5,750	9,979	20,245
West Virginia	2,422	1,762	1,742	1,247	822	885	1,541
North Carolina	18,683	13,691	11,115	9,748	11,959	25,465	19,892
South Carolina	11,808	4,747	7,327	5,100	4,234	23,129	20,078
Georgia	14,762	9,306	8,955	8,488	8,256	25,131	26,835
Florida	90,246	98,019	90,044	108,685	114,482	43,073	19,202
South Atlantic Region	156,927	139,370	131,131	153,487	162,224	141,960	122,501
Kentucky	82,748	9,504	3,843	3,698	3,996	7,106	7,426
Tennessee	17,586	9,961	4,728	4,621	5,671	8,237	9,143
Alabama	9,581	4,776	3,866	4,448	6,576	10,380	7,251
Mississippi	44,716	16,856	10,224	5,236	3,649	13,961	5,494
Arkansas	44,928	7,468	4,005	2,794	3,668	28,894	9,980
Louisiana	24,183	4,960	3,077	6,767	4,388	5,773	3,452
Oklahoma	24,869	10,892	9,606	10,773	11,061	85,977	25,079
Texas	247,860	86,366	32,599	22,139	31,497	80,717	114,526
South Central Region	496,471	150,783	71,948	60,476	70,506	241,045	182,351
Montana	26,338	9,459	10,916	7,020	6,392	2,919	6,439
Idaho	28,556	19,432	17,534	9,776	5,684	5,444	5,953
Wyoming	1,476	1,176	1,060	791	578	433	1,707
Colorado	14,260	9,624	8,811	7,317	5,520	4,784	23,787
New Mexico	8,451	3,957	2,721	1,266	2,646	5,802	5,670
Arizona	28,982	24,773	21,502	17,571	14,930	31,722	11,609
Utah	3,007	2,191	1,941	1,613	1,182	1,479	2,335
Nevada	962	887	810	589	181	144	341
Washington	25,621	22,483	24,249	18,969	19,972	32,882	31,464
Oregon	15,477	10,966	11,746	8,415	6,083	28,164	31,718
California	134,429	131,904	122,940	99,552	126,993	199,282	221,650
Western Region	287,559	236,852	224,230	172,879	190,161	313,055	342,673
United States	1,692,774	955,631	816,565	752,201	726,662	1,133,606	1,409,068

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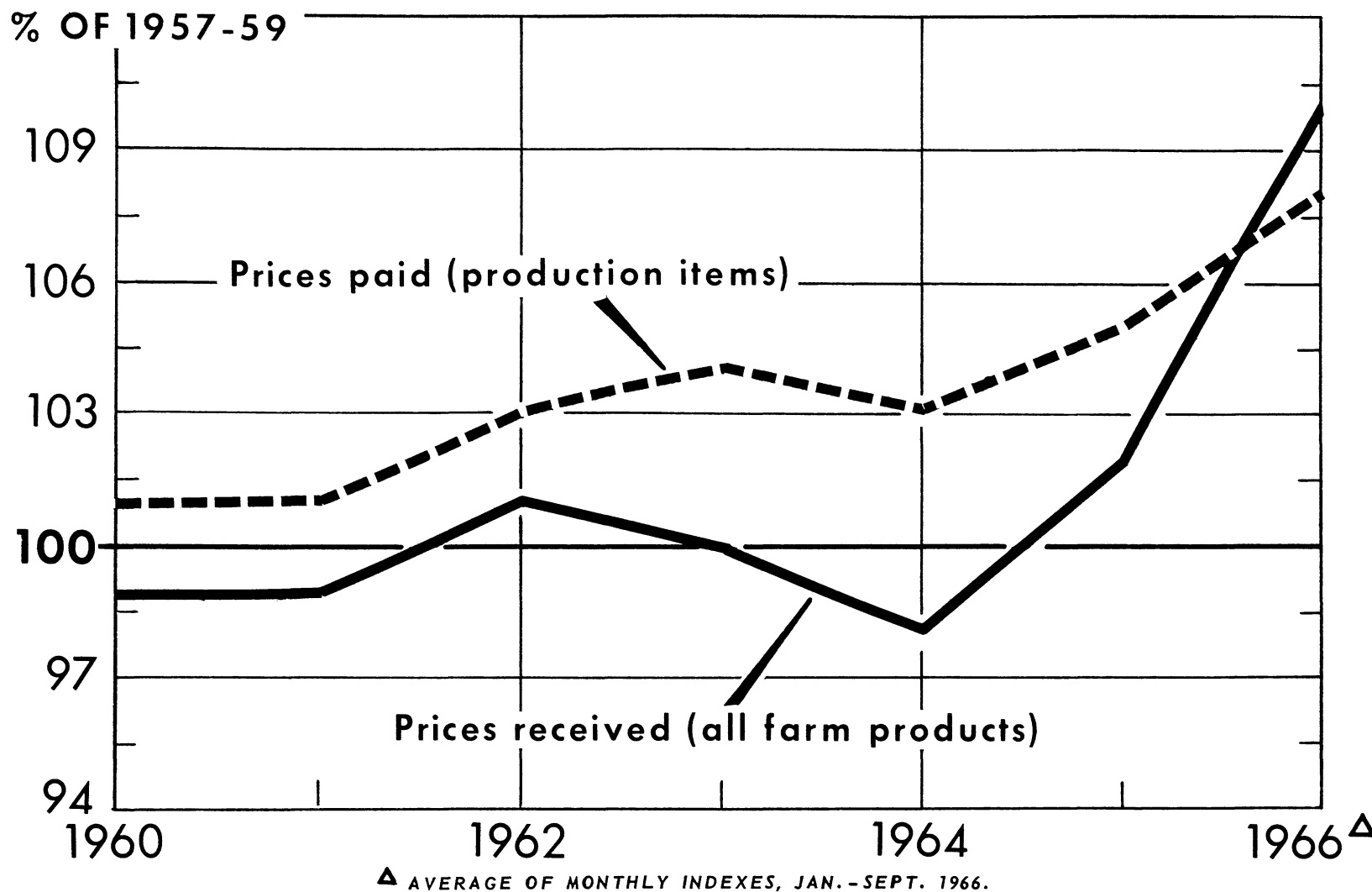
1/ Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203.

Table 7 .--Cash receipts from crops, by States, January-September 1966 by months, January-September total, 1965 and 1966 1/ - Continued

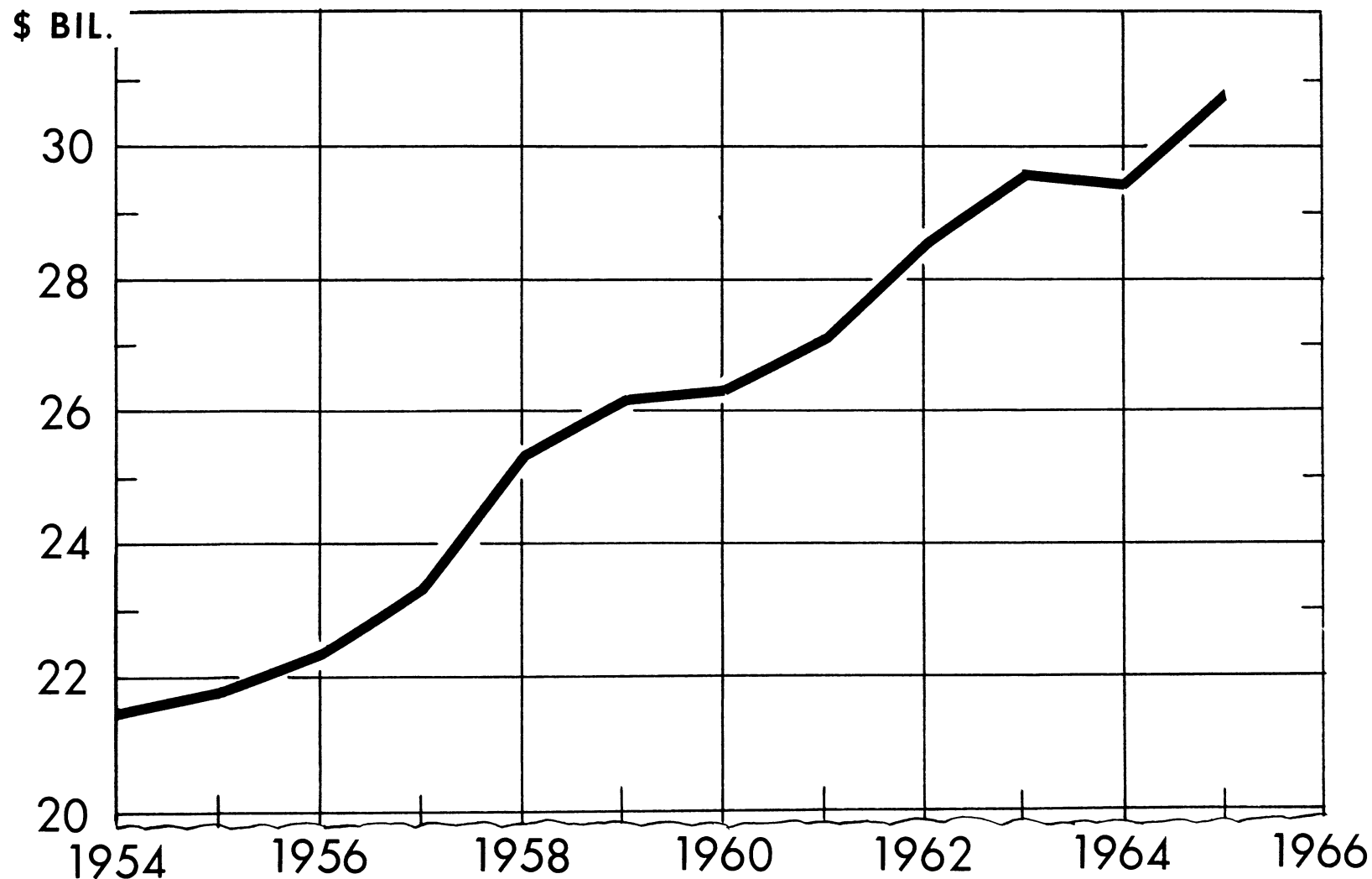
State and region	August	September	October	November	December	January-September	
	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1,000 dol.	1966	1965
Maine	4,964	4,266				81,721	133,289
New Hampshire	1,023	1,244				8,802	8,349
Vermont	947	1,010				11,210	11,279
Massachusetts	7,290	10,136				53,583	49,785
Rhode Island	1,151	1,662				7,020	6,413
Connecticut	4,488	4,943				46,304	45,751
New York	35,828	52,335				218,215	214,969
New Jersey	24,172	20,824				111,785	114,736
Pennsylvania	22,586	26,322				178,765	168,247
North Atlantic Region	102,449	122,742				717,905	752,818
Ohio	39,475	59,717				323,642	267,662
Indiana	32,959	64,260				400,996	303,028
Illinois	63,838	93,145				854,802	701,075
Michigan	40,641	45,199				263,479	256,664
Wisconsin	25,986	26,657				128,360	130,190
East North Central Region ..	202,899	288,978				1,971,279	1,658,619
Minnesota	38,679	41,709				265,805	300,521
Iowa	23,408	63,600				417,533	401,171
Missouri	13,919	40,789				208,424	171,181
North Dakota	52,468	90,363				315,468	282,473
South Dakota	34,044	21,480				117,559	114,781
Nebraska	32,166	27,351				307,136	222,018
Kansas	37,950	37,063				388,866	352,443
West North Central Region ..	232,634	322,355				2,020,791	1,844,588
Delaware	5,384	5,464				26,634	25,189
Maryland	8,752	9,571				79,247	80,412
Virginia	9,174	30,793				107,976	101,348
West Virginia	1,853	1,700				13,974	15,387
North Carolina	90,097	243,033				443,683	430,839
South Carolina	52,840	27,675				156,938	191,005
Georgia	73,155	130,113				305,001	295,309
Florida	20,898	17,534				602,183	596,530
South Atlantic Region	262,153	465,883				1,735,636	1,736,019
Kentucky	4,757	6,422				129,500	105,962
Tennessee	6,101	10,121				76,169	95,996
Alabama	6,253	38,023				91,154	114,454
Mississippi	3,721	16,166				120,023	158,503
Arkansas	4,626	29,453				135,816	155,562
Louisiana	23,036	42,640				118,276	118,112
Oklahoma	10,386	12,927				201,570	198,303
Texas	104,834	98,671				819,209	763,662
South Central Region	163,714	254,423				1,691,717	1,710,554
Montana	28,681	33,930				132,094	113,631
Idaho	12,595	31,668				136,642	162,971
Wyoming	2,058	3,211				12,490	10,777
Colorado	30,489	25,667				130,259	112,424
New Mexico	3,770	4,460				38,743	41,613
Arizona	4,608	7,882				163,579	169,517
Utah	2,789	4,971				21,508	21,314
Nevada	654	687				5,255	5,312
Washington	54,162	74,237				304,039	261,163
Oregon	33,004	42,702				188,275	180,292
California	197,594	205,037				1,439,381	1,425,470
Western Region	370,404	434,452				2,572,265	2,504,484
United States	1,334,253	1,888,833				10,709,593	10,207,082

1/ Preliminary estimates for 1966 as of October 1. Revised estimates by months for 1966, will be published in the February 1967 Farm Income Situation. Estimates by months for 1963, 1964 and 1965 are published in the July 1966 Farm Income Situation, FIS-203.

FARM PRICES



FARM PRODUCTION EXPENSES



CHANGES IN FARM PRODUCTION EXPENSES, 1955-1965 1/Highlights

Total farm production expenses have increased sharply both in current and constant dollars from 1955 to 1965. Moreover, there has been a marked change in the distribution of total expenses by major expense categories over the past decade. Purchased items of farm origin--feed, livestock and seed--are taking a larger share of the total production expense dollar in 1965 than 10 years earlier.

The production expense data used in this article are given in tables 8, 9, and 10. 2/

Production Expenses Up Sharply

Total farm production expenses, excluding most expenses for farm operators' dwellings and net rent to nonfarm landlords, increased 43 percent from 1955 to 1965. Production expenses for the major overhead items, depreciation, taxes and interest on the farm mortgage debt, rose 55 percent from 1955 to 1965. Current operating expenditures, on the other hand, were up only 39 percent with increases ranging from 6 percent for hired labor to 89 percent for purchased livestock.

The index of prices paid by farmers for items used in production, interest, taxes and wage rates increased nearly 19 percent over 1955-65. The quantity of total goods purchased, as approximated by converting expenses to a constant dollar basis (1957-59 dollars), was up 24 percent. However, changes in the quantities of the production inputs varied widely among expense categories. Farm mortgage interest (a measure of the farm mortgage debt in this case) increased 136 percent from 1955 to 1965. Sharp increases also occurred for purchased livestock which was up 64 percent, purchased feed 55 percent, miscellaneous expenses 54 percent, and fertilizer and lime 47 percent. Inputs of hired labor dropped 25 percent.

Expenses Shift Markedly

Most major expense categories have shifted significantly in relation to total production expenses over the past decade. A percentage distribution of total expenses, by major expense items, reveals that expenditures for purchased livestock rose from 7.8 cents per dollar of total expenses in 1955 to 10.3 cents

1/ Prepared by William C. Paddock, Farm Income Branch, Economic and Statistical Analysis Division. An earlier version of this article was published in FIS-194, April 1964.

2/ Total farm production expenses as used in this analysis are not comparable to the total farm input series as published in Changes in Farm Production and Efficiency, 1966, Statistical Bulletin No. 233, USDA.

in 1965. Sharp increases also occurred for miscellaneous expenses, purchased feed, interest on the farm mortgage debt, and taxes. On the other hand, such expenses as repairs and operation, labor, seed and depreciation showed sharp declines in relative importance.

In 1957-59 dollars, some of the changes from 1955 to 1965 were sharper. Purchased feed increased from 17.3 cents to 21.7 cents out of each dollar of expenses, miscellaneous expenses rose from 10.5 to 13.1 cents, and interest on the farm mortgage debt was up from 1.7 to 3.3 cents. Expenses for hired labor dropped from 13.9 cents in 1955 to 8.5 cents in 1965 and depreciation declined from 17.4 to 15.0 cents.

Items of Farm Origin Show Largest Rise

Expenditures for purchased items of farm origin--feed, livestock, and seed--in current dollars increased 57 percent from 1955 to 1965 while expenses for items of nonfarm origin were up only 36 percent. The sharp increase in items of farm origin overshadowed the gain for items of nonfarm origin. Thus, of total production expenses, items of farm origin increased from 30.2 cents in 1955 to 33.3 cents in 1965 while those of nonfarm origin declined from 69.8 cents in 1955 to 66.7 cents last year.

In 1957-59 dollars, items of farm origin rose from 28.5 cents for each dollar of total production expenses in 1955 to 35.4 cents in 1965. This increase indicates that livestock producers are becoming more specialized, purchasing more of their feed and livestock rather than raising their own. In turn, crop producers are tending to concentrate on raising and selling their feed crops instead of converting them to meat.

Table 8.--Farm production expenses and percentage distribution, by major groups, 1940, 1950, and 1955-65 1/

Year	Current operating expenses								Depreciation: and other consumption of farm capital	Taxes on farm property	Interest on farm mortgage debt	Total production expenses
	Feed purchased	Livestock: purchased	Seed purchased	Fertilizer and lime	Repairs and: operation: of capital: items	Hired labor	Miscel- laneous	Total				
(a) Million dollars												
1940	998	517	197	306	904	1,029	755	4,706	661	382	244	5,993
1950	3,283	2,004	518	975	2,780	2,811	1,713	14,084	2,301	810	226	17,421
1955	3,880	1,539	566	1,185	3,311	2,615	2,143	15,239	3,219	1,018	351	19,827
1956	3,894	1,610	519	1,166	3,497	2,641	2,248	15,575	3,269	1,057	390	20,291
1957	4,035	1,934	510	1,166	3,625	2,734	2,267	16,271	3,430	1,117	427	21,245
1958	4,541	2,702	508	1,206	3,642	2,842	2,450	17,891	3,530	1,172	460	23,053
1959	4,744	2,693	491	1,291	3,781	2,882	2,654	18,536	3,724	1,256	506	24,022
1960	4,911	2,500	509	1,305	3,687	2,864	2,753	18,529	3,726	1,351	562	24,168
1961	5,108	2,728	521	1,362	3,585	2,918	2,866	19,088	3,693	1,437	615	24,833
1962	5,562	3,104	520	1,464	3,672	2,902	3,062	20,286	3,803	1,524	684	26,297
1963	6,115	2,915	552	1,559	3,676	2,927	3,240	20,984	3,895	1,598	762	27,239
1964	5,898	2,422	549	1,678	3,656	2,804	3,427	20,434	4,138	1,661	857	27,090
1965	5,910	2,915	599	1,726	3,702	2,766	3,566	21,184	4,379	1,756	959	28,278
(b) Percentage distribution 2/												
1940	16.7	8.6	3.3	5.1	15.1	17.2	12.6	78.5	11.0	6.4	4.1	100.0
1950	18.8	11.5	3.0	5.6	16.0	16.1	9.8	80.8	13.2	4.6	1.3	100.0
1955	19.6	7.8	2.9	6.0	16.7	13.2	10.8	76.9	16.2	5.1	1.8	100.0
1956	19.2	7.9	2.6	5.7	17.2	13.0	11.1	76.8	16.1	5.2	1.9	100.0
1957	19.0	9.1	2.4	5.5	17.1	12.9	10.7	76.6	16.1	5.3	2.0	100.0
1958	19.7	11.7	2.2	5.2	15.8	12.3	10.6	77.6	15.3	5.1	2.0	100.0
1959	19.7	11.2	2.0	5.4	15.7	12.0	11.0	77.2	15.5	5.2	2.1	100.0
1960	20.3	10.3	2.1	5.4	15.3	11.9	11.4	76.7	15.4	5.6	2.3	100.0
1961	20.6	11.0	2.1	5.5	14.4	11.8	11.5	76.9	14.9	5.8	2.5	100.0
1962	21.2	11.8	2.0	5.6	14.0	11.0	11.6	77.1	14.5	5.8	2.6	100.0
1963	22.4	10.7	2.0	5.7	13.5	10.7	11.9	77.0	14.3	5.9	2.8	100.0
1964	21.8	8.9	2.0	6.2	13.5	10.4	12.7	75.4	15.3	6.1	3.2	100.0
1965	20.9	10.3	2.1	6.1	13.1	9.8	12.6	74.9	15.5	6.2	3.4	100.0

1/ Excludes repairs, operation, net premiums for fire and wind insurance, depreciation, accidental damage, taxes, and interest on farm mortgage debt allocable to operators' dwellings and net rent to nonfarm landlords. 2/ Items may not add to totals because of rounding.

Table 9.—Farm production expenses in 1957-59 dollars and percentage distribution, by major groups, 1940, 1950, and 1955-65 1/

Year	Current operating expenses								Depreciation: and other consumption of farm capital	Taxes on farm property	Interest on farm mortgage debt	Total production expenses
	Feed purchased	Livestock: purchased	Seed purchased	Fertilizer and lime	Repairs and: operation of capital: items	Hired labor	Miscel- laneous	Total				
(a) Million dollars												
1940	1,996	1,292	410	478	1,784	4,677	1,413	12,050	1,739	1,005	262	15,056
1950	3,127	1,773	475	1,037	3,264	3,851	1,815	15,342	3,007	1,246	243	19,838
1955	3,660	1,854	505	1,173	3,501	2,938	2,223	15,854	3,681	1,257	366	21,158
1956	3,781	2,064	524	1,166	3,610	2,871	2,352	16,368	3,599	1,215	402	21,584
1957	3,995	2,249	495	1,166	3,630	2,848	2,308	16,691	3,560	1,201	436	21,888
1958	4,587	2,525	503	1,206	3,646	2,871	2,450	17,788	3,541	1,172	460	22,961
1959	4,744	2,517	511	1,291	3,772	2,745	2,609	18,189	3,582	1,174	496	23,441
1960	5,011	2,500	509	1,305	3,647	2,628	2,712	18,312	3,546	1,155	540	23,553
1961	5,212	2,728	521	1,362	3,519	2,653	2,830	18,825	3,516	1,150	580	24,071
1962	5,562	2,985	505	1,464	3,636	2,546	2,981	19,679	3,571	1,155	639	25,044
1963	5,880	2,974	502	1,559	3,640	2,523	3,133	20,211	3,625	1,150	699	25,685
1964	5,726	2,784	504	1,695	3,624	2,356	3,327	20,016	3,794	1,130	779	25,719
1965	5,683	3,036	530	1,726	3,633	2,213	3,427	20,248	3,910	1,126	864	26,148
(b) Percentage distribution 2/												
1940	13.3	8.6	2.7	3.2	11.8	31.1	9.4	80.0	11.6	6.7	1.7	100.0
1950	15.8	8.9	2.4	5.2	16.5	19.4	9.1	77.3	15.2	6.3	1.2	100.0
1955	17.3	8.8	2.4	5.5	16.5	13.9	10.5	74.9	17.4	5.9	1.7	100.0
1956	17.5	9.6	2.4	5.4	16.7	13.3	10.9	75.8	16.7	5.6	1.9	100.0
1957	18.3	10.3	2.3	5.3	16.6	13.0	10.5	76.3	16.3	5.5	2.0	100.0
1958	20.0	11.0	2.2	5.3	15.9	12.5	10.7	77.5	15.4	5.1	2.0	100.0
1959	20.2	10.7	2.2	5.5	16.1	11.7	11.1	77.6	15.3	5.0	2.1	100.0
1960	21.3	10.6	2.2	5.5	15.5	11.2	11.5	77.7	15.1	4.9	2.3	100.0
1961	21.7	11.3	2.2	5.7	14.6	11.0	11.8	78.2	14.6	4.8	2.4	100.0
1962	22.2	11.9	2.0	5.8	14.5	10.2	11.9	78.6	14.3	4.6	2.6	100.0
1963	22.9	11.6	2.0	6.1	14.2	9.8	12.2	78.7	14.1	4.5	2.7	100.0
1964	22.3	10.8	2.0	6.6	14.1	9.2	12.9	77.8	14.8	4.4	3.0	100.0
1965	21.7	11.6	2.0	6.6	13.9	8.5	13.1	77.4	15.0	4.3	3.3	100.0

1/ Excludes repairs, operation, net premiums for fire and wind insurance, depreciation, accidental damage, taxes, and interest on farm mortgage debt allocable to operators' dwellings and net rent to nonfarm landlords. 2/ Items may not add to totals because of rounding.

Table 10.--Production expenses for items of farm origin and others, in current and 1957-59 dollars, 1940, 1950, and 1955-65 ^{1/}

Year	Items of farm origin ^{2/}			Other expenses			Total expenses	
	Value	:Relative : : 1955= : 100	Percentage of total expenses	Value	:Relative : : 1955= : 100	Percentage of total expenses	Value	:Relative : : 1955= : 100
	Mil. dol.		Percent	Mil. dol.		Percent	Mil. dol.	
	(a) Current dollars							
1940	1,712	29	28.6	4,281	31	71.4	5,993	30
1950	5,805	97	33.3	11,616	84	66.7	17,421	88
1955	5,985	100	30.2	13,842	100	69.8	19,827	100
1956	6,023	101	29.7	14,268	103	70.3	20,291	102
1957	6,479	108	30.5	14,766	107	69.5	21,245	107
1958	7,751	130	33.6	15,302	111	66.4	23,053	116
1959	7,928	132	33.0	16,094	116	67.0	24,022	121
1960	7,920	132	32.8	16,248	117	67.2	24,168	122
1961	8,357	140	33.7	16,476	119	66.3	24,833	125
1962	9,186	153	34.9	17,111	124	65.1	26,297	133
1963	9,582	160	35.2	17,657	128	64.8	27,239	137
1964	8,869	148	32.7	18,221	132	67.3	27,090	137
1965	9,424	157	33.3	18,854	136	66.7	28,278	143
	(b) 1957-59 dollars							
1940	3,698	61	24.6	11,358	75	75.4	15,056	71
1950	5,375	89	27.1	14,463	96	72.9	19,838	94
1955	6,019	100	28.5	15,139	100	71.5	21,158	100
1956	6,369	106	29.5	15,215	101	70.5	21,584	102
1957	6,739	112	30.8	15,149	100	69.2	21,888	103
1958	7,615	127	33.2	15,336	101	66.8	22,961	109
1959	7,772	129	33.2	15,669	104	66.8	23,441	111
1960	8,020	133	34.1	15,533	103	65.9	23,553	111
1961	8,461	141	35.2	15,610	103	64.8	24,071	114
1962	9,052	150	36.1	15,992	106	63.9	25,044	118
1963	9,356	155	36.4	16,329	108	63.6	25,685	121
1964	9,014	150	35.0	16,705	110	65.0	25,719	122
1965	9,249	154	35.4	16,899	112	64.6	26,148	124

^{1/} Excludes repairs, operation, net premiums for fire and wind insurance, depreciation, accidental damage, taxes, and interest on farm mortgage debt allocable to operators' dwellings and net rent to nonfarm landlords.

^{2/} Includes purchased feed, livestock, and seed.

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