

Kentucky Agri-News

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Featuring: ► Crop Production ► Dairy Products ► Value Added

NOVEMBER CROP PRODUCTION

U.S. HIGHLIGHTS

Corn production was forecast at 10.7 billion bushels, down 1 percent from October and 3 percent lower than 2005.

Corn yields were expected to average 151.2 bushels per acre, down 2.3 bushels from October but 3.3 bushels higher than last year. If realized, the yield would be the second largest on record, behind 2004.

Soybean production was forecast at 3.20 billion bushels, up slightly from October and 5 percent above 2005. If realized, this would be the largest soybean crop on record.

Soybean yields were expected to average 43.0 bushels per acre, up 0.2 bushel from October and equal to last year's record high yield.

Harvesting for the month was slowed by wet field conditions and increased moisture levels in the harvested grains.

Corn for grain production was forecast at 152.4 million bushels, unchanged from the October 1 estimate and down 2 percent from the 2005 crop. Yield was unchanged at 148 bushels per acre. The estimate was up 16 bushels from the previous year's corn crop and the second highest yield on record. The record yield was set in 2004. Harvesting this fall has been slowed by wet weather.

Soybean production was forecast at a record high 61.2 million bushels. The crop remains a record high even with a 2 percent decline from the October 1 estimate and up 15 percent from the 2005 crop. Yield was revised down 1 bushel to 45 bushels per acre. The 2006 crop yield was 2 bushels above last year's crop. Wet weather slowed harvesting this fall. Harvesting was about two weeks behind the 2005 crop and a week behind average. Farmers report that most of the double cropped soybeans which were planted after the winter wheat harvest were still in the field.

KENTUCKY

Good to excellent production of corn and soybeans is expected. Crop yields are near or exceed record highs.

CROP PRODUCTION
CROP SUMMARY, NOVEMBER 1 KENTUCKY AND UNITED STATES, 2005 - 2006

CROPS	UNIT	ACREAGE HARVESTED		YIELD PER ACRE		PRODUCTION		
		2005	2006	2005	2006	2005	2006	
			Indicated		Indicated		Indicated	% of '05
		(Thousand)				(Thousand)		
KENTUCKY								
Corn for Grain	Bu.	1,180	1,030	132.0	148.0	155,760	152,440	98
Soybeans for Beans	Bu.	1,240	1,360	43.0	45.0	53,320	61,200	115
UNITED STATES								
Corn for Grain	Bu.	75,107	71,047	147.9	151.2	11,112,072	10,744,806	97
Soybeans for Beans	Bu.	71,251	74,505	43.0	43.0	3,063,237	3,203,908	105

U. S. DAIRY PRODUCTS, SEPTEMBER 2006

PRODUCT	September 2005	August 2006 <u>1/</u>	September 2006	Percent of Sept Aug 2005 2006	
(000) Pounds					
BUTTER	100,647	88,325	102,701	102	116
(000) Gallons					
CHEESE				Percent	
American Types <u>2/</u>	301,791	318,930	324,935	108	102
Mozzarella	243,687	263,715	258,063	106	98
All Other Types <u>3/</u>	200,007	206,263	201,792	101	98
Total	745,485	788,908	784,790	105	99
(000) Gallons					
FROZEN PRODUCTS				Percent	
Ice Cream (Hard)	72,359	84,777	72,727	101	86
Frozen Yogurt (Total)	5,456	6,852	5,353	98	78
(000) Gallons					
MIX FOR FROZEN PRODUCTS					
Ice Cream Mix	40,123	47,494	39,374	98	83
Yogurt Mix	3,295	4,153	3,244	98	78

1/ Revised. 2/ Includes Cheddar, Colby, Monterey, and Jack. 3/ Includes Swiss, cream and all other types. Excludes cottage cheese.

KENTUCKY CROPS RANKED BY 2005 VALUE OF PRODUCTION

RANK	COMMODITY & UNIT	2004 CROP YEAR <u>1/</u>		2005 CROP YEAR		CHANGE IN VALUE
		Price Per Unit	Total Value	Price Per Unit	Total Value	
		(Dollars)	(1,000 Dollars)	(Dollars)	(1,000 Dollars)	(05 % of 04)
1.	Hay, All, baled, ton	71.00	420,888	81.00	467,937	111
2.	Corn (for grain), bu.	2.24	388,147	2.05	319,308	82
3.	Soybeans (beans), bu.	5.87	335,764	5.55	298,313	89
4.	Tobacco, All, lb.	2.050	481,708	1.686	293,867	61
5.	Wheat, All, bu.	2.96	60,739	3.20	65,280	107
6.	Sorghum (grain), bu.	1.95	2,028	1.79	3,866	191
7.	Commercial Apples, lb.	.368	2,573	.346	1,628	63
8.	Barley, bu.	2.02	1,244	1.95	1,457	117
9.	Peaches, ton	1,290	968	1,000	650	67
TOTAL			1,694,059		1,452,306	86

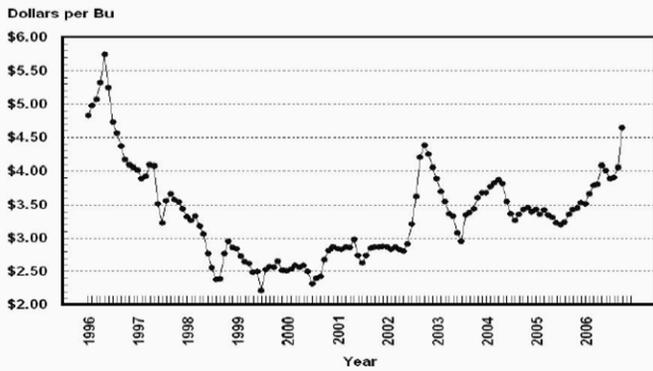
1/Revised.

VALUE ADDED TO THE KENTUCKY ECONOMY BY THE AGRICULTURAL SECTOR VIA THE PRODUCTION OF GOODS AND SERVICES, 2002- 2005 ^{1/}

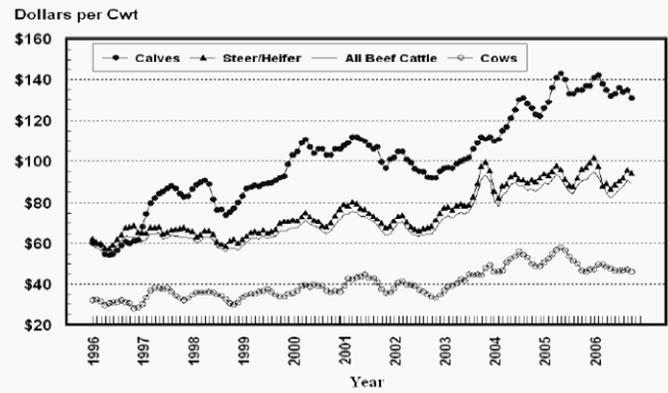
Item	2002 ^{2/}	2003 ^{2/}	2004 ^{2/}	2005
	(1,000 Dollars)			
Value of crop production	1,052,023	1,351,468	1,531,543	1,167,433
Food grains	56,776	67,323	73,361	66,005
Feed crops	346,610	364,816	433,665	432,379
Cotton	0	0	0	0
Oil crops	260,676	264,710	347,369	319,940
Tobacco	443,031	431,177	421,694	342,540
Fruits and tree nuts	5,111	5,895	6,670	6,308
Vegetables	15,000	17,000	18,000	19,000
All other crops	67,440	82,506	85,915	84,069
Home consumption	6,026	4,476	5,119	6,016
Value of inventory adjustment ^{3/}	(148,647)	113,565	139,750	(108,825)
Value of livestock production	2,045,526	2,194,348	2,692,894	2,841,344
Meat animals	486,223	612,383	726,772	651,153
Dairy products	208,560	192,022	236,640	217,566
Poultry and eggs	516,917	620,910	816,612	813,797
Miscellaneous livestock	767,574	807,875	958,562	1,018,602
Home consumption	2,669	6,087	8,987	12,920
Value of inventory adjustment ^{3/}	63,583	(44,929)	(54,679)	127,306
Revenues from services and forestry	1,039,224	983,381	1,021,929	1,223,262
Machine hire and customwork	28,618	29,663	37,412	33,226
Forest products sold	160,000	155,000	162,750	155,000
Other farm income	423,850	369,409	357,366	522,139
Gross imputed rental value of farm dwellings	426,756	429,309	464,401	512,897
Value of agricultural sector production	4,136,773	4,529,196	5,246,366	5,232,039
(less) Purchased inputs	2,166,158	2,261,019	2,441,438	2,321,645
Farm origin	866,892	868,286	790,550	695,475
Feed purchased	637,410	610,730	522,889	436,133
Livestock and poultry purchased	100,986	119,910	141,076	141,360
Seed purchased	128,496	137,646	126,585	117,982
Manufactured inputs	449,545	412,461	463,336	492,634
Fertilizers and lime	196,723	173,320	188,030	203,993
Pesticides	82,231	87,539	93,474	87,539
Petroleum fuel and oils	128,980	117,449	144,853	165,145
Electricity	41,611	34,153	36,979	35,957
Other purchased inputs	849,721	980,272	1,187,552	1,133,536
Repair and maintenance of capital items	223,024	252,646	310,536	281,109
Machine hire and customwork	29,248	33,718	44,728	34,854
Marketing, storage, and transportation expenses	115,358	126,979	150,936	122,905
Contract labor	64,160	60,156	58,679	60,442
Miscellaneous expenses	417,932	506,773	622,673	634,226
(plus) Net government transactions	46,017	47,544	41,964	699,175
Direct Government payments	138,262	148,176	147,673	827,700
Motor vehicle registration and licensing fees	12,347	13,331	14,251	18,359
Property taxes	79,898	87,301	91,458	110,166
Gross value added	2,016,632	2,315,721	2,846,892	3,609,569
(less) Capital consumption	635,116	651,581	691,392	722,841
Net value added	1,381,516	1,664,140	2,155,500	2,886,728
(less) Payments to stakeholders	794,220	883,372	821,889	804,339
Employee compensation (total hired labor)	308,331	324,215	330,037	281,510
Net rent received by nonoperator landlords	225,280	307,087	233,882	224,257
Real estate and nonreal estate interest	260,609	252,070	257,970	298,572
Net farm income	587,296	780,768	1,333,611	2,082,389

^{1/}Value of agricultural sector production is the gross value of the commodities and services produced within a year. Net value-added is the sector's contribution to the National economy and is the sum of the income from production earned by all factors-of-production, regardless of ownership. Net farm income is the farm operator's share of income from the sector's production activities. The concept presented is consistent with that employed by the Organization for Economic Cooperation and Development. ^{2/}Revised. ^{3/}A positive value of inventory change represents current-year production not sold by December 31. A negative value is an offset to production from prior years included in current-year sales. Negative numbers are shown in parenthesis. Source: Economic Research Service/USDA.

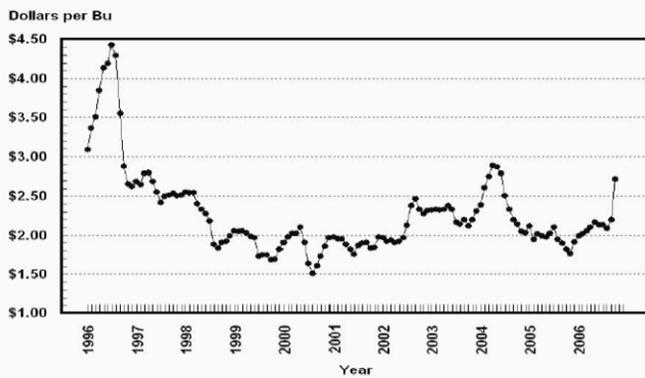
Prices Received, Wheat, US



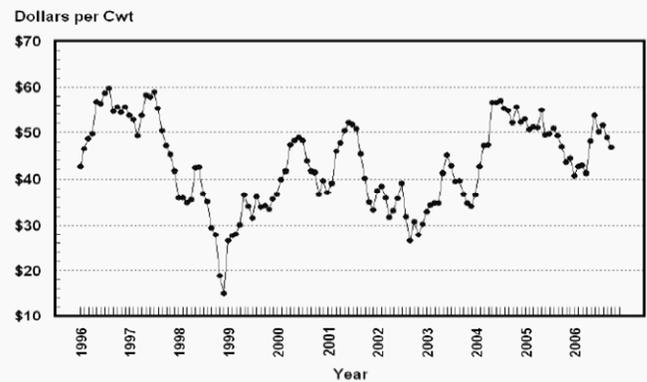
Prices Received, Cattle, US



Prices Received, Corn, US



Prices Received, Hogs, US



Internet Access: Data including this report are available free of charge on our Internet homepage located at <http://www.nass.usda.gov/ky>. Links to the Kentucky Department of Agriculture, the University of Kentucky Agricultural Weather Center and other web sites related to Kentucky Agriculture are also included. National & State reports and data are available on the USDA, National Agricultural Statistics Service homepage located at <http://www.usda.gov/nass/>