

FARM INCOME

FARM INCOME INDIANA, 2003-2007 ^{1/}

Commodity	2003	2004	2005	2006	2007
Thousand Dollars					
Value of Crop Production	3,412,494	4,559,651	3,467,829	3,907,717	5,210,462
Food Grains	83,684	90,034	85,548	82,761	110,854
Feed Crops	1,456,689	1,845,251	1,540,618	1,932,863	2,812,138
Oil Crops	1,275,274	1,674,537	1,355,576	1,631,011	1,861,933
Tobacco	17,481	17,207	0	0	0
Fruits and Tree Nuts	27,323	30,722	31,919	34,307	25,509
Vegetables	132,123	142,981	133,435	133,394	151,341
All Other Crops	224,182	242,925	247,275	231,038	249,387
Home Consumption	3,865	3,561	2,537	2,830	2,572
Value of Inventory Adjustment ^{2/}	191,873	512,433	70,921	(140,487)	(3,272)
Value of Livestock Production	1,767,545	2,101,219	2,112,545	2,054,399	2,573,155
Meat Animals	846,233	955,240	1,010,294	989,506	1,054,897
Dairy Products	376,035	501,501	502,560	432,516	659,162
Poultry and Eggs	541,454	576,187	497,103	577,120	811,302
Miscellaneous Livestock	34,048	35,828	39,906	39,795	39,219
Home Consumption	3,933	3,812	5,921	5,727	6,303
Value of Inventory Adjustment ^{2/}	(34,158)	28,651	56,761	9,735	2,272
Revenues from Services and Forestry	797,898	813,316	878,020	917,985	1,079,101
Machine Hire and Custom Work	60,705	62,075	41,368	43,791	89,958
Forest Products Sold	22,000	18,000	16,000	16,000	18,000
Other Farm Income	198,655	164,343	176,971	159,995	173,977
Gross Imputed Rental Value of farm dwellings	516,538	568,898	643,681	698,199	797,166
Value of Agricultural Sector Production	5,977,937	7,474,186	6,458,394	6,880,101	8,862,718

^{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 operators' 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/} 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.

Source: Economic Research Service

FARM INCOME

FARM INCOME (continued) INDIANA, 2003-2007 1/

Commodity	2003	2004	2005	2006	2007
	Thousand Dollars				
Less: Purchased Inputs	2,919,752	3,143,663	3,259,020	3,411,992	4,270,252
Farm Origin	996,124	1,054,008	1,027,797	1,063,435	1,328,310
Feed Purchased	490,000	500,000	400,000	420,000	570,000
Livestock and Poultry Purchased	126,124	144,008	177,797	173,435	198,310
Seed Purchased	380,000	410,000	450,000	470,000	560,000
Manufactured Inputs	1,034,612	1,156,618	1,249,024	1,318,571	1,720,077
Fertilizers and Lime	470,000	590,000	620,000	640,000	890,000
Pesticides	330,000	320,000	310,000	320,000	400,000
Petroleum Fuel and Oils	172,745	184,502	264,025	295,244	363,227
Electricity	61,867	62,116	54,999	63,327	66,850
Other Purchased Inputs	889,016	933,037	982,199	1,029,986	1,221,865
Repair and Maintenance of Capital Gains	324,988	350,153	345,879	341,768	396,886
Machine Hire and Custom Work	60,872	68,458	69,427	72,443	76,397
Marketing, Storage and Transportation Exp.	53,715	71,833	97,587	87,002	109,689
Contract Labor	17,270	13,441	11,401	13,134	18,812
Miscellaneous Expenses	432,171	429,152	457,905	515,639	620,081
Plus: Net Government Transactions	192,389	252,418	619,237	214,254	(41,394)
+ Direct Government Payments	446,287	532,024	917,903	541,282	302,607
- Motor Vehicle Registration and Licensing Fees	23,898	19,606	28,666	27,028	24,001
- Property Taxes	230,000	260,000	270,000	300,000	320,000
Gross Value Added	3,250,575	4,582,941	3,818,611	3,682,363	4,551,073
Less: Capital Consumption	745,248	793,070	848,710	891,231	920,698
Net Value Added	2,505,327	3,789,871	2,969,901	2,791,132	3,630,375
Less: Payments to stakeholders	1,176,719	1,256,969	1,368,771	1,336,400	1,340,741
Employee Compensation (Total Hired Labor)	272,730	311,211	277,370	295,923	312,518
Net Rent Received by Nonoperator Landlord	520,869	563,023	661,968	547,693	500,015
Real Estate and Nonreal Estate Interest	383,120	382,735	429,433	492,784	528,208
Net Farm Income	1,328,608	2,532,902	1,601,130	1,454,732	2,289,634

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 operators' 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.

Source: Economic Research Service

FARM INCOME

FARM INCOME INDICATORS, INDIANA, 2003-2007

Item	2003	2004	2005	2006	2007
	Thousand Dollars				
Gross Farm Income	6,424,225	8,006,210	7,376,297	7,421,383	9,165,326
Gross Cash Income	5,742,173	6,888,855	6,596,476	6,845,379	8,360,284
Noncash Income	524,336	576,271	652,139	706,756	806,041
Value of Inventory Adjustment	157,715	541,084	127,682	(130,752)	(1,000)
Total Production Expenses	5,095,617	5,473,308	5,775,167	5,939,715	6,850,739
Purchased Inputs	2,926,380	3,149,828	3,276,285	3,425,886	4,275,441
Interest	383,120	382,735	429,433	458,885	494,013
Contract and Hired Labor Expenses	290,000	324,652	288,771	309,057	331,330
Net Rent to Nonoperator Landlords	520,869	563,023	661,968	554,656	509,257
Capital Consumption	745,248	793,070	848,710	891,231	920,698
Property Taxes	230,000	260,000	270,000	300,000	320,000
NET FARM INCOME	1,328,608	2,532,902	1,601,130	1,481,668	2,314,587
Gross Receipts of Farms	5,921,710	7,444,044	6,737,073	6,726,603	8,375,639
Farm Production Expenditures	4,843,994	5,180,577	5,463,242	5,614,440	6,502,156
RETURNS TO OPERATORS	1,077,716	2,263,467	1,273,831	1,112,163	1,873,483
Gross Cash Income	5,742,173	6,888,855	6,596,476	6,845,379	8,360,284
Cash Expenses	4,286,522	4,598,998	4,852,218	4,986,059	5,862,590
NET CASH INCOME	1,455,651	2,289,857	1,744,258	1,859,320	2,497,694

Source: Economic Research Service

U.S. GOVERNMENT PAYMENTS, BY PROGRAM INDIANA, 2003-2007 1/

Program	2003	2004	2005	2006	2007
	Thousand Dollars				
Production Flexibility Contracts	(9,979)	(143)	(60)	(2)	(1)
Direct Payments 2/	317,368	232,556	233,838	228,189	228,027
Counter-cyclical Program Payments	27,053	23,742	192,993	185,161	67
Loan Deficiency Payments	2,631	208,965	333,384	44,099	252
Marketing Loan Gains	746	5,633	17,450	7,617	---
Commodity Certificate Exchange Gains	1	2,426	8,444	61	5
Milk Income Loss Payments 3/	16,138	3,025	277	6,538	1,199
Tobacco Transition Payments 4/	---	---	20,675	10,980	8,272
Conservation 5/	50,209	54,185	67,995	58,255	63,189
Supplemental Funding 6/	42,159	1,756	39,014	456	1,722
Miscellaneous 7/	(39)	(90)	(44)	(71)	(44)
Total	446,286	532,055	914,166	541,283	302,688

1/ Amounts include only cash payments made directly to farmers.

2/ Direct Payments are authorized by the Farm Security and Rural Investment Act of 2002 for 2002 through 2007 crops. Direct Payments for the 2002 crops are reduced by the amount of fiscal year 2002 payment received under Production Flexibility Contracts. The Act also increases the number of crops authorized to receive Direct Payments.

3/ Program authorized by the Farm Security and Rural Investment Act of 2002.

4/ Payment includes both the CCC payments to quota holders and producers and the third party payments to quota holders and producers who opted for the lump sum payment option.

5/ Includes amount paid under Conservation Reserve, Agriculture Conservation, Emergency Conservation, and Great Plains Program.

6/ Ad Hoc and emergency programs provided by the Agricultural Risk Protection Act of 2000, Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act 2001 and Agricultural Economic Assistance Act 2001. Some of these programs include; Crop Disaster Program, Dairy Disaster Assistance Program, Livestock Emergency Assistance program, Quality Losses Program, and Tobacco Disaster Assistance Program

7/ Miscellaneous Programs include; Forestry Incentive Annual, Dairy Indemnity, Interest Payments, Disaster Program Payments, Payment Limitation Refund, Noninsured Assistance, Disaster Reserve, and Environment Quality Incentives.

Source: Economic Research Service