

# Net Income from Farming<sup>1/</sup>

	2004 <sup>2/</sup>	2005 <sup>2/</sup>	2006 <sup>2/</sup>	2007 <sup>2/</sup>	2008
-----1,000 Dollars-----					
Value of crop production	604,306	582,127	614,461	724,171	698,451
Value of livestock production	1,982,348	2,038,219	1,910,605	2,312,446	2,420,628
Revenues from services and forestry	173,031	233,947	250,217	262,509	269,555
Machine hire and custom work	9,120	27,774	21,162	28,387	24,621
Forest products sold	4,500	4,500	4,500	4,600	4,600
Other farm income	58,394	66,531	78,139	72,602	82,993
Gross imputed rental value of farm dwellings	101,017	135,142	146,416	156,920	157,341
<b>Value of Agricultural Sector Production</b>	<b>2,759,684</b>	<b>2,854,293</b>	<b>2,775,283</b>	<b>3,299,126</b>	<b>3,388,634</b>
less: Purchased inputs	1,469,377	1,600,385	1,747,743	1,909,223	2,016,084
Farm origin	914,643	941,863	998,113	1,096,727	1,128,725
Feed purchased	439,032	453,816	539,725	633,261	680,793
Livestock and poultry purchased	454,029	460,355	430,804	439,244	420,818
Seed purchased	21,582	27,692	27,584	24,222	27,114
Manufactured inputs	157,585	193,761	205,056	246,935	296,902
Fertilizers and lime	31,449	41,030	42,471	54,138	69,927
Pesticides	22,924	24,683	25,678	28,278	33,058
Petroleum fuel and oils	68,121	85,490	95,506	117,248	135,396
Electricity	35,091	42,558	41,401	47,271	58,521
Other purchased inputs	397,149	464,761	544,574	565,561	590,457
Repair and maintenance of capital items	84,180	89,173	105,235	116,340	123,645
Machine hire and custom work	21,345	15,924	22,252	25,450	24,687
Marketing, storage, and transportation expenses	73,691	103,834	112,928	102,928	112,014
Contract labor	27,037	24,510	30,771	37,855	34,694
Miscellaneous expenses	190,896	231,320	273,388	282,988	295,417
plus: Net government transactions	48,567	80,861	40,824	17,304	24,482
+ Direct government payments	78,558	116,636	82,602	66,965	74,661
- Motor vehicle registration and licensing fees	5,487	5,502	4,693	6,563	6,664
- Property taxes	24,504	30,273	37,085	43,098	43,515
<b>Gross Value Added</b>	<b>1,338,875</b>	<b>1,334,769</b>	<b>1,068,364</b>	<b>1,407,207</b>	<b>1,397,032</b>
less: Capital consumption	123,586	138,446	148,729	154,112	161,246
<b>Net Value Added</b>	<b>1,215,289</b>	<b>1,196,323</b>	<b>919,635</b>	<b>1,253,095</b>	<b>1,235,786</b>
less: Payments to stakeholders	314,402	372,287	388,622	406,435	405,951
Employment compensation (total hired labor)	190,935	228,594	235,117	260,336	254,210
Net rent received by nonoperator landlords	36,027	41,035	36,841	24,304	34,605
Real estate and nonreal estate interest	87,440	102,658	116,664	121,795	117,136
<b>Net Farm Income</b>	<b>900,887</b>	<b>824,036</b>	<b>531,013</b>	<b>846,660</b>	<b>829,835</b>

<sup>1/</sup> 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. Net farm income is the farm operators' share of income from the sector's production activities. The concepts presented are consistent with those employed by the Organization for Economic Cooperation and Development (OECD).

<sup>2/</sup> Revised.

SOURCE: USDA, Economic Research Service.