

SOUTH DAKOTA 2009 INCOME AND 2010 PRICES SUMMARY

INCOME

Cash receipts from farm marketings and government payments in 2009 totaled \$7.117 billion and were down 12 percent from 2008. Sales from all crops totaled \$4.499 billion, or 63 percent of the total. Income from crops was down 9 percent from 2008. Sales from all livestock and their related products accounted for \$2.362 billion, or 33 percent, of the total 2009 receipts. Income from livestock was down 12 percent from 2008. Government payments totaled \$256 million in 2009, down 36 percent from 2008, and were 4 percent of total receipts.

The largest income sources for 2009 were corn, cattle, soybeans, and wheat. Corn, down 9 percent from 2008, accounted for 27 percent of the total. Cattle, down 9 percent from 2008, accounted for 22 percent of the total. Income from soybeans increased 10 percent from 2008 and accounted for 20 percent of the total. Wheat receipts fell 31 percent and accounted for 11 percent of the total.

The 2009 net farm income totaled \$2.376 billion, down 21 percent from 2008.

PRICES

Preliminary 2010 marketing year average (MYA) crop prices were up from 2009 for most major South Dakota

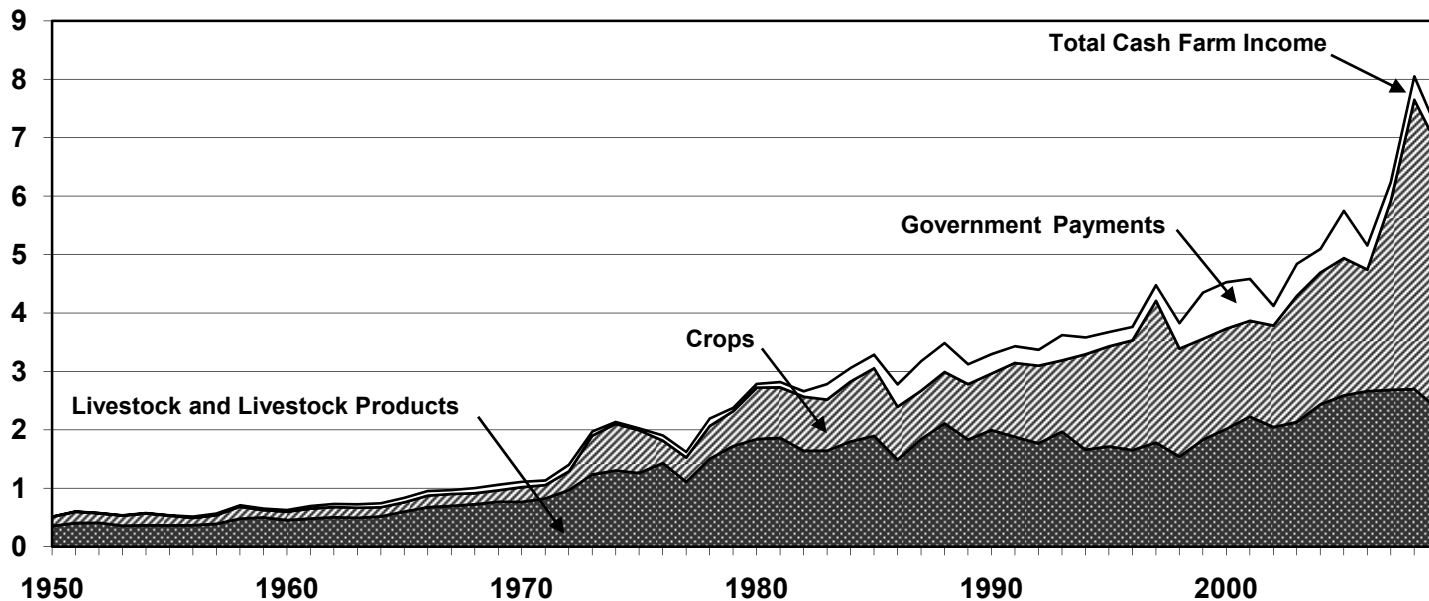
crops. All corn MYA price was up 58 percent to \$5.10, \$1.87 above 2009. Soybean prices, with a MYA of \$11.20, an increase of \$2.02, were up 22 percent from the previous year. The all wheat MYA price was up 19 percent from 2009 to \$6.05, an increase of 98 cents per bushel. The all hay MYA price was down 3 percent to \$77.50 per ton. The all sunflower MYA price was up 44 percent from last year, to \$18.90 per cwt. Sorghum increased 64 percent to \$8.00 per cwt.

Marketing year average prices are computed by weighting monthly prices by the estimated monthly sales. Page 23 shows the crop marketing monthly percents for the major crops.

Annual 2010 livestock prices were up from 2009. The beef cattle price increased \$13.60 per cwt., to \$101.00. Steers and heifers price increased \$11.60, to \$102.00, and cows were up \$11.70, to \$59.10. Calves were up \$16.00, to \$127.00 per cwt. The all hog price of \$54.50 increased \$12.80 from 2009. Barrows and gilts increased 30 percent, to \$55.80, while sows increased 36 percent, to \$45.40. At \$146.00, the lamb price was up \$42.00, while the sheep price, at \$49.10, was up 73 percent from 2009.

CASH RECEIPTS, SOUTH DAKOTA, 1950-2009

BIL. DOL.



**CASH RECEIPTS FROM FARM MARKETINGS AND GOVERNMENT PAYMENTS,
SOUTH DAKOTA, 2007-2009**

COMMODITY	CASH RECEIPTS			PERCENT TOTAL 1/		
	2007	2008	2009	2007	2008	2009
	----- 1,000 DOLLARS -----			----- PERCENT -----		
CROPS:						
WHEAT	712,807	1,081,870	748,077	11.4	13.4	10.5
CORN	1,137,498	2,117,568	1,936,055	18.2	26.3	27.2
SORGHUM	18,506	32,262	21,427	0.3	0.4	0.3
OATS	9,410	18,124	7,597	0.2	0.2	0.1
BARLEY	3,626	8,983	5,937	0.1	0.1	0.1
FLAXSEED	959	1,408	1,013	0.0	0.0	0.0
SOYBEANS	1,014,244	1,286,657	1,414,279	16.3	16.0	19.9
HAY	165,424	186,358	138,859	2.7	2.3	2.0
SUNFLOWER	116,172	157,593	172,327	1.9	2.0	2.4
MISCELLANEOUS CROPS	59,135	61,511	53,587	0.9	0.8	0.8
TOTAL CROPS	3,237,781	4,952,334	4,499,158	51.9	61.5	63.2
LIVESTOCK AND PRODUCTS:						
CATTLE AND CALVES	1,792,437	1,708,506	1,550,376	28.7	21.2	21.8
HOGS	359,194	399,208	337,467	5.8	5.0	4.7
SHEEP AND LAMBS	30,642	26,898	21,728	0.5	0.3	0.3
TURKEYS	74,175	89,023	82,170	1.2	1.1	1.2
EGGS	51,420	55,752	37,936	0.8	0.7	0.5
OTHER POULTRY	14,335	14,980	15,735	0.2	0.2	0.2
DAIRY PRODUCTS	311,903	341,508	259,854	5.0	4.2	3.7
HONEY	13,525	28,643	24,770	0.2	0.4	0.3
WOOL	1,930	1,987	1,845	0.0	0.0	0.0
MISCELLANEOUS LIVESTOCK	33,404	31,791	29,707	0.5	0.4	0.4
TOTAL LIVESTOCK AND PRODUCTS	2,682,965	2,698,296	2,361,588	43.0	33.5	33.2
TOTAL CROPS AND LIVESTOCK	5,920,746	7,650,630	6,860,746	94.9	95.0	96.4
GOVERNMENT PAYMENTS	317,077	400,726	256,352	5.1	5.0	3.6
GRAND TOTAL	6,237,823	8,051,356	7,117,098	100.0	100.0	100.0

1/ PERCENTAGES MAY NOT ADD DUE TO ROUNDING.

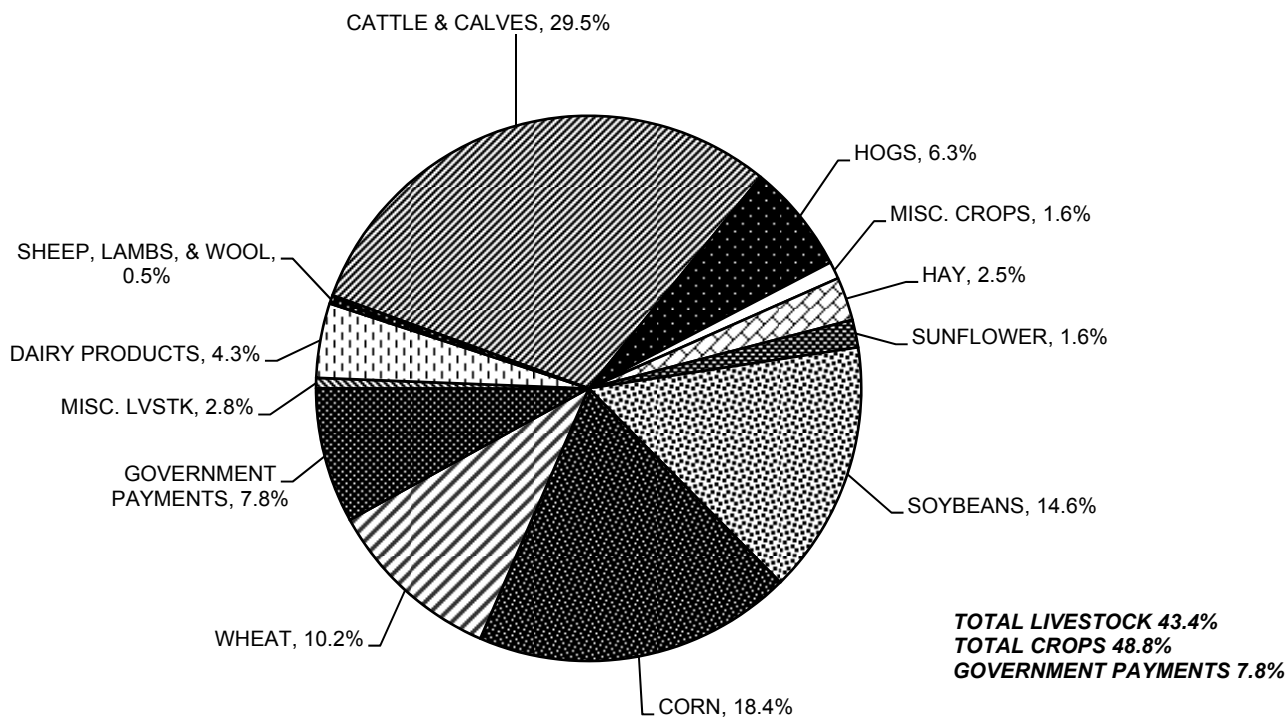
**CASH RECEIPTS,
STATE RANKING, 2009**

ITEM	UNIT	1	2	3	4	5	6	7	8	9	10	S.D. RANK
CROPS	MIL. DOL.	CA 27,027	IL 12,696	IA 12,493	MN 8,423	NE 8,026	IN 6,389	FL 5,998	TX 5,932	KS 5,733	ND 5,581	13 4,499
LIVESTOCK & LIVESTOCK PRODUCTS	MIL. DOL.	TX 10,641	IA 8,521	CA 7,814	NE 7,283	KS 6,352	NC 5,710	MN 4,902	WI 4,779	GA 4,291	AR 3,964	20 2,362
GOVERNMENT PAYMENTS	MIL. DOL.	TX 1,407	IA 767	CA 568	IL 567	MN 528	NC 486	AR 482	MS 481	MO 479	KS 475	20 256
TOTAL	MIL. DOL.	CA 34,841	IA 21,014	TX 16,573	NE 15,309	IL 14,545	MN 13,325	KS 12,085	NC 9,188	IN 8,757	MO 7,696	14 6,861

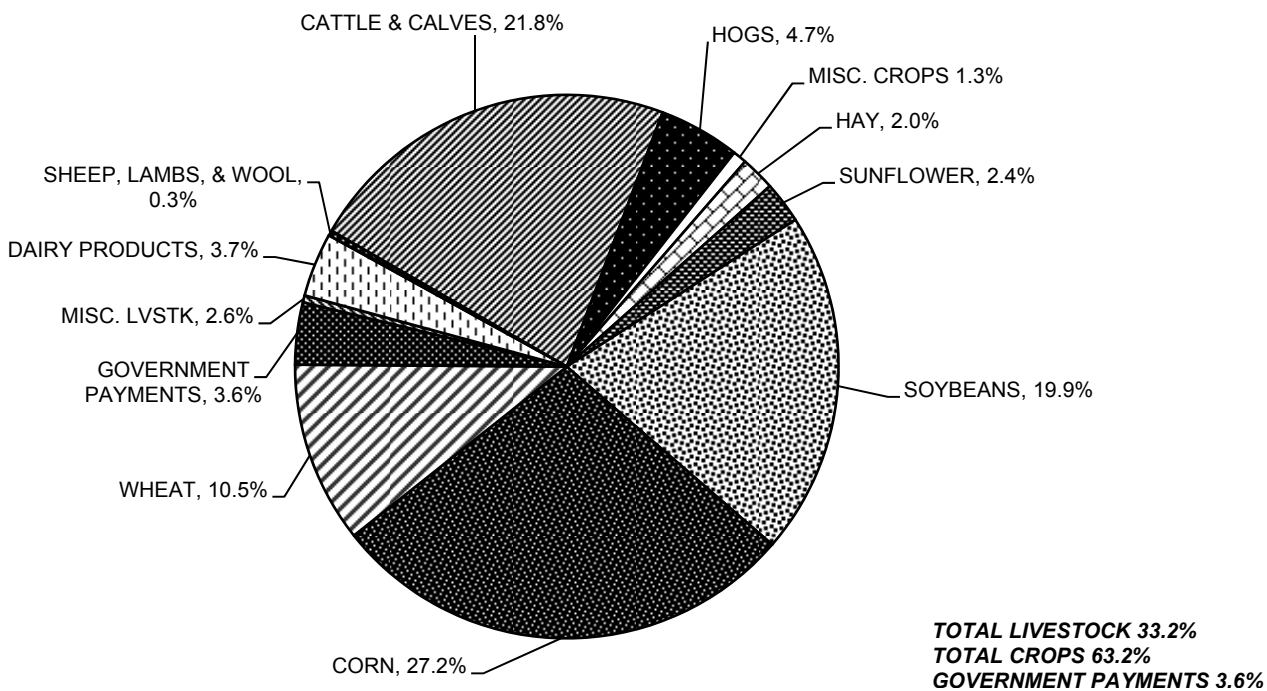
SOURCE: ECONOMIC RESEARCH SERVICE, USDA.

CASH RECEIPTS, SOUTH DAKOTA PERCENT OF TOTAL

2004-2008 AVERAGE



2009



**CASH RECEIPTS FROM FARM MARKETINGS,
SOUTH DAKOTA, 2010 1/**

MONTH	CROPS		LIVESTOCK		TOTAL	
	1,000 DOLLARS	PERCENT	1,000 DOLLARS	PERCENT	1,000 DOLLARS	PERCENT
JANUARY	419,693	9.0	223,222	8.7	642,914	8.9
FEBRUARY	224,901	4.8	201,830	7.9	426,731	5.9
MARCH	247,537	5.3	215,289	8.4	462,826	6.4
APRIL	241,537	5.2	234,530	9.1	476,067	6.6
MAY	187,333	4.0	216,313	8.4	403,646	5.6
JUNE	256,353	5.5	226,159	8.8	482,513	6.7
JULY	348,771	7.5	201,747	7.9	550,518	7.6
AUGUST	370,203	7.9	188,039	7.3	558,242	7.7
SEPTEMBER	289,235	6.2	195,615	7.6	484,850	6.7
OCTOBER	502,000	10.8	216,578	8.4	718,578	9.9
NOVEMBER	958,552	20.6	222,452	8.7	1,181,004	16.3
DECEMBER	615,805	13.2	222,820	8.7	838,625	11.6
TOTAL	4,661,920	100.0	2,564,594	100.0	7,226,514	100.0

1/ PERCENTS MAY NOT ADD DUE TO ROUNDING. PRELIMINARY ESTIMATES, ECONOMIC RESEARCH SERVICE, USDA.

**FARM PRODUCTION EXPENSES,
SOUTH DAKOTA, 2007-2009**

ITEM	2007	2008	2009
	----- MILLION DOLLARS -----		
FEED	518.8	510.7	570.2
LIVESTOCK	447.5	379.0	378.7
SEED	420.0	570.3	521.6
FERTILIZER & LIME	573.1	739.9	611.5
PESTICIDES	295.5	381.8	335.4
FUEL & OIL	344.4	429.7	322.4
ELECTRICITY	77.1	73.2	84.1
REPAIR & MAINTENANCE	305.9	329.7	335.2
MACHINE HIRE & CUSTOM WORK	129.7	112.8	132.6
MARKETING, STORAGE & TRANSPORTATION	162.4	157.9	152.4
OTHER MISCELLANEOUS	777.6	919.2	768.3
INTEREST	346.0	345.3	338.3
LABOR EXPENSES	249.4	286.8	209.6
NET RENT TO NON-OPERATOR LANDLORDS	378.8	472.2	431.6
CAPITAL CONSUMPTION	548.3	584.5	615.4
PROPERTY TAXES	249.7	272.8	269.0
TOTAL PRODUCTION EXPENSES	5,824.2	6,565.8	6,076.2

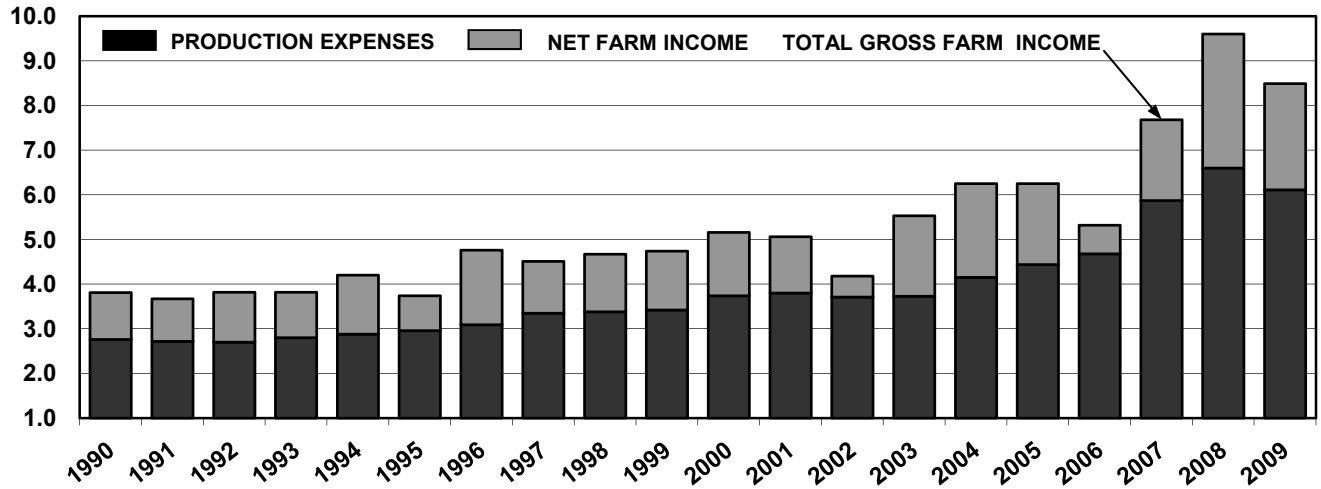
**NET FARM INCOME: VALUE ADDED TO AGRICULTURAL SECTOR,
SOUTH DAKOTA, 2005-2009**

ITEM 1/	2005	2006	2007	2008	2009
	----- 1,000 DOLLARS -----				
VALUE OF CROP PRODUCTION	2,184,530	1,599,034	3,850,254	5,597,329	4,937,558
FOOD GRAINS	464,875	418,641	714,131	1,084,518	749,245
FEED CROPS	869,461	860,141	1,349,157	2,377,992	2,117,857
OIL CROPS	865,166	762,297	1,132,403	1,447,229	1,590,474
FRUITS AND TREE NUTS	1,550	1,840	2,130	2,455	2,315
VEGETABLES	13,624	15,127	14,384	13,825	13,392
ALL OTHER CROPS	28,670	27,050	25,575	26,315	25,875
HOME CONSUMPTION	894	1,270	556	735	491
VALUE OF INVENTORY ADJUSTMENT 2/	-59,710	-487,332	611,918	644,260	437,909
VALUE OF LIVESTOCK PRODUCTION	2,667,679	2,566,333	2,699,039	2,681,260	2,450,229
MEAT ANIMALS	2,238,584	2,301,104	2,182,273	2,134,612	1,909,571
DAIRY PRODUCTS	218,484	196,107	311,903	341,508	259,854
POULTRY AND EGGS	81,341	94,026	139,932	159,757	135,843
MISCELLANEOUS LIVESTOCK	51,494	47,199	48,857	62,419	56,320
HOME CONSUMPTION	5,365	5,948	4,854	5,199	4,675
VALUE OF INVENTORY ADJUSTMENT 2/	72,411	-78,051	11,220	-22,235	83,966
REVENUES FROM SERVICES AND FORESTRY	590,513	739,642	808,860	915,837	844,595
MACHINE HIRE AND CUSTOMWORK	77,527	44,605	50,718	85,897	59,737
FOREST PRODUCTS SOLD	345	270	190	190	175
OTHER FARM INCOME	270,288	432,077	449,667	530,638	473,604
GROSS IMPUTED RENTAL VALUE OF FARM DWELLINGS	242,353	262,690	308,285	299,112	311,079
VALUE OF AGRICULTURAL SECTOR PRODUCTION	5,442,722	4,905,009	7,358,153	9,194,426	8,232,382
PURCHASED INPUTS	2,899,531	3,091,372	4,080,561	4,622,588	4,235,509
FARM ORIGIN	1,034,474	1,152,125	1,386,309	1,459,971	1,470,611
FEED PURCHASED	288,541	385,123	518,816	510,704	570,232
LIVESTOCK AND POULTRY PURCHASED	419,921	424,865	447,521	378,989	378,730
SEED PURCHASED	326,012	342,137	419,972	570,278	521,649
MANUFACTURED INPUTS	927,368	930,657	1,290,120	1,624,625	1,353,354
FERTILIZERS AND LIME	362,217	382,166	573,095	739,927	611,492
PESTICIDES	230,853	209,980	295,509	381,837	335,353
PETROLEUM FUEL AND OILS	268,622	269,103	344,397	429,651	322,430
ELECTRICITY	65,676	69,408	77,119	73,210	84,079
OTHER PURCHASED INPUTS	937,689	1,008,590	1,404,132	1,537,992	1,411,544
REPAIR AND MAINTENANCE OF CAPITAL ITEMS	236,712	263,175	305,917	329,680	335,169
MACHINE HIRE AND CUSTOMWORK	81,491	84,947	129,715	112,808	132,565
MARKETING, STORAGE, AND TRANSPORTATION EXPENSES	89,666	109,646	162,409	157,880	152,367
CONTRACT LABOR	13,542	13,107	28,489	18,441	23,135
MISCELLANEOUS EXPENSES	516,278	537,715	777,602	919,183	768,308
NET GOVERNMENT TRANSACTIONS	571,214	160,358	54,593	115,838	-25,948
DIRECT GOVERNMENT PAYMENTS	808,706	411,708	317,077	400,703	256,352
MOTOR VEHICLE REGISTRATION AND LICENSING FEES	9,307	10,283	12,745	12,073	13,350
PROPERTY TAXES	228,185	241,067	249,739	272,792	268,950
GROSS VALUE ADDED	3,114,405	1,973,994	3,332,186	4,687,676	3,970,925
CAPITAL CONSUMPTION	515,484	541,963	548,295	584,529	615,441
NET VALUE ADDED	2,598,921	1,432,031	2,783,891	4,103,147	3,355,484
PAYMENTS TO STAKEHOLDERS	785,780	795,494	974,091	1,104,345	979,432
EMPLOYEE COMPENSATION (TOTAL HIRED LABOR)	155,190	164,033	249,380	286,797	209,569
NET RENT RECEIVED BY NONOPERATOR LANDLORDS	344,770	304,548	378,761	472,243	431,570
REAL ESTATE AND NONREAL ESTATE INTEREST	285,820	326,913	345,950	345,305	338,293
NET FARM INCOME	1,813,141	636,537	1,809,800	2,998,802	2,376,052

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.

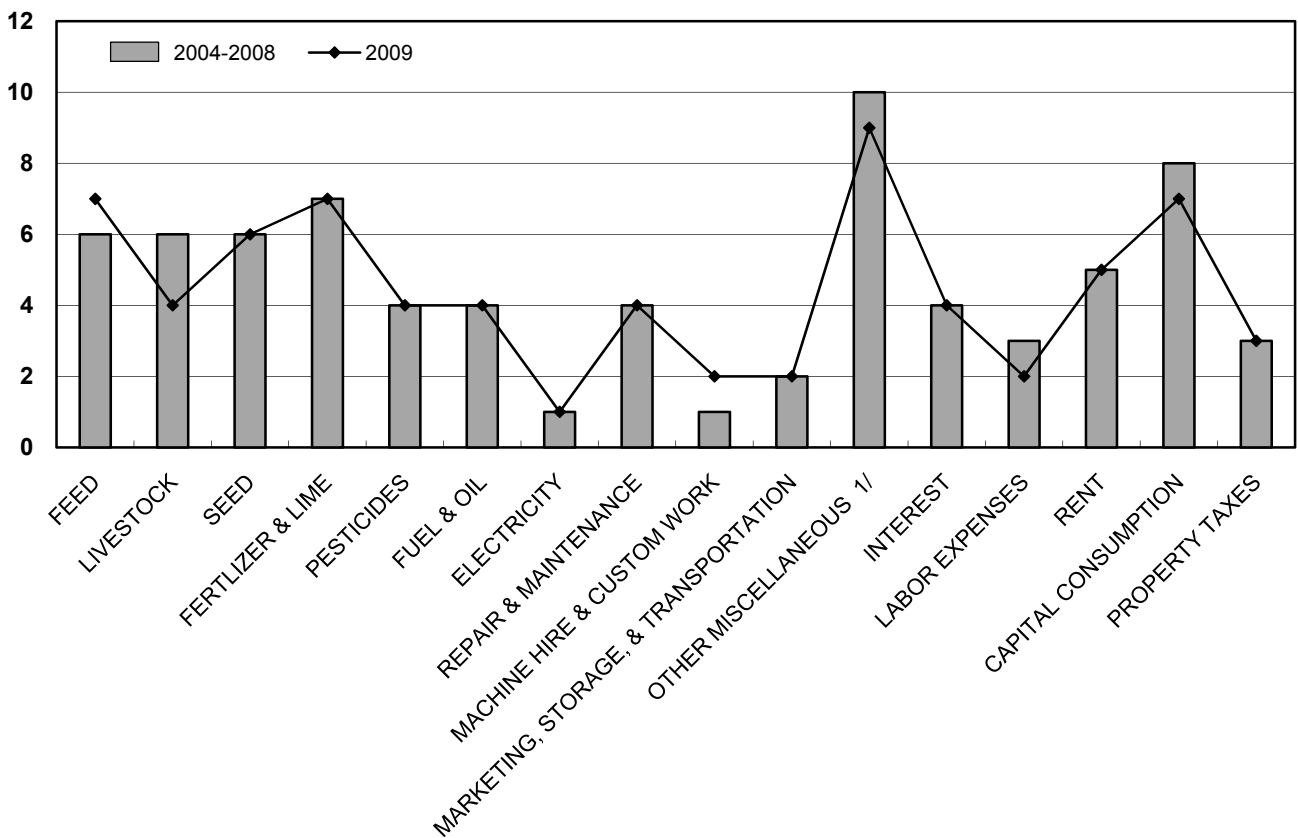
FARM INCOME, SOUTH DAKOTA, 1990-2009

BIL. DOL.



PRODUCTION EXPENDITURES, SOUTH DAKOTA, 2004-2008 AVERAGE AND 2009

% OF TOTAL



1/ OTHER MISCELLANEOUS INCLUDES: CONTRACT LABOR, MOTOR VEHICLE REGISTRATION AND LICENSING FEES, VETERINARIAN SERVICES, CUSTOM FEEDING EXPENSES, GROSS INSURANCE, AND OTHER MANAGEMENT EXPENSES.