



**2002 FINISHING 100 PURCHASED FEEDER PIGS  
PRODUCTION BUDGET <sup>1</sup>  
High Investment Facilities**

ITEM	QUANTITY/UNIT	PRICE PER UNIT	AMOUNT	YOUR BUDGET
<b>RECEIPTS</b>	18,280			
Market Hogs <sup>2</sup>	23,280 lb	\$0.40 /lb	\$9,312	_____
<b>VARIABLE COSTS</b>				
Corn <sup>3</sup>	777 bu	2.30 /lb	1787	_____
Supplement	7,678 lb	0.12 /lb	921	_____
Other Feed Item(s)				_____
<b>TOTAL FEED COSTS</b>			2708	_____
Purchased Feeders <sup>4</sup>	5,000 lb	0.50 /lb	2500	_____
Vet and Med.			143	_____
Marketing <sup>5</sup>			228	_____
Electricity and Fuel			147	_____
Miscellaneous			94	_____
Interest on Feeders <sup>6</sup>	4 mo	9%	75	_____
Int. on Operating Cap. <sup>7</sup>	\$1,546 4 mo	9%	46	_____
<b>TOTAL VARIABLE COSTS</b>			5942	_____
<b>FIXED COSTS</b>				
Labor Charge	40 hours	8.00 /hr	320	_____
Equipment Charge <sup>8</sup>	\$800	17.6%	141	_____
Buildings Charge <sup>8</sup>	\$5,100	14.7%	750	_____
Management Charge <sup>9</sup>	5% of gross revenue		466	_____
<b>TOTAL FIXED COSTS</b>			1676	_____
<b>TOTAL COSTS</b>			7618	_____
Market Hogs @		\$35      \$40      \$45		
<b>RETURN ABOVE VARIABLE COSTS <sup>10</sup></b>			2206      3370      4534	
<b>RETURN ABOVE TOTAL COSTS <sup>10</sup></b>			589      1694      2800	

<sup>1</sup>. Budget for 100 purchased pigs fed in totally enclosed finishing building, assuming 3 groups are fed/year.

<sup>2</sup>. With a 3% mortality rate, 97 hogs sold weighing 240 lbs. each

<sup>3</sup>. Feed conversion is 2.8 pounds of feed per pound of gain.

<sup>4</sup>. 100 pigs bought at 50 pounds each.

<sup>5</sup>. Per hog costs equal \$2.35.

<sup>6</sup>. Hogs sold each 2 months, feeder investment used only 4 months at 9%.

<sup>7</sup>. 50% of all variable costs, except feeders, marketing, and interest for 4 months at 9% interest.

<sup>8</sup>. Estimated new cost for equipment and buildings per 100 hogs, assuming that six groups are fed per year.

<sup>9</sup>. Equals percent of gross income minus feeder costs.

<sup>10</sup>. All costs except management held constant.