



**2002 FEEDER LAMB PRODUCTION BUDGET**  
**65 lbs. - 125 lbs.**

ITEM	QUANTITY/UNIT	PRICE PER UNIT	AMOUNT	YOUR BUDGET
<b>RECEIPTS</b>				
Lambs <sup>1</sup>	117.5 lb	\$0.70 /lb	\$82	_____
Wool	2.6 lb	0.10 /lb	0.26	_____
<b>TOTAL RECEIPTS</b>			83	
<b>VARIABLE COSTS</b>				
Corn <sup>2</sup>	3.2 bu	2.30 /bu	7	_____
Alfalfa Hay	0.019 ton	125 /ton	2	_____
Soybean Meal	12 lb	0.10 /lb	1	_____
Minerals	5 lb	0.20 /lb	1	_____
<b>TOTAL FEED COSTS</b>			12	
Feeder Lamb	65 lb	0.65 /lb	42	_____
Health Program			2	_____
Marketing			3	_____
Shearing		2.00 /head	2	_____
Util., Supp, and Misc.			3	_____
Interest of Feeder Lamb	42 2 mo.	9 %	1	_____
Int. on Operating Expense <sup>3</sup>	13 2 mo.	9 %	0	_____
<b>TOTAL VARIABLE COSTS</b>			65	
<b>FIXED COSTS</b>				
Labor Charge	1 hour	8.00 /hr	8	_____
Equipment Charge <sup>4</sup>	\$20	17.6 %	4	_____
Buildings Charge <sup>5</sup>	\$15	14.7 %	2	_____
Management Charge	5% of gross		4	_____
<b>TOTAL FIXED COSTS</b>			18	_____
<b>TOTAL COSTS</b>			83	_____
	Lambs @	\$60	\$70	\$80
	RETURN ABOVE VARIABLE COSTS	\$5	\$17	\$29
	RETURN ABOVE TOTAL COSTS	(\$12)	(\$1)	\$11

<sup>1</sup>. Calculated 3% death loss with lambs averaging 125 lbs.  
<sup>2</sup>. Feed consumption based on 4.5 lbs. feed/ lb. gain feeding a ration of:  
77% corn, 16% alfalfa hay, 5% soybean meal, 2% mineral.  
<sup>3</sup>. Includes ½ value of feed + other variable expenses, excluding lambs or marketing for 2 mo. @ 9% int.  
<sup>4</sup>. \$20 investment X 20% = \$4  
<sup>5</sup>. 6 ft<sup>2</sup> per lamb @ \$5/ft<sup>2</sup> = \$30 (used twice a year)= \$15 X 17% = \$3