

**Depreciation and Other Capital Adjustments**  
**Farm Business Management - Moorhead**  
**Northland Community & Technical College**  
**(Farms Sorted By Net Farm Income)**

	<u>Avg. Of All Farms</u>	<u>Low 20%</u>	<u>40 - 60%</u>	<u>High 20%</u>
Number of farms	82	16	17	17
Net operating profit	297,322	43,731	225,770	712,174
<b>Breeding Livestock</b>				
Ending inventory	1,358	5,706	-	-
Capital sales	17	85	-	-
Beginning inventory	716	3,537	-	-
Capital purchases	667	2,269	-	-
Depreciation, capital adjust.	-8	-15	-	-
<b>Machinery and Equipment</b>				
Ending inventory	407,047	199,364	394,486	727,475
Capital sales	6,777	912	11,125	8,421
Beginning inventory	356,267	186,970	359,616	619,058
Capital purchases	93,996	29,484	82,396	181,814
Depreciation, capital adjust.	-36,439	-16,178	-36,402	-64,976
<b>Buildings and Improvements</b>				
Ending inventory	87,148	40,125	78,743	162,135
Capital sales	32	165	-	-
Beginning inventory	66,282	29,626	70,291	120,947
Capital purchases	23,817	11,709	11,771	47,443
Depreciation, capital adjust.	-2,919	-1,045	-3,319	-6,255
<b>Other Capital Assets</b>				
Ending inventory	300,923	107,457	288,727	558,965
Capital sales	6,833	-	2,975	11,175
Beginning inventory	284,215	103,677	269,793	509,738
Capital purchases	9,846	-	11,804	21,860
Depreciation, capital adjust.	13,694	3,780	10,106	38,542
Total depreciation, capital adj.	-25,672	-13,457	-29,615	-32,688
Net farm income	271,650	30,274	196,155	679,486