

Liquidity Measures
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
Liquidity (cash)				
Net cash farm income	156,641	64,392	130,400	294,758
Net nonfarm income	17,519	20,712	19,486	8,143
Family living and taxes	81,864	49,333	80,405	117,394
Principal due on long term debt	15,482	10,976	12,880	23,979
Cash available for interm. debt	76,813	24,795	56,600	161,527
Average intermediate debt	205,997	122,681	182,586	336,447
Years to turnover interm. debt	2.7	4.9	3.2	2.1
Expense as a % of income	82 %	83 %	84 %	82 %
Interest as a % of income	5 %	6 %	6 %	5 %
Working capital to gross income	31 %	7 %	21 %	50 %
Liquidity (accrual)				
Total accrual farm income	970,686	365,919	890,630	1,960,069
Total accrual operating expense	673,364	322,188	664,859	1,247,895
Net accrual operating income	297,322	43,731	225,770	712,174
Net nonfarm income	17,519	20,712	19,486	8,143
Family living and taxes	81,864	49,333	80,405	117,394
Principal due on long term debt	15,482	10,976	12,880	23,979
Available for intermediate debt	217,495	4,135	151,970	578,943
Average intermediate debt	205,997	122,681	182,586	336,447
Years to turnover interm. debt	0.9	29.7	1.2	0.6
Expense as a % of income	69 %	88 %	75 %	64 %
Interest as a % of income	5 %	7 %	6 %	4 %
Working capital to gross income	28 %	7 %	20 %	41 %