

Liquidity & Repayment Capacity 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	79	15	16	16
Liquidity				
Current ratio	1.77	1.18	1.71	1.96
Working capital	325,196	25,196	223,617	828,224
Working capital to gross inc	30.9 %	10.3 %	24.6 %	37.2 %
Current assets	748,764	168,504	536,878	1,691,697
Current liabilities	423,568	143,308	313,261	863,474
Gross revenues (accrual)	1,053,937	245,256	908,218	2,226,846
Repayment capacity				
Net farm income from operations	271,140	15,579	202,466	661,145
Depreciation	-43,128	-12,303	-42,190	-86,856
Personal income	16,109	26,344	17,981	13,093
Family living/owner withdrawals	74,040	47,432	70,388	105,579
Payments on personal debt	8,221	6,749	8,069	8,895
Income taxes paid	20,971	8,636	19,233	29,152
Interest on term debt	26,525	12,516	25,601	48,041
Capital debt repayment capacity	244,710	2,675	190,549	622,432
Scheduled term debt payments	83,060	33,385	82,329	148,910
Capital debt repayment margin	170,611	-29,461	108,220	516,600
Cash replacement allowance	14,469	3,253	12,858	31,563
Replacement margin	156,142	-32,714	95,363	485,036
Term debt coverage ratio	2.95	0.08	2.31	4.18
Replacement coverage ratio	2.51	0.07	2.00	3.45