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**Liquidity Measures**  
**Minnesota and North Dakota Farm Business Mgmt. Education**  
**Red River Valley, 2005**  
**(Farms Sorted By Net Farm Income)**

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	<u>Avg. Of All Farms</u>	<u>Low 20%</u>	<u>40 - 60%</u>	<u>High 20%</u>
Number of farms	234	46	47	47
<b>Liquidity (cash)</b>				
Net cash farm income	91,891	72,488	70,683	195,713
Net nonfarm income	16,497	15,448	20,721	11,318
Family living and taxes	67,677	77,867	55,388	92,362
Principal due on long term debt	11,339	12,744	8,970	16,633
Cash available for interm. debt	29,372	-2,675	27,046	98,036
Average intermediate debt	173,474	241,979	110,357	217,642
Years to turnover interm. debt	5.9	**	4.1	2.2
Expense as a % of income	83 %	89 %	82 %	77 %
Interest as a % of income	5 %	5 %	5 %	4 %
Working capital to gross income	12 %	-9 %	18 %	30 %
<b>Liquidity (accrual)</b>				
Total accrual farm income	533,175	562,146	387,808	845,247
Total accrual operating expense	461,264	578,952	328,177	646,977
Net accrual operating income	71,912	-16,806	59,631	198,270
Net nonfarm income	16,497	15,448	20,721	11,318
Family living and taxes	67,677	77,867	55,388	92,362
Principal due on long term debt	11,339	12,744	8,970	16,633
Available for intermediate debt	9,392	-91,969	15,993	100,593
Average intermediate debt	173,474	241,979	110,357	217,642
Years to turnover interm. debt	18.5	**	6.9	2.2
Expense as a % of income	87 %	103 %	85 %	77 %
Interest as a % of income	6 %	7 %	6 %	4 %
Working capital to gross income	12 %	-10 %	19 %	30 %

\*\* Income insufficient to meet debt servicing requirements

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