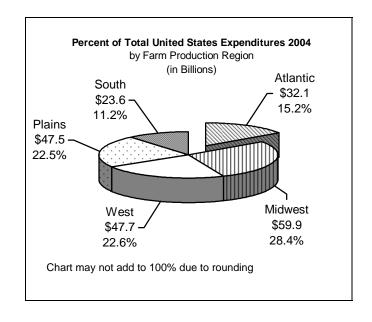
2004 FARM PRODUCTION EXPENDITURES

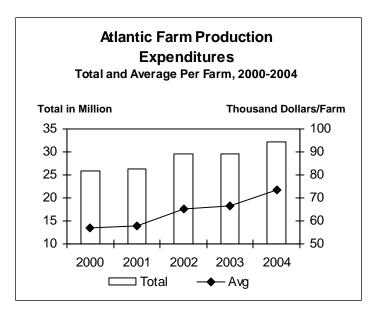
United States farm production expenditures totaled \$210.7 billion in 2004, up 5.1 percent from the revised 2003 total of \$200.5 billion. The largest categories of expenditures that increased were tractors and self-propelled farm machinery up 24.3 percent, fuels up 19.4 percent; fertilizer up 14.0 percent, feed up 9.1 percent and labor up 5.5 percent. Farm services and interest were the only expenditure categories to show a decrease being down 2.2 and 4.3 percent, respectively. The rent expenditure was unchanged from the previous year. The largest two expenditure categories were feed, which accounted for 14.2 percent of the U.S. total production expenses and farm services which accounted for 12.5 percent of the United States total production expenses. The farm service category includes expense items such as custom work, utilities, marketing charges, veterinary services, transportation cost, and miscellaneous business expenses.

The average expenditures per United States farm in 2004 were \$99,983, compared to \$94,542 as revised for 2003. On the average, United States' farm operations in 2004 spent \$14,236 on feed; \$12,480 on farm services; \$10,914 on labor; \$9,016

on livestock and poultry purchases; and \$7,782 on rent. Revised estimates for 2003 indicated United States' farms spent an average of \$12,967 on feed; \$12,684 on farm services; \$10,279 on labor; \$8,723 on livestock and poultry purchases; and \$7,733 on rent.

The Atlantic Farm Production again (New England, New York, New Jersey, Pennsylvania, Maryland, and Delaware, Kentucky, North Carolina, Tennessee, Virginia, and West Virginia) contributed \$32.1 billion or 15.2 percent of the 2004 United States' total for farm production expenditures. Other regions that contributed to the total 2004 United States farm production expenditures were the Midwest (Illinois, Indiana, Iowa, Michigan, Minnesota, Missouri, Ohio, and Wisconsin) at \$59.9 billion, followed by the West (Arizona, California, Colorado, Idaho, Montana, Nevada, New Mexico, Oregon, Utah, Washington, and Wyoming) at \$47.7 billion, Plains (Kansas, Nebraska, North Dakota, Oklahoma, South Dakota, and Texas) at \$47.5 billion, and the South (Alabama, Arkansas, Florida, Georgia, Louisiana, Mississippi, and South Carolina) at \$23.6 billion.





Atlantic: CT, DE, KY, ME, MD, MA, NH, NC, NJ, NY, PA,

RI, TN, VA, VT, WV

Midwest: IL, IN, IA, MI, MN, MO, OH, WI

West: AZ, CA, CO, ID, MT, NV, NM, OR, UT, WA, WY

Plains: KS, NE, ND, OK, SD, TX

South: AL, AR, FL, GA, LA, MS, SC



FARM PRODUCTION EXPENDITURES: Major Input Items, Average per Farm and Total Atlantic ^{1/} and United States, ^{2/} 2003 - 2004

Expenditure - Farm Share	Farms Re	Farms Reporting 3/		Average per Farm 4/		Total Expenditures	
	2003	2004	2003	2004	2003	2004	
	Per	Percent		Dollars		Million Dollars	
ATLANTIC 1/							
Total Farm Production Expenditures 5/6/	100.0	100.0	66,667	73,372	29,570	32,060	
Livestock, Poultry and Related Expenses 7/	29.9	28.7	5,749	5,950	2,550	2,600	
Feed	71.6	68.3	13,031	14,418	5,780	6,300	
Farm Services 8/	95.5	97.5	8,184	8,376	3,630	3,660	
Rent 9/	21.2	23.3	2,277	2,357	1,010	1,030	
Agricultural Chemicals 10/	42.0	46.3	1,826	1,968	810	860	
Fertilizer, Lime and Soil Conditioners 10/	61.7	59.9	2,457	2,678	1,090	1,170	
Interest	34.7	36.4	2,728	2,517	1,210	1,100	
Taxes (Real Estate and Property)	98.9	99.5	2,142	2,289	950	1,000	
Labor	36.3	35.6	8,049	8,422	3,570	3,680	
Fuels	89.5	91.5	2,074	2,678	920	1,170	
Farm Supplies and Repairs 11/	88.9	88.8	3,945	4,920	1,750	2,150	
Farm Improvements and Construction 12/13/	61.2	63.1	5,073	6,568	2,250	2,870	
Tractors and Self-Propelled Farm Machinery	16.8	17.3	2,818	3,433	1,250	1,500	
Other Farm Machinery	25.7	24.0	1,623	1,625	720	710	
Seeds and Plants 14/	44.1	47.4	2,976	2,815	1,320	1,230	
Trucks and Autos	16.7	18.3	1,488	1,968	660	860	
JNITED STATES 2/							
Total Farm Production Expenditures 5/6/	100.0	100.0	94,542	99,983	200,500	210,700	
Livestock, Poultry and Related Expenses 7/	30.6	25.7	8,723	9,016	18,500	19,000	
Feed	65.1	62.2	12,967	14,236	27,500	30,000	
Farm Services 8/	95.4	95.7	12,684	12,480	26,900	26,300	
Rent 9/	30.7	31.5	7,733	7,782	16,400	16,400	
Agricultural Chemicals 10/	48.4	48.8	3,961	4,034	8,400	8,500	
Fertililizer, Lime and Soil Conditioners 10/	58.3	57.8	4,715	5,410	10,000	11,400	
Interest	42.2	39.7	4,385	4,223	9,300	8,900	
Taxes (Real Estate and Property)	98.8	98.8	3,206	3,322	6,800	7,000	
Labor	34.5	34.6	10,279	10,914	21,800	23,000	
Fuels	84.5	85.6	3,159	3,796	6,700	8,000	
Farm Supplies and Repairs 11/	84.6	84.8	5,187	5,505	11,000	11,600	
Farm Improvements and Construction 12/13/	57.2	59.5	5,564	5,979	11,800	12,600	
Tractors and Self-Propelled Farm Machinery	22.4	23.3	3,301	4,128	7,000	8,700	
Other Farm Machinery	27.6	28.2	1,839	2,040	3,900	4,300	
Seeds and Plants 14/	45.7	45.7	4,432	4,508	9,400	9,500	
Trucks and Autos	24.4	24.2	2,122	2,278	4,500	4,800	

Onsists of Connecticut, Delaware, Kentucky, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, North Carolina, Pennsylvania, Rhode Island, Tennessee, Virginia, Vermont and West Virginia.

^{2/} Excludes Alaska and Hawaii.

Number of farms reporting item divided by total number of farms.

Total expenditures divided by total number of farms.

^{5/} Total includes miscellaneous production expenses not allocated to any of the 16 expense categories published. Therefore, the sum of individual expenditure items will not add to totals.

^{6/} Includes landlord and contractor share of farm production expenses.

^{7/} Includes purchases and leasing of livestock and poultry.

^{8/} Includes all crop custom work, veterinary services, custom feeding, transportation costs, marketing charges, insurance, leasing of machinery and equipment, miscellaneous business expenses and utilities.

^{9/} Includes public and private grazing fees.

^{10/} Includes material and application costs.

Includes bedding and litter, marketing containers, power farm shop equipment, miscellaneous non-capital equipment and supplies, repairs and maintenance of livestock and poultry equipment and capital equipment for livestock and poultry.

^{12/2} Includes all expenditures related to new construction or repairs of building, fences, operator dwelling (if dwelling is owned by operation), and any improvements to physical structures or land.

^{13/} Changed to include operator dwelling expensives (if dwelling is owned by operation) in 2003.

Excludes bedding plants, nursery stock, and seed purchased for resale. Includes seed treatment. SOURCE: Farm Production Expenditures – 2004 Summary, 3:00 p.m., July 15, 2005, National Agricultural Statistics Service, USDA