

Typical Costs and Returns
SUPPLEMENTAL SHEEP OPERATION
Santa Barbara County 1969

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INITIAL INVESTMENT:

		<u>Total</u>	<u>Per Ewe</u>
Stock:	ewes, 50 @ \$25	\$1,250.	\$25.00
	rams, 2 @ \$100	200.	4.00
Buildings and equipment		<u>500.</u>	<u>10.00</u>
	TOTAL INVESTMENT	\$1,950.	\$39.00

EXPENSES:

Replacement:	ewes, 10 @ \$25	\$ 250.	\$ 5.00
	rams, 1/2 @ \$100	50.	1.00
Feed:			
Pasture and farmstead grazing		250.	5.00
Supplemental feed: alfalfa hay, 3T @ \$30		90.	1.80
	grain, 400# @ \$2.50/100#	10.	.20
Salt		<u>5.</u>	<u>.10</u>
	Total Feed	355.	7.10
Shearing		30.	.60
Tagging and bags		14.	.29
Taxes:	stock, \$24.50		
	building and equipment, <u>7.50</u>	32.	.64
Transportation		45.	.90
Veterinary and medicine		18.	.35
Miscellaneous (dues, telephone, etc.)		<u>20.</u>	<u>.40</u>
	Total Cash Costs	814.	16.28
Depreciation (\$500 for 20 years)		25.	.50
Interest on investment (at 8%)	Stock 116.		
	*Other 20.	136.	2.72
Operator's labor		250.	5.00
Management 5% of \$1,647.		<u>82.</u>	<u>1.64</u>
	TOTAL COSTS	\$1,307.	\$26.14

SALES AND INCOME:

Fat lambs, 50 @ 100# = 5,000# @ .26	\$1,300.	\$26.00
Ewes, 7 @ \$5.00	35.	.70
Wool, 52 hd. @ 10# = 520# @ .60	<u>312.</u>	<u>6.24</u>
	TOTAL INCOME	\$1,647.
	NET INCOME	\$ 340.

*Interest on buildings and equipment at one-half the original cost.