

Ad Reed

May 1945

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Service, Post Office Building,
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RICE

The following data is one of a series that has been compiled on Butte County crops for the use of returning veterans, or others, who are contemplating the purchase of a farm and need some sort of measure as to what might be expected in the way of costs and returns from different crops they might raise. These data are based on cost of production studies, crop reporting service price figures, and, in part on estimates. We believe they are as accurate as can be compiled for a purpose of this kind, but because of all of the variables involved, they must be used only as a basic guide.

Sizes of enterprise have been chosen on the basis of an annual farm income of approximately \$2,000.00.

Size of enterprise.....	400 acres total 200 acres in rice per year
Estimated Capital Investment.....	\$15,000 - \$25,000.
Estimated Average Yield.....	3,200 pounds per acre
1935-39 Average Price.....	\$1.44 per cwt.
Farm Income	\$2,450.00 - This figure represents the estimated gross income, minus cash costs (including a depreciation charge but not including interest on the investment) plus the cash value of the operator's labor.

Gross Income.....	\$9,200.00
Cash and depreciation costs.....	<u>7,200.00</u>
Net Income.....	\$2,000.00
Operator's labor (1500 hours).....	<u>450.00</u>
Farm Income.....	\$2,450.00