USDA Outlook for the 2010 U.S. Farm Economy

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2010 USDA Outlook Forum
Value of agricultural sector production expected to increase $7.9 billion in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Crop cash receipts expected to decline $6 billion in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Lower average net cash incomes projected in 2010 for crop farm businesses

Source: USDA, ARMS
Note: 2009, 2010 forecasts
Livestock cash receipts expected to increase $11.5 billion in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Average net cash income for livestock farm businesses expected to recover in 2010

Source: USDA, ARMS
Note: 2009, 2010 forecasts
Government payments expected to decline
$0.5 billion in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Farm production expenditures expected to remain steady in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Purchase inputs expenditures expected to decline $0.1 billion in 2010

Billion Dollars

Source: USDA, ERS
Note: 2009, 2010 forecasts
Farm origin expenses expected to decline $0.7 billion in 2010

Source: USDA, ERS

Note: 2009, 2010 forecasts
Manufacturing input expenses expected to rise $0.5 billion in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Payments to stakeholders expected to fall $0.5 billion in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Farm sector assets, debt and equity expected to decline in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Share of farm assets financed by debt expected to decline in 2010

Source: USDA, ERS
Note: 2009, 2010 forecasts
Inflation-adjusted farm sector equity peaked in 2007

Trillion Real Dollars

1991 1993 1995 1997 1999 2001 2003 2005 2007 2009f

Source: USDA, ERS
Base Year 2005
GDP Chain-weighted Deflator
Note: 2009, 2010 forecasts
Net Farm Income expected to rise in 2010

<table>
<thead>
<tr>
<th></th>
<th>2010f</th>
<th>Change from 2009f</th>
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<tbody>
<tr>
<td>Value Agricultural Sector Production</td>
<td>$332.1</td>
<td>$7.9</td>
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<tr>
<td>Purchased Inputs</td>
<td>$187.2</td>
<td>$0</td>
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<tr>
<td>Net Government Transactions</td>
<td>($0.6)</td>
<td>($1.6)</td>
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<tr>
<td>Gross Value Added</td>
<td>$144.3</td>
<td>$6.4</td>
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<tr>
<td>Capital Consumption</td>
<td>$30.1</td>
<td>$0.2</td>
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<tr>
<td>Net Value Added</td>
<td>$114.2</td>
<td>$6.1</td>
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<tr>
<td>Payments to Stakeholders</td>
<td>$51.2</td>
<td>($0.5)</td>
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<tr>
<td>Net Farm Income</td>
<td>$63.0</td>
<td>$6.7</td>
</tr>
</tbody>
</table>

Note: Billion dollars

2010 USDA Outlook Forum

Source: USDA, ERS
Note: 2009, 2010 forecasts
Inflation-adjusted net farm income peaked in 2004

Source: USDA, ERS
Note: 2009, 2010 forecasts

Base Year 2005
GDP Chain-weighted Deflator

Source: USDA, ERS
Note: 2009, 2010 forecasts