

06/25/03

IOWA PLANNING PRICES

R. Wisner, ISU Econ.

	Corn		Hay		Oats	Soybean Meal 48%*
		Beans	Alfalfa	All		
Q4,'01	\$1.75	\$4.10	80.00	\$79	\$1.78	\$162
Q1,'02	1.88	4.18	91.00	88.33	2.04	157
Q2	1.86	4.59	87.00	85.67	2.09	168
Q3	2.24	5.34	84.33	84.00	1.71	186
Q4	2.22	5.34	85.33	84.00	1.91	165
ANNUAL AVG.	\$2.05	\$4.86	\$86.92	\$85.50	\$1.94	\$169.00
Avg. LDP	\$0.13	\$0.02	N.A.	N.A.	\$0.00	N.A.
Q1, '03	2.20	5.48	81.00	81.00	2.04	172
Q2	2.25	5.70	82.00	80.00	2.15	188
Q3	2.16	6.00	80.00	78.00	1.85	190
Q4	1.95	5.00	81.00	79.00	1.90	170
ANNUAL AVG.	\$2.14	\$5.55	\$81.00	\$79.50	\$1.99	\$180.00
Exp.'02 crop LDP	0.00	0.00	N.A.	N.A.	0.00	N.A.
2003 crop DP	0.28	0.44	N.A.	N.A.	0.024	N.A.
Exp.'03 crop CCP	0.22	0.36	N.A.	N.A.	0.00	N.A.
Exp.'03 crop LDP	0.10	0.15	N.A.	N.A.	0.00	N.A.

Note: Gross Cash flow for corn & soybeans will reflect Price + LDP (if any) +direct & counter-cyclical Pmts. (if any) X 85% of appropriate base acres x appropriate program yield. LDP received by individual producers may vary from these numbers, depending on timing of receiving the LDP.

Provisions are made for partial advance payments for both the direct and counter-cyclical payments, with flexibility to shift income between years, at the producer's choice. Both the landowner and tenant must sign forms by the appropriate date. Corn payments per FSA bushel of production and soybeans on actual production through the 2001 crop are shown below. Corn payments per bushel of actual production with normal weather typically will be substantially lower than on FSA bushels, although updated yields for counter-cyclical payments may create a smaller difference than under previous farm programs.

Approximate yearly non-LDP payments per FSA Bushel:

Crop	Corn		Corn Total**	Iowa corn Mktg. Yr. Avg. Price	Soy**		Iowa Avg. Price
	Regular or Direct	Suplmt. or Cntr. Cyl.			Reg./Dir.	Suplm./CCP	
1996	\$0.251	0	\$0.251	2.60	0	0	7.36
1997	0.486	0	\$0.486	2.33	0	0	6.33
1998	0.376	0.187	\$0.563	1.86	0	0	4.79
1999	0.363	0.363	\$0.726	1.72	0.14	0	4.53
2000	0.334	0.361	\$0.695	1.75	0.14	0	4.45
2001	0.269	0.307	\$0.576	1.75	0.14	0	4.38
2002	0.280	Exp. 0.00	0.28	2.22	0.44	0	5.35
Est. 2003	0.280	Exp. 0.22	0.50	2.00	0.44	0.36	4.75

*Price of 44% Soybean meal should be about 7% lower than 48%.

** Payments on 85% of appropriate FSA Yields.

REGIONAL CORN AND SOYBEAN PRICE VARIATIONS IN IOWA:

Extreme Northwest: Increase prices about 1.0%

Extreme Southwest: Increase prices about 4.0%

Extreme Northeast: Increase prices about 6.5%

Extreme Southeast & East Central: Increase prices about 11.0%

Extreme South Central: Increase prices about 3.0% on corn, about 2% on soybeans