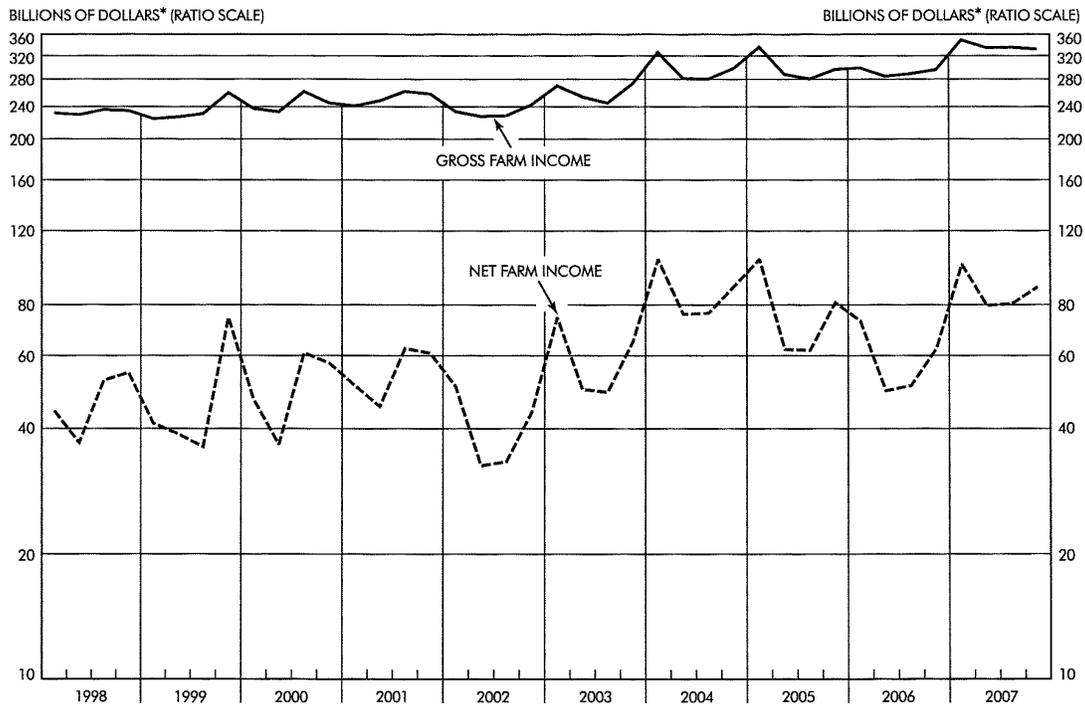


FARM INCOME

According to the current forecast for 2007, gross farm income is forecast at \$337.0 billion, and net farm income at \$87.1 billion.



*SEASONALLY ADJUSTED ANNUAL RATES
SOURCE: DEPARTMENT OF AGRICULTURE

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Income of farm operators from farming							Production expenses	Net farm income
	Gross farm income					Value of inventory changes ³	Direct Government payments ⁴		
	Total ¹	Cash marketing receipts							
	Total	Livestock and products	Crops ²						
1998	232.6	196.5	94.2	102.2	-0.6	12.4	185.5	47.1	
1999	234.9	187.8	95.7	92.1	-.2	21.5	187.2	47.7	
2000	243.7	192.1	99.6	92.4	1.6	23.2	193.0	50.7	
2001	251.9	200.1	106.7	93.4	1.1	22.4	196.8	55.0	
2002	232.8	195.0	94.0	101.1	-3.4	12.4	192.7	40.1	
2003	260.0	215.6	105.6	109.9	-2.4	16.5	200.3	59.7	
2004	296.0	237.3	123.6	113.7	11.2	13.0	210.0	85.9	
2005	299.6	240.7	124.9	115.9	-1.1	24.4	222.5	77.1	
2006	291.5	239.3	119.3	120.0	-1.6	15.8	232.5	59.0	
2007	337.0	276.4	140.2	136.2	5.1	13.6	249.9	87.1	
2005: I	335.3	251.3	125.2	126.1	-1.1	48.1	232.2	103.1	
II	287.3	243.5	125.9	117.5	-1.1	9.0	225.0	62.3	
III	280.0	235.8	124.5	111.3	-1.0	10.4	218.0	62.1	
IV	295.7	232.4	123.9	108.5	-1.0	30.1	214.7	81.0	
2006: I	298.3	231.9	118.6	113.2	-1.5	31.1	225.3	73.0	
II	284.4	241.8	119.7	122.0	-1.6	5.8	234.9	49.5	
III	288.3	244.4	119.2	125.2	-1.6	6.7	237.5	50.9	
IV	294.9	239.0	119.6	119.4	-1.6	19.5	232.3	62.7	
2007: I ^P	348.9	275.4	129.3	146.1	5.1	26.8	248.9	100.0	
II ^P	333.6	280.8	145.7	135.1	5.2	5.0	253.9	79.7	
III ^P	334.4	280.9	146.0	134.8	5.2	5.8	253.9	80.5	
IV ^P	331.0	268.6	139.8	128.8	5.0	16.8	242.8	88.2	

¹ Cash marketing receipts, Government payments, value of changes in inventories, other farm related cash income, and nonmoney income produced by farms including imputed rent of operator residences.

² Crop receipts include proceeds received from commodities placed under Commodity Credit Corporation loans.

³ Physical changes in beginning and ending year inventories of crop and livestock commodities valued at weighted average market prices during the period.

⁴ Includes only Government payments made directly to farmers.

NOTE.—Data for 2007 are forecasts.

Source: Department of Agriculture.