

Use this Worksheet to estimate what price you can afford to pay for farmland.

Gross cash farm income	=	_____
Cash expenses (excluding interest)	-	_____
Income taxes	-	_____
Principal payments on term debt	-	_____
Depreciation reserve	-	_____
Social security taxes	-	_____
Total cash family living investments & nonfarm capital purchases	-	_____
Nonfarm income	+	_____
Cash available for principal and interest on added land debt	=	_____
Down payment on land	+	_____
<b>Maximum financially feasible land price</b>	=	_____

This worksheet was adapted from *Analyzing Land Investments*, videotape, Gayle S. Willett, 1988.