

BACKGROUND AND PURPOSE

This costs and returns estimate (enterprise budget) gives the average costs and returns for a 4-H market hog project (table 1). All resources (feed, labor, etc.) are valued at current market prices or at their opportunity costs. Opportunity cost is defined as the value of

and decrease when you raise feeder.

Feeder costs include the purchase price plus delivery costs. Hogs are fed approximately 4% of their body weight in grower ratio

clippers depreciate \$1 per year.)
Equipment may also be borrowed or shared with the club leader or other members, and then you can also share the costs.

Other costs include rent, utilities, or other miscellaneous costs.

Cash Flow Budget

The cash flow budget traces the flow of cash into and out of the project. It shows the months when you will need cash to pay for the project and the months when you will receive income (table).