

ESTIMATION OF MULTICROP PRODUCTION FUNCTIONS  
FOR SOUTHWEST KANSAS

by

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## INTRODUCTION

Agriculture on the High Plains of Southwest Kansas has been undergoing changes during the past decade. Agriculture there, since WW II, had become increasingly more dependent upon irrigation, until recently when the trend reversed. Crops that have been irrigated are corn, grain sorghum, wheat, alfalfa and, more recently, soybeans. With declining groundwater supplies in the Ogallala aquifer and rising input prices--particularly for energy sensitive inputs such as fuel, fertilizer, and chemicals--profit margins have been squeezed some certain irrigated production practices have declined in profitability as compared with alternative practices.

In the past decade farmers in Southwest Kansas have reduced their acreage in irrigated corn by changing to crops requiring less irrigation and by returning to dryland production. The reduction in irrigation is also occurring in the panhandle of Oklahoma, which is just south of the study area. Harris and Mapp, using a stochastic dominance model, studied which irrigation strategy is most efficient for the panhandle of Oklahoma. They concluded that intensive irrigation of 24 acre-inches is inefficient for grain sorghum production and propose using an alternative irrigation strategy that irrigates when available soil water is depleted to 45% of maximum available. This is just one example of transitions away from intensive irrigation.

The main objectives of this thesis are to study the transitions that are occurring in Southwest Kansas crop production and to estimate a

management variable which measures the productive efficiency of the producers. Those objectives are accomplished by estimating production functions for the seven major crops produced in the study area, which are; irrigated wheat, dryland wheat, irrigated corn, irrigated grain sorghum, dryland grain sorghum, irrigated alfalfa, and irrigated soybean production. Then the estimated parameters from those production functions are used to study the transitions between crops and are used to create a weighted average management variable. By estimating production functions and estimating a management variable the hypothesis that constant returns to scale in the production of crops and economies to size in the output market exists will also be tested.

## CHAPTER II

### DESCRIPTION OF THE STUDY AREA

The study area is that part of Southwest Kansas which is the territory for Association III of the Kansas Farm Management Associations. Geographically, it ranges from the eastern edge of Barber County west to the Colorado border and from the northern edge of Lane County south to the Oklahoma border (Figure 1).

The average annual precipitation ranges from less than 18 inches on the west to more than 24 inches in Barber County on the southeast (Figure 2). Average precipitation during the summer growing season ranges from 12 inches at the western edge to 18 inches at the eastern edge of the study area. Such precipitation is less than the amount of moisture required to successfully produce corn, soybeans, and alfalfa. For that reason those crops are irrigated when raised in this area. The other crops--wheat and grain sorghum--can be produced with little or no irrigation, but respond to irrigation. Those two crops consume less water and are more drought tolerant, while dryland wheat production remains the dominant crop in Southwest Kansas.

The percentage of total crop acres irrigated has been decreasing since 1975 (Figure 3). Prior to 1975, the percentage of total crop acres irrigated was increasing. The heavy pumping of groundwater from the Ogallala aquifer has been lowering the water table in the aquifer. During 1974, the price of petroleum rose drastically, resulting in the price of petroleum related inputs to increase. Those two events caused the pumping costs of irrigating to increase substantially, initiating the



Figure 2  
Average Precipitation in Kansas

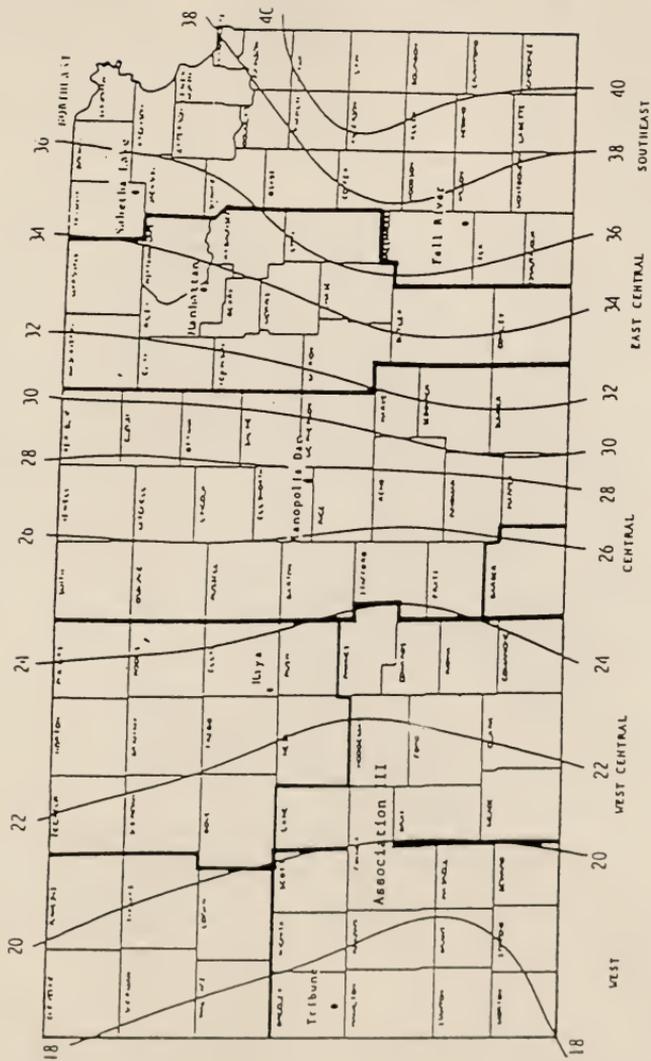
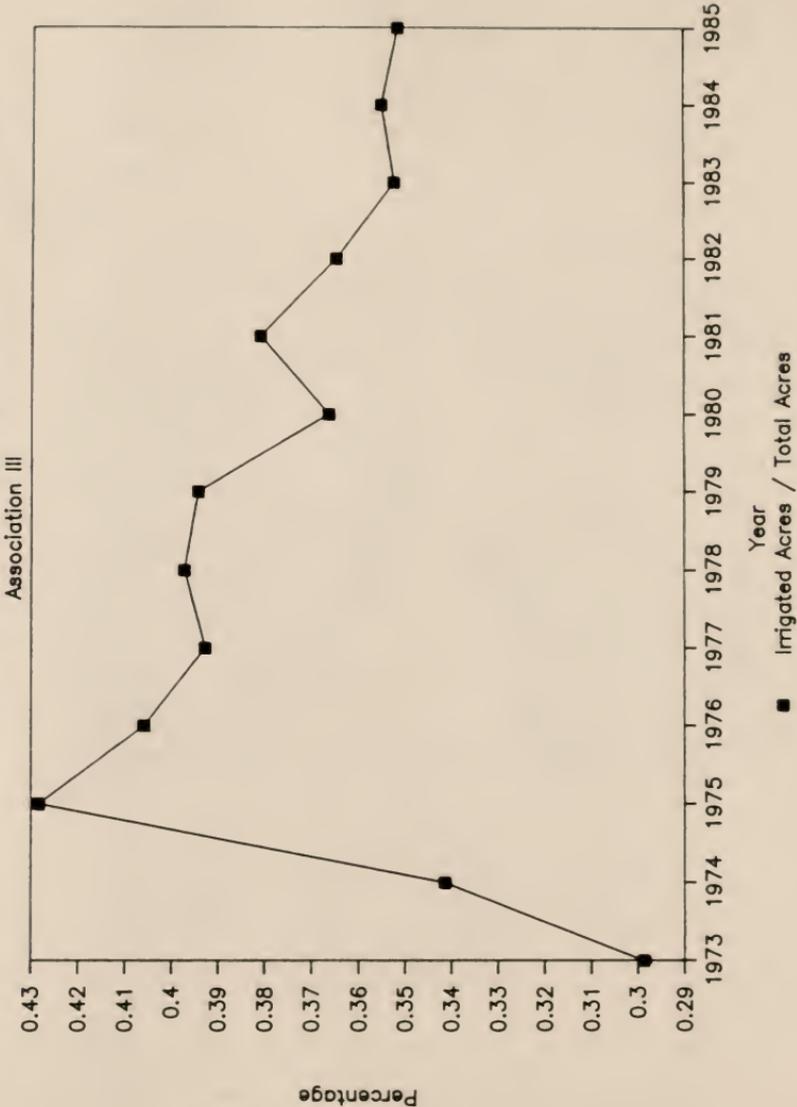


Figure 3  
 Association III  
 Percent of Total Crop Acres Irrigated



beginning of the downward trend in cropland acres irrigated. From 1975 to 1985 the percent of total crop acres irrigated decreased by about 19%.

Irrigated corn production has been the crop most affected. In 1984 only 8% of the cropland was devoted to irrigated corn production compared to 21% in 1976. Some of the land taken out of irrigated corn production was converted to irrigated grain sorghum and irrigated wheat production, crops requiring less water (refer to Figures 4 - 10 for production trends).

Relative to the price of feed grains--corn and grain sorghum--the price for wheat in Southwest Kansas has been decreasing since 1980. For that reason acres in dryland grain sorghum has been increasing since 1980, while dryland wheat production has been decreasing. Between 1980 and 1985 dryland wheat production has decreased from about 54% to 47% of total crop acres while dryland grain sorghum increased from 7% to 17% of total crop acres.

Irrigated alfalfa and irrigated soybean production have been in a general upward trend since 1976. The price for alfalfa hay in Southwest Kansas has also been trending upward during the same time period. Soybeans are a relatively new crop for the study area with the percentage of total crop acres steadily rising. From 1976 to 1985 irrigated alfalfa production increased from 1.4% to 2.7% of total crop acres, while irrigated soybean production increased from 0.5% to 2.3% of total crop acres.

At the same time the average farm size in Southwest Kansas has been increasing steadily since 1973 (Figure 11). The average farm size rose from 588 acres in 1973 to 667 acres in 1985. With the average farm size

Figure 4

# Irrigated Corn

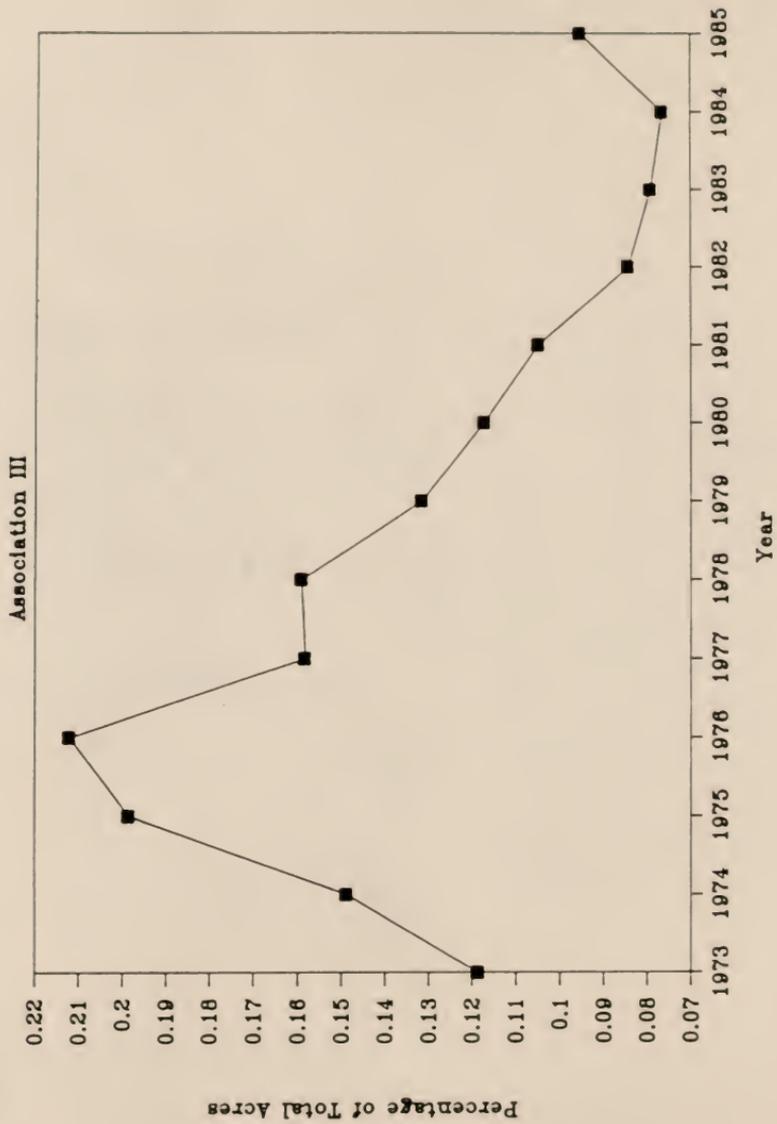


Figure 5

### Dryland Grain Sorghum

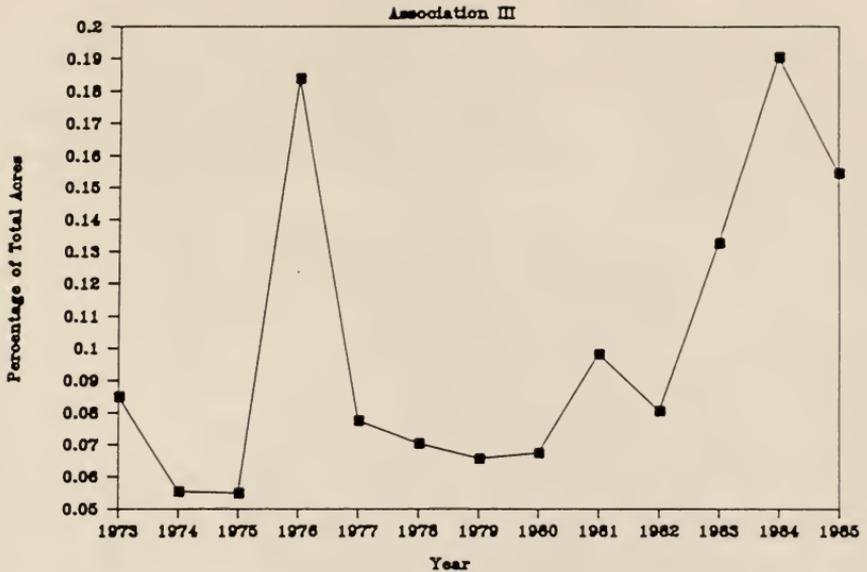


Figure 6

### Irrigated Grain Sorghum

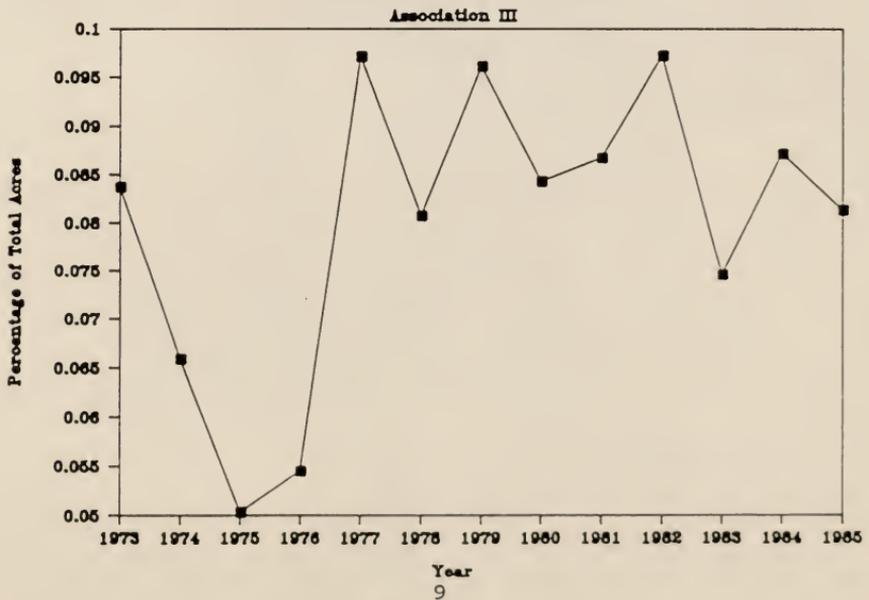


Figure 7

### Dryland Wheat

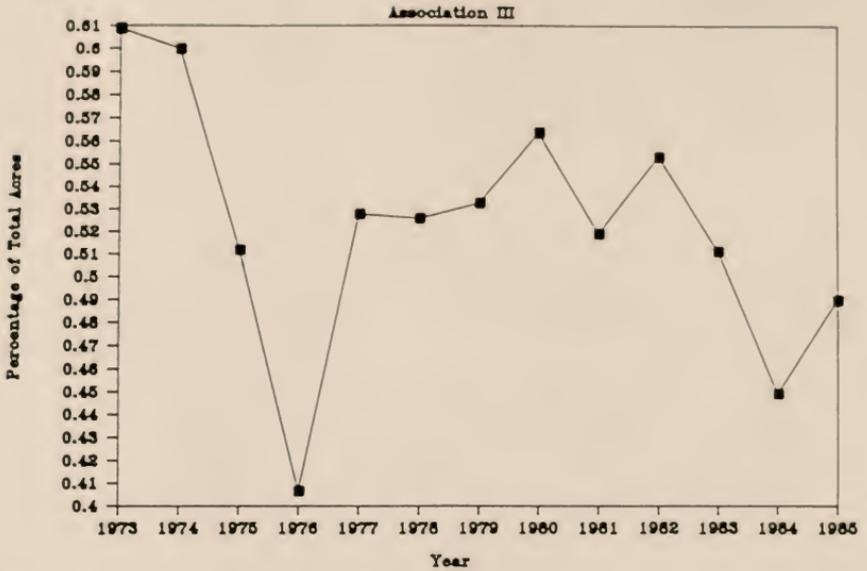


Figure 8

### Irrigated Wheat

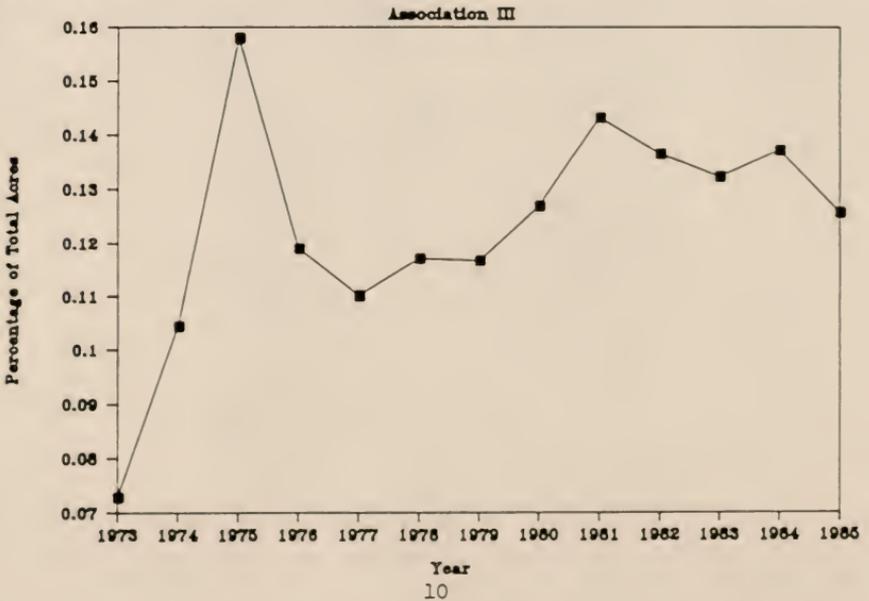


Figure 9

Irrigated Alfalfa

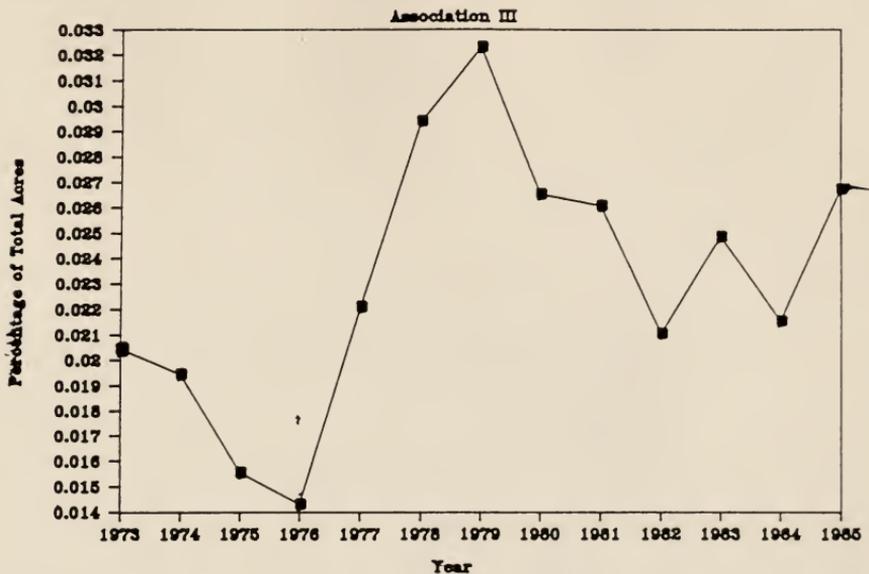


Figure 10

Irrigated Soybeans

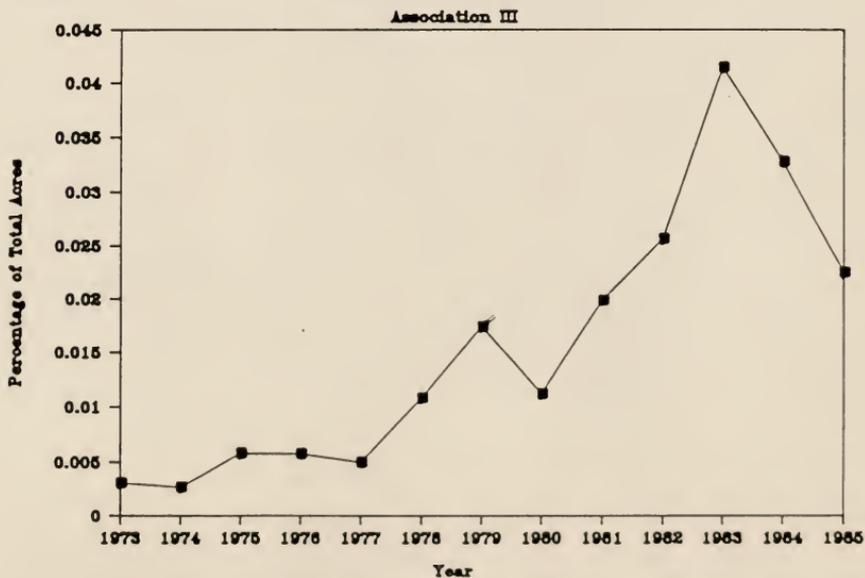
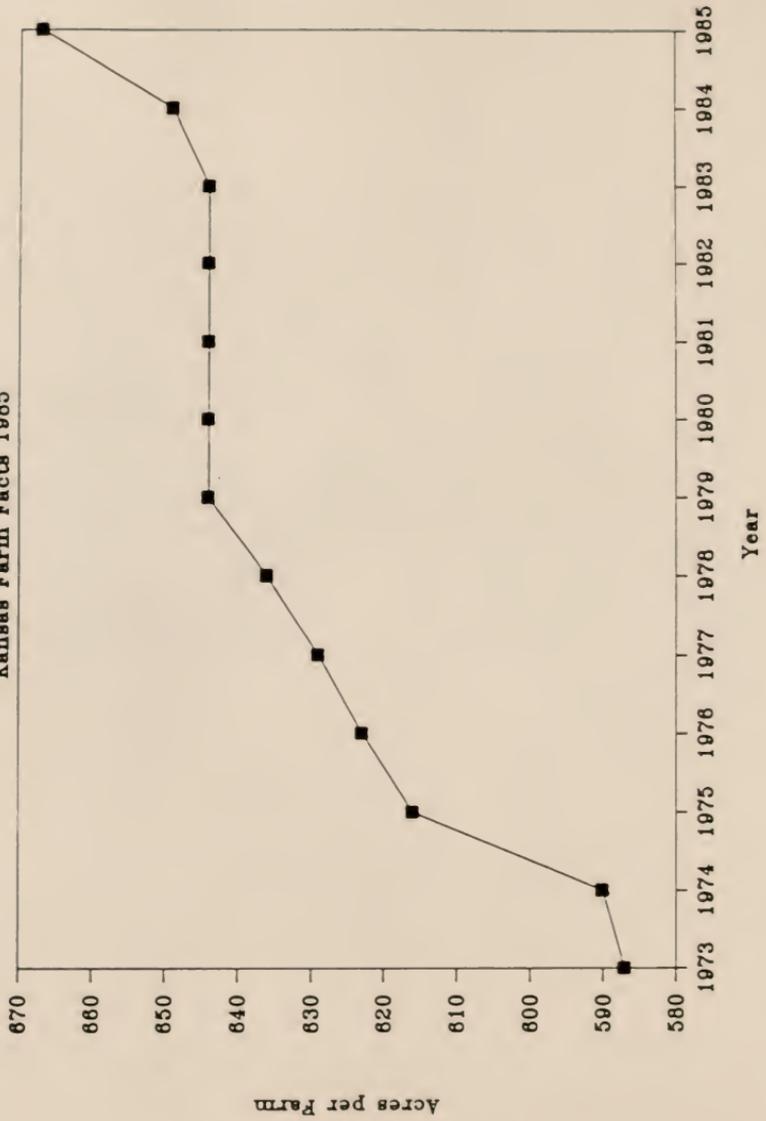


Figure 11

# Average Size of Farms

Kansas Farm Facts 1985



increasing the total number of producers has been decreasing. This upward trend in farm size indicates increasing economies to size in either Kansas farm production or marketing.

In summary, there is a definite transition away from production of crops that require large amounts of water, such as corn, to crops that require less water and are more drought tolerant such as grain sorghum and wheat. Acreage in irrigated alfalfa and irrigated soybean production have increased, but those additional acres are small when compared with total crop acres.

## CHAPTER III

### REVIEW OF THE LITERATURE

In this chapter I review some of the literature on estimation of production functions and on input and output economies to size. A previous study by Orlan Buller, "Ogallala Aquifer Study in Kansas Linear Programming Model", used a linear programming model to project what changes in production practices would occur under different scenarios. That study does not look at what is actually occurring in production today--with changing prices and technology--which is what I am studying in this thesis. For this reason the topic of transitions towards dryland or limited irrigation production is not included in this chapter.

#### Estimation of production functions

Earl O. Heady and John L. Dillon argued that when formulating an economic model the three main tasks facing the researcher are 1) to decide whether a single equation or a system of equations is appropriate, 2) to choose the set of variables that are relevant to the model, and 3) to form hypotheses to be tested concerning the functional form of the equation(s).

To decide whether to use a single equation or a system of equations, one needs to determine if the production process can be satisfactorily represented by a single unilateral causal relationship between inputs and output if a system of equations is needed. Ideally, all variables that affect the production process should be included in the model, but this is never the case. A variable may be excluded because it is an

unobservable variable for which no good proxy is available or because the number of variables used must be restricted in order to assure a reasonable level of degrees of freedom. Lastly, when choosing a functional form for the production function the researcher must attempt to take account of whatever is known about the production process. Also the function must be computationally manageable, both for estimation and testing. When choosing a functional form, sometimes the data will show the shape of the function, such as linear or quadratic, for the relevant range.

Just, Zilberman, and Hockman reported on evaluated different functional forms for estimating multicrop production functions. Functional forms considered were the general Cobb-Douglas, the constant elasticity of transformation, and the constraint structure of a programming model. Equations (1), (2), and (3) show these functional forms respectively.

$$1) y_1 y_2^\delta = \alpha_0 x_1^{\alpha_1} x_2^{\alpha_2} x_3^{\alpha_3} \text{ where } \alpha \text{ is a constant}$$

$$2) (\delta_1 y_1^c + \delta_2 y_2^c)^{1/c} = g(x_1, x_2, x_3)$$

$$3) Ay \leq x$$

Equations (1) and (2) have some undesirable properties. Both of these equations suggest that if one input is increased on one crop, then the quantity of either crop can be increased. An example of this unrealistic condition is that of a farmer producing both corn and grain sorghum who by increasing the acres in corn production could increase either corn or grain sorghum output.

Just et al. noted that to use the programming model, in the form of equation (3), one needs to know the amount of each input is used to

produce that crop. This poses some limitations when using non-experimental data, since the variable inputs may not be observed by crop.

When estimating multicrop production functions, one needs to determine if jointness exists between the crops production processes. Frisch argues that there are basically three different types of jointness in production: 1) direct jointness in products such as production of wool and mutton, 2) indirect jointness in where the quantity of product x is a technically given function of the quantity of product y and the quantity of product y is a technically given function of the quantity of product z, and 3) jointness due to use of allocatable fixed inputs when producing several products, such as producing several crops with a fixed amount of land. In this thesis I am estimating production functions for seven crops that all compete with each other for the variable inputs such as fertilizer, fuel, and pesticides and for one allocatable fixed input--land. Jointness does exist between the production functions in this thesis since all the crops are competing for an allocatable fixed input--land--by definition 3. Shumway, Pope, and Nash examined the question of jointness and the problems when estimating production functions if jointness exists. They suggest that if jointness exists, then separate production functions cannot be written. With jointness between production processes a multiple-product structure must be used, because of cross-equation restrictions and correlation. Shumway et al. propose using a seemingly unrelated (SUR) multiple-product system incorporating those restrictions to estimate the production functions.

Just et al. addressed the same problem and suggested using a system of simultaneous equations to estimate the variable inputs used by each

crop and the multicrop production functions. They used a Cobb-Douglas production function. Their model can be derived as follows.

NOTATION:

- a)  $y_{ikt}$  = Output crop k, farmer i, in time t.
- b)  $x_{ijkt}$  = Input, j, for crop, k, of producer, i, in time, t.
- c)  $\alpha_{jk}$  = Production elasticities for input, i, on crop, k.
- d)  $\beta_{kt}$  = Technology/weather effect for crop, k, at time, t.
- e)  $\gamma_k$  = Effect of human capital on producing crop, k.
- f)  $m_i$  = Management variable for producer, i.
- g)  $\epsilon_{ijkt}^x$  or  $\epsilon_{ijkt}^y$  = This is a stochastic error term for output/input, whichever is denoted by superscripts. Subscripts define if for i, j, k, t or a combination of them.
- h)  $r_{ikt}$  = Gross returns of crop, k, for producer, i, in time, t.
- i)  $w_{ijt}$  = The price of input, i, for crop, j, in time, t.
- j)  $P_{ikt}$  = The price of crop, k, for producer, i, in time, t.

Equation (1) demonstrates the generalized production function.

$$(1) y_{ikt} = \prod_{j=1}^J x_{ijkt}^{\alpha_{jk}} e^{\beta_{kt} + \gamma_k m_i + \epsilon_{ikt}^y}$$

The production function, (1), is placed into a Lagrangean function as shown in Equation (2).

$$(2) L = \max_{k=1}^K \sum_{i=1}^I P_{ikt} y_{ikt} - \sum_{j=1}^J w_{ijt} x_{ijt} - \sum_{k=1}^K \lambda_{ikt} \left\{ y_{ikt} - \prod_{j=1}^J x_{ijkt}^{\alpha_{jk}} e^{\beta_{kt} + \gamma_k m_i + \epsilon_{ikt}^y} \right\} - \sum_{j=1}^J \phi_{ijt} \left( \sum_{k=1}^K x_{ijkt} - x_{ijt} \right)$$

Now the first order conditions (FOC) are derived for equation (2) and set equal to zero. They are as follows:

FIRST ORDER CONDITIONS:

$$\text{FOC1: } \partial L / \partial y_{ikt} = P_{ikt} - \lambda_{ikt} = 0$$

$$\text{FOC2: } \partial L / \partial x_{ijkt} = -w_{ijkt} + \phi_{ijkt} = 0$$

$$\text{FOC3: } \partial L / \partial x_{ijkt} = \lambda_{ikt} \partial f / \partial x_{ijkt} - \phi_{ijkt} = 0$$

$$\text{FOC4: } \partial L / \partial \lambda_{ikt} = \prod_{j=1}^J x_{ijkt}^{\alpha_{jk}} e^{\beta_{kt} + \gamma_{k^m i} + \epsilon_{ikt}^y} - y_{ikt} = 0$$

$$\text{FOC5: } \partial L / \partial \phi_{ijkt} = x_{ijkt} - \sum_{k=1}^K x_{ijkt} = 0$$

NOTE1:  $\partial f / \partial x_{ijkt} = \text{MPP} x_{ijkt}^{\alpha_{jk}-1} e^{\beta_{kt} + \gamma_{k^m i} + \epsilon_{ikt}^y}$   
 $\partial f / \partial x_{ijkt} = \alpha_{jk} x_{ijkt}^{\alpha_{jk}-1} e^{\beta_{kt} + \gamma_{k^m i} + \epsilon_{ikt}^y}$   
 $= \alpha_{jk} \frac{x_{ijkt}^{\alpha_{jk}} e^{\beta_{kt} + \gamma_{k^m i} + \epsilon_{ikt}^y}}{x_{ijkt}}$

$$[\text{N1}] \quad \partial f / \partial x_{ijkt} = \alpha_{jk} \frac{y_{ikt}}{x_{ijkt}} = \text{MPP} x_{ijkt}$$

FOC1 shows that  $P_{ikt} = \lambda_{ikt}$ .

FOC2 shows that  $w_{ijkt} = \phi_{ijkt}$ .

By substituting [N1] and the previous two findings into equation FOC3, they derive the following equation.

$$P_{ikt} \alpha_{jk} \frac{y_{ikt}}{x_{ijkt}} - w_{ijkt} = 0$$

Where  $P_{ikt} y_{ikt} = r_{ikt}$  (gross returns)

By rearranging and substitution, equation (3) is obtained.

$$(3) \alpha_{jk} \frac{r_{ikt}}{x_{ijkt}} = w_{ijt}$$

$$(4) x_{ijkt} = \alpha_{jk} \frac{r_{ikt}}{w_{ijt}}$$

Equation (4) gives the profit maximizing values for the variable inputs. Next, the inputs are summed for all crops, since  $x_{ijkt}$  is unobserved, to derive equation (5).

$$(5) \sum_{k=1}^K x_{ijkt} = \sum_{k=1}^K \alpha_{jk} \frac{r_{ikt}}{w_{ijt}}$$

By substituting equation (5) into FOC5, equation (I) is derived. This is the first equation of the system of equations developed by Just et al..

$$(I) x_{ijt} = \sum_{k=1}^K \alpha_{jk} \frac{r_{ikt}}{w_{ijt}} + \epsilon_{ijt}^x$$

Now, by using the MRS for an input used for two different crops, the second equation, (equation II), in the system of equations is derived. By rearranging equation (3) the following is produced.

$$w_{ijt} x_{ijkt} = \alpha_{jk} r_{ikt}$$

Consider substitution between crops  $k$  and  $\kappa$ , using equations (6) and (7).

$$(6) w_{ijt} x_{ijkt} = \alpha_{jk} r_{ikt}$$

$$(7) w_{ijt} x_{ij\kappa t} = \alpha_{j\kappa} r_{i\kappa t}$$

To calculate the MRS they divide equation (6) by equation (7).

$$MRS = \frac{w_{ijt} x_{ijkt}}{w_{ij\kappa} x_{ij\kappa t}} = \frac{\alpha_{jk} r_{ikt}}{\alpha_{j\kappa} r_{i\kappa t}}$$

By rearranging terms and canceling the following is found.

$$x_{ijkt} = \frac{\alpha_{jk} r_{ikt} x_{ij\kappa t}}{\alpha_{j\kappa} r_{i\kappa t}}$$

Take the natural log of the preceding equation to generate equation (II) of the system of equations.

$$(II) \quad \ln x_{ijkt} = \ln \alpha_{jk} - \ln \alpha_{j\kappa} + \ln \left\{ \frac{r_{ikt} x_{ij\kappa t}}{r_{i\kappa t}} \right\} + \epsilon_{ijkt}^x$$

To solve for the third equation (equation III) in the system of equations, they take the natural log of equation (1). This transformation changes equation (1) into an functional form that can be estimated.

$$\ln y_{ikt} = \sum_{j=1}^J \alpha_{jk} \ln x_{ijkt} + \beta_{kt} + \gamma_k m_i + \epsilon_{ikt}^y$$

Next the variable and fixed inputs are separated into two different categories.

$$(8a) \quad \ln y_{ikt} = \underbrace{\sum_{j=1}^f \alpha_{jk} \ln x_{ijkt}}_{\text{fixed inputs}} + \underbrace{\sum_{j=f+1}^J \alpha_{jk} \ln x_{ijkt}}_{\text{variable inputs}} + \beta_{kt} + \gamma_k m_i + \epsilon_{ikt}^y$$

From equation (4), the profit maximizing values of the variable inputs are known. By taking the natural log of equation (4) the following equation is generated.

$$\ln x_{ijkt} = \ln \alpha_{jk} + \ln \left\{ \frac{r_{ikt}}{w_{ijt}} \right\}$$

By substituting this result into equation (8a), (8b) is derived.

$$(8b) \quad \ln y_{ikt} = \sum_{j=1}^f \alpha_{jk} \ln x_{ijkt} + \sum_{j=f+1}^J \alpha_{jk} \left\{ \ln \alpha_{jk} + \ln \left( \frac{r_{ikt}}{w_{ijt}} \right) \right\} \\ + \beta_{kt} + \gamma_k m_i + \epsilon_{ikt}^y$$

By setting  $\hat{\beta}_{kt} = \beta_{kt} + \sum \alpha_{jk} \ln \alpha_{jk}$  and substituting  $\hat{\beta}_{kt}$  into equation (8b), the third equation (equation III) of the system of equations is derived.

$$(III) \quad \ln y_{ikt} = \sum_{j=1}^f \alpha_{jk} \ln x_{ijkt} + \sum_{j=f+1}^J \alpha_{jk} \ln \left\{ \frac{r_{ikt}}{w_{ijt}} \right\} + \hat{\beta}_{kt} \\ + \gamma_k m_i + \epsilon_{ikt}^y$$

The final equation (equation IV) of the system of equations is obtained by rearranging FOC5.

$$(IV) \quad x_{ijt} = \sum_{k=1}^K x_{ijk t}$$

The four equations derived by Just et al., equations (I) through (IV), are shown below as a system of equations.

$$(I) \quad x_{ijt} = \sum_{k=1}^K \alpha_{jk} \frac{r_{ikt}}{w_{ijt}} + \epsilon_{ijt}^x$$

$$(II) \quad \ln x_{ijk t} = \ln \alpha_{jk} - \ln \alpha_{j\kappa} + \ln \left\{ \frac{r_{ikt} x_{ijk t}}{r_{i\kappa t}} \right\} + \epsilon_{ijk t}^x$$

$$(III) \quad \ln y_{ikt} = \sum_{j=1}^f \alpha_{jk} \ln x_{ijkt} + \sum_{j=f+1}^J \alpha_{jk} \ln \left\{ \frac{r_{ikt}}{w_{ijt}} \right\} + \hat{\beta}_{kt} \\ + \gamma_k m_i + \epsilon_{ikt}^y$$

$$(IV) \quad x_{ijt} = \sum_{k=1}^K x_{ijkt}$$

Just et al. applied this system of multicrop production functions to non-experimental data from farms in Israel. The data consisted of seventy small family farms for a time period of 1977 to 1980. They conclude that this method of estimating multicrop production functions is practical and generates reasonable estimates.

For the management variable in equation III Just et al. used the farm advisor panel rating of each producer. Earl O. Heady and John L. Dillon found three major disadvantages to using such a management variable. They are 1) such a variable may not distinguish between knowledge and entrepreneurial logic, 2) it may measure the management potential or capability but not the actual management input over the production period being analyzed, and 3) it suffers from the fact it incorporates subjective elements. Heady et al. suggested using the residuals from the estimated production function. If the residual is positive then management is above average and if the residuals are negative then management is below average.

#### Input and Output Economies to Size

Another objective was to determine if economies to size exists for the whole farm operation even if there are no economies to scale in

production. Are there economies to size in the purchase of inputs and the sale of outputs? Past studies have found evidence of such economies.

Smith, Knutson, and Richardson found that although discounts for purchasing large quantities of inputs may exist, in reality only 38% of the suppliers of fuel, seed, herbicide, fertilizer, and machinery offer such discounts and the quantity that is needed to be eligible for those discounts is so small that few farmers are not eligible for the discounts. Suppliers recognize that it costs less to sell to a few large operations rather than selling to a large number of small operations, but those suppliers indicated that if they were to give discounts to the large farms, discontent would arise among farmers not eligible. For those reasons, Smith, et al. conclude that there are no economies to size in the purchase of inputs.

Another possible economy of the large operation would be having an advantage in marketing the output. Feder and Slade found that the larger farms allocate more resources to gathering market information which should give the larger farms a marketing advantage. More information will generate better expectations and reduce risk. Krause and Kyle conclude that, in 1969, the larger corn farmers could receive up to \$5.00 per acre more for their crop. Another study by Krenz, Heid, and Sitler showed that, in 1970, the larger wheat farmers received about 4.5 cents per bushel more than the smaller scale farmers. Smith, Knutson, and Richardson found that in Texas, cotton producers with more than 1600 acres were able to market their 1979-80 cotton lint for significantly higher prices than producers with less than 1600 acres. The farms with 2,561 to 4,000 acres of production, received nearly 7% higher prices than

those with less than 640 acres.

Smith et al. conclude that economies to size do exist, even though they seem quite small on a per unit basis. They went on to study why the larger farms received higher prices for their products. They reported that there is a premium of only 0.25 to 0.50 cents per pound for marketing over 100 bales of cotton in one lot. Farmers that sold directly to the shipper received premiums of up to 0.50 cents per pound. Only 14.7% of the 1979-80 cotton crop was contracted, but 41% of the cotton produced by farms of size over 4,400 acres was contracted. It was concluded that they could not determine why the larger farms received higher prices. One hypothesis is that the larger farmers had more time to spend on the marketing aspect of the operation. In 1981, the cotton farms with over 4,400 acres increased net revenue from integration and marketing economies by an estimate of \$65,000 and for the mid sized farms with 1,601 to 2,560 acres was increased by \$17,000.

CHAPTER IV  
METHOD OF ANALYSIS

One of the most common problems encountered when estimating multicrop production functions from non-experimental data is the missing data on variable inputs used by each crop. Few if any of the farms in Association III do enterprise accounting. Because of that the only cost information available is the total cost of each major category of inputs used on the farm. The solutions to this and other problems are explained in the following sections of this chapter.

This chapter is divided into two sections. The first section, Description of the Data Set, describes in detail the data and its collection. The second section, Derivation of the Model, derives the model and demonstrates how the parameters generated from the model are used to measure the productive efficiency of each operator and how they are used to study transitions in production practices in Southwest Kansas.

Description of the Data Set:

The data used in this thesis are the crop production data recorded by the farmer-members of Kansas Farm Management Association III. The territory of Association III covers twenty-three counties in Southwest Kansas. The data are compiled on a yearly basis by the Department of Agricultural Economics, Kansas State University and stored on the Kansas Farm Management Data Bank. The farms used in the analysis are those for which crop production data were recorded for each of the thirteen years

from 1973 to 1985.

The data obtained from the Kansas Farm Management Data Bank for each farm for each of the thirteen years were 1) acres in each crop, 2) production of each crop, 3a) total farm crop expenses on fertilizer, 3b) on fuel, 3c) on pesticides, and 3d) on other purchased inputs. Because I am interested in the transition from irrigated to dryland production, I treated dryland production as a separate crop from irrigated production of the same crop. Seven different crops--when distinguishing between irrigated and dryland production--are grown by the farms in the sample, but few farms raise all seven crops. The crops are: irrigated wheat, dryland wheat, irrigated corn, irrigated grain sorghum, dryland grain sorghum, irrigated alfalfa hay, and irrigated soybeans.

Crop prices were obtained from the Kansas Crop and Livestock Reporting Service. The prices received for a crop produced using irrigation is no different than the price received if produced without irrigation. Crop prices used were seasonal average prices for Southwest Kansas. The prices for fertilizer and fuel were collected from the U.S.D.A. "Agricultural Prices". Those were average prices paid by producers in Kansas. Fertilizer prices are in dollars per ton and fuel prices are in dollars per gallon. Because prices for pesticides could not be obtained for the whole time period of 1973-1985, I used the producers price index for agricultural chemicals as published in the "Wholesale Price Indexes". All of the prices were deflated to 1982 dollar values.

The Kansas Farm Management Data Bank has a variable for the farm cash operating expense for machinery repairs and irrigation expense. An input

price could not be estimated for irrigation expense and machinery repairs combined, thus the variable, fuel, was used to measure the differences in costs between dryland and irrigated production. In doing so I assumed that there is positive correlation between fuel consumption and water applied.

Time dummy variables were used to measure technology and weather changes over the years. Time dummy variables shift the regression plane in parallel shifts upward or downward to compensate for weather and/or technological changes over time. In year  $t$ ,  $T_t$  is equal to one, else  $T_t$  is equal to zero.

Dummy variables are included to measure differences in production function response among farmers. I attributed those differences to differences in management on the farms. I-1 dummy variables were used, one variable for each farm except for the one farm against which all differences were measured. For the I-1 management variables, the variable  $M_i$  was set equal to one when the observation was for farmer  $i$  and to zero otherwise. The coefficient on each dummy variable measures how much, on average, output of that farm differed from the output of the base farm after all other factors in the production function had been accounted for. The use of dummy variables to measure management effects overcomes the three major problems identified by Heady et al. when using as a management variable some rating of each producer.

#### Derivation of the Model:

The model used in this study is a modified version of the Just et al. model presented in the Review of the Literature. The following shows the

system of equations used in this study to estimate the production functions.

$$(V) \quad x_{ijt} = \sum_{k=1}^K \alpha_{jk} \frac{r_{ikt}}{w_{ijt}} + \epsilon_{ijt}^x$$

$$(VI) \quad \ln y_{ikt} = \sum_{j=1}^f \alpha_{jk} \ln x_{ijkt} + \sum_{j=f+1}^J \alpha_{jk} \ln \left\{ \frac{r_{ikt}}{w_{ijt}} \right\} + \hat{\beta}_{kt} \\ + \gamma_k^m i + \epsilon_{ikt}^y$$

Note: The means, standard deviations, and coefficient of variations for the variables in this system of equations are reported in appendix A. Equation (V) and (VI) consist of four and seven equations respectively. The notation is defined in Chapter III.

All variable input parameters in equations (VI) also appear in at least one of the equations in set (V). To estimate the system of equations it is necessary to constrain the parameters in (VI) to equal the value of the same parameters in (V).

The Just et al. model estimated the system of equations using two and three stage non-linear least squares. In my model I used dummy variables to measure the management effects, which increased the number of variables in the model to 703. The model has eleven equations and 703 variables which makes it difficult and expensive to estimate using two and three stage non-linear least squares. The main-frame at Kansas State University does not have the capacity to estimate a model of that magnitude. Just et al. had to use two stage or three stage least squares because they used current price times current production as the proxy

variable for expected returns and current production is contemporaneously correlated with the errors in the production functions. I avoided that problem by choosing an alternative measure for expected production. Expected returns can be defined as expected output times expected price. I factored expected output into two components, yield per acre and acres in production. Acres in production are known at the beginning of the production process, but yield is not and the producer makes decisions based on expected yields.

To form an instrumental variable for expected yield, I estimated yield as a function of exogenous variables. Assuming profit maximization for one acre of land, a producer will use an input up to the point where value marginal product (VMP) is equal to the input price, i.e.,

$$VMP = P_{ikt} * MPP_{ikt} = w_{ijt}$$

So the amount of  $x_{ijkt}$  used and hence the resulting yield is a function of the input to output price ratio, i.e.,

$$Yield = f(w_{ijt}/P_{ikt})$$

Based on that I estimated expected yield for each crop as a function of input--for each variable input--to output price ratio, year effects, and farm effects. Equation (VII) shows that function.

Equation (VII):

$$yield_{ikt} = \sum \phi_{ijkt} * \frac{w_{ijt}}{P_{ikt-1}} + \phi_t trend + \phi_i M_i + \epsilon$$

Equation (VII) is estimated using the ordinary least square method (OLS) and the predicted values for the yield of each crop are used to

calculate the proxy for expected returns,

$$\hat{y}_{ikt} * Acres * P_{ikt-1} = \hat{r}_{ikt}$$

where

- $\hat{y}_{ikt}$  - predicted yield from equation (VII),
- Acres - Acres in production, known at time of the production process,
- $P_{ikt-1}$  - Output price during time period t-1,
- $w_{ijt}$  - Input price during time t, and
- $\hat{r}_{ikt}$  - Proxy for expected returns.

With my proxy variable for expected returns, the system of equations can be estimated using a seemingly unrelated method (SUR). This method of estimating the model assumes that the error terms are contemporaneously correlated and uses this additional information while estimating the model. Seemingly unrelated (SUR) allows restrictions to be placed across the equations. Restrictions can also be placed within each equation, so constant returns to scale can be forced upon the model, i.e., the summation of the parameters in each equation can be forced to equal one. Because of the size of the model, I chose to not include equation (II) from the Just et al. model. By dropping this equation I will also be discarding some information and the estimates will not be as efficient.

Most of the producers do not produce all seven crops each year, and some do not produce some of the crops at all. That causes estimation problems with the production function equations where the log of values are used because the log of zero is minus infinity. Those zero observations cannot be dropped because the model must have the same number of observations for each equation in the system. If each equation in the system does not have the same number of observations the model could not be estimated using seemingly unrelated, or any other method that uses the error terms as additional information. This is due to the fact that the error terms from equations (V) would not match up with the error terms from equations (VI).

When estimating any model, the estimated regression line always passes through the variable means. For those reasons the means of the log variables in equations (VI) are calculated when production is not equal to zero and when production is equal to zero those mean values are substituted in place of the log of zero values in equations (VI). The means are not substituted in place of the zeros in equations (V), since that set of equations estimates the variable input usage for each crop and there are no log variables. Using the mean values in equations (VI) the slope coefficients will not be affected, but the variances will be understated and hence the t statistics will be artificially high.

The model is first estimated with all of the variables included and a restriction placed across the equations, equations (V) and (VI). Next, an additional restriction is placed on the parameters, in equations (VI), to force constant returns to scale. This is done by forcing the parameters of the variable inputs and the acres variable in equations

(VI) to sum to one for each equation. Those results will be compared to the previous to see if constant returns to scale exists.

When estimating production functions over time periods the model might not be able to show large shifts in production due to large changes in technology. For this reason the data is split into two different time periods, 1974-1980 and 1981-1985. The model is then run on both of these two separate time periods to see if the parameters changed. If the parameters change considerably then the original model had smoothed over those changes in technology. The results from these models are compared with each other to determine which model estimates the production functions best.

When using the Cobb-Douglas functional form the estimated parameters are equal to the input elasticities for the respective inputs. The input elasticity is defined as percent change in output divided by percent change in the input. For a Cobb-Douglas type function, i.e.,

$$Y = \alpha X^b,$$

the input elasticity is given by

$$\frac{\partial Y/Y}{\partial X/X} = \frac{b\alpha X^b}{X} \cdot \frac{X}{Y} = \frac{bY}{X} \cdot \frac{X}{Y} = b.$$

By using the elasticities for acres and summing the elasticities for the purchased inputs the transitions between intensively irrigated crops, i.e. irrigated corn production, and the other crops is studied. All of the purchased inputs in this model are positively correlated with the price of energy. So when the price of energy increases, producers should move out of crops that have large elasticities for purchased inputs and into crops that have larger elasticities for acres in production. By

comparing the elasticities for acres, and ranking the crops by size of their acres elasticities, one will be able to conclude that movement should occur out of the crops with relatively small elasticities on land and into crops with relatively larger elasticities on land.

After all of the previous models are estimated, the model that generates the most reasonable results is chosen. The estimated parameters for the management dummy variables from that model are used to derive a single management measure for each farm. The management measure for each farm is a weighted average of that farms' dummy variable coefficients where the weights are the fraction of total crop acres devoted to each crop, i.e.,

$$F_i = \frac{\sum_{k=1}^7 (A_{ik} * \alpha_{ik})}{T_i}$$

where

$A_{ik}$  = Average acres in production of crop k, for farm i,

$T_i$  = Total average acres in production for farm i,

$\alpha_{ik}$  = Management dummy variable parameter for crop k, farm i, and

$F_i$  = Management variable for farm i.

This management variable is used to measure the productive efficiency of each producer in the following function.

$RRCM = f(F_i, TA, RENT, CLCM, LTLCM, MACHINE)$

where

- RRCM - Rate of Return to Capital Managed, percentage,
- $F_i$  - The management variable derived previously,
- TA - Total Acres in production,
- RENT - Percentage of total acres that are rented,
- CLCM - Current loans to capital managed ratio,
- LTLCM - Long term loans to capital managed ratio, and
- MACHINE - Dollars per acre spent on machinery.

The parameter for total acres in production will measure economies to size. If the parameter is positive, the larger producers will receive a higher rate of return to capital managed than the smaller producers. The parameter for RENT determines if the rate of return to capital managed can be increased by renting additional acreage.

The variables CLCM and LTLCM are included to determine whether rate of return to capital managed is affected by borrowing money. The current loan to capital managed variable is to measure short term loans, such as to cover production costs, while the long term loan to capital managed measures the effect of borrowing money to expand. The variable MACHINE measures return on investment in machinery, i.e., how rate of return to capital managed is affected by replacing older equipment with new or buying larger new equipment when the producer expands.

This regression was also run without the management variable to examine how the model estimates rate of return to capital managed when the management variable is excluded. The results from this model and the previous model, which includes management, are compared to check the

significance of the management variable for affecting the rate of return to capital managed.

CHAPTER V

RESULTS AND DISCUSSION

The variable input variables included in the model are fertilizer, fuel, and pesticides. When examining the data set I found problems with the variable other purchased inputs. For this reason other purchased inputs was left out of the model. When the model was first estimated all of the coefficients were of expected sign, with the exception of the coefficients for Pesticides on both irrigated and dryland wheat production (Table 5.1).

The model was next restricted to demonstrate constant returns to scale. The restriction forces the summation of input parameters to equal one. This did not change the results significantly (refer to Table 5.1). Before this restriction was placed on the model, the parameters were nearly equal to one. With the restriction placed on the model the variable, Acres, became considerably more significant, except for alfalfa production.

Table 5.1

Results From Indicated Models

| Estimated Model: dependant variable = indicated production |                               |                                     |
|--|-------------------------------|-------------------------------------|
| Equation/Coeff.  | SUR                           | SUR                                 |
|  | Estimate/T-ratio <sup>1</sup> | Forced Constant<br>Returns to Scale |
|  | Estimate/T-ratio              | Estimate/T-ratio                    |
| Irrigated Wheat  |                               |                                     |
| Acres  | 0.3257<br>(11.35)             | 0.3014<br>(78.70)                   |
| Fertilizer   | 0.0008<br>(1.83)              | 0.0008<br>(1.88)                    |

<sup>1</sup>T-Ratios in parenthesis.

Table 5.1 cont.

## Results From Indicated Models

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Estimated Model: dependant variable = indicated production

| Equation/Coeff.       | SUR                           | SUR   |
|-----------------------|-------------------------------|---|
|                       | Estimate/T-ratio <sup>2</sup> | Forced Constant<br>Returns to Scale<br>Estimate/T-ratio |
| <hr/>                 |                               |   |
| Irrigated Wheat cont. |                               |   |
| Fuel                  | 1.1469<br>(14.40)             | 1.1475<br>(14.42)                                       |
| Pesticides            | -0.4607<br>(-5.98)            | -0.4497<br>(-5.90)                                      |
| Dryland Wheat         |                               |   |
| Acres                 | 0.2741<br>(7.08)              | 0.3209<br>(52.95)                                       |
| Fertilizer            | 0.0017<br>(6.93)              | 0.0016<br>(6.86)  |
| Fuel                  | 0.9649<br>(24.08)             | 0.9582<br>(24.14)                                       |
| Pesticides            | -0.2631<br>(-6.45)            | -0.2507<br>(-7.36)                                      |
| Irrigated Corn        |                               |   |
| Acres                 | 0.0839<br>(3.13)              | 0.2210<br>(64.38)                                       |
| Fertilizer            | 0.0022<br>(21.26)             | 0.0022<br>(20.94)                                       |
| Fuel                  | 0.3905<br>(20.38)             | 0.3725<br>(19.78)                                       |

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<sup>2</sup>T-Ratios in parenthesis.

Table 5.1 cont.

## Results From Indicated Models

---

Estimated Model: dependant variable - indicated production

| Equation/Coeff.         | SUR                           | SUR   |
|-------------------------|-------------------------------|---|
|                         | Estimate/T-ratio <sup>3</sup> | Forced Constant<br>Returns to Scale<br>Estimate/T-ratio |
| <hr/>                   |                               |   |
| Irrigated Corn cont.    |                               |   |
| Pesticides              | 0.4509<br>(22.06)             | 0.4044<br>(22.04)                                       |
| Irrigated Grain Sorghum |                               |   |
| Acres                   | 0.2448<br>(8.51)              | 0.2386<br>(101.80)                                      |
| Fertilizer              | 0.0025<br>(10.29)             | 0.0025<br>(10.30)                                       |
| Fuel                    | 0.7707<br>(17.93)             | 0.7736<br>(18.04)                                       |
| Pesticides              | -0.0146<br>(-0.35)            | -0.0147<br>(-0.36)                                      |
| Dryland Grain Sorghum   |                               |   |
| Acres                   | 0.2150<br>(6.24)              | 0.2984<br>(67.38)                                       |
| Fertilizer              | 0.0015<br>(3.17)              | 0.0015<br>(3.09)  |
| Fuel                    | 0.4782<br>(6.10)              | 0.4643<br>(5.94)  |
| Pesticides              | 0.2637<br>(3.47)              | 0.2358<br>(3.15)  |
| Irrigated Soybeans      |                               |   |
| Acres                   | 0.4247<br>(13.33)             | 0.3258<br>(39.28)                                       |
| Fertilizer              | 0.0344<br>(12.87)             | 0.0342<br>(12.82)                                       |
| Fuel                    | 0.5775<br>(1.97)              | 0.5781<br>(1.97)  |
| Pesticides              | 0.0177<br>(0.06)              | 0.0619<br>(0.22)  |
| Irrigated Alfalfa       |                               |   |
| Acres                   | 0.7835<br>(5.67)              | 0.4569<br>(3.42)  |

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<sup>3</sup>T-Ratios in parenthesis.

Table 5.1 cont.

## Results From Indicated Models

---

Estimated Model: dependant variable = indicated production

| Equation/Coeff.         | SUR<br>Estimate/T-ratio <sup>4</sup> | SUR<br>Forced Constant<br>Returns to Scale<br>Estimate/T-ratio |
|-------------------------|--------------------------------------|--|
| <hr/>                   |                                      |  |
| Irrigated Alfalfa cont. |                                      |  |
| Fertilizer              | 0.2979<br>(2.14)                     | 0.3050<br>(2.19)   |
| Fuel                    | -0.2487<br>(-0.89)                   | 0.0732<br>(0.26)   |
| Pesticides              | 0.3534<br>(1.31)                     | 0.1649<br>(0.61)   |

When the time series was separated into two time periods, 1974-1980 and 1981-1985, the parameter for fuel increased in the later time period. The acres parameter for corn production changed to a negative coefficient. The acres parameter for all of the other crops also decreased, except for irrigated wheat, but remained positive (see Table 5.2).

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<sup>4</sup>T-Ratios in parenthesis.

Table 5.2

## Results From Indicated Models

Estimated Model: dependant variable = indicated production

| Equation/Coeff.         | SUR<br>1974-1980              | SUR<br>1981-1985   |
|-------------------------|-------------------------------|--------------------|
|                         | Estimate/T-ratio <sup>5</sup> | Estimate/T-ratio   |
| Irrigated Wheat         |                               |                    |
| Acres                   | 0.2817<br>(7.19)              | 0.3575<br>(6.75)   |
| Fertilizer              | -0.0008<br>(-1.56)            | 0.0049<br>(7.47)   |
| Fuel                    | 1.1207<br>(16.16)             | 1.1937<br>(9.15)   |
| Pesticides              | -0.4168<br>(-6.30)            | -0.5183<br>(-4.08) |
| Dryland Wheat           |                               |                    |
| Acres                   | 0.3031<br>(5.51)              | 0.1419<br>(2.07)   |
| Fertilizer              | 0.0009<br>(2.94)              | 0.0014<br>(4.21)   |
| Fuel                    | 0.8771<br>(23.99)             | 0.9236<br>(13.94)  |
| Pesticides              | -0.1916<br>(-5.62)            | -0.1521<br>(-2.20) |
| Irrigated Corn          |                               |                    |
| Acres                   | 0.1705<br>(6.16)              | -0.4575<br>(-6.29) |
| Fertilizer              | 0.0021<br>(17.58)             | 0.0034<br>(20.99)  |
| Fuel                    | 0.3391<br>(20.42)             | 0.5327<br>(16.11)  |
| Pesticides              | 0.4744<br>(32.08)             | 0.5605<br>(13.37)  |
| Irrigated Grain Sorghum |                               |                    |
| Acres                   | 0.2813<br>(7.74)              | 0.1344<br>(2.54)   |
| Fertilizer              | 0.0024<br>(9.63)              | 0.0014<br>(3.47)   |

<sup>5</sup>T-Ratios in parenthesis.

Table 5.2 cont.

## Results From Indicated Models

---

 Estimated Model: dependant variable = indicated production

| Equation/Coeff.               | SUR<br>1974-1980              | SUR<br>1981-1985   |
|-------------------------------|-------------------------------|--------------------|
|                               | Estimate/T-ratio <sup>6</sup> | Estimate/T-ratio   |
| <hr/>                         |                               |                    |
| Irrigated Grain Sorghum cont. |                               |                    |
| Fuel                          | 0.4670<br>(15.90)             | 0.9657<br>(12.18)  |
| Pesticides                    | 0.2641<br>(9.55)              | -0.1522<br>(-1.94) |
| Dryland Grain Sorghum         |                               |                    |
| Acres                         | 0.2133<br>(4.63)              | 0.1600<br>(2.58)   |
| Fertilizer                    | -0.0001<br>(-0.16)            | 0.0026<br>(4.31)   |
| Fuel                          | 0.3349<br>(4.09)              | 0.5380<br>(4.37)   |
| Pesticides                    | 0.4065<br>(5.20)              | 0.2301<br>(1.91)   |
| Irrigated Soybeans            |                               |                    |
| Acres                         | 0.7132<br>(17.54)             | 0.4325<br>(7.65)   |
| Fertilizer                    | 0.0320<br>(6.57)              | 0.0248<br>(8.07)   |
| Fuel                          | 0.4927<br>(2.01)              | 0.3673<br>(0.70)   |
| Pesticides                    | -0.0294<br>(-0.12)            | 0.2276<br>(0.45)   |
| Irrigated Alfalfa             |                               |                    |
| Acres                         | 0.7908<br>(4.52)              | 0.3302<br>(1.73)   |
| Fertilizer                    | 0.2716<br>(1.61)              | 0.4039<br>(1.99)   |
| Fuel                          | -0.1140<br>(-0.41)            | 1.1482<br>(1.45)   |
| Pesticides                    | 0.2300<br>(0.85)              | -0.8902<br>(-1.16) |

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 After estimating the production functions, the estimates from the

<sup>6</sup>T-Ratios in parenthesis.

farm effect dummy variables were used to create a management measure for each farm. This management measure, along with the other variables in this model, was used to estimate the rate of return to capital managed. Table 5.3 shows the results from the first regression which estimates the Rate of Return to Capital Managed. The management variable is positively correlated to Rate of Return to Capital Managed.

Table 5.3  
Results From Rate of Return to Capital Managed Model

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Estimated Model: dependant variable - Rate of Return to Capital Managed

| Coefficient                     | OLS                              |
|---------------------------------|----------------------------------|
|                                 | Estimate/T-ratio <sup>7</sup>    |
|                                 | Adjusted R <sup>2</sup> = 0.4348 |
| Management                      | 0.6074<br>(2.329)                |
| Total Acres in Production       | 0.0004<br>(3.859)                |
| Current Loans/Capital Managed   | -4.6295<br>(-2.151)              |
| Long Term Loans/Capital Managed | 5.4855<br>(3.286)                |
| Percentage Rented Acreage       | 0.2643<br>(1.074)                |
| Machine Expense per Acre        | -0.0059<br>(-0.686)              |

When the management variable is omitted from the model the R<sup>2</sup> value decreases. The estimated coefficients for current loans to capital managed and long term loans to capital managed are the only two coefficients that change significantly. Current loans to capital managed decreased by 1.22, while long term loans to capital managed increased by

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<sup>7</sup>T-Ratios in parenthesis.

0.6217 (see Table 5.4).

Table 5.4

Results From Rate of Return to Capital Managed Model without Management

Estimated Model: dependant variable = Rate of Return to Capital Managed

| Coefficient                     | OLS                              |                      |
|---------------------------------|----------------------------------|----------------------|
|                                 | Estimate                         | T-ratio <sup>8</sup> |
|                                 | Adjusted R <sup>2</sup> = 0.4136 |                      |
| Total Acres in Production       | 0.0004                           | (4.172)              |
| Current Loans/Capital Managed   | -5.8520                          | (-2.753)             |
| Long Term Loans/Capital Managed | 6.1072                           | (3.639)              |
| Percentage Rented Acreage       | 0.3609                           | (1.351)              |
| Machine Expense per Acre        | -0.0059                          | (-0.686)             |

One might suspect that the age of the operator will have a greater effect on rate of return to capital managed than the management variable. For this reason the variable, age of operator, was added to the model. Table 5.5 shows the results from that model.

Table 5.5

Rate of Return to Capital Managed Model with Operators Age

Estimated Model: dependant variable = Rate of Return to Capital Managed

| Coefficient | OLS                              |                      |
|-------------|----------------------------------|----------------------|
|             | Estimate                         | T-ratio <sup>9</sup> |
|             | Adjusted R <sup>2</sup> = 0.4300 |                      |
| Management  | 0.6093                           | (2.324)              |

<sup>8</sup>T-Ratios in parenthesis.

<sup>9</sup>T-Ratios in parenthesis.

Table 5.5 cont.

## Rate of Return to Capital Managed Model with Operators Age

---

 Estimated Model: dependant variable = Rate of Return to Capital Managed

| Coefficient                     | OLS                              |                                |
|---------------------------------|----------------------------------|--------------------------------|
|                                 | Adjusted R <sup>2</sup> = 0.4300 | Estimate/T-ratio <sup>10</sup> |
| Total Acres in Production       |                                  | 0.0004<br>(3.260)              |
| Current Loans/Capital Managed   |                                  | -4.5643<br>(-2.073)            |
| Long Term Loans/Capital Managed |                                  | 5.4048<br>(3.078)              |
| Percentage Rented Acreage       |                                  | 0.2570<br>(0.811)              |
| Machine Expense per Acre        |                                  | -0.0065<br>(-0.691)            |
| Operators Age                   |                                  | 0.0010<br>(0.154)              |

Discussion of the ResultsEstimation of the Production Model (refer to tables 5.1 and 5.2)

The yield values were first estimated to create the instrumental variables. Those yield values were estimated as a function of the input to output price ratios, year-effects, and a farm effects. Those regressions had good R<sup>2</sup> values, which ranged from 0.30 to 0.62.

The input elasticities for acres range from 0.7835 for irrigated alfalfa, to 0.0839 for irrigated corn production and all estimated parameters for acres are statistically significant to a 99% significance level. Irrigated wheat acres input elasticity is slightly greater than that of dryland wheat acres. This is expected, because one can obtain

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<sup>10</sup>T-Ratios in parenthesis.

higher yields with irrigated production than with dryland. The input elasticity for irrigated grain sorghum acres is also slightly greater than dryland grain sorghum acres for the same reason as for wheat production. The input elasticity for acres in irrigated corn production is the smallest estimated input elasticity of all of the crops. There has been a considerable amount of transition out of irrigated corn production since 1976 and the model has troubles showing these transitions over the full twelve year time period. The input elasticities for both irrigated alfalfa and irrigated soybeans acres are large in comparison with the other crops. Those estimates are less reliable because irrigated alfalfa and irrigated soybeans acres make up a small percentage of total acres in crop production. Recall, if the crop is not grown on a farm then the mean values of the variables are used in the equation for that crop in equations (VI). This could cause some of the coefficients not to be of the expected magnitude if there exist a small number of non-zero observations, which is the case with irrigated soybean and irrigated alfalfa production.

The estimated coefficients show that dryland wheat production is more responsive to fertilizer than irrigated wheat production. This is opposite of what is expected if there is a positive interaction between irrigation and fertilizer. For this reason I would have expected the irrigated wheat fertilizer elasticity to be greater than the dryland wheat fertilizer elasticity. The fertilizer elasticity for irrigated grain sorghum production is greater than the fertilizer elasticity for dryland grain sorghum production. Both of those elasticities are positive and significant, which demonstrates positive interaction between

irrigation and fertilizer. The fertilizer elasticity for irrigated corn production is larger than any of the fertilizer elasticities for dryland production, but is smaller than the fertilizer elasticity for irrigated grain sorghum production. I would have expected the fertilizer elasticity for irrigated corn production to be greater than for irrigated grain sorghum production. The difference in fertilizer elasticities for irrigated grain sorghum production and irrigated corn production is only 0.0003; this is a small difference and the elasticity for irrigated corn production is more significant. Irrigated soybean fertilizer elasticity is greater than all of the crops, except for irrigated alfalfa, which is inconsistent with what would be expected. Both fertilizer elasticities for irrigated soybeans and irrigated alfalfa are greater than they should be. This is probably due to the small number of farms producing those crops, which causes the estimated parameters to be artificially high and less reliable, since the mean values are substituted in place of the zero values in equations (VI).

The estimated fuel elasticities show that irrigated production is more responsive to additional fuel than that of dryland production. The fuel elasticity for irrigated grain sorghum is greater than the fuel elasticity for dryland grain sorghum production which shows that irrigated production is more responsive to fuel use. This also holds true for irrigated wheat versus dryland wheat production. This means that to increase irrigated production by one unit it takes more fuel than to increase dryland production. This is demonstrating the positive correlation between irrigation and fuel consumption. The fuel elasticity for irrigated corn production is less than irrigated grain sorghum or

irrigated wheat production, which is not what I had expected. Irrigated corn production requires more water than irrigated wheat or irrigated grain sorghum production, which makes me believe that the elasticity for irrigated corn production should be greater. Irrigated corn production requires more of the other inputs, such as pesticides and fertilizer, so the model is probably placing more weight on the other variable inputs for corn to compensate for this low fuel elasticity. The fuel elasticity for irrigated soybean is smaller than what was expected, while the fuel elasticity for irrigated alfalfa production is negative, but insignificant. Again, this is caused by the small number of production observations that are non-zero, giving less reliable estimates.

The pesticide elasticities for irrigated wheat and dryland wheat production are negative and significant. If it were negative it should have at least been insignificant, saying that it is likely not to be different from zero. Wheat production in southwest Kansas requires small amounts of pesticides when compared to the other crops considered in this thesis, see Appendix C for Kansas Farm Management Budgets. The pesticide elasticity for irrigated corn production is positive and significant. Irrigated corn production is more responsive to pesticides than any of the other crops in the model. The pesticide elasticity for irrigated grain sorghum is negative, but insignificant, while the pesticide elasticity for dryland grain sorghum production is positive and significant. This shows that dryland production is more responsive to pesticide applications and irrigated production is more dependant on the other inputs in the model. Irrigated alfalfa is almost as responsive to pesticides as irrigated corn production. This is a reasonable result.

because alfalfa production relies heavily on pesticides. The pesticide elasticity for irrigated soybean production is quite small, but is insignificant. This could be caused by the fact that only forty seven of the one hundred and twenty three farms produce soybeans at least one year.

The estimated parameters for the time dummy variables were included to show for technological and weather shifts (see Appendix B for results). The estimates for those coefficients are decreasing over time, that is the estimate for 1974 is greater than the estimate for 1985. This is opposite of what is theoretically expected for technological changes. But, during the eighties producers suffered two years that were abnormally hot and dry. This could of caused some of the downward shifts.

When the model was next restricted to production functions with constant returns to scale--the estimates on each production function were restricted to sum to one--the parameters did not change appreciably. The parameters were close to equaling one before the restriction was placed on the model. This shows that there are constant returns to scale in production. In other words, when producers expand they do not increase their yields per acre. Note that this is not returns to acre in a monetary value, but only in production of the commodity.

Next, the data is divided into two different time series, 1974-1980 and 1981-1985, and the model is estimated for both time periods. The results from these regressions show that the elasticity for acres decreased in the latter years for all crops, except for irrigated wheat. This is probably due to new technologies such as the introduction of more

productive seeds, and the substitution of other inputs for land. The fertilizer elasticity estimates were larger for the latter time period for all of the crops except for irrigated grain sorghum and irrigated soybeans. That shows that land is being substituted for with increased fertilizer use. The rising price of fuel since 1974 has caused the elasticity for fuel to increase for all of the crops, except for irrigated soybean production, due to the increased usage of large machinery that is more efficient. The elasticity for pesticides has decreased in the latter time period for all of the crops, except for irrigated corn and irrigated soybean production. Some of this decrease in the pesticide elasticity could be due to the increasing restrictions placed on pesticide usage for environmental reasons--such as the use of DDT--which caused the producers to use more refined and higher priced pesticides. When the time series was divided into two time periods, some of the estimated parameters become negative and some become insignificant. The results from the previous model, when the time series was not divided into two time periods and the model is not restricted to constant returns to scale, seems to generate better results than when the time series is divided into two time periods.

Tables 5.6 and 5.7 are used to examine the transitions that would occur when the price of energy increases, which happened during the mid seventies. Those tables consist of the estimated elasticities for acres and ordering of the seven crops in descending order by their estimated acres elasticities. Since I have found that constant returns to scale exists in crop production in Southwest Kansas, the estimated elasticities for purchased inputs is equal to one minus the estimated elasticity for

acres in production. So when the price of energy increases, which causes the prices of the purchased inputs to increase, producers should move out of crops with relatively low elasticities for land and into crops with relatively higher land elasticities.

Table 5.6

Estimated Parameters for Acres in Production

|                    | SUR<br>Whole Time Period | SUR<br>1974-1980 | SUR<br>1981-1985 |
|--------------------|--------------------------|------------------|------------------|
| Irrigated Wheat    | 0.32                     | 0.28             | 0.35             |
| Dryland Wheat      | 0.27                     | 0.30             | 0.14             |
| Irrigated Corn     | 0.08                     | 0.17             | -0.45            |
| Irrigated G.S.     | 0.24                     | 0.28             | 0.13             |
| Dryland G.S.       | 0.21                     | 0.21             | 0.16             |
| Irrigated Alfalfa  | 0.78                     | 0.79             | 0.33             |
| Irrigated Soybeans | 0.42                     | 0.71             | 0.43             |

Table 5.7 shows that when the price of energy increases then producers should move out of irrigated corn production and into crops that are higher on the list. Note that in all of the models, irrigated corn production has the lowest acres elasticity. Which shows that there should be movement out of irrigated corn production and into the other crops, which agrees with the historical data in Chapter 2.

Table 5.7

Crops Ordered by Estimated Acre Parameters

|          | SUR<br>Whole Time Period | SUR<br>1974-1980 | SUR<br>1981-1985 |
|----------|--------------------------|------------------|------------------|
| Largest  | IALF                     | IALF             | ISB              |
|          | ISB                      | ISB              | IWHT             |
|          | IWHT                     | DWHT             | IALF             |
|          | DWHT                     | IWHT             | DGS              |
|          | IGS                      | IGS              | DWHT             |
|          | DGS                      | DGS              | IGS              |
|          | IC                       | IC               | IC               |
| Smallest | IC                       | IC               | IC               |

The model did not do a very good job estimating the parameters for irrigated soybean and irrigated alfalfa production, due to the small number of instances that farmers raised alfalfa and soybeans. Still irrigated alfalfa and irrigated soybeans must be left in the model because the fertilizer, fuel, and pesticide cash operating expense variables include expenses for irrigated alfalfa and irrigated soybean production.

Management and Returns to Capital Managed (see tables 5.3, 5.4 and 5.5)

The results show that the management variable I created is positively correlated with the rate of return to capital managed and is significant. The total acres in production variable has a small, positive effect on rate of return to capital managed. This shows that economies to size do exist, but are small. The percentage of total acres rented has a larger effect on rate of return to capital managed, but is less significant than total acres in production.

The two types of loans that are included in this model are current and long term loans to capital managed. The current loans to capital managed are used for operating loans, while the long term loans are more for expanding and starting new operations. The results show that if the current loans to capital managed ratio is increased then the rate of return to capital managed will decrease, but if the long term loans to capital managed ratio is increased then the rate of return to capital managed will increase. This means that if producers increases their current loans to capital managed ratio by borrowing money for operating expenses then their rate of return to capital managed will decrease. On

the other hand, the model shows that if they expand their operation by taking out long term loans and increase their long term loans to capital managed ratio, their rate of return to capital managed will increase. I do not think that increasing the long term loans to capital managed ratio will increase the rate of return to capital managed with current economic conditions. I suspect that most of the long term loans were acquired when the interest rates were low, and this model is over estimating the impact of the long term loans to capital managed ratio on rate of return to capital managed.

The final variable in this model is machinery expense per acre, which shows the result of buying new machinery. This variable has a negative, but insignificant, coefficient. This demonstrates that buying new equipment, or investing heavily in equipment, might be inversely related to rate of return to capital managed.

When the model was run without the management variable, the current and long term loans to capital managed coefficients change. The current loan coefficient becomes a larger negative value and the long term loan coefficient becomes a larger positive value. The rest of the coefficients do not change significantly. This suggests that the management variable measures the financial efficiency of the producers also.

There was suspicion that the operators age might have a greater effect on rate of return to capital managed and might even make the management variable insignificant. Table 5.5 shows that the operators age is insignificant and small. The management variable is still significant when the operators age is included in the model.

## CHAPTER VI

### SUMMARY

By studying the production data, one can see that there is movement away from irrigated corn production towards crops that require less water and can tolerate soil moisture stress, such as grain sorghum and wheat. Soybean production is a relatively new crop for Southwest Kansas and has been increasing in popularity in the past five years. The production of Irrigated Alfalfa has also been increasing in the past few years, probably due to the increases in alfalfa prices.

One of the first problems encountered when estimating the model is the fact that not all of the producers produced all seven of the crops which meant zero values for some of the production data. Because I used the Cobb-Douglas functional form, the log of the zero values could not be calculated. Instead I substituted the means of the non-zero log values in place of the log of zero values. The only effect this had on the model is that t statistics that are calculated with the residuals are artificially high and the variance will be lower than actual. The estimated coefficients are not affected by this procedure.

When the model was first estimated the estimated coefficients on most of the variables were of the correct sign. The model did have problems estimating the coefficients for pesticide usage for irrigated and dryland wheat production, they had negative signs and were significant at a 99% significance level. The estimated coefficients for the time dummy variables decreased over time. I would have expected them to have increased since better technology, such as hybrid seeds, fertilizers, and

more efficient practices, have been introduced since 1974, but during the eighties Southwest Kansas experienced two years that were abnormally hot and dry. This could have caused the time dummy variables to decrease during the eighties.

Next the model was forced to demonstrate constant returns to scale. This did not change the results appreciably, because the summation of the estimated input parameters was previously almost equal to one. This shows that constant returns to scale do exist in crop production of Southwest Kansas.

The last manipulation of the model was to split the time series into two different time series, for 1974 to 1980 and 1981 to 1985. This was to see if there were any great technological shifts that the earlier model could not detect. The results from this showed that the elasticity for land for most of the crops decreased due to the increase in the elasticity for fertilizer. This means that in the latter years producers are using more fertilizer to increase the yields since the newer varieties of seeds are more responsive to fertilizers.

By studying the estimated parameters for acres and grouping the estimated parameters for the variable inputs into one estimated parameter called purchased inputs the models can be used to show what transitions should occur when the price of energy increases. The results from this show that when the price of energy increases then producers should move out of crops that have high elasticities for purchased inputs, such as irrigated corn production, and into crops with relatively higher elasticities for land in production. This is consistent with what occurred in the past when energy prices increased in the mid seventies.

The original model seems to produce the best results. For this reason the estimated parameters for the management dummy variables were used from this model to calculate a whole farm management variable. This whole farm management variable was used to estimate the rate of return to capital managed, along with; current loans to capital managed, long term loans to capital managed, total acres, percent rented acres, and machine expense per acre. The estimated coefficient for the management variable was quite large and significant at a 99% significance level. Current loans to capital managed seem to hurt the rate of return to capital managed, while long term loans to capital managed increase the rate of return to capital managed. The estimated coefficient for total acres is positive and the estimated coefficient for percent rented acres was also positive. This suggests that economies to size do exist Southwest Kansas crop production. The estimated coefficient for machinery expense per acre was negative and insignificant, which means that it probably has no effect on the rate of return to capital managed. There was suspicion that the operators age might be correlated with the management variable, but when the age variable was added the estimated coefficient for it was small and insignificant. A correlation matrix was calculated for operators age and management variable, which showed a small negative correlation between the two.

This thesis shows one way that the Kansas Farm Management Data Bank can be used. It also shows some of the limitations that were encountered due to the lack of information, such as the total production cost data for the earlier years in the time series. If enterprise accounting would be done in Southwest Kansas more precise production functions could be

estimated and the transitions that are occurring could be studied with more certainty.

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APPENDICES

APPENDIX A

STATISTICAL DESCRIPTION OF THE DATA SET

MEAN, STANDARD DEVIATION, AND COEFFICIENT OF VARIATION  
FOR THE DATA SET

Statistical Description of the Data Set

| Variable   | Mean       | S. D. <sup>1</sup> | C. V. <sup>2</sup> |
|--|------------|--------------------|--------------------|
| Farm Cash Operating<br>Expense for<br>Fertilizer   | 10585.46   | 14441.53           | 136.43             |
| Farm Cash Operating<br>Expense for<br>Pesticides   | 13194.04   | 12906.88           | 97.82              |
| Farm Cash Operating<br>Expense for<br>Pesticides   | 5131.20    | 16131.28           | 314.38             |
| Farm Cash Operating<br>Expense for<br>Other Inputs | 7782104.27 | 9611803.99         | 123.99             |
| Price of Wheat                                     | 4.33       | 1.42               | 32.63              |
| Price of Corn                                      | 3.46       | 0.87               | 25.05              |
| Price of G.S.                                      | 3.06       | 0.79               | 25.88              |
| Price of Soybeans                                  | 7.72       | 2.03               | 26.27              |
| Price of Alfalfa                                   | 75.23      | 11.37              | 15.12              |
| Price of Fert                                      | 249.48     | 59.96              | 24.03              |
| Price of Pest                                      | 0.73       | 0.21               | 29.04              |
| Price of Fuel                                      | 0.89       | 0.21               | 23.57              |
| Price of Other                                     | 80.23      | 20.17              | 25.14              |
| LNIWP  | 8.84       | 0.75               | 8.46               |
| LNDWP  | 9.34       | 1.00               | 10.66              |
| LNICP  | 10.24      | 0.65               | 6.32               |
| LNIGSP   | 9.14       | 0.69               | 7.55               |
| LNDGSP   | 8.27       | 0.79               | 9.55               |
| LNIAP  | 5.81       | 0.53               | 9.08               |
| LNISBP   | 7.96       | 0.40               | 5.01               |
| LNIWA  | 5.12       | 0.68               | 13.18              |
| LNDWA  | 5.95       | 0.89               | 14.98              |
| LNICA  | 5.49       | 0.57               | 10.29              |
| LNIGSA   | 4.82       | 0.57               | 11.83              |
| LNDGSA   | 4.87       | 0.70               | 14.38              |
| LNIAA  | 4.32       | 0.46               | 10.55              |
| LNISBA   | 4.53       | 0.30               | 6.70               |
| LNIWFT   | 8.72       | 4.22               | 48.47              |

<sup>1</sup>S.D. - standard deviation

<sup>2</sup>C.V. - coefficient of variation

| Variable            | Mean    | S.D. <sup>3</sup> | C.V. <sup>4</sup> |
|---------------------|---------|-------------------|-------------------|
| LNDWFT              | 12.77   | 2.61              | 20.40             |
| LNICFT              | 8.85    | 4.16              | 47.00             |
| LNIGSFT             | 8.55    | 4.48              | 52.38             |
| LNDGSFT             | 8.04    | 4.54              | 56.45             |
| LNIAFT              | 5.12    | 1.10              | 21.55             |
| LNISBFT             | 5.22    | 2.35              | 44.92             |
| LNIWFL              | 8.94    | 1.66              | 18.61             |
| LNDWFL              | 8.21    | 1.32              | 16.08             |
| LNICFL              | 10.69   | 1.44              | 13.45             |
| LNIGSFL             | 9.34    | 1.34              | 14.34             |
| LNDGSFL             | 8.45    | 1.37              | 16.18             |
| LNIAFL              | 8.42    | 3.59              | 42.60             |
| LNISBFL             | 9.42    | 1.25              | 13.27             |
| LNIWOT              | 8.76    | 3.13              | 35.71             |
| LNDWOT              | 11.85   | 2.05              | 17.32             |
| LNICOT              | 9.25    | 3.03              | 32.77             |
| LNIGSOT             | 8.71    | 3.41              | 39.15             |
| LNDGSOT             | 8.12    | 3.50              | 43.15             |
| LNIAOT              | 5.78    | 0.55              | 9.56              |
| LNISBOT             | 5.92    | 1.78              | 30.11             |
| LNIWPT              | 8.95    | 1.86              | 20.79             |
| LNDWPT              | 8.05    | 1.44              | 17.84             |
| LNICPT              | 10.76   | 1.64              | 15.25             |
| LNIGSPT             | 9.36    | 1.52              | 16.28             |
| LNDGSPT             | 8.46    | 1.53              | 18.07             |
| LNIAPT              | 8.55    | 3.76              | 43.99             |
| LNISBPT             | 9.52    | 1.33              | 13.99             |
| Rate of Return      |         |                   |                   |
| to Capital Managed  | 1.97    | 1.65              | 83.91             |
| Management Variable |         |                   |                   |
|                     | 0.49    | 0.62              | 126.05            |
| Current Loans       |         |                   |                   |
| to Capital Managed  | 0.09    | 0.08              | 83.17             |
| Long Term Loans     |         |                   |                   |
| to Capital Managed  | 0.09    | 0.08              | 94.00             |
| Total Acres in      |         |                   |                   |
| Production          | 1706.18 | 1121.08           | 65.71             |
| Percent Acres       |         |                   |                   |
| Rented              | 0.82    | 0.44              | 54.56             |

<sup>3</sup>S.D. - standard deviation

<sup>4</sup>C.V. - coefficient of variation

| Variable         | Mean  | S.D. <sup>5</sup> | C.V. <sup>6</sup> |
|------------------|-------|-------------------|-------------------|
| Operators<br>Age | 51.65 | 9.57              | 18.54             |

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<sup>5</sup>S.D. - standard deviation

<sup>6</sup>C.V. - coefficient of variation

APPENDIX B

Estimated Parameters for Time and Management Dummy Variables

## Time and Management Dummy Variables Results

| Equation/Coefficient  | SUR      |         | SUR                |         |
|-----------------------|----------|---------|--------------------|---------|
|                       | Estimate | T-Ratio | Forced to Constant |         |
|                       |          |         | Estimate           | T-Ratio |
| Irrigated Wheat       |          |         |                    |         |
| 1985 shift            | 1.7398   | 24.0763 | 1.7573             | 25.3596 |
| 1984 shift            | 1.9337   | 26.2347 | 1.9544             | 28.0085 |
| 1983 shift            | 1.9339   | 25.9168 | 1.9529             | 27.4530 |
| 1982 shift            | 1.8580   | 24.2223 | 1.8828             | 26.4507 |
| 1981 shift            | 1.2311   | 15.1802 | 1.2584             | 16.8145 |
| 1980 shift            | 1.8052   | 20.8895 | 1.8357             | 23.2017 |
| 1979 shift            | 2.2414   | 27.9296 | 2.2697             | 30.9881 |
| 1978 shift            | 2.0067   | 25.9589 | 2.0337             | 28.8199 |
| 1977 shift            | 1.8332   | 22.6773 | 1.8600             | 24.8905 |
| 1976 shift            | 2.2530   | 30.0640 | 2.2804             | 33.5789 |
| 1975 shift            | 2.3963   | 30.4640 | 2.4289             | 35.1940 |
| 1974 shift            | 2.2266   | 22.7702 | 2.2649             | 25.8758 |
| MANAGEMENT (1) shift  | 0.1494   | 1.6456  | 0.1547             | 1.7083  |
| MANAGEMENT (2) shift  | 0.0749   | 0.8673  | 0.0807             | 0.9368  |
| MANAGEMENT (3) shift  | -0.0331  | -0.3742 | -0.0104            | -0.1225 |
| MANAGEMENT (4) shift  | 0.1287   | 1.4846  | 0.1469             | 1.7451  |
| MANAGEMENT (5) shift  | 0.0700   | 0.8156  | 0.0859             | 1.0247  |
| MANAGEMENT (6) shift  | 0.0078   | 0.0871  | 0.0325             | 0.3854  |
| MANAGEMENT (7) shift  | 0.0607   | 0.6997  | 0.0785             | 0.9306  |
| MANAGEMENT (8) shift  | 0.0742   | 0.8417  | 0.0966             | 1.1483  |
| MANAGEMENT (9) shift  | 0.0666   | 0.7729  | 0.0864             | 1.0376  |
| MANAGEMENT (10) shift | 0.0413   | 0.4500  | 0.0529             | 0.5807  |
| MANAGEMENT (11) shift | 0.0332   | 0.3856  | 0.0483             | 0.5723  |
| MANAGEMENT (12) shift | -0.0112  | -0.1221 | 0.0213             | 0.2522  |
| MANAGEMENT (13) shift | -0.0402  | -0.4405 | -0.0105            | -0.1248 |
| MANAGEMENT (14) shift | -0.0961  | -1.1071 | -0.0879            | -1.0190 |
| MANAGEMENT (15) shift | 0.0263   | 0.2555  | 0.0355             | 0.3481  |
| MANAGEMENT (16) shift | -0.0170  | -0.1947 | -0.0077            | -0.0893 |
| MANAGEMENT (17) shift | 0.0181   | 0.2029  | 0.0277             | 0.3130  |
| MANAGEMENT (18) shift | -0.0490  | -0.5572 | -0.0357            | -0.4121 |
| MANAGEMENT (19) shift | 0.0965   | 0.6318  | 0.0999             | 0.6540  |
| MANAGEMENT (20) shift | -0.1350  | -1.5228 | -0.1288            | -1.4566 |
| MANAGEMENT (21) shift | 0.2461   | 1.5990  | 0.2286             | 1.4964  |
| MANAGEMENT (22) shift | -0.1046  | -0.8027 | -0.1144            | -0.8821 |
| MANAGEMENT (23) shift | 0.0086   | 0.0966  | 0.0152             | 0.1721  |
| MANAGEMENT (24) shift | 0.1451   | 0.9395  | 0.1611             | 1.0523  |
| MANAGEMENT (25) shift | -0.0999  | -0.8511 | -0.0896            | -0.7673 |
| MANAGEMENT (26) shift | 0.0055   | 0.0604  | 0.0075             | 0.0831  |
| MANAGEMENT (27) shift | 0.1356   | 1.5507  | 0.1374             | 1.5718  |

| Equation/Coefficient    | SUR      |         | SUR                |         |
|-------------------------|----------|---------|--------------------|---------|
|                         | Estimate | T-Ratio | Forced to Constant |         |
|                         |          |         | Estimate           | T-Ratio |
| Returns to Scale        | Estimate | T-Ratio | Estimate           | T-Ratio |
| Irrigated Wheat (cont.) |          |         |                    |         |
| MANAGEMENT (28) shift   | 0.0417   | 0.4766  | 0.0635             | 0.7571  |
| MANAGEMENT (29) shift   | 0.1257   | 1.4710  | 0.1430             | 1.7219  |
| MANAGEMENT (30) shift   | 0.0838   | 0.6447  | 0.0887             | 0.6836  |
| MANAGEMENT (31) shift   | 0.0210   | 0.2324  | 0.0487             | 0.5771  |
| MANAGEMENT (32) shift   | 0.0331   | 0.3745  | 0.0551             | 0.6576  |
| MANAGEMENT (33) shift   | 0.0127   | 0.1538  | 0.0385             | 0.4567  |
| MANAGEMENT (34) shift   | 0.1593   | 1.7715  | 0.1852             | 2.1816  |
| MANAGEMENT (35) shift   | 0.0525   | 0.5975  | 0.0666             | 0.7711  |
| MANAGEMENT (36) shift   | 0.0364   | 0.3299  | 0.0561             | 0.5913  |
| MANAGEMENT (37) shift   | 0.0608   | 0.6820  | 0.0718             | 0.8134  |
| MANAGEMENT (38) shift   | 0.0960   | 0.9725  | 0.1115             | 1.1461  |
| MANAGEMENT (39) shift   | -0.1155  | -0.8802 | -0.1009            | -0.7756 |
| MANAGEMENT (40) shift   | -0.2955  | -2.2564 | -0.2806            | -2.1608 |
| MANAGEMENT (41) shift   | 0.0097   | 0.1138  | 0.0206             | 0.2445  |
| MANAGEMENT (42) shift   | 0.0595   | 0.6990  | 0.0753             | 0.9047  |
| MANAGEMENT (43) shift   | 0.0466   | 0.5422  | 0.0602             | 0.7122  |
| MANAGEMENT (44) shift   | 0.0003   | 0.0030  | 0.0185             | 0.2154  |
| MANAGEMENT (45) shift   | 0.0603   | 0.6825  | 0.0828             | 0.9802  |
| MANAGEMENT (46) shift   | 0.0282   | 0.3268  | 0.0430             | 0.5088  |
| MANAGEMENT (47) shift   | -0.0223  | -0.2262 | -0.0087            | -0.0893 |
| MANAGEMENT (48) shift   | 0.0135   | 0.1538  | 0.0334             | 0.3951  |
| MANAGEMENT (49) shift   | -0.0310  | -0.2389 | -0.0358            | -0.2759 |
| MANAGEMENT (50) shift   | 0.0209   | 0.1933  | 0.0239             | 0.2208  |
| MANAGEMENT (51) shift   | 0.0120   | 0.1179  | 0.0084             | 0.0826  |
| MANAGEMENT (52) shift   | 0.1303   | 0.8501  | 0.1167             | 0.7647  |
| MANAGEMENT (53) shift   | -0.1054  | -1.0912 | -0.0859            | -0.9154 |
| MANAGEMENT (54) shift   | 0.0867   | 0.6690  | 0.0848             | 0.6544  |
| MANAGEMENT (55) shift   | -0.0391  | -0.3816 | -0.0482            | -0.4735 |
| MANAGEMENT (56) shift   | 0.0383   | 0.4483  | 0.0279             | 0.3300  |
| MANAGEMENT (57) shift   | 0.0792   | 0.8729  | 0.0781             | 0.8609  |
| MANAGEMENT (58) shift   | 0.0068   | 0.0725  | 0.0394             | 0.4556  |
| MANAGEMENT (59) shift   | 0.0388   | 0.4374  | 0.0298             | 0.3384  |
| MANAGEMENT (60) shift   | 0.0288   | 0.3327  | 0.0328             | 0.3797  |
| MANAGEMENT (61) shift   | 0.0626   | 0.7405  | 0.0717             | 0.8550  |
| MANAGEMENT (62) shift   | 0.0203   | 0.2309  | 0.0355             | 0.4121  |
| MANAGEMENT (63) shift   | -0.0808  | -0.9067 | -0.0715            | -0.8084 |
| MANAGEMENT (64) shift   | 0.0302   | 0.3422  | 0.0523             | 0.6186  |
| MANAGEMENT (65) shift   | -0.0143  | -0.1640 | -0.0055            | -0.0636 |
| MANAGEMENT (66) shift   | 0.1440   | 1.7330  | 0.1466             | 1.7662  |
| MANAGEMENT (67) shift   | 0.0802   | 0.9026  | 0.1050             | 1.2468  |
| MANAGEMENT (68) shift   | 0.1244   | 1.1223  | 0.1458             | 1.3456  |
| MANAGEMENT (69) shift   | 0.0033   | 0.0216  | 0.0004             | 0.0025  |
| MANAGEMENT (70) shift   | 0.0760   | 0.6960  | 0.0621             | 0.5754  |

| Equation/Coefficient    | SUR      |         | SUR                |         |
|-------------------------|----------|---------|--------------------|---------|
|                         | Estimate | T-Ratio | Forced to Constant |         |
|                         |          |         | Estimate           | T-Ratio |
| Returns to Scale        |          |         |                    |         |
| Irrigated Wheat (cont.) |          |         |                    |         |
| MANAGEMENT (71) shift   | -0.1635  | -1.6113 | -0.1557            | -1.5417 |
| MANAGEMENT (72) shift   | 0.1157   | 0.5578  | 0.1238             | 0.5985  |
| MANAGEMENT (73) shift   | 0.0851   | 0.9712  | 0.1050             | 1.2433  |
| MANAGEMENT (74) shift   | -0.0003  | -0.0037 | 0.0194             | 0.2252  |
| MANAGEMENT (75) shift   | -0.0579  | -0.6532 | -0.0489            | -0.5566 |
| MANAGEMENT (76) shift   | -0.0829  | -0.9443 | -0.0643            | -0.7559 |
| MANAGEMENT (77) shift   | 0.0551   | 0.5832  | 0.0921             | 1.0905  |
| MANAGEMENT (78) shift   | 0.2021   | 1.5488  | 0.1908             | 1.4717  |
| Dryland Wheat           |          |         |                    |         |
| 1985 shift              | 1.7751   | 13.9675 | 1.6841             | 16.1961 |
| 1984 shift              | 1.9623   | 15.2562 | 1.8676             | 18.0132 |
| 1983 shift              | 2.0386   | 15.9052 | 1.9449             | 18.7596 |
| 1982 shift              | 1.9384   | 14.4550 | 1.8322             | 17.7594 |
| 1981 shift              | 1.2263   | 9.1183  | 1.1202             | 10.8100 |
| 1980 shift              | 1.9184   | 13.7959 | 1.8039             | 17.3677 |
| 1979 shift              | 2.3461   | 17.0273 | 2.2322             | 21.7696 |
| 1978 shift              | 2.0374   | 14.8321 | 1.9237             | 18.8396 |
| 1977 shift              | 1.9610   | 13.9585 | 1.8426             | 17.9141 |
| 1976 shift              | 2.1314   | 15.5412 | 2.0178             | 19.7617 |
| 1975 shift              | 2.4780   | 16.8918 | 2.3466             | 23.2456 |
| 1974 shift              | 2.4429   | 15.7811 | 2.3010             | 22.2181 |
| MANAGEMENT (1) shift    | 0.1068   | 0.8067  | 0.0940             | 0.7124  |
| MANAGEMENT (2) shift    | 0.0650   | 0.4498  | 0.1236             | 0.9041  |
| MANAGEMENT (3) shift    | -0.0488  | -0.3581 | -0.0218            | -0.1585 |
| MANAGEMENT (4) shift    | 0.0680   | 0.4669  | -0.0203            | -0.1512 |
| MANAGEMENT (5) shift    | 0.0897   | 0.5653  | 0.1305             | 0.9539  |
| MANAGEMENT (6) shift    | -0.0618  | -0.4415 | 0.1339             | 0.8645  |
| MANAGEMENT (7) shift    | 0.0016   | 0.0114  | -0.0275            | -0.2001 |
| MANAGEMENT (8) shift    | -0.1563  | -1.0671 | 0.0358             | 0.2613  |
| MANAGEMENT (9) shift    | 0.1013   | 0.3003  | -0.1049            | -0.7459 |
| MANAGEMENT (10) shift   | 0.0460   | 0.3254  | 0.1620             | 0.4849  |
| MANAGEMENT (11) shift   | 0.0352   | 0.2555  | 0.0622             | 0.4421  |
| MANAGEMENT (12) shift   | 0.0071   | 0.0512  | 0.0738             | 0.5502  |
| MANAGEMENT (13) shift   | -0.1589  | -1.1484 | 0.0306             | 0.2235  |
| MANAGEMENT (14) shift   | -0.0330  | -0.2400 | -0.1357            | -0.9893 |
| MANAGEMENT (15) shift   | 0.1481   | 1.1020  | 0.1636             | 1.2226  |
| MANAGEMENT (16) shift   | 0.0267   | 0.1902  | 0.0833             | 0.6260  |
| MANAGEMENT (17) shift   | 0.1228   | 0.9040  | 0.1520             | 1.1356  |
| MANAGEMENT (18) shift   | 0.1272   | 0.9487  | 0.1408             | 1.0528  |
| MANAGEMENT (19) shift   | -0.0194  | -0.1386 | 0.0132             | 0.0960  |
| MANAGEMENT (20) shift   | 0.0853   | 0.6414  | 0.1035             | 0.7826  |
| MANAGEMENT (21) shift   | 0.0585   | 0.4368  | 0.0652             | 0.4869  |

| Equation/Coefficient  | SUR      |         | SUR                |         |
|-----------------------|----------|---------|--------------------|---------|
|                       | Estimate | T-Ratio | Forced to Constant |         |
|                       |          |         | Estimate           | T-Ratio |
| Returns to Scale      |          |         |                    |         |
| Dryland Wheat (cont.) |          |         |                    |         |
| MANAGEMENT (22) shift | -0.0312  | -0.2299 | -0.0144            | -0.1061 |
| MANAGEMENT (23) shift | 0.0558   | 0.4167  | 0.0814             | 0.6147  |
| MANAGEMENT (24) shift | 0.1065   | 0.7917  | 0.1248             | 0.9329  |
| MANAGEMENT (25) shift | 0.1078   | 0.8135  | 0.1171             | 0.8856  |
| MANAGEMENT (26) shift | 0.1754   | 1.3198  | 0.1984             | 1.5077  |
| MANAGEMENT (27) shift | 0.1521   | 1.1427  | 0.1686             | 1.2721  |
| MANAGEMENT (28) shift | 0.0080   | 0.0588  | 0.0441             | 0.3296  |
| MANAGEMENT (29) shift | 0.1647   | 1.2362  | 0.1909             | 1.4511  |
| MANAGEMENT (30) shift | 0.1384   | 1.0067  | 0.1733             | 1.2874  |
| MANAGEMENT (31) shift | -0.0158  | -0.0921 | 0.0542             | 0.3336  |
| MANAGEMENT (32) shift | -0.0921  | -0.5297 | -0.0153            | -0.0939 |
| MANAGEMENT (33) shift | -0.0943  | -0.7073 | -0.0753            | -0.5684 |
| MANAGEMENT (34) shift | 0.0259   | 0.1807  | 0.0782             | 0.5709  |
| MANAGEMENT (35) shift | -0.2601  | -1.7695 | -0.1953            | -1.4215 |
| MANAGEMENT (36) shift | -0.0388  | -0.2556 | 0.0328             | 0.2341  |
| MANAGEMENT (37) shift | 0.1121   | 0.3248  | 0.2234             | 0.6694  |
| MANAGEMENT (38) shift | -0.1010  | -0.7000 | -0.0461            | -0.3355 |
| MANAGEMENT (39) shift | 0.0831   | 0.6217  | 0.1095             | 0.8301  |
| MANAGEMENT (40) shift | 0.0640   | 0.4758  | 0.0897             | 0.6744  |
| MANAGEMENT (41) shift | 0.1215   | 0.9064  | 0.1351             | 1.0104  |
| MANAGEMENT (42) shift | -0.0365  | -0.2746 | -0.0188            | -0.1426 |
| MANAGEMENT (43) shift | 0.0606   | 0.4503  | 0.0847             | 0.6353  |
| MANAGEMENT (44) shift | 0.0970   | 0.7207  | 0.1269             | 0.9580  |
| MANAGEMENT (45) shift | -0.0150  | -0.1123 | 0.0077             | 0.5840  |
| MANAGEMENT (46) shift | 0.0681   | 0.4914  | 0.1122             | 0.8367  |
| MANAGEMENT (47) shift | 0.1079   | 0.8193  | 0.1130             | 0.8576  |
| MANAGEMENT (48) shift | -0.0942  | -0.2768 | -0.0177            | -0.0529 |
| MANAGEMENT (49) shift | 0.0952   | 0.7071  | 0.1086             | 0.8095  |
| MANAGEMENT (50) shift | -0.0715  | -0.4652 | -0.0232            | -0.1559 |
| MANAGEMENT (51) shift | 0.1157   | 0.8765  | 0.1088             | 0.8254  |
| MANAGEMENT (52) shift | 0.0938   | 0.6969  | 0.1086             | 0.8099  |
| MANAGEMENT (53) shift | 0.1145   | 0.8390  | 0.1468             | 1.0954  |
| MANAGEMENT (54) shift | -0.0219  | -0.1632 | -0.0042            | -0.0314 |
| MANAGEMENT (55) shift | -0.0148  | -0.1069 | 0.0279             | 0.2080  |
| MANAGEMENT (56) shift | 0.0672   | 0.4988  | 0.0988             | 0.7461  |
| MANAGEMENT (57) shift | -0.1317  | -0.9957 | -0.1280            | -0.9684 |
| MANAGEMENT (58) shift | 0.0202   | 0.1494  | 0.0516             | 0.3883  |
| MANAGEMENT (59) shift | 0.0422   | 0.3173  | 0.0638             | 0.4837  |
| MANAGEMENT (60) shift | 0.0743   | 0.5584  | 0.1200             | 0.9025  |
| MANAGEMENT (61) shift | 0.0939   | 0.7036  | 0.1197             | 0.9080  |
| MANAGEMENT (62) shift | 0.1289   | 0.9696  | 0.1477             | 1.1176  |
| MANAGEMENT (63) shift | 0.1399   | 1.0422  | 0.1598             | 1.1990  |
| MANAGEMENT (64) shift | 0.0277   | 0.2092  | 0.0358             | 0.2705  |

| Equation/Coefficient   | SUR      |         | SUR                |         |
|------------------------|----------|---------|--------------------|---------|
|                        | Estimate | T-Ratio | Forced to Constant |         |
|                        |          |         | Estimate           | T-Ratio |
| Returns to Scale       |          |         |                    |         |
| Dryland Wheat (cont.)  |          |         |                    |         |
| MANAGEMENT (65) shift  | 0.0042   | 0.0316  | 0.0270             | 0.2029  |
| MANAGEMENT (66) shift  | 0.1260   | 0.9378  | 0.1379             | 1.0285  |
| MANAGEMENT (67) shift  | 0.0829   | 0.5991  | 0.1288             | 0.9644  |
| MANAGEMENT (68) shift  | 0.1479   | 1.1143  | 0.1694             | 1.2864  |
| MANAGEMENT (69) shift  | 0.0736   | 0.5544  | 0.0938             | 0.7109  |
| MANAGEMENT (70) shift  | 0.1140   | 0.8633  | 0.1253             | 0.9510  |
| MANAGEMENT (71) shift  | 0.1162   | 0.8622  | 0.1521             | 1.1553  |
| MANAGEMENT (72) shift  | 0.0515   | 0.3872  | 0.0720             | 0.5456  |
| MANAGEMENT (73) shift  | -0.1033  | -0.7513 | -0.1020            | -0.7419 |
| MANAGEMENT (74) shift  | -0.0393  | -0.2871 | -0.0458            | -0.3347 |
| MANAGEMENT (75) shift  | -0.0531  | -0.3933 | -0.0551            | -0.4078 |
| MANAGEMENT (76) shift  | 0.0729   | 0.5291  | 0.0907             | 0.6613  |
| MANAGEMENT (77) shift  | 0.0227   | 0.1346  | 0.0771             | 0.4735  |
| MANAGEMENT (78) shift  | 0.1447   | 1.0671  | 0.1728             | 1.2920  |
| MANAGEMENT (79) shift  | 0.1036   | 0.7739  | 0.1119             | 0.8364  |
| MANAGEMENT (80) shift  | 0.0817   | 0.6003  | 0.1067             | 0.7925  |
| MANAGEMENT (81) shift  | 0.1728   | 1.2781  | 0.1898             | 1.4107  |
| MANAGEMENT (82) shift  | -0.0608  | -0.4601 | -0.0454            | -0.3449 |
| MANAGEMENT (83) shift  | 0.1066   | 0.7986  | 0.1342             | 1.0185  |
| MANAGEMENT (84) shift  | 0.1262   | 0.9447  | 0.1541             | 1.1699  |
| MANAGEMENT (85) shift  | 0.0666   | 0.4957  | 0.0614             | 0.4570  |
| MANAGEMENT (86) shift  | 0.0192   | 0.1424  | 0.0362             | 0.2702  |
| MANAGEMENT (87) shift  | 0.0594   | 0.4248  | 0.0945             | 0.6902  |
| MANAGEMENT (88) shift  | -0.0137  | -0.1040 | -0.0153            | -0.1155 |
| MANAGEMENT (89) shift  | 0.0949   | 0.6994  | 0.1168             | 0.8673  |
| MANAGEMENT (90) shift  | 0.0515   | 0.3854  | 0.0793             | 0.6016  |
| MANAGEMENT (91) shift  | 0.0579   | 0.4395  | 0.0603             | 0.4581  |
| MANAGEMENT (92) shift  | -0.0012  | -0.0089 | -0.0028            | -0.0211 |
| MANAGEMENT (93) shift  | 0.0999   | 0.7513  | 0.0810             | 0.6134  |
| MANAGEMENT (94) shift  | 0.0271   | 0.2050  | 0.0315             | 0.2386  |
| MANAGEMENT (95) shift  | -0.0128  | -0.0963 | -0.0215            | -0.1623 |
| MANAGEMENT (96) shift  | -0.0516  | -0.3895 | -0.0330            | -0.2506 |
| MANAGEMENT (97) shift  | -0.0994  | -0.6657 | -0.0493            | -0.3428 |
| MANAGEMENT (98) shift  | 0.0267   | 0.2014  | 0.0452             | 0.3428  |
| MANAGEMENT (99) shift  | 0.0435   | 0.3207  | 0.0602             | 0.4464  |
| MANAGEMENT (100) shift | -0.0379  | -0.2845 | -0.0207            | -0.1564 |
| MANAGEMENT (101) shift | 0.0692   | 0.5198  | 0.0800             | 0.6026  |
| MANAGEMENT (102) shift | 0.0755   | 0.5720  | 0.0854             | 0.6481  |
| MANAGEMENT (103) shift | 0.0963   | 0.7295  | 0.0882             | 0.6688  |
| MANAGEMENT (104) shift | 0.0780   | 0.4646  | 0.1374             | 0.8537  |
| MANAGEMENT (105) shift | 0.0702   | 0.5275  | 0.0493             | 0.3737  |
| MANAGEMENT (106) shift | 0.0236   | 0.1784  | 0.0127             | 0.0965  |
| MANAGEMENT (107) shift | 0.1383   | 0.9982  | 0.1920             | 1.4578  |

| Equation/Coefficient   | SUR      |         | SUR<br>Forced to Constant<br>Returns to Scale |         |
|------------------------|----------|---------|---|---------|
|                        | Estimate | T-Ratio | Estimate                                      | T-Ratio |
| Dryland Wheat (cont.)  |          |         |   |         |
| MANAGEMENT (108) shift | 0.1017   | 0.7491  | 0.1429  | 1.0854  |
| MANAGEMENT (109) shift | 0.0962   | 0.7172  | 0.1271  | 0.9642  |
| MANAGEMENT (110) shift | 0.1459   | 1.0441  | 0.1952  | 1.4573  |
| MANAGEMENT (111) shift | 0.1234   | 0.9184  | 0.1536  | 1.1615  |
| MANAGEMENT (112) shift | 0.0639   | 0.4716  | 0.0899  | 0.6706  |
| MANAGEMENT (113) shift | -0.0046  | -0.0345 | 0.0152  | 0.1148  |
| MANAGEMENT (114) shift | -0.0889  | -0.6694 | -0.0734                                       | -0.5552 |
| MANAGEMENT (115) shift | 0.0113   | 0.0836  | 0.0178  | 0.1319  |
| MANAGEMENT (116) shift | 0.1029   | 0.6469  | 0.1491  | 0.9627  |
| MANAGEMENT (117) shift | 0.0473   | 0.3528  | 0.0781  | 0.5928  |
| MANAGEMENT (118) shift | -0.0098  | -0.0726 | 0.0047  | 0.0347  |
| MANAGEMENT (119) shift | 0.0371   | 0.2714  | 0.0699  | 0.5210  |
| Irrigated Corn         |          |         |   |         |
| 1985 shift             | -1.7561  | -6.6058 | -1.6102                                       | -6.0926 |
| 1984 shift             | -1.6240  | -6.1004 | -1.4673                                       | -5.5494 |
| 1983 shift             | -1.7714  | -6.6948 | -1.6255                                       | -6.1800 |
| 1982 shift             | -1.5500  | -5.8681 | -1.4196                                       | -5.4003 |
| 1981 shift             | -1.5870  | -6.0152 | -1.4450                                       | -5.5083 |
| 1980 shift             | -1.4208  | -5.4570 | -1.3291                                       | -5.1175 |
| 1979 shift             | -1.1563  | -4.4434 | -1.0621                                       | -4.0917 |
| 1978 shift             | -1.1537  | -4.4527 | -1.0810                                       | -4.1784 |
| 1977 shift             | -1.2734  | -4.9166 | -1.2049                                       | -4.6587 |
| 1976 shift             | -1.1173  | -4.3180 | -1.0487                                       | -4.0586 |
| 1975 shift             | -0.9579  | -3.7182 | -0.9085                                       | -3.5290 |
| 1974 shift             | -0.5034  | -1.9723 | -0.4849                                       | -1.9001 |
| MANAGEMENT (1) shift   | 3.5099   | 13.4691 | 3.2154  | 12.6509 |
| MANAGEMENT (2) shift   | 3.6822   | 14.0900 | 3.3497  | 13.2335 |
| MANAGEMENT (3) shift   | 3.6196   | 13.9721 | 3.3272  | 13.1686 |
| MANAGEMENT (4) shift   | 3.7001   | 14.1954 | 3.3741  | 13.3501 |
| MANAGEMENT (5) shift   | 3.6001   | 13.7363 | 3.3237  | 12.9609 |
| MANAGEMENT (6) shift   | 3.5743   | 13.8105 | 3.2991  | 13.0324 |
| MANAGEMENT (7) shift   | 3.5666   | 13.3501 | 3.3706  | 12.7490 |
| MANAGEMENT (8) shift   | 3.4960   | 12.8899 | 3.2389  | 12.1534 |
| MANAGEMENT (9) shift   | 3.6891   | 14.0961 | 3.3429  | 13.2228 |
| MANAGEMENT (10) shift  | 3.7762   | 14.3042 | 3.3762  | 13.3883 |
| MANAGEMENT (11) shift  | 3.5434   | 13.7020 | 3.2720  | 12.9282 |
| MANAGEMENT (12) shift  | 3.7268   | 14.1882 | 3.3553  | 13.2913 |
| MANAGEMENT (13) shift  | 3.5955   | 13.7476 | 3.3128  | 12.9597 |
| MANAGEMENT (14) shift  | 3.6024   | 13.9178 | 3.3210  | 13.1314 |
| MANAGEMENT (15) shift  | 3.4712   | 13.2380 | 3.2195  | 12.5003 |
| MANAGEMENT (16) shift  | 3.5679   | 13.4885 | 3.3396  | 12.8099 |
| MANAGEMENT (17) shift  | 3.6155   | 13.6373 | 3.3186  | 12.8451 |

| Equation/Coefficient   | SUR      |         | SUR                |         |
|------------------------|----------|---------|--------------------|---------|
|                        | Estimate | T-Ratio | Forced to Constant |         |
|                        |          |         | Estimate           | T-Ratio |
| Returns to Scale       |          |         |                    |         |
| Irrigated Corn (cont.) |          |         |                    |         |
| MANAGEMENT (18) shift  | 3.5189   | 13.6800 | 3.2955             | 13.0013 |
| MANAGEMENT (19) shift  | 3.5292   | 13.6225 | 3.2933             | 12.9191 |
| MANAGEMENT (20) shift  | 3.4666   | 12.4282 | 3.2302             | 11.7451 |
| MANAGEMENT (21) shift  | 3.5879   | 13.8846 | 3.3395             | 13.1592 |
| MANAGEMENT (22) shift  | 3.4872   | 13.0391 | 3.3149             | 12.4955 |
| MANAGEMENT (23) shift  | 3.5763   | 13.8953 | 3.3456             | 13.2035 |
| MANAGEMENT (24) shift  | 3.5426   | 13.3419 | 3.2983             | 12.6287 |
| MANAGEMENT (25) shift  | 3.6515   | 14.1306 | 3.3685             | 13.3452 |
| MANAGEMENT (26) shift  | 3.6098   | 13.9033 | 3.3153             | 13.0954 |
| MANAGEMENT (27) shift  | 3.5832   | 13.8361 | 3.3078             | 13.0587 |
| MANAGEMENT (28) shift  | 3.6910   | 14.1828 | 3.3739             | 13.3490 |
| MANAGEMENT (29) shift  | 3.5688   | 13.8423 | 3.3181             | 13.1098 |
| MANAGEMENT (30) shift  | 3.4234   | 12.3276 | 3.2138             | 11.7011 |
| MANAGEMENT (31) shift  | 3.6343   | 14.0669 | 3.3900             | 13.3522 |
| MANAGEMENT (32) shift  | 3.6585   | 13.9910 | 3.3196             | 13.1228 |
| MANAGEMENT (33) shift  | 3.6078   | 11.9112 | 3.3901             | 11.3049 |
| MANAGEMENT (34) shift  | 3.5271   | 11.6859 | 3.2916             | 11.0356 |
| MANAGEMENT (35) shift  | 3.6993   | 14.2781 | 3.3843             | 13.4627 |
| MANAGEMENT (36) shift  | 3.6896   | 14.1755 | 3.3659             | 13.3321 |
| MANAGEMENT (37) shift  | 3.6027   | 13.9085 | 3.3472             | 13.1702 |
| MANAGEMENT (38) shift  | 3.6105   | 13.8607 | 3.3120             | 13.0476 |
| MANAGEMENT (39) shift  | 3.6801   | 14.1749 | 3.3761             | 13.3589 |
| MANAGEMENT (40) shift  | 3.6567   | 14.1660 | 3.3777             | 13.3881 |
| MANAGEMENT (41) shift  | 3.6972   | 14.1666 | 3.3589             | 13.3045 |
| MANAGEMENT (42) shift  | 3.6131   | 14.0673 | 3.3692             | 13.3511 |
| MANAGEMENT (43) shift  | 3.2495   | 10.5156 | 2.9458             | 9.7150  |
| MANAGEMENT (44) shift  | 3.4004   | 13.3094 | 3.2914             | 12.9288 |
| MANAGEMENT (45) shift  | 3.4751   | 13.2324 | 3.3699             | 12.8724 |
| MANAGEMENT (46) shift  | 3.5829   | 13.8317 | 3.3037             | 13.0474 |
| MANAGEMENT (47) shift  | 3.4251   | 12.7020 | 3.1092             | 11.8451 |
| MANAGEMENT (48) shift  | 3.5114   | 13.6439 | 3.3320             | 13.0699 |
| MANAGEMENT (49) shift  | 3.4874   | 13.4827 | 3.2433             | 12.7588 |
| MANAGEMENT (50) shift  | 3.6202   | 13.9534 | 3.3432             | 13.1763 |
| MANAGEMENT (51) shift  | 3.5479   | 13.7020 | 3.3009             | 12.9766 |
| MANAGEMENT (52) shift  | 3.5029   | 13.5797 | 3.2769             | 12.8950 |
| MANAGEMENT (53) shift  | 3.6817   | 14.1562 | 3.3638             | 13.3199 |
| MANAGEMENT (54) shift  | 3.5929   | 13.3535 | 3.3484             | 12.6465 |
| MANAGEMENT (55) shift  | 3.1098   | 10.0357 | 2.8156             | 9.2463  |
| MANAGEMENT (56) shift  | 3.5047   | 13.3991 | 3.2962             | 12.7587 |
| MANAGEMENT (57) shift  | 3.2942   | 12.6426 | 2.9850             | 11.7773 |
| MANAGEMENT (58) shift  | 3.4845   | 13.5523 | 3.3255             | 13.0307 |
| MANAGEMENT (59) shift  | 3.4649   | 13.1283 | 3.2250             | 12.4178 |
| MANAGEMENT (60) shift  | 3.3874   | 12.6920 | 3.2710             | 12.3015 |

| Equation/Coefficient    | SUR      |         | SUR                |         |
|-------------------------|----------|---------|--------------------|---------|
|                         | Estimate | T-Ratio | Forced to Constant |         |
|                         |          |         | Estimate           | T-Ratio |
| Returns to Scale        |          |         |                    |         |
| Irrigated Corn (cont.)  |          |         |                    |         |
| MANAGEMENT (61) shift   | 3.4420   | 12.8629 | 3.2912             | 12.3748 |
| MANAGEMENT (62) shift   | 3.7055   | 14.0397 | 3.3389             | 13.1416 |
| Irrigated Grain Sorghum |          |         |                    |         |
| 1985 shift              | 1.6170   | 24.9784 | 1.6205             | 25.9942 |
| 1984 shift              | 1.5899   | 24.6985 | 1.5934             | 25.7402 |
| 1983 shift              | 1.4453   | 21.9972 | 1.4490             | 22.9133 |
| 1982 shift              | 1.6530   | 24.9312 | 1.6571             | 26.3057 |
| 1981 shift              | 1.6245   | 24.1044 | 1.6282             | 25.4735 |
| 1980 shift              | 1.6834   | 23.7369 | 1.6878             | 25.5392 |
| 1979 shift              | 1.9766   | 28.7961 | 1.9813             | 31.1819 |
| 1978 shift              | 2.0681   | 31.3855 | 2.0725             | 33.7675 |
| 1977 shift              | 1.9454   | 28.0087 | 1.9501             | 30.1765 |
| 1976 shift              | 2.0272   | 30.7131 | 2.0316             | 32.6180 |
| 1975 shift              | 2.1124   | 30.7635 | 2.1178             | 33.6276 |
| 1974 shift              | 2.2407   | 28.3219 | 2.2472             | 32.2437 |
| MANAGEMENT (1) shift    | 0.0671   | 0.8037  | 0.0677             | 0.8109  |
| MANAGEMENT (2) shift    | -0.0178  | -0.2045 | -0.0159            | -0.1845 |
| MANAGEMENT (3) shift    | 0.0664   | 0.7533  | 0.0701             | 0.8135  |
| MANAGEMENT (4) shift    | 0.0434   | 0.4998  | 0.0454             | 0.5262  |
| MANAGEMENT (5) shift    | -0.0353  | -0.4229 | -0.0313            | -0.3854 |
| MANAGEMENT (6) shift    | 0.0735   | 0.8629  | 0.0802             | 1.0139  |
| MANAGEMENT (7) shift    | 0.0059   | 0.0626  | 0.0087             | 0.0931  |
| MANAGEMENT (8) shift    | -0.1260  | -1.4176 | -0.1216            | -1.4083 |
| MANAGEMENT (9) shift    | 0.0837   | 0.5375  | 0.0797             | 0.5144  |
| MANAGEMENT (10) shift   | -0.0021  | -0.0179 | -0.0013            | -0.0114 |
| MANAGEMENT (11) shift   | -0.1245  | -1.4912 | -0.1206            | -1.4837 |
| MANAGEMENT (12) shift   | 0.0084   | 0.0999  | 0.0140             | 0.1774  |
| MANAGEMENT (13) shift   | 0.0883   | 1.0585  | 0.0889             | 1.0663  |
| MANAGEMENT (14) shift   | 0.0410   | 0.4872  | 0.0429             | 0.5140  |
| MANAGEMENT (15) shift   | 0.0038   | 0.4080  | 0.0049             | 0.0616  |
| MANAGEMENT (16) shift   | 0.1082   | 1.3040  | 0.1119             | 1.3818  |
| MANAGEMENT (17) shift   | 0.0707   | 0.7129  | 0.0721             | 0.7289  |
| MANAGEMENT (18) shift   | 0.0722   | 0.6238  | 0.0723             | 0.6249  |
| MANAGEMENT (19) shift   | 0.1350   | 0.6345  | 0.1352             | 0.6354  |
| MANAGEMENT (20) shift   | 0.0507   | 0.4381  | 0.0495             | 0.4282  |
| MANAGEMENT (21) shift   | -0.0045  | -0.0428 | -0.0059            | -0.0556 |
| MANAGEMENT (22) shift   | -0.0221  | -0.2685 | -0.0193            | -0.2381 |
| MANAGEMENT (23) shift   | -0.0498  | -0.5015 | -0.0490            | -0.4947 |
| MANAGEMENT (24) shift   | 0.0421   | 0.5092  | 0.0456             | 0.5618  |
| MANAGEMENT (25) shift   | 0.0767   | 0.9053  | 0.0798             | 0.9564  |
| MANAGEMENT (26) shift   | 0.1258   | 1.5607  | 0.1291             | 1.6367  |
| MANAGEMENT (27) shift   | -0.0559  | -0.6652 | -0.0499            | -0.6299 |

| Equation/Coefficient            | SUR      |         | SUR                |         |
|---------------------------------|----------|---------|--------------------|---------|
|                                 | Estimate | T-Ratio | Forced to Constant |         |
|                                 |          |         | Estimate           | T-Ratio |
| Irrigated Grain Sorghum (cont.) |          |         |                    |         |
| MANAGEMENT (28) shift           | 0.0809   | 0.9902  | 0.0846             | 1.0713  |
| MANAGEMENT (29) shift           | -0.1496  | -1.5002 | -0.1484            | -1.4960 |
| MANAGEMENT (30) shift           | 0.0787   | 0.9614  | 0.0831             | 1.0523  |
| MANAGEMENT (31) shift           | -0.0144  | -0.1763 | -0.0125            | -0.1544 |
| MANAGEMENT (32) shift           | -0.0316  | -0.3850 | -0.0295            | -0.3627 |
| MANAGEMENT (33) shift           | 0.0868   | 1.0096  | 0.0867             | 1.0081  |
| MANAGEMENT (34) shift           | -0.0011  | -0.0133 | 0.0004             | 0.0049  |
| MANAGEMENT (35) shift           | -0.0154  | -0.1832 | -0.0108            | -0.1333 |
| MANAGEMENT (36) shift           | 0.0879   | 0.9146  | 0.0894             | 0.9549  |
| MANAGEMENT (37) shift           | 0.0366   | 0.2805  | 0.0392             | 0.3016  |
| MANAGEMENT (38) shift           | 0.0638   | 0.7851  | 0.0677             | 0.8561  |
| MANAGEMENT (39) shift           | 0.1765   | 1.3570  | 0.1785             | 1.3766  |
| MANAGEMENT (40) shift           | 0.1329   | 1.1427  | 0.1347             | 1.1666  |
| MANAGEMENT (41) shift           | 0.0861   | 0.9837  | 0.0898             | 1.0426  |
| MANAGEMENT (42) shift           | 0.0054   | 0.0570  | 0.0061             | 0.0656  |
| MANAGEMENT (43) shift           | -0.0623  | -0.4763 | -0.0601            | -0.4626 |
| MANAGEMENT (44) shift           | 0.1144   | 1.2606  | 0.1172             | 1.3096  |
| MANAGEMENT (45) shift           | 0.1161   | 1.2712  | 0.1195             | 1.3351  |
| MANAGEMENT (46) shift           | 0.0032   | 0.0299  | 0.0049             | 0.0461  |
| MANAGEMENT (47) shift           | 0.0309   | 0.3703  | 0.0350             | 0.4311  |
| MANAGEMENT (48) shift           | -0.0856  | -0.4030 | -0.0883            | -0.4154 |
| MANAGEMENT (49) shift           | -0.3107  | -0.0246 | -0.3210            | -0.0254 |
| MANAGEMENT (50) shift           | 0.0578   | 0.6395  | 0.0550             | 0.6152  |
| MANAGEMENT (51) shift           | 0.0441   | 0.5117  | 0.0433             | 0.5025  |
| MANAGEMENT (52) shift           | 0.0319   | 0.2450  | 0.0324             | 0.2488  |
| MANAGEMENT (53) shift           | 0.0693   | 0.7542  | 0.0728             | 0.8124  |
| MANAGEMENT (54) shift           | 0.0699   | 0.7473  | 0.0690             | 0.7381  |
| MANAGEMENT (55) shift           | -0.0110  | -0.1106 | -0.0136            | -0.1376 |
| MANAGEMENT (56) shift           | 0.1301   | 1.5934  | 0.1281             | 1.5801  |
| MANAGEMENT (57) shift           | 0.0536   | 0.5978  | 0.0528             | 0.5896  |
| MANAGEMENT (58) shift           | 0.0050   | 0.0237  | 0.0033             | 0.0157  |
| MANAGEMENT (59) shift           | -0.0140  | -0.1556 | -0.0051            | -0.0640 |
| MANAGEMENT (60) shift           | 0.0695   | 0.8551  | 0.0709             | 0.8750  |
| MANAGEMENT (61) shift           | 0.0655   | 0.8209  | 0.0675             | 0.8534  |
| MANAGEMENT (62) shift           | -0.0811  | -1.0099 | -0.0784            | -0.9891 |
| MANAGEMENT (63) shift           | 0.0224   | 0.1923  | 0.0262             | 0.2269  |
| MANAGEMENT (64) shift           | -0.2195  | -2.6526 | -0.2166            | -2.6585 |
| MANAGEMENT (65) shift           | -0.1179  | -1.4707 | -0.1154            | -1.4562 |
| MANAGEMENT (66) shift           | -0.1387  | -1.3076 | -0.1376            | -1.2978 |
| MANAGEMENT (67) shift           | -0.1334  | -1.2587 | -0.1337            | -1.2622 |
| MANAGEMENT (68) shift           | 0.1266   | 1.6037  | 0.1271             | 1.6120  |
| MANAGEMENT (69) shift           | -0.1262  | -0.5931 | -0.1257            | -0.5919 |
| MANAGEMENT (70) shift           | -0.0563  | -0.2626 | -0.0509            | -0.2402 |

SUR

SUR  
Forced to Constant  
Returns to Scale

| Equation/Coefficient            | Estimate | T-Ratio | Estimate | T-Ratio |
|---------------------------------|----------|---------|----------|---------|
| Irrigated Grain Sorghum (cont.) |          |         |          |         |
| MANAGEMENT (71) shift           | -0.1185  | -0.5569 | -0.1186  | -0.5574 |
| MANAGEMENT (72) shift           | 0.1203   | 0.9175  | 0.1238   | 0.9519  |
| MANAGEMENT (73) shift           | -0.3857  | -2.4865 | -0.3855  | -2.4871 |
| MANAGEMENT (74) shift           | -0.2710  | -1.7450 | -0.2697  | -1.7379 |
| MANAGEMENT (75) shift           | -0.0836  | -0.7878 | -0.0828  | -0.7809 |
| MANAGEMENT (76) shift           | 0.0263   | 0.2273  | 0.0280   | 0.2427  |
| MANAGEMENT (77) shift           | 0.1605   | 1.9743  | 0.1647   | 2.0894  |
| MANAGEMENT (78) shift           | 0.0776   | 0.9769  | 0.0792   | 1.0025  |
| MANAGEMENT (79) shift           | -0.0728  | -0.7785 | -0.0674  | -0.7504 |
| MANAGEMENT (80) shift           | -0.1518  | -1.8505 | -0.1495  | -1.8395 |
| MANAGEMENT (81) shift           | -0.6235  | -5.3256 | -0.6208  | -5.3544 |
| MANAGEMENT (82) shift           | 0.0390   | 0.3323  | 0.0425   | 0.3676  |
| Dryland Grain Sorghum           |          |         |          |         |
| 1985 shift                      | 1.8305   | 17.3144 | 1.7707   | 17.2220 |
| 1984 shift                      | 1.4898   | 14.0184 | 1.4265   | 13.8445 |
| 1983 shift                      | 1.1709   | 10.9776 | 1.1080   | 10.7071 |
| 1982 shift                      | 1.6558   | 15.1284 | 1.6074   | 14.9371 |
| 1981 shift                      | 1.8734   | 16.7499 | 1.8225   | 16.5931 |
| 1980 shift                      | 1.7464   | 15.2856 | 1.6953   | 15.1048 |
| 1979 shift                      | 2.1892   | 19.9248 | 2.1316   | 19.8682 |
| 1978 shift                      | 1.9018   | 17.4461 | 1.8337   | 17.3988 |
| 1977 shift                      | 2.1916   | 19.6325 | 2.1312   | 19.5873 |
| 1976 shift                      | 2.0083   | 18.2376 | 1.9041   | 18.7546 |
| 1975 shift                      | 1.9551   | 17.6129 | 1.8757   | 17.6835 |
| 1974 shift                      | 2.4315   | 19.3627 | 2.3369   | 19.6043 |
| MANAGEMENT (1) shift            | 0.0130   | 0.0973  | -0.0992  | -0.7903 |
| MANAGEMENT (2) shift            | -0.0144  | -0.0626 | -0.0085  | -0.0371 |
| MANAGEMENT (3) shift            | 0.0917   | 0.7182  | 0.0897   | 0.7027  |
| MANAGEMENT (4) shift            | -0.1641  | -0.8449 | -0.1786  | -0.9200 |
| MANAGEMENT (5) shift            | -0.0506  | -0.1630 | -0.0635  | -0.2045 |
| MANAGEMENT (6) shift            | 0.1434   | 0.6209  | 0.2331   | 1.0219  |
| MANAGEMENT (7) shift            | -0.1699  | -1.1866 | -0.2410  | -1.7186 |
| MANAGEMENT (8) shift            | -0.0884  | -0.6344 | -0.0841  | -0.6038 |
| MANAGEMENT (9) shift            | -0.3905  | -2.6366 | -0.4551  | -3.1249 |
| MANAGEMENT (10) shift           | -0.0513  | -0.2228 | -0.0874  | -0.3807 |
| MANAGEMENT (11) shift           | 0.1184   | 0.8335  | 0.0424   | 0.3058  |
| MANAGEMENT (12) shift           | -0.0223  | -0.1679 | -0.0745  | -0.5681 |
| MANAGEMENT (13) shift           | -0.1441  | -0.9875 | -0.1798  | -1.2386 |
| MANAGEMENT (14) shift           | 0.0607   | 0.2643  | 0.0038   | 0.0167  |
| MANAGEMENT (15) shift           | 0.0601   | 0.3955  | 0.0442   | 0.2910  |
| MANAGEMENT (16) shift           | 0.0819   | 0.6078  | 0.0658   | 0.4888  |
| MANAGEMENT (17) shift           | 0.0207   | 0.0667  | 0.0646   | 0.2089  |

SUR

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Forced to Constant  
Returns to Scale

| Equation/Coefficient          | Estimate | T-Ratio | Estimate | T-Ratio |
|-------------------------------|----------|---------|----------|---------|
| Dryland Grain Sorghum (cont.) |          |         |          |         |
| MANAGEMENT (18) shift         | 0.1278   | 0.8813  | 0.1002   | 0.6931  |
| MANAGEMENT (19) shift         | 0.0974   | 0.7598  | 0.0927   | 0.7237  |
| MANAGEMENT (20) shift         | 0.1444   | 0.8919  | 0.1072   | 0.6651  |
| MANAGEMENT (21) shift         | 0.2316   | 1.4350  | 0.2051   | 1.2742  |
| MANAGEMENT (22) shift         | 0.0550   | 0.3922  | 0.0163   | 0.1174  |
| MANAGEMENT (23) shift         | 0.2214   | 1.3754  | 0.2348   | 1.4595  |
| MANAGEMENT (24) shift         | 0.1660   | 1.0891  | 0.1292   | 0.8522  |
| MANAGEMENT (25) shift         | 0.1823   | 1.3520  | 0.1655   | 1.2296  |
| MANAGEMENT (26) shift         | 0.2014   | 1.5014  | 0.2103   | 1.5689  |
| MANAGEMENT (27) shift         | 0.1523   | 0.9445  | 0.1322   | 0.8212  |
| MANAGEMENT (28) shift         | 0.0245   | 0.1957  | 0.0339   | 0.2708  |
| MANAGEMENT (29) shift         | 0.0661   | 0.4352  | 0.0437   | 0.2887  |
| MANAGEMENT (30) shift         | -0.0736  | -0.4226 | -0.0609  | -0.3501 |
| MANAGEMENT (31) shift         | 0.0996   | 0.7788  | 0.0362   | 0.2893  |
| MANAGEMENT (32) shift         | 0.0961   | 0.4196  | 0.0891   | 0.3891  |
| MANAGEMENT (33) shift         | -0.1004  | -0.5165 | -0.1083  | -0.5573 |
| MANAGEMENT (34) shift         | -0.2157  | -1.8070 | -0.3322  | -1.9029 |
| MANAGEMENT (35) shift         | -0.1121  | -0.5819 | -0.1207  | -0.6212 |
| MANAGEMENT (36) shift         | 0.1433   | 1.1357  | 0.1027   | 0.8215  |
| MANAGEMENT (37) shift         | 0.0692   | 0.5326  | 0.0157   | 0.1225  |
| MANAGEMENT (38) shift         | 0.1757   | 1.3617  | 0.1308   | 1.0249  |
| MANAGEMENT (39) shift         | -0.0057  | -0.0452 | -0.0357  | -0.2843 |
| MANAGEMENT (40) shift         | 0.0678   | 0.5404  | 0.0474   | 0.3787  |
| MANAGEMENT (41) shift         | 0.2490   | 1.9597  | 0.1935   | 1.5479  |
| MANAGEMENT (42) shift         | 0.1323   | 1.0118  | 0.1247   | 0.9541  |
| MANAGEMENT (43) shift         | 0.1076   | 0.5539  | 0.1007   | 0.5187  |
| MANAGEMENT (44) shift         | -0.2118  | -1.0899 | -0.2291  | -1.1802 |
| MANAGEMENT (45) shift         | -0.3667  | -1.1796 | -0.4095  | -1.3198 |
| MANAGEMENT (46) shift         | -0.0764  | -0.5968 | -0.0830  | -0.6478 |
| MANAGEMENT (47) shift         | 0.1104   | 0.7809  | 0.0491   | 0.3530  |
| MANAGEMENT (48) shift         | 0.0328   | 0.2357  | 0.0268   | 0.1922  |
| MANAGEMENT (49) shift         | 0.0054   | 0.0172  | -0.0368  | -0.1188 |
| MANAGEMENT (50) shift         | 0.0302   | 0.1308  | -0.0340  | -0.1483 |
| MANAGEMENT (51) shift         | 0.1411   | 0.8755  | 0.1460   | 0.9059  |
| MANAGEMENT (52) shift         | -0.0901  | -0.5536 | -0.1319  | -0.8151 |
| MANAGEMENT (53) shift         | 0.0324   | 0.2129  | 0.0207   | 0.1362  |
| MANAGEMENT (54) shift         | -0.1140  | -0.4986 | -0.1168  | -0.5110 |
| MANAGEMENT (55) shift         | -0.0397  | -0.2929 | -0.0709  | -0.5259 |
| MANAGEMENT (56) shift         | -0.1532  | -1.0973 | -0.1307  | -0.9384 |
| MANAGEMENT (57) shift         | 0.1351   | 1.0205  | 0.0303   | 0.2421  |
| MANAGEMENT (58) shift         | 0.0634   | 0.4899  | 0.0132   | 0.1036  |
| MANAGEMENT (59) shift         | 0.2005   | 1.4686  | 0.1446   | 1.0749  |
| MANAGEMENT (60) shift         | 0.0607   | 0.4766  | 0.0068   | 0.0546  |

| Equation/Coefficient          | SUR      |         | SUR<br>Forced to Constant<br>Returns to Scale |         |
|-------------------------------|----------|---------|---|---------|
|                               | Estimate | T-Ratio | Estimate                                      | T-Ratio |
| Dryland Grain Sorghum (cont.) |          |         |   |         |
| MANAGEMENT (61) shift         | 0.0919   | 0.7166  | 0.0670  | 0.5242  |
| MANAGEMENT (62) shift         | -0.0369  | -0.1189 | -0.0664                                       | -0.2141 |
| MANAGEMENT (63) shift         | 0.0149   | 0.0976  | -0.0155                                       | -0.1021 |
| MANAGEMENT (64) shift         | 0.0869   | 0.5318  | 0.0258  | 0.1599  |
| MANAGEMENT (65) shift         | 0.0696   | 0.4299  | 0.0341  | 0.2113  |
| MANAGEMENT (66) shift         | 0.0639   | 0.2799  | 0.0649  | 0.2843  |
| MANAGEMENT (67) shift         | -0.0289  | -0.1647 | -0.0690                                       | -0.3954 |
| MANAGEMENT (68) shift         | -0.0360  | -0.2561 | -0.1729                                       | -1.3412 |
| MANAGEMENT (69) shift         | 0.0469   | 0.3204  | -0.0072                                       | -0.0498 |
| MANAGEMENT (70) shift         | 0.1415   | 1.0612  | 0.0319  | 0.2545  |
| MANAGEMENT (71) shift         | 0.0768   | 0.5968  | 0.0405  | 0.3171  |
| MANAGEMENT (72) shift         | -0.1085  | -0.6202 | -0.1356                                       | -0.7765 |
| MANAGEMENT (73) shift         | -0.0903  | -0.6447 | -0.1812                                       | -1.3418 |
| MANAGEMENT (74) shift         | 0.0063   | 0.0489  | -0.0470                                       | -0.3679 |
| MANAGEMENT (75) shift         | -0.1683  | -1.1980 | -0.2124                                       | -1.5247 |
| MANAGEMENT (76) shift         | 0.2035   | 1.3358  | 0.1733  | 1.1416  |
| MANAGEMENT (77) shift         | 0.0471   | 0.3079  | 0.0030  | 0.0195  |
| MANAGEMENT (78) shift         | -0.0547  | -0.3686 | -0.1287                                       | -0.8863 |
| MANAGEMENT (79) shift         | -0.3608  | -1.8554 | -0.3614                                       | -1.8581 |
| MANAGEMENT (80) shift         | 0.2707   | 0.8706  | 0.2291  | 0.7380  |
| MANAGEMENT (81) shift         | -0.3057  | -1.5645 | -0.3380                                       | -1.8432 |
| MANAGEMENT (82) shift         | 0.0402   | 0.1758  | 0.0066  | 0.0287  |
| MANAGEMENT (83) shift         | 0.0733   | 0.3180  | 0.0114  | 0.0497  |
| MANAGEMENT (84) shift         | 0.1466   | 0.7435  | 0.0622  | 0.3206  |
| MANAGEMENT (85) shift         | -0.2475  | -1.5178 | -0.3074                                       | -1.9075 |
| MANAGEMENT (86) shift         | -0.0803  | -0.5559 | -0.2043                                       | -1.5135 |
| MANAGEMENT (87) shift         | -0.3391  | -1.9245 | -0.4033                                       | -2.3151 |
| MANAGEMENT (88) shift         | -0.1991  | -1.1374 | -0.2266                                       | -1.2978 |
| MANAGEMENT (89) shift         | -0.0665  | -0.2142 | -0.0890                                       | -0.2867 |
| MANAGEMENT (90) shift         | -0.2882  | -0.9237 | -0.3561                                       | -1.1460 |
| MANAGEMENT (91) shift         | 0.0298   | 0.4771  | 0.0169  | 0.1171  |
| MANAGEMENT (92) shift         | -0.0831  | -0.4264 | -0.1271                                       | -0.6549 |
| MANAGEMENT (93) shift         | -0.1172  | -0.7230 | -0.1562                                       | -0.9684 |
| MANAGEMENT (94) shift         | 0.3409   | 1.7464  | 0.2873  | 1.4813  |
| MANAGEMENT (95) shift         | 0.1792   | 0.5745  | 0.1141  | 0.3671  |
| MANAGEMENT (96) shift         | 0.0871   | 0.5370  | 0.0401  | 0.2487  |
| MANAGEMENT (97) shift         | 0.1128   | 0.3615  | 0.1922  | 0.6194  |
| MANAGEMENT (98) shift         | 0.0604   | 0.4588  | -0.0157                                       | -0.1224 |
| MANAGEMENT (99) shift         | 0.0014   | 0.0081  | -0.0431                                       | -0.2472 |
| MANAGEMENT (100) shift        | -0.0236  | -0.0756 | 0.0815  | 0.2629  |
| MANAGEMENT (101) shift        | 0.0199   | 0.0869  | -0.0195                                       | -0.0852 |
| MANAGEMENT (102) shift        | 0.0342   | 0.2254  | 0.0258  | 0.1703  |
| MANAGEMENT (103) shift        | 0.1062   | 0.6103  | 0.1095  | 0.6292  |

| Equation/Coefficient          | SUR      |         | SUR                |         |
|-------------------------------|----------|---------|--------------------|---------|
|                               | Estimate | T-Ratio | Forced to Constant |         |
|                               |          |         | Estimate           | T-Ratio |
| Returns to Scale              |          |         |                    |         |
| Dryland Grain Sorghum (cont.) |          |         |                    |         |
| MANAGEMENT (104) shift        | 0.2582   | 1.7745  | 0.2134             | 1.4789  |
| MANAGEMENT (105) shift        | 0.0681   | 0.2965  | 0.0433             | 0.1887  |
| MANAGEMENT (106) shift        | -0.1789  | -1.3526 | -0.2123            | -1.6142 |
| MANAGEMENT (107) shift        | -0.1852  | -1.4121 | -0.2720            | -2.1560 |
| MANAGEMENT (108) shift        | 0.0859   | -0.5505 | -0.1724            | -1.1349 |
| MANAGEMENT (109) shift        | -0.1525  | -0.7835 | -0.1819            | -0.9364 |
| MANAGEMENT (110) shift        | 0.2121   | 1.2182  | 0.1923             | 1.1057  |
| MANAGEMENT (111) shift        | -0.0427  | -0.1839 | -0.1275            | -0.5559 |
| MANAGEMENT (112) shift        | 0.4280   | 1.3750  | 0.3732             | 1.2023  |
| Irrigated Soybeans            |          |         |                    |         |
| 1985 shift                    | 0.0828   | 1.4750  | 0.0806             | 1.4333  |
| 1984 shift                    | 0.1323   | 2.3176  | 0.1508             | 2.6531  |
| 1983 shift                    | 0.2113   | 3.6188  | 0.2510             | 4.3941  |
| 1982 shift                    | 0.1779   | 2.6534  | 0.1872             | 2.7938  |
| 1981 shift                    | -0.0809  | -0.7853 | -0.0541            | -0.5265 |
| 1980 shift                    | 0.0913   | 0.6787  | 0.1175             | 0.8747  |
| 1979 shift                    | 0.6267   | 6.5581  | 0.6742             | 7.1383  |
| 1978 shift                    | 0.4817   | 5.9382  | 0.5283             | 6.6157  |
| 1977 shift                    | 0.2847   | 2.6192  | 0.3022             | 2.7840  |
| 1976 shift                    | -0.2567  | -2.8694 | -0.1784            | -2.0700 |
| 1975 shift                    | 0.0879   | 1.0698  | 0.1367             | 1.6920  |
| 1974 shift                    | 1.2906   | 6.3704  | 1.3568             | 6.7303  |
| MANAGEMENT (1) shift          | 1.7963   | 19.5764 | 1.9349             | 23.8429 |
| MANAGEMENT (2) shift          | 1.7316   | 17.8282 | 1.8649             | 21.3072 |
| MANAGEMENT (3) shift          | 1.6161   | 16.7925 | 1.7839             | 22.0482 |
| MANAGEMENT (4) shift          | 1.9111   | 22.2125 | 2.0441             | 27.0548 |
| MANAGEMENT (5) shift          | 1.9026   | 13.5777 | 1.9731             | 14.2490 |
| MANAGEMENT (6) shift          | 1.8822   | 17.1455 | 2.0178             | 19.8869 |
| MANAGEMENT (7) shift          | 1.7154   | 16.5452 | 1.8931             | 21.5406 |
| MANAGEMENT (8) shift          | 1.5471   | 10.6921 | 1.6953             | 12.3538 |
| MANAGEMENT (9) shift          | 1.7920   | 19.1874 | 1.8907             | 21.4363 |
| MANAGEMENT (10) shift         | 1.7195   | 14.8807 | 1.9070             | 19.0628 |
| MANAGEMENT (11) shift         | 1.6557   | 11.2269 | 1.8596             | 13.9805 |
| MANAGEMENT (12) shift         | 1.8259   | 20.4129 | 1.9690             | 25.3309 |
| MANAGEMENT (13) shift         | 1.7585   | 18.5232 | 1.8758             | 21.3869 |
| MANAGEMENT (14) shift         | 1.8040   | 20.9675 | 1.9364             | 25.5955 |
| MANAGEMENT (15) shift         | 1.8100   | 12.5996 | 1.9822             | 14.8569 |
| MANAGEMENT (16) shift         | 1.3217   | 9.3938  | 1.5028             | 11.6636 |
| MANAGEMENT (17) shift         | 1.9945   | 18.1167 | 2.1407             | 21.3315 |
| MANAGEMENT (18) shift         | 1.7903   | 18.9788 | 1.9407             | 23.6658 |
| MANAGEMENT (19) shift         | 1.6051   | 16.6174 | 1.7693             | 21.5480 |
| MANAGEMENT (20) shift         | 1.8067   | 18.7940 | 1.9632             | 23.6834 |

| Equation/Coefficient       | SUR      |         | SUR                |         |
|----------------------------|----------|---------|--------------------|---------|
|                            | Estimate | T-Ratio | Forced to Constant |         |
|                            |          |         | Estimate           | T-Ratio |
| Returns to Scale           |          |         |                    |         |
| Irrigated Soybeans (cont.) |          |         |                    |         |
| MANAGEMENT (21) shift      | 2.0244   | 12.3032 | 2.2796             | 15.7983 |
| MANAGEMENT (22) shift      | 1.6282   | 12.3043 | 1.7160             | 13.2467 |
| MANAGEMENT (23) shift      | 1.6763   | 16.7949 | 1.8111             | 19.9976 |
| MANAGEMENT (24) shift      | 1.7264   | 18.7854 | 1.9121             | 26.6851 |
| MANAGEMENT (25) shift      | 1.9847   | 21.4894 | 2.1645             | 29.3405 |
| MANAGEMENT (26) shift      | 1.7808   | 17.3915 | 2.0209             | 28.7266 |
| MANAGEMENT (27) shift      | 1.8401   | 19.3599 | 2.0041             | 24.9435 |
| MANAGEMENT (28) shift      | 1.9275   | 20.6915 | 2.0650             | 24.9327 |
| MANAGEMENT (29) shift      | 1.7041   | 16.3453 | 1.8813             | 21.1890 |
| MANAGEMENT (30) shift      | 1.7873   | 18.5911 | 1.9677             | 25.1638 |
| MANAGEMENT (31) shift      | 1.9999   | 17.0320 | 2.2283             | 23.8033 |
| MANAGEMENT (32) shift      | 1.9649   | 19.8263 | 2.1096             | 23.8782 |
| MANAGEMENT (33) shift      | 1.8670   | 22.0065 | 1.9877             | 26.1074 |
| MANAGEMENT (34) shift      | 1.9064   | 21.3996 | 2.0201             | 24.7057 |
| MANAGEMENT (35) shift      | 1.8063   | 18.7055 | 1.9740             | 24.2489 |
| MANAGEMENT (36) shift      | 1.9922   | 23.8500 | 2.0831             | 26.4643 |
| MANAGEMENT (37) shift      | 2.0785   | 18.4002 | 2.1792             | 20.0581 |
| MANAGEMENT (38) shift      | 1.7936   | 22.8780 | 1.9013             | 26.7820 |
| MANAGEMENT (39) shift      | 1.6483   | 17.4189 | 1.7701             | 20.4197 |
| MANAGEMENT (40) shift      | 1.8708   | 13.7034 | 2.0133             | 15.5828 |
| MANAGEMENT (41) shift      | 0.9603   | 9.4923  | 1.1707             | 15.2023 |
| MANAGEMENT (42) shift      | 0.6966   | 4.8206  | 0.8578             | 6.3270  |
| MANAGEMENT (43) shift      | 1.9367   | 18.1534 | 2.0553             | 20.5165 |
| MANAGEMENT (44) shift      | 1.2534   | 7.7531  | 1.3855             | 8.8550  |
| MANAGEMENT (45) shift      | 1.9548   | 20.1882 | 2.0843             | 23.6413 |
| MANAGEMENT (46) shift      | 1.1245   | 7.6176  | 1.3094             | 9.6229  |
| MANAGEMENT (47) shift      | 1.6384   | 18.2004 | 1.7946             | 23.6559 |
| Irrigated Alfalfa          |          |         |                    |         |
| 1985 shift                 | -1.4648  | -3.3904 | -0.7960            | -1.8664 |
| 1984 shift                 | -1.1559  | -3.0116 | -0.4425            | -1.1750 |
| 1983 shift                 | -1.2873  | -3.6760 | -0.6080            | -1.7725 |
| 1982 shift                 | -1.2470  | -3.3348 | -0.6227            | -1.6907 |
| 1981 shift                 | -1.2037  | -3.2593 | -0.5959            | -1.6376 |
| 1980 shift                 | -1.1291  | -3.2136 | -0.5208            | -1.5068 |
| 1979 shift                 | -1.1647  | -3.3001 | -0.1955            | -1.4320 |
| 1978 shift                 | -1.1719  | -3.3356 | -0.4697            | -1.3667 |
| 1977 shift                 | -1.1528  | -3.1888 | -0.5180            | -1.4572 |
| 1976 shift                 | -1.1003  | -2.9684 | -0.3771            | -1.0388 |
| 1975 shift                 | -1.2868  | -3.1705 | -0.5825            | -1.4589 |
| 1974 shift                 | -1.0755  | -3.0047 | -0.4277            | -1.2166 |
| MANAGEMENT (1) shift       | 1.6886   | 12.2185 | 1.9770             | 14.6552 |
| MANAGEMENT (2) shift       | 1.3405   | 9.8930  | 1.8324             | 14.6181 |

| Equation/Coefficient      | SUR      |         | SUR                |         |
|---------------------------|----------|---------|--------------------|---------|
|                           | Estimate | T-Ratio | Forced to Constant |         |
|                           |          |         | Estimate           | T-Ratio |
| Irrigated Alfalfa (cont.) |          |         |                    |         |
| MANAGEMENT (3) shift      | 1.1676   | 8.1045  | 1.6516             | 12.2485 |
| MANAGEMENT (4) shift      | 1.7625   | 12.7221 | 1.9955             | 14.6300 |
| MANAGEMENT (5) shift      | 1.6582   | 9.2169  | 2.2687             | 13.4673 |
| MANAGEMENT (6) shift      | 1.5736   | 8.9088  | 1.7780             | 10.1383 |
| MANAGEMENT (7) shift      | 1.4133   | 9.5489  | 1.9405             | 14.1228 |
| MANAGEMENT (8) shift      | 1.3226   | 9.3358  | 1.6696             | 12.1904 |
| MANAGEMENT (9) shift      | 1.3684   | 10.2180 | 1.7556             | 13.7520 |
| MANAGEMENT (10) shift     | 1.5486   | 10.7111 | 1.9476             | 14.0674 |
| MANAGEMENT (11) shift     | 1.2744   | 8.5141  | 1.9546             | 14.8381 |
| MANAGEMENT (12) shift     | 2.7640   | 8.7749  | 2.7044             | 8.5875  |
| MANAGEMENT (13) shift     | 1.3948   | 9.9696  | 1.9352             | 15.1188 |
| MANAGEMENT (14) shift     | 1.2067   | 8.6822  | 1.7870             | 14.2926 |
| MANAGEMENT (15) shift     | 1.1657   | 7.3510  | 1.2827             | 8.1140  |
| MANAGEMENT (16) shift     | 1.1924   | 8.2608  | 1.8847             | 15.0921 |
| MANAGEMENT (17) shift     | 1.2706   | 9.1214  | 1.8284             | 14.4555 |
| MANAGEMENT (18) shift     | 1.3906   | 9.6816  | 1.9300             | 14.6090 |
| MANAGEMENT (19) shift     | 1.3866   | 10.0801 | 1.8857             | 14.8146 |
| MANAGEMENT (20) shift     | 1.8661   | 9.5681  | 2.1750             | 11.3049 |
| MANAGEMENT (21) shift     | 1.6348   | 10.5742 | 2.0510             | 13.8199 |
| MANAGEMENT (22) shift     | 1.3692   | 9.4884  | 1.9099             | 14.3835 |
| MANAGEMENT (23) shift     | 1.4971   | 9.4870  | 2.0599             | 14.0638 |
| MANAGEMENT (24) shift     | 1.8706   | 12.4377 | 2.0257             | 13.5459 |
| MANAGEMENT (25) shift     | 1.5613   | 11.4173 | 1.9305             | 14.7134 |
| MANAGEMENT (26) shift     | 1.6058   | 10.8250 | 1.7739             | 12.0426 |
| MANAGEMENT (27) shift     | 1.0949   | 7.4783  | 1.7838             | 13.9959 |
| MANAGEMENT (28) shift     | 2.0354   | 13.2147 | 2.0538             | 13.3348 |
| MANAGEMENT (29) shift     | 1.6876   | 12.4897 | 1.9392             | 14.6289 |
| MANAGEMENT (30) shift     | 0.7869   | 3.3533  | 1.5044             | 6.7697  |
| MANAGEMENT (31) shift     | 1.2775   | 9.2109  | 1.8401             | 14.6517 |
| MANAGEMENT (32) shift     | 1.5828   | 11.7763 | 1.8617             | 14.1902 |
| MANAGEMENT (33) shift     | 1.4593   | 9.3074  | 1.9447             | 15.0566 |
| MANAGEMENT (34) shift     | 1.3176   | 9.2020  | 1.9565             | 15.4469 |
| MANAGEMENT (35) shift     | 1.3104   | 9.6878  | 1.7917             | 14.2718 |
| MANAGEMENT (36) shift     | 0.8323   | 3.8712  | 1.4094             | 6.8328  |
| MANAGEMENT (37) shift     | 1.3674   | 9.7491  | 1.8796             | 14.4974 |
| MANAGEMENT (38) shift     | 1.4407   | 8.0160  | 1.8367             | 10.5007 |
| MANAGEMENT (39) shift     | 1.7259   | 8.9026  | 2.0275             | 10.5974 |
| MANAGEMENT (40) shift     | 1.1354   | 7.8509  | 1.8383             | 14.7605 |
| MANAGEMENT (41) shift     | 1.7953   | 13.4102 | 1.8353             | 13.7156 |
| MANAGEMENT (42) shift     | 1.3061   | 9.5235  | 1.8314             | 14.5732 |

| Equation/Coefficient   | SUR            |         | SUR            |         |
|------------------------|----------------|---------|----------------|---------|
|                        | Other Excluded |         | Other Excluded |         |
|                        | 1974-1980      |         | 1981-1985      |         |
|                        | Estimate       | T-Ratio | Estimate       | T-Ratio |
| <b>Irrigated Wheat</b> |                |         |                |         |
| 1985 shift             | -----          |         | 1.2432         | 11.4827 |
| 1984 shift             | -----          |         | 1.4274         | 12.8356 |
| 1983 shift             | -----          |         | 1.4283         | 12.7489 |
| 1982 shift             | -----          |         | 1.3447         | 11.5634 |
| 1981 shift             | -----          |         | 0.7256         | 5.8242  |
| 1980 shift             | 2.1388         | 21.8583 | -----          |         |
| 1979 shift             | 2.5753         | 27.4308 | -----          |         |
| 1978 shift             | 2.3371         | 25.4495 | -----          |         |
| 1977 shift             | 2.1703         | 23.2758 | -----          |         |
| 1976 shift             | 2.5820         | 28.4531 | -----          |         |
| 1975 shift             | 2.7417         | 28.7801 | -----          |         |
| 1974 shift             | 2.5910         | 24.0359 | -----          |         |
| MANAGEMENT (1) shift   | -0.1229        | -1.1513 | 0.6462         | 4.3634  |
| MANAGEMENT (2) shift   | -0.3231        | -3.0280 | 0.6666         | 5.0515  |
| MANAGEMENT (3) shift   | -0.2634        | -2.4418 | 0.3969         | 2.8125  |
| MANAGEMENT (4) shift   | -0.0689        | -0.6624 | 0.4888         | 3.4835  |
| MANAGEMENT (5) shift   | -0.1177        | -1.1279 | 0.4330         | 3.2496  |
| MANAGEMENT (6) shift   | -0.2626        | -2.4408 | 0.4625         | 3.1778  |
| MANAGEMENT (7) shift   | -0.2433        | -2.3014 | 0.5631         | 4.1440  |
| MANAGEMENT (8) shift   | -0.1330        | -1.2584 | 0.4415         | 3.0388  |
| MANAGEMENT (9) shift   | -0.1981        | -1.9214 | 0.4907         | 3.4545  |
| MANAGEMENT (10) shift  | -0.2064        | -1.7722 | 0.5110         | 3.7449  |
| MANAGEMENT (11) shift  | -0.1774        | -1.6940 | 0.4173         | 3.0939  |
| MANAGEMENT (12) shift  | -0.3015        | -2.7427 | 0.4268         | 2.7267  |
| MANAGEMENT (13) shift  | -0.3042        | -2.7035 | 0.4207         | 2.8897  |
| MANAGEMENT (14) shift  | -0.2548        | -2.4633 | 0.2308         | 1.6741  |
| MANAGEMENT (15) shift  | 0.4407         | 0.2900  | 0.2663         | 1.9141  |
| MANAGEMENT (16) shift  | -0.1158        | -1.1175 | 0.1688         | 1.2153  |
| MANAGEMENT (17) shift  | -0.1276        | -1.1326 | 0.3157         | 2.3905  |
| MANAGEMENT (18) shift  | -0.4105        | -3.8244 | 0.4729         | 3.3778  |
| MANAGEMENT (19) shift  | -1.8535        | -0.0711 | 0.4803         | 2.8813  |
| MANAGEMENT (20) shift  | -0.1005        | -0.8981 | -0.0504        | -0.3761 |
| MANAGEMENT (21) shift  | -0.0316        | -0.2055 | -1.2262        | -0.0395 |
| MANAGEMENT (22) shift  | 0.0091         | 0.0455  | 0.1310         | 0.7863  |
| MANAGEMENT (23) shift  | -0.2040        | -1.9148 | 0.3644         | 2.6118  |
| MANAGEMENT (24) shift  | -2.0946        | -0.0802 | 0.4894         | 2.8250  |
| MANAGEMENT (25) shift  | -0.2834        | -2.1340 | 0.2445         | 1.1342  |
| MANAGEMENT (26) shift  | -0.2624        | -2.1989 | 0.4332         | 3.3393  |
| MANAGEMENT (27) shift  | -0.1615        | -1.4567 | 0.6079         | 4.7207  |
| MANAGEMENT (28) shift  | -0.1248        | -1.1768 | 0.3515         | 2.4633  |
| MANAGEMENT (29) shift  | -0.0869        | -0.8388 | 0.5139         | 3.8053  |

| Equation/Coefficient    | SUR            |         | SUR            |         |
|-------------------------|----------------|---------|----------------|---------|
|                         | Other Excluded |         | Other Excluded |         |
|                         | 1974-1980      |         | 1981-1985      |         |
|                         | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Irrigated Wheat (cont.) |                |         |                |         |
| MANAGEMENT (30) shift   | -0.1311        | -1.0045 | -0.0973        | -0.0047 |
| MANAGEMENT (31) shift   | -0.1884        | -1.7015 | 0.4032         | 2.7930  |
| MANAGEMENT (32) shift   | -0.1127        | -1.0359 | 0.3481         | 2.5145  |
| MANAGEMENT (33) shift   | -0.1888        | -1.7364 | 0.3906         | 2.7318  |
| MANAGEMENT (34) shift   | -0.0134        | -0.1256 | 0.4780         | 3.1486  |
| MANAGEMENT (35) shift   | -0.2023        | -1.8704 | 0.4677         | 3.4385  |
| MANAGEMENT (36) shift   | -0.1518        | -1.2345 | 0.3381         | 1.6562  |
| MANAGEMENT (37) shift   | -0.2161        | -1.9029 | 0.5162         | 3.9398  |
| MANAGEMENT (38) shift   | -0.1098        | -0.7197 | 0.4369         | 3.2492  |
| MANAGEMENT (39) shift   | -0.3342        | -2.5233 | -0.3528        | -0.0170 |
| MANAGEMENT (40) shift   | -0.5096        | -3.8604 | 0.6572         | 0.0317  |
| MANAGEMENT (41) shift   | -0.3223        | -3.1245 | 0.5473         | 4.0740  |
| MANAGEMENT (42) shift   | -0.2275        | -2.1995 | 0.5062         | 3.6133  |
| MANAGEMENT (43) shift   | -0.1299        | -1.2505 | 0.3720         | 2.7337  |
| MANAGEMENT (44) shift   | -0.1258        | -1.1482 | 0.2743         | 2.0138  |
| MANAGEMENT (45) shift   | -0.1577        | -1.4771 | 0.4563         | 3.1972  |
| MANAGEMENT (46) shift   | -0.2493        | -2.3858 | 0.4939         | 3.6512  |
| MANAGEMENT (47) shift   | -0.1369        | -0.9033 | 0.3416         | 2.5321  |
| MANAGEMENT (48) shift   | -0.1183        | -1.1069 | 0.2882         | 2.0804  |
| MANAGEMENT (49) shift   | -0.2915        | -2.2322 | 0.6340         | 0.0306  |
| MANAGEMENT (50) shift   | -0.0879        | -0.4407 | 0.4233         | 3.0975  |
| MANAGEMENT (51) shift   | -0.2075        | -1.7362 | 0.3777         | 2.2608  |
| MANAGEMENT (52) shift   | -0.1350        | -0.8877 | 2.6745         | 0.0861  |
| MANAGEMENT (53) shift   | -0.2241        | -1.6454 | 0.2156         | 1.5800  |
| MANAGEMENT (54) shift   | -0.0735        | -0.4877 | 0.3169         | 1.4795  |
| MANAGEMENT (55) shift   | -0.1616        | -1.4253 | -0.3090        | -1.4431 |
| MANAGEMENT (56) shift   | -0.3138        | -3.0125 | 0.5793         | 4.4327  |
| MANAGEMENT (57) shift   | -0.1543        | -1.2920 | 0.4543         | 3.5079  |
| MANAGEMENT (58) shift   | -0.2729        | -2.3253 | 0.4803         | 3.1834  |
| MANAGEMENT (59) shift   | -0.2066        | -1.8271 | 0.4220         | 3.2646  |
| MANAGEMENT (60) shift   | -0.1091        | -1.0623 | 0.2618         | 1.9037  |
| MANAGEMENT (61) shift   | 0.2087         | -2.0379 | 0.5133         | 3.9166  |
| MANAGEMENT (62) shift   | -0.2756        | -2.6160 | 0.5779         | 4.1136  |
| MANAGEMENT (63) shift   | -0.0403        | -0.3563 | 0.0592         | 0.4491  |
| MANAGEMENT (64) shift   | -0.0454        | -0.4180 | 0.2562         | 1.8566  |
| MANAGEMENT (65) shift   | -0.0981        | -0.9425 | 0.1495         | 1.0902  |
| MANAGEMENT (66) shift   | -0.0840        | -0.8377 | 0.5241         | 4.0499  |
| MANAGEMENT (67) shift   | -0.0513        | -0.4775 | 0.3590         | 2.4895  |
| MANAGEMENT (68) shift   | -0.0942        | -0.8170 | -0.1306        | -0.0107 |
| MANAGEMENT (69) shift   | -2.5516        | -0.0978 | 0.4066         | 2.4390  |
| MANAGEMENT (70) shift   | -0.2072        | -1.8091 | 0.5182         | 0.0423  |
| MANAGEMENT (71) shift   | -0.6030        | -5.1060 | 0.6805         | 4.0582  |
| MANAGEMENT (72) shift   | -0.1217        | -0.6079 | 8.7318         | 0.1404  |

| Equation/Coefficient    | SUR            |         | SUR            |         |
|-------------------------|----------------|---------|----------------|---------|
|                         | Other Excluded |         | Other Excluded |         |
|                         | 1974-1980      |         | 1981-1985      |         |
|                         | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Irrigated Wheat (cont.) |                |         |                |         |
| MANAGEMENT (73) shift   | -0.1249        | -1.1603 | 0.4728         | 3.4621  |
| MANAGEMENT (74) shift   | -0.1999        | -1.8282 | 0.3547         | 2.5044  |
| MANAGEMENT (75) shift   | -0.2170        | -1.9318 | 0.2421         | 1.8061  |
| MANAGEMENT (76) shift   | -0.2215        | -2.1205 | 0.1917         | 1.3441  |
| MANAGEMENT (77) shift   | -0.0971        | -0.8189 | 0.3793         | 2.5154  |
| MANAGEMENT (78) shift   | -0.0554        | -0.4190 | -0.4801        | -0.0232 |
| Dryland Wheat           |                |         |                |         |
| 1985 shift              | -----          |         | 1.9321         | 9.8157  |
| 1984 shift              | -----          |         | 2.1255         | 10.6479 |
| 1983 shift              | -----          |         | 2.2072         | 11.1191 |
| 1982 shift              | -----          |         | 2.1376         | 10.1742 |
| 1981 shift              | -----          |         | 1.4468         | 6.8521  |
| 1980 shift              | 1.9629         | 10.5160 | -----          |         |
| 1979 shift              | 2.3706         | 12.7261 | -----          |         |
| 1978 shift              | 2.0572         | 11.0301 | -----          |         |
| 1977 shift              | 1.9845         | 10.4450 | -----          |         |
| 1976 shift              | 2.1395         | 11.4600 | -----          |         |
| 1975 shift              | 2.4898         | 12.3685 | -----          |         |
| 1974 shift              | 2.4903         | 11.9702 | -----          |         |
| MANAGEMENT (1) shift    | 0.0306         | 0.1800  | 0.2767         | 1.3331  |
| MANAGEMENT (2) shift    | 0.0402         | 0.2085  | -0.0021        | -0.0097 |
| MANAGEMENT (3) shift    | -0.2584        | -1.4196 | 0.2824         | 1.3669  |
| MANAGEMENT (4) shift    | -0.0992        | -0.5608 | -0.0064        | -0.0302 |
| MANAGEMENT (5) shift    | 0.0048         | 0.0244  | 0.0612         | 0.2778  |
| MANAGEMENT (6) shift    | -0.1339        | -0.4994 | 0.1836         | 0.8785  |
| MANAGEMENT (7) shift    | -0.0992        | -0.5362 | -0.0711        | -0.3349 |
| MANAGEMENT (8) shift    | -0.0713        | -0.3841 | 0.0442         | 0.2103  |
| MANAGEMENT (9) shift    | -0.2471        | -1.2873 | -0.0952        | -0.4197 |
| MANAGEMENT (10) shift   | 0.0480         | 0.1394  | -34.6637       | -0.1578 |
| MANAGEMENT (11) shift   | 0.1105         | 0.5697  | 0.0117         | 0.0566  |
| MANAGEMENT (12) shift   | -0.0402        | -0.2219 | 0.0990         | 0.4699  |
| MANAGEMENT (13) shift   | -0.1235        | -0.6698 | 0.1241         | 0.5997  |
| MANAGEMENT (14) shift   | -0.2402        | -1.2989 | -0.0576        | -0.2779 |
| MANAGEMENT (15) shift   | 0.1542         | 0.8801  | 0.1519         | 0.7362  |
| MANAGEMENT (16) shift   | 0.0554         | 0.3079  | -0.1756        | -0.7702 |
| MANAGEMENT (17) shift   | 0.1443         | 0.8110  | 0.0655         | 0.3148  |
| MANAGEMENT (18) shift   | 0.0694         | 0.3997  | 0.1821         | 0.8805  |
| MANAGEMENT (19) shift   | -0.1051        | -0.5687 | 0.0275         | 0.1301  |
| MANAGEMENT (20) shift   | -0.0026        | -0.0150 | 0.1816         | 0.8803  |
| MANAGEMENT (21) shift   | 0.0686         | 0.3965  | 0.0589         | 0.2850  |
| MANAGEMENT (22) shift   | -0.2082        | -1.1649 | 0.1874         | 0.9055  |
| MANAGEMENT (23) shift   | 0.0351         | 0.2020  | 0.0562         | 0.2714  |

| Equation/Coefficient  | SUR            |         | SUR            |         |
|-----------------------|----------------|---------|----------------|---------|
|                       | Other Excluded |         | Other Excluded |         |
|                       | 1974-1980      |         | 1981-1985      |         |
|                       | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Dryland Wheat (cont.) |                |         |                |         |
| MANAGEMENT (24) shift | 0.0413         | 0.2365  | 0.1745         | 0.8422  |
| MANAGEMENT (25) shift | 0.0657         | 0.3769  | 0.1603         | 0.7802  |
| MANAGEMENT (26) shift | 0.1392         | 0.8087  | 0.1996         | 0.9691  |
| MANAGEMENT (27) shift | 0.0952         | 0.5522  | 0.2030         | 0.9850  |
| MANAGEMENT (28) shift | -0.0911        | -0.5143 | 0.0694         | 0.3261  |
| MANAGEMENT (29) shift | 0.1648         | 0.9555  | 0.1242         | 0.6002  |
| MANAGEMENT (30) shift | 0.0232         | 0.1318  | 0.2915         | 1.3309  |
| MANAGEMENT (31) shift | -0.2287        | -1.0592 | 0.2106         | 0.7247  |
| MANAGEMENT (32) shift | -0.0882        | -0.4362 | -5.2100        | -0.1517 |
| MANAGEMENT (33) shift | 0.0056         | 0.0325  | -0.2379        | -1.1476 |
| MANAGEMENT (34) shift | -0.0137        | -0.0712 | -0.0025        | -0.0116 |
| MANAGEMENT (35) shift | -0.1604        | -0.8555 | -0.5889        | -2.4256 |
| MANAGEMENT (36) shift | -0.1623        | -0.8124 | 0.0370         | 0.1558  |
| MANAGEMENT (37) shift | 0.1559         | 0.4325  | -8.2974        | -0.0380 |
| MANAGEMENT (38) shift | -0.1292        | -0.6683 | -0.1498        | -0.6883 |
| MANAGEMENT (39) shift | 0.0521         | 0.3028  | 0.0674         | 0.3227  |
| MANAGEMENT (40) shift | -0.0047        | -0.0263 | 0.1524         | 0.7392  |
| MANAGEMENT (41) shift | 0.0950         | 0.5445  | 0.1806         | 0.8750  |
| MANAGEMENT (42) shift | -0.1166        | -0.6746 | 0.0814         | 0.3962  |
| MANAGEMENT (43) shift | 0.0500         | 0.2891  | 0.0110         | 0.0525  |
| MANAGEMENT (44) shift | 0.0245         | 0.1391  | 0.1618         | 0.7757  |
| MANAGEMENT (45) shift | -0.1082        | -0.6181 | 0.1041         | 0.5017  |
| MANAGEMENT (46) shift | -0.0329        | -0.1822 | 0.1303         | 0.6034  |
| MANAGEMENT (47) shift | 0.1093         | 0.6432  | 0.1205         | 0.5883  |
| MANAGEMENT (48) shift | -78.9971       | -0.4398 | -0.1675        | -0.4544 |
| MANAGEMENT (49) shift | 0.0501         | 0.2964  | 0.1615         | 0.7813  |
| MANAGEMENT (50) shift | -0.0592        | -0.3190 | -0.3089        | -1.0624 |
| MANAGEMENT (51) shift | 0.0513         | 0.3022  | 0.2532         | 1.2332  |
| MANAGEMENT (52) shift | 0.0547         | 0.3121  | 0.1552         | 0.7509  |
| MANAGEMENT (53) shift | 0.0897         | 0.5020  | 0.1178         | 0.5633  |
| MANAGEMENT (54) shift | -0.1155        | -0.6689 | 0.1147         | 0.5520  |
| MANAGEMENT (55) shift | 0.0337         | 0.1865  | -0.1597        | -0.7449 |
| MANAGEMENT (56) shift | -0.0164        | -0.0924 | 0.1635         | 0.7872  |
| MANAGEMENT (57) shift | -0.2334        | -1.3689 | 0.0154         | 0.0753  |
| MANAGEMENT (58) shift | -0.1400        | -0.7979 | 0.2271         | 1.0903  |
| MANAGEMENT (59) shift | 0.0728         | 0.4199  | -0.0047        | -0.0230 |
| MANAGEMENT (60) shift | 0.0796         | 0.4411  | -0.0044        | -0.0204 |
| MANAGEMENT (61) shift | 0.0413         | 0.2394  | 0.1293         | 0.6239  |
| MANAGEMENT (62) shift | 0.1141         | 0.6588  | 0.1542         | 0.7461  |
| MANAGEMENT (63) shift | 0.1599         | 0.9239  | 0.0731         | 0.3518  |
| MANAGEMENT (64) shift | 0.0398         | 0.2322  | 0.0126         | 0.0611  |
| MANAGEMENT (65) shift | 0.0893         | 0.5114  | -0.1546        | -0.7439 |
| MANAGEMENT (66) shift | 0.1002         | 0.5735  | 0.1584         | 0.7670  |

| Equation/Coefficient   | SUR            |         | SUR            |         |
|------------------------|----------------|---------|----------------|---------|
|                        | Other Excluded |         | Other Excluded |         |
|                        | 1974-1980      |         | 1981-1985      |         |
|                        | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Dryland Wheat (cont.)  |                |         |                |         |
| MANAGEMENT (67) shift  | 0.0728         | 0.4026  | 0.0094         | 0.0438  |
| MANAGEMENT (68) shift  | 0.1751         | 1.0147  | 0.1035         | 0.5048  |
| MANAGEMENT (69) shift  | 0.1366         | 0.7956  | -0.0454        | -0.2198 |
| MANAGEMENT (70) shift  | 0.1001         | 0.5868  | 0.1342         | 0.6549  |
| MANAGEMENT (71) shift  | 0.1463         | 0.8354  | 0.0151         | 0.0721  |
| MANAGEMENT (72) shift  | -0.0586        | -0.3416 | 0.1672         | 0.8088  |
| MANAGEMENT (73) shift  | -0.3465        | -1.9099 | 0.2100         | 1.0146  |
| MANAGEMENT (74) shift  | -0.0824        | -0.4596 | 0.0491         | 0.2369  |
| MANAGEMENT (75) shift  | -0.0903        | -0.5105 | 0.0263         | 0.1278  |
| MANAGEMENT (76) shift  | 0.1557         | 0.8891  | -0.0927        | -0.4216 |
| MANAGEMENT (77) shift  | 0.0640         | 0.3031  | -0.1878        | -0.6675 |
| MANAGEMENT (78) shift  | 0.1173         | 0.6559  | 0.1994         | 0.9661  |
| MANAGEMENT (79) shift  | 0.0378         | 0.2182  | 0.2052         | 0.9932  |
| MANAGEMENT (80) shift  | 0.1625         | 0.9133  | -0.0714        | -0.3415 |
| MANAGEMENT (81) shift  | 0.1261         | 0.7358  | 0.2349         | 1.0861  |
| MANAGEMENT (82) shift  | 0.1713         | 0.9996  | -0.3863        | -1.8853 |
| MANAGEMENT (83) shift  | 0.0738         | 0.4279  | 0.1000         | 0.4810  |
| MANAGEMENT (84) shift  | 0.0625         | 0.3557  | 0.2180         | 1.0625  |
| MANAGEMENT (85) shift  | -0.0595        | -0.3419 | 0.2985         | 1.4408  |
| MANAGEMENT (86) shift  | 0.1451         | 0.8283  | -0.1827        | -0.8825 |
| MANAGEMENT (87) shift  | 0.1067         | 0.5693  | -0.0137        | -0.0655 |
| MANAGEMENT (88) shift  | -0.1094        | -0.6430 | 0.1383         | 0.6742  |
| MANAGEMENT (89) shift  | -0.0392        | -0.2198 | 0.2381         | 1.1588  |
| MANAGEMENT (90) shift  | -0.1016        | -0.5885 | 0.2130         | 1.0227  |
| MANAGEMENT (91) shift  | -0.1452        | -0.8550 | 0.3678         | 1.8013  |
| MANAGEMENT (92) shift  | -0.1905        | -1.1197 | 0.3164         | 1.5363  |
| MANAGEMENT (93) shift  | 0.0289         | 0.1691  | 0.2558         | 1.2274  |
| MANAGEMENT (94) shift  | -0.1085        | -0.6369 | 0.2323         | 1.1335  |
| MANAGEMENT (95) shift  | -0.0274        | -0.1609 | 0.0528         | 0.2560  |
| MANAGEMENT (96) shift  | 0.2823         | 1.6444  | -0.5327        | -2.5931 |
| MANAGEMENT (97) shift  | -0.2702        | -1.4811 | 0.3031         | 1.0741  |
| MANAGEMENT (98) shift  | -0.1612        | -0.9405 | 0.2650         | 1.2863  |
| MANAGEMENT (99) shift  | -0.0283        | -0.1650 | 0.1325         | 0.6098  |
| MANAGEMENT (100) shift | -0.1863        | -1.0600 | 0.1557         | 0.7554  |
| MANAGEMENT (101) shift | -0.0406        | -0.2342 | 0.2206         | 1.0699  |
| MANAGEMENT (102) shift | -0.0143        | -0.0839 | 0.2171         | 1.0594  |
| MANAGEMENT (103) shift | 0.0008         | 0.0047  | 0.2765         | 1.3452  |
| MANAGEMENT (104) shift | -0.0600        | -0.2821 | 0.2681         | 0.9645  |
| MANAGEMENT (105) shift | 0.0567         | 0.3316  | 0.1656         | 0.7901  |
| MANAGEMENT (106) shift | -0.0606        | -0.3564 | 0.1946         | 0.9430  |
| MANAGEMENT (107) shift | 0.0069         | 0.0374  | 0.2534         | 1.1858  |
| MANAGEMENT (108) shift | 0.0882         | 0.4940  | 0.0775         | 0.3706  |
| MANAGEMENT (109) shift | 0.1111         | 0.6345  | 0.0476         | 0.2299  |

| Equation/Coefficient   | SUR<br>Other Excluded<br>1974-1980 |         | SUR<br>Other Excluded<br>1981-1985 |         |
|------------------------|------------------------------------|---------|------------------------------------|---------|
|                        | Estimate                           | T-Ratio | Estimate                           | T-Ratio |
| Dryland Wheat (cont.)  |                                    |         |                                    |         |
| MANAGEMENT (110) shift | 0.1335                             | 0.7185  | 0.0992                             | 0.4669  |
| MANAGEMENT (111) shift | 0.1593                             | 0.9052  | 0.0501                             | 0.2408  |
| MANAGEMENT (112) shift | 0.1510                             | 0.8559  | -0.0853                            | -0.4094 |
| MANAGEMENT (113) shift | 0.0199                             | 0.1153  | -0.0465                            | -0.2256 |
| MANAGEMENT (114) shift | -0.2578                            | -1.4983 | 0.1461                             | 0.7103  |
| MANAGEMENT (115) shift | -0.1736                            | -0.9822 | 0.2338                             | 1.1447  |
| MANAGEMENT (116) shift | 0.1213                             | 0.6524  | -0.1793                            | -0.4752 |
| MANAGEMENT (117) shift | -0.0591                            | -0.3391 | 0.1554                             | 0.7499  |
| MANAGEMENT (118) shift | 0.1258                             | 0.7076  | -0.1718                            | -0.8352 |
| MANAGEMENT (119) shift | -0.0935                            | -0.5184 | 0.1856                             | 0.8944  |
| Irrigated Corn         |                                    |         |                                    |         |
| 1985 shift             | -----                              |         | -1.5395                            | -1.4781 |
| 1984 shift             | -----                              |         | -1.4658                            | -1.4073 |
| 1983 shift             | -----                              |         | -1.5301                            | -1.4738 |
| 1982 shift             | -----                              |         | -1.2513                            | -1.2054 |
| 1981 shift             | -----                              |         | -1.2825                            | -1.2373 |
| 1980 shift             | -2.9643                            | -4.8828 | -----                              |         |
| 1979 shift             | -2.6969                            | -4.4478 | -----                              |         |
| 1978 shift             | -2.7192                            | -4.5015 | -----                              |         |
| 1977 shift             | -2.8359                            | -4.6896 | -----                              |         |
| 1976 shift             | -2.6915                            | -4.4620 | -----                              |         |
| 1975 shift             | -2.5367                            | -4.2200 | -----                              |         |
| 1974 shift             | -2.0683                            | -3.4674 | -----                              |         |
| MANAGEMENT (1) shift   | 4.8125                             | 8.3503  | 4.0007                             | 3.9728  |
| MANAGEMENT (2) shift   | 5.0016                             | 8.6925  | 4.2037                             | 4.1922  |
| MANAGEMENT (3) shift   | 4.9136                             | 8.5446  | 3.8680                             | 3.8611  |
| MANAGEMENT (4) shift   | 5.0048                             | 8.7158  | 4.0661                             | 4.0613  |
| MANAGEMENT (5) shift   | 4.9416                             | 8.5867  | 0.4943                             | 0.0708  |
| MANAGEMENT (6) shift   | 4.9033                             | 8.5069  | 3.8809                             | 3.8686  |
| MANAGEMENT (7) shift   | 4.9475                             | 8.6011  | 0.2316                             | 0.0166  |
| MANAGEMENT (8) shift   | 4.8175                             | 8.2779  | 3.7422                             | 3.6742  |
| MANAGEMENT (9) shift   | 4.9721                             | 8.6365  | 4.2759                             | 4.2606  |
| MANAGEMENT (10) shift  | 5.0432                             | 8.7870  | 4.5656                             | 4.5459  |
| MANAGEMENT (11) shift  | 4.8105                             | 8.3603  | 3.8407                             | 3.8304  |
| MANAGEMENT (12) shift  | 4.9248                             | 8.5705  | 4.5801                             | 4.5612  |
| MANAGEMENT (13) shift  | 4.9293                             | 8.5502  | 3.4159                             | 3.3688  |
| MANAGEMENT (14) shift  | 4.8539                             | 8.4319  | 4.0704                             | 4.0598  |
| MANAGEMENT (15) shift  | 4.8340                             | 8.3542  | 0.3249                             | 0.0465  |
| MANAGEMENT (16) shift  | 4.9510                             | 8.5965  | 0.3532                             | 0.0337  |
| MANAGEMENT (17) shift  | 4.9366                             | 8.5639  | 0.5511                             | 0.0658  |
| MANAGEMENT (18) shift  | 4.7629                             | 8.2666  | 3.6382                             | 3.6270  |
| MANAGEMENT (19) shift  | 4.7902                             | 8.2912  | 3.8154                             | 3.7880  |

| Equation/Coefficient   | SUR            |         | SUR            |         |
|------------------------|----------------|---------|----------------|---------|
|                        | Other Excluded |         | Other Excluded |         |
|                        | 1974-1980      |         | 1981-1985      |         |
|                        | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Irrigated Corn (cont.) |                |         |                |         |
| MANAGEMENT (20) shift  | 4.8542         | 8.3087  | 2.2412         | 0.1070  |
| MANAGEMENT (21) shift  | 4.9659         | 8.6356  | 3.6120         | 3.5922  |
| MANAGEMENT (22) shift  | 4.9111         | 8.4963  | 1.3371         | 0.0958  |
| MANAGEMENT (23) shift  | 4.9392         | 8.6070  | 3.5043         | 3.4874  |
| MANAGEMENT (24) shift  | 4.8940         | 8.4739  | 0.9834         | 0.0939  |
| MANAGEMENT (25) shift  | 4.9497         | 8.6208  | 3.9763         | 3.9719  |
| MANAGEMENT (26) shift  | 4.9840         | 8.6445  | 3.8956         | 3.8825  |
| MANAGEMENT (27) shift  | 4.9079         | 8.5080  | 3.9876         | 3.9725  |
| MANAGEMENT (28) shift  | 4.9678         | 8.6496  | 4.2792         | 4.2665  |
| MANAGEMENT (29) shift  | 4.9263         | 8.5493  | 3.6984         | 3.6872  |
| MANAGEMENT (30) shift  | 4.7903         | 8.2172  | 1.5579         | 0.0744  |
| MANAGEMENT (31) shift  | 4.8866         | 8.5083  | 4.1634         | 4.1551  |
| MANAGEMENT (32) shift  | 4.8876         | 8.4970  | 4.3536         | 4.3374  |
| MANAGEMENT (33) shift  | 4.6398         | 0.1833  | 3.6823         | 3.6295  |
| MANAGEMENT (34) shift  | 4.8993         | 8.3217  | 4.5973         | 0.1098  |
| MANAGEMENT (35) shift  | 4.9775         | 8.6813  | 4.0732         | 4.0714  |
| MANAGEMENT (36) shift  | 5.0009         | 8.7060  | 4.1978         | 4.1882  |
| MANAGEMENT (37) shift  | 4.9275         | 8.5767  | 3.6392         | 3.5944  |
| MANAGEMENT (38) shift  | 4.9791         | 8.6342  | 3.9026         | 3.8824  |
| MANAGEMENT (39) shift  | 4.9656         | 8.6467  | 4.1049         | 4.0963  |
| MANAGEMENT (40) shift  | 4.9468         | 8.6216  | 3.9065         | 3.9038  |
| MANAGEMENT (41) shift  | 4.9828         | 8.6710  | 4.1672         | 4.1590  |
| MANAGEMENT (42) shift  | 4.9391         | 8.6204  | 3.9685         | 3.9659  |
| MANAGEMENT (43) shift  | 4.5990         | 7.5948  | 2.8068         | 0.0670  |
| MANAGEMENT (44) shift  | 4.8072         | 8.3299  | 3.2623         | 3.2349  |
| MANAGEMENT (45) shift  | 4.9718         | 8.5717  | 3.0501         | 3.0171  |
| MANAGEMENT (46) shift  | 4.8868         | 8.4758  | 3.9961         | 3.9821  |
| MANAGEMENT (47) shift  | 4.7478         | 8.1594  | 0.9133         | 0.0872  |
| MANAGEMENT (48) shift  | 4.9291         | 8.5819  | 0.3390         | 0.0567  |
| MANAGEMENT (49) shift  | 4.8836         | 8.4538  | 3.3279         | 3.3065  |
| MANAGEMENT (50) shift  | 5.0029         | 8.6818  | 3.8645         | 3.8463  |
| MANAGEMENT (51) shift  | 4.9198         | 8.5284  | 3.1757         | 3.1461  |
| MANAGEMENT (52) shift  | 4.9283         | 8.5547  | 3.2112         | 3.1882  |
| MANAGEMENT (53) shift  | 5.0513         | 8.7906  | 4.1445         | 4.1342  |
| MANAGEMENT (54) shift  | 4.9450         | 8.5800  | 1.4718         | 0.1054  |
| MANAGEMENT (55) shift  | 4.4829         | 7.3467  | 2.1772         | 0.0520  |
| MANAGEMENT (56) shift  | 4.8905         | 8.4864  | 0.9321         | 0.1113  |
| MANAGEMENT (57) shift  | 5.0611         | 8.7624  | 2.9943         | 2.9819  |
| MANAGEMENT (58) shift  | 4.9142         | 8.5429  | 0.1050         | 0.0175  |
| MANAGEMENT (59) shift  | 4.8482         | 8.3549  | 0.3518         | 0.0420  |
| MANAGEMENT (60) shift  | 4.9410         | 8.5011  | 2.6703         | 2.6220  |
| MANAGEMENT (61) shift  | 4.8798         | 8.4161  | 1.0295         | 0.0738  |
| MANAGEMENT (62) shift  | 4.9648         | 8.6382  | 4.0082         | 3.9617  |

| Equation/Coefficient    | SUR<br>Other Excluded<br>1974-1980 |         | SUR<br>Other Excluded<br>1981-1985 |         |
|-------------------------|------------------------------------|---------|------------------------------------|---------|
|                         | Estimate                           | T-Ratio | Estimate                           | T-Ratio |
| Irrigated Grain Sorghum |                                    |         |                                    |         |
| 1985 shift              | -----                              |         | 1.5127                             | 16.9680 |
| 1984 shift              | -----                              |         | 1.4471                             | 16.2287 |
| 1983 shift              | -----                              |         | 1.2902                             | 14.3759 |
| 1982 shift              | -----                              |         | 1.5087                             | 16.2091 |
| 1981 shift              | -----                              |         | 1.4658                             | 15.2624 |
| 1980 shift              | 1.9422                             | 25.3106 | -----                              |         |
| 1979 shift              | 2.1787                             | 28.6159 | -----                              |         |
| 1978 shift              | 2.2365                             | 30.3289 | -----                              |         |
| 1977 shift              | 2.1329                             | 28.0986 | -----                              |         |
| 1976 shift              | 2.1551                             | 29.3073 | -----                              |         |
| 1975 shift              | 2.2419                             | 29.3689 | -----                              |         |
| 1974 shift              | 2.5559                             | 30.4770 | -----                              |         |
| MANAGEMENT (1) shift    | 0.1011                             | 0.9862  | 0.1562                             | 1.3721  |
| MANAGEMENT (2) shift    | -0.3712                            | -3.3541 | 0.3969                             | 3.4701  |
| MANAGEMENT (3) shift    | -0.1255                            | -1.1253 | 0.3681                             | 3.0911  |
| MANAGEMENT (4) shift    | -0.1451                            | -1.3072 | 0.3067                             | 2.7177  |
| MANAGEMENT (5) shift    | 0.0030                             | 0.0313  | -0.0921                            | -0.7427 |
| MANAGEMENT (6) shift    | -0.0671                            | -0.6663 | 0.3604                             | 2.8735  |
| MANAGEMENT (7) shift    | -0.0847                            | -0.8101 | 0.1509                             | 0.9924  |
| MANAGEMENT (8) shift    | 0.0811                             | 0.7213  | -0.1427                            | -1.1806 |
| MANAGEMENT (9) shift    | -5.8024                            | -0.2571 | 0.2737                             | 1.7781  |
| MANAGEMENT (10) shift   | -0.0816                            | -0.7386 | -0.0827                            | -0.0063 |
| MANAGEMENT (11) shift   | -0.3913                            | -4.0721 | 0.3395                             | 2.7562  |
| MANAGEMENT (12) shift   | -0.1929                            | -1.9693 | 0.3695                             | 2.9938  |
| MANAGEMENT (13) shift   | -0.0032                            | -0.0316 | 0.2590                             | 2.3040  |
| MANAGEMENT (14) shift   | -0.0210                            | -0.2025 | 0.1824                             | 1.6190  |
| MANAGEMENT (15) shift   | -0.1255                            | -1.3560 | 0.2370                             | 2.1074  |
| MANAGEMENT (16) shift   | -0.0170                            | -0.1744 | 0.3741                             | 3.0961  |
| MANAGEMENT (17) shift   | -0.1412                            | -0.9833 | 0.3038                             | 2.5392  |
| MANAGEMENT (18) shift   | -0.1787                            | -0.9223 | 0.3009                             | 2.2958  |
| MANAGEMENT (19) shift   | 0.0402                             | 0.2075  | -1.1857                            | -0.0228 |
| MANAGEMENT (20) shift   | -0.0453                            | -0.4095 | -0.3926                            | -0.0297 |
| MANAGEMENT (21) shift   | -0.0776                            | -0.7057 | 0.0744                             | 0.3708  |
| MANAGEMENT (22) shift   | -0.0001                            | -0.0005 | -0.0155                            | -0.1389 |
| MANAGEMENT (23) shift   | 0.3101                             | 2.1585  | -0.0757                            | -0.6263 |
| MANAGEMENT (24) shift   | -0.1796                            | -1.9155 | 0.4715                             | 3.7666  |
| MANAGEMENT (25) shift   | -0.0636                            | -0.6183 | 0.3310                             | 2.8277  |
| MANAGEMENT (26) shift   | -0.0338                            | -0.3555 | 0.3878                             | 3.4155  |
| MANAGEMENT (27) shift   | -0.0750                            | -0.7681 | 0.0779                             | 0.6134  |
| MANAGEMENT (28) shift   | 0.0035                             | 0.0369  | 0.2656                             | 2.2368  |
| MANAGEMENT (29) shift   | -0.1826                            | -1.7718 | -0.2386                            | -1.1717 |
| MANAGEMENT (30) shift   | -0.0919                            | -0.9607 | 0.3839                             | 3.2139  |
| MANAGEMENT (31) shift   | -0.2083                            | -2.1983 | 0.2788                             | 2.3355  |

| Equation/Coefficient            | SUR            |         | SUR            |         |
|---------------------------------|----------------|---------|----------------|---------|
|                                 | Other Excluded |         | Other Excluded |         |
|                                 | 1974-1980      |         | 1981-1985      |         |
|                                 | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Irrigated Grain Sorghum (cont.) |                |         |                |         |
| MANAGEMENT (32) shift           | -0.1787        | -1.8931 | 0.2016         | 1.6851  |
| MANAGEMENT (33) shift           | 0.0886         | 0.9206  | 0.0303         | 0.2325  |
| MANAGEMENT (34) shift           | -1.1311        | -1.3455 | 0.2008         | 1.6750  |
| MANAGEMENT (35) shift           | -0.2667        | -2.6874 | 0.4006         | 3.3120  |
| MANAGEMENT (36) shift           | 0.0538         | 0.5533  | -0.1770        | -0.8839 |
| MANAGEMENT (37) shift           | -0.1207        | -0.8328 | 0.1977         | 0.9848  |
| MANAGEMENT (38) shift           | -0.1188        | -1.2478 | 0.3927         | 3.3492  |
| MANAGEMENT (39) shift           | -0.0756        | -0.3912 | 0.4472         | 2.9355  |
| MANAGEMENT (40) shift           | 0.3312         | 0.0299  | 0.3592         | 2.9360  |
| MANAGEMENT (41) shift           | -0.0754        | -0.6809 | 0.3628         | 3.0480  |
| MANAGEMENT (42) shift           | -0.4760        | -3.8873 | 0.5077         | 4.1749  |
| MANAGEMENT (43) shift           | -0.6998        | -3.5923 | 0.3835         | 2.4979  |
| MANAGEMENT (44) shift           | -0.1579        | -1.2929 | 0.4474         | 3.7826  |
| MANAGEMENT (45) shift           | -0.0483        | -0.3918 | 0.3874         | 3.2772  |
| MANAGEMENT (46) shift           | -0.2654        | -2.1650 | 0.4892         | 3.1874  |
| MANAGEMENT (47) shift           | -0.1525        | -1.5165 | 0.3255         | 2.8236  |
| MANAGEMENT (48) shift           | -0.1380        | -0.7120 | -1.5185        | -0.0292 |
| MANAGEMENT (49) shift           | 0.0027         | 0.0019  | -0.5798        | -0.0328 |
| MANAGEMENT (50) shift           | 0.0900         | 0.8010  | 0.0775         | 0.6477  |
| MANAGEMENT (51) shift           | 0.0154         | 0.1400  | 0.1502         | 1.3471  |
| MANAGEMENT (52) shift           | 0.1581         | 0.8096  | 0.0607         | 0.3999  |
| MANAGEMENT (53) shift           | -0.0420        | -0.3415 | 0.3232         | 2.6508  |
| MANAGEMENT (54) shift           | -0.0049        | -0.0504 | 0.0856         | 0.4260  |
| MANAGEMENT (55) shift           | -0.0810        | -0.8326 | -0.3347        | -0.0378 |
| MANAGEMENT (56) shift           | 0.0434         | 0.4450  | 0.2533         | 2.2535  |
| MANAGEMENT (57) shift           | 0.0178         | 0.1457  | 0.1546         | 1.3850  |
| MANAGEMENT (58) shift           | -0.1308        | -0.6742 | -2.0051        | -0.0386 |
| MANAGEMENT (59) shift           | -0.0805        | -0.7618 | 0.2124         | 1.5304  |
| MANAGEMENT (60) shift           | 0.1230         | 1.3276  | -0.0436        | -0.3658 |
| MANAGEMENT (61) shift           | 0.0223         | 0.2416  | 0.2083         | 1.7871  |
| MANAGEMENT (62) shift           | -0.3292        | -3.5197 | 0.3111         | 2.7104  |
| MANAGEMENT (63) shift           | -0.1308        | -0.6703 | 0.2680         | 1.9977  |
| MANAGEMENT (64) shift           | -0.5230        | -5.3218 | 0.2279         | 1.9542  |
| MANAGEMENT (65) shift           | -0.1240        | -1.3203 | -0.0756        | -0.6657 |
| MANAGEMENT (66) shift           | -0.4167        | -3.4042 | 0.3466         | 2.2694  |
| MANAGEMENT (67) shift           | -0.1265        | -0.6530 | -0.0273        | -0.2289 |
| MANAGEMENT (68) shift           | 0.0229         | 0.2490  | 0.3007         | 2.6964  |
| MANAGEMENT (69) shift           | -4.1504        | -0.0952 | 0.0768         | 0.3794  |
| MANAGEMENT (70) shift           | -0.1733        | -0.8816 | -1.5749        | -0.0303 |
| MANAGEMENT (71) shift           | -0.1963        | -1.0102 | -2.1522        | -0.0414 |
| MANAGEMENT (72) shift           | 0.0059         | 0.0478  | -0.5855        | -0.0330 |
| MANAGEMENT (73) shift           | -0.5062        | -3.5113 | -1.3098        | -0.0488 |
| MANAGEMENT (74) shift           | -0.4103        | -2.8519 | -0.5936        | -0.0221 |

| Equation/Coefficient            | SUR            |         | SUR            |         |
|---------------------------------|----------------|---------|----------------|---------|
|                                 | Other Excluded |         | Other Excluded |         |
|                                 | 1974-1980      |         | 1981-1985      |         |
|                                 | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Irrigated Grain Sorghum (cont.) |                |         |                |         |
| MANAGEMENT (75) shift           | -0.1875        | -1.8333 | -0.1082        | -0.0103 |
| MANAGEMENT (76) shift           | -0.1047        | -0.8491 | 0.2487         | 1.2384  |
| MANAGEMENT (77) shift           | 0.0837         | 0.8816  | 0.3310         | 2.8119  |
| MANAGEMENT (78) shift           | -0.0860        | -0.9317 | 0.3725         | 3.2666  |
| MANAGEMENT (79) shift           | 0.0232         | 0.1811  | 0.0431         | 0.3577  |
| MANAGEMENT (80) shift           | -0.0195        | -0.2085 | -0.3886        | -3.2119 |
| MANAGEMENT (81) shift           | -0.2309        | -1.8597 | -1.8729        | -9.1709 |
| MANAGEMENT (82) shift           | 0.1192         | 0.0107  | 0.2580         | 2.0547  |
| Dryland Grain Sorghum           |                |         |                |         |
| 1985 shift                      | -----          |         | 2.0773         | 10.5179 |
| 1984 shift                      | -----          |         | 1.7033         | 8.5267  |
| 1983 shift                      | -----          |         | 1.4083         | 7.1030  |
| 1982 shift                      | -----          |         | 1.8859         | 9.4398  |
| 1981 shift                      | -----          |         | 2.1651         | 10.5819 |
| 1980 shift                      | 1.8029         | 15.8743 | -----          | -----   |
| 1979 shift                      | 2.2234         | 20.4075 | -----          | -----   |
| 1978 shift                      | 1.8718         | 17.2265 | -----          | -----   |
| 1977 shift                      | 2.1663         | 19.6347 | -----          | -----   |
| 1976 shift                      | 1.9828         | 17.7981 | -----          | -----   |
| 1975 shift                      | 1.9175         | 17.5259 | -----          | -----   |
| 1974 shift                      | 2.4939         | 19.9934 | -----          | -----   |
| MANAGEMENT (1) shift            | 0.1796         | 1.1686  | -0.2558        | -1.2008 |
| MANAGEMENT (2) shift            | -1.9728        | -0.0597 | -0.2828        | -1.0613 |
| MANAGEMENT (3) shift            | 0.1318         | 0.9387  | -0.0820        | -0.3895 |
| MANAGEMENT (4) shift            | -0.6134        | -0.0280 | -0.3588        | -1.5283 |
| MANAGEMENT (5) shift            | 0.0533         | 0.1964  | -15.3915       | -0.1778 |
| MANAGEMENT (6) shift            | 2.2600         | 0.0682  | 0.1108         | -0.3961 |
| MANAGEMENT (7) shift            | 0.1603         | 0.9675  | -0.6122        | -2.7721 |
| MANAGEMENT (8) shift            | 0.0615         | 0.3493  | -0.3687        | -1.7121 |
| MANAGEMENT (9) shift            | -0.4206        | -2.4812 | -0.4872        | -2.0733 |
| MANAGEMENT (10) shift           | -1.7330        | -0.0522 | -0.2963        | -1.1277 |
| MANAGEMENT (11) shift           | 0.0821         | 0.5137  | 0.2528         | 1.0902  |
| MANAGEMENT (12) shift           | 0.2231         | 1.5536  | -0.6680        | -2.8428 |
| MANAGEMENT (13) shift           | -0.0361        | -0.2206 | -0.4065        | -1.7244 |
| MANAGEMENT (14) shift           | 0.0968         | 0.4664  | 4.4127         | -0.0987 |
| MANAGEMENT (15) shift           | 0.1398         | 0.5146  | -0.1512        | -0.7194 |
| MANAGEMENT (16) shift           | -0.0565        | -0.3504 | 0.0418         | 0.1976  |
| MANAGEMENT (17) shift           | -4.3847        | -0.0681 | -0.1673        | -0.4984 |
| MANAGEMENT (18) shift           | 0.1601         | 0.7861  | -0.0460        | -0.2208 |
| MANAGEMENT (19) shift           | 0.2550         | 1.8107  | -0.2320        | -1.0980 |
| MANAGEMENT (20) shift           | -0.0884        | -0.3246 | 0.0634         | 0.2913  |
| MANAGEMENT (21) shift           | 0.0613         | 0.2249  | 0.1292         | 0.5919  |

| Equation/Coefficient          | SUR            |         | SUR            |         |
|-------------------------------|----------------|---------|----------------|---------|
|                               | Other Excluded |         | Other Excluded |         |
|                               | 1974-1980      |         | 1981-1985      |         |
|                               | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Dryland Grain Sorghum (cont.) |                |         |                |         |
| MANAGEMENT (22) shift         | -0.1054        | -0.5883 | -0.0151        | -0.0724 |
| MANAGEMENT (23) shift         | 0.1578         | 0.7778  | 0.0957         | 0.4048  |
| MANAGEMENT (24) shift         | -0.0100        | -0.3623 | 0.0242         | 0.1164  |
| MANAGEMENT (25) shift         | 0.1668         | 1.1252  | 0.0938         | 0.4296  |
| MANAGEMENT (26) shift         | 0.1428         | 0.9716  | 0.1605         | 0.7294  |
| MANAGEMENT (27) shift         | 0.0910         | 0.3327  | 0.0156         | 0.0710  |
| MANAGEMENT (28) shift         | -0.0878        | -0.6524 | 0.0576         | 0.2712  |
| MANAGEMENT (29) shift         | 0.2431         | 1.1969  | -0.1747        | -0.8034 |
| MANAGEMENT (30) shift         | 0.0112         | 0.0711  | -1.7707        | -0.0791 |
| MANAGEMENT (31) shift         | 0.4833         | 3.3871  | -0.5089        | -2.4445 |
| MANAGEMENT (32) shift         | 0.4243         | 1.5650  | -0.3755        | -1.1365 |
| MANAGEMENT (33) shift         | -0.2429        | -1.1879 | 0.0270         | 0.0813  |
| MANAGEMENT (34) shift         | 0.4244         | 2.4054  | -2.6433        | -7.9334 |
| MANAGEMENT (35) shift         | -0.2451        | -1.1995 | 0.0632         | 0.1901  |
| MANAGEMENT (36) shift         | 0.3389         | 2.4166  | -0.2398        | -1.1476 |
| MANAGEMENT (37) shift         | -0.0031        | -0.0212 | 0.0861         | 0.4134  |
| MANAGEMENT (38) shift         | 0.1018         | 0.6953  | 0.1643         | 0.7885  |
| MANAGEMENT (39) shift         | 0.1033         | 0.7560  | -0.2562        | -1.2265 |
| MANAGEMENT (40) shift         | 0.0578         | 0.4139  | -0.0325        | -0.1511 |
| MANAGEMENT (41) shift         | 0.2621         | 1.8554  | 0.1515         | 0.7303  |
| MANAGEMENT (42) shift         | 0.0465         | 0.3145  | 0.0743         | 0.3537  |
| MANAGEMENT (43) shift         | -0.3039        | -1.1161 | 0.1502         | 0.5701  |
| MANAGEMENT (44) shift         | -0.1762        | -1.0022 | -0.8096        | -0.0275 |
| MANAGEMENT (45) shift         | -1.9459        | -0.0303 | -0.5495        | -1.6646 |
| MANAGEMENT (46) shift         | 0.0018         | 0.0135  | 0.3014         | -1.3589 |
| MANAGEMENT (47) shift         | -0.0613        | -0.3428 | 0.0892         | 0.4287  |
| MANAGEMENT (48) shift         | -0.1316        | -0.7511 | -0.0517        | -0.2447 |
| MANAGEMENT (49) shift         | 0.0311         | 0.1140  | -13.8188       | -0.1597 |
| MANAGEMENT (50) shift         | 0.2345         | 0.8475  | -0.3010        | -0.9069 |
| MANAGEMENT (51) shift         | 0.0398         | 0.1468  | -0.0248        | -0.1122 |
| MANAGEMENT (52) shift         | 0.0495         | 0.3037  | -0.5515        | -1.6613 |
| MANAGEMENT (53) shift         | 0.2376         | 1.3634  | -0.3140        | -1.3397 |
| MANAGEMENT (54) shift         | 0.1295         | 0.4762  | -0.4907        | -1.4713 |
| MANAGEMENT (55) shift         | 0.0566         | 0.3943  | -0.3063        | -1.3062 |
| MANAGEMENT (56) shift         | -0.3337        | -1.9130 | -0.2561        | -1.1790 |
| MANAGEMENT (57) shift         | 0.1415         | 0.9360  | 0.0981         | 0.4640  |
| MANAGEMENT (58) shift         | 0.0883         | 0.6221  | -0.0455        | -0.2083 |
| MANAGEMENT (59) shift         | 0.2668         | 1.6684  | 0.0403         | 0.1930  |
| MANAGEMENT (60) shift         | 0.2688         | 1.9288  | -0.3015        | -1.4438 |
| MANAGEMENT (61) shift         | -0.0492        | -0.3502 | 0.1815         | 0.8728  |
| MANAGEMENT (62) shift         | -0.3218        | -0.0050 | -0.2154        | -0.6508 |
| MANAGEMENT (63) shift         | 0.1937         | 0.9539  | -0.2195        | -1.0069 |
| MANAGEMENT (64) shift         | -0.4553        | -0.0347 | -0.0911        | -0.4366 |

| Equation/Coefficient          | SUR            |         | SUR            |         |
|-------------------------------|----------------|---------|----------------|---------|
|                               | Other Excluded |         | Other Excluded |         |
|                               | 1974-1980      |         | 1981-1985      |         |
|                               | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Dryland Grain Sorghum (cont.) |                |         |                |         |
| MANAGEMENT (65) shift         | -0.6360        | -0.0485 | -0.1191        | -0.5712 |
| MANAGEMENT (66) shift         | -1.2102        | -0.0366 | -0.1152        | -0.4382 |
| MANAGEMENT (67) shift         | -0.5461        | -0.0331 | -0.2123        | -0.9720 |
| MANAGEMENT (68) shift         | 0.3692         | 2.2070  | -0.5384        | -2.4689 |
| MANAGEMENT (69) shift         | 0.1303         | 0.7981  | -0.1491        | -0.6408 |
| MANAGEMENT (70) shift         | 0.3225         | 2.0687  | -0.1647        | -0.7812 |
| MANAGEMENT (71) shift         | 0.0449         | 0.3144  | 0.0118         | 0.0570  |
| MANAGEMENT (72) shift         | 0.5889         | 2.1552  | -0.5294        | -2.2537 |
| MANAGEMENT (73) shift         | 0.1150         | 0.6891  | -0.3352        | -1.5799 |
| MANAGEMENT (74) shift         | 0.0076         | 0.0538  | -0.0549        | -0.2527 |
| MANAGEMENT (75) shift         | -0.3689        | -2.0680 | -0.2020        | -0.9680 |
| MANAGEMENT (76) shift         | 0.2600         | 1.5778  | 0.0264         | 0.0986  |
| MANAGEMENT (77) shift         | -0.0068        | -0.0328 | -0.0710        | -0.3261 |
| MANAGEMENT (78) shift         | 0.0714         | 0.4234  | -0.2981        | -1.2747 |
| MANAGEMENT (79) shift         | 0.2605         | 0.9604  | -0.8879        | -3.3802 |
| MANAGEMENT (80) shift         | 0.2942         | 1.0772  | -10.7984       | -0.1249 |
| MANAGEMENT (81) shift         | -1.0924        | -3.9413 | -0.1132        | -0.4340 |
| MANAGEMENT (82) shift         | -0.0952        | -0.3503 | 0.0751         | 0.2283  |
| MANAGEMENT (83) shift         | 0.1031         | 0.4952  | -1.6320        | -0.0365 |
| MANAGEMENT (84) shift         | -0.0144        | -0.0680 | 0.3768         | 1.1436  |
| MANAGEMENT (85) shift         | -0.8309        | -4.0391 | 0.0201         | 0.0863  |
| MANAGEMENT (86) shift         | 0.1767         | 1.0656  | -0.4034        | -1.7753 |
| MANAGEMENT (87) shift         | -0.4145        | -1.5159 | -0.4390        | -1.8844 |
| MANAGEMENT (88) shift         | -0.5478        | -2.6516 | -0.0530        | -0.2006 |
| MANAGEMENT (89) shift         | 0.0420         | 0.1546  | -2.4099        | -0.0279 |
| MANAGEMENT (90) shift         | -0.2771        | -1.0044 | -2.3276        | -0.0270 |
| MANAGEMENT (91) shift         | 0.1298         | 0.9218  | -0.4815        | -0.0379 |
| MANAGEMENT (92) shift         | -0.6070        | -2.2299 | 0.0806         | 0.3104  |
| MANAGEMENT (93) shift         | 0.2320         | 0.8526  | -0.3657        | -1.6766 |
| MANAGEMENT (94) shift         | 0.0118         | 0.0433  | 0.3842         | 1.4785  |
| MANAGEMENT (95) shift         | 0.2816         | 1.0231  | -3.2138        | -0.0372 |
| MANAGEMENT (96) shift         | 0.1735         | 1.0645  | -0.0822        | -0.2498 |
| MANAGEMENT (97) shift         | 0.1290         | 0.4741  | -5.6871        | -0.0662 |
| MANAGEMENT (98) shift         | 0.1950         | 1.2822  | -0.1820        | -0.8724 |
| MANAGEMENT (99) shift         | -0.0275        | -0.1523 | 0.1022         | 0.3075  |
| MANAGEMENT (100) shift        | 0.0590         | 0.2153  | -1.9090        | -0.0221 |
| MANAGEMENT (101) shift        | 0.1148         | 0.5592  | -2.2066        | -0.0494 |
| MANAGEMENT (102) shift        | 0.4680         | 1.7317  | -0.2450        | -1.1672 |
| MANAGEMENT (103) shift        | 0.0051         | 0.0253  | 0.1294         | 0.4971  |
| MANAGEMENT (104) shift        | 0.2840         | 1.7231  | 0.1494         | 0.6411  |
| MANAGEMENT (105) shift        | -0.7633        | -0.0230 | -0.1849        | -0.7044 |
| MANAGEMENT (106) shift        | -0.1424        | -0.9490 | -0.2467        | -1.6545 |
| MANAGEMENT (107) shift        | 0.4135         | 2.7165  | -1.1022        | -5.2460 |

| Equation/Coefficient                 | SUR            |         | SUR            |         |
|--------------------------------------|----------------|---------|----------------|---------|
|                                      | Other Excluded | T-Ratio | Other Excluded | T-Ratio |
|                                      | 1974-1980      |         | 1981-1985      |         |
| <b>Dryland Grain Sorghum (cont.)</b> |                |         |                |         |
| MANAGEMENT (108) shift               | -0.0766        | -0.4774 | -0.0052        | -0.0159 |
| MANAGEMENT (109) shift               | 0.0352         | 0.1677  | -0.6787        | -1.9874 |
| MANAGEMENT (110) shift               | 0.4211         | 1.5514  | -0.0338        | -0.1447 |
| MANAGEMENT (111) shift               | 0.0284         | 0.1341  | -2.1045        | -0.0471 |
| MANAGEMENT (112) shift               | 3.7756         | 0.0587  | 0.1677         | 0.5079  |
| <b>Irrigated Soybeans</b>            |                |         |                |         |
| 1985 shift                           |                | -----   | -0.0746        | -0.3692 |
| 1984 shift                           |                | -----   | 0.0155         | 0.0730  |
| 1983 shift                           |                | -----   | 0.0727         | 0.3400  |
| 1982 shift                           |                | -----   | 0.0668         | 0.2788  |
| 1981 shift                           |                | -----   | -0.1288        | -0.4185 |
| 1980 shift                           | 0.2765         | 2.3745  |                | -----   |
| 1979 shift                           | 0.6823         | 6.7821  |                | -----   |
| 1978 shift                           | 0.7536         | 7.1359  |                | -----   |
| 1977 shift                           | 0.6416         | 6.0308  |                | -----   |
| 1976 shift                           | 0.2992         | 2.6024  |                | -----   |
| 1975 shift                           | 0.3340         | 3.1194  |                | -----   |
| 1974 shift                           | 1.5575         | 10.1254 |                | -----   |
| MANAGEMENT (1) shift                 | -0.0745        | -0.1105 | 2.0306         | 9.5441  |
| MANAGEMENT (2) shift                 | -0.5332        | -0.5254 | 1.9521         | 8.9216  |
| MANAGEMENT (3) shift                 | -0.0601        | -0.0792 | 1.8501         | 8.4036  |
| MANAGEMENT (4) shift                 | 1.6087         | 13.1069 | 2.0985         | 9.8819  |
| MANAGEMENT (5) shift                 | 1.5623         | 12.7815 | 1.7044         | 0.1460  |
| MANAGEMENT (6) shift                 | 0.2764         | 0.1828  | 2.0730         | 8.8766  |
| MANAGEMENT (7) shift                 | -0.0915        | -0.0902 | 1.9363         | 8.5678  |
| MANAGEMENT (8) shift                 | 0.9447         | 7.3114  | -0.6513        | -0.0557 |
| MANAGEMENT (9) shift                 | 0.1908         | 0.1880  | 2.0205         | 9.6230  |
| MANAGEMENT (10) shift                | -0.5584        | -0.3689 | 1.9381         | 8.1829  |
| MANAGEMENT (11) shift                | 0.4319         | 0.1428  | 1.8593         | 6.5761  |
| MANAGEMENT (12) shift                | 0.0277         | 0.0456  | 2.0483         | 9.6203  |
| MANAGEMENT (13) shift                | -0.0068        | -0.0067 | 1.9755         | 9.2022  |
| MANAGEMENT (14) shift                | 1.1431         | 9.4604  | 2.0847         | 9.8147  |
| MANAGEMENT (15) shift                | 0.1991         | 0.0659  | 1.9972         | 7.3135  |
| MANAGEMENT (16) shift                | 0.5621         | 0.1860  | 1.5296         | 5.7213  |
| MANAGEMENT (17) shift                | 0.4945         | 0.3273  | 2.2406         | 9.9517  |
| MANAGEMENT (18) shift                | 0.1611         | 0.2120  | 1.9997         | 9.1329  |
| MANAGEMENT (19) shift                | 0.6859         | 5.4596  | 1.9077         | 8.2837  |
| MANAGEMENT (20) shift                | 0.4256         | 2.7588  | 2.0599         | 9.3401  |
| MANAGEMENT (21) shift                | 0.5244         | 3.0567  | 1.1685         | 0.0999  |
| MANAGEMENT (22) shift                | 0.0568         | 0.0188  | 1.8568         | 7.5029  |
| MANAGEMENT (23) shift                | -0.1321        | -0.8341 | 2.1484         | 9.6642  |
| MANAGEMENT (24) shift                | 0.7474         | 5.5431  | 2.0514         | 9.5878  |

| Equation/Coefficient              | SUR            |         | SUR            |         |
|-----------------------------------|----------------|---------|----------------|---------|
|                                   | Other Excluded |         | Other Excluded |         |
|                                   | 1974-1980      |         | 1981-1985      |         |
|                                   | Estimate       | T-Ratio | Estimate       | T-Ratio |
| <b>Irrigated Soybeans (cont.)</b> |                |         |                |         |
| MANAGEMENT (25) shift             | 1.3541         | 10.7081 | 2.1772         | 9.8619  |
| MANAGEMENT (26) shift             | 0.7705         | 5.4002  | 1.9502         | 8.1558  |
| MANAGEMENT (27) shift             | 1.0197         | 7.9353  | 2.1668         | 9.6319  |
| MANAGEMENT (28) shift             | 1.2215         | 9.8288  | 2.1814         | 10.0015 |
| MANAGEMENT (29) shift             | -0.2215        | -0.2183 | 1.9090         | 8.2341  |
| MANAGEMENT (30) shift             | 0.4450         | 3.3507  | 2.1259         | 9.6024  |
| MANAGEMENT (31) shift             | 0.9670         | 6.3869  | 1.8106         | 8.6765  |
| MANAGEMENT (32) shift             | -0.0066        | -0.0065 | 2.1968         | 10.1618 |
| MANAGEMENT (33) shift             | 0.6744         | 5.4413  | 2.2071         | 10.5657 |
| MANAGEMENT (34) shift             | 0.0387         | 0.0510  | 2.1400         | 10.3731 |
| MANAGEMENT (35) shift             | 0.0797         | 0.1051  | 2.0301         | 9.3124  |
| MANAGEMENT (36) shift             | 1.5827         | 13.0251 | 2.1988         | 10.7802 |
| MANAGEMENT (37) shift             | 1.4317         | 11.9415 | 0.4379         | 0.0749  |
| MANAGEMENT (38) shift             | 1.2647         | 10.8009 | 1.9356         | 9.3391  |
| MANAGEMENT (39) shift             | 0.1863         | 0.1837  | 1.8631         | 8.4834  |
| MANAGEMENT (40) shift             | -0.2073        | -0.0685 | 2.0860         | 8.2517  |
| MANAGEMENT (41) shift             | 1.0453         | 7.4660  | 0.9479         | 3.9490  |
| MANAGEMENT (42) shift             | 0.0720         | 0.5659  | 1.2144         | 0.1039  |
| MANAGEMENT (43) shift             | -0.2736        | -0.1809 | 2.1570         | 9.7429  |
| MANAGEMENT (44) shift             | 0.4982         | 3.6325  | 1.0700         | 0.0916  |
| MANAGEMENT (45) shift             | 0.5099         | 0.5036  | 2.1828         | 10.2101 |
| MANAGEMENT (46) shift             | 0.4219         | 3.1568  | 1.1592         | 0.0992  |
| MANAGEMENT (47) shift             | 1.2049         | 9.5249  | 1.7086         | 7.7460  |
| <b>Irrigated Alfalfa</b>          |                |         |                |         |
| 1985 shift                        | -----          |         | 0.8230         | 0.9645  |
| 1984 shift                        | -----          |         | 1.0596         | 1.3629  |
| 1983 shift                        | -----          |         | 0.9931         | 1.3634  |
| 1982 shift                        | -----          |         | 0.9343         | 1.3119  |
| 1981 shift                        | -----          |         | 0.7258         | 1.1494  |
| 1980 shift                        | -1.1502        | -2.6450 | -----          |         |
| 1979 shift                        | -1.1830        | -2.7768 | -----          |         |
| 1978 shift                        | -1.1759        | -2.8264 | -----          |         |
| 1977 shift                        | -1.1421        | -2.6000 | -----          |         |
| 1976 shift                        | -1.0723        | -2.4943 | -----          |         |
| 1975 shift                        | -1.2465        | -2.5930 | -----          |         |
| 1974 shift                        | -1.1026        | -2.4395 | -----          |         |
| MANAGEMENT (1) shift              | 1.7002         | 12.7107 | 0.2017         | 0.3831  |
| MANAGEMENT (2) shift              | 1.3509         | 9.7921  | 0.0783         | 0.1508  |
| MANAGEMENT (3) shift              | 1.2092         | 7.4051  | -0.1104        | -0.2133 |
| MANAGEMENT (4) shift              | 1.8621         | 13.8997 | 0.2116         | 0.4018  |
| MANAGEMENT (5) shift              | 3.5709         | 0.5644  | 0.4076         | 0.7532  |
| MANAGEMENT (6) shift              | 1.3994         | 7.6767  | 1.6172         | 2.9169  |

| Equation/Coefficient      | SUR            |         | SUR            |         |
|---------------------------|----------------|---------|----------------|---------|
|                           | Other Excluded |         | Other Excluded |         |
|                           | 1974-1980      |         | 1981-1985      |         |
|                           | Estimate       | T-Ratio | Estimate       | T-Ratio |
| Irrigated Alfalfa (cont.) |                |         |                |         |
| MANAGEMENT (7) shift      | 1.8220         | 11.9432 | -0.0666        | -0.1260 |
| MANAGEMENT (8) shift      | 1.8484         | 13.7665 | -1.4754        | -2.8034 |
| MANAGEMENT (9) shift      | 1.3473         | 10.3268 | 0.1260         | 0.2424  |
| MANAGEMENT (10) shift     | 1.6474         | 12.0531 | 0.2117         | 0.1071  |
| MANAGEMENT (11) shift     | 1.3748         | 8.8474  | 0.1499         | 0.2939  |
| MANAGEMENT (12) shift     | 0.2414         | 0.0191  | 0.7611         | 1.1608  |
| MANAGEMENT (13) shift     | 1.5416         | 10.9220 | 0.0231         | 0.0441  |
| MANAGEMENT (14) shift     | 1.1858         | 8.5529  | 0.2383         | 0.4572  |
| MANAGEMENT (15) shift     | 1.2377         | 7.2648  | 0.4775         | 0.2006  |
| MANAGEMENT (16) shift     | 1.3074         | 8.7415  | 0.0580         | 0.1107  |
| MANAGEMENT (17) shift     | 1.4909         | 10.4023 | 0.00004        | 0.0001  |
| MANAGEMENT (18) shift     | 1.4306         | 9.9679  | 0.2147         | 0.4090  |
| MANAGEMENT (19) shift     | 1.5890         | 11.9894 | 0.0148         | 0.0284  |
| MANAGEMENT (20) shift     | 1.4523         | 6.3768  | 0.5228         | 0.9301  |
| MANAGEMENT (21) shift     | 1.7556         | 11.5065 | 0.2848         | 0.5304  |
| MANAGEMENT (22) shift     | 1.5196         | 10.8234 | -0.2128        | -0.4011 |
| MANAGEMENT (23) shift     | 1.6529         | 10.4887 | 0.2755         | 0.5122  |
| MANAGEMENT (24) shift     | 1.9604         | 13.7265 | -0.8169        | -0.3427 |
| MANAGEMENT (25) shift     | 1.5357         | 11.6600 | 0.2862         | 0.5462  |
| MANAGEMENT (26) shift     | 1.6814         | 12.3943 | -0.7946        | -0.1332 |
| MANAGEMENT (27) shift     | 1.0912         | 6.5985  | 0.0438         | 0.0840  |
| MANAGEMENT (28) shift     | 2.1342         | 13.5951 | 0.1189         | 0.2210  |
| MANAGEMENT (29) shift     | 1.8187         | 14.3175 | -0.0156        | -0.0296 |
| MANAGEMENT (30) shift     | 0.9500         | 0.0673  | -0.2487        | -0.4523 |
| MANAGEMENT (31) shift     | 1.3417         | 9.8176  | 0.1435         | 0.2747  |
| MANAGEMENT (32) shift     | 0.3306         | 0.1319  | 0.0651         | 0.1260  |
| MANAGEMENT (33) shift     | 1.4971         | 10.2478 | 0.0183         | 0.0348  |
| MANAGEMENT (34) shift     | 1.4499         | 9.9264  | 0.0024         | 0.0047  |
| MANAGEMENT (35) shift     | 1.3597         | 10.1943 | 0.1356         | 0.2608  |
| MANAGEMENT (36) shift     | 0.9025         | 3.8817  | -2.2504        | -0.1891 |
| MANAGEMENT (37) shift     | 1.5341         | 11.1905 | -0.2402        | -0.4579 |
| MANAGEMENT (38) shift     | 1.5570         | 9.5073  | 1.8295         | 0.1528  |
| MANAGEMENT (39) shift     | 1.8471         | 10.1871 | 0.0411         | 0.0034  |
| MANAGEMENT (40) shift     | 1.3329         | 8.8045  | -0.1409        | -0.2696 |
| MANAGEMENT (41) shift     | 1.8689         | 15.6121 | -0.1043        | -0.0353 |
| MANAGEMENT (42) shift     | 1.5940         | 11.5064 | -0.2448        | -0.4699 |

APPENDIX C

Kansas Farm Management Budgets

Variable Input Costs per Acre (Year = 1985)

|                                  | Irrigated<br>Wheat<br>(flood) | Irrigated<br>Wheat<br>(pivot) | Dryland<br>Wheat* | Irrigated<br>Corn<br>(flood) | Irrigated<br>Corn<br>(pivot) | Irrigated<br>G.S.<br>(flood) |
|----------------------------------|-------------------------------|-------------------------------|-------------------|------------------------------|------------------------------|------------------------------|
| INPUT:                           |                               |                               |                   |                              |                              |                              |
| Labor                            | 15.00                         | 12.00                         | 10.80             | 19.20                        | 16.20                        | 18.00                        |
| Seed                             | 4.80                          | 4.80                          | 4.80              | 23.00                        | 23.00                        | 3.60                         |
| Pesticides                       | 6.75                          | 6.75                          | 8.30              | 45.00                        | 45.00                        | 27.75                        |
| Fertilizer                       | 17.30                         | 17.30                         | 16.00             | 45.00                        | 45.00                        | 32.40                        |
| Fuel and Oil                     | 22.12                         | 28.50                         | 11.50             | 32.24                        | 49.00                        | 29.53                        |
| Crop Mach. Repairs               | 12.00                         | 12.00                         | 11.50             | 14.00                        | 14.00                        | 14.00                        |
| Irr. Equip. Repairs              | 9.00                          | 21.30                         | -----             | 9.00                         | 21.30                        | 9.00                         |
| Crop Insurance                   | -----                         | -----                         | -----             | -----                        | -----                        | -----                        |
| Drying                           | -----                         | -----                         | -----             | 13.00                        | 13.00                        | 11.00                        |
| Custom Hire                      | -----                         | -----                         | 5.50              | -----                        | -----                        | -----                        |
| Miscellaneous                    | 3.00                          | 3.00                          | 6.00              | 3.00                         | 3.00                         | 3.00                         |
| Interest on 1/2 Var. Costs @ 14% | 6.30                          | 7.40                          | 5.21              | 14.31                        | 9.19                         | 10.38                        |
| Expected Yield per Acre          | 50 bu.                        | 50 bu.                        | 32 bu.            | 140 bu.                      | 140 bu.                      | 110 bu.                      |

|                                  | Irrigated<br>G.S.<br>(pivot) | Dryland<br>G.S.* | Irrigated<br>Soybeans<br>(flood) | Irrigated<br>Soybeans<br>(pivot) | Irrigated<br>Alfalfa<br>(pivot) |
|----------------------------------|------------------------------|------------------|----------------------------------|----------------------------------|---------------------------------|
| INPUT:                           |                              |                  |                                  |                                  |                                 |
| Labor                            | 13.80                        | 13.80            | 16.20                            | 13.80                            | 7.20                            |
| Seed                             | 3.60                         | 3.15             | 12.00                            | 12.00                            | 5.00                            |
| Pesticides                       | 27.75                        | 10.30            | 10.50                            | 10.50                            | 12.00                           |
| Fertilizer                       | 32.40                        | 17.80            | 11.20                            | 11.20                            | 16.10                           |
| Fuel and Oil                     | 41.60                        | 13.50            | 27.68                            | 38.75                            | 48.40                           |
| Crop Mach. Repairs               | 14.00                        | 13.00            | 13.00                            | 13.00                            | 6.00                            |
| Irr. Equip. Repairs              | 21.30                        | -----            | 9.00                             | 21.30                            | 21.30                           |
| Crop Insurance                   | -----                        | -----            | -----                            | -----                            | -----                           |
| Drying                           | 11.00                        | 5.50             | -----                            | -----                            | -----                           |
| Custom Hire                      | -----                        | 3.00             | -----                            | -----                            | 129.00                          |
| Miscellaneous                    | 3.00                         | 6.00             | 3.00                             | 3.00                             | 3.00                            |
| Interest on 1/2 Var. Costs @ 14% | 11.79                        | 6.02             | 7.18                             | 8.65                             | 17.36                           |
| Expected Yield per Acre          | 115 bu.                      | 55 bu.           | 45 bu.                           | 45 bu.                           | 7 ton                           |

\* Note these production costs are for central Kansas, the budgets for western Kansas could not be obtained.

Source: Kansas State University, Kansas Farm Management Guides

Variable Input Costs per Acre (Year = 1979)

|                                  | Irrigated        | Irrigated        | Dryland | Irrigated       | Irrigated       | Irrigated       |
|----------------------------------|------------------|------------------|---------|-----------------|-----------------|-----------------|
|                                  | Wheat<br>(flood) | Wheat<br>(pivot) | Wheat*  | Corn<br>(flood) | Corn<br>(pivot) | G.S.<br>(flood) |
| INPUT:                           |                  |                  |         |                 |                 |                 |
| Lebor                            | 10.40            | 8.40             | 7.20    | 14.40           | 11.60           | 12.80           |
| Seed                             | 4.80             | 4.80             | 4.00    | 18.00           | 18.00           | 3.00            |
| Pesticides                       | 0.00             | 0.00             | 0.00    | 32.50           | 32.50           | 4.50            |
| Fertilizer                       | 15.60            | 15.60            | 12.00   | 29.70           | 29.70           | 24.15           |
| Fuel and Oil                     | 17.13            | 21.83            | 7.30    | 22.19           | 26.18           | 20.29           |
| Machinery and Equipment Repairs  | 14.00            | 14.00            | 9.50    | 14.00           | 14.00           | 14.00           |
| Drying                           | -----            | -----            | -----   | 12.50           | 12.50           | 2.50            |
| Crop Insurance                   | 3.00             | 3.00             | -----   | -----           | -----           | -----           |
| Custom Hire                      | 10.00            | 10.00            | 5.00    | 10.00           | 10.00           | 10.00           |
| Miscellaneous                    | 2.50             | 2.50             | 2.50    | 2.50            | 2.50            | 2.50            |
| Interest on 1/2 Var. Costs @ 10% | 3.87             | 4.01             | 2.38    | 7.79            | 7.95            | 4.69            |
| Expected Yield per Acre          | 50 bu.           | 50 bu.           | 32 bu.  | 125 bu.         | 125 bu.         | 100 bu.         |

|                                  | Irrigated       | Dryland | Irrigated           | Irrigated           | Irrigated          |
|----------------------------------|-----------------|---------|---------------------|---------------------|--------------------|
|                                  | G.S.<br>(pivot) | G.S.*   | Soybeans<br>(flood) | Soybeans<br>(pivot) | Alfalfa<br>(pivot) |
| INPUT:                           |                 |         |                     |                     |                    |
| Lebor                            | 10.40           | 9.15    | 12.40               | 9.60                | 4.00               |
| Seed                             | 3.00            | 1.50    | 12.48               | 12.48               | 6.56               |
| Pesticides                       | 4.50            | 6.00    | 6.00                | 6.00                | 5.50               |
| Fertilizer                       | 24.15           | 13.50   | 6.00                | 6.00                | 7.95               |
| Fuel and Oil                     | 25.00           | 8.30    | 28.18               | 23.94               | 38.77              |
| Machinery and Equipment Repairs  | 14.00           | 10.50   | 14.00               | 14.00               | 14.00              |
| Crop Insurance                   | -----           | -----   | -----               | -----               | -----              |
| Drying                           | 2.50            | 5.50    | -----               | -----               | -----              |
| Custom Hire                      | 10.00           | -----   | 10.00               | 10.00               | 70.00              |
| Miscellaneous                    | 2.50            | 2.50    | 2.50                | 2.50                | 2.50               |
| Interest on 1/2 Var. Costs @ 10% | 4.80            | 2.85    | 4.58                | 4.23                | 7.46               |
| Expected Yield per Acre          | 100 bu.         | 55 bu.  | 35 bu.              | 45 bu.              | 5 ton              |

\* Note these production costs are for central Kansas, the budgets for western Kansas could not be obtained.

Source: Kansas State University, Kansas Farm Management Guides

ESTIMATION OF MULTICROP PRODUCTION FUNCTIONS  
FOR SOUTHWEST KANSAS

by

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B.S., Kansas State University, 1984

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AN ABSTRACT OF A MASTER'S THESIS

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MASTER OF SCIENCE

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Multicrop production functions were estimated for the seven major crops produced in Southwest Kansas which are; irrigated wheat, dryland wheat, irrigated corn, irrigated grain sorghum, dryland grain sorghum, irrigated alfalfa, and irrigated soybeans. The method of Seemingly Unrelated regressions was used to estimate the system of equations. Except for pesticide usage on irrigated and dryland wheat production, the estimated parameters produced by the model for the variable and fixed inputs were reasonable and consistent. The results show that constant returns to scale exists in Southwest Kansas crop production.

Dummy variables were included in the production functions to capture individual farm effects on the production of each crop. A whole farm management variable for each farm was obtained as a weighted average of each farm effects for each crop. That variable along with; total acres in production, current loans to capital managed ratio, long term to capital managed ratio, percentage rented acres, machine expense per acre, and operators age were regressed on rate of return to capital managed. The results showed that the whole farm management variable explains a large amount of the variation in rate of return to capital managed. They also showed that economies to size exist in Southwest Kansas crop production.