

# Financial Standards Measures

## Moorhead Farm Business Management Program - Northland College

	<u>5-yr Average</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
<b>Number of Farms</b>	79.8	74	78	88	79	80
* New FFSC Ratio in 2022.						
<b>Liquidity</b>						
Current Ratio	1.95	1.48	1.79	2.01	2.46	2.01
Working Cap/Gross Revenue	34.0%	25.2%	34.1%	36.0%	40.4%	34.2%
*Working Cap/Oper Expense	48.0%	29.2%	46.8%	47.9%	64.4%	51.7%
<b>Solvency (market)</b>						
Farm Debt to Asset	45%	46%	46%	44%	43%	45%
Farm Equity to Asset	55%	54%	54%	56%	57%	55%
Farm Debt to Equity	0.81	0.86	0.84	0.79	0.75	0.83
<b>Profitability (cost)</b>						
Rate of Return on Assets	7.5%	-0.3%	6.0%	6.0%	15.0%	10.6%
Rate of Return on Equity	9.9%	-4.5%	6.6%	7.2%	23.5%	16.5%
Operating Profit Margin	14.9%	-1.0%	13.8%	13.0%	26.7%	22.1%
Asset Turnover Rate	45.9%	35.6%	43.2%	46.4%	56.3%	48.1%
<b>Repayment Capacity</b>						
*Debt Coverage ratio	2.30	0.40	1.71	1.87	4.24	3.26
Term Debt Coverage Ratio	2.54	0.30	1.89	2.05	4.70	3.77
Replacement Coverage Ratio	1.77	0.32	1.39	1.44	3.13	2.58
<b>Efficiency</b>						
Operating Exp Ratio	72.6%	86.1%	72.8%	75.2%	62.7%	66.1%
Depreciation Exp Ratio	5.5%	7.5%	5.8%	5.0%	4.4%	4.9%
Interest Exp Ratio	4.2%	5.9%	5.2%	4.0%	2.8%	3.3%
Net Farm Inc Ratio	17.6%	0.5%	16.2%	15.8%	30.1%	25.6%