

Missouri Agriculture – Current Economic Issues and Future Outlook

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Moving back to a more market orientation

- Larger portion of 2020 revenue from the federal government as a result of COVID19
- 2021 and forward
 - ▣ Returning to markets forces providing a majority of revenue
 - ▣ COVID-19 longer term effects at play
 - ▣ Trade will be important
 - ▣ Weather continues to play a large role in 2021

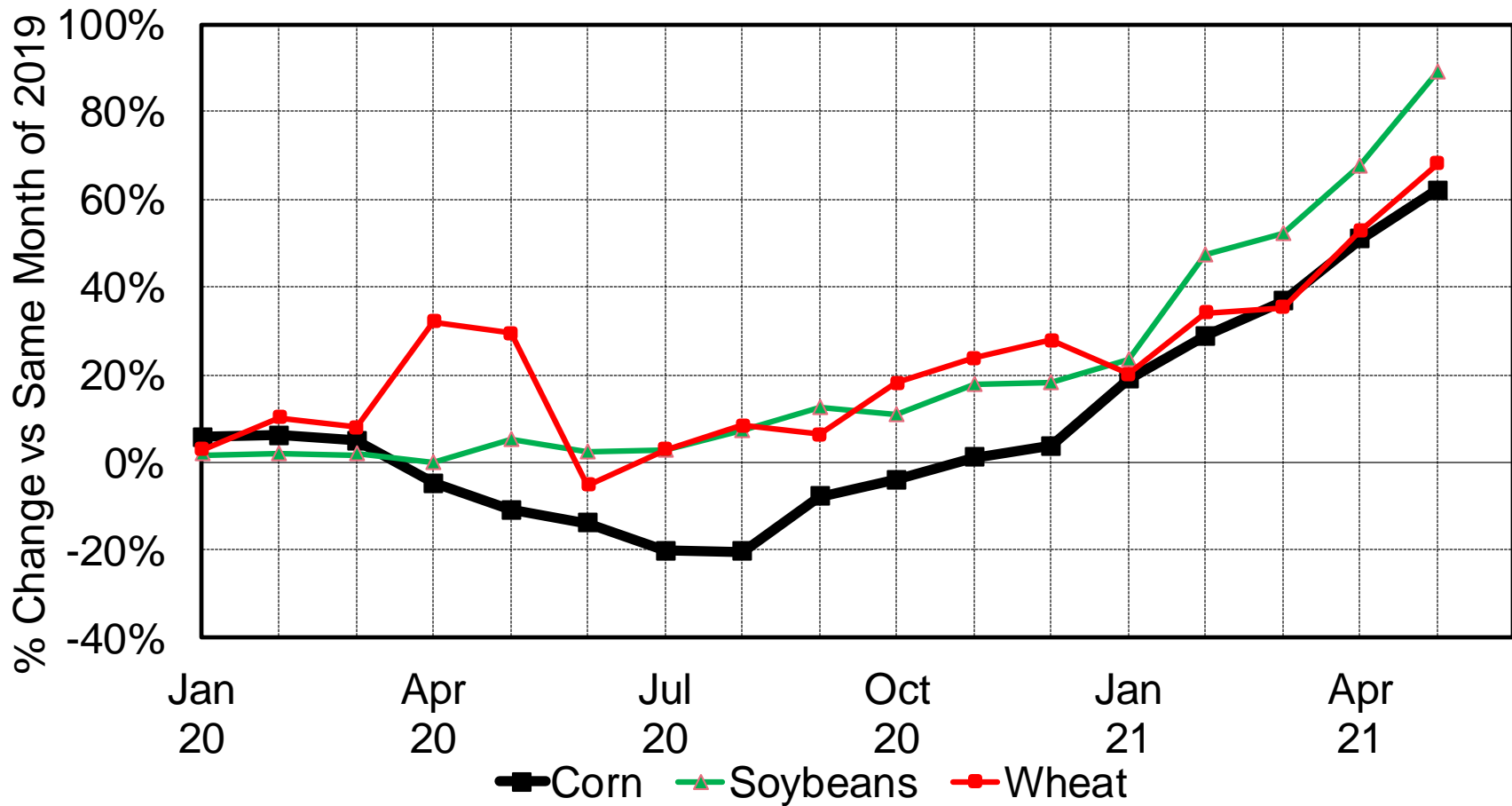


Reviewing 2020 and COVID effects

- Prices of many commodities important to Missouri agriculture fell sharply lower last spring and summer
- The path to recovery has varied greatly from commodity to commodity as consumer behavior during and after lockdown restrictions differs by product
- The details of government policy response also impacted particular commodities differently
- **An accounting of simple assumptions shows more than \$400 million lost in Missouri cash receipts**
- There is more going on in ag markets than COVID

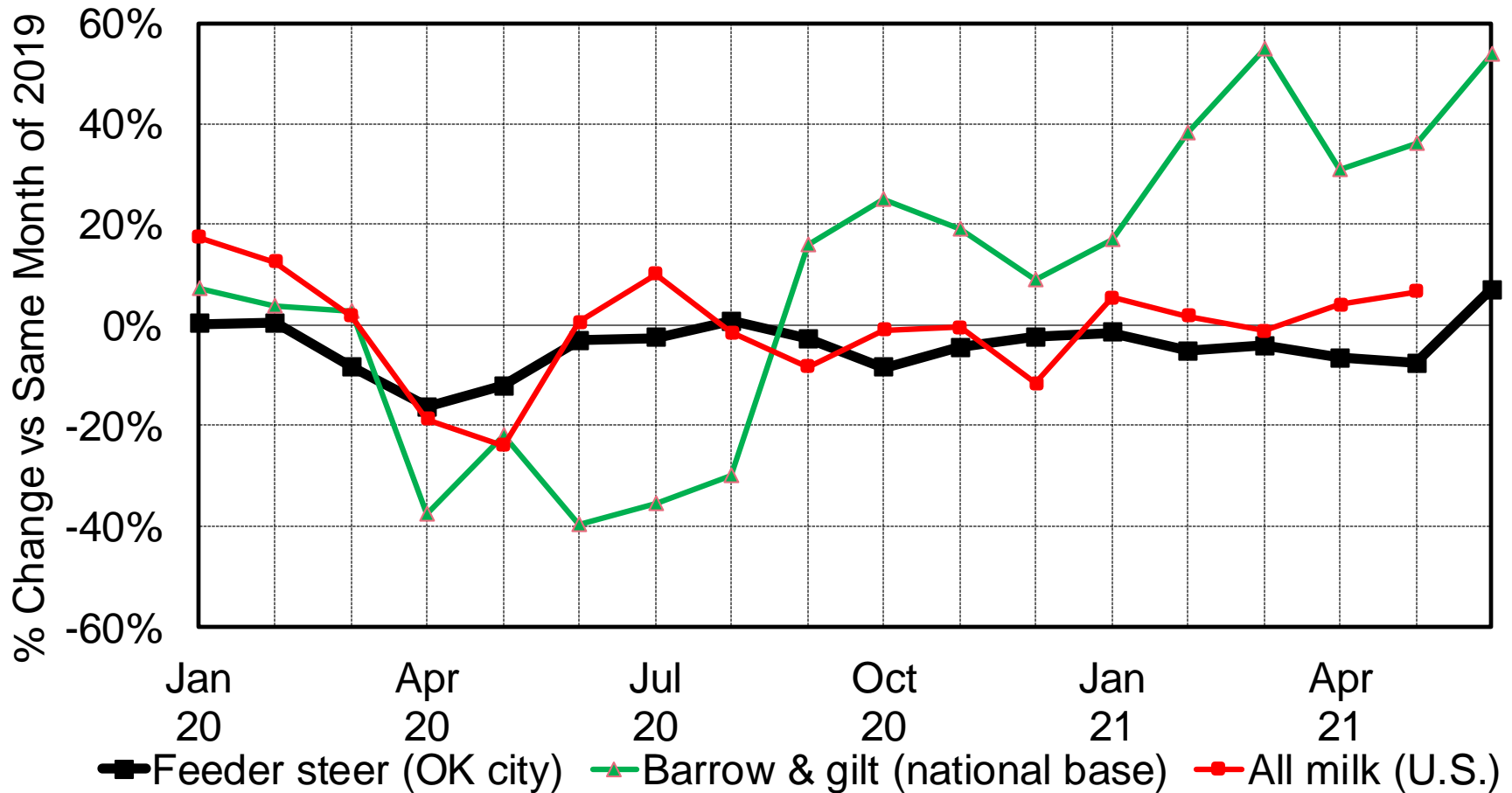
Price Changes vs 2019

Missouri prices from USDA/NASS



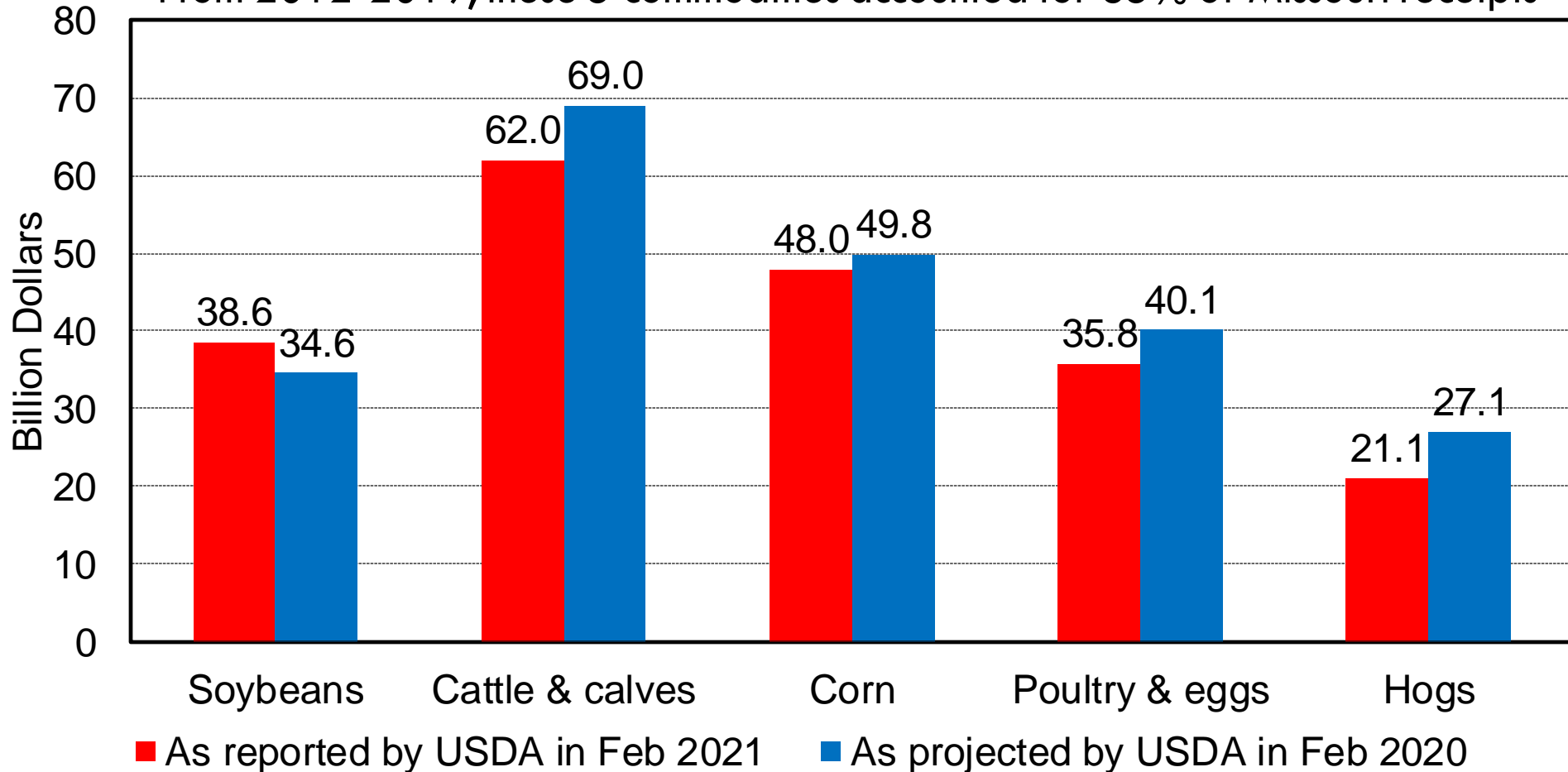
Price Changes vs 2019

Nat'l indicator prices from USDA



2020 U.S. Cash Receipts

From 2012-2019, these 5 commodities accounted for 85% of Missouri receipts

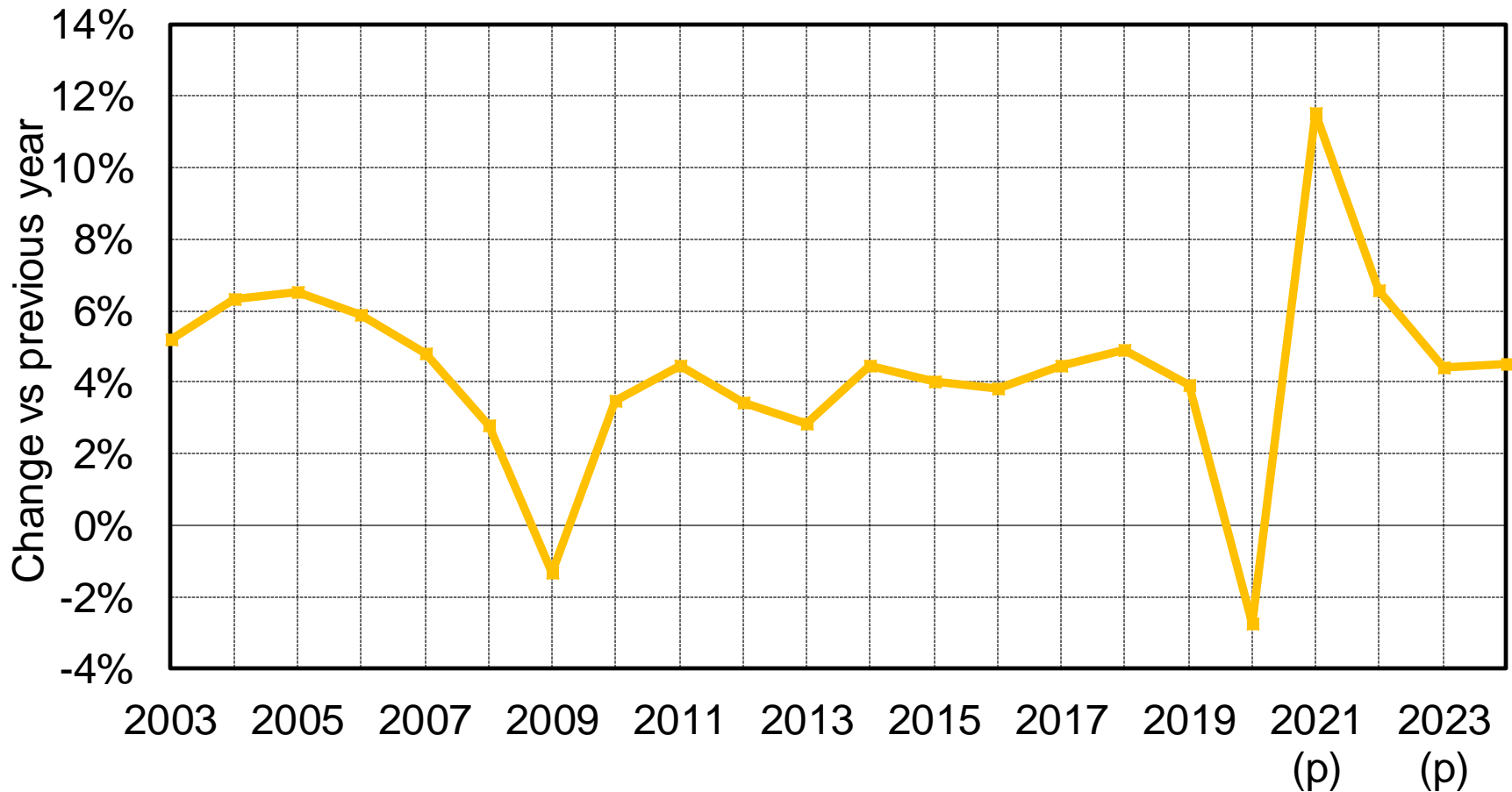


Translating to 2020 Missouri Receipts

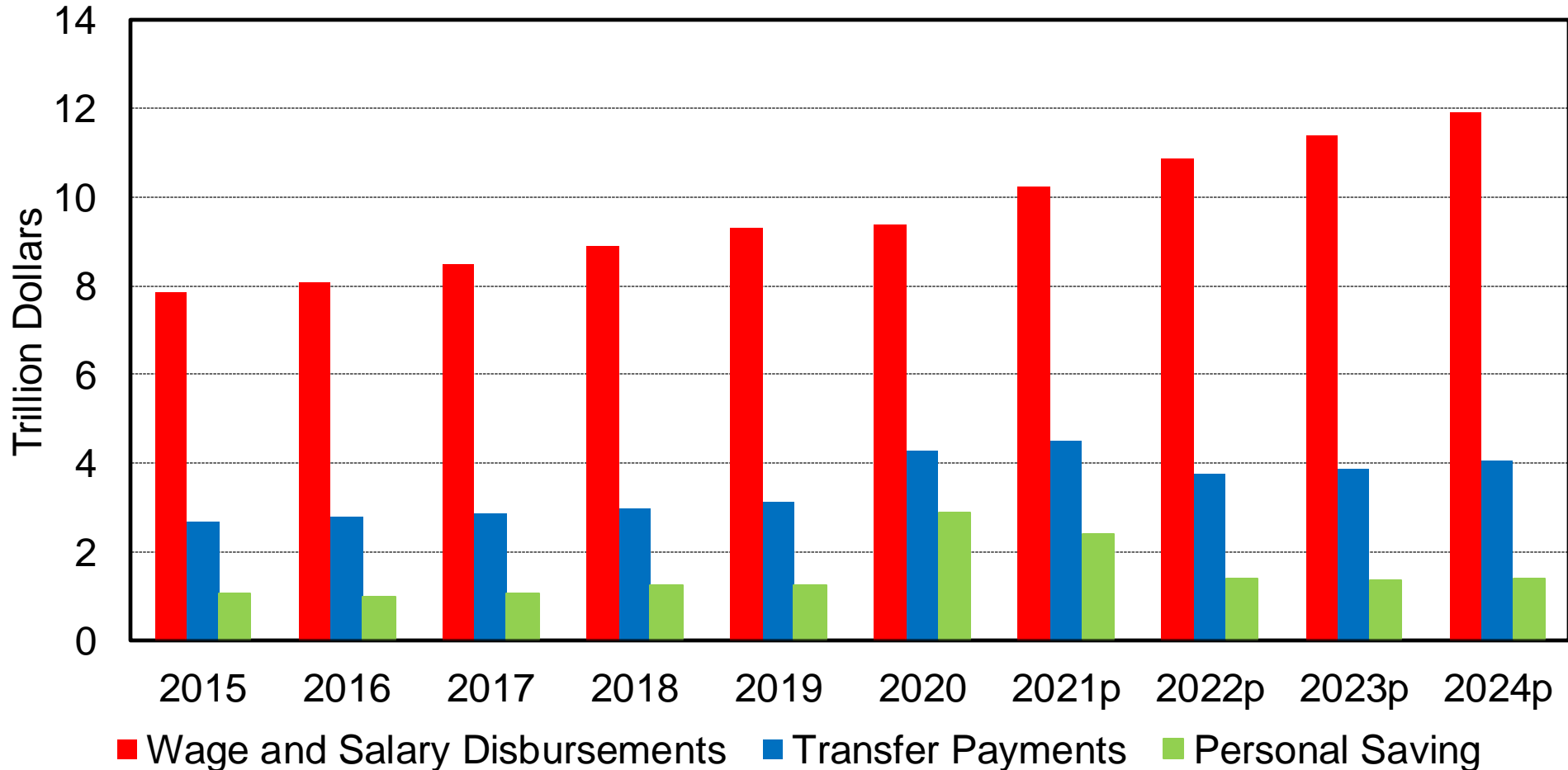
	Feb21 vs 20 – U.S.	MO as % of U.S.		Change to MO receipts (Mil. \$)
Soybeans	+ \$4.0B	6.0%		+ 240
Cattle	- \$7.0B	2.7%		- 189
Corn	- \$1.8B	3.4%		- 61
Poultry	- \$4.3B	3.3%		- 142
Hogs	- \$6.0B	4.4%		- 264
SUM	- \$15.1B			- 416



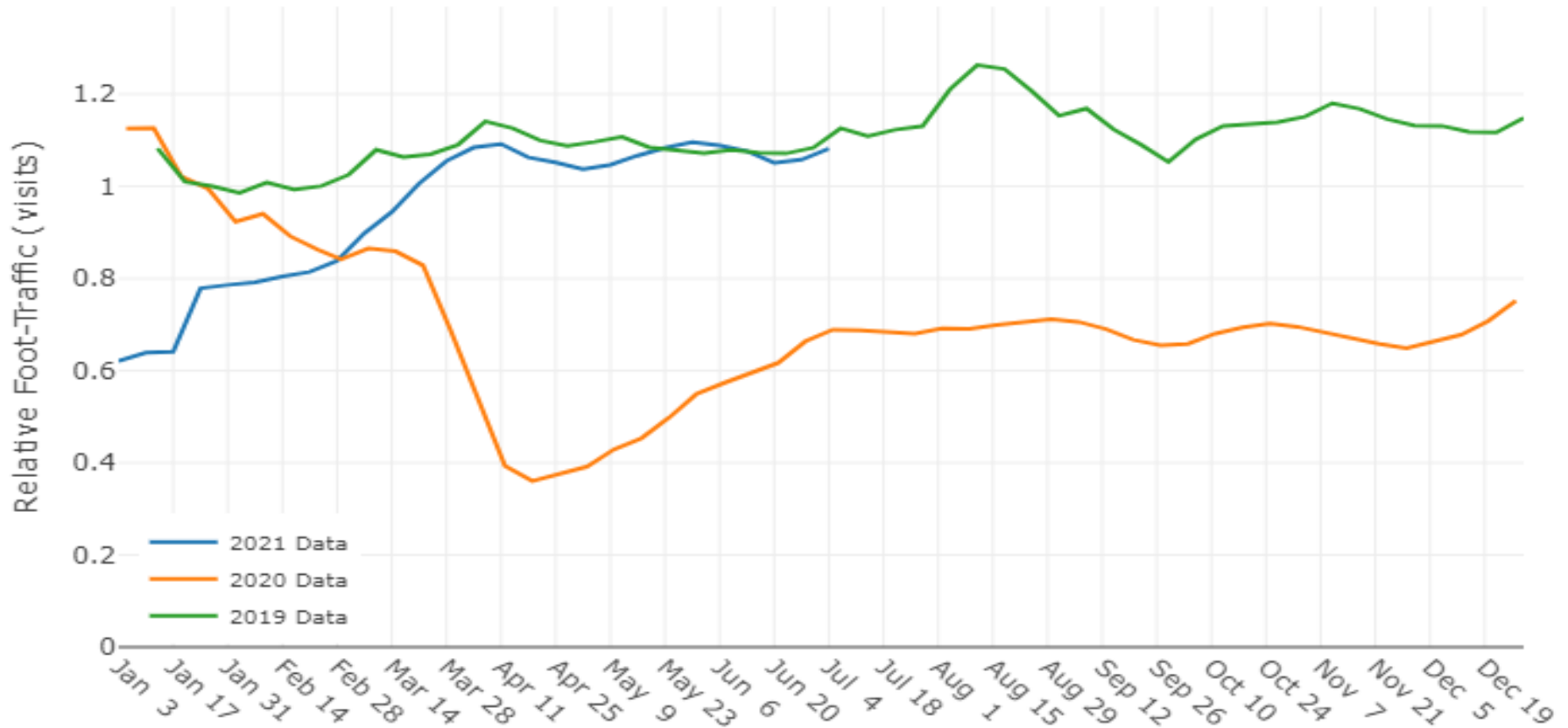
U.S. Personal Consumption Outlays



Key Components of Personal Consumption



Sit Down Restaurant Foot Traffic



U.S. Corn Supply and Use, June 2021

	2019/20	Projected	
		2020/21	2021/22
Planted area (mil. ac.)	89.7	90.8	91.1
Harvested area (mil. ac.)	81.3	82.5	83.5
Yield (bu./ac.)	167.5	172.0	179.5
Beginning stocks (mil.bu.)	2,221	1,919	1,107
Production	13,620	14,182	14,990
Imports	42	25	25
Total supply	15,883	16,127	16,122
Feed	5,897	5,700	5,700
Ethanol	4,857	5,050	5,200
Food, seed, other	1,430	1,420	1,415
Exports	1,778	2,850	2,450
Total use	13,963	15,020	14,765
Ending stocks	1,919	1,107	1,357
Stocks/use ratio	13.7%	8.5%	10.2%
Farm price	\$3.56	\$4.35	\$5.70

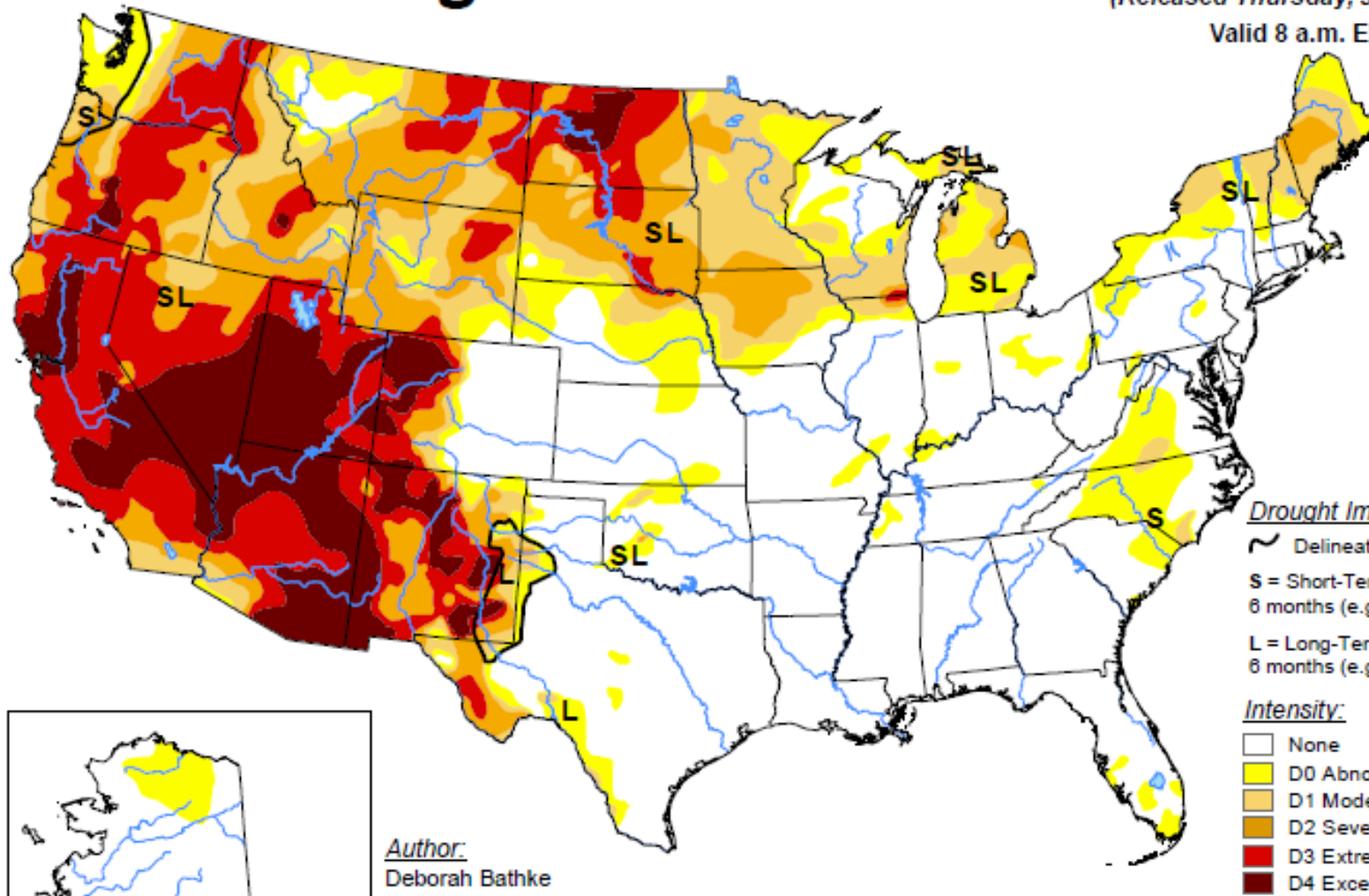


U.S. Drought Monitor

June 29, 2021


(Released Thursday, Jul. 1, 2021)

Valid 8 a.m. EDT









Author:
Deborah Bathke

Drought Impact Types:

-  Delineates dominant impacts
- S** = Short-Term, typically less than 6 months (e.g. agriculture, grasslands)
- L** = Long-Term, typically greater than 6 months (e.g. hydrology, ecology)

Intensity:

-  None
-  D0 Abnormally Dry
-  D1 Moderate Drought
-  D2 Severe Drought
-  D3 Extreme Drought
-  D4 Exceptional Drought

Questions

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Weekly Livestock Update, Brownfield Ag News

<https://brownfieldagnews.com/brownfield-livestock-market-updates/>



WEEKLY LIVESTOCK MARKET UPDATE WITH SCOTT BROWN

