

## 2020 AUM RATE

The AUM rate is calculated by adding the 2015,2016,2017,2018 weighted monthly prices of Medium & Large 1 frame 500-550 pound Steer & Heifer Calves sold in South Dakota (USDA Agriculture, Agricultural Marketing Service) to the 2019 weighted annual prices for Steer & Heifer Calves for a total 5 year price; divided by 5 for an average 5 year price; multiplied to a 500 pound calf resulting in a 5 year average calf income; divided by 12 months for a monthly income; which is multiplied by a 25% factor set by the Commissioner of School & Public Lands, for the 2020 AUM rate.

**Table I: Markets & 2019 Price**

Market: Hub City, SD Auction  
 Market: Sioux Falls Regional Livestock Auction, SD Auction  
 Market: Philip Livestock Auction, SD Auction  
 Market: Mitchell Livestock Auction, SD Auction  
 Market: Herreid Livestock Market, SD Auction  
 Market: Mobridge Livestock Auction, SD Auction  
 FT. Pierre Livestock Auction, SD Auction

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01-Jan-2019 thru 31-Dec-2019  
 39,612 Feeder Steers 500-550 Weighted Ave. Price 158.91  
 36,427 Feeder Heifers 500-550 Weighted Ave. Price 159.25  
 76,039 Total for a combined Weighted Ave. Price of 158.91

**Table II: 5-YEAR AVERAGE**

2019 - \$158.91/CWT  
 2018 - \$169.74/CWT  
 2017 - \$171.62/CWT  
 2016 - \$145.93/CWT  
 2015 - \$223.36/CWT

Total : \$869.56 CWT  
 Divided by 5 years results in \$173.91 average CWT

\$1.73/lb x 500 lb calf = \$870.00  
 average income divided by 12 months = \$72.50 monthly income x 25% = **\$18.13 per AUM for 2020.**

**AFFECTED LEASES:**

2016 leases beginning their 5-year option in 2020 will change from \$19.22/AUM (2016 rate) to \$18.13/AUM (2018 rate) a 5.68% decrease. Lessee's will be mailed an Option to renew their lease November 1 of 2020; they have 30 days (12-1-2020) to sign and return Option. 2010 leases expire and will be offered at auctions in March/April of 2020 will change from \$14.68/AUM (2014 option rate) to \$18.13 /AUM (2020 rate) a 23.51% increase.

NOTE: Questions relating to the above information may be directed to Mike Cornelison, Land Agent, 605-773-4172, e-mail [mike.cornelison@state.sd.us](mailto:mike.cornelison@state.sd.us); [www.sdpubliclands.com](http://www.sdpubliclands.com); Please refer to the reverse side for the S&PL AUM rate history.