

2021 AUM RATE

The AUM rate is calculated by adding the 2016,2017,2018,2019 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 2020 weighted annual prices for Steer & Heifer Calves for a total 5 year price; divided by 5 for an average 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 2021 AUM rate.

Table I: Markets & 2020 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

01-Jan-2020 thru 31-Dec-2020
41,825 Feeder Steers 500-550
Weighted Ave. Price \$168.09
31,706 Feeder Heifers 500-550
Weighted Ave. Price \$149.50
73,531 Total for a combined
Weighted Ave. Price of
\$158.80

Table II: 5-YEAR AVERAGE

2020 - \$158.80/CWT
2019 - \$158.91/CWT
2018 - \$169.74/CWT
2017 - \$171.62/CWT
2016 - \$145.93/CWT

Total : \$805.74 CWT
Divided by 5 years results
in \$161.15 average CWT

\$1.61/lb x 500 lb calf = \$805
average income divided by 12
months = \$67.08 monthly income x
25% = **\$16.77 per AUM for 2021.**

AFFECTED LEASES:

2017 leases beginning their 5-year option in 2021 will change from \$19.06/AUM (2021 rate) to \$16.77 (2021 rate) a 12.01% decrease. Lessee's will be mailed an Option to renew their lease November 1 of 2021; they have 30 days (12-1-2021) to sign and return Option. 2011 leases expire and will be offered at auctions in March/April of 2021 will change from \$17.21/AUM (2015 option rate) to \$16.77 /AUM(2021 rate) a 2.56% decrease.

NOTE: Questions relating to the above information may be directed to Mike Cornelison, Land Agent, 605-773-3303 mike.cornelison@state.sd.us; www.sdpubliclands.com; Please refer to the reverse side for the S&PL AUM rate history.