

2023 AUM RATE

The AUM rate is calculated by adding the 2018,2019,2020,2021 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 2022 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 2023 AUM rate.

Table I: Markets & 2022 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-2022 thru 31-Dec-2022
 38,573 Feeder Steers 500-550
 Weighted Ave. Price \$217.84
 33,746 Feeder Heifers 500-550
 Weighted Ave. Price \$190.39
 72,319 Total for a combined
 Weighted Ave. Price of
 \$204.12/CWT.

Table II: 5-YEAR AVERAGE

2022 - \$204.12/CWT
 2021 - \$170.74/CWT
 2020 - \$158.80/CWT
 2019 - \$158.91/CWT
 2018 - \$169.74/CWT

Total : \$862.31 CWT
 Divided by 5 years results
 in \$172.46 average CWT

\$172.46/CWT x 5/CWT calf = \$862.3
 average income divided by 12
 months = \$71.868 monthly income x
 25% = **\$17.96 per AUM for 2023.**

AFFECTED LEASES:

2019 leases beginning their 5-year option in 2023 will change from \$19.69/AUM (2019 rate) to \$17.96/AUM (2023 rate) a 8.78% decrease. Lessee's will be mailed an Option to renew their lease November 1 of 2023; they have 30 days (12-1-2023) to sign and return their Option.
 2013 leases expire and will be offered at auctions in March/April of 2023 will change from \$19.06/AUM (2017 option rate) to \$17.96 /AUM (2023 rate) a 5.77% 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.gov; Please refer to the reverse side for the S&PL AUM rate history.