




CLERK, U.S. BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS

ENTERED

THE DATE OF ENTRY IS ON
THE COURT'S DOCKET

The following constitutes the ruling of the court and has the force and effect therein described.

Signed May 2, 2018


United States Bankruptcy Judge

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
AMARILLO DIVISION**

In Re: § **Chapter 11**
§
Waggoner Cattle, LLC, et al,¹ § **Case No. 18-20126-rlj-11**
§
Debtors. § **Jointly Administered**
§

AGREED ORDER ON MOTIONS FOR FINAL USE OF CASH COLLATERAL

On April 30, 2018, came on for consideration the final hearing on Circle W of Dimmitt, Inc.'s ("Circle W") and Waggoner Cattle, LLC's ("Waggoner Cattle") *Motion for Interim Use of Cash Collateral* [Dkt. Nos. 11] (collectively, the "Motions"). Counsel for Circle W and counsel for Lone Star State Bank of West Texas ("Lone Star") appeared and announced that the parties have reached an agreement on the Motions and the relief requested thereunder. The Court finds that: the Debtors and Michael Quint Waggoner ("Quint Waggoner") filed voluntary petitions

¹ The Debtors in these chapter 11 cases are: Waggoner Cattle, LLC (Case No. 18-20126-rlj), Circle W of Dimmitt, Inc. (Case No. 18-20127-rlj), Bugtussle Cattle, LLC (Case No. 18-20128-rlj), and Cliff Hanger Cattle, LLC (Case No. 18-20129-rlj).

under chapter 11 of title 11 of the United States Code (the “Bankruptcy Code”) on April 9, 2018 (the “Petition Date”); it has jurisdiction to consider the Motions and the relief requested therein pursuant to 28 U.S.C. §§ 157 and 1334; this is a core proceeding pursuant to 28 U.S.C. § 157(b); venue is proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; due and proper notice of the Motions and the hearing on the Motions was provided to the United States Trustee’s Office, Lone Star, Rabo Agrifinance, Inc., any parties receiving notice of same through the Court’s CM/ECF system, and all parties on the matrix on file with the Bankruptcy Clerk’s office in the above styled case; Circle W and Waggoner Cattle have the rights, powers, and duties of a Debtor-in-Possession and continue to operate their businesses with authority of the Bankruptcy Code pursuant to 11 U.S.C. §§ 1107 and 1108; Circle W and Waggoner Cattle stipulate that Lone Star holds valid, enforceable, first priority liens against the collateral sought by Circle W and Waggoner Cattle to be used in the Motions; during the interim period under the Agreed Order on Motions for Interim Use of Cash Collateral and For Authority to Pay Pre-Petition Employee Compensation (“Interim Order”) [Dkt. No. 21], Lone Star advanced to Circle W \$26,912.23 to pay the employee wages owed Circle W employees, paid White Energy \$38,086.27 to cover the purchase of distillers grain, and paid Hi Pro Feeds \$41,101.00 to cover the purchase of feed; and the parties agreement is in the best interests of the estates and their creditors. Accordingly, the Court hereby GRANTS the Motions on an final basis as provided herein.

IT IS THEREFORE ORDERED that the Motions are GRANTED on a FINAL basis as modified herein. Circle W is not authorized to use any cash collateral it receives from Waggoner Cattle in the form of feed bill receivables; however, Circle W may use cash collateral it receives from customers other than Waggoner Cattle (“Cash Collateral”) in accordance with and to pay

the expenses shown in Exhibit A to this Order (the “Budget”);

IT IS FURTHER ORDERED that within five (5) days from the entry of this Order, Circle W and Waggoner Cattle shall deliver to Lone Star a Yard Sheet from Circle W’s and Waggoner Cattle’s Turnkey software system which identifies all cattle in the Circle W feed yard on a lot by lot and pen by pen basis, the owner of such cattle in each lot, pen, or both, the date the cattle were received, origin of the cattle, average in-weight, estimated current weight, subsequent shipments and shipment dates, deaths and lot reassignments, and corresponding head counts for each lot, pen, or both as of the Petition Date; a payables and receivables aging report of all of Circle W’s and Waggoner Cattle’s pre-petition accounts receivable and accounts payable as of the Petition Date; and an inventory report of all of Circle W’s and Waggoner Cattle’s feed and vet supplies as of the Petition Date;

IT IS FURTHER ORDERED that on each Wednesday following the entry of this Order, Circle W and Waggoner Cattle shall deliver to Lone Star current Yard Sheets containing the information set forth in the preceding paragraph, payables and receivables aging reports of all of Circle W’s and Waggoner Cattle’s post-petition accounts receivables and payables, and an inventory report of all of Circle W’s and Waggoner Cattle’s feed and vet supplies on hand;

IT IS FURTHER ORDERED that all pre-petition cattle of Waggoner Cattle, including without limitation both cattle in pens (the “Grow Cattle”) located at the feed yard owned by Bugtussle Cattle, LLC (“Bugtussle”) and operated by Circle W, cattle in calf hutches (the “Hutch Cattle”) located at the feed yard owned by Bugtussle and operated by Circle W, all cattle of Waggoner Cattle in the Dean Cluck Feedyard Dimmitt, TX, Western Feeders, Lockney, Texas, in any other feed yard, and in any pasture land (together with the Grow Cattle and the Hutch Cattle, collectively, the “Cattle Collateral”), all of which are subject to Lone Star’s first priority

liens, shall be treated as customer cattle of Lone Star. Lone Star shall pay the standard daily fee of \$2.25 per day per head to care for the Grow Cattle and the Hutch Cattle located in the feed yard operated by Circle W's until such time as those cattle are sold. All decisions regarding the timing and terms of sale of the Cattle Collateral shall be made solely by Lone Star, provided that Lone Star will honor any sales contracts for the Cattle Collateral that were entered into prior to the filing of these bankruptcy cases. The Debtors shall provide to Lone Star within two (2) days following the entry of this Order all contracts for sale of the Cattle Collateral currently in place. Additionally, Quint Waggoner and the Debtors agree to cooperate with Lone Star with the marketing and sale of the Cattle Collateral;

IT IS FURTHER ORDERED that within ten (10) days following entry of this Order, Circle W and Waggoner Cattle shall deliver to Lone Star a complete accounting of all the Grow Cattle and Hutch Cattle located in the feed yard operated by Circle W. No later than May 15, 2018, Circle W and Waggoner Cattle will provide Lone Star with a Lot Level Yard Sheet plus an accounting of cattle that have been shipped, have died, or otherwise cannot be accounted for the period of the month of April, 2018. Circle W may submit invoices to Lone Star for the care of the Grow Cattle and Hutch Cattle on a weekly basis each Wednesday. All invoices submitted to Lone Star must be accompanied by documentation Circle W would send to any other of its customers providing an accounting of the care and feed provided to the Grow Cattle and Hutch Cattle. Upon receipt of an invoice and appropriate documentation, Lone Star will pay Circle W the invoices for the care of the Grow Cattle and Hutch Cattle by wire transfer to Circle W's debtor-in-possession bank account;

IT IS FURTHER ORDERED that Circle W may use all payments received from Lone Star for the care and feeding of the Grow Cattle and Hutch Cattle in accordance with and to pay

the expenses shown in the Budget;

IT IS FURTHER ORDERED that Circle W shall provide to Lone Star on a weekly basis, with the first report due on Wednesday, May 10, 2018, and continuing each Wednesday thereafter while this Order is in effect, a budget-to-actual report based on the Budget and the actual expenses incurred by Circle W for the prior week;

IT IS FURTHER ORDERED that as adequate protection of Lone Star's interests in the Cash Collateral being used, Lone Star is hereby granted continuing, post-petition and replacement liens in, to and over all of Circle W's property and assets of the same type as held by Lone Star as of the Petition Date, including inventory and accounts receivable presently securing the indebtedness owing to Lone Star, in accordance with 11 U.S.C. § 361(2), in the same priority and in the same nature, extent, and validity as such liens existed pre-petition;

IT IS FURTHER ORDERED that Lone Star is hereby granted a super-priority administrative expense claim against Circle W's estate, to have priority over any and all other administrative expense priority claims allowed in these bankruptcy cases, in the amount of any diminution in value of Lone Star's collateral due to the use by Circle W of Lone Star's Cash Collateral;

IT IS FURTHER ORDERED that to the extent that any applicable non-bankruptcy law otherwise would restrict the granting, scope, enforceability, or attachment of the replacement liens and security interests authorized or created by this Order, or otherwise would impose filing registration requirements with respect to such replacement liens, such law is preempted to the maximum extent permitted by the Bankruptcy Code, other applicable federal law, and the judicial power of the United States Bankruptcy Court. This Order shall be sufficient and conclusive evidence of the priority, perfection, attachment, and validity of all of the replacement

liens and security interests of Lone Star granted herein, and the liens granted, created and/or ratified herein shall, by virtue of the filing of a certified copy of this Order in any filing or recording office in any county or state, constitute valid liens without the necessity of creating, filing, recording, or serving any financing statements or other documents that might otherwise be required under federal or state law in any jurisdiction or the taking of any other action to validate the adequate protection replacement liens granted in this Order and, in such event, the subject filing or recording officer is authorized to file or record a certified copy of this Order;

IT IS FURTHER ORDERED that while the Grow Cattle and the Hutch Cattle remain in the feed yard operated by Circle W, Lone Star may designate a consultant or consultants of its choosing to monitor the care, feeding, and marketing of the Grow Cattle and the Hutch Cattle on a daily basis so long as the Grow Cattle and the Hutch Cattle remain in the custody of Waggoner Cattle or Circle W. Lone Star, and its employees, agree to maintain confidential any proprietary information it might acquire through its consultants. Lone Star agrees that its consultants will be required to enter into a confidentiality agreement with Waggoner Cattle and Circle W regarding the disclosure of proprietary information of Waggoner Cattle and Circle W; provided, however, the consultants can monitor the care, feeding and marketing of the cattle prior to executing any confidentiality agreement prepared by Waggoner Cattle, Circle W, or both. Lone Star shall not be held responsible or liable in any way to Waggoner Cattle, Circle W, or any of the other Debtors, including Quint Waggoner, should the consultant or consultants violate any confidentiality agreement between the consultants, Waggoner Cattle, and Circle W. If there is any disagreement regarding the care, feeding, and marketing of the Grow Cattle and Hutch Cattle, Lone Star's consultant(s) and Quint Waggoner, or such other person as shall be designated by Quint Waggoner, shall discuss such disagreement and try in good faith to resolve

any such disagreements. If they are unable to resolve any disagreements, Lone Star shall have the right, but not the obligation, to immediately move the affected cattle from the feed yard operated by Circle W to another location;

IT IS FURTHER ORDERED that Waggoner Cattle is not authorized to use any cash, including checks on hand but not negotiated, that was on hand as of the Petition Date generated from the sale and shipment of cattle that would be considered Cattle Collateral that may have occurred pre-petition (“Cash on Hand”) and any cash collateral generated from the sale of Cattle Collateral of Lone Star in its operations, and Waggoner Cattle cannot use the Cash on Hand and sell the Cattle Collateral for its own account, and is not authorized to purchase any new cattle with the Cash on Hand or any proceeds from the sale of the Cattle Collateral. All Cash on Hand and proceeds from the sale of Cattle Collateral shall be separately accounted for and turned over to Lone Star upon the sale of the Cattle Collateral. By entry of this Order, the stay imposed by Section 362(a) of the Bankruptcy Code is modified, annulled, terminated, and lifted, to the extent necessary, to allow for Lone Star to apply the proceeds received from the Cash on Hand and the sale of the Cattle Collateral against the care costs Lone Star incurs and the indebtedness owed by Waggoner Cattle to Lone Star, and Lone Star is hereby authorized to apply the proceeds from the sale of the Cattle Collateral first to the daily care and feed costs Lone Star incurs under the Interim Order and this Order, then to Loan No. *****7463, and then to Loan No. *****7471. The stay relief provided herein shall apply only to the Cash on Hand, the Cattle Collateral, and the sales proceeds;

IT IS FURTHER ORDERED that Lone Star shall be granted an administrative expense claim under Section 503(b)(1)(A), and (3)(D) in the amounts of the advance described herein to cover the employee compensation of \$26,912.23, and the advances to White Plains Energy and Hi

Pro Feeds in the aggregate amount of \$79,187.27 (“Lone Star’s Administrative Claim”). Lone Star’s Administrative Claim shall be against the bankruptcy estates of Waggoner Cattle, Circle W, Bugtussle, and Cliff Hanger, LLC, but shall only be entitled to one satisfaction from these bankruptcy estates;

IT IS FURTHER ORDERED that this Order shall be sufficient and conclusive evidence of Lone Star’s Administrative Claim and that Lone Star shall not be required to file Lone Star’s Administrative Claim in the bankruptcy cases of Waggoner Cattle, Circle W, Bugtussle, and Cliff Hanger, LLC to perfect its interest in Lone Star’s Administrative Claim against these bankruptcy estates;

IT IS FURTHER ORDERED that the post-petition liens granted to Lone Star, Lone Star’s super-priority administrative expense claim, Lone Star’s Administrative Claim, any and all other adequate protection granted to Lone Star, and the pre-petition claims and liens asserted by Lone Star against Circle W and Waggoner Cattle shall be senior to, and none of its collateral or Cash Collateral shall be subject to surcharge under section 506(c) of the Bankruptcy Code or may be used to pay, any claims for services rendered by any professionals of the Debtors, including any professionals of Quint Waggoner, any creditor, or party in interest, any committee, or any other party in connection with the assertion of or joinder in any claim, counterclaim, action, proceeding, application, motion, investigation, objection, defense or other contested matter against Lone Star in connection with any attempt to (i) invalidate, set aside, avoid, subordinate, recharacterize, or challenge, in whole or in part, any claims or liens arising under or with respect to the Debtors’ pre-petition obligations to Lone Star, Lone Star’s pre-petition claims, liens, or collateral (collectively, the "Pre-petition Obligations"), or (ii) assert any claim or defense arising under section 542 of the Bankruptcy Code, or to prevent, hinder, or delay, whether directly or

indirectly, Lone Star's assertions or enforcement of its liens, security interests, or realization upon any of their collateral or Cash Collateral;

IT IS FURTHER ORDERED that, notwithstanding any other provisions of this Order, any interested party, other than the Debtors, Quint Waggoner, and their professionals, in the Debtors' Chapter 11 cases shall have until ninety (90) days from the Petition Date (the "Challenge Period"), to commence an adversary proceeding against Lone Star for the purpose of: (a) contesting or challenging the findings of fact, stipulations, and waivers contained herein; (b) challenging the validity, extent, priority, perfection, enforceability, and non-avoidability of the Pre-Petition Obligations and/or pre-petition liens of Lone Star against the Debtors; (c) seeking to avoid or challenge (whether pursuant to Chapter 5 of the Bankruptcy Code or otherwise) any transfer made by or on behalf of the Debtors to or for the benefit of Lone Star prior to the Petition Date; (d) seeking damages or equitable relief against Lone Star arising from or related to its pre-petition business and lending relationships with the Debtors, including without limitation equitable subordination, recharacterization, lender liability, and deepening insolvency claims and causes of action; or (e) challenging any other matter to be waived or released pursuant to the Interim Order or this Order (collectively, a "Challenge Action");

IT IS FURTHER ORDERED that all parties in interest, including without limitation any statutory committees appointed, that fail to act in accordance with the time periods set forth in the preceding paragraph shall be, and hereby are, barred forever from commencing a Challenge Action or challenging in any manner the liens or claims of Lone Star and shall be bound by the findings of fact, stipulations, and terms of this Order. Any Challenge Action filed shall prohibit application of this paragraph only to the extent of the specific matters set forth in such Challenge Action on the date of the filing;

IT IS FURTHER ORDERED that Circle W and Waggoner Cattle shall provide to Lone Star on the twentieth (20th) day of each month a revised Budget (“Revised Budget”) setting forth the income and expenses for the subsequent month on a weekly basis. Lone Star shall have three (3) days to review and object to the Revised Budget. Objections to the Revised Budget shall be submitted to the Debtors’ counsel, and the Debtors and Lone Star shall make good faith efforts to resolve any objection to the Revised Budget. Should the Debtors and Lone Star not be able to resolve Lone Star’s objections with the Revised Budget, the Debtors shall file a request for hearing with the Court on an emergency basis to hear all outstanding objections and determine whether the Debtors should continue to be authorized to use Lone Star’s cash collateral. Should Lone Star either not have any objections to the Revised Budget or the Debtors and Lone Star resolve all outstanding objections, then the Debtors shall file a notice with the Court providing that the Debtors continue to have authority to use cash collateral as provided in this Order with a copy of the Revised Budget attached to the notice;

IT IS FURTHER ORDERED that, notwithstanding anything to the contrary in the Interim Order or this Order, should Circle W, Waggoner Cattle, any of the other Debtors, and Quint Waggoner fail to timely provide to Lone Star the records and reports required by this Order, or fully comply in all respects with the terms of the Interim Order and this Order, Circle W’s use of Cash Collateral shall immediately terminate and Lone Star shall have the right, but not the obligation, to arrange for the removal and disposal in a commercially reasonable manner, without further notice to the Debtors and Quint Waggoner, of the Grow Cattle and Hutch Cattle;

IT IS FURTHER ORDERED that the Debtors and their principals shall cooperate with Lone Star to allow and enable inspections, appraisals and inventory counts of the Cattle Collateral and all other collateral of Lone Star, including but not limited to the inventory, books,

and records, upon reasonable advance notice, and provided further that, Lone Star and its representatives shall take reasonable steps to avoid any unnecessary interference with operations in the course of conducting same;

IT IS FURTHER ORDERED that the findings of fact and conclusions of law of this Court pursuant to this Order shall be deemed effective upon the entry of this Order. To the extent that such findings may constitute conclusions, and vice versa, they hereby are deemed as such;

IT IS FURTHER ORDERED that the Debtors shall not engage in operations or sales outside of the normal course of business or on terms materially different from pre-petition terms;

IT IS FURTHER ORDERED that except to the extent specifically stipulated to, provided for, or waived herein, nothing in this Order prohibits Lone Star from exercising, asserting, or both any of its rights provided under the Bankruptcy Code, federal law, or state law concerning its indebtedness and the collateral it asserts secures the indebtedness;

IT IS FURTHER ORDERED that this Order and its terms and provisions shall be effective upon its entry and not subject to any stay (all of which are hereby waived), notwithstanding anything to the contrary contained in Bankruptcy Rules 4001(a)(3) and 6004(h). This Order and its terms and provisions shall: (a) survive entry of any order that may be entered (i) converting these chapter 11 cases to chapter 7 cases or dismissing these chapter 11 cases, (ii) appointing a chapter 7 or 11 trustee, or (iii) confirming or consummating any chapter 11 plan(s) in these cases; and (b) continue in any superseding cases of the Debtors under the Bankruptcy Code;

IT IS FURTHER ORDERED that the provisions of this Order shall inure to the benefit of the Debtors and Lone Star, shall be binding upon the Debtors and Lone Star and their respective

successors and assigns, including any Trustee, agent, administrator or other fiduciary hereafter appointed as a legal representative of the Debtors or with respect to property of the Debtors' estates, whether under chapter 11 of the Bankruptcy Code or any subsequent chapter 7 case, and shall also be binding upon all creditors of the Debtors and all other parties in interest, except as expressly set forth herein.

###End of Order###

AGREED TO AND ENTRY REQUESTED BY:

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Exhibit "A"

Waggoner Cattle LLC

4 Week Cash Flow Budget

Week Of:	Week 1		Week 2		Week 3		Week 4	
Beginning Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cattle Sales								
Holsteins	\$ 116,235.00	\$ 116,235.00	\$ 116,235.00	\$ 116,235.00	\$ 172,200.00			
Hd	270.00	270.00	270.00	270.00	400.00			
Weight	350.00	350.00	350.00	350.00	350.00			
Price	\$ 1.23	\$ 1.23	\$ 1.23	\$ 1.23	\$ 1.23			
Holsteins - Angus x	\$ -	\$ -	\$ -	\$ -	\$ 56,000.00			
Hd	-	-	-	-	100.00			
Weight	350.00	350.00	350.00	350.00	350.00			
Price	\$ 1.80	\$ 1.80	\$ 1.80	\$ 1.80	\$ 1.80			
Native Steers	\$ -	\$ 94,500.00	\$ -	\$ -	\$ 94,500.00			
Hd	-	135.00	-	-	135.00			
Weight	350.00	350.00	350.00	350.00	350.00			
Price	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00			
Total Cattle Sales	\$ 116,235.00	\$ 210,735.00	\$ 116,235.00	\$ 116,235.00	\$ 322,700.00			
Feed Bills	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00			
Advance Feedbill - LSSB	\$ (141,750.00)	\$ (141,750.00)	\$ (141,750.00)	\$ (141,750.00)	\$ (141,750.00)			
Breeding Fees	\$ -	\$ -	\$ -	\$ -	\$ -			
Bank Charges	\$ -	\$ -	\$ -	\$ -	\$ -			
Inspection Fees	\$ -	\$ -	\$ -	\$ -	\$ -			
Interest Expense	\$ -	\$ -	\$ -	\$ -	\$ -			
Office Expense	\$ -	\$ -	\$ -	\$ -	\$ -			
Total Expenses	\$ (141,750.00)	\$ (141,750.00)	\$ (141,750.00)	\$ (141,750.00)	\$ (141,750.00)			
Cash Surplus/(Deficit)	\$ 116,235.00	\$ 210,735.00	\$ 116,235.00	\$ 116,235.00	\$ 322,700.00			
Payment - LSSB Debt	\$ (116,235.00)	\$ (210,735.00)	\$ (116,235.00)	\$ (116,235.00)	\$ (322,700.00)			
Ending Cash Balance	\$ -	\$ -	\$ -	\$ -	\$ -			

Cattle Purchases								
Beginning Cash	\$ -	\$ -	\$ -	\$ -	\$ -			
Holsteins	\$ 14,000.00	\$ 14,000.00	\$ 14,000.00	\$ 14,000.00	\$ 14,000.00			
Hd	350.00							
Price	\$ 40.00							
Holsteins - Angus x	\$ 3,920.00	\$ 3,920.00	\$ 3,920.00	\$ 3,920.00	\$ 3,920.00			
Hd	28.00							
Price	\$ 140.00							
Native Steers	\$ 74,250.00	\$ 74,250.00	\$ 74,250.00	\$ 74,250.00	\$ 74,250.00			
Hd	150.00							
Price	\$ 495.00							
Total Cattle Purchases	\$ 92,170.00	\$ 92,170.00	\$ 92,170.00	\$ 92,170.00	\$ 92,170.00			
Expenses								
Feedbills	\$ 27,720.00	\$ 27,720.00	\$ 27,720.00	\$ 27,720.00	\$ 27,720.00			
Breeding Fees	\$ -	\$ -	\$ -	\$ -	\$ 8,000.00			
Bank Charges	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00			
Office Expense	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00			
Cash Surplus/(Deficit)	\$ (120,590.00)	\$ (120,590.00)	\$ (120,590.00)	\$ (120,590.00)	\$ (128,590.00)			
Loan Advance - DIP Loan	\$ 120,590.00	\$ 120,590.00	\$ 120,590.00	\$ 120,590.00	\$ 128,590.00			
Cash Surplus	\$ -	\$ -	\$ -	\$ -	\$ -			

Circle W
4 Week Cash Flow Budget

Week Of:	Week 1	Week 2	Week 3	Week 4	Totals
Beginning Cash	\$ -	\$ 1,725.00	\$ 3,550.00	\$ 13,575.00	
AR Collection - 2 wk Feed Bill	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00	\$ 567,000.00
Cash Collection	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00	\$ 141,750.00	\$ 567,000.00
Expenses					
Animal Health	\$ 16,250.00	\$ 16,250.00	\$ 16,250.00	\$ 16,250.00	\$ 65,000.00
Powdered Milk	\$ 2,750.00	\$ 2,750.00	\$ 2,750.00	\$ 2,750.00	\$ 11,000.00
Hospital Milk	\$ 2,650.00	\$ 2,650.00	\$ 2,650.00	\$ 2,650.00	\$ 10,600.00
Supplement	\$ 14,000.00	\$ 14,000.00	\$ 14,000.00	\$ 14,000.00	\$ 56,000.00
Flake Corn	\$ 24,500.00	\$ 24,500.00	\$ 24,500.00	\$ 24,500.00	\$ 98,000.00
Alfalfa	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 10,000.00
Fat	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ 20,000.00
Wet Distillers Grain	\$ 8,500.00	\$ 8,500.00	\$ 8,500.00	\$ 8,500.00	\$ 34,000.00
Micro Nutrients	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 12,000.00
Coastal Hay Feed	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 500.00
Total Feed Cost	\$ 79,275.00	\$ 79,275.00	\$ 79,275.00	\$ 79,275.00	\$ 317,100.00
Net Cash Margin	\$ 62,475.00	\$ 62,475.00	\$ 62,475.00	\$ 62,475.00	\$ 249,900.00
Bank Charges	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 800.00
Custom Work	\$ 1,250.00	\$ 1,250.00	\$ 1,250.00	\$ 1,250.00	\$ 5,000.00
Equipment Rental	\$ -	\$ 4,800.00	\$ -	\$ 1,200.00	\$ 6,000.00
Fuel Expense	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00	\$ 16,000.00
Insurance	\$ 10,300.00	\$ -	\$ -	\$ 11,300.00	\$ 21,600.00
Insurance - Life	\$ -	\$ 2,400.00	\$ -	\$ -	\$ 2,400.00
Interest Expense	\$ -	\$ -	\$ -	\$ -	\$ -
Legal & Professional Fees	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 12,000.00
Machinery Hire	\$ 2,000.00	\$ -	\$ -	\$ -	\$ 2,000.00
Office Expenses	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00	\$ 2,000.00
Rent	\$ -	\$ -	\$ -	\$ -	\$ -
Repair & Maintenance	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 12,000.00
Supplies	\$ 750.00	\$ 750.00	\$ 750.00	\$ 750.00	\$ 3,000.00
Taxes	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00	\$ 2,000.00
Telephone & Internet	\$ -	\$ 1,000.00	\$ -	\$ -	\$ 1,000.00
Utilities	\$ -	\$ 4,000.00	\$ 4,000.00	\$ -	\$ 8,000.00
Miscellaneous Expense	\$ 2,000.00	\$ 2,000.00	\$ 2,000.00	\$ 2,000.00	\$ 8,000.00
Payroll Expenses					
Payroll Taxes	\$ 4,500.00	\$ 4,500.00	\$ 4,500.00	\$ 4,500.00	\$ 18,000.00
Wages	\$ 28,750.00	\$ 28,750.00	\$ 28,750.00	\$ 28,750.00	\$ 115,000.00
Total Payroll Expenses	\$ 33,250.00	\$ 33,250.00	\$ 33,250.00	\$ 33,250.00	\$ 133,000.00
Total Expenses	\$ 60,750.00	\$ 60,650.00	\$ 52,450.00	\$ 60,950.00	\$ 234,800.00
Cash Surplus/(Deficit)	\$ 1,725.00	\$ 1,825.00	\$ 10,025.00	\$ 1,525.00	\$ 15,100.00
Ending Cash Balance	\$ 1,725.00	\$ 3,550.00	\$ 13,575.00	\$ 15,100.00	