

2013 Pennsylvania Farm Business Management Team Problem

Chapter name: _____

Team Member Names:

Expectations:

The team activity evaluates the ability of a team's members to work together to use decision-making and problem analysis skills while applying economic principles and concepts in farm business management

Evaluation:

- The team activity portion is evaluated as follows:
- Involve all members of the team
- Organize the team effort
- Communicate with each other in resolving issues relating to the current situation
- Reach consensus and agreement
- Complete the analysis of possible alternatives and solutions
- Communicate and submit in writing the team's consensus of solutions

Questions to answer

1. What factors should Laura and Phil Stuff consider as they look at phasing out of farming operations and retiring? List four. (32 Points)

1. A succession plan

2. The thoughts/feelings of the other children

3. How well

4.

2. What factors should be evaluated by Laura Stuff as she considers taking over the farming operation from her parents? List four (32 points)

1.

2.

3.

4.

3. List 2 strengths of the Stuff farm. (10 points)

1.

2.

4. List 2 threats to the Stuff Farm. (10 points)

1.

2.

5. Identify tools or instruments used for planning the farm business and describe how they can be used to benefit the farming operation. List four. (32 points)

Tool/Instrument	Describe how it is used.

6. List four risks to the Stuff farm and explain one way they can minimize each risk. (32 points)

Risk	Explain how it can be minimized

7. List 2 advantages of owning land as opposed to renting it. (10 points)

1.

2.

8. List 2 advantages of renting land as opposed to owning it. (10 points)

1.

2.

9. You are a loan officer for Ag Choice Farm Credit. The Stuffs have brought this financial information to you to ask you for an additional loan of \$200,000 to expand their operation by purchasing more land. Would you give them the loan?

Circle one: Yes No

List at least three reasons why or why not. (32 points)

1.

2.

3.