

Equipment/labour cost tracking sample:

Sample of junior partner's spreadsheet. The senior partner would create a similar spreadsheet and at year-end, they could easily identify any large gaps in value received or contributed and determine next steps. They may choose one transaction to clear accounts, choose to receipt each other, or just use the information for tracking purposes. The partners decide what is fair for them that year. The spreadsheet helps keep everyone informed about true values exchanged.



VALUE RECEIVED FROM USING SENIOR PARTNER'S EQUIPMENT

Junior partner - 1,000 acres

	Acres	Custom Rate per acre	Total custom	Notes
Seeding	1,000	\$30	\$30,000	Custom equipment rental rate is pulled from provincial sources and negotiated as needed.
				Update the rates regularly — annually is ideal.
Harrowing	1,000	\$5	\$5,000	
Spraying (3 passes)	3,000	\$5	\$15,000	
Swathing	1,000	\$7	\$7,000	
Combine	1,000	\$38	\$38,000	
	Hours	per hour		
Grain Cart			\$0	
	Loads	per load		
Grain Hauling	20	\$700	\$14,000	
Value received total			\$109,000	
Average per acre value			\$109	

VALUE CONTRIBUTED TO SENIOR PARTNER'S OPERATION

	Hours worked	Agreed rate	Labour contribution	
Junior partner labour	600	\$25	\$15,000	Hours worked entry doesn't have to be exact.
				Rate is negotiated and decided upon by the partners.
				This is extra helpful if multiple junior partners are involved.
Value contributed total			\$15,000	

TOTALS				
Junior partner received			\$109,000	
(Junior partner contributed)			-\$15,000	
Total value received (contributed)			\$94,000	Positive = value received (Negative) = value contributed