"The Ultimate Request"

How Dykhuis Farms, Inc. prepares
Cost Build Ups for a Frost, PLLC audit

Dykhuis Farms, Inc. Overview

- Based in Holland, MI
- 16,000 sows farrow to finish
- Sows are all on family owed and DFI managed sites
- Most of our finishing uses contract growers in MI and IN
- All of our feed is toll milled
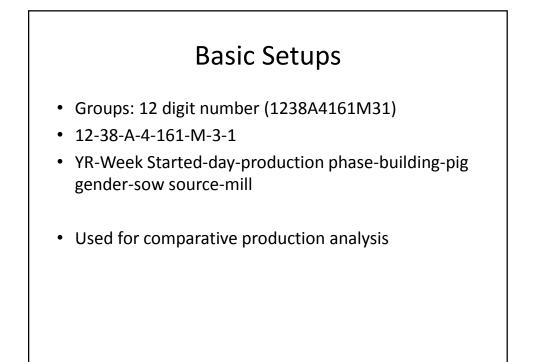- Crops are raised in a Partnership, no crops in DFI

Our Setup in FBS

- 3 Entities: DFI, RLD, DCP
- We use multiple company files in FBS
  - DFI-INC (people, admin, equipment, anything not pigs)
  - DFI-MI (Sows, Gilts, MI finishing)
  - DFI-IN (IN Finishing)
  - RLD (farm real estate)
  - DCP (Crops)

Divisions

- Each company files has a division for its own activity with outside vendors
- Div. 30 is used for intercompany activity within DFI's 3 FBS companies
- Div. 30 is used for intercompany activity within RLD and DCP FBS companies
- Div. 70 is used for activity between DFI and RLD/DCP
- Div. 35 is used for FBS calculated entries

Basic Setups

- Ledgers/Vendors/Report Macros/Ration codes/Ingredient codes
  - Same Across all company files
- Centers are unique to company
  - Follow same logic everywhere
    - Production Center are 4 digits (1604)
    - WIP Center = W+Production Center code (W1604)
    - Facility center = F+Production Center code (F1604)
  - Locations use Center root #
    - Center 1604 has 2 1,000 head buildings (1601, 1602)

Basic Setups

- Groups: 12 digit number (1238A4161M31)
- 12-38-A-4-161-M-3-1
- YR-Week Started-day-production phase-building-pig gender-sow source-mill

- Used for comparative production analysis

Audit Reports

Audit Reports

Cost Build Ups

- AKA: Hog inventory value testing
- Balance Sheet has total hog value
- WIP Change Report show by center
  - Head Count
  - Value/head
  - Total Value
- I add to the WIP report weaning date of each center (all our centers are all-in all-out)

Cost Build Ups

- That report is turned in and Frost selects which centers I need to provide detail at the invoice level

- Then I build the following spreadsheet for each center that gets selected