

Record Keeping CDE Vocabulary List

1. **Equity**- the value of an asset minus the amount owed to a lender.
2. **Capital or Non-current asset**- an asset that will be kept for a longer period of time and used to make money. Examples include breeding livestock, machinery, equipment, land, and buildings.
3. **Current Asset**- an asset that will be sold or used up in one year or less. Examples include feed, hay, supplies, market animals, etc.
4. **Income**- money that you earn through your business or farm from the sale of goods or services.
5. **Expense**- money that you pay to others for items need to run your business or farm such as feed, fuel, hired labor.
6. **Liability**- money you owe to others.
7. **Asset**- something that you own.
8. **Profit**- income minus expenses.
9. **Salvage value**- the value of a capital asset at the end of it's useful life.
10. **Depreciation**- the amount of value that a capital asset loses over time due to use and wear and tear.
11. **Principle**- the amount of money borrowed on a loan.
12. **Interest**- the amount of money you pay to a lender for borrowing the money.

Students should be able to:

1. Calculate simple interest. You.borrow.Pf7666.at.1.interest;..
2. Calculate very simple payments. You.borrow.Pf7666.at.1.interest;.You.will.make.one.payment.per.year.for.five.years;.At.the.end.of.the.first.year.how.much.interest.would.you.pay?..
3. Calculate straight line depreciation. You.buy.a.lawnmower.for.Pf7666;.You.estimate.that.it.has.a.76.year.life.and.a.salvage.value.of.Pf766;.How.much.will.it.depreciate.annually?..(Pf7666_766±P566.in.total.depreciation;.P56-76.years.±.P56.per.year)..
4. Identify an animal as market or breeding based on it's name.(bull.is.breeding?steer.is.market?etc;..