

Projections for Planning Purposes Only -- Not to be Used without Updating
2015 Estimated Costs and Returns per Acre
Oranges, Navel, Mature Orchard, Flood Irrigated, Rio Grande Valley - 100 Acres
South Extension District - 12

Crop Acres		100				Enterprise
REVENUE		Quantity	Units	\$/Unit	Total	Total
Oranges, Navel		18.00	Ton	\$160.00	\$2,880.00	\$288,000.00
Total Revenue					\$2,880.00	\$288,000.00
VARIABLE COSTS		Quantity	Units	\$/Unit	Total	Enterprise Total
Production Costs						
Fertilizer						
	Ammonium Sulfate (21% N)	7.14	CWT	\$18.60	\$132.80	\$13,280.40
Custom						
	Hedging or Topping	0.5	Acre	\$66.00	\$33.00	\$3,300.00
	Custom Fertilize Citrus	2	Acre	\$4.40	\$8.80	\$880.00
	Custom Orchard Spray	4	Acre	\$38.50	\$154.00	\$15,400.00
	Spot Herbicide Spray	1	Application	\$24.00	\$24.00	\$2,400.00
Miscellaneous						
	Insurance, Established Oranges	1	Acre	\$85.00	\$85.00	\$8,500.00
Herbicide						
	Simazine 4L	1.25	Gallon	\$25.36	\$31.70	\$3,170.00
	Krovar I 80 DF	3	Pound	\$14.25	\$42.75	\$4,275.00
Insecticide						
	Vydate	0.0625	Gallon	\$113.93	\$7.12	\$712.06
	Vendex	6	Pound	\$19.23	\$115.38	\$11,538.00
	Lorsban 4E	8	Pint	\$5.63	\$45.04	\$4,504.00
	Citrus Oil	5	Gallon	\$4.30	\$21.50	\$2,150.00
	Agri-Mek	0.1	Gallon	\$129.23	\$12.92	\$1,292.30
Other Chemicals						
	Surfactant - Citrus	2	Pint	\$3.60	\$7.20	\$720.00
Other Labor						
	Unallocated Labor	0.0122	Hour	\$9.00	\$0.11	\$10.98
Irrigation						
	Water Cost	1.20	Acre/Foot	\$20.00	\$24.00	\$2,400.00
	Irrigation Labor	3.00	Hour	\$9.00	\$27.00	\$2,700.00
Machinery Labor						
	Tractors/Self-Propelled	0.24	Hour	\$9.00	\$2.16	\$216.00
Diesel Fuel						
	Tractors/Self-Propelled	1.21	Gallon	\$3.00	\$3.63	\$363.00
Repairs & Maintenance						
	Tractors/Self-Propelled	1	Acre	\$2.33	\$2.33	\$232.91
	Implements	1	Acre	\$0.35	\$0.35	\$34.77
Interest on Credit Line				9.00%	\$42.01	\$4,201.03
Total Variable Costs					\$822.80	\$82,280.45
Planned Returns Above Variable Costs:					\$2,057.20	\$205,719.55
Breakeven Price to Cover Variable Costs				\$45.71	Ton	
FIXED COSTS		Quantity	Units	\$/Unit	Total	Enterprise Total
Machinery Depreciation						
	Tractors/Self-Propelled	1	Acre	\$2.41	\$2.41	\$240.67
	Implements	1	Acre	\$0.31	\$0.31	\$31.29
Equipment Investment						
	Tractors/Self-Propelled	\$27.17	Dollars	9.00%	\$2.45	\$244.55
	Implements	\$2.43	Dollars	9.00%	\$0.22	\$21.90
Allocated Establishment Cost		1	Acre	\$254.04	\$254.04	\$25,404.00
Land Cost, Orchard		1	Acre	\$120.00	\$120.00	\$12,000.00
Total Fixed Costs					\$379.42	\$37,942.42
Total Specified Costs					\$1,202.23	\$120,222.87
Returns Above Specified Costs					\$1,677.77	\$167,777.13
Breakeven Price to Cover Total Costs				\$66.79	Ton	

Example Breakeven Prices						
Example Yield Percent	Example Yield Ton	Price Needed to Cover Example Variable Costs		Price Needed to Cover Example Total Costs		
		Own/Rent	Share/Tenant	Own/Rent	Share/Tenant	Landlord
75%	13.50	\$60.95	\$60.95	\$89.05	\$89.05	\$0.00
90%	16.20	\$50.79	\$50.79	\$74.21	\$74.21	\$0.00
100%	18.00	\$45.71	\$45.71	\$66.79	\$66.79	\$0.00
110%	19.80	\$41.56	\$41.56	\$60.72	\$60.72	\$0.00
125%	22.50	\$36.57	\$36.57	\$53.43	\$53.43	\$0.00

Developed by Luis Ribera, Associate Professor and Extension Economist, Texas A&M AgriLife Extension.

Information presented is prepared solely as a general guide and not intended to recognize or predict the costs and returns from any one operation. Brand names are mentioned only as examples and imply no endorsement.