

Projections for Planning Purposes Only -- Not to be Used without Updating
2018 Estimated Costs and Returns per Acre
Grapefruit, Year 4, Orchard Establishment, Flood Irrigated, Rio Grande Valley
South Extension District - 12

Crop Acres		100		Enterprise	
REVENUE	Quantity	Units	\$/Unit	Total	Total
Grapefruit (Rio Red)	6.00	Ton	\$235.00	\$1,410.00	\$141,000.00
Total Revenue				\$1,410.00	\$141,000.00
VARIABLE COSTS	Quantity	Units	\$/Unit	Total	Enterprise Total
Production Costs					
Seed					
Young Citrus Trees	3	Tree	\$10.00	\$30.00	\$3,000.00
Layout and Plant	3	Tree	\$5.00	\$15.00	\$1,500.00
Removal Citrus	3	Tree	\$25.00	\$75.00	\$7,500.00
Treatment Removed citrus	3	Tree	\$5.00	\$15.00	\$1,500.00
Tree Wrap/Unwrap	3	Tree	\$2.00	\$6.00	\$600.00
Herbicide					
Simazine 4L	1.25	Gallon	\$21.46	\$26.83	\$2,682.60
Roundup/Glyphosate	3.4	Gallon	\$20.00	\$68.00	\$6,800.00
Krovar I 80 DF	3	Pound	\$15.65	\$46.96	\$4,696.13
Fertilizer					
Urea (46%)	2.5	CTW	\$21.80	\$54.50	\$5,450.00
Foliar N (Urea)	5	Pound	\$0.61	\$3.05	\$305.00
Foliar 3-18-18	1	Gallon	\$22.00	\$22.00	\$2,200.00
Foliar Zn	2	Pound	\$0.80	\$1.60	\$160.00
Foliar 18-8-5	2	Gallon	\$15.50	\$31.00	\$3,100.00
Other Labor					
Costum Soil Fert. Citrus	6	Hour	\$12.00	\$72.00	\$7,200.00
Unallocated Labor	1	Hour	\$12.00	\$12.00	\$1,200.00
Insecticide					
Movento	30	Ounce	\$7.25	\$217.50	\$21,750.00
Micromite	18.8	Ounce	\$3.88	\$72.94	\$7,294.40
Vendex	8	Pound	\$17.89	\$143.12	\$14,312.00
Agri-Mek SC	0.32	Gallon	\$499.91	\$159.97	\$15,997.03
Actara	11	Ounce	\$2.35	\$25.85	\$2,585.00
Sivanto	10	Ounce	\$2.30	\$23.00	\$2,300.00
Esteem	10	Ounce	\$13.00	\$130.00	\$13,000.00
Danitol	16	Ounce	\$1.58	\$25.28	\$2,528.00
Admire Pro	0.44	Pint	\$27.74	\$12.20	\$1,220.42
Custom					
Foliar Application	7	Acre	\$42.00	\$294.00	\$29,400.00
Prune (Yr 3-6 Year)	1	Acre	\$56.00	\$56.00	\$5,600.00
Miscellaneous					
Citrus Assessment	1	Acre	\$45.00	\$45.00	\$4,500.00
Insurance, Grapefruit	1	Acre	\$50.00	\$50.00	\$5,000.00
Other Chemicals					
Surfactant - Citrus	7.98	Pint	\$8.00	\$63.84	\$6,384.00
Fungicides					
Quadris Top	10	Ounce	\$1.50	\$15.00	\$1,500.00
GEM	3.8	Ounce	\$4.88	\$18.54	\$1,854.40
Headline	24	Ounce	\$2.66	\$63.84	\$6,384.00
Pristine	16	Ounce	\$4.88	\$78.08	\$7,808.00
Irrigation					
Water Cost	4.00	Acre/Foot	\$20.00	\$80.00	\$8,000.00
Irrigation Labor	14.00	Hour	\$12.00	\$168.00	\$16,800.00
Machinery Labor					
Tractors/Self-Propelled	0.8	Hour	\$12.00	\$9.60	\$960.00
Other Labor	0.4	Hour	\$12.00	\$4.80	\$480.00
Diesel Fuel					
Tractors/Self-Propelled	3.66	Gallon	\$2.10	\$7.69	\$768.60
Repairs & Maintenance					
Tractors/Self-Propelled	1	Acre	\$8.07	\$8.07	\$807.09
Implements	1	Acre	\$2.61	\$2.61	\$260.81
Interest on Credit Line			5.00%	\$58.38	\$5,837.97
Total Variable Costs				\$2,312.25	\$231,225.45
Planned Returns Above Variable Costs:				(\$902.25)	(\$90,225.45)
Breakeven Price to Cover Variable Costs			\$385.38	Ton	
FIXED COSTS	Quantity	Units	\$/Unit	Total	Enterprise Total
Machinery Depreciation					
Tractors/Self-Propelled	1	Acre	\$8.34	\$8.34	\$834.00
Implements	1	Acre	\$2.79	\$2.79	\$279.33
Equipment Investment					
Tractors/Self-Propelled	\$64.97	Dollars	7.00%	\$4.55	\$454.80
Implements	\$11.95	Dollars	7.00%	\$0.84	\$83.64
Allocated Establishment Cost	1	Acre	\$121.49	\$121.49	\$12,149.46
Land Cost, Orchard	1	Acre	\$100.00	\$100.00	\$10,000.00
Total Fixed Costs				\$238.01	\$23,801.23
Total Specified Costs				\$2,550.27	\$255,026.68
Returns Above Specified Costs				(\$1,140.27)	(\$114,026.68)
Breakeven Price to Cover Total Costs			\$425.04	Ton	

Example Breakeven Prices			
Examp	Example	To Cover	To Cover
Yield	Yield	Variable	Total
Percen	Ton	Costs	Costs
75%	4.50	\$513.83	\$566.73
90%	5.40	\$428.20	\$472.27
100%	6.00	\$385.38	\$425.04
110%	6.60	\$350.34	\$386.40
125%	7.50	\$308.30	\$340.04

Developed by Samuel Zapata, Assistant Professor and Extension Economist, Texas A&M AgriLife Extension, 956-968-5581.

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.