

## 2014/15 Picking, Roadsiding, and Hauling Charges for Florida Citrus<sup>1</sup>

Ariel Singerman<sup>2</sup>

A survey of Florida citrus harvesters was conducted in May/June 2015 to collect data on harvesting charges during the 2014/15 season. A total of twelve harvesters located in the Central (Ridge) and Southwest Florida citrus production regions participated in the survey. Six harvesters provided data on processed fruit only, while the other six provided data on both fresh and processed fruit charges. The average and range of the harvesters' responses were computed to obtain the estimates presented below. It is worth noting such estimates corresponded to citrus harvesting charges, not costs.



Citrus harvesting charges are classified into picking, roadsiding, and hauling. The picking charge is for removing the fruit from the tree. The roadsiding charge is for transporting the picked fruit to the flatbed truck or trailer and for costs related to fruit pallet boxes or tubs; ladders; and workers' transportation, payroll taxes, and insurance. Picking and roadsiding charges typically increase after May 15th, mainly as a consequence of the beginning of the harvesting season of other crops, which reduces the supply of harvest labor. The hauling charge is associated with transporting the fruit from the field to either a packinghouse (in the case of fresh fruit) or a processing plant (in the case of fruit for juice).

Table 1 summarizes the harvesting charges for citrus during the 2014/15 season. This includes the average and the range of picking and roadsiding charges by variety and type of fruit (fresh versus processed), as well as the average hauling charges for all varieties by distance. In all but two cases, average picking and roadsiding charges for fresh fruit are lower than those for processed fruit. A possible explanation for this seemingly counterintuitive finding could be due to the impact of Huanglongbing (HLB or citrus greening) on the Florida citrus industry. As the impact of HLB increases, only those blocks with trees with lower infection levels will yield fruit that qualifies for the fresh market. Since healthier trees are likely to have more fruit, the cost of harvesting such blocks is lower. Contrastingly, as the number of blocks with trees that have a higher infection level increases, and

- 1. This is EDIS document FE977, a publication of the Food and Resource Economics Department, UF/IFAS Extension. Published November 2015. Please visit the EDIS website at http://edis.ifas.ufl.edu.
- 2. Ariel Singerman, assistant professor and extension economist, Citrus Research and Education Center, Lake Alfred, FL.

The Institute of Food and Agricultural Sciences (IFAS) is an Equal Opportunity Institution authorized to provide research, educational information and other services only to individuals and institutions that function with non-discrimination with respect to race, creed, color, religion, age, disability, sex, sexual orientation, marital status, national origin, political opinions or affiliations. For more information on obtaining other UF/IFAS Extension publications, contact your county's UF/IFAS Extension office. U.S. Department of Agriculture, UF/IFAS Extension Service, University of Florida, IFAS, Florida A & M University Cooperative Extension Program, and Boards of County Commissioners Cooperating. Nick T. Place, dean for UF/IFAS Extension.

the volume of fruit they yield decreases, harvesting costs of such blocks will increase.

The Florida citrus industry currently faces the challenges imposed by HLB: decreasing crop yields and production, lower quality fruit, and increasing cost of production. On-tree prices are the basis for establishing the economic return to citrus growers. Therefore, the usefulness of these estimates resides in providing the basis for computing ontree prices from delivered-in prices. That is, the estimates herein document the harvesting charges and contribute to computing the change in growers' economic returns as the industry adapts to remain profitable.

Table 1. Estimated picking, roadsiding, and hauling charges for Florida citrus, 2014/15

	Fresh Fruit Range			Processed Fruit Range		
	Minimum	Maximum	Average	Minimum	Maximum	Average
Picking Charges		\$/box			\$/box	
Early and Mid-season Oranges	0.90	1.10	1.03	0.90	1.31	1.07
Valencia Oranges	1.00	1.10	1.08	1.00	1,49	1,12
Valencia Oranges (after May 15)	1.00	1.25	1.14	1.00	1.64	1.22
Pink/Red Grapefruit	0.75	0.75	0.75	0.75	0.90	0.80
White/Marsh Grapefruit	0.75	0.75	0.75	0.75	0.90	0.80
Temples/Tangelos	1.25	1.50	1.45	1.25	1.50	1.45
Tangerines	1.50	1.50	1.50	1.50	1.50	1.50
Roadsiding Charges		\$/box			\$/box	
Early and Mid-season Oranges	0.85	1.00	0.92	0.78	1.04	0.92
Valencia Oranges	0.87	1.00	0.93	0.78	1.12	0.95
Valencia Oranges (after May 15)	0.92	1.10	0.97	0.78	1.25	1.01
Pink/Red Grapefruit	0.84	1.04	0.94	0.70	0.90	0.81
White/Marsh Grapefruit	0.73	0.84	0.79	0.70	0.98	0.86
Temples/Tangelos	1.12	1.24	1.17	1.12	1.24	1.17
Tangerines	1.03	1.40	1.19	1.13	1.20	1.18
Hauling Charges	Average All Varieties			Average A <b>ll</b> Varieties		
	\$/box			\$/box		
0–30 miles	0.429			0.370		
31–50 miles	0.511			0.470		
51–80 miles	0.590			0.599		
81–100 miles	0.740			0.776		
100+ miles	1.000			0.960		
Source: A. Singerman, UF/IFAS, CREC, Lake Alfr	ed, FL, May/June 2015					

2014/15 Picking, Roadsiding, and Hauling Charges for Florida Citrus