Cost of handling harvesting debris at a citrus processing plant

2010 Citrus Mechanical Harvesting Field Day and Workshop

> Fritz Roka April 21, 2010 SWFREC - Immokalee, FL



Outline of cost study

Based on 6 plant interviews, Mar-Jun 2009:

- 1) Cost of handling excess debris
- 2) Cost of equipment breakdowns
 - Repairs material and labor
 - Cost of downtime
- 3) Juice yield losses



Survey Response:



- 10 juice processing plants
 -75% of total boxes received
- 52K lbs per 100K boxes (<0.6%)
 85% of debris wood

During 2008-09:

- 1/10 plants rejected a load b/c wood
- 6/10 plants rejected loads b/c non-wood
- 3/10 plants did not reject any load
- 6/10 plants received MH loads (~7% boxes)

Repair & Downtime Costs (2006-09)

- Hauling debris
- Extra graders
- Fruit Rec. Equip
- Fruit Rec. Downtime
- Juice Ext. Equip
- Juice Ext. Downtime
- Sub total

\$.001 /bx \$.012 /bx \$.004 / bx \$.016 / bx \$.001 /bx \$.049 / bx \$.083/bx



Downtime Range of Hourly Costs (2006-09)

- Fruit Rec Equip (\$/hr) \$1,200 (\$200 \$3,600)
 Juice Extr Equip (\$/hr) \$4,700 (\$500 \$13,600)

 (inc just plant-owned equipment)
- Leased Juice Extraction equip:
 cost of repair ?
 juice yield losses ?



Juice Yield Losses (2006-09)

Juice Yield Losses Avg production Juice Yield Losses

Price (2008-09 del-in) Value of juice yield losses 0.2% per bx 6.67 p.s./bx 0.0127 p.s/bx

\$1.22/p.s. \$0.015/bx



Estimate of Total Cost (?)

- Value of juice yield losses
- Repair & downtime Costs

\$0.015/bx \$0.083/bx

Total Costs

\$0.098/bx

• Interpretation:

 If ALL debris is removed from the system, costs of processing juice would decline by ~10-cents/bx.

Concluding Comments

- Excellent response from juice processing plants.
- Significant variability w.r.t:
 - total debris reported
 - costs w.r.t. specific equipment repairs
 - cost of extra graders appears to be significant
 - cost (hourly) of downtime widely varies
- Accurately account for juice yield losses?



Implications

- Reducing debris costs, enhances economic position of Florida citrus juice industry.
- What's the most "efficient" way to reduce costs?
- Oxbo: 2,000 acres * 450 bx/ac = 900,000 bx
 900k * \$.098/bx =
 - \$88,200/yr cost of debris @ plants
- Opportunity for MH systems.



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