

Case Study: Introduction

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Case Study Outline

- Problem to Solve
- Initial Case Study Parameters
- Proposed Methodology
- Case Study Overview
- Case Study Inputs

Problem to Solve

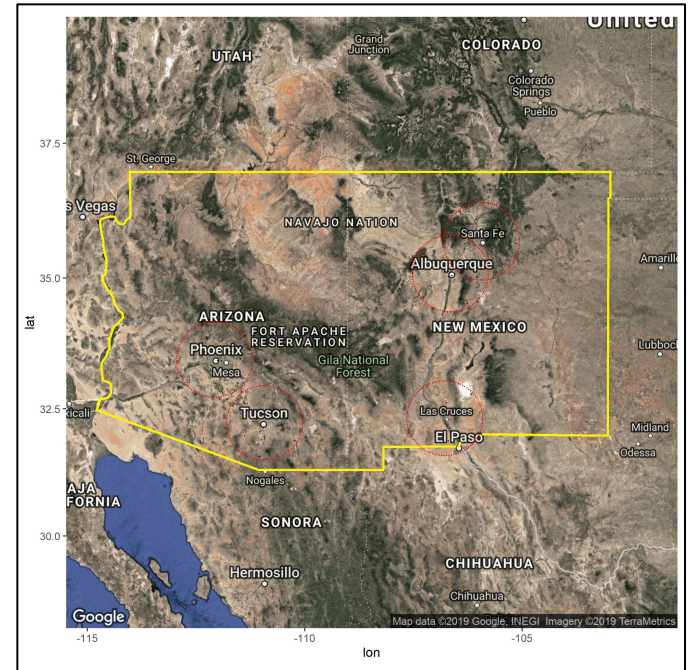
- Mismatch Between Supply and Demand
- Not enough Information
- Lack of Tools for Decision-Making
- Little Knowledge of Market Opportunities
- Small Level of Coordination
- Small Value Captured by Growers for their Products

Initial Case Study Parameters

- Coverage: **Arizona and New Mexico**
- Initial Basket of Products:

Tomatoes - Green Beans

Lettuce - Bell Pepper



Proposed Methodology

- Identify Market Opportunities
- Assess Production Potential
 - Climate Conditions
 - Production and Logistics Costs
- Obtain High-Level Production Plan
- Deploy the Opportunity to Specific Agents

Case Study Overview

Opportunity Identification	Region Assessment	Yield and Price Estimates	Generate a Plan	Analyze and Deploy Decisions
<p>Market Intelligence</p> <p>Trends Identification</p> <p>Prices and Volumes Prediction</p> <p>Is the opportunity capturable?</p>	<p>Where can it be produced?</p> <p>Are there enough growers?</p> <p>Is the required logistics available?</p> <p>Are the resources available (capital)?</p>	<p>Consider climate conditions to estimate yields</p> <p>Obtain price estimates for the opportunity</p> <p>Consider complementary producing regions</p>	<p>Run optimization models to determine:</p> <ul style="list-style-type: none"> - Where to produce? - When to plant? - When to harvest? - How to articulate the logistics? - How to allocate resources/investment? 	<p>Analyze the plan</p> <p>Identify partnership candidates:</p> <ul style="list-style-type: none"> - Growers - Transportation - Logistics - Consumers <p>Negotiation and Coordination</p>

Case Study Inputs

5 Locations:

Phoenix, AZ

Tucson, AZ

Albuquerque, NM

Las Cruces, NM

Santa Fe, NM

4 Initial Crops:

Tomatoes

Lettuce

Green Beans

Bell Peppers

Market Opportunity:

Two identified opportunities:

Celery and Cauliflower

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Opportunity Identification

- Initial Set of Products:

Tomatoes - Green Beans - Lettuce - Bell Peppers

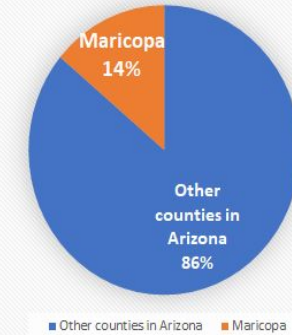
Why did we selected this? Add information
(Imports, Prices, etc.)

Add historical production

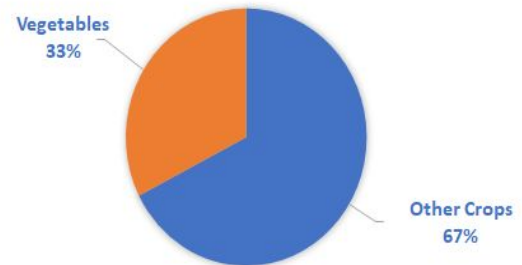
Adnan's

- Vegetables take up a sizeable share of the crop production Market in Arizona
- Vegetables grossed at \$1,009,125,000 making up 33% of Total Crop sales in Arizona (NASS 2017)
- Vegetables are a logical choice due to the huge share of the market they occupy
- Vegetables sold in Maricopa makes up 14% of total Vegetable sales in Arizona (NASS 2017)

Vegetable sales by County



VEGETABLE SALES IN ARIZONA

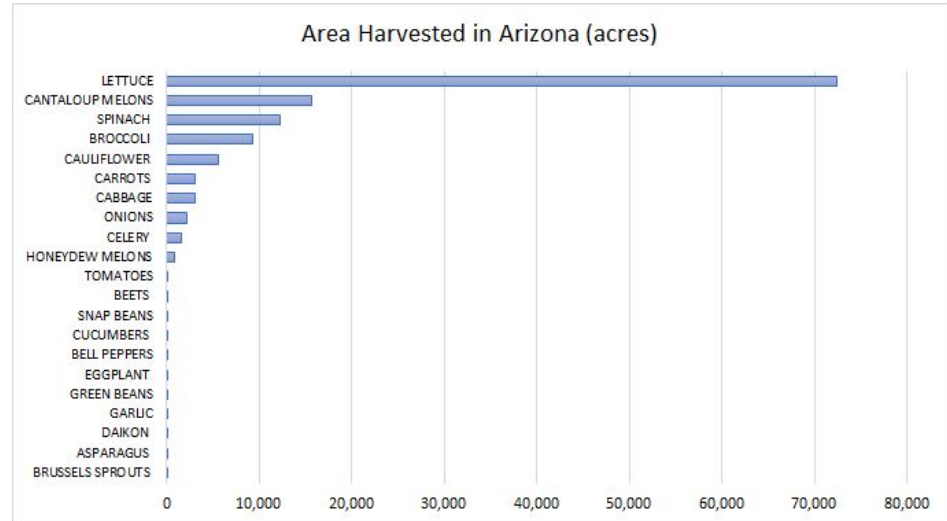


ADNAN'S

Lettuce recorded a total of 72,411 Acres(NASS 2017)

Interestingly not all the initial FFAR crops are harvested heavily

Perhaps price of the produce also influenced selection?



Xaimarie

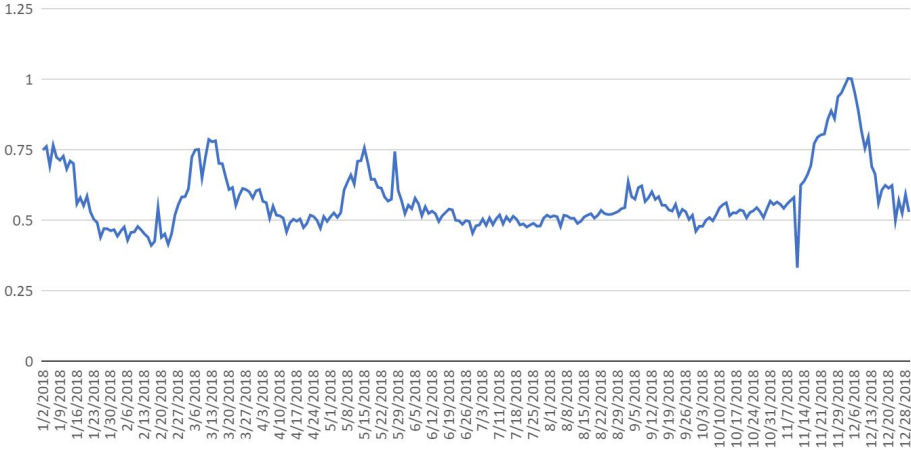
- Opportunity:

Cauliflower

Google Trends



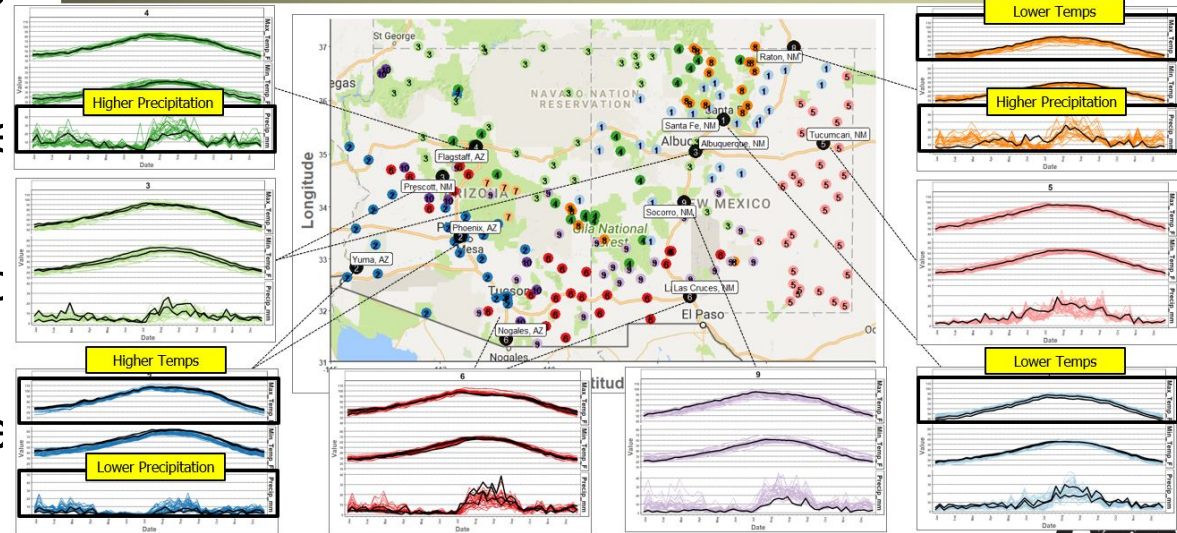
Cauliflower Price 2018



Information Collection

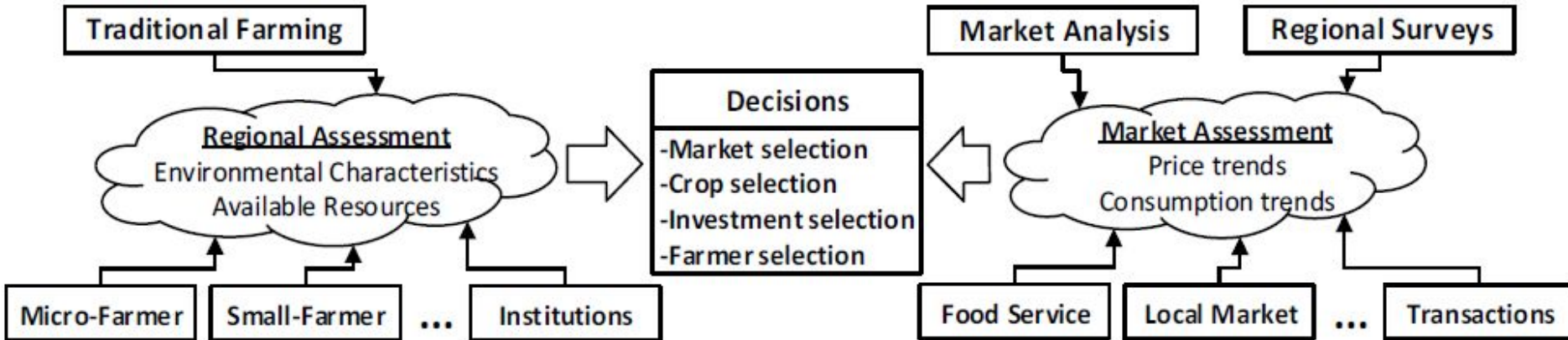
- Available Production
- Agronomic: Weather
- Growers/Land: Cap
- Logistics: Capacitie

Exploration/Planning Design



Strategic Planning Stage

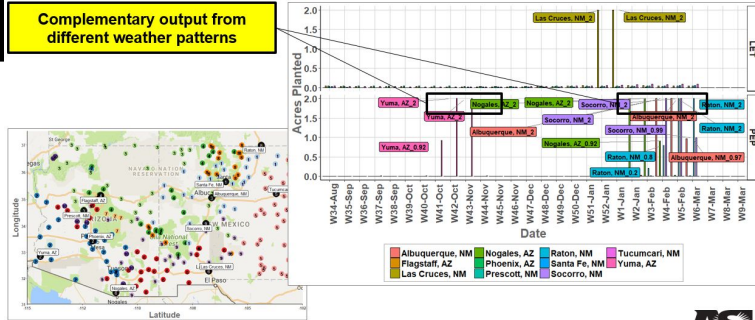
- Run Optimization Models:



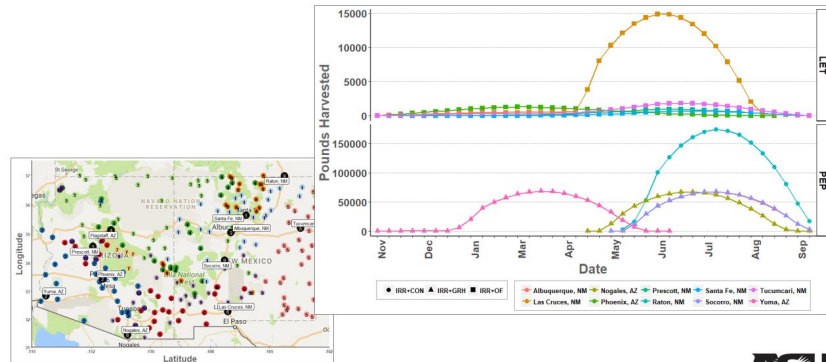
Results

- Planting Schedule:
- Harvesting Schedule:
- Costs Distribution:

Results: Planting Schedule



Results: Harvesting Schedule



Compatibility

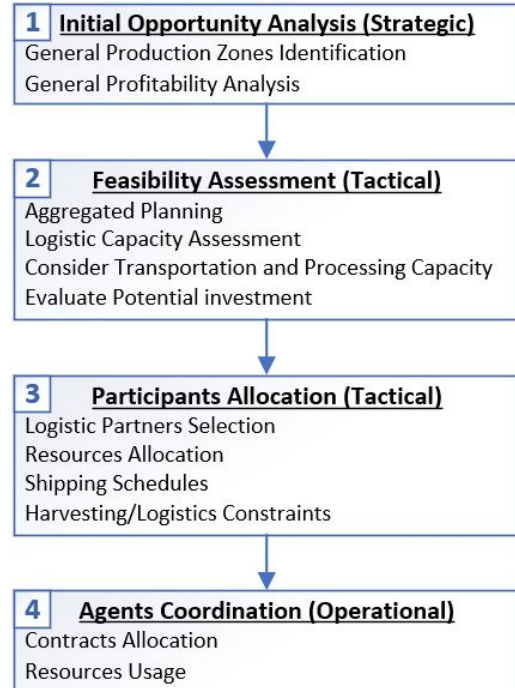
- Red represents pairs that are not compatible
- Yellow represents pairs that are compatible

	Cauliflower	Tomatoes
Celery	Yellow	Red
Lettuce	Red	Yellow
	Green beans	Cauliflower
	Tomatoes	Green beans
Cucumber	Yellow	Red
Tomatoes	Yellow	Red
	Bell peppers	Cauliflower

Common name	Storage temperature (°C)	Relative humidity (%)	Ethylene production rate	Ethylene sensitivity
Tomatoes	10 to 13	90 to 95	Very low	High
Bell pepper	7 to 10	95 to 98	low	Low
Lettuce	0	98 to 100	Very low	High
Cucumber	10 to 12	85 to 90	Low	High
Green beans	4 to 7	95	Low	Moderate
Celery	0	98 to 100	Very low	Moderate
Cauliflower	0	95 to 98	Very low	High

Next Steps

- Feasibility Analysis
- Partners Identification & Allocation
- Agents Coordination (Contracts)
- Articulation and Monitoring



Case Study in AZ and NM

Rodrigo Ulloa - Sárbit Aguilar



Case Study Outline

- Opportunity Identification
- Information Collection
- Strategic Planning Stage
- Results
- Next Steps

Why do we need these Inputs?

- Implement the input into the planning tools that have been developed throughout the years
- Use this information to provide growers with critical decisions
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PRODUCTION



- Product Demand
- Hectares to Plant
 - **Amount to plant per crop**
- Quality demanded
- Cost of technology