UNIVERSITY OF KENTUCKY-COLLEGE OF AGRICULTURE

Christmas Trees

Introduction

Christmas trees can be grown on relatively small parcels of land and on marginal soils. This enterprise can fit in well with an existing farm or nursery operation. While Christmas tree production does have a high profitability potential, it is also a long-term, risky investment requiring occasional periods of intensive labor.

Marketing

Christmas trees can be marketed in a chooseand-cut operation, where the consumer selects the tree and then assumes the cost of harvest and transportation. This type of operation is most successful when it is accessible to consumers and located near a populated area. Growers can also sell trees in a retail market which means transporting the trees to a rental space and providing labor for tending the lot. Selling trees wholesale generally involves contracting with a buyer for a specific type and number of trees. Direct wholesaling to local grocery stores, department stores, and organizations is another possibility. If wholesaling, producers should promote their product by stressing the benefits of purchasing quality, locally grown, fresh trees over "imported" trees.

Market Outlook

Kentucky growers do have a competitive edge since locally grown trees are fresher than trees from out-of-state sources. In addition, local

producers do not have the transportation costs associated with imported trees. Recent increases in transportation costs





due to rapidly rising fuel costs will likely make "buying local" even more attractive. However, local producers should think through their marketing plan before planting Christmas trees for commercial production because markets remain competitive. The greatest barrier for Christmas tree marketing is the increasing popularity of artificial Christmas trees among consumers. This may prove a significant barrier to entry for many potential Christmas tree growers.

Production Considerations

Species selection

A number of different species of evergreen trees (conifers) can be grown as Christmas trees in Kentucky. The most popular and salable species are white pine (*Pinus strobus*), Virginia pine (*Pinus virginiana*), and Scots pine (*Pinus sylvestris*). Needle cast problems have made Scots pine a less desirable choice from a production standpoint, especially in areas where serious outbreaks occur. Other species include Douglasfir (*Pseudotsuga menziesii*), Colorado blue spruce

(*Picea pungens*), and fraser fir (*Abies fraseri*). More than one species should be planted to reduce the potential for losses

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from diseases and insects. Select the species/ cultivars adapted to your climatic conditions and elevation. It is also important to match the tree species with the existing soil conditions.

Site selection and planting

Christmas trees can be produced on a wide variety of soils. While good agricultural land is ideal, some species can even be grown on marginal soils, such as reclaimed mine land. A moist but welldrained site that is level or slightly rolling is best.

Growers who plan to convert forested land should clear the land and establish a beneficial cover crop the year before planting. If pasture land is used, it may need heavily mowed, plowed, or herbicide-treated strips for planting seedlings. Because Christmas trees are a long-term crop, it is strongly advised to interplant them with a compatible annual cash crop so that the land gives a return on the investment while the trees are growing.

Planting material may be bareroot seedlings grown in a nursery bed or greenhouse-grown containerized plants. Stock should be planted in March or April in the Commonwealth. Planting



can be accomplished with a planting bar, a spade, or by machine. The trees will need adequate water for at least 2 years after establishment. When rainfall is insufficient. trees can be watered with a water wagon, tank or truck, or by trickle or drip irrigation. Applying woody mulch at the

time of planting conserves moisture and reduces weed competition.

Maintenance

Christmas trees require regular maintenance from the year of planting until harvest. Monitoring the plantation for pest or cultural problems on a weekly, bi-weekly, or monthly basis is recommended. Corrective pruning should be done the first year after establishment until harvest. Beginning with the third year and continuing every year until sold, pine trees must be sheared to the Christmas tree's classical conical shape. Shearing of pines is always done in the summer after the new growth spurt is complete. The specific date varies with weather. Douglasfirs and some true firs require less shearing.

Pest management

Plantations should be monitored for pests and diseases beginning in April and continuing through September. Potentially destructive insects include sawfly, aphids, bagworms, pinetip moth, and pales weevil. Diseases, such as needlecasts and needle blights, may decrease the value of the trees or kill them outright. Deer, voles, and rabbits can also cause feeding or rubbing damage. Livestock should not be allowed to roam in unprotected plantings due to the resulting mechanical injury and soil compaction. Vegetation control is achieved by mowing, herbicides, mulching, or a combination.

Harvest

Due to variations in growth rate, not all trees of the same age will be harvestable the same year. A single year's planting could be harvested over a period of 3 years. It can take 5 to 7 years for a tree to reach the optimum market size of $5\frac{1}{2}$ to 7 feet tall. Tree species that turn yellowish in late fall may be sprayed with a commercial coloring dye in late September or early October for increased marketability that season. Small chain saws or bow saws are commonly used to cut Christmas trees.

Labor requirements

Christmas tree production has periods of intensive labor, requiring time to monitor and

manage plantings. Presuming 1,000 trees are planted in a solid 1-acre block (with some space left for access routes) and harvested over 3 years, per acre labor needs are approximately 5 hours for site preparation, 40 to 48 hours for planting, 24 to 48 hours during establishment years, and 55 to 70 hours for harvest years. As trees grow larger, it may take up to 20 hours or more per acre just for shearing. The total labor commitment may total 125 to 175 hours per acre over the seven-year Christmas tree cycle.

Economic Considerations

Returns from Christmas tree production may appear high; however, a grower must make substantial investments for both labor and capital for 5 or 6 years before realizing any positive net returns. Initial investments include land preparation, purchase of plants, plant establishment, and possibly the installation of an irrigation system.

The following economic data is based on 1 acre of manually planted Christmas trees (1,000 trees), 75 percent of which will be harvested in equal amounts during years five, six, and seven on the farm. Total production costs for establishing and growing these trees over a seven-year period will generally range from \$6,000 to \$7,000. Since labor costs account for nearly one-third of this total cost, the availability of family labor versus hired labor will greatly affect total cash outlay. Total costs also vary depending on the size of the operation, types of trees grown, and cultural practices. Greens obtained from pruning the bases of trees can be sold for wreaths, garlands, and other Christmas decorations, thus providing some income in the early production years and supplemental income during harvest years.

Christmas trees are usually harvested starting 5 to 7 years after planting. Assuming 10 to 35 percent of the total 660-tree population is sold annually at an average price of \$25 per tree, an acre of Christmas trees can generate between \$1,650 and \$5,775 in annual *gross* revenues. Returns above all costs for a 10-year period can fall in the \$6,000

to \$10,000 range. The cost of establishing the Christmas tree stand is typically not recovered until the sixth or seventh year of production, so producers should be comfortable with investing in the establishment and production costs of Christmas trees until later returns are realized.

Selected Resources

• Forest Farming: Christmas Trees, FOR-116 (University of Kentucky, 2009) http://www.ca.uky.edu/agc/pubs/for/for116/

for116.pdfKentucky Christmas Tree Production

Workbook (University of Kentucky, 1986-1999)

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http://www.ca.uky.edu/agc/pubs/for/for16/
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Plantation Layout, FOR-17
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http://www.ca.uky.edu/agc/pubs/for/for18/
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Ground Covers, FOR-19
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– Fertilization, FOR-24

http://www.ca.uky.edu/agc/pubs/for/for24/ for24.htm

- Irrigation, FOR-25

http://www.ca.uky.edu/agc/pubs/for/for25/ for25.htm

– Pruning and Shearing, FOR-26

http://www.ca.uky.edu/agc/pubs/for/for26/ for26.htm - Pest Control - Animals, FOR-27 http://www.ca.uky.edu/agc/pubs/for/for27/ for27.htm

Pest Control – Insects, FOR-27A
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Harvesting, FOR-28
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– Marketing and Merchandising of Christmas Trees, FOR-29

http://www.uky.edu/Ag/Forestry/extension/ pub/pdf/

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Use of "Cull" Trees, FOR-30
 http://www.ca.uky.edu/agc/pubs/for/for30/
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Record Keeping and Taxes, FOR-31
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 Developing a Demonstration Plot, FOR-32 http://www.ca.uky.edu/agc/pubs/for/for32/ for32.htm

Production Calendar, FOR-33
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 for33.htm

– References, FOR-34

http://www.ca.uky.edu/agc/pubs/for/for34/ for34.htm

 Economics and Budgeting, FOR-36 http://www.ca.uky.edu/agc/pubs/for/for36/ for36.htm • Kentucky Christmas Tree Association (KCTA) http://www.kychristmastreefarms.com

• Needle Cast Diseases of Conifers, ID-84 (University of Kentucky, 1996)

http://www.ca.uky.edu/agc/pubs/id/id85/id85.htm

• Christmas Tree Production in North Carolina Web site (North Carolina State University) http://www.ces.ncsu.edu/fletcher/programs/xmas

• CRP Alternative: Christmas Tree Production (Iowa State University, 1997)

http://www.extension.iastate.edu/Publications/ CRP19.pdf

• Growing Christmas Trees on Reclaimed Surface-Mined Land (Virginia Cooperative Extension, 2009)

http://www.ext.vt.edu/pubs/mines/460-116/460-116.html

• Tree Crops for Marginal Farmland: Christmas Trees, PB-1463 (University of

Tennessee, 2002) 32 pp

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