Depreciation

Interest

 Owning Costs

 Insurance

 Chainsaws

Change to Workday

 Rate

 Fuel

 Machine costs

 Oil

 Personnel Transport

 Total Costs

 R + M

 Running Costs

 per Workday

 Tyres

 Rigging

 Add Profit

 Labour

Change to Workday

 Rate

 Divide by Production

 Operating Supplies

 (tonnes) per Workday

 Overheads

Gives Job Rate

 ($/t)

**FIGURE 1.1 THE COMPONENTS OF JOB COSTING**