

# Feeding Quality Forum tells of volatility, high prices and expectations.

by Miranda Reiman, director of digital content and strategy

n the 1980s and 1990s, consumers spoke, and the beef industry responded L in a big way. Today's story of record beef demand isn't just a historical tale; it's also a road map for the future, said speakers at this year's Feeding Quality Forum.

Hosted Aug. 22-23, in Lincoln, Neb., the Certified Angus Beef (CAB) program covered everything from current market conditions and technology to price forecasts and advancements on the horizon.

"It's hats off to you as an industry for producing the right genetics, managing those correctly and bringing high-quality beef to the industry," said Glen Dolezal, assistant vice president, new technology applications at Cargill Protein, warning he doesn't want to go backward.

As implant programs and new additives come on the market, he suggested feeders test their effects before using them across all

"I encourage you to be careful," he said.

### **Grading advances**

Having the most accurate measures to evaluate carcass quality provides the best data possible to make those decisions, and someday processors of any size could have access to the same type of tools.

Bucky Gwartney, international marketing specialist for the Agricultural Marketing Service (AMS), said 60% of beef today is graded by the E+V camera system, and all major plants use a camera to at least assist in data gathering and carcass sorting. Typically, rural locker plants haven't been able to access USDA graders due to logistics and cost, but advancements in camera grading applications may allow that process to happen virtually.

In a USDA pilot program, they're testing a cellphone-like device to capture ribeye pictures and call marbling scores. They're addressing the three major hurdles: quality image capture, secure data transfer and integrity of data and product matching throughout the system.

"Technology is coming at us quick," Gwartney said. "It's going to be better than we've ever had, and I'm convinced it's going to be a mainstay of the grading program."

## Finding comfort

Learning more is a step to improvement.

Left: Currently the beef industry is at "the highest level of quality I've ever experienced in my career," said Glen Dolezal, Cargill Protein, noting he'd like to keep it that way.



Above: Mother Nature makes it tough for animals to live without any discomfort, but good animal husbandry can help, said Lily Edwards-Callaway, Colorado State University.

AJ Tarpoff, Kansas State University, and Lily Edwards-Callaway, Colorado State University, shared ongoing research to improve cattle comfort. They touched on bedding in the summer to cool the ground, changing diet makeup during heat events, and offering shade and water.

"It's not always a cost," Tarpoff said, calling cattle comfort an investment in long-term animal productivity, which ultimately leads to how cattle will grade.

Every day that animal is on feed counts, he emphasized.

Cattlemen can't control the environment, Edwards-Callaway said, "but we can control some of the things that you do to help promote that comfort for the animals and reduce that discomfort."

Good animal husbandry helps connect with consumers, too, she said.

#### **Consumer confidence**

"A lot of us have got really cool things we're doing by ourselves, but we're going to



Above: From left, Justin Sexten, Zoetis Beef, interviewed Joan Ruskamp, J&S Feedlot; Zack Lindsley, R&L Feeders; and Karl Fox, who operates a family feedyard in northeast Iowa. The producers shared ways they manage risk, pastures and animals in a session geared toward using technology to enhance efficiency and quality.

have to share some of that data, move it up chain efficiently and take advantage of that to get to that next step," said John Schroeder, Darr Feedlot, noting that's important to growing consumer confidence.

He, along with Jesse Fulton, University of Nebraska Panhandle Research & Extension, and Robert Wells, Noble Research Institute, participated in a stewardship panel led by Kirsten Nickels, CAB sustainability and animal care scientist.

Focusing on the well-being of the land is a key to longevity, Fulton said.

"As long as we're good stewards to the land, good stewards of our herd, practice good stockmanship, we're going to be around for a lifetime," he said. "We can use our programs to tell our story to consumers and make them feel confident in the beef product they're purchasing."

#### Efficient use of resources

Becoming more efficient and using resources carefully is one aspect of stewardship, and Justin Sexten, Zoetis Beef, gathered producers to talk on the technology they've used to that end.

Nebraska cattle feeders Joan Ruskamp, J&S Feedlot; and Zack Lindsley, R&L Feeders; along with Karl Fox, who operates a family feedyard in northeast Iowa, talked about labor and cost savings achieved by using computer programs, advisors and some plain old creativity. Fox said using Performance Beef has shortened the learning curve.

"I don't want my sons and daughters to take 30 years to learn. I want them to be better than me next year," Fox said. "This has helped me improve my operation at a faster rate."

#### Market outlook

Being flexible and adaptable is as important today as ever, said market analyst Dan Basse, AgResource Co.

"When you put geopolitical things, along with weather and the wars that are ongoing, you're ending up with extreme volatility in a lot of markets," he explained. "Whether it be cattle, whether it be grain, whether it be equities, it's going to be volatile."

Basse predicted a range in cattle prices from \$160 per hundredweight (cwt.) to \$220 for a springtime high. He said the supply-driven bull market for cattle has "a lot of legs" because the cow herd is not in full expansion yet.

CAB is preparing for that supply crunch, knowing it means higher prices for restaurants and retailers, said Sara Scott, CAB vice president of foodservice. Her team connects customers with opportunities, builds on relationships and drives home the message of value for the

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next people in the chain.

"When you talk about *Certified Angus Beef* as being 'beef insurance' for your kitchen, you don't have to worry about how the product's going to perform; and that's really what we've hung our hat on now for decades, is that consistency," she said. "So, at the end of the day, you guys keep making high-quality cattle, and we'll keep selling them on that."

That's a good plan to keep the long lens of beef demand on its current positive trajectory, said industry analyst Nevil Speer. The trend shows more product at higher prices, and that's not a story the pork or poultry business can tell, he noted.

"More dollars coming into your business means more opportunities. It means more chances for young people to come back and be involved in this business," Speer said.

Keeping other families in business is motivational for TJ and Tiffini Olson, Round the Bend Steakhouse, near Ashland, Neb. They joined their foodservice distributor, Lane Rosenberry, Sysco Lincoln, to give a glimpse of the day-to-day interactions on everything from input costs to labor shortages. Their closing



message was one of gratitude.

"Without you all doing what you do on those cold, cold winter nights, caring for that one calf that drops — we understand that to a point, but never had to do that myself — but without that labor of love, we don't get to have what we have. He doesn't get to sell it, and I don't get to serve it," TJ Olson said.

From the poster that greets diners as they enter the establishment to the way they prepare the steaks as simply as possible to let the beef shine, the Olsons are true ambassadors for cattle producers.

"There's a story from the second that calf drops to the time it hits our plate, and we are absolutely honored to tell that story," TJ said. "Thank you so much to each and every one of you for doing what you all do." ABB

Editor's note: Certified Angus Beef hosted the 18th annual Feeding Quality Forum Aug. 22-23 in Lincoln, Neb. The event was sponsored by AngusLink<sup>SM</sup>, Feedlot Magazine, Select Sires, Performance Livestock Analytics, Diamond V and *Drovers*. To learn more or view coverage, visit www.feedinggualityforum.com.