

Backgrounding

- Feedlots daily slaughter/replacement
- · Economics of backgrounding
- · Feed resources
- Commodity prices
- Forage less expensive than grains/byproducts
- Calf-feeding to yearlings?

Myths – Greater Forage Gains

- 1. Forage gains are <u>cheaper</u> than feedlot gains, therefore, more forage
- 2. All Northern Plains steers can be marketed as yearlings in September

UNL Research

- · Systems research since 1980
- 200 to 300 calves/year
- · Spring-born, fall weaned



Animal Performance

Item	Calf-fed	Yearling	Diff.
Initial BW, Ibse	642 ^b	526°	-116
FIWT, Ibsa	642c	957b	315
Final BW, lbs	1282c	1365 ^b	83
DMI, Ibs/d	21.36°	30.55b	9.19
ADG, lbs/d	3.81°	4.53b	0.72
F:G	5.63c	6.76 ^b	1 .13
DOF	168 ^b	90°	-78
Total Feed, lbs	3592b	2754° -838	

^a Feedlot initial weight be Means within row with different superscripts differ *P*<0.05

Summary

- Yearlings 200 lb more gain
- 77% as much feedlot diet
- 58% as much feedlot diet (adjusted for gain)

Yearling, \$	2.50	and	\$6.50	Corn
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	\$2.50	\$6.50
Steer cost, \$	747	747
Winter		
Stalks, \$	48	48
WCGF, \$	35	90
Grass, \$	119	119
Feedlot		
Feed, \$	142	334
Profit, \$	35	58

Increase Backgrounding Gains

- 1. Forage Quality
- 2.Time on Forage
- 3.Implants and Ionophores
- 4. Protein and(or) Energy Supplements

Data Pooled Across Five Years¹

	Continuous	Brome,
Item	brome	warm-season
Winter gain, lb/d	.68	.68
Summer gain lb/d	1.58	1.80
Feedlot gain, lb/d	3.59	3.59
Feed/gain	7.46	7.25
Fat depth, inches	.42	.42
Quality grade ²	18.7	18.7

¹Shain et al. (2005).

Implants and Additives

- Implants ↑ ADG, 10 – 14% \$15 - 20/\$1
- Ionophores ↑ ADG, 7 – 10% 2 - 3/1

	Extensive ²	Intensive ³
Winter ADG, lb	1.66	1.96
Weight⁴	769	813
Grass ADG, lb	1.72	1.98
Date off grass	8/25	7/2
Weight ⁵	986	968
Feedlot ADG, lb	4.27	3.96
Weight	1372	1371
DOF	90	102
Breakeven, \$/cwt		
Winter	\$118.5	\$115.80
Grass	\$105.70	\$106.30
Feedlot	\$108.30	\$109.70

Federic et al. (2008); initial ws. 542 lb.

Follmer et al. (2008); initial ws. 542 lb.

5 lb Sweet Bran during stalk grazing, no implant or Rumensin.

6 lb Sweet Bran during stalk grazing, implanted and fed Rumensin.

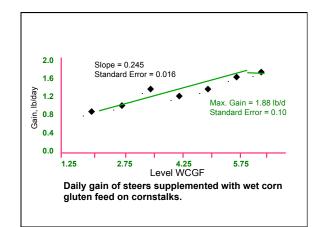
Weight of stalks, [®]Weight of grass.

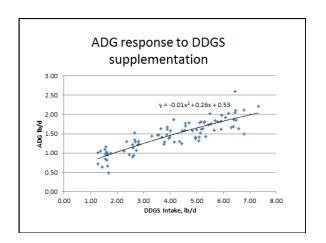
²20 = average Choice, 19 = low Choice, 18 = high

950 - 1000 lb Cattle Price, Changes from July

		September	October	
Feeders ¹	- \$.80	r -2.80	-7.49	-5.87
Market ²	- \$1.77	-1.60	-1.75	+.78
Market ³	-\$1.98	-0.87	+0.32	+4.82







Steers Fed Corn/Soybean Based Supplement in Dry Lot or Grazing Range or Fed Dried Distillers Grains While Grazing Range¹

Granie Trime Grazing Hange					
		Treatment ²			
	Drylot	Corn/SBM	DDG		
Initial BW, Ib	468	468	470		
Final BW lb3	562	570	558		
ADG, lb/day	1.51	1.65	1.42		

¹Stalker et al. (2006).

Wintering Costs of Gain¹

System	\$/lb gain
East NE drylot	\$.90
Sandhills Ranch drylot	\$.93
Sandhills range, corn, SBM, hay	\$.82
Sandhills DDGS	\$.65
Cornstalk grazing WDGS	\$ 63

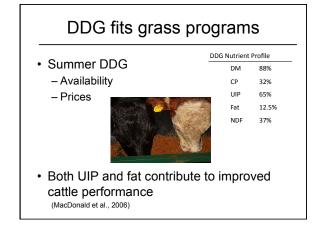
1Corn = \$6/bu.; hay = \$.049/lb DM; WDGS = \$.10/lb DM; SBM = \$.18/lb DM; mineral = \$.04/day; East NE drylot yardage = \$.40 day; Ranch drylot yardage = \$. 30/day; range = \$16.50/AUM, \$.20/day yardage; stalks = \$.14/day, \$.30/day yardage.

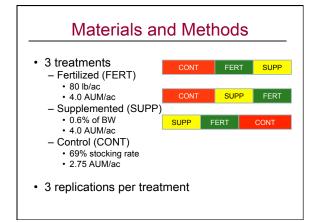
¹Price change, \$/cwt, from July price (' 06 - ' 10).
2Slaughter cattle price change after four month feeding (' 05 - ' 09).
3Slaughter cattle price change after four month feeding (' 06 - ' 10).

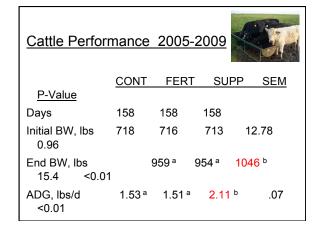
²Drylot-grass hay plus 4.2 lb supplement, Corn/SBM 6 lb/day on range and DDG 4.2 lb/day.

³Adjusted 4% for fill.





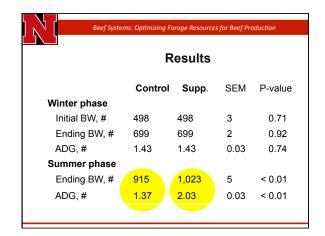


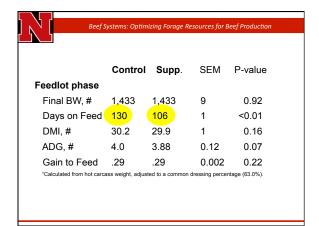


Economic Analysis						
CON FERT SUPP SEM P-value						
Initial Steer Cost	\$796.95ª	\$795.63a	\$791.5ª	4.8	0.51	
Other costs	\$51.30	\$50.38	\$50.28			
Land Cash Rent	\$105.71	\$69.65	\$70.78			
DDGS			\$59.14			
Fertilizer		\$35.48				
Total Costs	\$953.97ª	\$951.14ª	\$97 _b 1.69	5.0	<0.01	
Total Revenue	\$947.77ª	\$942.43a	\$989.24	8.8	<0.01	
a.b Means without a common superscript differ (P<0.05)						

	Profitability					
	Treatment					P-value
	Profit, \$/hd	-6.20a	-8.71ª	17.55 ^b	7.4	<0.01
	COG, \$/lb gained	0.56ª	0.57ª	0.48 ^b	0.01	<0.01
	Breakeven, \$/lb final wt	0.99ª	1.00a	0.93 ^b	0.01	<0.01
a.b Means without a common superscript differ (P<0.05)						









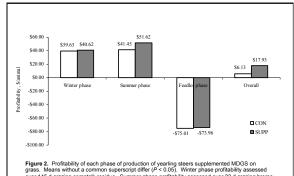


Figure 2. Profitability of each phase of production of yearing steers supplemented MDGS on grass. Means without a common superscript differ (*P* < 0.05). Winter phase profitability assessed over 145 d grazing constalk residue. Summer phase profitability assessed over 23 d grazing prome grass + 136 d grazing native range. Feedlot phase profitability assessed over 118 d in feedlot on common finishing diet. Overall profitability assessed over writer, summer, and feedlot phases. CON steers grazed native range during the summer with no supplementation. SUPP steers grazed native range during the summer with modified wet distillers grains with solubles supplementation at 0.6% BW.

Pasture vs Feedlot

680 lb (dm) MDGS - \$68.00 760 lb (dm) Feedlot diet - \$90.00 Feedlot yardage difference \$10.52 Pasture yardage difference \$16.04 17% less grass - \$13.50 Net - \$30.00

Distillers Grains Supplemented in Winter Summer or Both¹

Winter ADG, Ib	0.51	0.51	1.33	1.37
Grass ADG, lb	1.50	1.89	1.24	1.57
Weight diff.	-119	-112		
	00/050/\	00/440/\		

Summary — Above Average

- 1. Match cattle to system
- 2. Make effective use of grazed forage
- 3. Maximize use of grazed cornstalks
- 4. Use implants and ionophores
- 5. Make strategic use of byproducts: protein, energy, P
- 6. Optimize pasture management for good cattle gains
- 7. Sell high (best month to market)

^{-89(25%) -63(44%)}Gillespie et al. (unpublished); 454 lb spayed heifers.

21.5 or 5 lb (DM) if wet distillers grains during stalk grazing. Zero or 0.6% BW modified distillers grains during grazing.