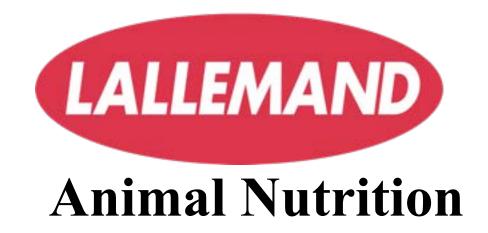
Hoard's Dairyman Webinar "New dairy software tools and they're free"



Presenter: Victor Cabrera University of Wisconsin

Brought to you by:







February 11, 2013







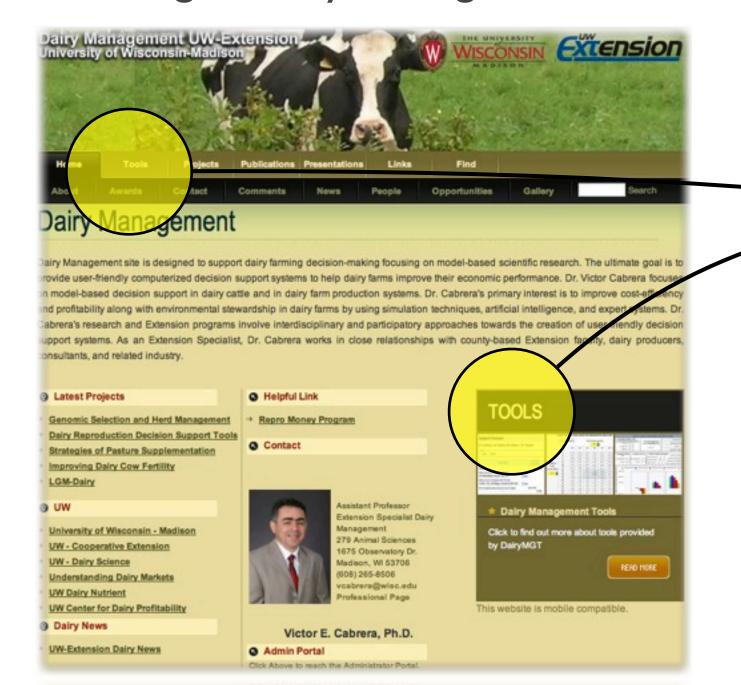
Victor E. Cabrera

University of Wisconsin-Madison

UW-Dairy Management

DairyMGT.info

Google: Dairy Management



@ FeedVal 2012 O Grouping Strategies for Feeding Lactating Dairy Cattle O Optigen® Evaluator O Income Over Feed Supplement Cost O Dairy Extension Feed Cost Evaluator O Com Feeding Strategies O Income Over Feed Cost O Dairy Ration Feed Additive Break-Even Analysis O Cost-Benefit of Accelerated Liquid Feeding Program for Dairy Calves @ Economic Value of Sexed Semen Programs for Dairy Heifers O Heifer Replacement O Heifer Break-Even Reproduction ♦ UW-DairyRepro\$Ptus: A Reproductive Analysis Tool that includes Heat Detection Devices. © Economic Value of Sexed Semen Programs for Dairy Heifers O UW-DairyRepro\$: A Reproductive Economic Analysis Tool Exploring Timing of Pregnancy Impact on Income Over Feed Cost. O Dairy Reproductive Economic Analysis Production O Decision Support System Program for Dairy Production and Expansion Economic Analysis of Switching from 2X to 3X Milking Q Lactation Renchmark Curves for Wisconsin Economic Evaluation of using rbST Alfalfa Yield Predictor: Using a Computer Application to Predict Irrigated Affalfa Yield Replacement O The Economic Value of a Dairy Cow O Value of a Sorioger O Helfer Replacement O Heifer Break-Even Herd Structure Simulator Financial O LOM-Dairy Analyzer Working Capital Decision Support System The Wisconsin Dairy Farm Ratio Benchmarking Tool O Decision Support System Program for Dairy Production and Expansion O Least Cost Optimizer O LGM-Dairy Premium Sensitivity @ Return to Labor @ Estimate Your Mailbox Price O LGM Dairy Feed Equivalent Calculator O Net Guarantee Income Over Feed Cost for LGM-Dairy Price Risk O LOM-Dairy Premium Sensitivity @ Least Cost Optimizer LGM Dairy Feed Equivalent Calculator Milk Component Price Analysis Environment O Grazing-N: Application that Balances Nitrogen in Grazing Systems O Seasonal Prediction of Manure Excretion O Dynamic Dairy Farm Model

Have you ever visited the UW Dairy Management Website?

Poll question!

A. Never

It is the first time I see it



B. Maybe sometime

Don't remember for sure

C. Yes, I have it

A few times

D. Yes, definitely

Many times

E. Yes, of course

I visit it frequently

Decision support system

Perform your own calculations

Assessment is farm specific

Every farm is different

Farm conditions change dynamically

Decisions should adjust









Market conditions change permanently Might impact decisions



User-friendly application

Easy to use, still robust



UW-DairyRepro\$Plus

Assess the economic value of reproductive management programs

Finds the best reproductive program





Reproduction Costs and Benefits

Culling

Hormones

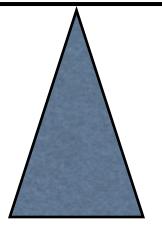
Semen

Labor

Milk

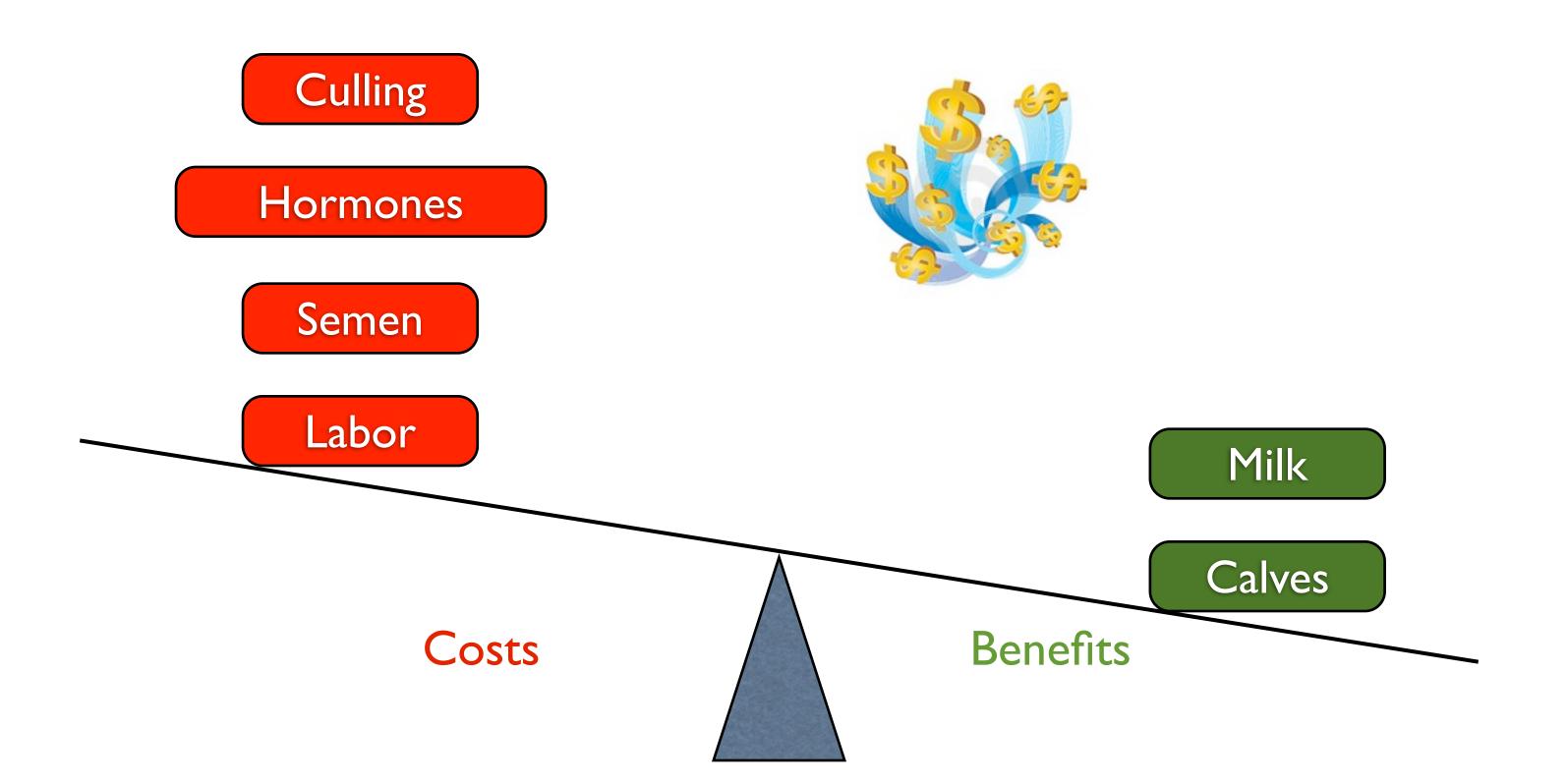
Calves

Costs

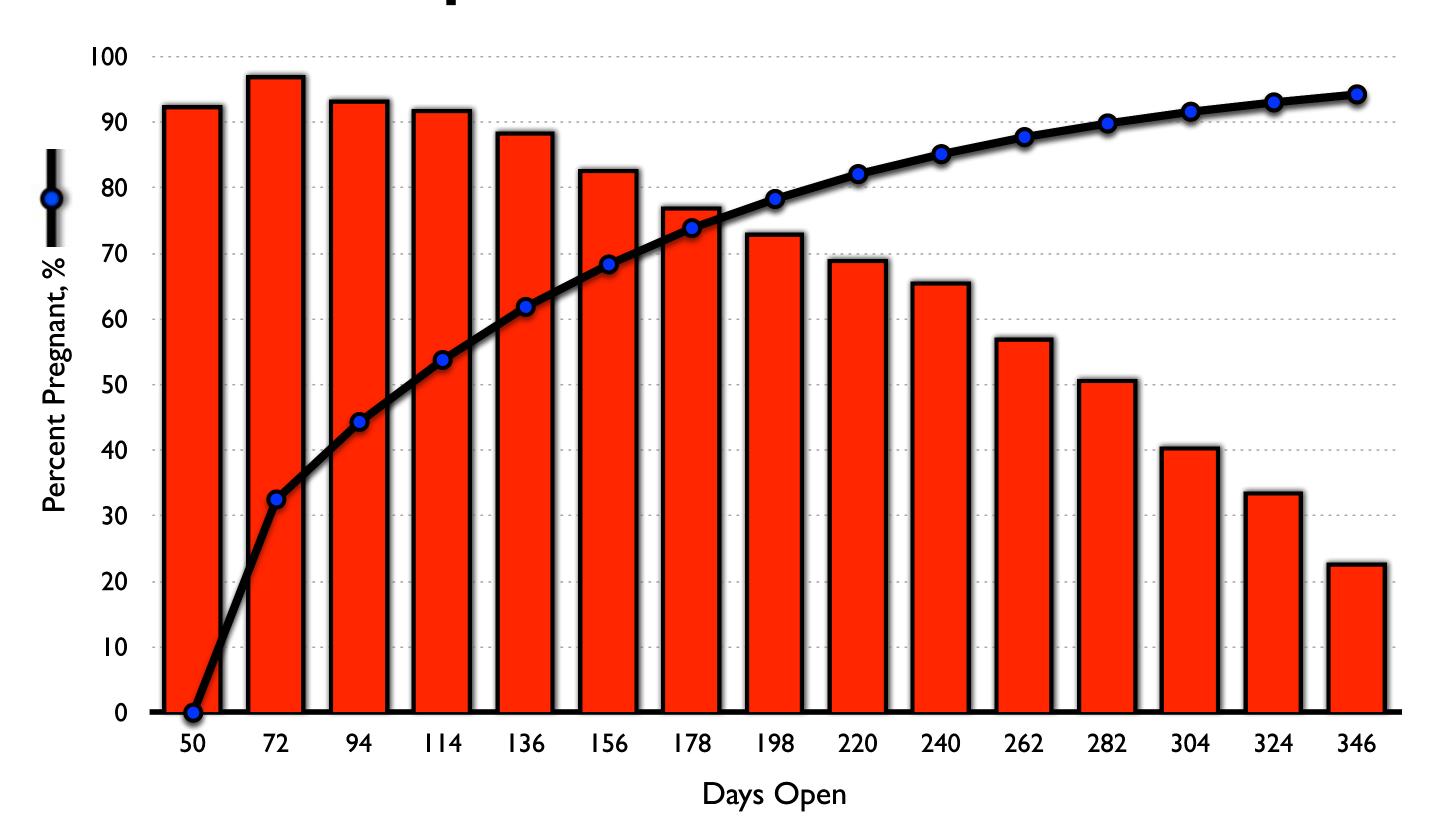


Benefits

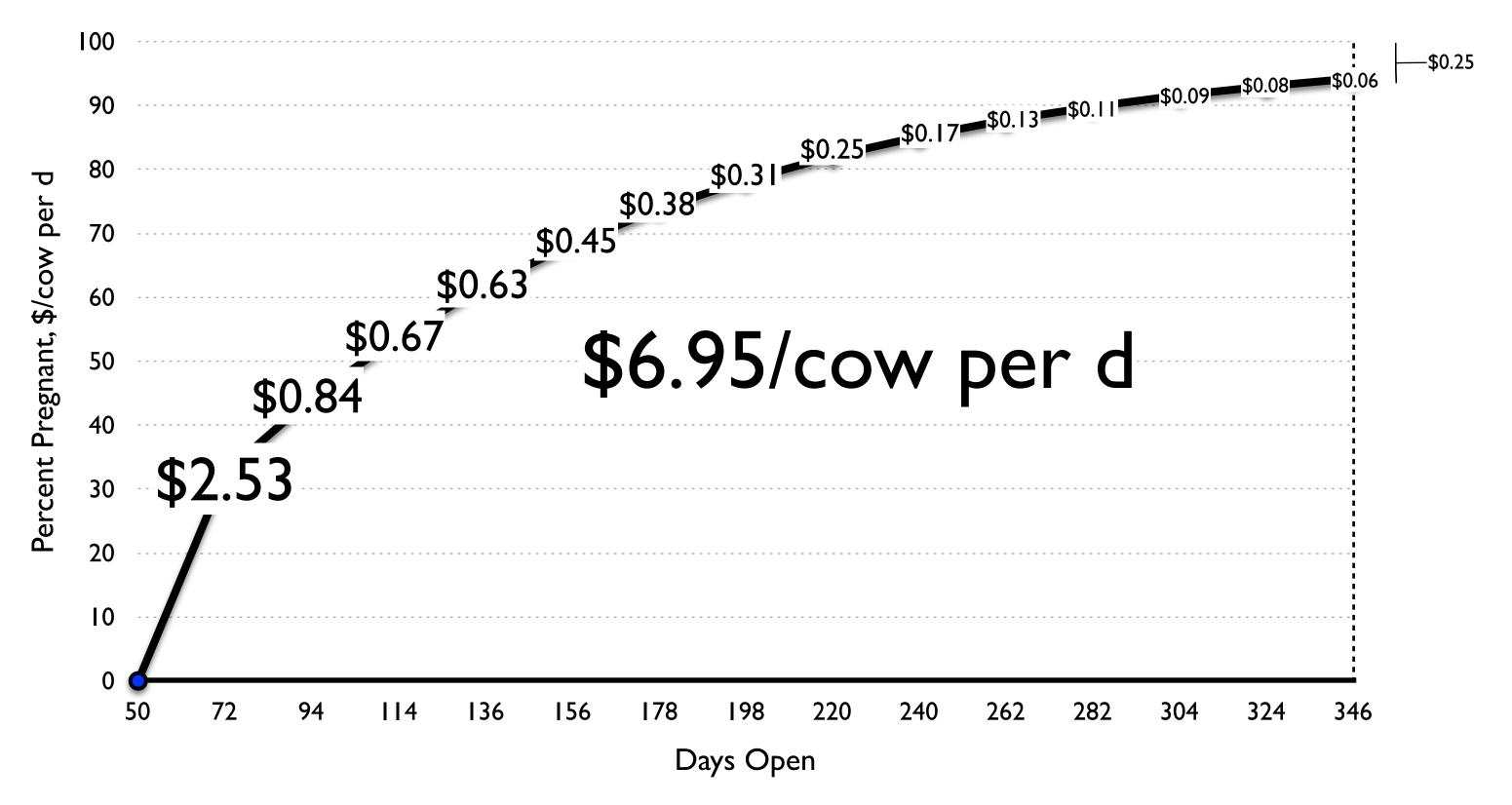
Reproduction Costs and Benefits



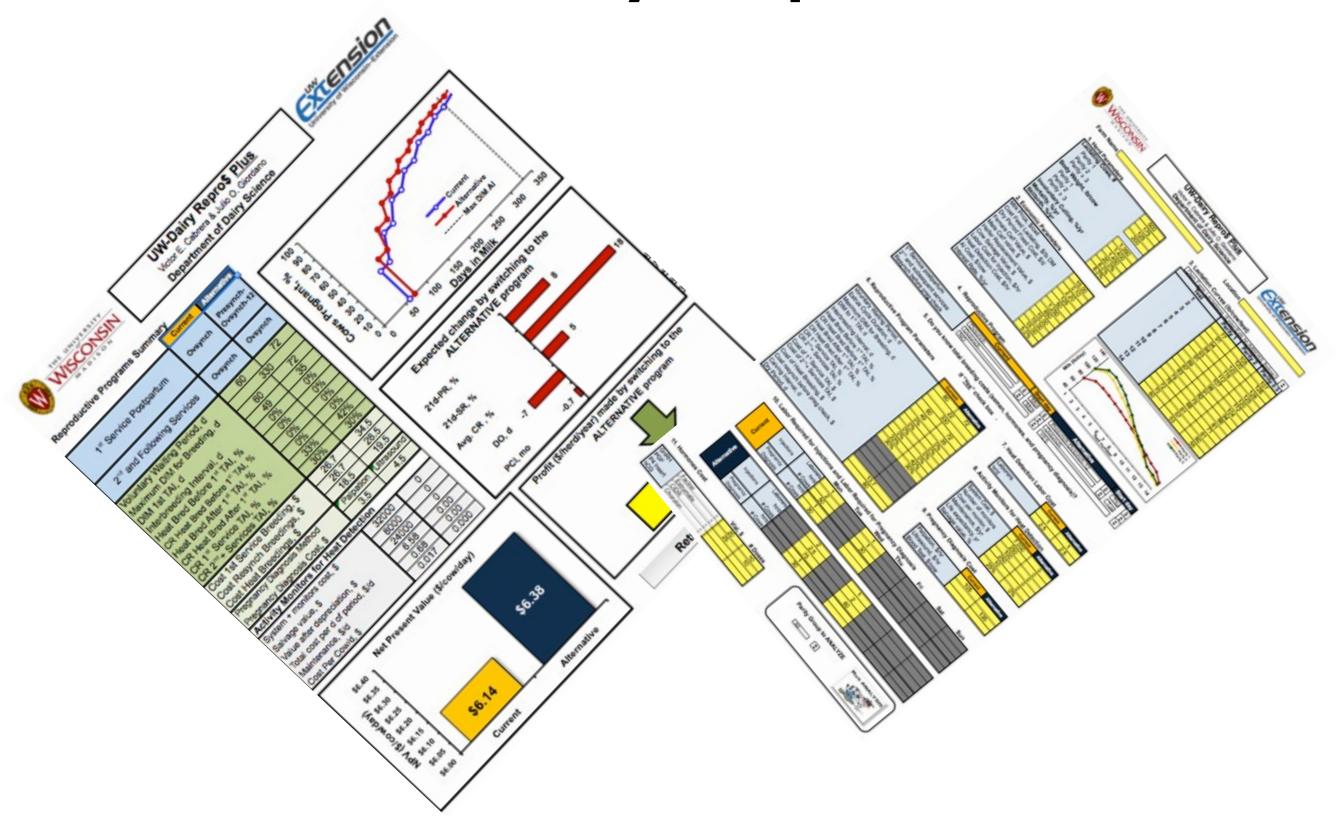
Reproduction vs. Profit



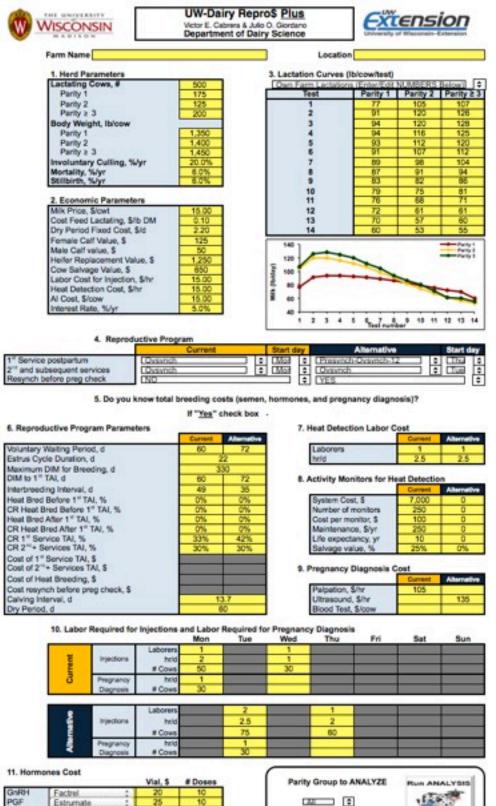
Value of a Reproductive Program



UW-DairyRepro\$Plus



UW-DairyRepro\$Plus





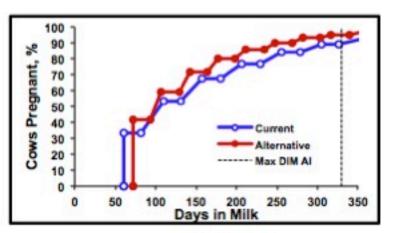
UW-Dairy Repro\$ Plus

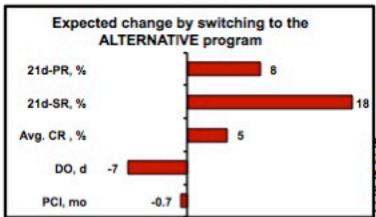
Victor E. Cabrera & Julio O. Giordano Department of Dairy Science

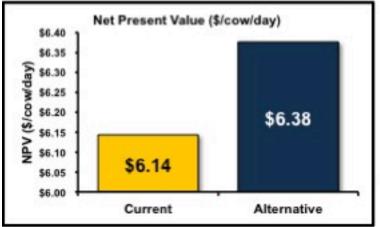


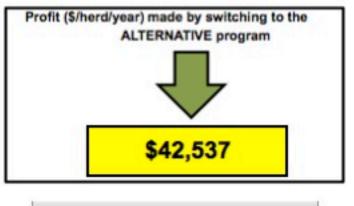
Reproductive Programs Summary

Reproductive Programs Sum	Current	Alternative
1st Service Postpartum	Ovsynch	Presynch- Ovsynch-12
2 nd and Following Services	Ovsynch	Ovsynch
Voluntary Waiting Period, d	60	72
Maximum DIM for Breeding, d	3:	30
DIM 1st TAI, d	60	72
Interbreeding Interval, d	49	35
Heat Bred Before 1st TAI, %	0%	0%
CR Heat Bred Before 1" TAI, %	0%	0%
Heat Bred After 1st TAI, %	0%	0%
CR Heat Bred After 1st TAI, %	0%	0%
CR 1st Service TAI, %	33%	42%
CR 2 ^{no} + Services TAI, %	30%	30%
Cost 1st Service Breeding, \$	26.7	34.5
Cost Resynch Breedings, \$	26.7	28.5
Cost Heat Breedings, \$	18.5	19.5
Pregnancy Diagnosis Method	Palpation	Ultrasound
Pregnancy Diagnosis Cost, \$	3.5	4.5
Activity Monitors for Heat Det	ection	
System + monitors cost, \$	32000	0
Salvage value, \$	8000	0
Value after depreciation, \$	24000	0
Total cost per d of period, \$/d	6.58	0.00
Maintenance, \$/d	0.68	0.00
Cost Per Cow/d, \$	0.017	0.000









Return to INPUT sheet

Customize Your Farm

Herd

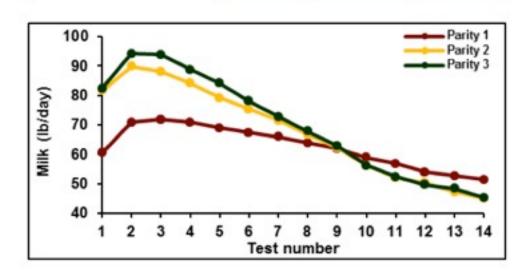
Lactating Cows, #	500
Parity 1	175
Parity 2	125
Parity ≥ 3	200
Body Weight, Ib/cow	
Parity 1	1,350
Parity 2	1,400
Parity ≥ 3	1,450
Involuntary Culling, %/yr	20.0%
Mortality, %/yr	6.0%
Stillbirth, %/yr	6.0%

Lactation Curves

Own Farm Lactations (Ente	r/Edit NUMBER	S Below)	-
Test	Parity 1	Parity 2	Parity ≥ 3
1	77	105	107
2	91	120	126
3	94	120	128
4	94	116	125
5	93	112	120
6	91	107	112
7	89	98	104
8	87	91	94
9	83	82	86
10	79	75	81
11	76	68	71
12	72	61	61
13	70	57	60
14	60	53	55

Economics

Milk Price, \$/cwt	15.00
Cost Feed Lactating, \$/lb DM	0.10
Dry Period Fixed Cost, \$/d	2.20
Female Calf Value, \$	125
Male Calf value, \$	50
Heifer Replacement Value, \$	1,250
Cow Salvage Value, \$	650
Labor Cost for Injection, \$/hr	15.00
Heat Detection Cost, \$/hr	15.00
Al Cost, \$/cow	15.00
Interest Rate, %/yr	5.0%



Define Reproductive Programs

Reproductive Programs

	Current		Start da	ıy	Alternative		Start da	ıy
1st Service postpartum	Ovsynch	\$	Tue	\$	Presynch-Ovsynch-12	\$	Thu	\$
2 nd and subsequent services	Ovsynch	\$	Tue	\$	Ovsynch	\$	Tue	\$
Resynch before preg check	YES			\$	YES			\$

Reproductive parameters

	Current	Alternative
Voluntary Waiting Period, d	60	72
Estrus Cycle Duration, d	22	2
Maximum DIM for Breeding,d	33	0
DIM to 1st TAI, d	60 72	
Interbreeding Interval, d	49	35
Heat Bred Before 1st TAI, %	50%	50%
CR Heat Bred Before 1st TAI, %	35%	35%
Heat Bred After 1st TAI, %	40%	40%
CR Heat Bred After 1st TAI, %	35%	35%

Reproductive parameters

	Current	Alternative
CR 1st Service TAI, %	33%	42%
CR 2 nd + Services TAI, %	30%	30%
Cost of 1st Service TAI, \$		
Cost of 2 nd + Services TAI, \$		
Cost of Heat Breeding, \$		
Cost resynch before preg check, \$		3
Calving Interval, d	13	.7
Dry Period, d	60)

Additional Info

Heat Detection Labor

	Current	Alternative
Laborers	1	1
hr/d	2.5	2.5

Hormones' Costs

Pregnancy Diagnosis

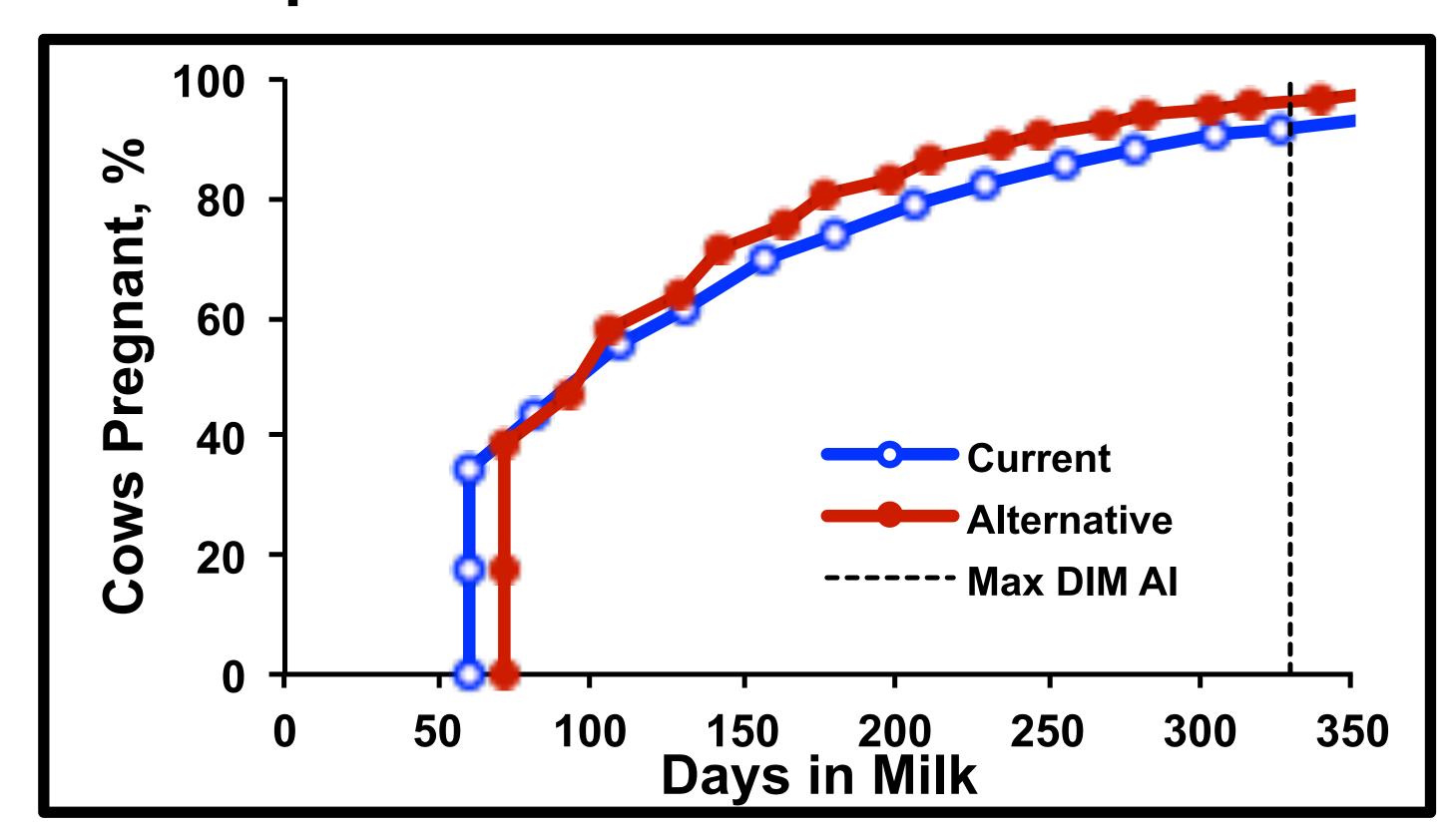
	Current	Alternative
Palpation, \$/hr	105	
Ultrasound, \$/hr		135
Blood Test, \$/cow		

Labor for Injections and Pregnancy Diagnosis

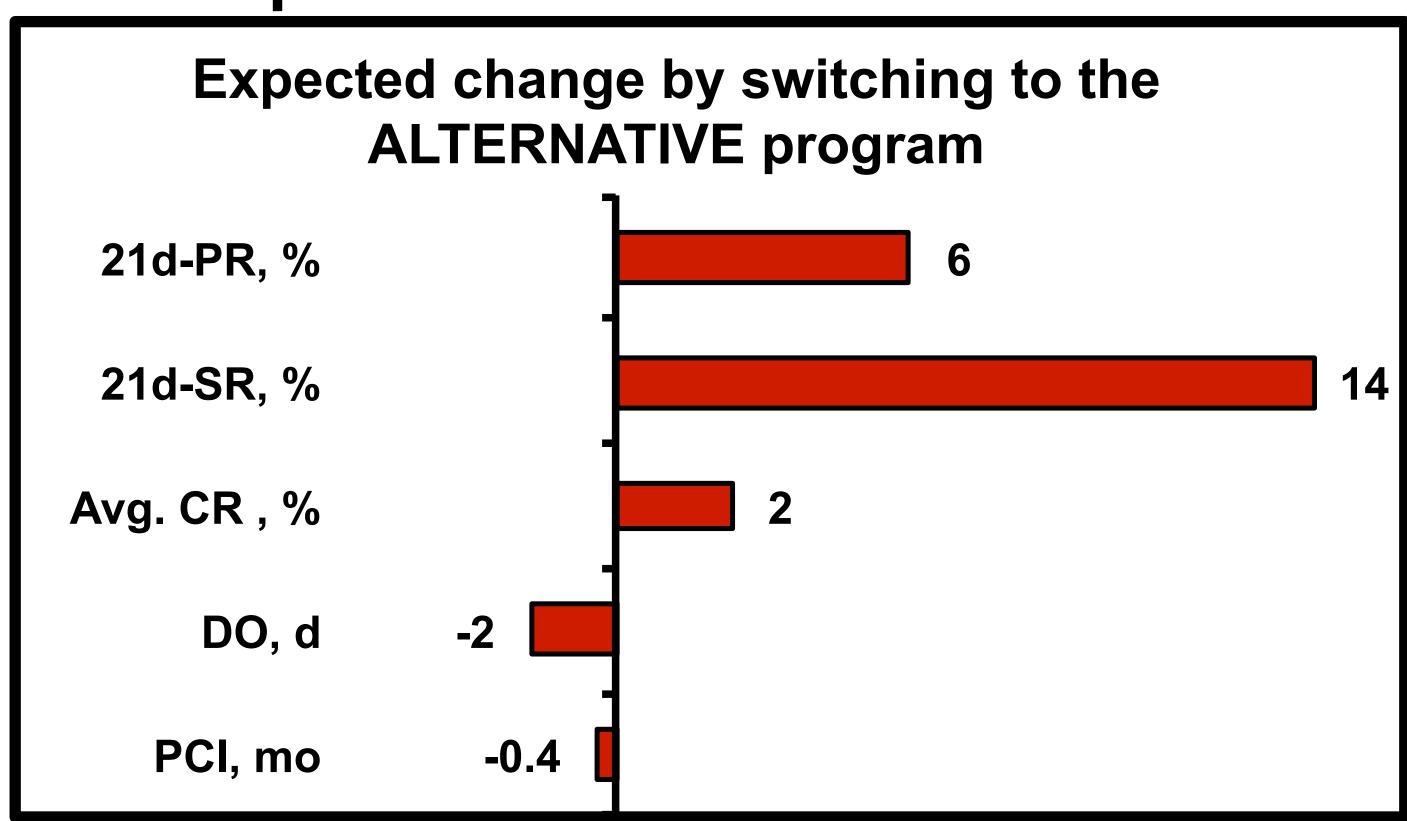
Activity Monitors for Heat Detection

Men.	Current	Alternative
System Cost, \$	0	7,000
Number of monitors	0	350
Cost per monitor, \$	0	110
Maintenance, \$/yr	0	350
Life expectancy, yr	0	10
Salvage value, %	0%	25%

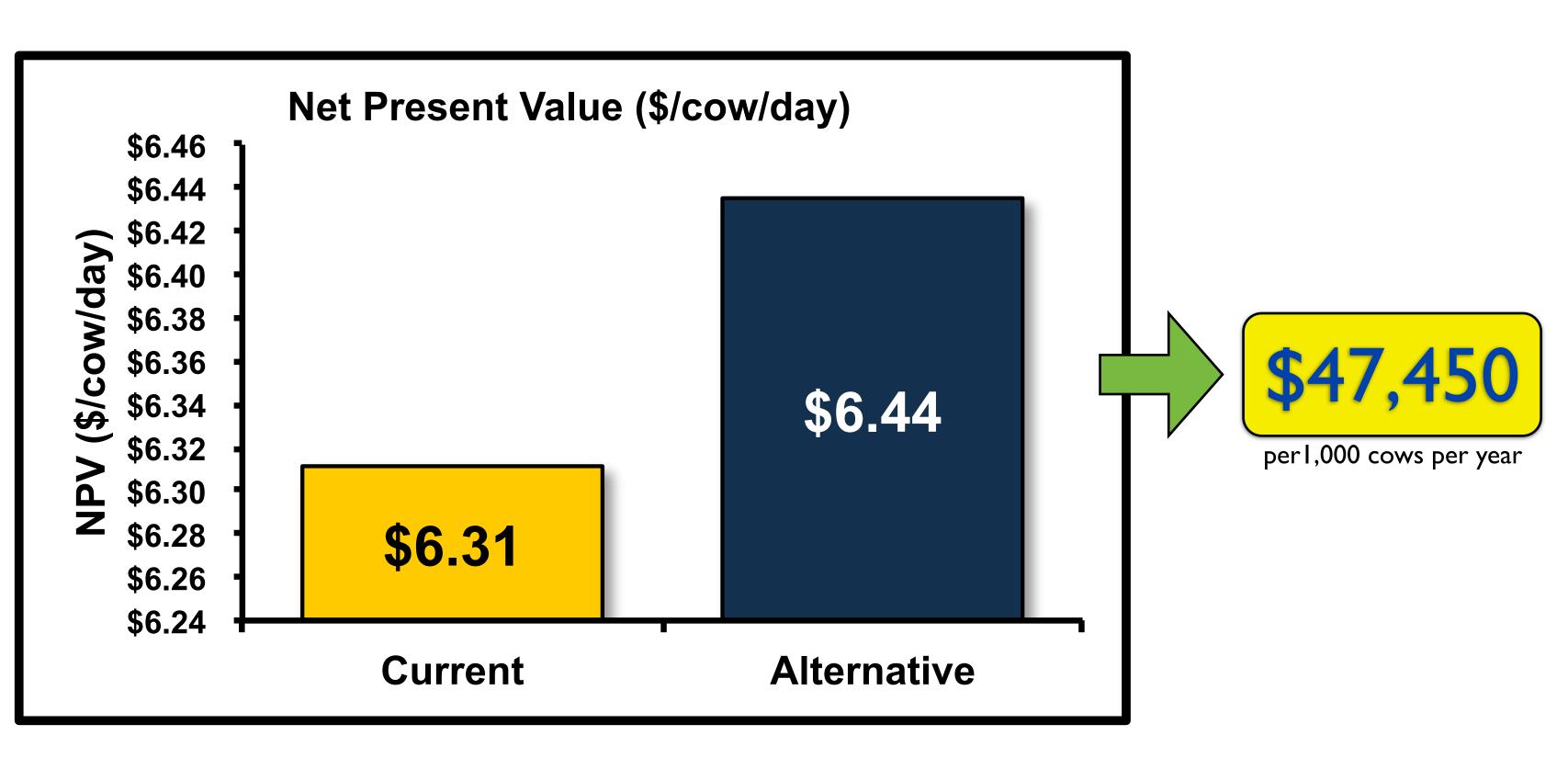
Reproductive Performance



Reproductive Performance



Economic Performance



What is the most important economic factor for having cows pregnant at the right time?

Poll question!

A. Reproduction costs

Saving costs is important



B. Calves
Newborn calves

C. Milk

Lactation peak advantage

D. Labor

Heat detection, synchronization, pregnancy diagnosis, ...

E. Culling

Less reproductive culling

Acknowledgement

Project Supported by University of Wisconsin-Madison College of Agriculture of Life Sciences Hatch Grant No. WISO1577 to V.E.C.



FeedVal

Estimate the true value of dairy feed ingredients

Helps to find best feeds buys





What FeedVal Does?



Estimates prices

Feed ingredients

Gives relative prices

Compared to market prices



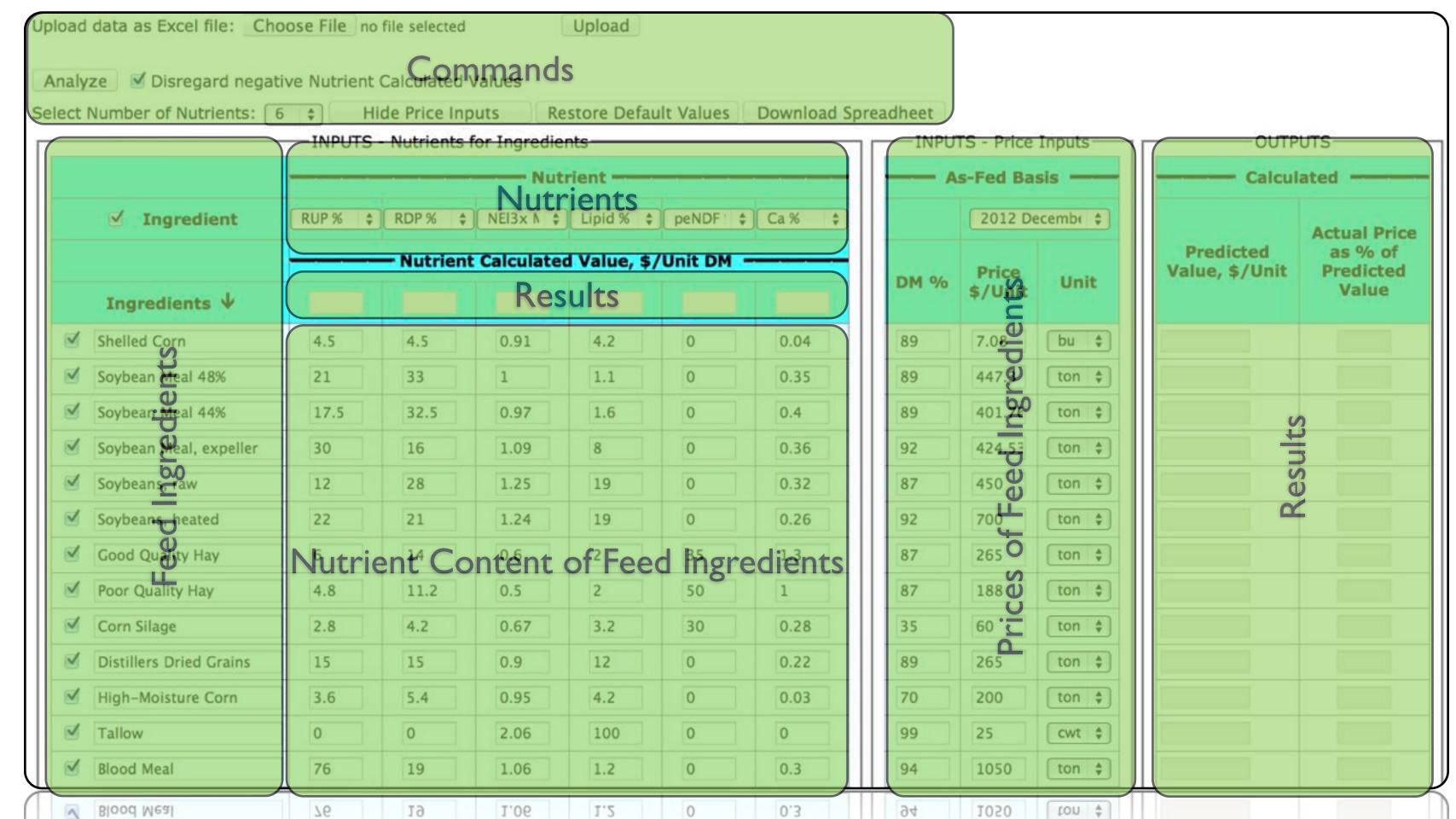
Calculates values

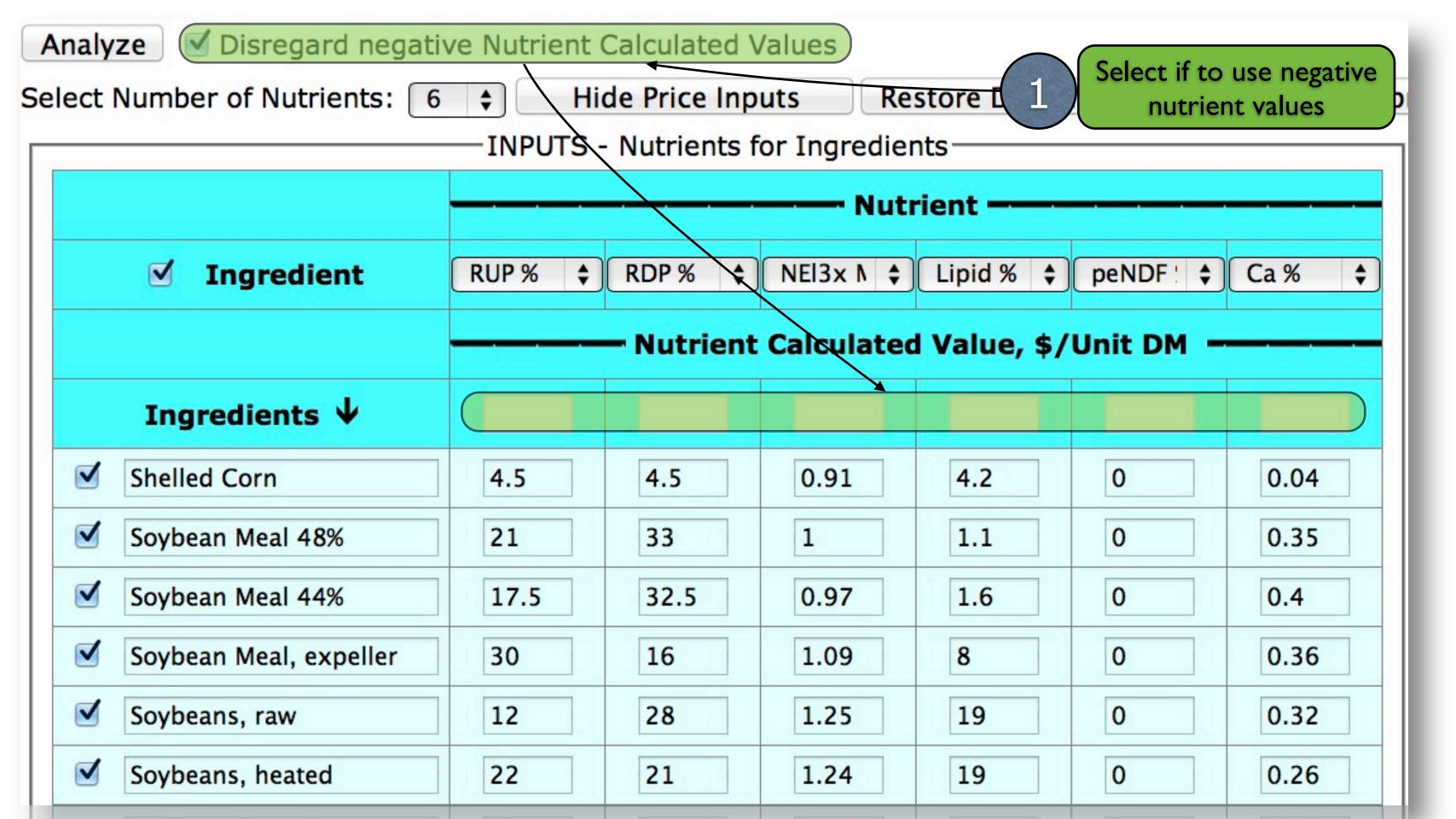
Individual nutrients contained in feeds based on referee feeds

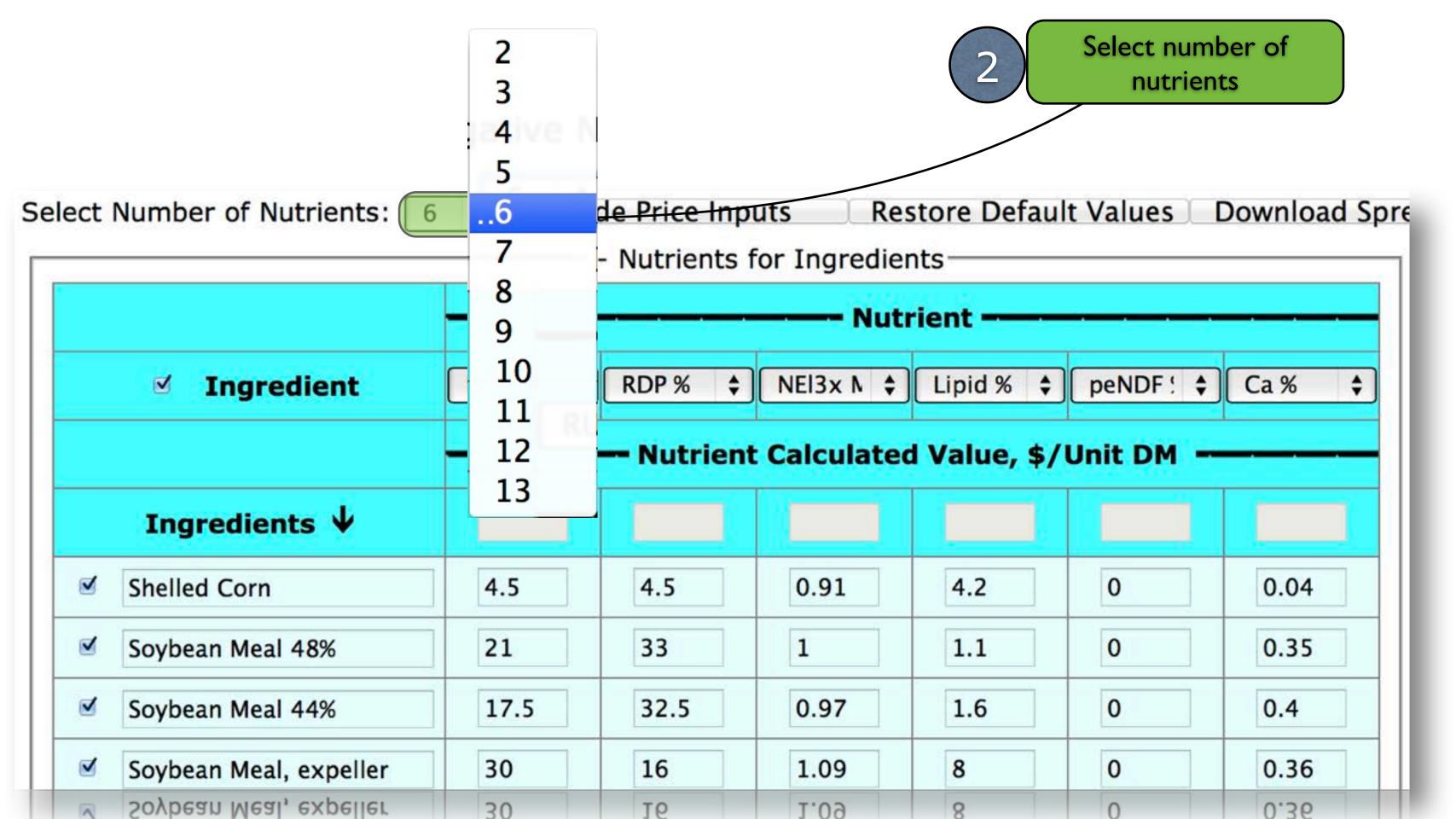
Finds best buys

Assist on decisions of purchasing, using, or formulating diets

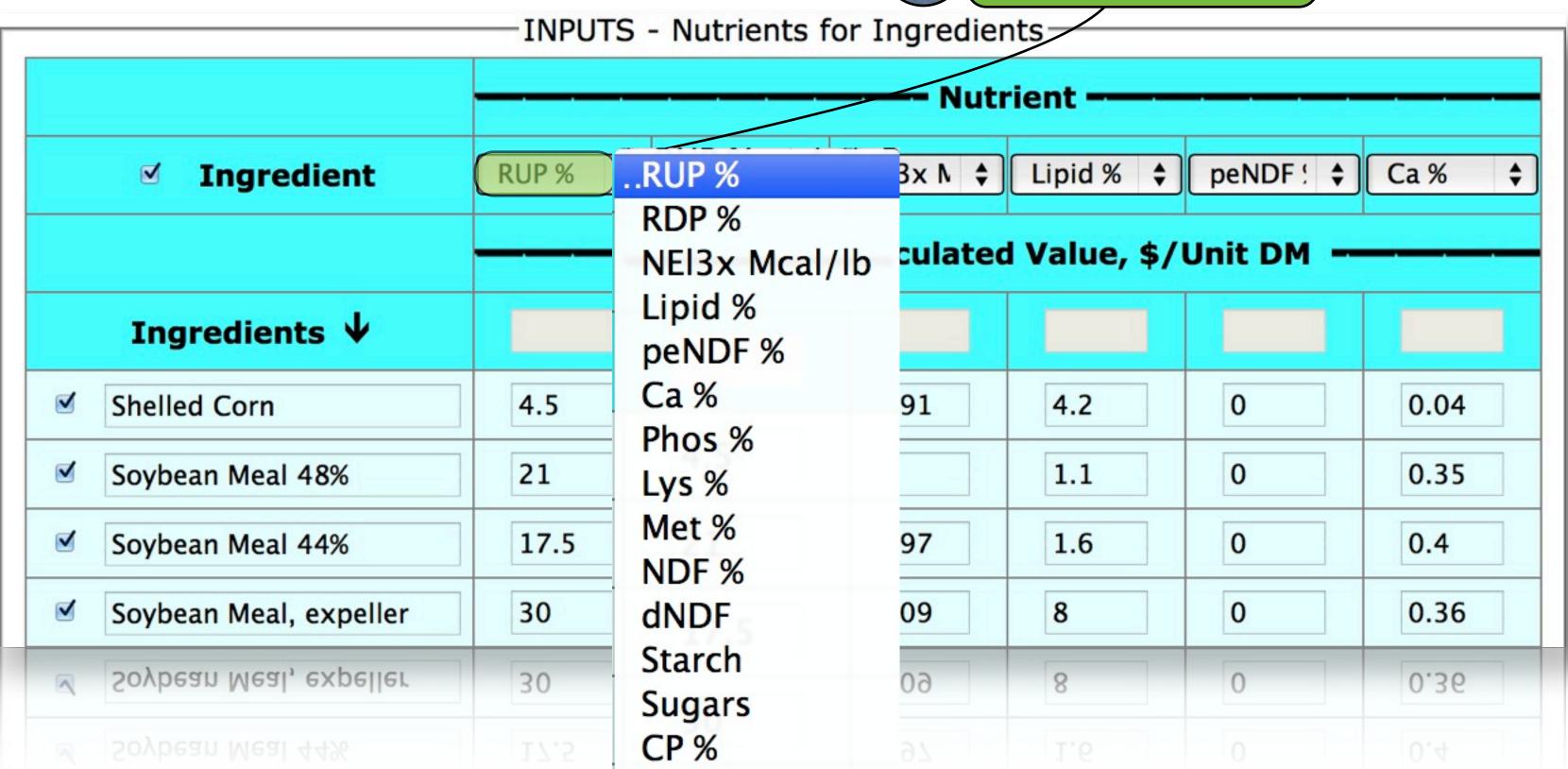




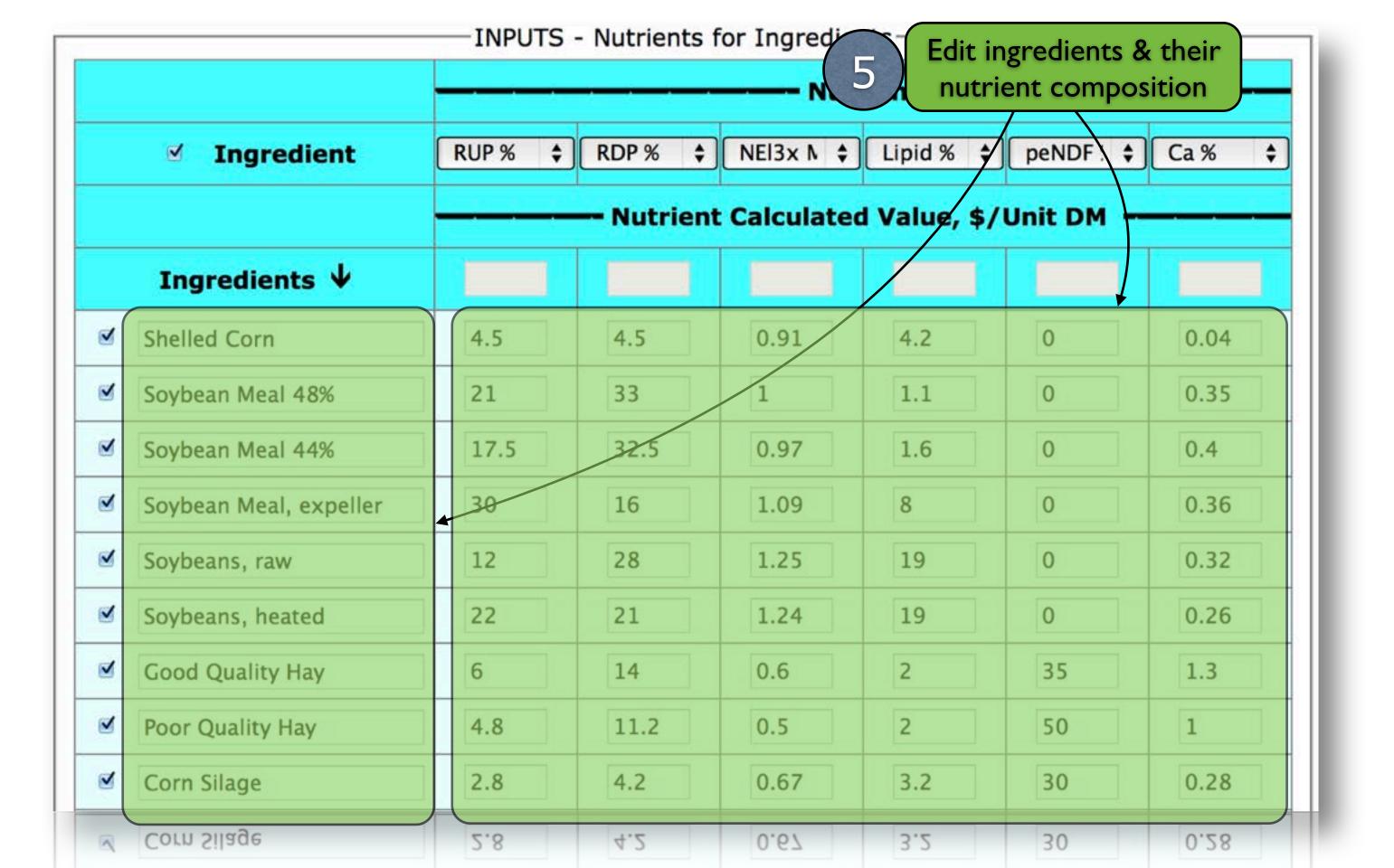


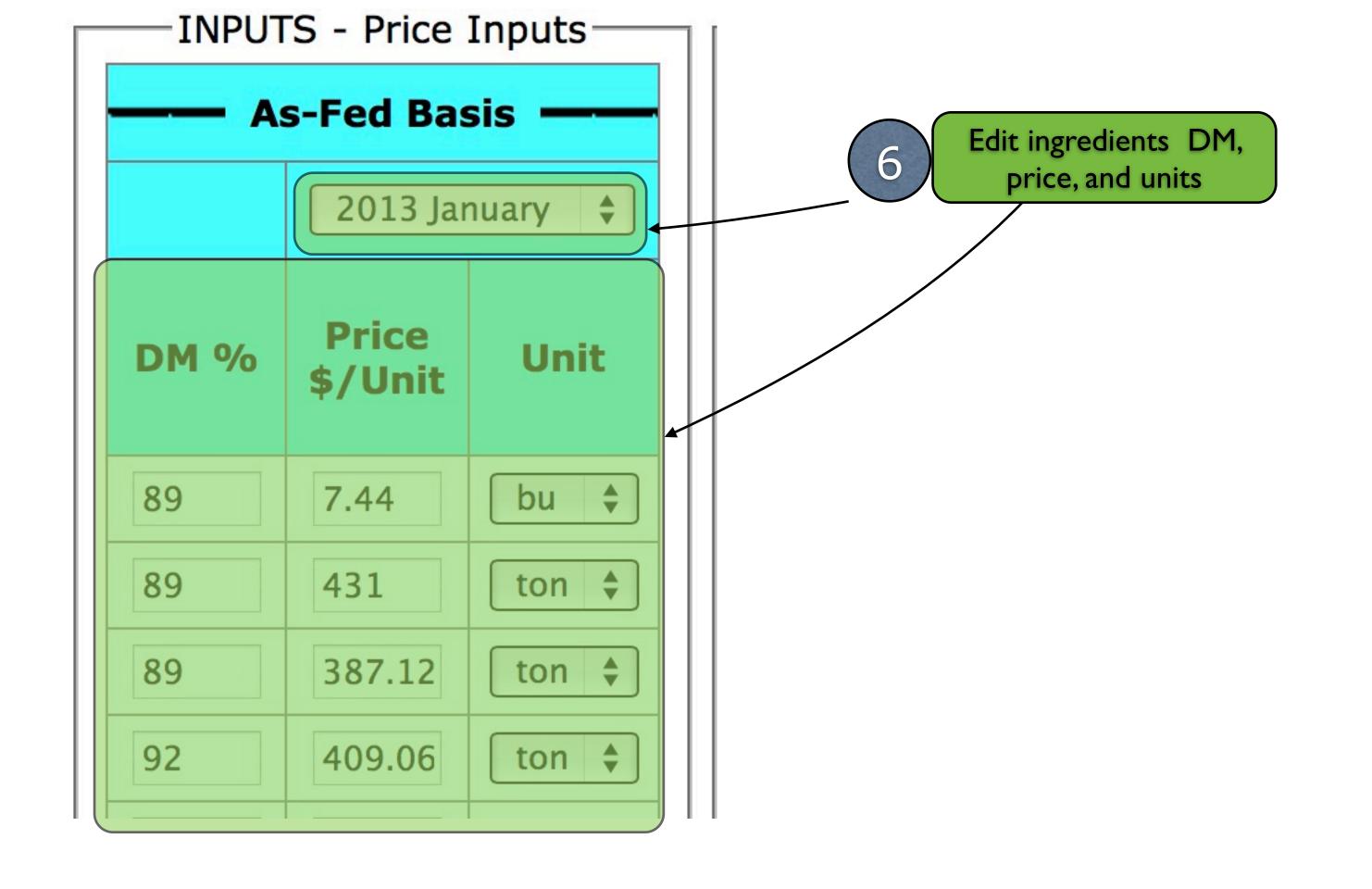


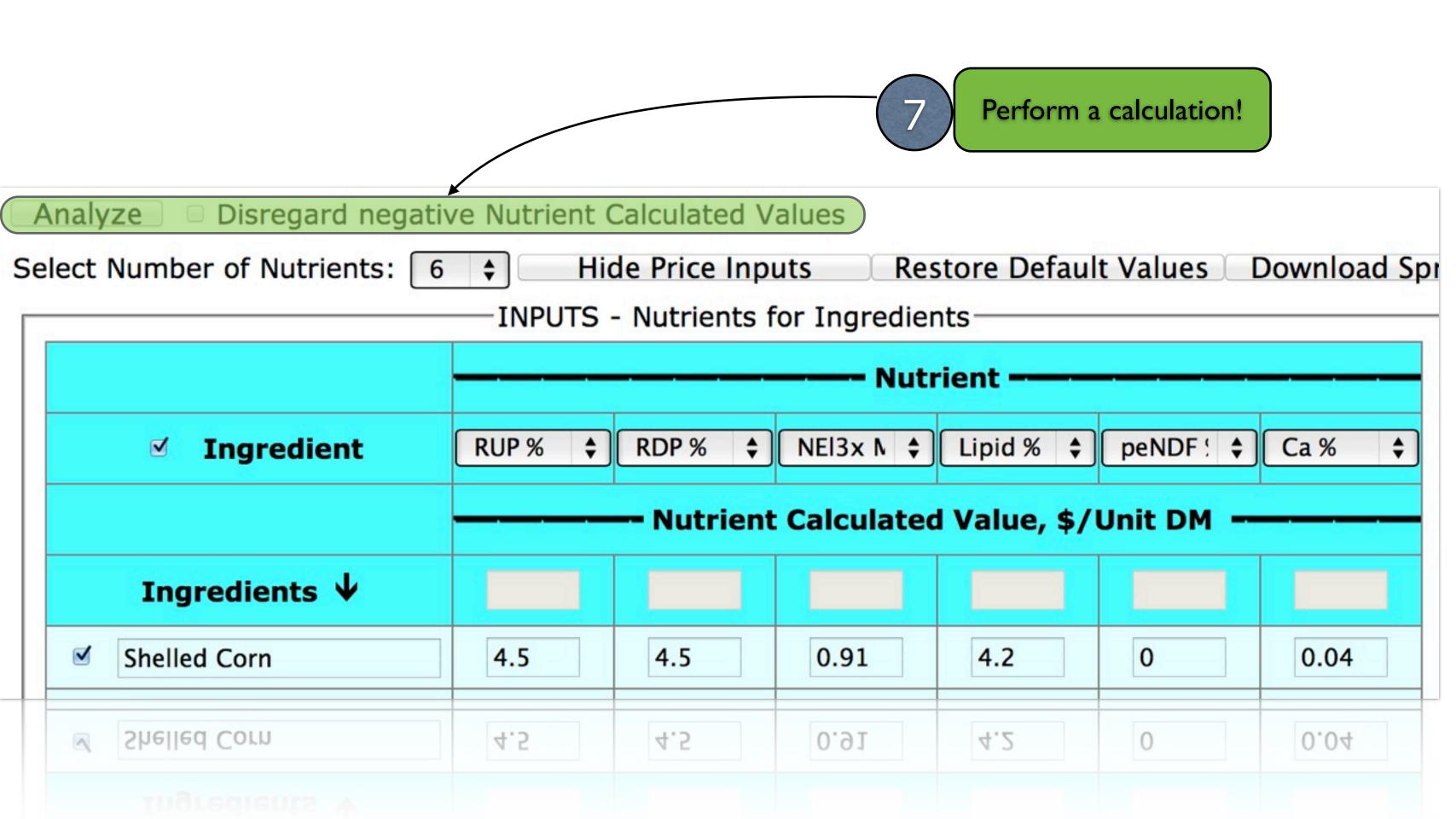


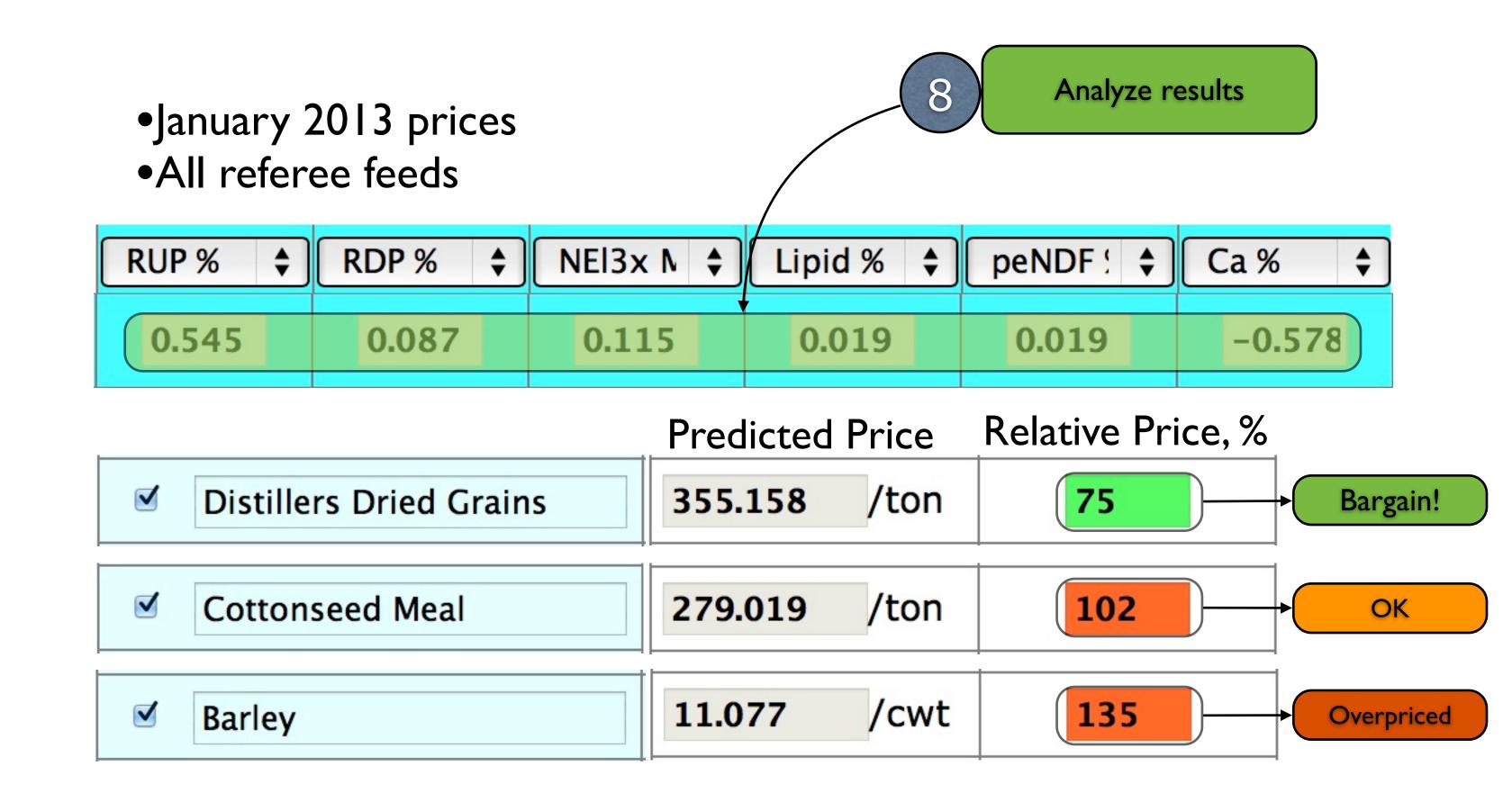


	INPUTS	- Nutrients f	or Ingredier	nts-			
		Nutrier Select ingredie (referee feed					
✓ Ingredient	RUP % 💠	RDP % ♦	NEI3x N ♦	Lipid % 💠	peNbF: \$	Ca% \$	
		Nutrient	Calculated	l Value, \$/	Unit DM -		
Ingredients ↓							
Shelled Corn	4.5	4.5	0.91	4.2	0	0.04	
Soybean Meal 48%	21	33	1	1.1	0	0.35	
Soybean Meal 44%	17.5	32.5	0.97	1.6	0	0.4	
Soybean Meal, expeller	30	16	1.09	8	0	0.36	
Soybeans, raw	12	28	1.25	19	0	0.32	
Soybeans, heated	22	21	1.24	19	0	0.26	
Good Quality Hay	6	14	0.6	2	35	1.3	
Poor Quality Hay	4.8	11.2	0.5	2	50	1	
✓ Corn Silage	2.8	4.2	0.67	3.2	30	0.28	
✓ Corn Silage	2.8	4.2	0.67	3.2	30	0.28	









Some FeedVal Applications

Monthly market watch

Best feed ingredient prices ranked



Pricing treated alfalfa hay

Fair price Justify treating?



Pricing drought stressed corn silage

Assessment according to nutrient content

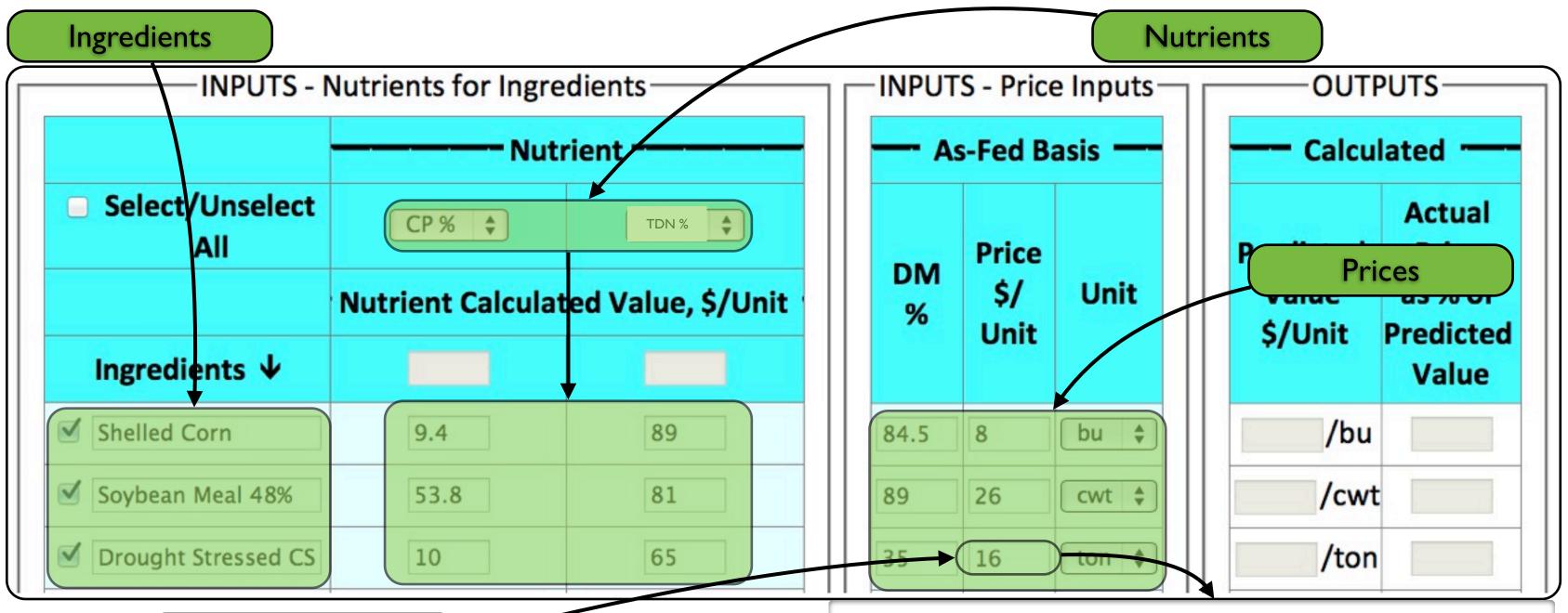


Monthly Price Market Watch

- All 38 feeds are used as referee feeds
- General wholesale Midwest prices
- 4 nutrients:
 - RUP, RDP, NEL, peNDF
 - None had negative coefficient

V.E. Cabrera, P. Hoffman, an	d R. Shave	er		<u> </u>		
		u 13	Feed Price	es (\$/Unit)	Actual Price as %	Best-buy
Ingredient	DM %	Unit	Market	Predicted	of Predicted Value	Ranking
Corn Stover	80	ton	68.00	115.39	59	1
Wet Distillers	45	ton	110.00	169.03	65	2
Hi-Pro Distillers	89	ton	300.00	431.47	70	3
Soybean Meal, expeller	92	ton	409.06	556.27	74	4
Distillers Dried Grains	89	ton	265.00	354.07	75	5
Brewers Dried Grains	89	ton	250.00	328.98	76	6
Beet Pulp	89	ton	150.00	195.41	77	7
Wet Brewers	25	ton	67.00	85.68	78	8
Cottonseed Meal	89	ton	330.00	391.95	84	9
Corn Silage	35	ton	60.00	70.90	85	10
Molasses	89	ton	165.00	192.50	86	11
Canola Meal, expeller	89	ton	330.00	361.42	91	12
Soybean Meal 44%	89	ton	387.13	419.42	92	13
Corn Gluten Feed	89	ton	241.00	261.98	92	14
Soybean Meal 48%	89	ton	431.00	459.78	94	15
Malt Sprouts	89	ton	250.00	260.18	96	16
Straw	85	ton	140.00	144.57	97	17
Soy Hulls	89	ton	210.00	209.54	100	18
Corn Gluten Meal	89	ton	670.00	661.03	101	19
Urea	99	ton	500.00	490.88	102	20
Tallow	99	cwt	25.00	23.96	104	21
Whole Cottonseed	89	ton	285.00	274.01	104	22
Linseed Meal	89	ton	340.00	327.49	104	23
High-Moisture Corn	70	ton	200.00	189.75	105	24
Oats	89	ton	236.25	225.31	105	25
Hominy	89	ton	245.00	230.24	106	26
Canola Meal, solvent	89	ton	347.00	320.94	108	27
Sunflower Meal	89	ton	265.00	240.20	110	28
Shelled Corn	89	bu	7.44	6.72	111	29
Blood Meal	94	ton	1140.00	1029.08	111	30
Wheat Bran	89	ton	240.00	207.51	116	31
Soybeans, raw	87	ton	490.00	409.30	120	32
Wheat	89	bu	8.33	6.88	121	33
Good Quality Hay	87	ton	260.00	207.59	125	34
Wheat Middlings	89	ton	280.00	223.31	125	35
Poor Quality Hay	87	ton	226.00	175.22	129	36
Barley	89	cwt	15.00	11.20	134	37
Soybeans, heated	92	ton	700.00	517.93	135	38

Pricing Drought Stressed Corn Silage



12 lb N x \$0.60 4 lb P x \$0.55 12 lb K x \$0.55

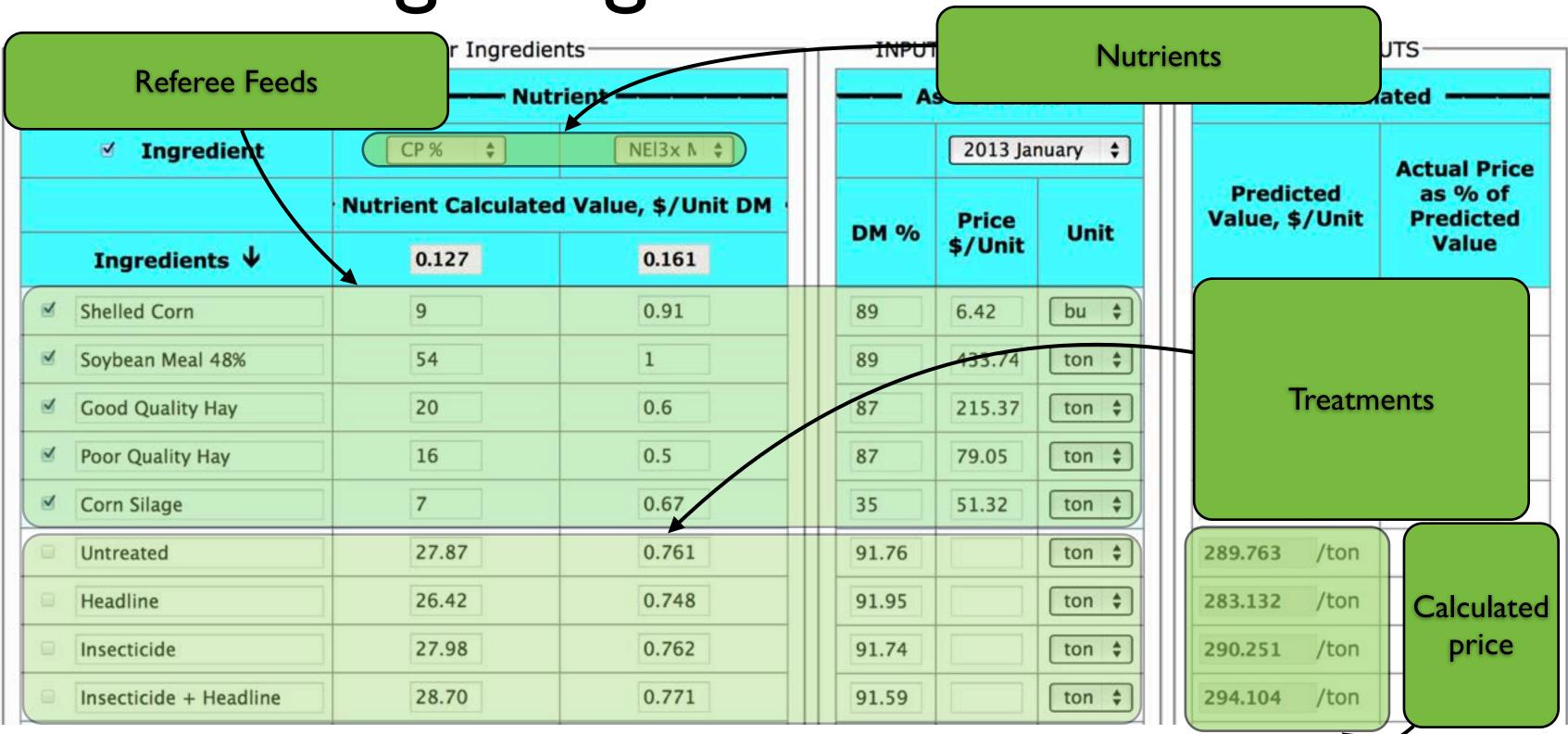


Pricing Drought Stressed Corn Silage

Joe Lauer, Randy Shaver, Dan Undersander, Kevin Schoessow, and Greg Blonde University of Wisconsin - Cooperative Extension

Revised July 2012

Pricing Fungicide Treated Alfalfa



What is the most important use you would give to FeedVal decision support tool?

Poll question!

A. Best feed buys

Purchasing decisions



B. Diet cost

Ingredients use decisions

C. Best feed sales

Sale decisions

D. Finding true feed values

Ranking feed values

E. Finding nutrient values

Use in other applications

Acknowledgement

Project Supported by the Agriculture and Food Research Initiative

Competitive Grant No. 2011-68004-30340 from the USDA National Institute of Food and Agriculture

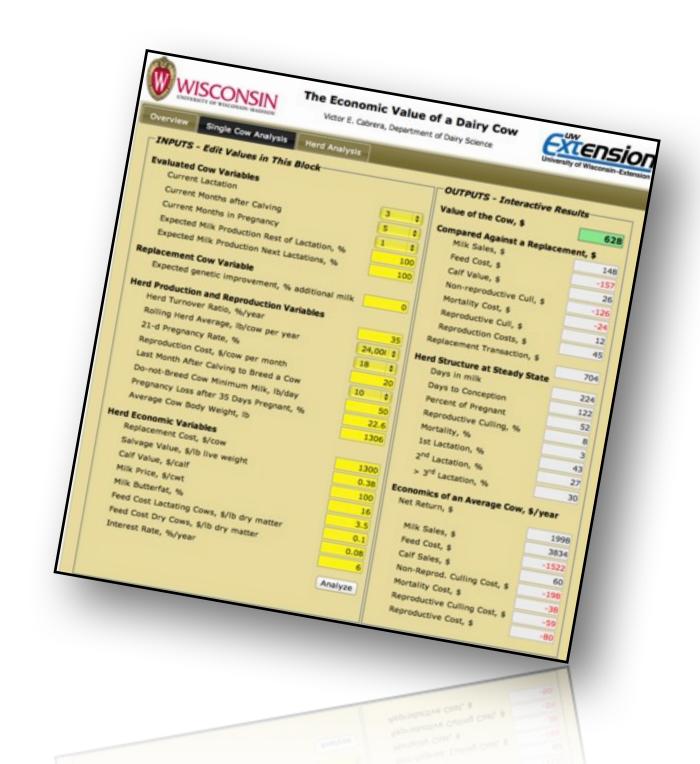


Economic Value of a Dairy Cow

Calculates de value of a cow

Assists decision-making for replacement, reproduction, treatment, and long-term planning





What is the cow value?

What the cow value means?

Discounted future net return of a cow

Compared to a replacement

General interpretation

- •Positive (+) cow value = <u>keep</u>
- •Negative (-) cow value = <u>replace</u>

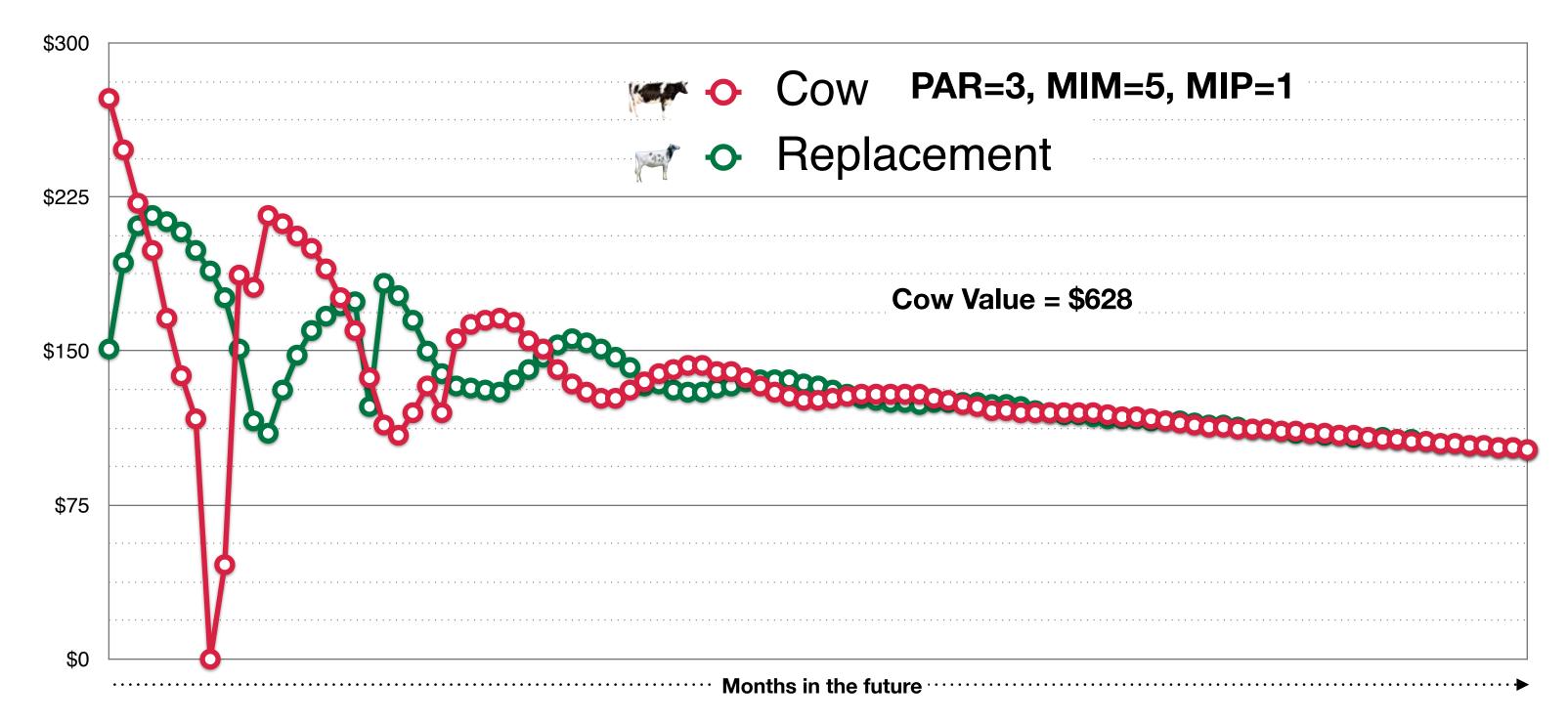


Vs.



Economic net return

Expected future net returns



Importance of the cow value

Critical economic implications

Optimal management

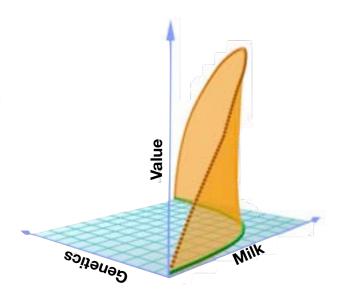
Keep or replace

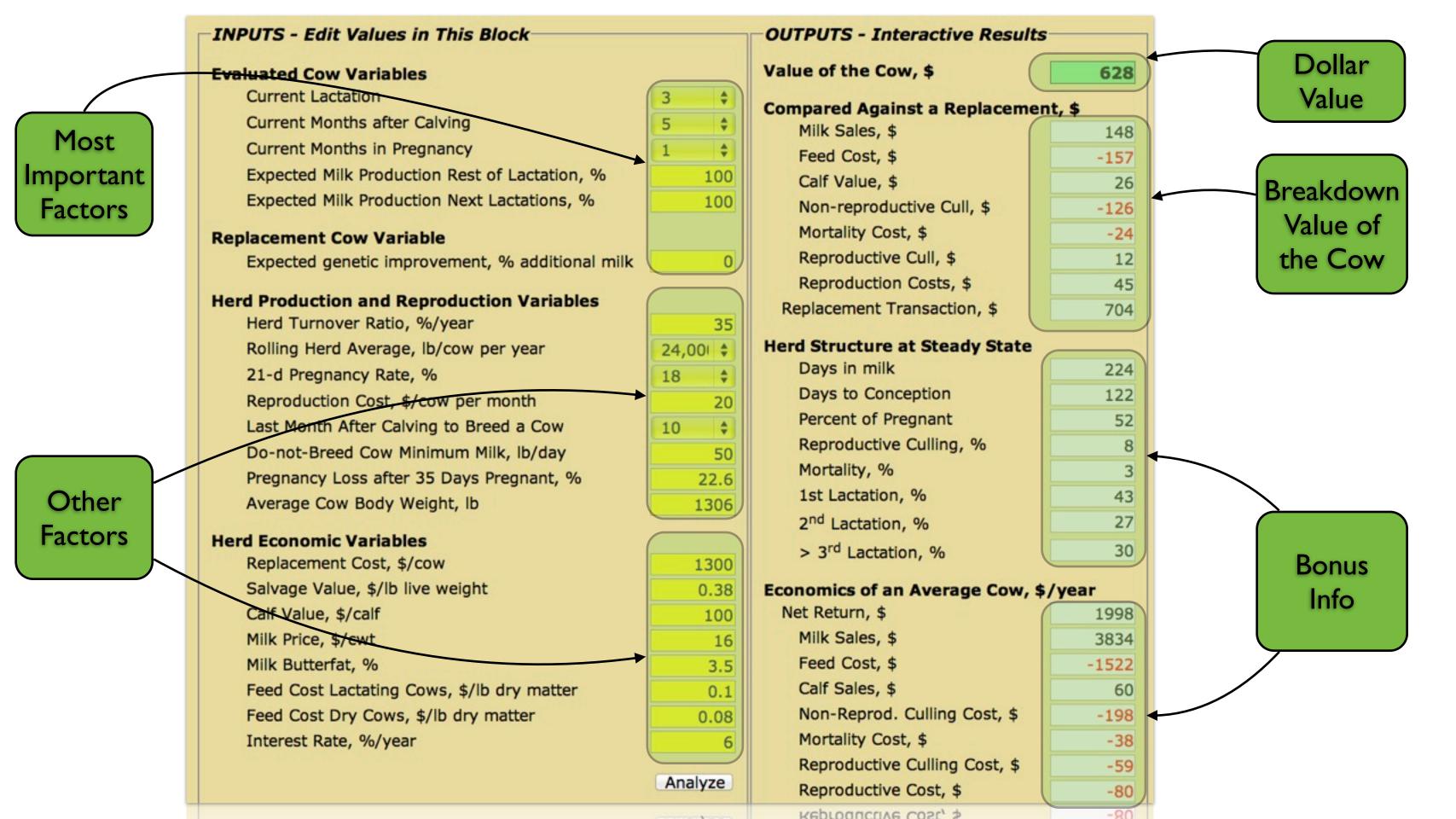
Important information

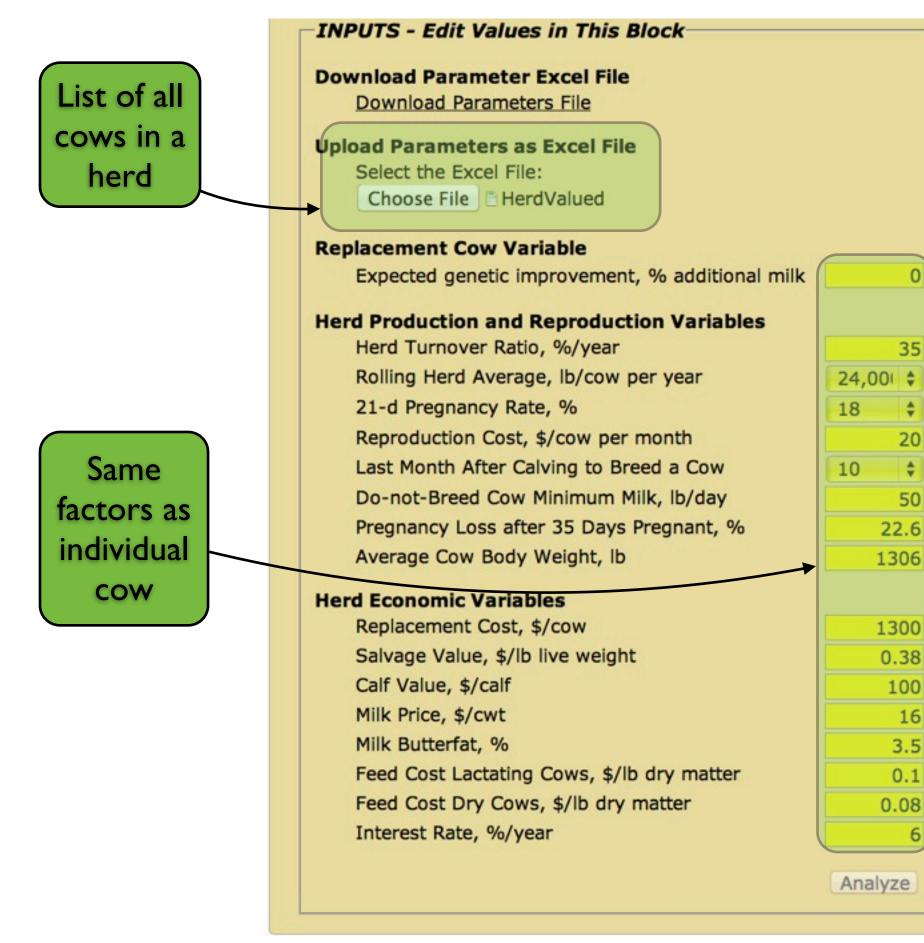
- Value of pregnancy
- Cost of pregnancy loss
- Cost of a day open

Crucial decisions

- Treat or not treat
- Breed or not breed
- Individual cow management







OUTPUTS - Interactive Results

Number of Cows: (1595) Creating Excel Spreadsheet ...

35

20

50

16

3.5

Progress bar

CowID	Cow Value,\$	CowID	Cow Value,\$
3747		4846	-2687
6752	-5086	4540	-2649
4370	-4686	3838	-2614
6141	-4119	6402	-2602
5666	-4094	6050	-2579
5331	-3999	6736	-2579
6963	-3941	4174	-2572
6552	-3651	4236	-2550
4763	-3517	6918	-2525
6362	-3488	6472	-2505
4799	-3440	5508	-2488
4104	-3297	5681	-2484
5208	-3233	5940	-2440
6867	-3180	6721	-2436
4906	-3090	6633	-2430
6122	-3064	5790	-2423
6224	-3041	6801	-2420
6928	-3028	6857	-2420
6748	-2973	6820	-2388
6666	-2908	4586	-2333
3892		4264	-2323
4192	-2776	5766	-2282
3727		6303	-2282
4639		6975	-2282
4876	-2693		

Download Results as Excel Spreadsheet

Count of **COWS**

Results snapshot

Analyze results

Herd Selection Guide

Ris AgSource

Ranked

Individual cow breeding and replacement decisions

															EC	onomic				
	Identific	cation	and Status	s		Reprod	uction			Currer	nt Lact	ation	Lifetin	ne Ave	rage	Gene	tics	Test	Value of a	
Ctrl Num	Barn Name	Lact	Calv date	DIM	Last Bred	Serv Sire	No. Serv	Days Open	Repro Status /DCC	ME Milk	LS SCC	тсі	ME Milk	LS SCC	тсі	NM\$	Gen Ind.	Milk		iry Cow
3241	1522	1	9/25/11	DRY	3/29/12	7HO08946	2	186	P/233	46513	1.1		46513	1.1		99				\$4,576
3304	1585	1	1/21/12	301	5/16/12	7HO09420	2	116	P/185	43440	0.8		43440			142		78	0.9	\$3,684
3377	1658	1	8/6/12	103	10/21/12	7HO09893	1	76		42577	1.9		42577			146		131	1.3	\$3,571
3327	1608	1	3/14/12	248	6/11/12	7HO09229	2	89	P/159	42690	1.4		42690			567		109	0.9	\$3,468
3326	1607	1	4/15/12	216	7/20/12	7HO10176	2	96	P/120	41259	1.6		41259			340		112	1.5	\$3,156
3359	1640	1	6/4/12	166	10/24/12	7HO10091	2	142		42777	2.4		42777	-1		20		125	2.2	\$3,130
3077	1358	2	1/25/12	297	11/10/12	7HO09471	6	290		39417	5.4	2404	39616	0.5	2404	318		128	3.9	\$278
3085	1367	2	7/15/12	125					N	33255	0.9	428	35944	4.6	428	71		131	1.2	\$276
2871	1154	3	1/14/12	DRY	3/25/12	7HO09052	1	71	P/237	33183	1	-913		1.7		344				\$273
3253	1534	2	10/28/12							31578		3517	34188			285		119	1.4	\$273
3269	1550		1/22/12			7HO09420	1		P/231	34011	3.8		34011	3.8						\$270
3281	1562	1	2/4/12			7HO09165	1	71	P/216	33609			33609			185		59	1.9	\$269
2945	1228	3	9/25/12							27406		612	36670	1.9	226	194		115	1	\$265
3371	1652	1	8/19/12	90						33556	0.9		33556			124		100	0.8	\$256
3217	1499	2	10/8/12							17783			26926	3.3	-6148			47	1.1	(\$3,473)
3429	1710	1	10/29/12							23564	2.1		23564					53	2.1	(\$3,654)
3421	1702	1	10/30/12		1					19546	1.7		19546					34	1.7	(\$5,128)
3428	1709	1	10/11/12							19173	1.6		19173					41	8.0	(\$5,151)
3400	1681	1	10/18/12							18936	1.6		18936					41	1.6	(\$5,384)
3389	1670	1	10/18/12	30						17321	1.3		17321					34	1.3	(\$5,958)

Model illustration

Average cow and replacement, lactation 2

Open cow value

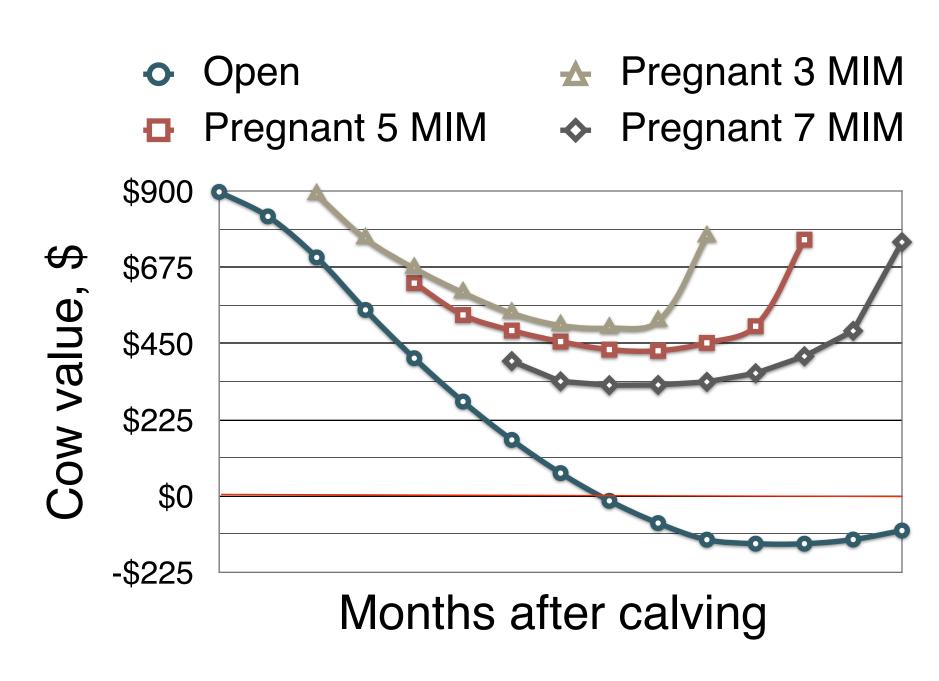
- Decreases
- Becomes negative

Pregnant cow value

- Higher than open
- U-shaped
- Similar value at calving

Overall cow value

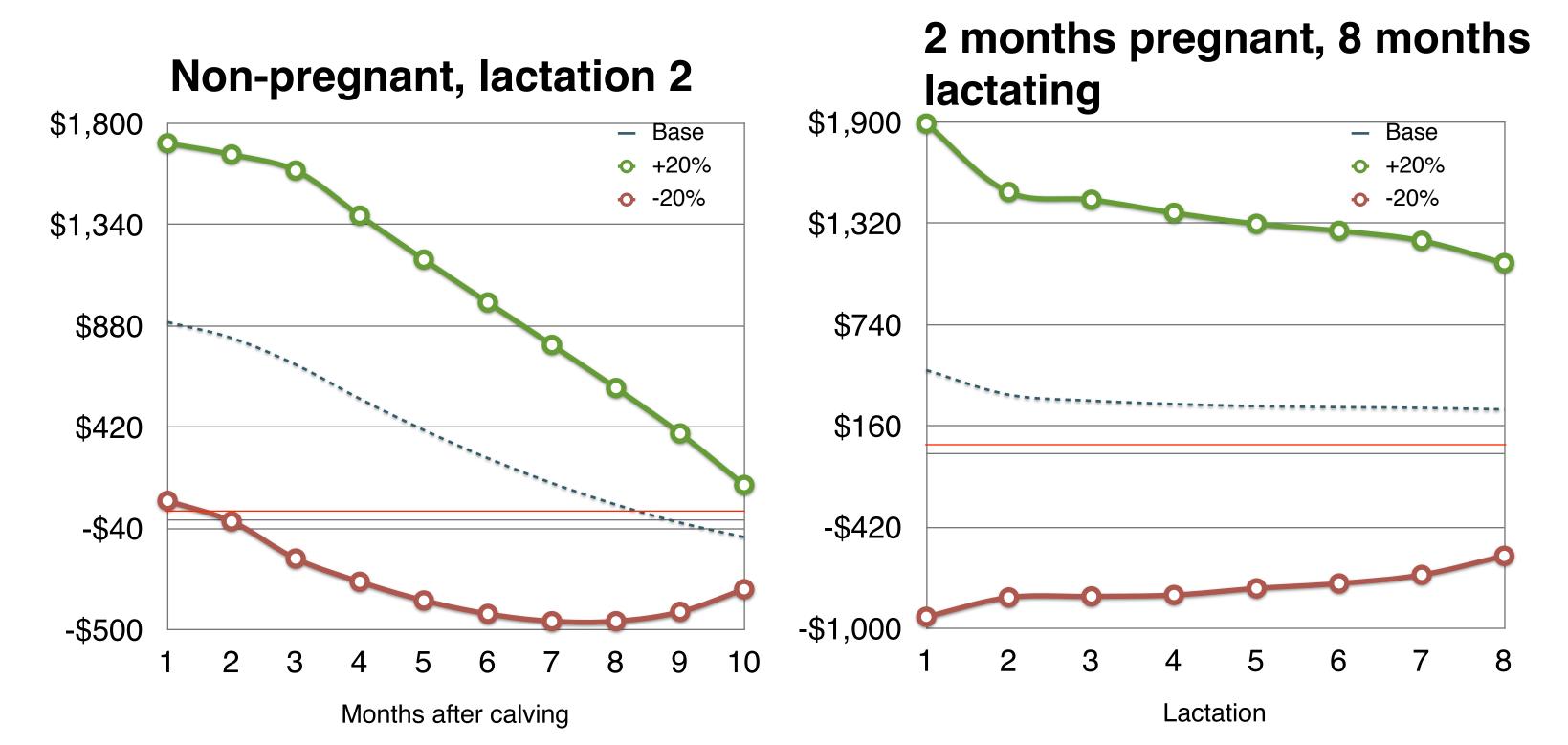
•Increases to 3rd or 4rd lactation then decreases



Cabrera, 2012. JDS 95:4683-4698

Model illustration

The impact of expected milk productivity, next lactations



Model illustration

The impact of genetic gain with a replacement

Replacement genetic gain

 Cow value is \$211 lower for every 1% expected improved milk productivity of a replacement





What is the most important use you would give to the economic value of a dairy cow tool?

Poll question!

A. Replacement

Better culling decisions



B. Health

Disease treatment decisions

C. Reproduction

Cow level adjustments

D. Feeding

Diet and feeding decisions

E. Calculate metrics for decision-making

Value of a new pregnancy, cost of a pregnancy loss, etc.

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Upcoming Hoard's Dairyman webinars:

March 11, 2013

ABCs of alfalfa harvest

presented by Ev Thomas, William H. Miner Ag Research Institute sponsored by W-L Alfalfas

April 8, 2013

Getting your money's worth from feed

presented by Mike Hutjens, University of Illinois sponsored by Kemin

Hoard's Dairyman Webinar "New dairy software tools and they're free"

Thank you for attending our webinar.

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