Drivers and Implications of Livestock Production Practice Changes:

Dept. of Agricultural, Food, and Resource Economics

Glynn Tonsor

MSU/Michigan Farm Bureau Annual Dinner Meeting February 12, 2008

Faculty Directly/Indirectly Involved in Related Research

- Sandra Batie
- Roy Black
- Dave Schweikhardt
- Glynn Tonsor
- Christopher Wolf

- Broad Problem:
 - There are increasing pressures to adjust production practices but significant information gaps persist.
- Information needed includes:
 - Consumers
 - What really drives stated preferences for change?
 - How sensitive are preferences to other changes (e.g., larger operations, increase in foreign production)
 - Producers
 - What is current sentiment?
 - What producers are most/least likely to adapt?

Funded by MSU Animal Ag. Initiative

Surveyed MI Swine & Dairy
Producers as well as Consumers
(December & January)

Example hypotheses (consumers):

 Ho: Size of operation is truly more important than use of crates/rBST.

 Ho: Awareness of agriculture's importance to MI's economy impacts perceptions.

- Example hypotheses (producers):
 - Ho: If crates are banned, smaller/older operations will be the first to exit.
 - Ho: A ban on crates would accelerate the move to specialized production. (e.g., lower farrow-to-finish proportion)
 - Ho: Producers see crate/rBST pressures as a "slippery slope" issue. (e.g., foresee pressure for lactation crate bans, pasture requirements for cows, etc.)

Example MI Swine Producer Quotes

"I hope they ban them (crates) on a national basis. It won't hurt us small producers, but would raise hell with the mega farms."

"Pork producer organizations need to do a better job of educating the public about where their food comes from and why we raise it this way."

Example MI Consumer Quotes

- "It's obvious that I do not know much about gestation crates... No one can vote (or should) on a referendum when little or no knowledge is available – please, pork producers – tell us <u>how</u> crates help – it will be good for the consumer if it is good for the pigs..."
- "I have no idea how these farmers utilize these crates. Sounds cruel and expensive to me as well as unnatural"