



WELCOME

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- Participants are in listen-only mode
- Question and Answer segments Use "Q&A" icon
- Audience Interactive Elements *Use "Poll" feature*
- Follow up e-mail and participant's survey

www.ams.usda.gov/grades-standards/beef/cattle-carcass-training-centers





Slaughter Cattle Evaluation

Dr. Ty Lawrence

Director, Beef Carcass Research Center at West Texas A&M University





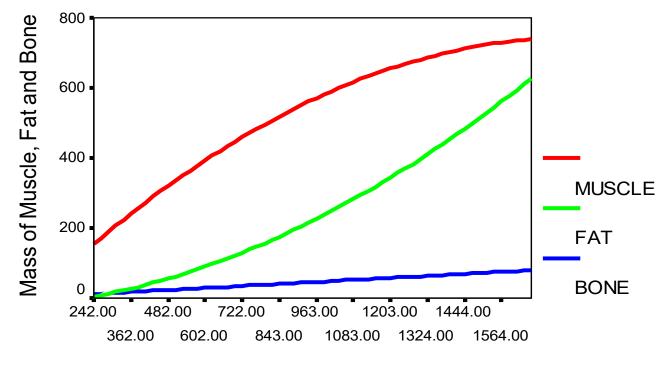
Growth curve of bone, muscle, fat

Muscle growth increases at a decreasing rate

Fat growth increases at an increasing rate

Bone growth is constant and proportional to live weight

Relationship Between Live Animal Growth and increase of Muscle, Fat and Bone Mass





Principles of live cattle evaluation

Estimation of carcass characteristics

- Dressed yield
 - Fill, Muscle, Fat, Genetic type, Pregnancy
- Yield grade
 - Carcass weight
 - Fat thickness
 - Ribeye area
 - Kidney, Pelvic, and Heart Fat (KPH)
- Quality grade
 - Marbling
 - Maturity



Dressed Carcass Yield

(Carcass weight ÷ Live weight) x 100

- Example:
 - (828 lb carcass \div 1300 lb live animal) x 100 = 63.7%
 - Also known as carcass yield, dress, dressing percentage
 - Normal range of 55 70%
 - Current national average = 63.24%

Dressed Carcass Yield

DP influenced by:

- 1. Amount of fill
 - More GI tract contents at slaughter = lower dressing percent
 - Less GI tract contents at slaughter = higher dressing percent
- 2. Degree of muscling
 - Light muscled cattle = lower dressing percent
 - Heavy muscled cattle = higher dressing percent
- 3. Hide weight
 - Heavy hided cattle (Brahman) = lower dressing percent
 - Light hided cattle (Dairy) = higher dressing percent
- 4. Degree of finish (FATNESS)
 - Extremely fat cattle have a higher dressing percent than extremely lean cattle



Which factor has the greatest influence on dressed carcass yield?

Α	Fatness				
В	Fill				
С	Hide weight				
D	Muscling				

Yield Grading

Hot Carcass Weight

· Weight of the freshly dressed carcass immediately prior to chilling

Fat Thickness

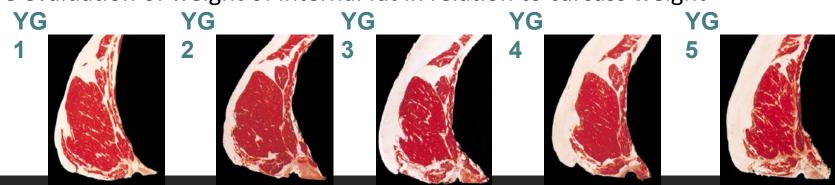
Linear measure of backfat

Rib eye Area

• Cross-section area of longissimus muscle

Estimated % of Kidney Pelvic and Heart Fat

• Subjective evaluation of weight of internal fat in relation to carcass weight





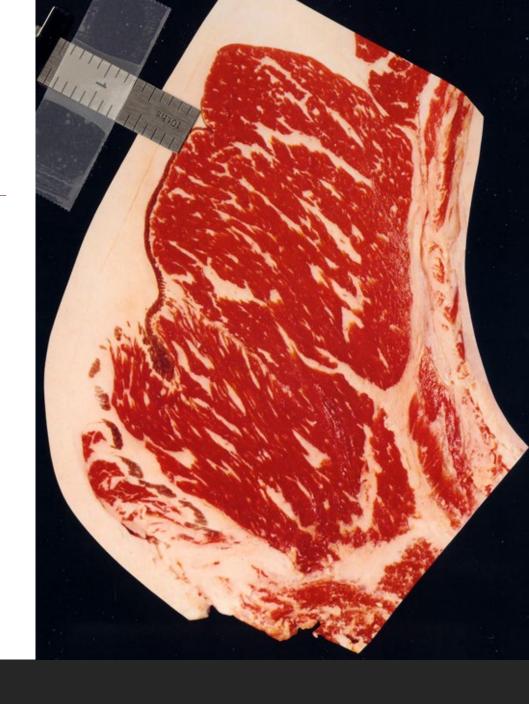
Which component of the yield grade has the greatest influence on final yield grade?

Α	Estimated % kidney-pelvic-heart fat						
В	12 th rib fat thickness						
С	Hot carcass weight						
D	Ribeye area						

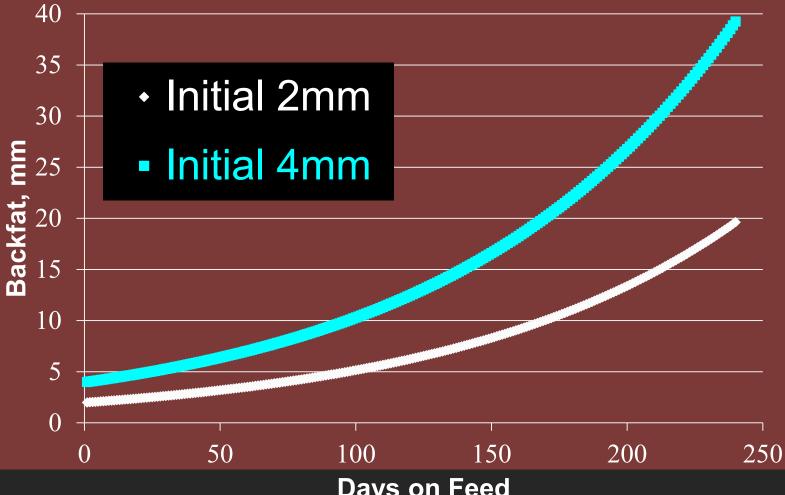
Fat thickness

Estimation of **backfat** over the 12th rib

- Normal range of 0.12 to 1.0 inches
 - As fat thickness increases, numerical yield grade increases, but cutability and retail yield decreases

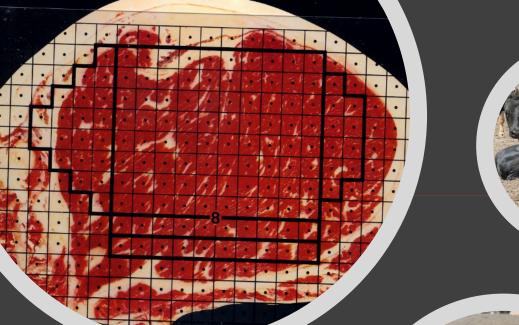


Subcutaneous fat deposition - exponential





Days on Feed





Ribeye area

- Cross-section area of the *longissimus* muscle at the 12th rib
 - Normal range of 10.0 to 18.0 square inches
 - As ribeye area increases, numerical yield grade decreases, but cutability and retail yield increase
 - Heifer will have ~1.0 in² less REA than steers
 - Light muscled cattle
 - Estimate ~ 0.9 in²./100 lb. of live weight
 - Average muscled cattle
 - Estimate ~ 1.1 in²./100 lb. of live weight
 - Heavy muscled cattle
 - Estimate ~ 1.3 in²./100 lb. of live weight





Kidney, Pelvic, and Heart Fat (KPH)

Expressed as percentage of HCW:

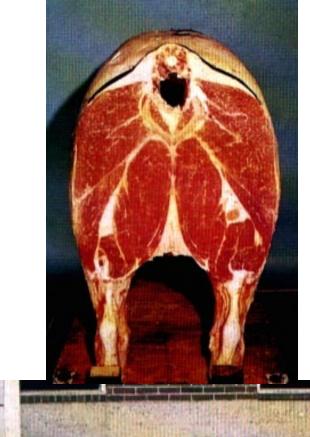
- (1) kidney, (2) kidney fat, (3) pelvic fat, (4) heart fat
- Normal range 1.0% to 4.5%
 - As KPH increases, numerical yield grade increases, but cutability and retail yield decrease
 - Estimate 0.5% for every 0.1 inch of backfat thickness
 - Heifers have ~1.0% more than steers
 - Small framed cattle have ~1.0% more
 - Large framed cattle have ~1.0% less
 - Dairy type cattle have ~1.5-6.0% more





Which finished steer would you expect to have the greatest percentage of KPH?

Α	Braford
В	Charolais x Angus
С	Hereford
D	Jersey



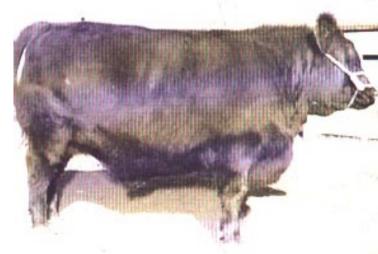


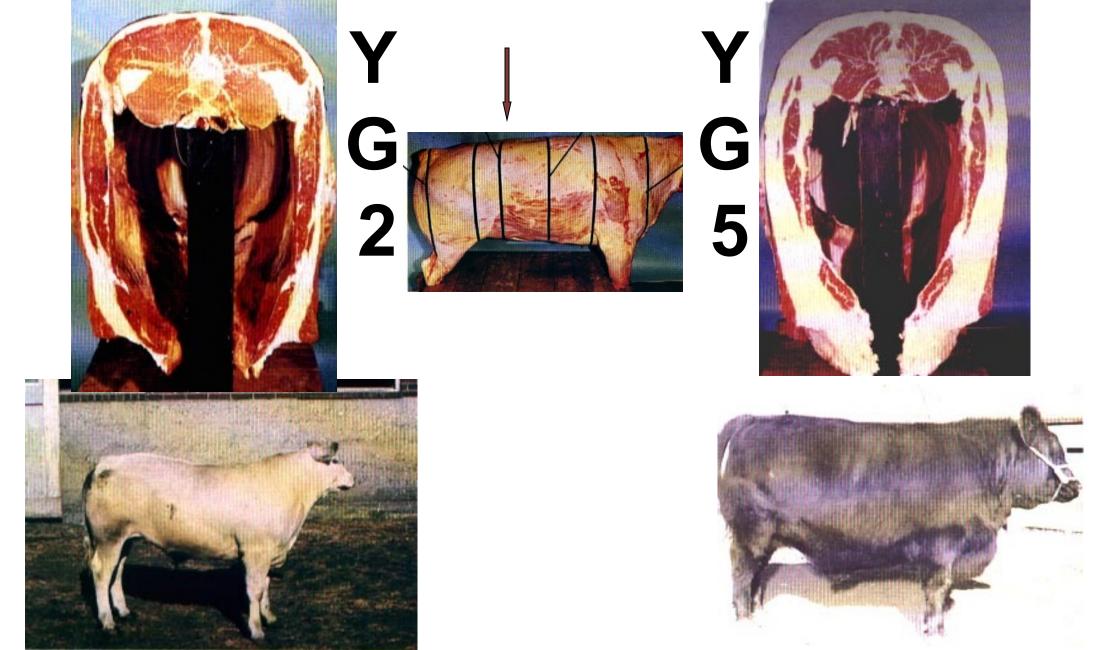


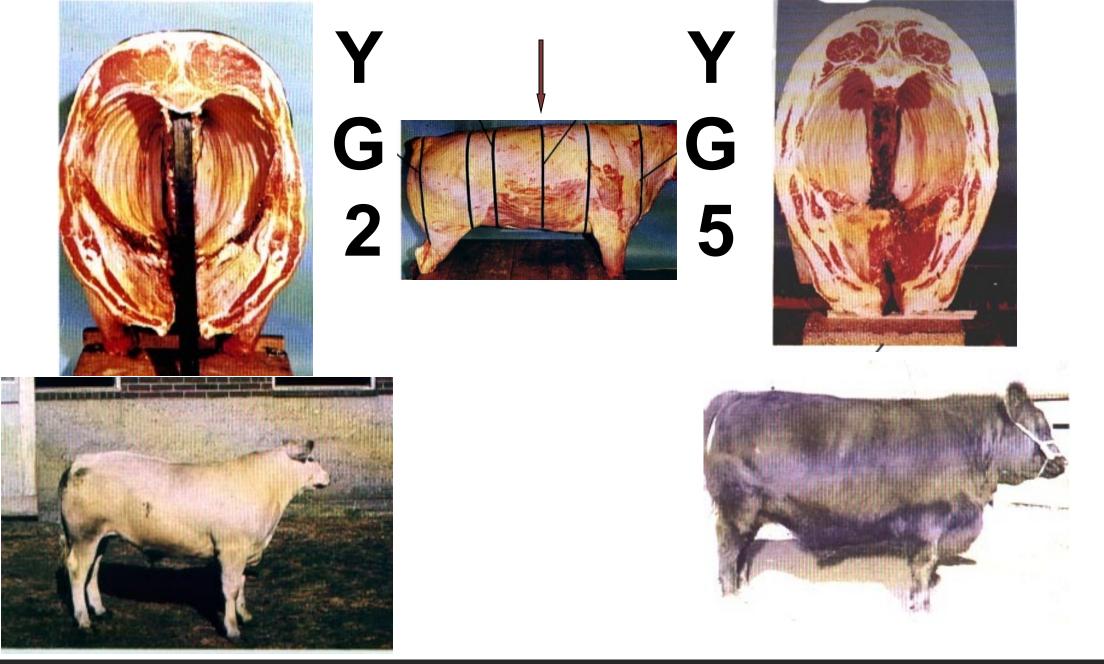


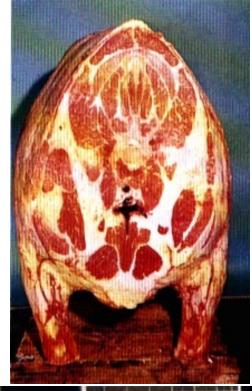














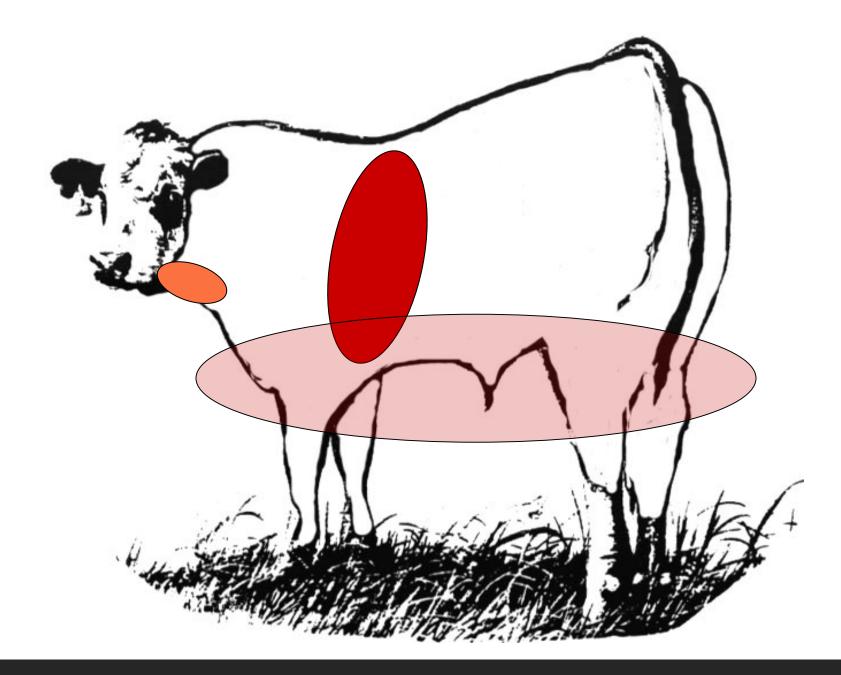


Y G 5















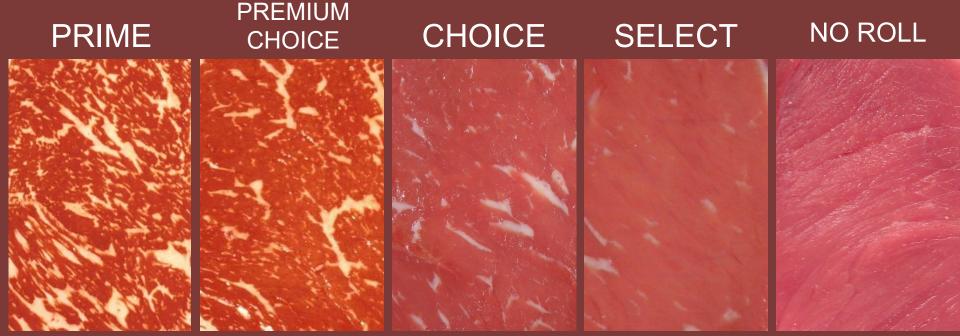






Quality Grading

- Marbling
 - subjective evaluation of the quantity of intramuscular fat in the *longissimus* muscle between the 12th and 13th ribs



- Maturity
 - primarily a subjective evaluation of the extent of ossification (conversion of cartilage to bone) of the vertebral column

Which quality grade occurs in lowest quantity?

Α	Choice
В	Prime
С	Select
D	Standard

Intramuscular fat deposition – power curve









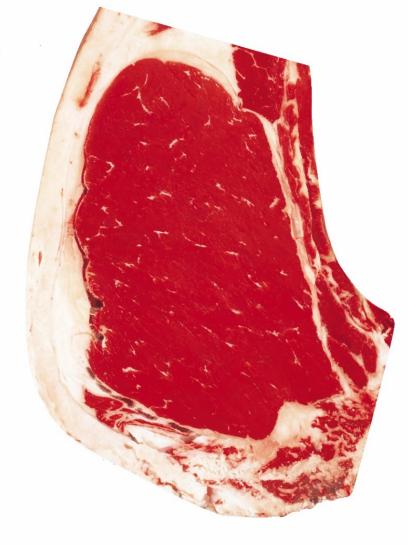
<25% EBF USDA Standard





25% EBF USDA Select





28.6% EBF USDA Choice





37% EBF USDA Prime

MUSCLE AND FAT ARE ANTAGONISTS

Distribution matrix of USDA QG x YG - 2019

Cumulative = 100%

	Prime	Choice	Select	Standard Commercial		Utility
YG 1	0.06	2.20	2.68	0.00	0.00	0.00
YG 2	1.27	22.49	9.75	0.00	0.01	0.14
YG 3	5.20	37.09	5.49	0.01 0.04		0.36
YG 4	2.02	8.46	0.65	0.00 0.04		0.17
YG 5	0.51	1.22	0.08	0.00 0.01		0.04

UNITED STATES DEPARTMENT OF AGRICULTURE AGRICULTURAL MARKETING SERVICE LIVESTOCK AND SEED PROGRAM

SLAUGHTER CATTLE EVALUATION

TRAIT	English	Exotic	Brahman	Dairy	English X Exotic	English X Brahman	Exotic X Brahman	TRAIT
Fat thickness	0.3 in. Standard 0.4 in. Select 0.45 in. Choice 0.8 in. Prime	0.2 in. Standard 0.4 in. Select 0.55 in. Choice	0.4 in. Standard 0.5 in. Select 0.6 in. Choice	0.2 in. Select 0.35 in. Choice	0.4 in. Select 0.5 in. Choice	0.5 in. Select 0.6 in. Choice	0.5 in. Select 0.6 in. Choice	Fat thickness
Pones	X	MOST		MOST	X	MOST	MOST	Pones
Lower round 1/4	MOST		X		MOST	MOST	X	Lower round 1/4
Cod/udder	MOST	MOST	MOST	NO	X			Cod/udder
Brisket	X	MOST	X	MOST	MOST	X	X	Brisket
Flank	Х			MOST	X	MOST	X	Flank
Cheeks/jowls	MOST	Х	X	X		NO	X	Cheeks/jowls
Turn over the top	MOST	NO		NO		MOST	X	Turn over the top
Round creases- heifers only	MOST		MOST	NO			MOST	Round creases- heifers only
Disposition		Х	X	NO				Disposition
Dew claws	Black English- MOST	NO		NO				Dew claws
Thickness	Х	NO	X	NO				Thickness

MOST = Most important factor to consider when determining final quality grade

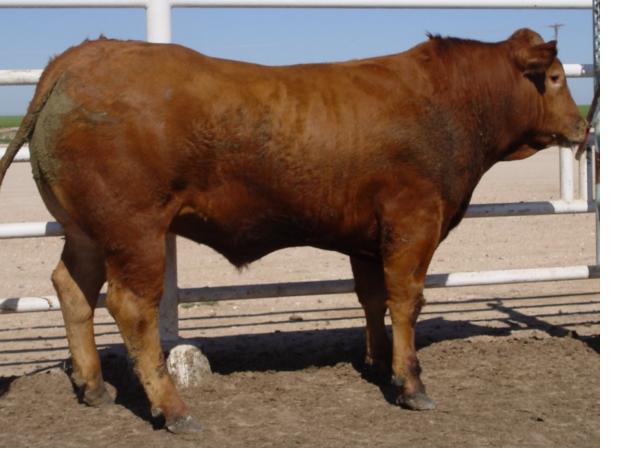
X = Very important factor to consider when determining final quality grade

NO = Does not assist when determining final quality grade









880 HCW
69.9% Dress
Standard
YG 0.5
EBF 22.0%







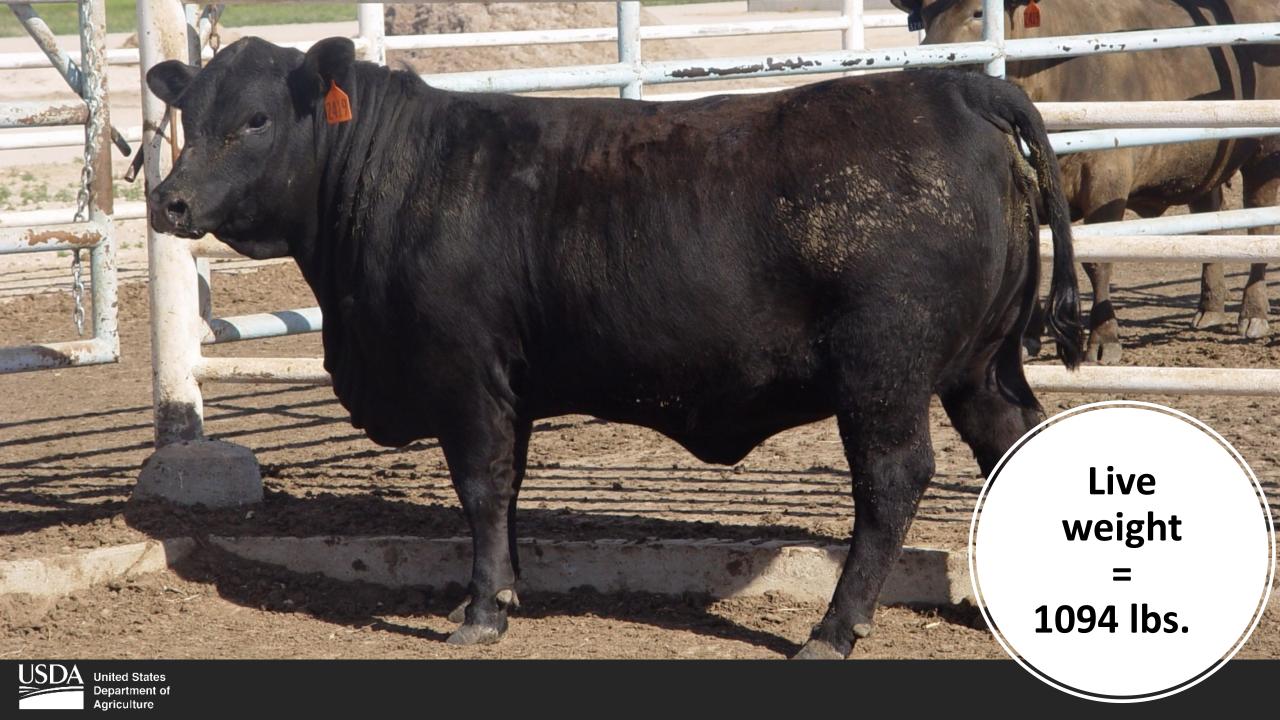




753 HCW
64.8% Dress
Select
YG 3.2
EBF 28.4%





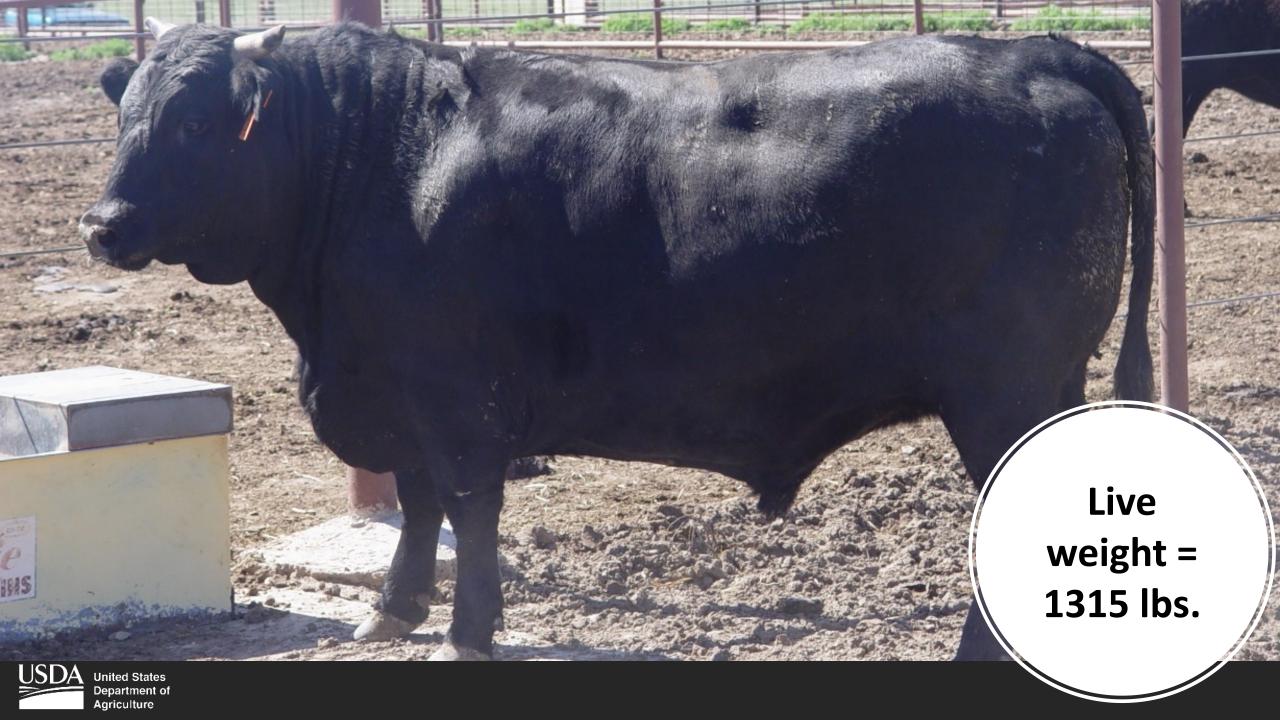




715 HCW
65.3% Dress
Choice
YG 3.7
EBF 32.1%





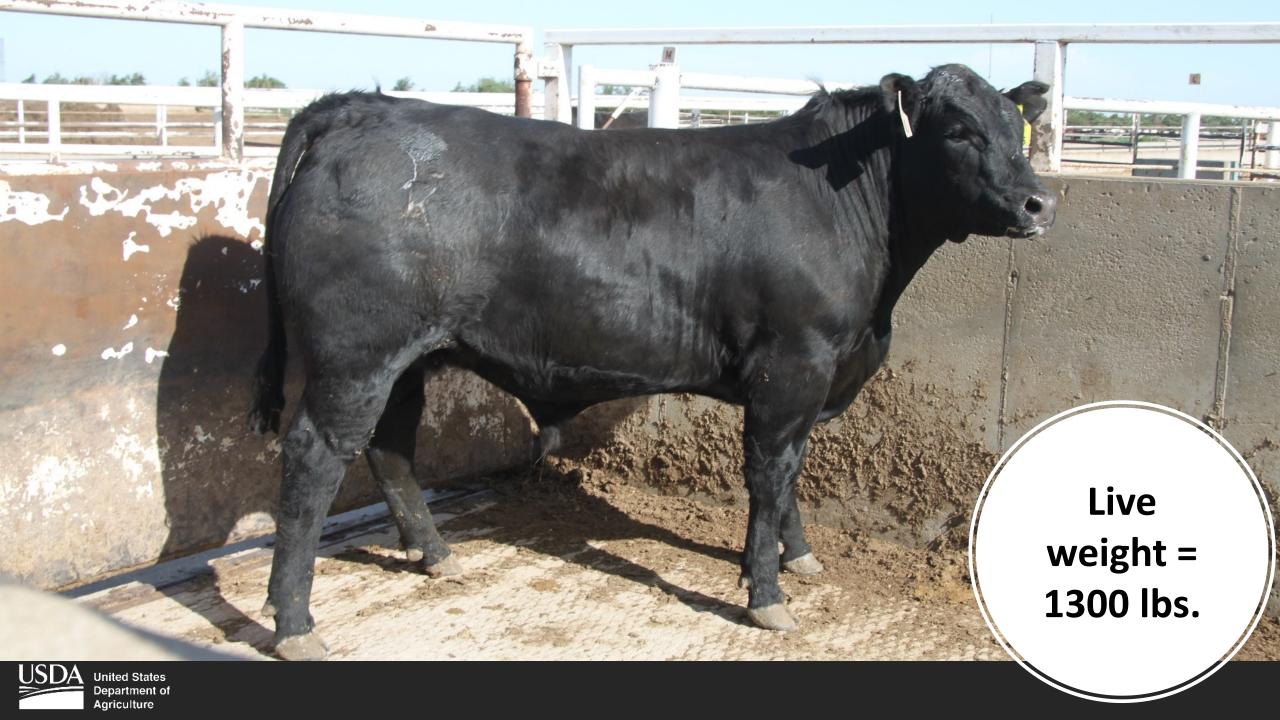




827 HCW
62.8% Dress
Choice YG 4.2
EBF 34.1%









Α	Choice – 1.9
В	Prime – 3.9
С	Select – 2.4
D	Standard – 1.5



- HCW = 825
- Dress = 66.1%
- QG = Choice-
- YG = 1.9
- EBF = 26.1%





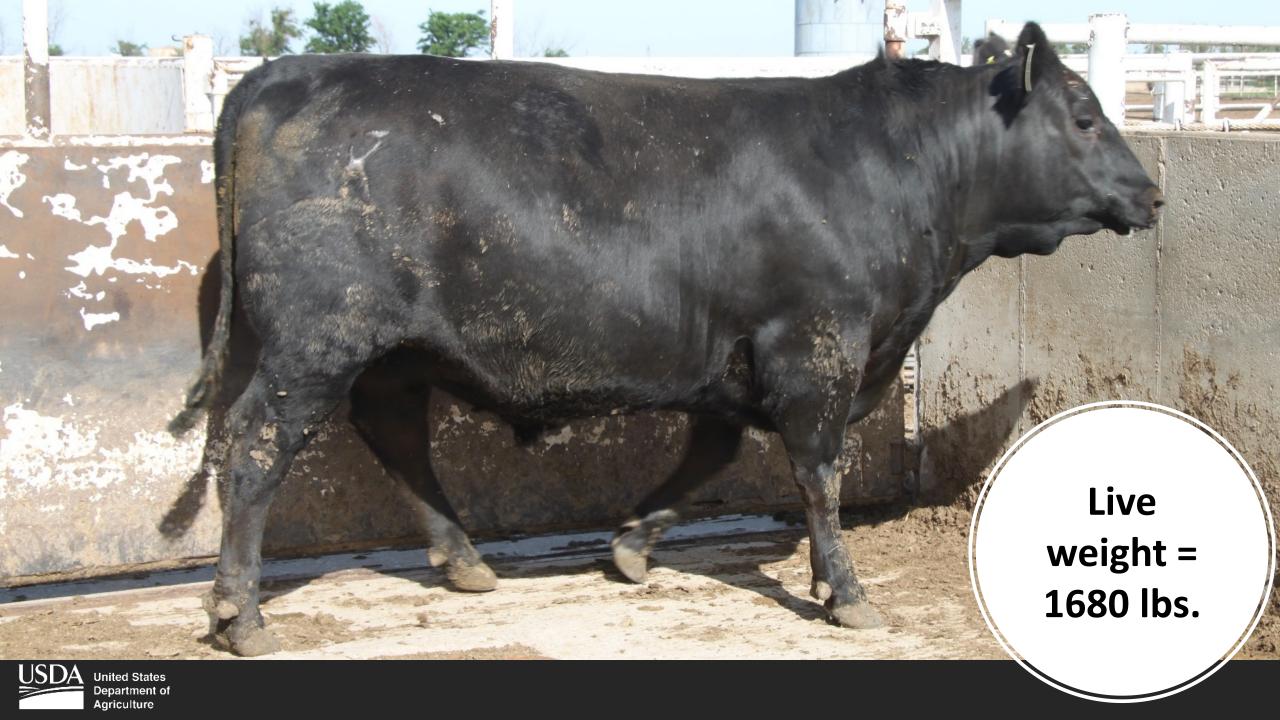


Α	Choice – 3.9
В	Prime – 4.2
С	Select – 2.8
D	Standard – 3.5



- HCW = 992
- Dress = 64.6%
- QG = Choice+
- YG = 3.9
- EBF = 35.2%







Α	Choice – 4.4
В	Prime – 5.6
С	Select – 3.8
D	Standard – 3.7



- HCW = 1048
- Dress = 65.0%
- QG = Choice-
- YG = 4.4
- EBF = 35.5%





Lot 5019



In weight	DOF	ADG	Shrunk Out Weight
773	137	3.61	1264





Α	Choice – 2.9
В	Prime – 3.2
С	Select – 2.0
D	Standard - 1.9

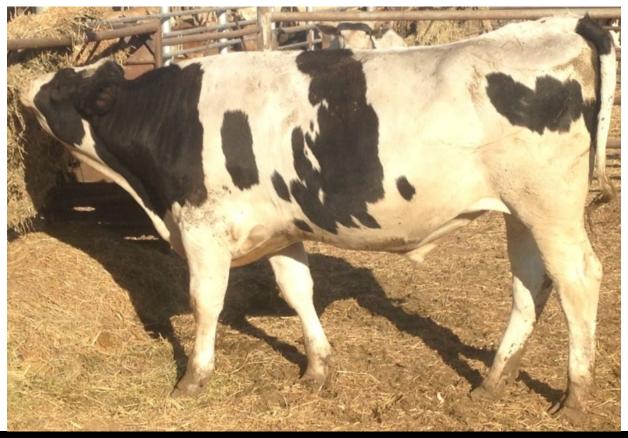


- HCW = 819
- Dress = 64.8%
- QG = Select-
- YG = 2.0
- EBF = 25.5%





Lot 4828



In weight	DOF	ADG	Shrunk Out Weight
356	280	3.08	1112





Α	Choice – 2.5
В	Prime – 3.2
С	Select – 2.9
D	Standard – 1.7



- HCW = 697
- Dress = 62.7%
- QG = Select
- YG = 2.9
- EBF = 24.7%





Lot 5016



In weight	DOF	ADG	Shrunk Out Weight
874	140	3.33	1473





Α	Choice – 3.6
В	Prime – 5.2
С	Select – 2.8
D	Standard – 2.4



- HCW = 933
- Dress = 63.3%
- QG = Choice ^o
- YG = 3.6
- EBF = 32.9%





Lot 4708



In weight	DOF	ADG	Shrunk Out Weight
677	337	2.20	1292





Α	Choice – 3.4
В	Prime – 5.8
С	Select – 4.1
D	Standard – 2.5



- HCW = 898
- Dress = 69.5%
- QG = Prime -
- YG = 5.8
- EBF = 39.5%





attle & Carcass TRAINING Chicago Mercantile Exchange (CME) Live Deliveries

Jodie Pitcock

USDA Agricultural Marketing Service Livestock and Poultry Program, Market News Division Jodie.Pitcock@usda.gov





USDA's Responsibility

Unbiased Third Party

Apply USDA Live Slaughter Cattle Grade Standards

Certify Contract Specifications

Terms

- Delivery Point Location where the delivery process will occur.
- Long Created an open position, owns the cash commodity, willing to take possession.
- Short Sold an open position, entered contract as a seller, has possession of the commodity.
- Specifications outlines the criteria of the contract.



Who determines if a contract will be delivered on a live or carcass basis?

Α	The Long
В	The Short
С	USDA
D	CME

Who determines if a contract will be delivered on a live or carcass basis?

Α	The Long
В	The Short
С	USDA
D	CME

Live Delivery Locations

- Sterling, CO
- Wray, CO
- Worthing, SD
- Burwell, NE
- Kearney, NE
- Lexington, NE
- Ogallala, NE
- West Point, NE

- Syracuse, KS
- Dodge City, KS
- Dalhart, TX
- Tulia, TX
- Amarillo, TX
- Texhoma, OK
- Clovis, NM



Who determines which Delivery Location the live contract will be delivered to?

Α	The Long
В	The Short
С	USDA
D	CME

Who determines which Delivery Location the live contract will be delivered to?

Α	The Long
В	The Short
С	USDA
D	CME

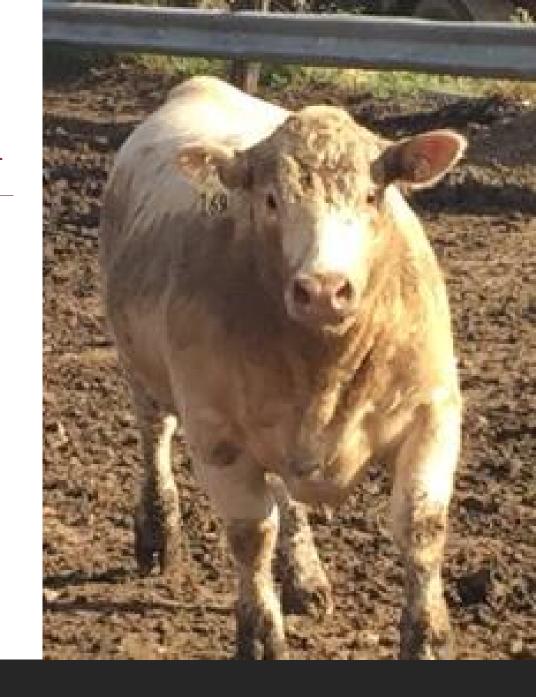




- Par Delivery Unit: 65% Choice, 35% Select, Yield Grade 3 (through Dec 2020)
 - o 40,000 pounds (variation between 38,000 and 42,000 pounds)
- USDA Grading Standards for Live Cattle
- Born/Raised exclusively in the United States
 - o Sellers must sign Exchange Affidavit
 - > Part of the Certificate of Delivery
 - > Must always accompany the Certificate



- Weight
 - o Steers
 - > 1,050 to 1,550 pounds. Cattle over 1,500 up to 1,550 receive a weight discount.
 - Feb. 2021. 1,050 to 1,600 pounds, with cattle over 1,550 up to 1,600 receiving a discount.
 - o Heifers
 - \triangleright 1,050 to 1,350 pounds.





- All cattle shall be HEALTHY.
- Unmerchantable cattle are NOT allowed: crippled, sick or bruised.
- No predominance of dairy breeding or prominent humps.
- Heiferettes, cows or bred heifer are NOT allowed.
- Dressing Percent greater than 60% Applied to the load.





- Arrival
 - Delivered to approved Delivery Point
 - Confined in a secured pen by 9:00AM
 - Can the "Certification Process" occur prior to 9:00AM?
 - Is Feed and Water allowed?



Certification Process

- The Short must ensure cattle are penned, sorted and ready.
- The Delivery Point usually represents the Short.
- Cattle are presented in groups of 3 to 5 head.





Live Contract Specification – Grading Process

USDA Grader:

- Determines that animals are in good condition (Healthy).
- Determines contract specification for health, age, physical conditions and weight are met.
- Applies USDA Live Quality and Yield Grade Standards.
- Calculates the Estimated Dressing Percent of the lot.



Live Contract Specification — Grading Card

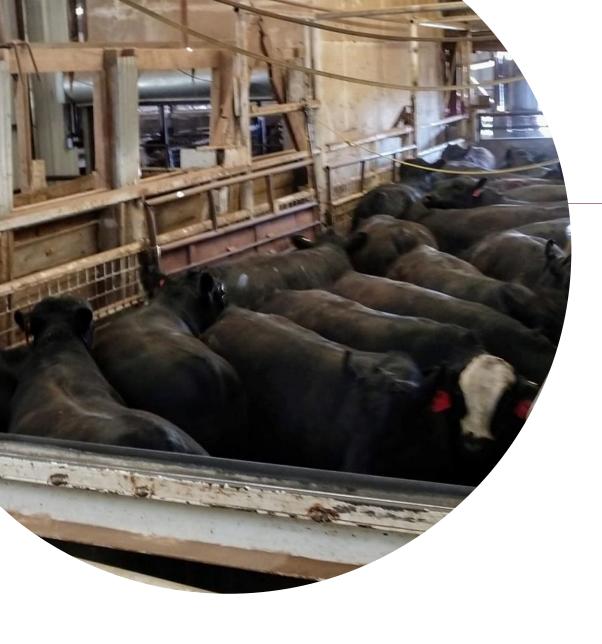
No Head	Date	Ld#
Total Wt		DR%
Avg Wt	# of Ov	rers
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		(1500-1550 LBS
PRIME	YG 1	
CHOICE	YG 2	
SELECT	YG 3	THE STATE OF THE
STND	YG 4	
SUB ST	YG 5	M STATE OF THE STA
en No(s)	Seal No(s)	
ccept	Rej	ect 🗌
eason for Rejection		
Firm	MAY	MAN THE REST
Feedlot		
Grader		





- Dressing Percent
- Par is 63%
- Greater than 60% acceptable
- Factors that affect Dressing Percent:
 - Muscling and Fat Cover
 - Breed, Gender, Diet and Seasonal
 - Fill
 - MUD





- Weighing
- Lots must weigh between 38,000 to 42,000 pounds.
 - Load can be weighed as a split load, if the scale size at Delivery Point will not handle a full load.
 - Number of animals in each load can vary from 26 to 32 head.
- Load must be weighed within one hour of grading.



Live Contract Specification – Change of Ownership

- After each lot is weighed, they go to a "sealed pen".
- USDA submits grading results electronically to CME on a Certificate.
- CME Clearinghouse changes livestock ownership to the Long.
- Lot is released by CME to be loaded on the Long's truck.
- Certification Process is complete.



Live Contract Specification – Rejected

If a load is rejected?

- It is the Short's responsibility to work out an alternative with CME.
- USDA has no control at this point.
- CME will contact USDA once a solution have been resolved.

Live Contract Specification – USDA Rights

- If the Short fails to present suitable cattle, they are subject to a fine.
- If the Short presents a load that is not properly sorted and unnecessarily slows down the grading process- they are subject to a fine.
- If the Long or their agent delays, disrupts, or interferes with the deliverythey are subject to a penalty.
- In Summary: Bring deliverable cattle and let USDA do their job.





Reject -Due to weight.

United States Department of Agriculture



Accept or Reject?





Accept

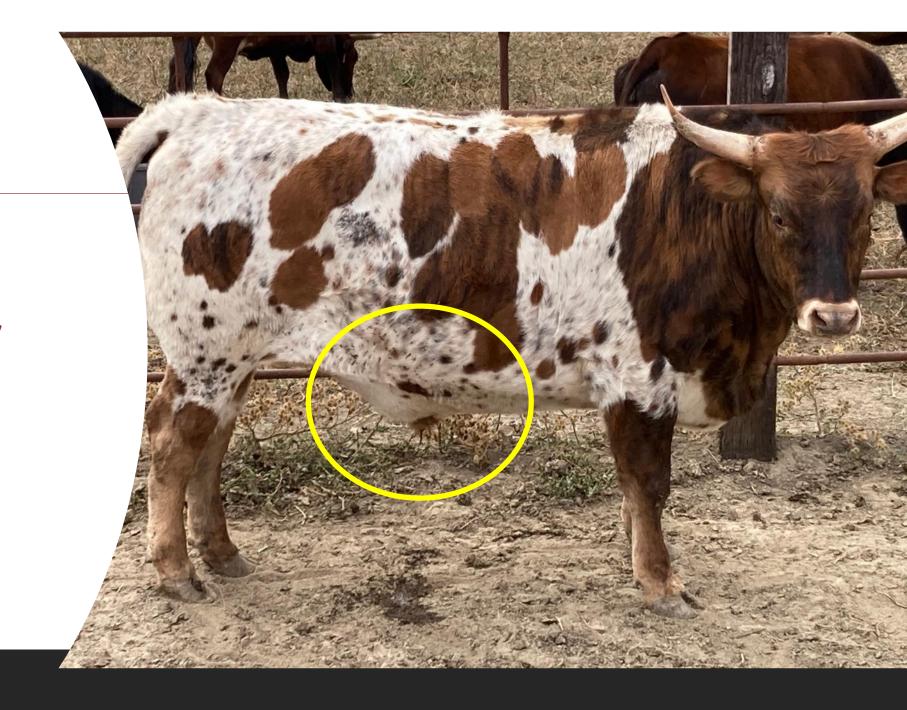




Accept or Reject?



Reject Due to belly
rupture.



Accept or Reject?



Reject -Hump



Accept or Reject?





Accept





Live Contract Specification – Settlement

- National Boxed Beef Cutout Negotiated Sales
 - https://www.ams.usda.gov/mnreports/ams_2453.pdf
- USDA By-Product Drop Value
 - https://www.ams.usda.gov/mnreports/nw_ls447.txt
- 5-Area Weekly Weighted Average Direct Slaughter Cattle Premium and Discounts
 - https://www.ams.usda.gov/mnreports/lm_ct169.txt



My Market News – Public Data

- My Market News
 - https://mymarketnews.ams.usda.gov/
- Market Analysis & Reporting Services (MARS)

Market News: Your Source for Ag Data

- Public Data
- Standard Report Format
- Application Programming Interface (API)



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<u>www.ams.usda.gov/grades-standards/beef/cattle-carcass-training-centers</u>

