# \$W, a selection index for cow-calf production

For more than 10 years, the American Angus Association has provided a number of economic tools to assist commercial and seedstock breeders in sire selection. The first indexes released — feedlot value (\$F), grid value (\$G) and beef value (\$B) — focused on traits such as growth and carcass merit, essential for maximizing profit when selecting sires used in terminal roles. Soon after, weaned calf value (\$W) and its component trait cow energy value (\$EN) were released. \$W is designed to select sires that maximize profit for commercial cow-calf producers who sell calves at weaning.

# **Revenue and expense**

\$W combines several traits that have a direct impact on the revenue and expense of commercial cow-calf production. The primary revenue component of the index is the weaning weight (WW) expected progeny difference (EPD), a growth trait that reflects the pounds of calf a commercial cow-calf producer has to sell.

The underlying calculations use a base calf price, which is updated annually to reflect current market conditions over a three-year historical period. A standard relationship between calf weight and calf sale price per pound, commonly known as a "slide," is also assumed, with heavier calves receiving a lower price per pound at marketing.

Milk EPD is also considered when

calculating revenue, as heavier-milking cows produce heavier calves at weaning.

On the expense side of the ledger, \$EN is the cow maintenance cost used in calculation of \$W. Components of \$EN are the mature cow weight (MW) EPD and the milk EPD. Larger cows require more maintenance energy and, thus, have a higher annual cost. Similarly, research has shown that heavier-milking beef cows have higher feed costs when lactating, but also when dry. Those two traits are combined with current feed prices and grazing costs to predict differences in annual cow energy costs.

Keep in mind that \$EN values reflect savings in costs, so sires with higher \$EN values would be expected to sire lower-cost cows due to lower levels of mature size and milk.

Another cost component in \$W is birth

# **Prioritizing maternal traits**

MaternalPlus® is a voluntary, inventory-based reporting system designed to capture additional reproductive trait data and, ultimately, expand reproductive and lifetime productivity tools. By using MaternalPlus, producers will receive additional information at weaning processing time, including calving ease, birth weight and weaning weight expected progeny differences (EPDs) for calves out of inventoried cows. Enrollees also have access to a broader range of analysis and benchmarking tools to help evaluate the cow herd.

# **□** COLORADO

Axtell Cattle Co., Anton
Michael L. Ripp, Delta
Mick Cotton, Hotchkiss
Paul or Trish Schmucker,
Hotchkiss
Quentin L. Miller, Deer Trail
Thelma B. Starner, Delta
Van Ness Angus Ranch, Bedrock

## **□** FLORIDA

Windy Meadows Farm LLC, Ocala

#### **□** GEORGIA

Cloud Bros., *Canton*David & Carolyn Gazda, *Athens* 

#### **□** IOWA

Brad Z Ranch, Guthrie Center Cherne Angus, Guttenberg D.K. Bechtum & Family, Riceville Double K Ranch, Afton Iowa State University Research Herd, Ames Lance Larsen, Underwood Larsen Angus, Marne
Nichols Farms, Bridgewater
Orval Hinrichsen, Hinton
R.A. Hanrahan & Son, Cumming
Ro-sie View Farm,
Columbus Junction
Wiederstein Pure Angus Farm,
Audubon

# **□** IDAHO

Doug or Janice Burgess, Homedale R. Chester Adams, Firth Rocking R Cattle Co., Hayden Vertical Edge Genetics, Bancroft

# **□** ILLINOIS

Matthew Brandt, Fults

#### **□** INDIANA

Benson Angus, *Greensburg*Blue River Acres Angus, *Shelbyville*Stewart Select Angus LLC, *Greensburg* 

#### **□** KANSAS

In recognition of their emphasis on maternal traits

a listing of enrollees is provided on the American

MaternalPlus, visit www.angus.org or AAA Login.

and their commitment to collecting the data necessary

to further characterize those traits in the Angus breed,

Angus Association website (see www.angus.org/

Performance/MPlusParticipants.aspx). On March 8,

those members are listed here. To learn more about

156 members were enrolled in MaternalPlus, and

Black Velvet Cattle, Mankato
Cline Cattle Co., Onaga
Dalebanks Angus Inc., Eureka
Ficken Angus Farms, Bison
Frederick R. Smith, Pittsburg
Gene Barrett, Grantville
Gilliland Angus, Fort Scott
Jeff Johnson, Eudora
Joel and Mary Bunker,
Sharon Springs
Sachse Family Angus, Easton
VanDerVeen Farms, Prairie View
Wendling Farm LLC, Halstead

# **►** KENTUCKY

Dewey S. Coffey, *Liberty* Jason E. Crowe, *Irvine* Oak Hollow, *Smiths Grove* 

#### **■** MICHIGAN

David F. Lutchka, Grass Lake

#### **■** MINNESOTA

Bullerman Angus, Adrian

#### ■ ALABAMA

Heartland Farms Alabama, Alexander City Highlander Ranch, Opelika Pleasant Grove Farms, Heflin Tim & Tandy West, Centre WW Cattle, Section

## ■ ARIZONA

Tom Anderson, Saint Johns

## ARKANSAS

Fred & Shirley Williams, Fort Smith Marlar Farms, Fort Smith

#### **□** CALIFORNIA

Eddie & Jessica Veenendaal, Kingsburg EZ Angus Ranch, Porterville Fox Angus Venture, Dixon Joe & Michele Sammis, Dorris Ramsey E. Wood, Susanville Rollingwood Ranch, Potter Valley Schafer Angus Cattle, Orland Tehama Angus Ranch, Gerber weight (BW) EPD. Besides the obvious labor costs and potential death loss, calving difficulty represents an increased risk of health issues for the calf and increased postpartum interval for cows experiencing dystocia. Accordingly, sires with a lower BW EPD will have a higher \$W value.

The calculation of \$W combines revenue from WW and milk EPDs with expenses from BW EPD and \$EN, along with relevant assumptions of feed costs and calf sale prices, to identify the most profitable sires for producers who sell calves at weaning.

Milk represents both a revenue through additional calf weight and an expense as additional cow maintenance requirements. With current high calf prices, higher milk EPDs increase \$W values, because the additional calf revenue more than offsets the increased cow costs.



Like all Angus \$Values, \$W is expressed in dollars of profit per calf produced, so the total additional profit generated by a higher-\$W sire depends on the number of calves sired per year, and the number of years a sire is used.

Consider two Angus sires, Bull A with a \$W value of \$30, and Bull B with a \$W value of \$45. The difference in \$W values between the sires is \$15, indicating that if those two sires were mated to similar cows under similar environmental conditions, the additional profit resulting from use of Sire B would be \$15 per calf sired due to a more favorable combination of revenues and expenses. If each bull sires 25 calves per year for four years, for a total of 100 calves

sired, the additional profit generated by Sire B would be \$1,500 due to additional calf sale revenue and reduced input costs of daughters.

It's important to note that \$W does not take into consideration factors other than weight that may impact calf value. Increasingly, premiums are paid for weaned calves that are genetically superior for growth, feed efficiency and carcass merit. Producers with the opportunity to gain premiums for calves with desirable genetics for these traits should consider other selection tools like \$B, along with \$W, to select for both increased cow-calf production efficiency and higher calf value.

EMAIL: dmoser@angus.org

Hufford Farms, Morris River Ridge Farms, Hallock Timothy John Sullivan, Kellogg Westar Angus, Dent

#### **■** MISSISSIPPI

Cole's Cattle Co., Bogue Chitto De Santis Angus, West Point Waggoner Cattle Co. LLC, Carthage

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Angle Bar Ranch Genetics, Adrian Carl or Linda Goodnight, Carthage Darrel Rinne, Higginsville Douglas R. Cartee II, Sainte Genevieve Dr. & Mrs. Norman Garton, Nevada Eggers Stock Farm, Jackson Elizabeth M. Otte, Saint Mary Farnsworth Cattle Co., Downing Galaxy Beef LLC, Graham Greene Cattle Co., Cassville Matthew & Amy Thomas, New Bloomfield Miller Angus Farm, Downing Robert D. or J. Paula Neese, Rutledge

#### **■** MONTANA

Anchor Angus, Glendive Coleman Angus, Charlo Dave & Yvonne Hinman, Malta Eli M. Berry, Reed Point Lane Schmitt, Chinook Leo R. McDonnell Jr., Columbus Montana Ranch LLC, Bigfork Nathan M. Baltrusch, Havre Robert Willekes, Choteau Sitz Angus Farm, Dillon Thousand Hills Angus, Toston

#### **□** NEBRASKA

Arlen J. & Becky Sawyer, Bassett B & D Angus, Sidney Kraus Angus Ranch, Milburn William N. Riecken, Lyons

## **☑** NEW MEXICO

Gregory M. Carrasco, Las Cruces

#### ■ NORTH CAROLINA

D. Randall Smith, Snow Camp Mountain Creek Farm, Bahama Richard D. Kirkman, Siler City Shuffler Farm, Union Grove Three Arrows Farm, Flat Rock

# **□** NORTH DAKOTA

Best Angus, Watford City Diamond J Angus Ranch, Mandan Keith & Nikki Medalen, Towner McCumber Angus Ranch, Rolette Opp Bros. Angus, Hebron Richard C. Tokach, Saint Anthony Shane & Amanda Talkington, Belfield

#### OHIO

Douglas A. or Mary F. Emrick, McConnelsville Kylie Hemchak, Bellevue

#### OKLAHOMA

Bell Rule Genetics LLC. Adair Hollon Ranch, Woodward Jeffery C. Mafi, Coyle John H. Pfeiffer Jr., Mulhall Terry & Denise Pearcy, Colony

#### OREGON

Mariam R. Horton. Christmas Vallev MC Ranch, Brownsville P. Heberling & K. Love, Roseburg

### **□** PENNSYLVANIA

Rusty Roof Angus, Littlestown

# **I** SOUTH CAROLINA

Yon Family Farms, Ridge Spring

### **■ SOUTH DAKOTA**

Dartt Angus, Wall Michael Erdmann, Groton Peterson Angus, Alcester Sodak Angus Ranch, Reva Stomprud Angus Ranch, Mud Butte Tom Varilek & Family, Geddes

#### **□** TENNESSEE

Haynes Angus Farm, Birchwood Hill Vue Farm, Cleveland Peter A. Di Corleto, Lascassas

Bradley 3 Ranch Ltd., Memphis Brent Holmes, Teague J&S Farms, Jacksboro

Jack R. Roper, Southlake Olson Land & Cattle, Hereford

Linford Angus, Riverton

#### **□** VIRGINIA

D. Brooke & Ann H. Miller, Washington Edgewood Angus LLC, Williamsburg Hidden Hand Angus Farms, Willis Jerry J. Gustin, Gloucester Lazy Acres Angus, Rocky Mount Matthew Manbeck, Staunton

# **□** WASHINGTON

Crouthamel Cattle Co., Touchet Matt Hayter, Warden Sackmann Cattle Co., Warden

# **■ WEST VIRGINIA**

Howard R. Page, Burlington James A. Kinsey, Flemington

#### **■** WISCONSIN

Biddick Inc., Livingston John & Jacqueline Andersen, Verona Kuhle Farms, Hazel Green Robert P. Nusbaum, Potosi Woodhill Farms Inc., Viroqua

#### **■** WYOMING

Daniel Greet, Ten Sleep WEBO Angus LLC, Lusk