Economic Potential of Substituting Legumes for Synthetic Nitrogen in Warm Season Perennial Grasses used for Stocker Cattle Grazing

Maru Kering, Jon T. Biermacher, Ryan Reuter, Twain Butler, Job D. Springer, James K. Rogers, John Blanton, Jr., Joe H. Bouton, and John A. Guretzky

Maru Kering is a post doctoral fellow, Jon T. Biermacher is assistant professor and agricultural economist, Ryan Reuter is assistant professor and animal scientist, Twain Butler is associate professor and agronomist, Job D. Springer is an agricultural economist and consultant, James K. Rogers is assistant professor and forage agronomist, John Blanton, Jr. is professor and animal scientist, and Joe H. Bouton is professor and agronomist, The Sam Roberts Noble Foundation, Inc., Ardmore, Oklahoma. John A. Guretzky is assistant professor, Department of Horticulture and Agronomy, University of Nebraska, Lincoln, Nebraska. Samuel Roberts Noble Foundation professional paper NF-AG67, project PDF-BG-L-2010.

Selected Paper prepared for presentation at the Southern Agricultural Economics Association Annual Meetings Orlando, Florida, February 6-10, 2010.

Contact author: Jon T. Biermacher The Sam Roberts Noble Foundation, Inc. 2510 Sam Noble Parkway Ardmore, OK 73401 Phone: (580) 224-6410

e-mail: jtbiermacher@noble.org

Copyright 2010 by M. Kering, J.T. Biermacher, R. Reuter, T. Butler, J. Springer, J. Rogers, J. Blanton, Jr., J. Bouton, and J. Guretzky. All rights reserved. Readers may make verbatim copies of this document for non-commercial purposes by any means, provided that this copyright notice appears on all such copies.

Economic Potential of Substituting Legumes for Synthetic Nitrogen in Warm Season Perennial Grasses used for Stocker Cattle Grazing

Abstract

Stocker cattle grazing warm season perennial grasses is an important economic activity in the southern Great Plains. Substantial increases in the price of nitrogen fertilizer is negatively affecting forage producers' profitability. Two alternative nitrogen management systems that use annual and perennial legumes have been developed for bermudagrass pastures. The goal of the study is to determine if the legumes systems are more profitable than the conventional practice of applying synthetic sources of nitrogen. Results of the two-year grazing study show that the legume systems could not compete economically with the common practice.

Introduction

Stocker cattle grazing warm season perennial grasses is an important economic activity in the southern Great Plains. Synthetic sources of nitrogen (N) are commonly used to supply nitrogen fertilizer requirements to the introduced grass pastures common to the region. Typically, nitrogen fertilizer accounts for between 30 and 50 percent of the total cost of maintaining warm season perennial forages in the region. However, over the past several years, producer prices for synthetic sources of nitrogen have trended increasingly higher. In fact, the price for nitrogen fertilizer increased by 120 percent between 2000 and 2007 (USDA). These higher prices have weighed heavily on forage producers' farm profitability. With this strain on farm profitability, producers are searching for potential alternative strategies for managing the nitrogen needs of their introduced forages. Supplying nitrogen fertilizer requirements of warm season forages with nitrogen-fixing legume crops such as alfalfa and clover have been suggested as an alternative to using synthetic sources of nitrogen.

The use of legume crops to supply nitrogen needs for forage crops is not an innovative concept. In fact, a substantial amount of information currently exists regarding the various biological aspects of legume-grass pastures. For example, Baylor observed increases in forage yield, quality and a better distribution of available forage for grass pasture inter-seeded with legumes compared to only grass pastures (Baylor 1974). In 2007, Rao et al. reported that grass pea (Lathyrus sativa L. 'AC-Greenfix') inter-seeded into established stands of bermudagrass resulted in yields comparable to bermudagrass receiving 40 pounds of N per acre and that the content and in-vitro dry matter digestibility (IVDMD) was significantly higher than unfertilized bermudagrass (Rao et al. 2007). It was also reported that inter-seeded legumes increased forage relative feed value, supplied fixed nitrogen to the soil and decreased nitrogen fertilizer requirements (Hoveland 1989). Cassida et al. reported that bermudagrass inter-seeded with alfalfa produced a longer grazing period than alfalfa alone (Cassida et al. 2006). Moreover, they also reported that alfalfa produced a greater quantity of biomass early in spring while bermudagrass realized greater levels of biomass during the summer months, suggesting that a mix of cool season legume inter-seeded into established stands of bermudagrass may allow for a better distribution of high quality forage over a longer grazing period.

Mineral concentration of the forage is also important to sufficiently supply mineral requirements of grazing animals. Different ecotypes of white clover were shown to contain up to three times the amount of phosphorus, potassium, calcium, and manganese found in stands of bermudagrass (Kallem Abbasi et al. 2006). In addition, the quantities of calcium, phosphorus, and potassium in the soil increased by as much as 30 percent after one year in stands of white clover when compared to a control of warm season introduced grasses only. Incorporation of legumes into grasses has been shown to help maintain soil chemical characteristics. For example, a 25 year study of a continuous grass-legume mixed pasture led to substantial reduced soil pH compared to a grass-only pasture (Haynes 1983: Bolan et al. 1991). In contrast, it has been shown that grasses that obtain nitrogen requirements via synthetic sources of nitrogen tend to realize increases in soil pH (Boonman 1993).

Despite the multitude of research studies that have been conducted to investigate the biological effects of using inter-seeded, nitrogen-fixing legumes in established stands of

introduced perennial grasses, there remains limited information available regarding the economic potential of using such forage systems as a substitute for the common farmer practice of applying synthetic sources of nitrogen. To address this issue, two alternative nitrogen supply systems that utilize inter-seeded, nitrogen-fixing legumes in established stands of bermudagrass have been developed. The first system, a bermudagrass-clover mix (BG/C), requires inter-seeding a mix of annual legumes, including crimson clover (*Trifolium incarnatum*), arrowleaf clover (T. vesiculosum Savi) and hairy vetch (*Vicia villoso* Roth) into growing stands of bermudagrass (*Cynodon dactylon*). The second system, requires an inter-seeded establishment of perennial alfalfa (*Medicago sativa*) into growing stands of bermudagrass (BG/A). This system makes use of grazing-type alfalfa because of its high potential for grazing relative to varieties commonly used to produce hay crops (Smith and Bouton 1993; and Bouton and Gates 2003).

The objectives of the research reported here were (1) to determine the effects of nitrogen supply system on forage yield, forage quality and animal performance measures; and (2) to determine if the alternative legume systems are more profitable than the conventional nitrogen management strategies commonly used in the region. Given the expected increase in management intensity required to implement the alternative systems, estimates of the relative economic value of the two alternative systems is considered necessary to facilitate adoption by farmers. Economic information would also provide plant, soil, and livestock scientists a better understanding of how the management practices should be adjusted in order to maximize the economic efficiency from the systems.

Theory

Forage producers that utilize stocker cattle to graze stands of established bermudagrass in the warm season months (late spring through early fall) must decide in the fall prior to the upcoming grazing season whether or not they should adopt one of the two alternative legume systems. We use an expected profit maximizing framework so the analysis is done assuming the producer is risk neutral or the decision to manage nitrogen needs on their bermudagrass forages will not substantively alter the profit variability of the grazing system. The decision rule for an expected profit maximizing producer can be written as:

$$Producer Decision = \begin{cases} adopt, & \text{if } E(max \ E(\pi^{alternative})) - E(max \ E(\pi^{convention})) > \tau, \\ not \ adopt, & \text{otherwise}, \end{cases}$$
(1)

where $\tau \ge 0$ represents the cost of changing from the conventional management practice to an alternative practice and $E(\pi^k)$ is the expected profit from using the kth management practice ($k = \{(1) \text{ is the conventional practice of broadcasting synthetic nitrogen fertilizer on established stands of bermudagrass (BG/N); (2) is an alternative system that requires an annual establishment of a mix of annual legumes, including crimson clover, arrowleaf clover and hairy vetch in the fall prior to the upcoming summer grazing season (BG/C); or (3) a system that requires an establishment of a grazing tolerant variety of perennial alfalfa in the fall prior to the upcoming summer grazing season (BG/A)<math>\{\}$).

Assuming that the producer has no influence over the prices they receive for the weight gained by stocker animals during the grazing period, his optimization problem can be represented as

$$\max_{k,w,\lambda} \mathrm{E}(R) = v \mathrm{E}(w) - (\lambda_1 (r^N N + b^N + r^G H^G + b^G + C^N) - \lambda_2 (r^C L^C + b^C + r^R H^R + b^R + C^C)$$

$$-\lambda_3 ((r^A A + b^A + r^R H^R + b^R + C^A) \left(\frac{i(1+i)^T}{(1+i)^T - 1}\right),$$
subject to,
$$w = w(k),$$
If $k = 1$ then $\lambda_1 > 0$ and $\lambda_2, \lambda_3 = 0$,
If $k = 2$ then $\lambda_2 > 0$ and $\lambda_1, \lambda_3 = 0$,
If $k = 3$ then $\lambda_3 > 0$ and $\lambda_1, \lambda_2 = 0$,
$$k \in \{1, 2, 3\},$$

$$\lambda_i \in \{0, 1\} \forall_i, \text{ and }$$

$$w \ge 0,$$

where E(R) is expected net return, w is total pounds of weight gained per acre in management system k, v is market price per pound of weight gain, $\lambda = (\lambda_1, \lambda_2, \lambda_3)$ is a vector of binary choice variables, r^N is the market price per pound of synthetic nitrogen fertilizer (N), b^N is the custom application rate per acre for applying synthetic nitrogen, r^G is the market price per pint of the herbicide (H^G) used in the synthetic nitrogen management system, b^G is the custom rate per acre for applying herbicide in the synthetic system, C^N is the amount of operating capital required for the conventional synthetic nitrogen management system, r^{c} is the market price per pound of pure live seed for the mix of legumes (L^{c}) used in the annual legume system (i.e., crimson clover, arrowleaf clover and hairy vetch), r^R is the price per ounce of the herbicide (H^R) used in both of the legume systems to control broadleaf weeds, b^R is the custom rate per acre for applying herbicide in both legume systems, C^N is the amount of operating capital required for the annual legume management system, r^A is the market price per pound of pure live alfalfa seed (A) used in the perennial legume management system, b^{A} is the custom rate per acre for establishing alfalfa into existing stands of Bermudagrass, C^{C} is the amount of operating capital required by the perennial legume management system, T is the expected stand life of the perennial alfalfa and *i* is the annual interest rate.

Successful establishment of annual and perennial legumes can result in additional, higher-quality forage that could result in cattle realizing a longer grazing season and hence producing additional pounds of gain per acre while at the same time providing for adequate nutrient needs from the nitrogen fixing plants. However, the legumes systems do require some additional management effort over what is typically required from the conventional system. The annual legume system (BG/C) requires that a mix of annual legumes be established each year in the fall prior to the upcoming summer grazing season. As a result, producers would be responsible for establishing the legumes themselves, or arranging for a custom planting operator

to establish the mix of legumes for them. For the perennial alfalfa system (BG/A), a producer would only, in theory, be required to establish alfalfa once; however, there does remain a risk that it may take more than one attempt to get a full stand of alfalfa established. The potential upside to this system is once alfalfa is successfully established the cost of establishment can be amortized over the length of the expected life of the stand, which is typically five to six years (Funderberg, 2009).

For this study, experimental data were obtained from a grazing study on farm fields. This provides an opportunity to evaluate the alternative systems under environmental conditions and constraints that are more typically encountered by farmers. The expected profit is determined for each system managed in best practice form. That is, several years of hypothesis testing have been conducted on a number of variables such as seeding rate, seed row spacing, herbicide management treatments, planting method and planting timing in small plot experiments in an effort to develop best management practices for the two alternative legume systems investigated in this study.

Materials and Methods

Site Description and Data Collection. The grazing experiment was conducted during the 2008 and 2009 production seasons via a complete randomized designed (CRD) experiment with three treatments and three replications. Treatments were the three nitrogen supply systems described above (BG/N, BG/C, and BG/A). This study site included a 31.5-acre field of established stands of bermudagrass partitioned into nine 3.5-acre grazing paddocks located at the Samuel Roberts Noble Foundation's Pasture Research and Demonstration Farm in south-central Oklahoma. The land area used for this study site was planted to Midland bermudagrass in 1965 in an attempt to mitigate soil erosion resulting from continuous cropping activities commonly pursued in the region. Beginning in 1989 and continuing through the onset of this study, the land was used to demonstrate intensive rotational grazing practices for cow-calf and stocker enterprises. Further details about the site are reported by Dalrymple (1998).

Forage Management. A chronology of production and management activities for each of the nitrogen fertilizer management systems are reported in Table 1. Bermudagrass was haved to a 3 inch stubble height in August 2007 to reduce residual herbage mass and enhance seedling competitiveness.

In October, 2007, an annual legume seed mix was no-till drilled into the existing bermudagrass sod in the BG/C paddocks in 7.5-in rows with a no-till drill. The annual legume seed mix was 13 lb pure-live seed (PLS) 'AU early cover' hairy vetch, 14 lb PLS 'Dixie' crimson clover, and 9 lb PLS 'Apache' arrowleaf clover per acre. Vetch was drilled at 1-in depth, while clovers were drilled at 0.25-in depth.

'Bulldog 505' alfalfa (20 lb PLS / acre) was no-till drilled into the existing bermudagrass sod in the BG/A paddocks in 7.5-in rows with a no-till drill in October 2007. Seeding depth for alfalfa was 0.25-in depth. Stand failures of alfalfa resulted in alfalfa being drilled again in September 2008. This stand failure was attributed to poor soil contact of alfalfa drilled in 2007 due to a 0.5-in layer of bermudagrass thatch.

In February, the BG/C and BG/A systems were sprayed with Raptor at a rate of 0.31 pints per acre to control broadleaf weeds, and glyphosate was applied to paddocks assigned to the BG/N system to control broadleaf weeds and cool-season annuals such as ryegrass and cheatgrass. In March, 100 lb of N / acre (as urea; 46% N) was broadcast in March in the three paddocks assigned to the BG/N system. All paddocks received applications of phosphorus (P) and potassium (K) according to soil test recommendations.

Forage samples were collected at 14-day intervals during the grazing trial. Forage samples were analyzed for concentrations of crude protein (CP), acid detergent fiber (ADF), neutral detergent fiber (NDF), total digestible nutrients (TDN), IVDMD, P, K, Ca, and Mg by near infra-red reflectance spectroscopy.

Cattle Management. Grazing experiments were carried out during the spring and summer in 2008 and 2009. Each year, crossbred male calves were purchased from local sale barns and preconditioned for 45 days. Preconditioning included individual identification, anthelmintic treatment, implant administration, vaccination, and surgical castration and dehorning as needed. During the receiving period calves were housed in a grass trap and fed a supplement and adlibitum rye hay. Following preconditioning, steers (525 lb) were randomly assigned to the experimental paddocks, weighed, and stocked at 1.3 steers per acre. Grazing was initiated in May and terminated in August. During the experimental grazing period, steers were weighed every 28 days. All steer body weights were recorded following a 16-h shrink in drylot, and steers had ad-libitum access to a loose mineral containing monensin during the experiment. In addition, steers in legume-containing paddocks had access to a pressed block containing poloxalene as a bloat preventative.

Economics. The relative economic value for each of the nitrogen management systems was determined by calculating the costs associated with each of the production and management practices for each system. Only those costs that varied due to differences in production practices between systems were considered in the analysis. These costs include quantity of nitrogen and nitrogen application, seed cost, seed establishment costs, herbicide and herbicide application and opportunity cost of capital. Two-year average costs for each system were summed for each system and then subtracted from the expected revenue generated from marketing total gain produced per acre for each of the three systems. Note that establishment costs for the perennial alfalfa system were amortized over the expected life of the stand (five years). Oklahoma City futures prices were assigned to cattle in order to determine their beginning and ending values based on the observed on and off-dates for each system. In addition, expected prices for the 2010 production year were used for all inputs, including nitrogen fertilizer, herbicides and legume seeds and an annual percentage rate (APR) of 8.5% was used to calculate opportunity cost of capital and the amortized payment for the BG/A system. Custom rates for nitrogen application, no-till legume establishment, and herbicide application were taken from Doye and Sahs (2009). Input prices assumed in the study are reported in Table 2, and futures prices for cattle are reported in Table 5.

Statistical Model. Forage and animal performance data collected from the experiment and economic calculations (costs, revenues, and net returns) were analyzed using random-effects

mixed models, with paddock (replication) and growing season (year) as random effects, and management treatment (system) as a fixed effect. The statistical models applied the autoregressive (AR1) spatial power covariance structure to help account for temporal autocorrelation in data collected across growing periods. Individual paddocks (replicates) were utilized as local subjects within all analyses, as they represented the units in the study that received the specified management practices (treatments) over the course of the study.

Results

Forage Yield and Quality. Two-year average biomass yields for the three systems are depicted in Figure 1. Biomass yield of for the BG/N system was, on average, 2120 pounds per acre and was significantly greater (P=0.05) than the 1360 and 1560 pounds per acre of forage obtained in BG/A and BG/C systems, respectively. This difference translated into the production of a greater amount of animal gain per acre for the BG/N system compared to the two alternative legume systems.

Two-year average measures of forage quality are reported in Table 3. The average CP content of 16.9% measured in the forage produced in the BG/C system was significantly higher (P=0.05) than that measured in the forage produced in the BG/N and BG/A systems, respectively. In addition, the BG/C and BG/A systems realized greater percentages of ADF and IVDMD than that found in the BG/N system, and conversely they had significantly lower percentage levels of NDF and TDN compared to the BG/N system. This implies that the quality of the forage in the legumes systems were substantially better than for the synthetic nitrogen system. We also found that BG/C system had greater percentages of P, Ca and K than the both the BG/N and BG/A systems. The BG/A system realized, on average, the lowest percentage of Mg concentration.

The amount of forage available during the grazing period differed with system Figure 2. Forage availability in N fertilized BG increased 250% from 1100 to 2800 lbs/acre between May and August. While forage in inter-seeded alfalfa showed a slight increased from 1300 to 1500 lbs/acre, inter-seeded clover yield dropped from 1950 to 1100 lbs/acre during same period. Nitrogen-fertilized BG maintained higher (P=0.05) biomass production in July and August than those inter-seeded with legumes. In July, BG inter-seeded alfalfa showed a relatively higher biomass than BG inter-seeded clovers. In August, the trends were reversed, though during both months, yields between these two were statistically similar.

Animal Performance. Data reflecting animal management and observed performance measures are reported in Table 4. On average over the two years of the study cattle were placed on paddocks for BG/N, BG/C, and BG/A systems on 21-May, 29-April and 21-May, respectively. On weights of cattle were 525 (± 49) lbs/ac, 510 (± 44) lbs/ac and 532 (± 40) lbs/acre for BG/N, BG/C and BG/A systems, respectively. On average cattle grazing the BG/N system realized a significantly greater number of days versus cattle grazing the BG/C and BG/A systems. In addition, off weights varied between the two systems. Cattle were coming off of the BG/N system weighted, on average, 11% and 8% more than cattle grazing the BG/C and BG/A systems, respectively. On average, cattle realized similar average daily gains (lbs/hd/day) for all three systems. However, due to cattle realizing a greater number of grazing days on the BG/N

system, the total gain per acre realized by cattle grazing the BG/N system was significantly greater (P=0.05) than the BG/C and BG/A systems. In fact, each acre of pasture in BG/N system realized approximately 67 pounds per acre more than both of the legume systems. Based on the forage results, it appears that cattle grazing the BG/N system had more forage available to them for a longer period of time.

Economic analysis. Mean cattle prices used to place initial and ending value on cattle, calculated value of gain, gross revenue, total costs, and net returns are reported in Table 6. On prices represent Oklahoma City futures prices for preconditioned stocker steers for average weight and the dates reported. Off prices reflect Oklahoma City futures prices for average off weights and dates reported. Value of gain was calculated for cattle in each system and year as the difference between ending value of cattle (off price times off weight) and beginning value (on price times on weight) divided by total gain per head.

The two-year average gross revenue (\$ per acre) for the BG/N system was 32% and 45% greater (P=0.05) than the BG/C and BG/A systems, respectively. This is primarily the result of cattle in the BG/N system having access to a greater amount of forage for more days than the two bermudagrass-legume systems. Revenue for the alfalfa system was lowest among systems, essentially due to a stand failure in the first year of the study. As a result, the bermudagrass forage did not receive a benefit from the nitrogen fixing legume, nor did cattle receive additional benefit from additional forage from legumes early in the grazing season. Consequently, the bermudagrass-alfalfa system was essentially comparable to a bermudagrass system receiving a zero-level of nitrogen fertilizer.

Forage allowance from legumes was also lower in BG/C system in the first year of production, which effectively reduced the revenue generated from this system. Even though the BG/C system did produce a partial stand in the initial production year, low levels of precipitation following the seed establishment in September of 2007 negatively affected growth of legumes during the early spring. Legume stands for the BG/C system were significantly better in the second growing season. Extending the study out for more years would give us a better idea about how well the annual legume system can be expected to perform. Gross revenue realized from the BG/A system was more than double in the second year of the study compared to the first. This is the result of a successful stand establishment in the second year, and hence adequate forage for cattle to graze in the cool season months before the bermudagrass responded to warmer temperatures. It is important to note that the variation in growing conditions (rainfall) in the region is present in both years of the study. As such, the data reflect the typical production risks associated with the bermudagrass-legume systems.

When the cost of establishing alfalfa (seed and seed establishment expenses) was amortized over the expected 5 year life of the of stand, the total cost of the BG/A system was 9% and 38% lower (P=0.05) than the BG/N and BG/C systems, respectively. The establishment cost of the alfalfa system would have been half as much, but due to stand failure in the first year the cost of establishing alfalfa had to be accounted for twice in the analysis. It is worth reemphasizing that that establishment failures of perennial crops like alfalfa remain a real risk that producers face in the region, and hence the two-year cost is likely a better measure of the expected costs associated with this system. The opportunity costs associated with owning the

steers during the grazing period and the herbicide expenses for broadleaf weed management were considered to be annual expenses and therefore were not amortized in the analysis. Herbicide management is necessary to control for broadleaf weeds and to help control other perennial grasses such as crabgrass, which can effectively choke out legumes if not managed properly. Development of inexpensive alternative herbicide practices would further reduce the cost of using the perennial alfalfa.

Overall profitability favored the conventional system of applying synthetic nitrogen on bermudagrass. The average two-year net return for the BG/N system was \$73 and \$40 per acre greater (P=0.05) then the BG/C and BG/A systems, respectively. Even though forage pastures for the BG/C system realized a greater amount of gain in the second compared to the first (i.e., 231 versus 110 lbs per acre), the influence of the market played a substantial role in reducing the profitability of the BG/C system in the second year compared to the first. That is, cattle prices were \$5 per cwt less in the second year than the first. This also illustrates the existence of different levels of market risk between systems and years due to the variations in market prices for cattle at both the time of placement and the time cattle are removed and marketed for each system.

Based on the two-year finding of this study, it does appear that the two legumes systems are not economically competitive with the conventional practice of supplying synthetic sources of nitrogen to growing stands of bermudagrass, at least at the current market price of \$0.45 per pound of actual nitrogen (46% urea). Further analysis indicates the breakeven price of nitrogen is about \$0.68 per pound. At that rate the BG/N system would realize zero profits, holding all other variables constant.

A primary limitation of this research is a limited number of years of data. Conducting the grazing study over more years would allow for better understanding the variation in forage production, and hence livestock performance between years. More years would also allow researchers to obtain a better feel for the actual number of years the stand of alfalfa would produce high quality forage. An additional limitation of the study is that it was only conducted at one site within the region. Conducting the study at multiple sites would provide better information about how result would vary under a multitude of growing soil types and weather.

References

Baylor, J.E. 1974. "Satisfying the Nutritional Requirements of Grass-Legume Mixtures." In D.A. Mays (ed.) Forage Fertilization. ASA, CSSA, and SSSA, Madison, WI: 171–188.

Bolan, N.S., M.J. Hedley and R.E. White. 1991. Processes of Soil Acidification During Nitrogen Cycling with Emphasis on Legume based Pastures." *Development of Plant Soil Science* 45: 169-179.

Boonman, J.G. 1993. "From Shifting Cultivation to Crop-Grass Rotations." In East Africa's Grasses and Fodders: Ecology and Husbandry (Ed.): J.G. Boonman. Kluwer Academic Publishers.Dordrecht: 65-85.

Bouton, J.H., and R.N. Gates. 2003. "Grazing-Tolerant Alfalfa Cultivars Perform Well under Rotational Stocking and Hay Management." Agronomy Journal 95(6): 1461 - 1464.

Cassida, K.A., C.B. Stewart, V.A. Haby, and S.A. Gunter. 2006. "Alfalfa as an Alternative to Bermudagrass for Pastured Stocker Cattle Systems in the Southern USA." *Agronomy Journal* 98:705-713

Dalrymple, R.L. 1998. "Controlled Rotational Grazing Unit." The Samuel Roberts Noble Foundation Press, Agriculture Division Publication. Found at: http://www.noble.org/ag/forage/rotation/forgcrgu.htm (accessed January 15, 2010).

Doye, D., and R. Sahs. 2008. "Oklahoma Farm and Ranch Custom Rates, 2007-2008." Oklahoma Cooperative Extension, Current Report CR-205-0308.

Funderberg, E. 2009. "Grazing Alfalfa." The Samuel Roberts Noble Foundation Press, Agricultural Division Fact Sheet N-SO-09-01: 1-4.

Haynes, R.J. 1983. "Soil Acidification Induced by Leguminous Crops." *Grass Forage Science* 38: 1-11.

Hoveland, C.S. 1989. "Legume Persistence Under Grazing in Stressful Environments in the USA." In G.C. Marten et al. (ed.) Persistence of Forage Legumes. ASA, CSSA, and SSSA, Madison, WI: 375–385.

Kaleem Abbasi, M., M.M., Tahair, A.H. Shah, F. Batool. 2009. "Mineral Nutrient Composition of Different Ecotypes of White Clover and Their Nutrient Credit to Soil at Rawalakot Azad Jammu and Kashmir." *Pakistan Journal of Botany* 41: 41-51.

Muir, J.P., T.J. Butler, R.M. Wolfe, and J.R. Bow. 2008. "Harvest Techniques Change Annual Warm-Season Legume Forage Yield and Nutritive Value." *Agronomy Journal* 100: 765-770.

Petritz, D.C., V.L. Lechtenberg, and W.H. Smith. 1980. "Performance and Economic Returns of Beef Cows and Calves Grazing Grass-Legume Herbage." *Agronomy Journal* 72: 581-584.

Rao S.C., B.K. Northup, W.A. Phillips, and H.S. Mayeux. 2007. "Interseeding Novel Cool-Season Annual Legumes to Improve Bermudagrass Paddocks." *Crop Science* 47: 168-173.

Smith, S.R.,Jr., and J.H. Bouton. 1993. "Selection within Alfalfa Cultivars for Persistence under Continuous Stocking." Crop Science 33: 1321-1328.

Table 1. Chronology of Production and Management Activities for the Conventional Nitrogen Fertilizer and Two Alternative Legume Grazing Systems

Bermudagrass fertilized with nitrogen fertilizer (BG/N)

Month	Production Activity
August	Mow off excess bermudagrass forage to initiate the study
February	Apply herbicide glyphosate at a rate of 4 pints per acre to control broadleaf weeds
March	Broadcast 100 pounds of actual (46-0-0) per acre
May	Stock pastures with preconditioned steers weighing on average 525 lbs per acre
September	Remove and market stocker cattle

Bermudagrass interseeded with a mix of annually established legumes system (BG/C)

Month	Production Activity
August	Mow off excess bermudagrass forage to initiate the study
September	No-till drill mixtures (36 lbs of PLS) of hairy vetch (13 lbs), crimson (14 lbs) and arrowleaf (9 lbs) clovers into bermudagrass
February	Apply herbicide Raptor at a rate of 0.31 pints per acre and crop oil at 2 pints per acre to control broadleaf weeds
April	Stock pastures with preconditioned steers weighing on average 525 lbs per acre
July	Remove and market stocker cattle

Bermudagrass interseeded with perennial alfalfa system (BG/A)

Month	Production Activity
August	Mow off excess bermudagrass forage to initiate the study
September	No-till drill alfalfa seed at a rate 20 pounds of PLS per acre into bermudagrass
February	Apply herbicide Raptor at a rate of 0.31 pints per acre and crop oil at 2 pints per acre
	to control broadleaf weeds
April	Stock pastures with preconditioned steers weighing on average 525 lbs per acre
July	Remove and market stocker cattle

Table 2. Prices for Nitrogen Fertilizer, Herbicides, Legumes Seeds and Custom Rates for Nitrogen and Herbicide Application and No-till Drilling

Input Description	Price
Urea (46-0-0) (\$/pound of actual product)	0.45
Glyphosate (\$/pint)	3.75
Raptor (\$/pint)	67.00
Crop oil (\$/pint)	0.92
Crimson clover seed (\$/pound of PLS)	1.40
Arrowleaf clover seed (\$/pound of PLS)	2.92
Hairy vetch seed (\$/pound of PLS)	1.83
Alfalfa seed (\$/pound of PLS)	3.70
Custom N application rate (\$/acre)	6.00
Custom herbicide application rate (\$/acre)	6.00
Custom no-till drilling legumes seeds (\$/acre)	12.00

Note that prices for nitrogen, herbicides and legume seeds were obtained from local farm input suppliers, and custom rates taken from Doye and Sahs 2009.

Table 3. Mean forage nutrient concentration of bermudagrass either fertilized with synthetic nitrogen (BG/N), inter-seeded clover (BG/C), or inter-seeded alfalfa (BG/A) in 2008 and 2009.

	System				
Nutrient, % DM	BG/N	BG/C	BG/A		
Crude Protein	14.6b	16.9a	14.4b		
Acid Detergent Fiber	33.3b	34.9a	34.3a		
Neutral Detergent Fiber	61.8a	55.3c	57.7b		
Total Digestible Nutrients	62.9a	61.7b	62.2b		
In Vitro Dry Matter Digestibility	69.4c	73.7a	71.9b		
Phosphorus	0.21c	0.27a	0.21b		
Potassium	1.96b	2.13a	1.76c		
Calcium	0.58c	0.94a	0.73b		
Magnesium	0.34a	0.33a	0.28b		

Note that letters that differ across systems are significantly different at a 95% level of confidence.

Table 4. Mean Statistics for Animal and Economic Performance Measures for Alternative Bermudagrass Nitrogen Management Systems (BG/N, BG/C and BG/A) for 2008, 2009 and the Two-Year Average

	<u>2008</u>		<u>2009</u>			Two-Year Average			
Statistic	BG/N	BG/C	BG/A	BG/N	BG/C	BG/A	BG/N	BG/C	BG/A
On date	23-May	24-Apr	23-May	19-May	5-May	19-May	21-May	29-Apr	21-May
Off date	15-Aug	4-Jul	18-Jul	22-Sep	14-Jul	25-Aug		9-Jul	6-Aug
On weight (lbs/hd)	485	461	511	566	558	552	525 ^a	510 ^a	532 ^a
	(51)	(39)	(40)	(47)	(49)	(40)	(49)	(44)	(40)
Off weight (lbs/hd)	650	587	615	764	671	682	707 ^a	629 ^b	648 ^b
	(84)	(60)	(56)	(78)	(65)	(49)	(81)	(62)	(52)
Grazing days	74	58	49	147	76	103	110 ^a	67 ^b	76 ^b
		(12)			(16)	(33)		(14)	(33)
Average daily gain (lbs/hd/day)	1.96	1.89	1.84	1.57	1.70	1.51	1.77 ^a	1.80^{a}	1.68 ^a
	(0.52)	(0.41)	(0.37)	(0.33)	(0.57)	(0.46)	(0.43)	(0.49)	(0.42)
Gain (lbs/acre)	144	110	90	231	131	152	187 ^a	120 ^b	121 ^b
	(38)	(33)	(18)	(48)	(62)	(55)	(43)	(47)	(36)
On price (\$/cwt)	118	120	118	109	110	109	114	115	114
Off price (\$/cwt)	101	107	104	97	102	100	99 ^c	105 ^a	102 ^b
		(1.96)			(0.74)	(2.26)		(1.35)	(2.26)
Value of gain (\$/lb)	0.57	0.63	0.39	0.53	0.49	0.50	0.55 ^{ab}	0.56^{a}	0.45 ^b
	(0.14)	(0.10)	(0.14)	(0.06)	(0.14)	(0.13)	(0.10)	(0.12)	(0.14)
Gross revenue (\$/acre)	86	72	37	124	70	80	105 ^a	71 ^b	58 ^b
	(40)	(31)	(19)	(37)	(52)	(42)	(39)	(42)	(30)
Total cost (\$/acre)	75	119	70	87	122	78	81 ^b	120 ^c	74 ^a
	(1)	(2)	(1)	(2)	(3)	(5)	(1)	(2)	(3)
Net return (\$/acre)	12	-47	-33	37	-52	1	24 ^a	-49 ^b	-16 ^b
	(39)	(30)	(18)	(37)	(51)	(42)	(38)	(41)	(30)

Note that letters that differ represent statistically significant differences in statistic between systems at a 95% level of confidence. Numbers in parenthesis represent standard deviations.

Figure 1. Two-year average biomass yield for bermudagrass receiving nitrogen and two alternative bermudagrass legume systems. Bars with letters that differ are statistically different at a 95% level of confidence.

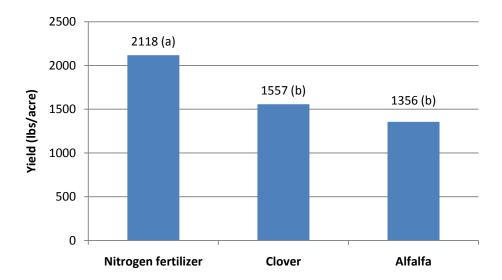


Figure 2. Mean forage standing crop of bermudagrass either fertilized with synthetic nitrogen (BG/N), inter-seeded clover (BG/C), or inter-seeded alfalfa (BG/A) in 2009.

