ABSTRACTS * Author Presenting Paper

126 A packing plant perspective of value-based marketing of lamb. B. J. May*, Angelo State University, San Angelo, TX.

In 1995, Texas lost its only major lamb slaughtering plant. With the closing of this plant, approximately 275 sheep and goat producers decided to build a new, inverted slaughter facility. This new plant, known as Ranchers' Lamb of Texas, Inc. currently produces approximately $7500~\mathrm{lamb}$ and $1000~\mathrm{ewe},~\mathrm{ram},$ and goat car casses a week. Ranchers' Lamb opened in October of 1997 and in April of 1999 started purchasing lambs based on carcass weight ranges and prices. In January of 2000, Ranchers Lamb began constructing a 2 million dollar fabrication plant addition that will be capable of producing case-ready product, that includes fresh, pre-cooked, and pre-seasoned lamb in modified atmosphere $\,$ packaging. This fabrication addition will allow Ranchers' Lamb to implement a program that would pay lamb feeders premiums for prime and choice car casses with yield grades 1 and 2 and to assess discounts for carcasses with quality grades less than choice and/or with yield grades 4 and 5. This new premium and discount program will finally bring to fruition the vision of sheep and goat producers of being to able to participate in a value-based marketing system.

Key Words: Lamb, Marketing