Economics of using genomic selection at the farm level

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Introduction – GS in dairy cattle

- Genomic selection (GS) may increase 4G in breeding program
 - Sires of sires
 - Bull dams
 - Sires of dams
- ⊿G "reaches" commercial farms with some time lag
 - Lag > generation interval of females





Further use of GS at the herd level?

- Selection response for dams of cows pathway is negligible
- Perhaps GS can be used to select replacement heifers
 - De Roos, A. P. W. 2011. PhD thesis, Wageningen University, Wageningen.
 - Pryce, J. and B. Hayes. 2012. Anim Prod Sci. 52:180-184.



Using GS for replacement

Economic benefit comes through selecting better heifers

"One-time-only" effect

- Reduces time lag (temporarily) for *d*G to reach herd
- If heifer is culled, the benefit disappears
- Impact on ⊿G at population level (DD pathway) is negligible



Impact of using GS for chosing heifers for replacement





Impact of using GS for chosing heifers for replacement







Investigate:

Economic impact of GS for replacement

Compared to replacement based on parent average

Derive break-even cost for genotyping



Impact of GS for replacement - Scenarios

Commercial herd:

- 100 cows
- Number of heifers available = 15 40
- Replacement rate 15 30%
- Survival female calves = 80%
- Use of conventional or sexed semen (SS)
 - SS doubles number of heifers available (30 80)
- Proportion of heifers genotyped
 - All
 - Pre-selection based on parent average (PA)



Impact of GS for replacement - Parameters

 $R = i \times \rho \times \sigma_H$

- R = response in Euros
- *i* = selection intensity
- ρ = accuracy of <u>selection</u>, *not* EBV accuracy (Bijma, 2011)
- $\rho_{PA} = 0.15; \ \rho_{GS} = 0.7$
- $\sigma_H = \text{SD breeding goal} = 300 \text{ Euro} (de Roos, 2011)$
 - 100 Euro per SD per lactation x 3 lactations
- Additional response:
- $R = i \times (\rho_{GS} \rho_{PA}) \times \sigma_{H}$



Revenue GS (Euros) - conventional semen



Replacement rate (%)



Revenue GS (Euros) - sexed semen



Replacement rate (%)



Break-even cost genotyping - conventional semen



Replacement rate (%)



Break-even cost genotyping - sexed semen



Replacement rate (%)



Two-stage selection

Stage 1: pre-selection based on parent average



Stage 2: selection using GS



Two-stage selection

Reduce genotyping costs by pre-selection based on parent average

What is (relative) impact on:

- Total genotyping costs
- Additional revenues due to GS

Using replacement rate = 15%;

Scenario	#heifers available	Proportion selected
Conventional	30	50%
Sexed	60	25%





Relative benefits and costs

Proportion of heifers genotyped after pre-selection based on parent average



Impact pre-selection

Break-even cost of genotyping:

Scenario	All genotyped	Pre-selection
Conventional	40	45
Sexed	63	105

=> GS for replacement easier affordable with pre-selection



Discussion

- Using GS at the level of the dams yields additional benefits (not considered here):
 - "Avoid" conceiving calves with low breeding value
 - Perhaps use a beef bull instead
- Response to GS (for replacement) $\propto (\rho_{GS} \rho_{PA})$
- We used $\rho_{PA} = 0.15 \& \rho_{GS} = 0.7$
 - $\rho_{GS} = 0.5$ yields a 36% lower benefit
 - $\rho_{GS} = 0.9$ yields a 36% higher benefit



Conclusions

GS for replacement of heifers is beneficial, provided:

- There is some room for selection
- Genotyping costs are ~<50 Euro
- Use of sexed semen (SS) increases potential benefit
 Increased costs for SS were not considered
- Pre-selection based on PA is beneficial
 - By reducing genotyping costs
 - Especially when using sexed semen



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