

The Syllabus

K-State Master of Agribusiness *A decade of developing agribusiness leaders*

Volume 9, Issue 2 • Summer 2008 A newsletter for Master of Agribusiness students, alumni and friends

Dr. Allen Featherstone
Program Director

Lynnette Brummett
Program Coordinator

Mary Bowen
Program Associate

785.532.4495
mab.ksu.edu
mab@agecon.ksu.edu

Master of Agribusiness
Kansas State University
Dept. of Agricultural Economics
342 Waters Hall
Manhattan, KS 66506-4011

Students complete thesis projects

To access an electronic version or view a thesis defense, log onto K-State On-Line, www.online.ksu.edu, with your eID and password. Go to the MAB Community Page, go to Content and click on Theses.

Oussama Alaoui, class of 2005

Trade Policy Simulation and Welfare Analysis Using a Partial Equilibrium Model: The Case of Bovine Meat in Morocco

Marsha Boswell, class of 2008

Determining Effective Communication Strategies for Kansas Wheat Producers to Improve Willingness to Pay for Services

Kate Duke, class of 2008

FCV T.O.T.A.L: An Analysis of Leadership Development Best Practices and Recommendations

Emmanuel Foko, class of 2008

Transforming Mature Industries into Growth Industries: The Case of U.S. Peanuts

Brent Heid, class of 2007

Financial Feasibility of a 2500 Sow Weaned Pig Operation

Mike Hofer, class of 2007

Maximizing the Value of Sugar Beet Co Products Net Income

Clint Imel, class of 2004

Analysis of Defects Associated with Leaks on Skid Steer Loaders

Mike Kusmak, class of 2006

An Analysis of the Economic Feasibility of a Pistachio Processing Facility

Todd Marsh, class of 2004

The Effect of Intermittent Vaccination of the Beef Cow Herd on Herd Production

Clay Mead, class of 2008

Estimating the Value of Carcass DNA and Performance EPD'S for Gelbvieh Bulls at Auction

Russell Moore, class of 2006

Organic Transition Rates on a Morris County Kansas Grain Farm

Shadel Nyack Compton, class of 2007

Transforming Belmont Estate: A Strategic Plan

Paula Prindiville, class of 2008

A Business Plan and Strategy for Taste St. Louis Catering and Vending

Edward Stephenson, class of 2008

Stephenson Enterprises: A Business Plan

Still time to join the MAB trip to SE Asia

Malaysia, Thailand & Vietnam November 2008



There is still time to join our 3rd international MAB trip, **November 7-22**, with stops in Kuala Lumpur, Malacca, Bangkok, Hanoi and Ho Chi Minh City. Visits to various crop and livestock operations, agricultural and food-related industries, aquaculture and ocean shipping ports, as well as sight-seeing, are planned.

If you are interested in more information or would like to register for the trip, please contact Mary Bowen at mjbowen@ksu.edu or 785-532-4435. A full itinerary is available at www.mab.ksu.edu/Alumni/International_Trips.html.

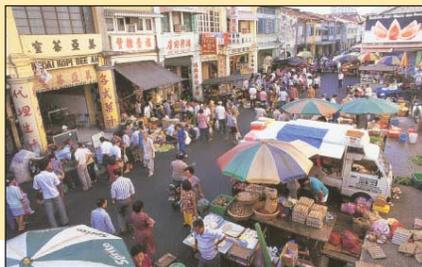
Rates:

Double Occupancy Rate:

Single = \$3,900* Couple = \$7,800*

Single Occupancy Rate = \$4,440*

*These are current estimates



What's included:

- Roundtrip international airfare from West Coast
- Double occupancy hotel accommodations & breakfast
- Guided sightseeing and admission fees
- Meals as per itinerary
- Airport-hotel transfers

Additional Expenses:

- Visa for Vietnam (\$65)
- Additional meals
- Airfare from local origin to West Coast

- Optional trip insurance, souvenirs & personal items



MAB Program to be featured on Discovery, regional channels throughout U.S.

The producers of the television program *Business & Beyond* have selected Kansas State University's Master of Agribusiness program to be featured in an upcoming episode as part of the show's *America's Heartland* series on *The New Face of Agribusiness in the 21st Century*.

Business & Beyond provides up-to-the-minute features that highlight some of today's foremost products, services and innovations. Topics range from new standards to services geared toward streamlining production and increasing revenue.

As demand for food and agricultural products increase, technologies are being developed to keep up. Communication and cooperation between grower, processor and retailer is more important than ever. As recently as ten years ago, biotechnology, computer technology and other technologies that we now take for granted were not in place in the agribusiness sector. The MAB program was chosen as a *Business & Beyond* feature because of its ability to meet the growing demand and adapt to the changing technologies in the food and agriculture industry.

"We are pleased to be a part of the *Business & Beyond* episode and have this opportunity for national exposure of the program,"

Syllabus 2



MAB Program Coordinator Lynnette Brummett said, "It's also an opportunity to introduce the MAB program to individuals who may not be familiar with our distance degree program."

A Platinum Production crew was on campus in February to shoot footage and interviews for the segment. Video from previous campus sessions was also included.

The six-minute MAB *Business & Beyond* segment will air over the next few months on regional news network stations throughout the United States and also nationally on the Discovery Channel. It can also be viewed anytime on YouTube at <http://www.youtube.com/watch?v=7LW8AXp-6mU>

Currently Scheduled Airings:

Minneapolis-St. Paul, KSTC –TV45

Channel #45 over the air, channel #12 satellite & cable.

Friday, June 20 6:30 AM

Friday, June 27 6:30 AM

Check our website, mab.ksu.edu, for an updated schedule.



Alumni Spotlight

Ray Hammarlund

MAB Class of 2001

Director of Energy Programs

Kansas Corporation Commission



by Cristina Mansfield

The Alumni Spotlight focuses on an MAB alum and is written by Cristina Mansfield, a 2004 graduate.

Energy is a hot topic everywhere, especially for MAB grad Ray Hammarlund

When **Ray Hammarlund** enrolled in the MAB, he was still farming and ranching full time. Soon after, he joined the **Kansas Department of Commerce** where he handled a combined Agriculture Marketing and Community Development Division, administering both federal and state funds.

Given the current rural exodus, communities are challenged on many levels, including deterioration of infrastructure, loss of schools, and lack of diversity of the local economy. The Community Development office tries to answer the question: does the existing community have sufficient resources to maintain quality of life and basic human services while attracting business?

One of the fundamental impediments is the tendency of communities to think independently. "They need to start thinking on a regional basis – figuring out their strengths, assets, and core competencies. Rural areas in the U.S. have many assets, including a strong work ethic, lower cost of living, and attractive traditional lifestyle. But they suffer from consistent brain drain, lack of social outlets, and inadequate infrastructure – both in a traditional sense and in a new sense of high speed internet, etc."

The concept of community development as a strategy to meet the challenges faced by rural America was new to Ray. His office advocated a regional approach to business development and today communities are finally moving past the barriers posed by administrative jurisdictions. For example, the Western Kansas Rural Economic Development Alliance unites 46 counties collaborating to elevate the economic profile of the region. One of the strategies has been the recruitment of dairy farmers being pushed out of California and New York. Today Kansas ranks as one of the top twenty dairy states.

At the Department of Commerce Ray was in charge of 23 staff and he quickly learned the importance of hiring good people. "Develop a set of two to three overarching strategies, give them their marching orders and trust them to do their job." A second lesson learned relates to the importance of accessing the right skills. Few departments have all the necessary skills and need to hire professionals to complement in-house competencies. To illustrate, reviewing a regional community development proposal (e.g. bison production) requires examining it from every perspective. One of Ray's clients remarked, "I have a good

understanding of customers and can get the information across, but I am not a numbers person, so I farm that part out. My job is to put the product in the most favorable light. Communication is *hyper* important and it is important to avoid tunnel vision."

Given his own boundless energy, it comes as no surprise that in 2007 Ray joined the **Kansas Corporation Commission** as **Director of Energy Programs**. Established in 1883, the KCC ensures that natural gas, electricity, telephone and transportation vendors provide safe, adequate and reliable services at reasonable rates. This is Ray's first non-ag job and very fun



MAB Alumnus Ray Hammarlund

intellectually. It helps that energy is one of the hottest topics worldwide – from recent controversy over building two new coal plants in Kansas to the price of energy at the gas pump.

The Energy Programs unit is responsible for outreach and education and aims to impart energy efficient ideas to the public. Activities include preparing educational materials, organizing conferences, and encouraging educators to develop curricula on energy efficiency. The next scheduled event is the Kansas Wind and Renewable Energy Conference to be held in Topeka September 23-24 (www.kcc.ks.gov). Also under Ray's responsibility is the Facilities Conservation

Improvement Program, in which KCC conducts audits of buildings to determine if there is energy efficiency. KCC then works with the Energy Services Company (ESCO) to determine what improvements need to be made.

What are current issues in the field of Kansas energy?

Certainly the greenhouse effect is uppermost in most people's minds. The Intergovernmental Panel on Climate Change states in a report that the greatest chance for climate mitigation is energy efficiency worldwide, followed by agricultural and timber offsets or geological storage,

i.e., capturing greenhouse gases and storing them in underground depleted gas fields or other geological formations.

One bushel of corn produces 2.8 gallons of ethanol – 1/3 CO₂, 1/3 ethanol and 1/3 dried distillers grains. The energy content of a gallon of pure ethanol is about 70% of that of a gallon of gasoline

One of the topics under discussion

in the field of energy is the switch from grain- to cellulosic-based ethanol (plant stems). In the U.S., ethanol production is a two-step process, from starch to sugar to ethanol. This process requires different microbes for fermentation and very efficient processes of harvesting, storage and transportation. In Brazil and Cuba, a more efficient one-step process is used to transform sugar cane to ethanol. Forestry is another potential source of

Hammarlund.. continued on page 4

In the NEWS...

Meng Tee, class of 2009, and his wife, Magdalene, announced the birth of their daughter, Zara.

Carlos Piana, class of 2001, and his wife, announced the birth of their sixth child, Rafael on September 23, 2008.

Matt Craig, class of 2005, has taken a position with Primafuel in Kansas City. He will be working on ethanol technology development issues.

Zach Gaines, class of 2006, and his wife, Dana, announced the birth of their first son, Carter Allen on April 15th. Carter was 7 lbs. 10 oz. and 19 inches long.

Casey Niemann, class of 2000, and his wife, announced the birth of a baby girl.

John Borchers, class of 2005, accepted a Manager position with DeBruce Grain Inc. in Abilene, Kans.

Brent Schwenneker, class of 2008, was promoted to Technology Development Representative in Western Iowa with Monsanto.

Marsha Boswell, class of 2008, has left Kansas Wheat and is now the Director of Communications at Washburn University School of Law in Topeka, Kans.

Leslie Shuler, class of 2009, has left CHS and is now the Communications Director for the Minnesota Agri-Growth Council in St. Paul, Minn. The Council is a public policy organization that works on behalf of agribusinesses and producers in Minnesota.

Young Jung, class of 2007, and his wife, Soo Yee, are expecting their second child in November.

Sandra Alton, class of 2006, was promoted to Supervisor, Member Relations Department at Gay Lea Foods. She will assist the Member Relations Manager and supervise department personnel.

Chris Carey, class of 2007, was elected as the Taylor County Democratic Chairman. He has also been promoted to Process Improvement Manager at Fehr Foods to help increase efficiencies and reduce waste in the Bakery, as well as manage all plant improvement projects.

Doug Regehr, class of 2009, and his wife, Tabatha, announced the birth of their daughter, Hadley Maxine on March 12th. Hadley was 7 lbs. 6 oz. and 18 inches long. Doug is now General Manager of the new Overland Park, Kans. office of Purple Wave Auction.

Katy Venard, class of 2007, and her husband, Nathan, announced the birth of their daughter, Jayne Anne on January 3rd.

Oussama Alaoui, class of 2005, and his wife, Mounia, announced the birth of their first daughter, Lilia on February 27th.

Michelle (Evosovich) Adams, class of 2006, has accepted a position as a Dairy Feed Ingredient Trader with Wilbur Ellis in Portland, Ore.

Sarah Velasquez, class of 2007, has completed a graduate certificate in Technical Communication from Kansas State University.

Jared Brown, class of 2008, has taken a position as a Case Skid Steers Territory Manager with Price Bros. Equipment in Wichita, Kans.

Hammarlund... cont'd from page 3

cellulosic ethanol.

Butanol uses the same process as ethanol but requires a different set of microbes and produces different end products. One of the main advantages over ethanol is that it does not absorb water, so it can be transported through a pipeline, currently the most efficient transfer method mechanism in the U.S. Given the ability of butanol to utilize existing pipeline infrastructure and its similarity to petroleum in energy content, butanol is a potential alternative to ethanol.

What about wind energy in Kansas? Due to its situation, Kansas has the third most potential wind resources in the country and as a result has been investing in wind technology. By the end of 2008, Kansas expects to be the 7th most productive state in the nation with over 1,000 megawatts of production. Kansas firms

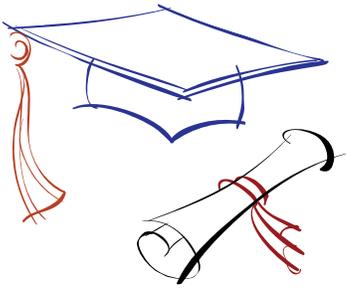
and citizens can sell electricity to the grid through a "parallel generation" program. This allows sellers to receive 150% of the avoided cost of fuel to utilities as the payment for generated electricity.

Why has the price of gas increased?

- No new refineries in the U.S. have been constructed in the last quarter century. Many oil resources in the U.S. are not able to be developed due to Congressional mandates.
- Cheaper sources of oil have been fully depleted. The oil industry is using more expensive sources, countries considered to be unstable or higher sulfur-content crude that requires more refining. An example is accessing tar sand reserves in Alberta, Canada.
- The cost of transportation, labor, electricity and environmental compliance is going up.
- The dollar is weak.
- China, India (and other) demand for oil has increased tremendously.

Overall, Ray is happy with the experience he had in the MAB program and refers to the lessons learned in the program on a regular basis. Most importantly, the program taught him to be objective about the subject matter at hand and to keep an open mind.

"I learned to be respectful and open to opposing views, particularly in a political context. We all have new things to learn," Ray offered. "Energy as subject matter has a lot of heat right now, but not enough light from an information standpoint. Perhaps I can help offer information to the marketplace for more informed decisions."



Congratulations to our Spring 2008 MAB graduates

**Oussama Alaoui
Marsha Boswell**

**Kate Duke
Emmanuel Foko
Brent Heid
Mike Hofer
Clint Imel
Mike Kusmak**

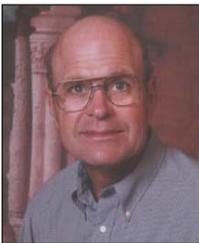
**Todd Marsh
Clay Mead
Russell Moore
Shadel Nyack Compton
Paula Prindiville
Ed Stephenson**



Nine MAB grads all in a row.



MAB Grad Porter named K-State College of Agriculture Distinguished Alumnus



MAB Alumnus Rich Porter was the recipient of the College of Agriculture Distinguished Alumnus Award for 2007-08. This award honors living alumni who personify the College's tradition of excellence - bringing distinction to themselves and to our alma mater through their participation, commitment, and leadership.

"I was very surprised and very honored to be selected. I have tried to support the College of Agriculture in the past and will continue in the future," he said.

Porter runs 8,000 head of cattle, which are received as 300 lb. calves and sold as finished cattle. He also farms 2,300 acres of corn and soybeans in Kansas.

A member of the very first MAB class, his thesis was on economies of scale in finishing cattle.

"One of the many benefits of the MAB program is making close friends with fellow students and teachers that are very bright and highly motivated," Porter said.

In addition, Porter was awarded the K-State Department of Agricultural Economics Distinguished Alumni Award in 2006. With a strong commitment to being a life-long learner, Porter has pursued many other educational and professional opportunities including the Department of Agricultural Economics' MAST program, serving on the Kansas Livestock Association board of directors and the Board of Technical Professions.

Congratulations, Rich!

Upcoming Events

August 15

Last day to submit final thesis copies to graduate school to be a summer graduate

October 15

Applications due for cohort starting January 2009 (class of 2011)

November 7 - 22

Southeast Asia Trip

December 1

Scholarship applications due for January 2009

December 5

K-State fall commencement

December 8

Final copy of thesis due to graduate school

Visit MAB at IFT in New Orleans

The Master of Agribusiness will once again have a booth at the Institute of Food Technologists Annual Meeting and Food Expo June 29 - July 2, 2008. This year's meeting is at the Morial Convention Center in New Orleans. MAB will share booth #1819 with the K-State Food Science Institute.

If you're going to be at IFT, stop by and visit Lynnette and Mary at booth #1819. We'd love to see you!

