Environmental and moral consequences of industrialized meat production and trade

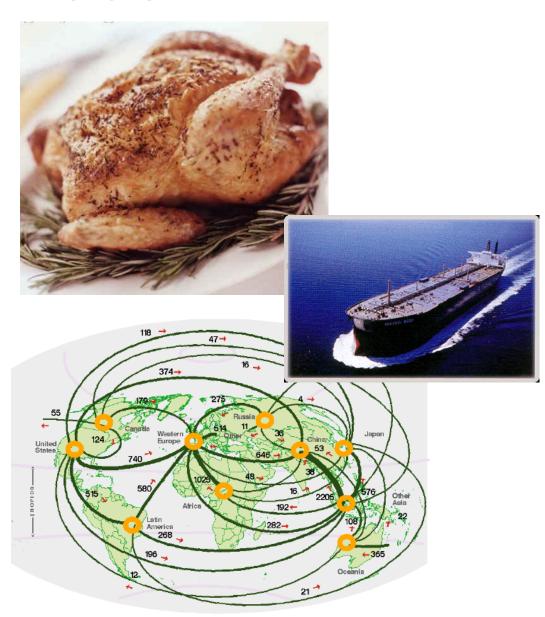
Kirsten Oleson

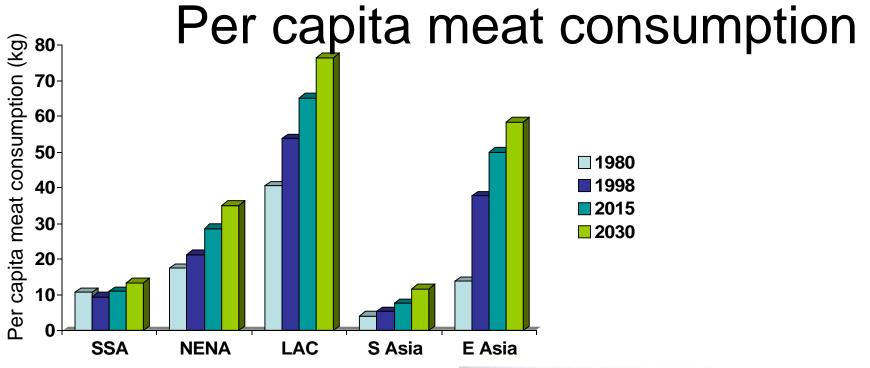
Interdisciplinary Program in Environment and Resources
Stanford University

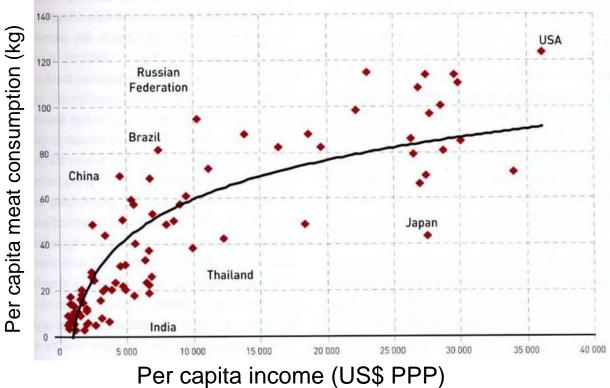
koleson@stanford.edu

Meat + Trade = ?

- 1. Livestock
- 2. Environment
- 3. Virtual transfers
- 4. Model
- 5. Results
- 6. Discussion

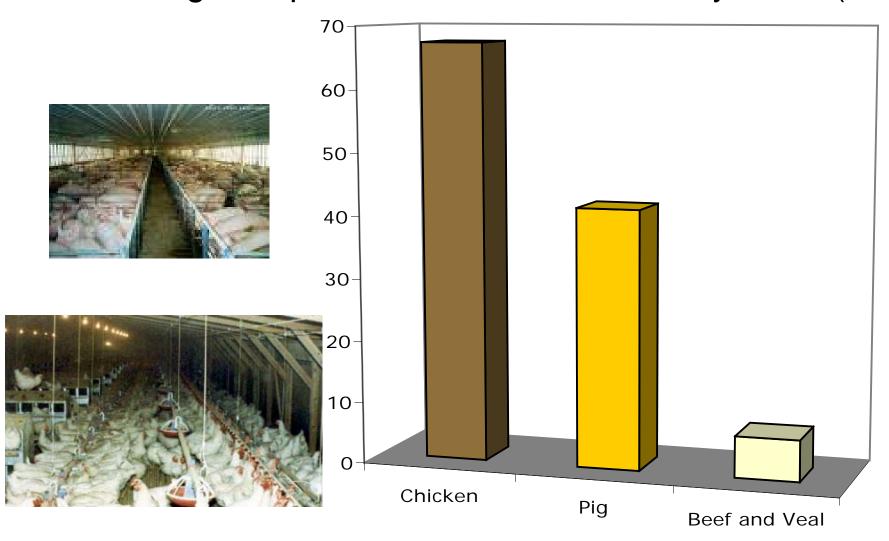




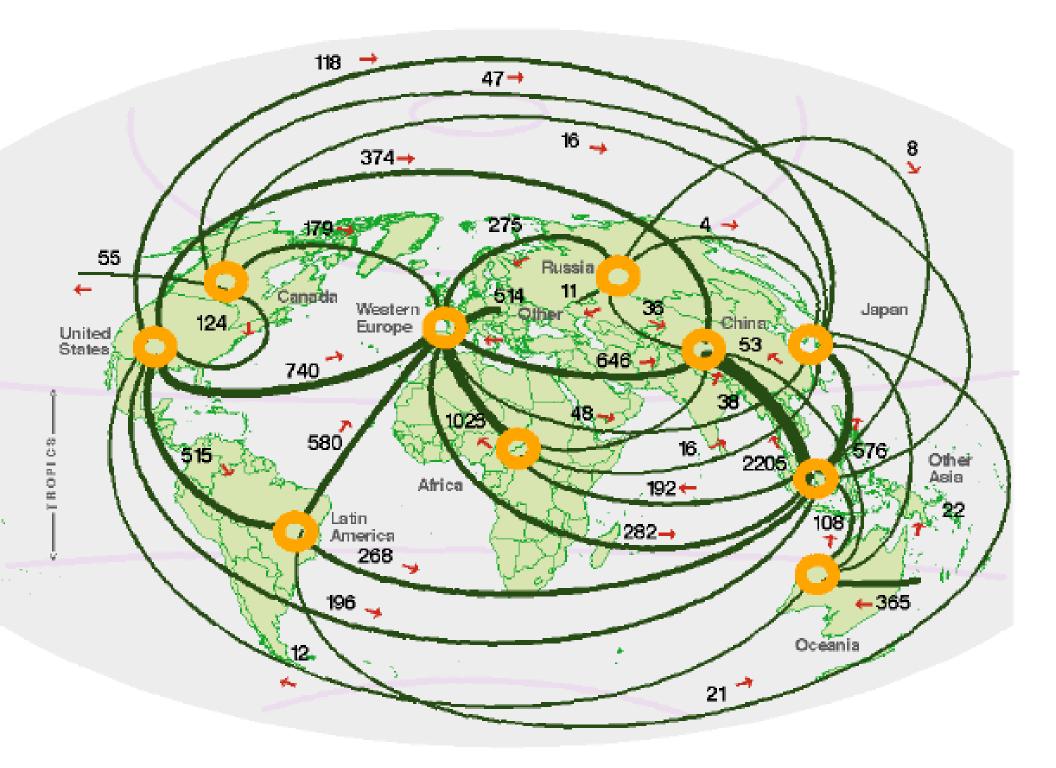


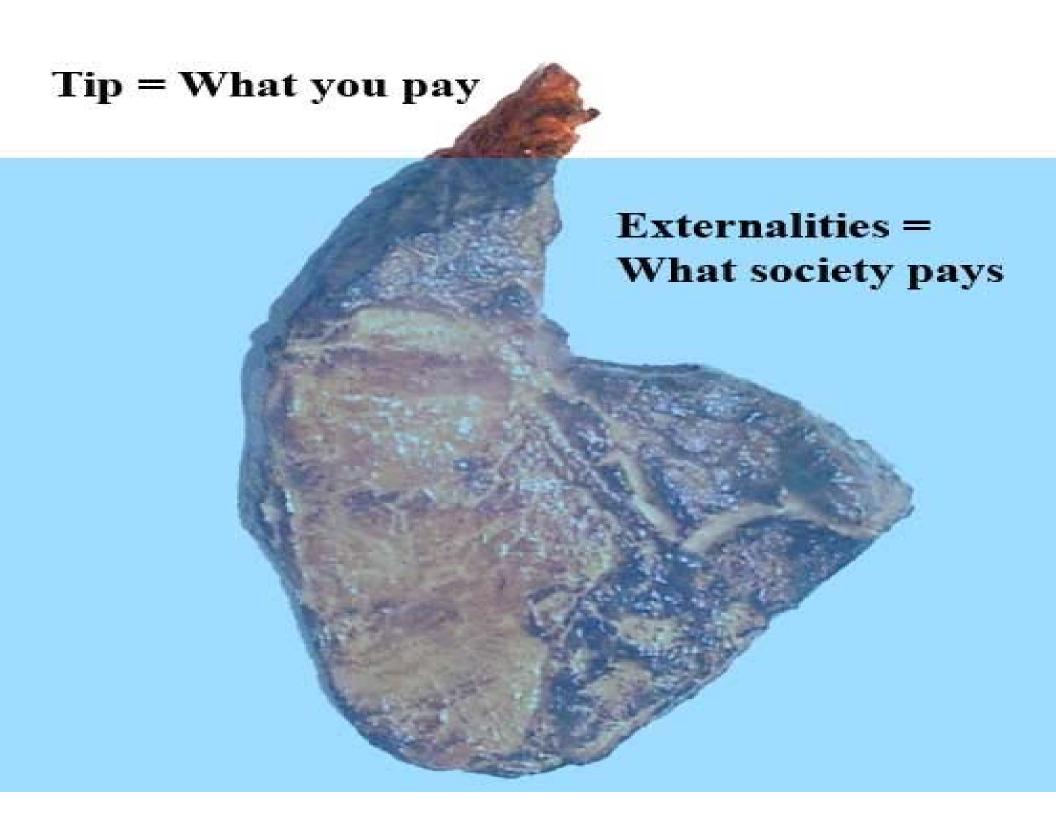
Industrialization

Percent global production from industrial systems (2004)



Source: FAO 2004

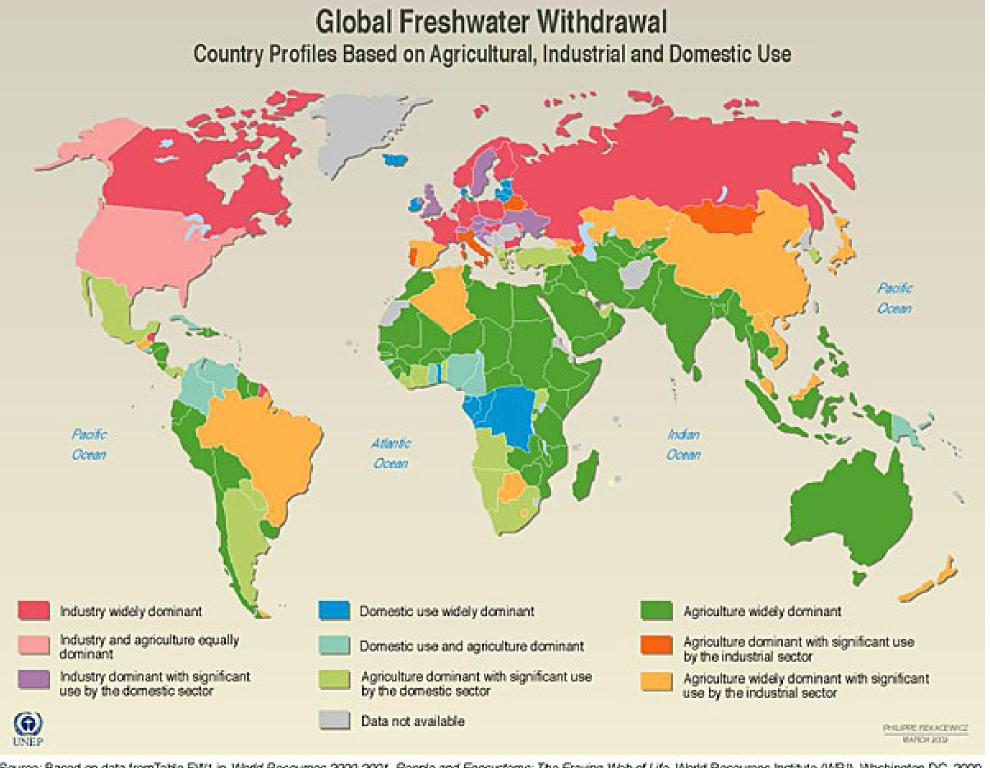


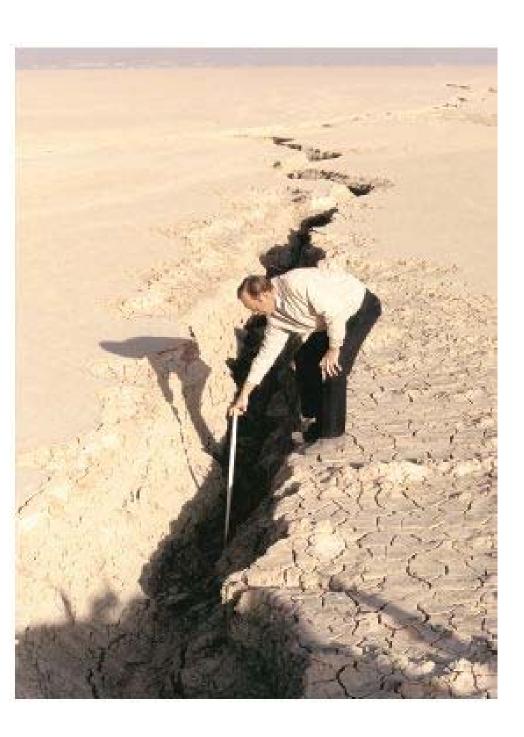


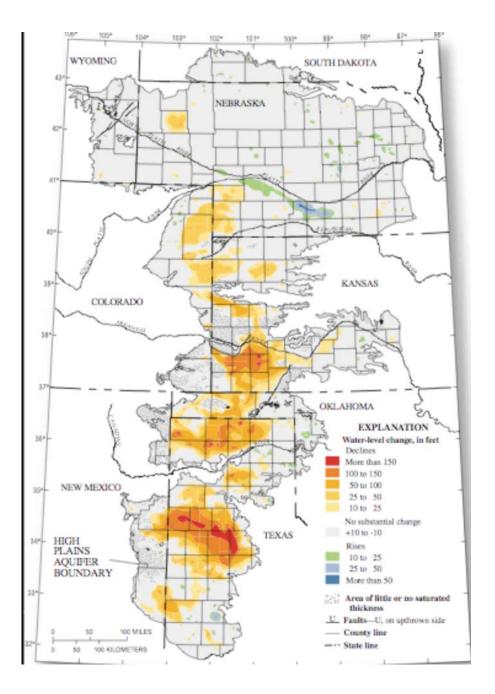
The true cost of goods...





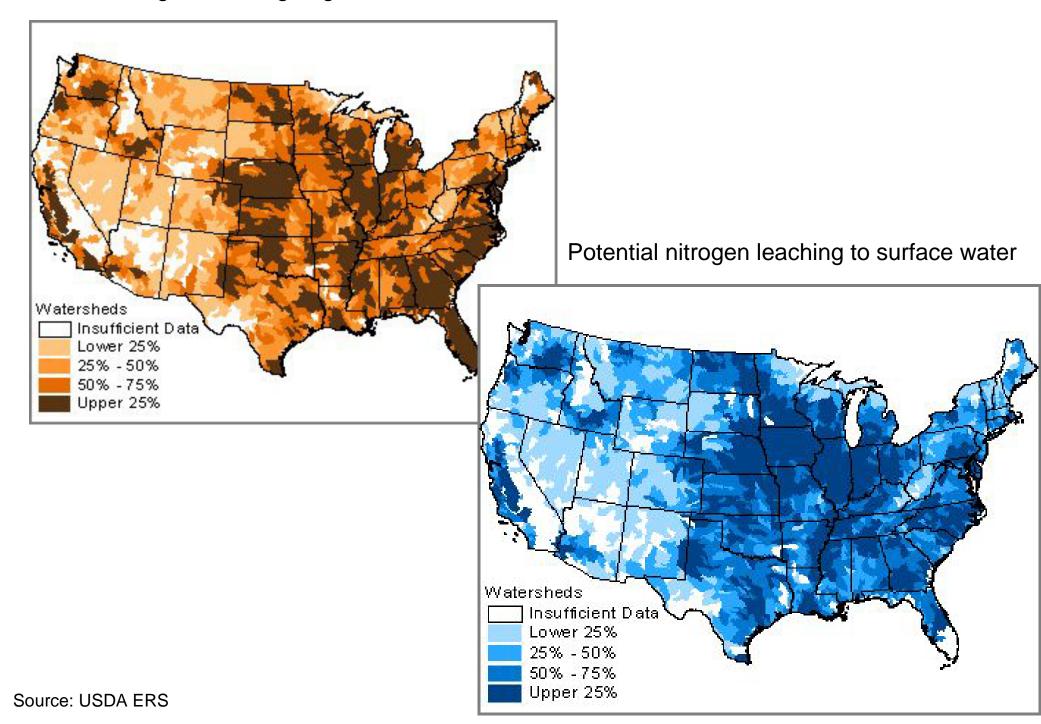






Source: USGS

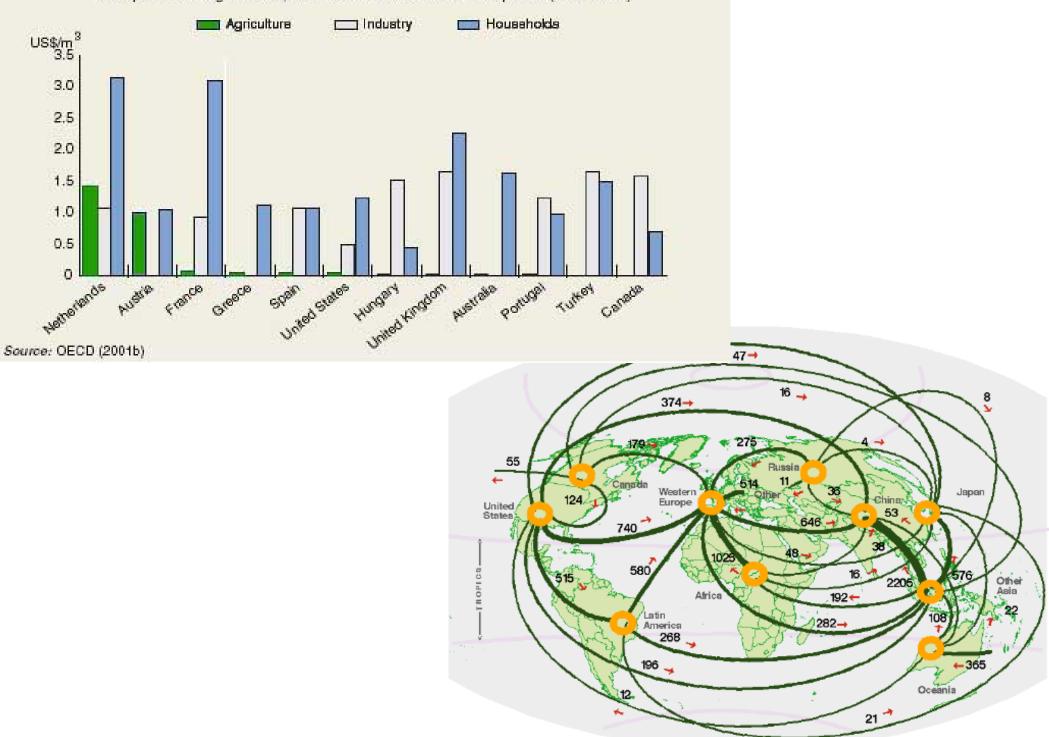
Potential nitrogen leaching to ground water





Price of water

Comparison of agricultural, industrial and houshold water prices (late 1990s)



Virtual Transfers

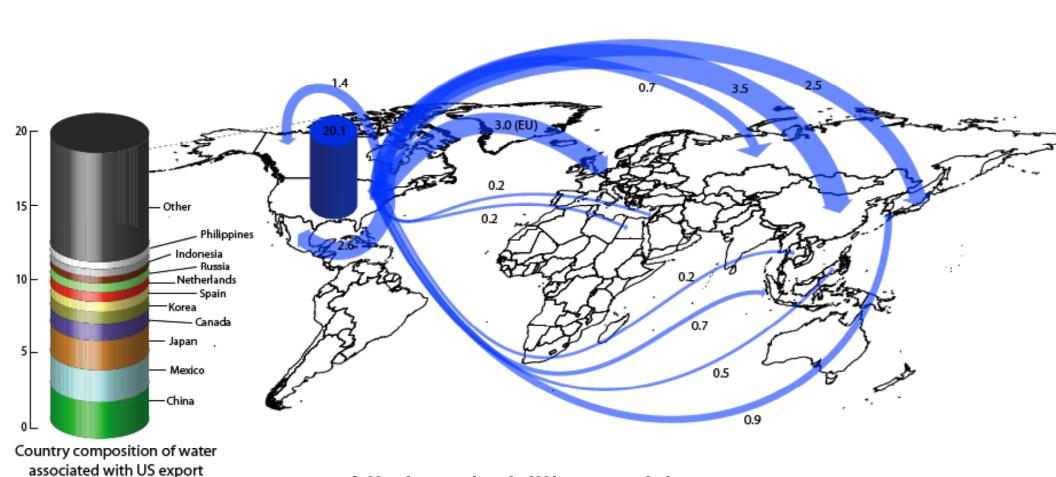


Virtual Transfer =
Resource_{Inputted} - Resource_{Product}

Our Model

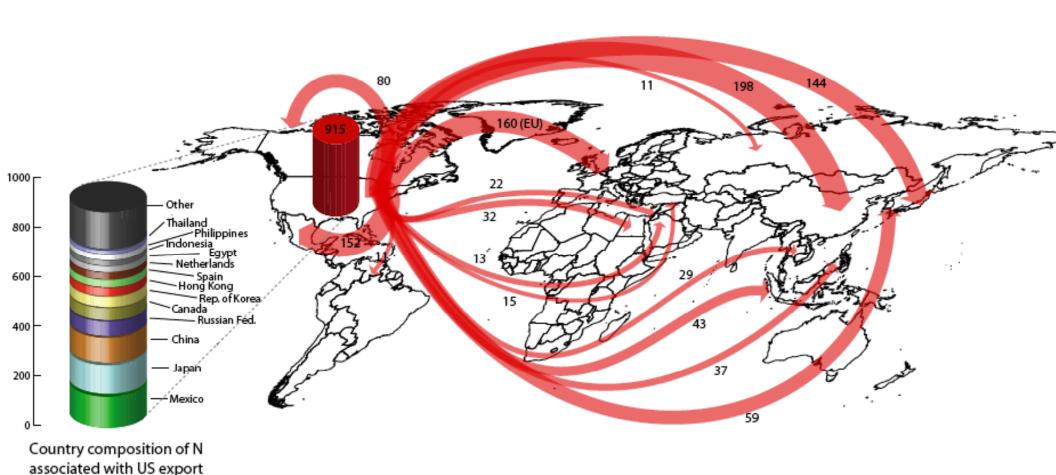


US Virtual Water Exports



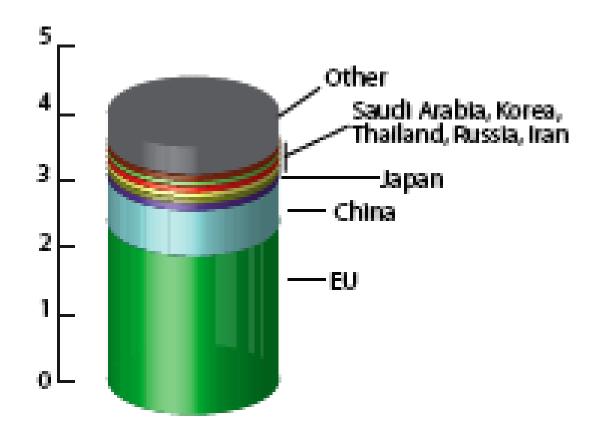
All data in billion cubic meters

US Virtual Nitrogen Exports



All data in thousand tons

Brazil's Soy Exports



Recipients of Brazilian soy exports (million hectares)

Brazil's Virtual Land Exports

Live

			Feed
LAND (hectares)	Import	Virtual	380,850
		Embedded	0
	Export	Virtual	5,611,098
		Embedded	0
	Domestic	Virtual	5,073,877
		Embedded	0
	Net export	Virtual	5,230,247
		Embedded	0
	•		







Proc

Total

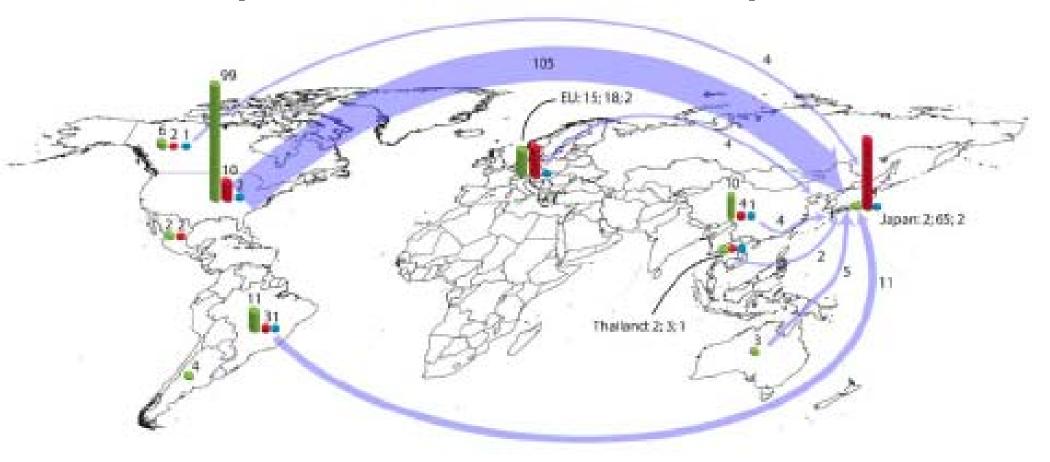
380,850

5,611,098

5,073,877

5,230,247

Japan's Virtual N Imports



Nitrogen associated with the production of pigs and chickens consumed in Japan. Bars refer to N left behind in the producing country during different states of production; green = feed; red = live animal production; blue = meat processing. Arrows represent transfer of total N embedded in shipped product. Data are annual values in thousands of metric tons, averaged over the years 2000-2002

Source: Galloway, Burke, ... "Tip of the Pork Chop" forthcoming in Ambio (2007)

Implications

- Trade
 - Can be good for the environment
 - Magnitude and pattern of global resource use
 - Separates consumers from impacts
- Underpricing resources: not good
 - Externalities, misallocation, price distortions
- Virtual transfers: powerful tool
- Winners become losers
 - Trading away natural resource wealth
 - Obligations?
 - Getting prices right
 - PLUS consumer choice
 - International regulatory policies

Thank you

Research was supported by:

- Stanford Woods Institute for Environment, Environmental Ventures Projects
- Stanford Institute for Economic Policy Research
- IPER

Special thanks to Roz Naylor, Hal Mooney, Wally Falcon, Henning Steinfeld