Why KFC[®] is not called "Kentucky Fried Chicken" anymore



KFC has been a part of our American traditions for many years. Many people, day in and day out, eat at KFC religiously. Do they really know what they are eating? During a recent study of KFC done at the University of New Hampshire, they found some very upsetting facts.

First of all, why did company recently change its name from Kentucky Fried Chicken to KFC? We thought the real reason was because of the "FRIED" food issue. It's not. The reason why they call it KFC is because they cannot use the word chicken anymore. Why? KFC does not use real chickens. They actually use genetically manipulated organisms. These so called "chickens" are kept alive by

tubes inserted into their bodies to pump blood and nutrients throughout their structure. They have no beaks, no feathers, and no feet. Their bone structure is dramatically shrunk to get more meat out of them. This is great for KFC because they do not have to pay so much for their production costs. There is no more plucking of the feathers or the removal of the beaks and feet.

The government has told them to change all of their menus so they do not say chicken anywhere. If you look closely you will notice this. Listen to their commercials, I guarantee you will not see or hear the word chicken. I find this matter to be very disturbing. I hope people will start to realize this and let other people know. Please pass on this message to as many people as you can. Together we [can] make KFC start using real chickens again. – Anonymous

Gadzooks!

Giant featherless, beakless mutant chickens pulsating with nutrient-conveying tubes! Oh, the humanity! While rumors about fast food ingredients have been popular for many years, it is difficult to regard this previous excerpt as anything other than a clever play on past rumors. It is a hoax, or at least an urban legend that has been circulating for years. Here are some reasons why we know it is not true:

- No study of KFC has been done at the University of New Hampshire
- KFC does not raise its own chickens (mutant or otherwise) but buys them from poultry producers
- Kentucky Fried Chicken became KFC in 1991 (not exactly recently)
- KFC refers to a number of its products as 'chicken,' (Original Recipe® Chicken, Tender Roast Chicken, Chunky Chicken Pot Pie, and in its nutrition information for example.

Furthermore

The story doesn't say where all this is happening, so we assume it must be in those secret passageways under the Pentagon. Right? Well, KFC reports that it serves up around 750 million chickens annually worldwide -- and it specifically states that these are chickens, not "chickoids". In fact, KFC proudly states that in 1998 it served 10 pieces of chicken for every man, woman and child in the United States.

Why the Name Change?

Companies tend to change their names every 20 or 30 years to accommodate changes in their product line-up, mergers and acquisitions, public perceptions and so forth. Chesapeake and Potomac Telephone (good old C&P) became BellAtlantic. MasterCharge became MasterCard. Federal Express is now FedEx. And Kentucky Fried Chicken? It became KFC Corp., which is now part of Tricon Global Restaurants Inc., the "world's largest restaurant system with nearly 30,000 KFC, Pizza Hut, and Taco Bell restaurants in more than 100 countries and territories." Hey, I wonder what they're putting in those burritos?

Assignment

Go to <u>The Meatrix (I)</u> site (found in Mr. Snyder's World). Pay particular attention to the information presented about meat production, but note the point of view in which it is presented. Be prepared to talk about the basic ideas and perspectives presented in <u>The Meatrix (I)</u> in class.

Two Examples of Commodity Chains: Poultry and Pork in the United States

Because the concepts of commodity/food chains or circulation systems are so fundamental to an understanding of current food supply, two examples will be discussed in some detail:

In the 1930s, feed dealers in the American south realized that they might be able to expand their business by providing farmers with newly hatched chicks and feed for the birds on credit. The farmers would be able to repay the loans when the birds were sold. Until this time, most farm across the United States had a small barnvard flock of chickens that survived by scavenging and getting handouts from the farmer's wife who usually had responsibility for the birds and took the profits from selling eggs in the town. The birds were harvested for meat at the end of their useful life as layers, and chicken was reserved for a Sunday dinner. The mass production of chickens, called broilers. has so revolutionized production that chicken in now the cheapest meat in the United States and the most commonly consumed.

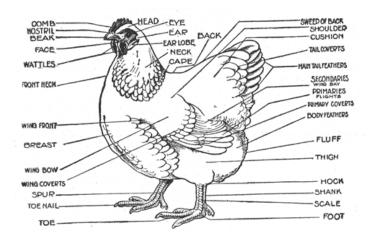
Today chickens are produced in the following way:

- Large agribusiness companies operate hatcheries, feed mills, and processing plants.
- They deliver day-old chicks to the farmers.
- The farmers are responsible for building a house and maintaining proper temperature and water.
- The companies come to the farm to fill the feed bins once a week and guarantee the farmer a price for the birds.
- When the birds are ready for market, the companies collect them from the farm for processing and marketing.

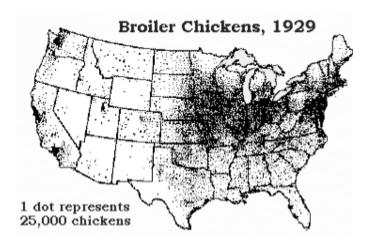
Around half a dozen large corporations, that control the process from chicks on farms to chicken pieces in stores, handle most of the nation's poultry supply. Over the years, selected breeding has produced a very efficient chicken. In 1940, it took about 17 pounds of feed and about 15 weeks to produce a four-pound broiler. Forty years later, it took only eight pounds of feed and 7 to 8 weeks to

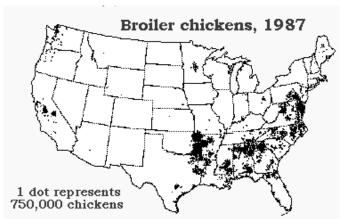
produce the same size bird. In that same forty years, the size of the operations increased dramatically. Broiler houses that contained 1,500 birds were considered large in 1940, but now, contemporary broiler houses hold 20,000 birds or more. In addition, mechanization of water and feeding operations has reduced labor requirements from about 250 hours per thousand birds in 1940 to fewer than 25 hours today. Broiler production is an attractive option for small farmers because it requires only a few hours of labor a day, which allows time for off-farm employment.

Broiler production is concentrated in intensely specialized areas that are widely scattered. The modern broiler industry developed on the eastern seaboard before World War II. It then grew rapidly in northeastern Georgia and northwestern Arkansas immediately after the War. Subsequently, concentrations developed in central Mississippi, northeastern and northwestern Georgia, the Piedmont areas of North Carolina, and the Shenandoah Valley area of Virginia.



Many people believe that the broiler production process is manufacturing and not farming, because it is not directly connected to the land. The areas that produce large numbers of chickens are districts that are feed deficient. That is, the feed that is consumed by the birds has to be shipped in, primarily from the Midwest. The long, low onestory broiler houses are essentially factories that use birds as machines to convert the raw materials corn and soybeans into a finished product — meat for human consumption.

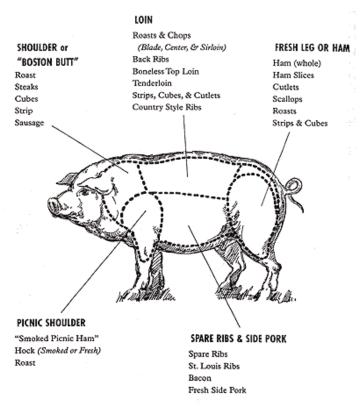




Chickens are also efficient producers of manure, and one of the major issues of broiler production has been the disposal of the manure. While ideally it should be returned to the land because it's excellent fertilizer, manure is fed back to animals. The manure is rich in protein, and after it has been dried and flavored with molasses, it looks like soybean meal and can be fed to either chickens or cattle.

Since the 1990s, there has been a dramatic change in the distribution of hogs. Currently, the center of pork production is in an area that is on the fringe of the most productive region in North America. Pork is concentrated in North Carolina, Texas, and Oklahoma. One county alone in Oklahoma produced over 2 million hogs. It is the center of an area that produced four million hogs which is four percent of the national total, and one-seventh of the total hog production of Iowa.

These hog farms are significantly different than the traditional farms of the Midwest. They look more like chicken or turkey houses than traditional hog pens. Each farm has long, low metal buildings. The structures are in rows on dry ground and they tend to be located in the corners



of large fields. The larger area of the field is under a center-pivot irrigation system that creates a large circle of cropland. The hog manure is flushed from these houses into a lagoon where the solids settle, liquid evaporates and bacteria break down the fecal material. At appropriate times, the liquid in the lagoon is pumped out on the fields and cycled through the center-pivot irrigation system and put back on the land. These farmers work on contracts and are receiving 14-day old piglets weighing about a dozen pounds. The piglets are held on the farms in various pens until they reach about 275 pounds and are approximately six months old when they are transported to a processing plant.

Pork production is vertically integrated. Processors have built slaughterhouses in these production regions that can handle around a thousand hogs an hour. Therefore, without stretching the system, about 2 million hogs can be processed in a year. Corporations such as Seaboard Corporation, Inc. – a diversified international food-producing region with operations throughout the world raising shrimp and fish, marketing various kinds of grain - dominates the pork production region in Oklahoma. The scale of these operations is enormous. Farmers contract with the processor to deliver between 300,000 and 500,000 hogs a year. The Oklahoma Panhandle is able to engage in this intensive hog production because of the adequate supply of groundwater from the Ogallala Aquifer. Water for irrigation is inexpensive, and the natural gas used to pump it is also cheap. The local farmers are able to produce good crops of feed grain, such as corn and sorghum, for part of the ration for the hogs.

According to U.S. government figures for 2012, the U.S. hog and pig industry had sales of \$22.5 billion, accounting for 6 percent of total U.S. agriculture sales. Although some hog production takes place in all states across the country, it is heavily concentrated in a few states and counties. The top three producers – Iowa, North Carolina, and Minnesota – together accounted for 55 percent of the value of U.S. hog and pig sales and 56 percent of the 66 million hog and pig end-of-year inventory in 2012. At the county level, nine of the top ten hog and pig producing counties were in the top three states. Duplin County, North Carolina, ranked first in the nation in 2012 hog and pig sales, with \$614 million or 3 percent of the U.S. total.

In response to these large-scale pork palaces in North Carolina and Oklahoma, traditional pork producers in the corn-belt have had to change their ways of production. Gone are the days of small hog feedlots on farms that were engaged also in a variety of crop production activities. Today the Midwest has also changed itself into a pork factory operation through contracting. In the Midwest, companies like Hormel Foods, Cargill Inc., and Land 'o Lakes - a farmer cooperative - are in pork production in all forms. The companies have pig breeding farms, they supply the young pigs to the farmers and then provide feed as well as veterinarian service. The farmer is guaranteed a price for the pork if the farmers are raising the hogs according to the instructions of the company. This enables the farmers to have access to the most highly developed breeds of hogs and to market their hogs without worrying about fluctuations in the price of pork. This in turn enables the corporations to have a ready market for their grain.

Regardless of corporate activity in this area of hog production, family and individually owned farms were 83 percent of hog and pig operations and accounted for 41 percent of sales. In contrast, corporations were 8 percent of hog and pig farms and accounted for 34 percent of sales. This is certainly different from most food production in the US, which is typically dominated by agribusiness. Per farm average costs were \$850,146

in 2012, which was more than five times as much as the average for all farms. A typical familyoperated farm in Minnesota would have about 4,000 pigs on the farm at any given time.

Questions:

- 1. How were chickens traditionally raised and sold?
- 2. Briefly describe TWO characteristics of the present economic organization of poultry production (chickens and turkey) in the United States.
- 3. How many pounds of feed and how many weeks did it take to produce a four-pound broiler in 1940? 1980?
- 4. What factors have led to the reduction in cost of processing broilers?
- 5. Describe TWO features of the present geographic distribution of poultry production in the United States?
- 6. How and why is the chicken manure fed back to them?
- 7. Where are the centers of pork production in the U.S. today?
- 8. In what way do modern hog farms look more like chicken or turkey houses than traditional hog pens?
- 9. Discuss how hog production is vertically integrated.
- 10. Explain how the Midwest has changed itself into a massive pork factory operation.