

## Maryland Farm Bureau

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February 17, 2025

**To:** House Environment and Transportation Committee

From: Maryland Farm Bureau, Inc.

Re: Oppose HB834 Agriculture - Confinement of Egg-Laying Hens in Commercial Egg Production - Prohibitions

On behalf of our nearly 8,000 Farm Bureau families in Maryland, I submit this written testimony in opposition to HB834. This bill bans the use of cages in egg-laying farms in Maryland starting January 1, 2030.

The economic impact to an existing farm to make these changes is a 41% increase in cost of production to retrofit the existing barns and an 119% increase in labor. By moving to a cage-free operation, the hen mortality rate increases significantly due to more bacterial habitat being introduced in the barn. Also, these farms are contracted with out-of-state companies that will just drop their contracts in Maryland and then these farms will have to create a new demand for their eggs in a market where there is already an oversupply of cage-free eggs. This bill would put the egg-laying farms, that farm this way, out of business or at a competitive disadvantage.

State regulations, retailer pledges, and consumer demand have contributed to a rising share of egglaying hens housed in cage-free systems over the past decade. Nonetheless, conversion from conventional to cage-free housing is costly for both egg producers and consumers. As such, there remains uncertainty about the extent to which egg producers will be willing and/or able to continue the transition to cage-free housing at a rate commensurate with retailers' cage-free pledges. Shell egg producers understand the importance of retailer demand driving the evolution of the market to cage-free. However, several barriers still remain, such as; higher costs and labor requirements, challenges obtaining financing to convert or build new facilities, and skepticism that retailer pledges can be met without significant financial incentives.

**MDFB Policy:** We strongly oppose any ban of the use of cages in layer operations.

Maryland Farm Bureau Respectfully Opposes HB834

Tyler Hough

**Director of Government Relations** 

Ways

Please reach out to Tyler Hough, though@marylandfb.org, with any questions