

Green LandsBlue Waters

www.greenlandsbluewaters.org

Ecotone
Analytics
Impact Analysis
Summary

PROJECT SUMMARY

KEY MESSAGE

For every \$1 spent on pasture establishment and a wellmanaged grazing system, there is a **projected \$3.38 social return on investment** (SROI) to farms, taxpayers, community members, and global society.

- The estimated return on investment per acre per year is \$500 (not including land costs to the farmer and assuming land is owned).
- Average annualized cost per acre per year of perennial forage and grazing (PFG) system is estimated at \$148 - assuming a 20 acre pasture, annualizing upfront investment costs over the 20 year expected lifespan of the fencing and water system.
- Upfront investment costs and opportunity costs for the farmer are two financial hurdles that investors can help overcome and in return foster larger environmental services as well as potentially support financial well-being on the farm.

- Beyond the large partial enterprise budget benefits attributed to the farm, taxpayers are the second largest beneficiary of the PFG system as a result of the avoided water quality damages from conventional row crops. The water quality benefits accrue through several channels including both direct and indirect cost savings - drinking water treatment costs, surface water management cost, regulatory costs, road and ditch repair, and improved aquatic ecosystems otherwise actively protected (such as through DNR efforts).
- Net GHG emission reductions are realized as a result of the full grazing system, but driven in large part by the carbon sequestration of perennial forage.