

Infographic Slides











Match Made
in Heaven:
Livestock +
Crops

### **Integrating Crops and Livestock**



### **Increased Profit Per Acre**

#### **Cost Reduction**

- Manure = fertilizer
- Stretch feed supply
- Break pest and weed cycles

#### **Income Benefits**

- Marketable cover crop
- · Diversify income streams
- Eco credits

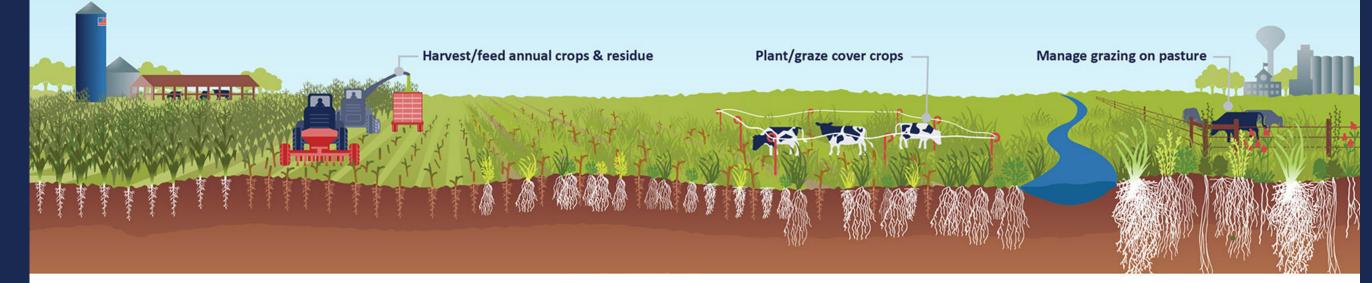
### Soil Benefits

- Improve fertility
- Enhance water infiltration
- Increase organic matter

### اً ا

### **Community Benefits**

- Support local farms and businesses
- Safeguard local water
- Build relationships
- Opportunities for new farmers





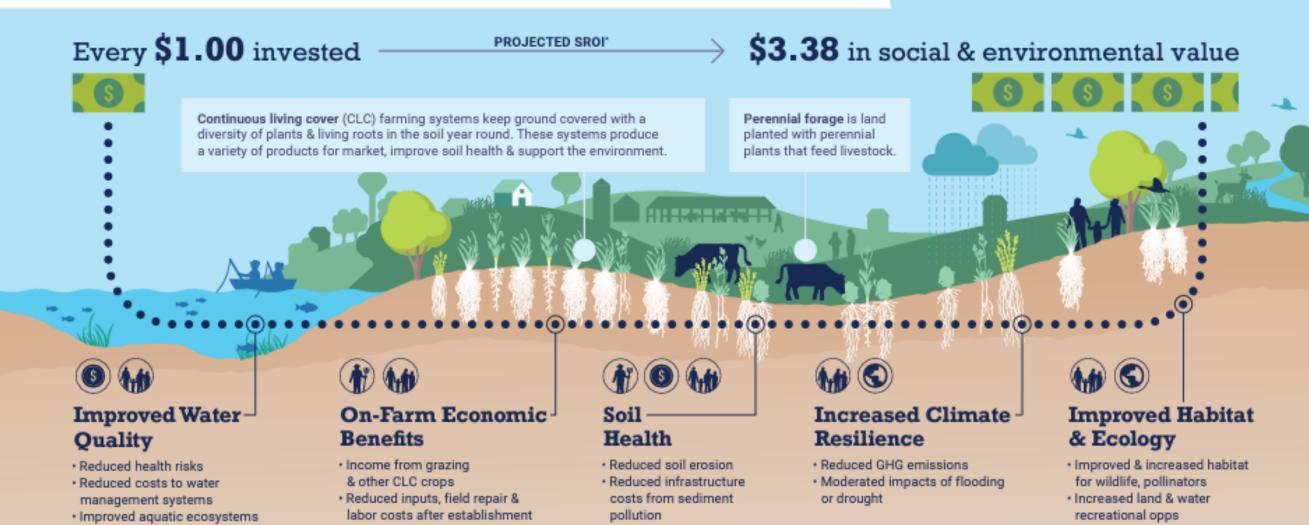


Benefits of
Investing in
Perennial
Forage &

CLC

Perennial agriculture and living cover are investments with long-term benefits







\*Social Return on Investment drawn from an impact analysis calculated by Ecotone Analytics: https://z.umn.edu/GLBW\_SROI

### **How to invest**

Support farmer adoption and costs of establishment, in transitioning and expansions

### .50

Fund supportive resource networks, including technical support and peer-learning



Contact GLBW@umn.edu to discuss a variety of

active opportunities with us and network partners.

Fund capacity to activate the system levers of markets, value chain coordination, technical assistance and policy

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CLC addresses UN Sustainable Development Goals for reducing hunger, improving health, life on the land & climate.



Perennial Forage for

Infrastructure

**Protection** 

### Surface water runoff is a destructive force during heavy rainfall.

When roads, bridges, and culverts washed out across the Midwest, short-term emergency repairs cost taxpayers \$114 million in 2018-2019 alone.1

Bridge repair or replacement cost<sup>2</sup> \$68,000 - \$184,000

> Road maintenance cost<sup>3</sup> (resurface 1/2 mile) \$8,000 - \$50,000

Well-managed pasture and hay

plants have well-developed root

systems in the ground year-round.

These root systems soak up more water than

less erosion, flooding and damage during

9 inches of rainfall absorbed

by soil under well-managed pasture

heavy rainfall.

and hay crops.3

annual roots. Less surface water runoff means

Culvert replacement cost4

\$5,200 - \$32,200



Investment in well-managed pasture and hay can slow water down and prevent costly damage.

seasonal roots.



by soil under corn and soybean crops<sup>5</sup>

Annual plants have less dense,

of rainfall absorbed

### **Invest in Farmers**

Farmers and landowners can create conditions that protect infrastructure.



"As many small dairy farms have gone out of business, the land has lost well-managed forage land. Roads bordered by well-managed crop and pasture land seldom need ditching. Roads bordered by crop land that is poorly managed often need maintenance after every heavy rain event."

#### JACK HERRICKS

Jefferson Township Chairman, Monroe County, WI

Learn more about how productive, well-managed pasture and hay ground can protect infrastructure.

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#### Midwest Perennial Forage Working Group

- 1 FWHA emergency highway repair allocations, 2018-2019. https://www.fhwa.dot.gov/pressroom/fhwa1918.cfm.
- 2 Averages for IL, IA, MN, MO, WI; non-National Highway System bridges; 2017.
- https://www.fhwe.dot.gov/bridge/nbi/sd2017.cfm
- 3 Average Annual Cost for Road Maintenance. USDA Forest Service.
- https://www.fs.usda.gov/internet/PSE\_DOCUMENTS/fseprd528063.pdf
- 4 2015 Maintenance Culvert Cost Data Analysis. MN DOT.
- http://www.dot.state.mn.us/brid.ge/hydraulics/culvertcost/2015%20Drainage%20Maintenance%20Data%20Su mmary%20-%20Final%20Version.pdf
- S Averages of measurements in June, August, and October/November. | L. Bharati, K.-H. Lee, T.M. Isenhart, and R.C. Schultz. 2002. Soil-water infiltration under crops, pasture, and established riparian buffer in Midwestern USA, Agroforestry Systems 56:249-257.





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Ecotone
Analytics



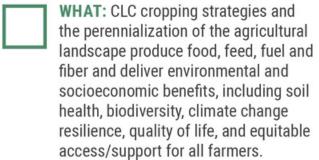


# Green Lands Blue Waters www.greenlandsbluewaters.org

Five Dimensions of Impact

### Continuous Living Cover (CLC) FIVE DIMENSIONS OF IMPACT MANAGEME M

PROJE



**WHO:** Midwest farmers; local, downstream, and regional communities and ecosystems; global climate.

HOW MUCH: Farmer income streams are diversified and stabilized, mitigating weather and market crises. Ecological and socioeconomic benefits accrue on individual farms, across communities, and at a landscape level.

CONTRIBUTION: CLC and perennial cropping strategies offer longer growing seasons, deeper roots, improved soil health and water quality, more resilient ecosystems, and varied market opportunities over annual monocropping production systems.

IMPACT RISK MITIGATION: Farmers can adopt CLC cropping strategies in a variety of ways; various on-ramps offer flexibility and expanded accessibility; a network approach informed by multiple sectors de-risks investment in adoption and supportive infrastructure.





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# Ag Transformation Indicators

### AG TRANSFORMATION INDICATORS

- **↑** Farmer Adoption
- **↑** Soil Health
- **↑** Funding, Policies, Markets
- **↑** Regional Food System Stability
- **†** Equitable Ag Opportunities
- **♣** Ecosystem Degradation
- **♣** GHG Emissions and Climate-Related Risk
- **♣** Damage to Infrastructure



### LOGIC MODEL | Network Approach to CLC

Investment Opportunity: CLC adoption incentives for long-term impacts



| INPUTS  | ACTIVITIES   | C→<br>OUTPUTS   | SHORT TERM OUTCOMES  | INTERMEDIATE OUTCOMES  | LONG TERM OUTCOMES   | IMPACTS   |
|---|--|---|--|--|--|---|
| <ul> <li>Green Lands Blue Waters and Network P</li> <li>Human and Social Capital         (research, practitioner/farmer         expertise, trust, relationships,         GLBW collaborative network)</li> <li>Assets and financial capital         (funding, outreach materials,         research sites, etc.)</li> </ul> | <ul> <li>Vartners:         <ul> <li>Work collaboratively and strategically to effect change together</li> <li>Implement CLC through research, technical assistance, communications, policy, and market developments</li> <li>Transform methods with strategic approaches to input and leadership with equity top of mind</li> <li>Encourage and engage stakeholders</li> </ul> </li> </ul> | <ul> <li>Communications/ outreach/<br/>educational tools</li> <li>Supportive infrastructure<br/>and policies</li> <li># of perennial crops with<br/>diverse market opportunities</li> </ul> | <ul> <li>↑ Crop diversity and continuous living cover</li> <li>↑ Livestock integration with cropping systems</li> <li>↑ Root structure and soil health</li> <li>↓ Energy consumption</li> <li>↑ Income diversity</li> <li>↑ Potential increase in labor</li> <li>↑ Socioeconomic justice work embedded in agroecological transformation efforts</li> </ul> | <ul> <li>♣ Soil erosion</li> <li>♣ Nutrient runoff and input application</li> <li>♣ Flood resiliency</li> <li>♠ Carbon sequestration</li> <li>♠ Wildlife and pollinator habitat</li> <li>♣ Ecotoxicity</li> <li>♣ Risk of insurance claims</li> <li>♠ Potential increased net income</li> <li>♠ Diversity of leadership and ownership in ag/food sector</li> </ul> | <ul> <li>♣ Sedimentation</li> <li>♠ Crop yields and productivity</li> <li>♠ Air, water, and drinking water quality</li> <li>♠ Community health</li> <li>♠ Wildlife and biodiversity</li> <li>♣ Eutrophication and hypoxia</li> <li>♣ Global climate risks</li> <li>♠ Socioeconomic benefits fairly distributed across ag/ food supply chain</li> </ul> | ↑ Soil health  ↑ Water quality and quantity  ↑ Air quality  ↑ Rural economic/ social vitality  ↑ Healthy people  ↑ Biodiversity  ↑ Landscape resiliency  ↑ Climate adaptation and climate change mitigation  ↑ Equity |
| On Farm Adoption:  New farm investments (training, farm inputs [seed, amendments], etc.)  Support and technical assistance network  | Application of CLC and best practices to farm context  | <ul> <li># of farms integrating perennial crops</li> <li># of acres/fields implementing CLC strategies</li> </ul>   |  |  |  |   |
| Estimated Cost per acre per year (annualized): \$148  |  |   | Projected Benefits per acre per year: \$500  |  |  |   |

Logic Model
Network
Approach to
CLC



Continuous Living Cover Case Study:

### THE SOCIAL AND ENVIRONMENTAL IMPACT OF PERENNIAL FORAGE AND GRAZING IN THE **UPPER MIDWEST**

This impact value map shows the estimated annualized cost per acre for pasture and grazing system establishment and the projected benefits per acre per year from adopting Perennial Forage and Grazing strategies, in comparison to conventional practices.1

### **Projected Social Return on Investment**

\$1 **→** \$3.38

water quality, wildlife habitat, air quality and climate risk.

benefits leads to an SROI range of \$1.13 - \$10.14.

Cost Scenario: 20 acre pasture establishment and production with costs for grass and legumes, depreciated over the 20 year expected lifespan of fencing and water system, and based on a partial enterprise budget. While figures here are amortized, establishment costs are an upfront investment.

per Acre per Year of Pasture Establishment and Grazing System \$148 Estimated Return on Investment per acre per year: \$500

### Outcomes | Impacts

Who Benefits?

Improved Water Quality and Reduced Freshwater Eutrophication \$187 Reduced surface water management and regulatory cost, improved aquatic ecosystems

Protected economic activity and property values, reduced health risks from contact with surface water

1711 Farm and Landowner in subsequent

vears \$189

#### **Financial Hurdles:**

**Upfront Cost of Pasture** 

Establishment and Grazing System is \$30,000+ for a 20 acre pasture.

Funding to address these costs helps realize the outcomes in the diagram

per acre per year

in damages

avoided.3

\$338

For every \$1 dollar invested in establishing a perennial grazing system there is a projected \$3.38 in social and environmental value generated through net income gains,

A 50% increase or decrease in both costs and

Average Cost

Reduced Soil Erosion from Water

and Improved Hydrology

Studies show positive

well-managed grazing

systems with increasing

returns more likely after

the first year of adoption.

net incomes from

Average Annual On-farm Economic Benefit<sup>2</sup> (in subsequent years) \$162

Increased long-term soil productivity

to waterways, road ditches, flood damage Reduced drinking water treatment from turbidity

undesirable odor and taste, and cancers

Reduced Soil Erosion from Wind \$20

Health Risks \$28

Reduced Drinking Water Treatment and

Reduced input application, feed purchased, machinery costs, labor costs, field repair costs, and potential grazing/forage income

Reduced costs of sedimentation, damage

Avoided costs from nitrate contamination,

Improved health from improved air quality

Reduced GHG Emissions \$15 Reduced climate risk

Improved Wildlife Habitat and Ecology \$13 Increased land and water-based recreation

\$75

@ ifffi

**Taxpayers** \$122

Mi **Local Community** Members \$114

Municipality and Municipal Water Users

Society \$28

1 Estimation is a modeled projection of value realized from Perennial Forage and Grazing practices in comparison to annual crops with cows on site, tilling, and no rotation or cover crops. Additional benefits per acre will vary over time, by location within the Upper Midwest, and as data availability changes.

2 This analysis utilizes a partial enterprise budget approach and assumes land costs are constant between production systems.

3 \$27 benefit from reduced soil erosion is also a Farm benefit



Impact Value Map for the Social and Environmental Impact of Perennial Forage and Grazing in the Upper Midwest





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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.





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To Use as

**Template** 

For Future