











The Role of Agriculture as a Smart Growth Solution with 2008 Farm Bill Highlights

Don Stuart

New Partners for Smart Growth - February 4, 2010



American Farmland Trust



Traditional smart growth approach



- Focused on urban success
 - Livability
 - Economic success
 - Efficiencies
 - Infrastructure needs
 - Etc.

Geographic expansion seen as appropriate when and where it supports/addresses the needs of urban community – "Smart Growth"

Not always consistent with keeping rural communities rural – "outside-in" approach





Stable and committed ag land helps control sprawl

- Rural economic health & independence
- Renewable energy
- Local farms for local food
- Protecting environmental quality
- Low cost, effective environmental offsets and mitigation for growth





- Strong rural economies diminish rural disenchantment with growth management
- Ag is the traditional economic mainstay for rural economies – an industry that keeps rural lands rural
- Ag can use urban support for rural economic development efforts and plans
- □ Farm Bill Title VI economic development
 - Rural electrification & broadband access
 - Water and waste disposal for rural communities
 - Value-added grants to ag producers
 - Small business assistance





- Conservation & on-farm production
- Marketed production
 - Ethanol
 - Energy independence
 - Renewable
 - Competition for oil (esp. in transportation fuels)
 - Transition fuel
 - Bio-diesel
 - Anaerobic digesters
- Farm Bill Programs
 - Funding for rural energy
 - Biomass research
 - Bio-refinery loans
 - Tax credits for renewable energy





- Increased in interest in fresh local food
- Local food requires local farms
- PDR and TDR as tools for protecting local farms (Farm Bill funding for FRPP increased)
- Farm Bill programs
 - Help for farmers markets
 - Community food projects
 - Fresh food snacks
 - Nutrition
 - Local food economic development, financing, etc.

Environmental quality



□ Well-managed, undeveloped ag lands:

- Filter surface water
- Slow and diminish flooding
- Recharge aquifers
- Provide wildlife habitat and migration corridors
- Sequester carbon
- Farm Bill conservation tools
 - FRPP, CSP, EQIP, & Technical assistance programs
 - Conservation loans,
 - Cooperative conservation,
 - Wetlands & grasslands reserve,
 - Tax deduction for donated easements)



Environmental mitigation and offsets



- Growth has impacts on environment
- Opportunities to mitigate are limited (and weakness in current mitigation system)
- Increasing cost of environmental compliance
- Counter-productive impact of regulation
- Need for cost-efficient mitigation/offsets
- Ag capacity to supply (carbon markets, water quality trading, wetland and wildlife habitat mitigation, flood mitigation, etc.)
- Farm Bill
 - New Office of Ecosystem Services and Markets

Why ecosystem markets are good for agriculture



- Increase profitability & help keep farmland in agriculture
- Fund voluntary conservation on private natural resource lands (without relying on public funding)
- Institutionalize incentives vs. regulations (make it harder to ignore the social and market value of private conservation)
- Transform public attitudes toward ag industry and its critical value in protecting the environment

Why ecosystem markets are good for the rest of us



- Improved performance of mitigation system
- Conservative transaction ratios
- Co-benefits
- Establishing a \$ value for services (and prevent their externalization from markets)
- Facilitate efficient concentrations of growth
- Increased political viability of environmental solutions (e.g. Kyoto Accord & Cap Bill)
- Lowest cost for environmental gain (least expensive solution)
- Most markets are local



An example – Qualco Energy



- Cooperative project between Farmers & Tribe
- Environmental benefits
 - Water Quality in basin
 - Carbon sequestration
 - Renewable energy
- How it works
- Products
 - Renewable electric energy for PS Energy
 - Waste disposal (tipping fees)
 - Compost
 - Bedding
 - Returns water for irrigation and fertile fields







We retain some of this







A window of opportunity



American Farmland Trust

www.farmland.org

Don Stuart, Northwest Regional Director 3211 Beacon Ave. N., #26 Seattle, WA 98144 dstuart@farmland.org