

Eco-compensation and Agriculture: Lessons from the United States, Questions for the People's Republic of China

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Eco-compensation**

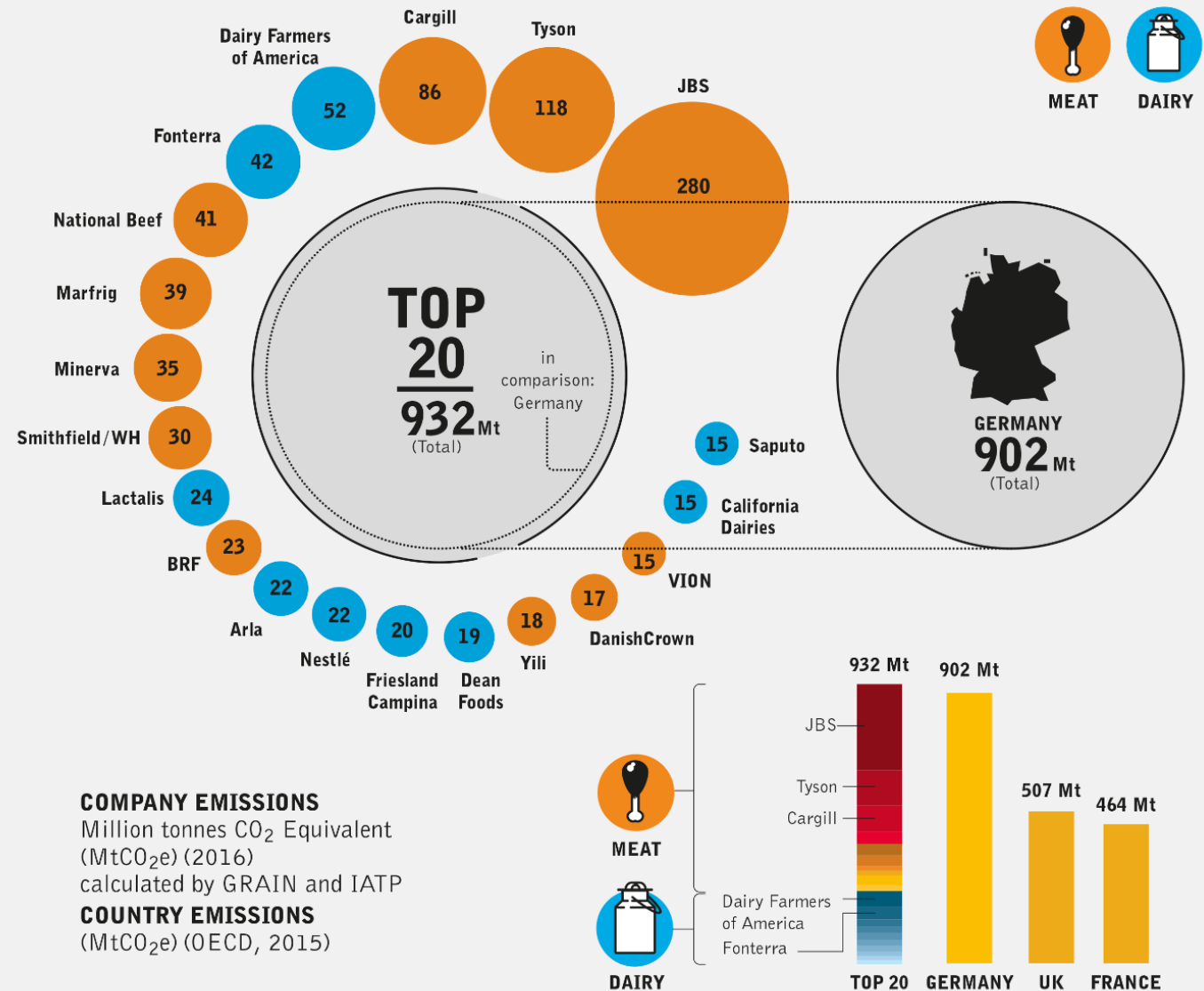
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Agriculture and Climate Change

THE TOP 20 MEAT AND DAIRY CORPORATIONS EMIT MORE GREENHOUSE GASES (GHGs) THAN GERMANY





One Solution:
No More
Agriculture

Agriculture and Development

- Food security
- Livelihoods
- Engine for economic growth



Eco-compensation/ PES Programs for Agriculture in the US

- Conservation Easements
- Conservation Stewardship Program
- Environmental Quality Incentives Program
- Conservation Reserve Program
- Regional Conservation Partnership Program



Conservation Easement

- Permanent transfer of some land use rights.
- Specifies ecosystem services to be restored or maintained.
- Landowner retains all use rights that do not affect the specified ecosystem functions.
- May be purchased by the government or NGO (e.g. TNC)
- 1.75 million ha since 1970



Conservation Stewardship Program

- 5-year contract
- Whole farm
- Amount based on lost income, cost of implementation, conservation value
- Average Payment: \$7.30/ha
- Area 24 million ha
- Budget: \$5 billion (2009-2015)



Environmental Quality Incentives Program (EQUIP)

- 50%-75% subsidy for approved actions
- Vegetative, Management, Structural
- 33 million ha
- \$6.4 billion (2009-2015)



Conservation Reserve Program

- Pays farmers to restore non-crop cover on fragile land
- 10-15 year payments
- 10 million ha
- \$1.7-\$2.0 billion/year



Regional Conservation Partnership Program

- Watershed as unit of action
- Implementation by organizations, not individuals
- Eight major watersheds
- \$1.3 billion since 2014

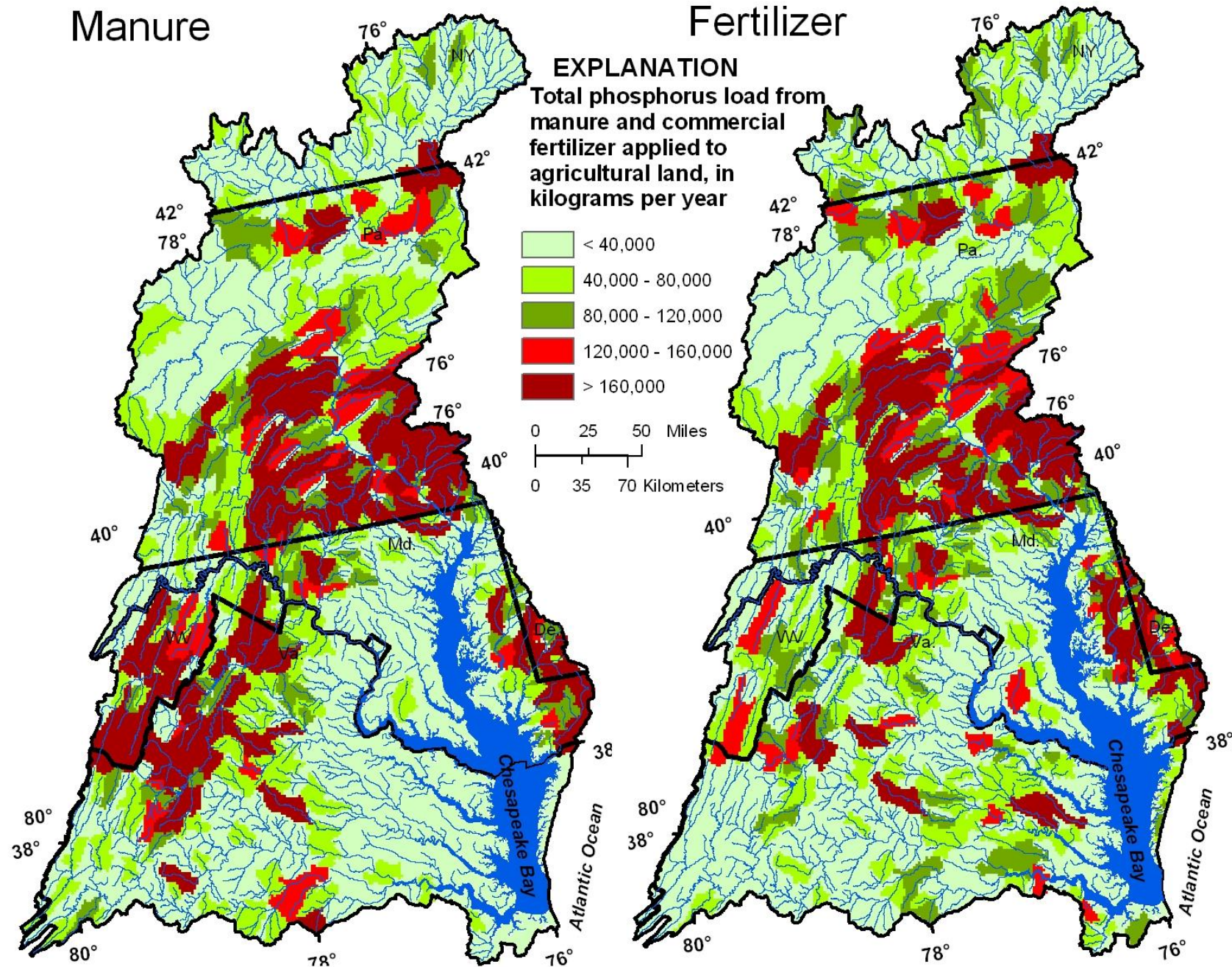


Figure 8.-- Loads of phosphorus from manure and commercial fertilizer applied to agricultural land in the Chesapeake Bay watershed, 1997 (modified from Palace and others, 1998).

Problems

- Voluntary, temporary
- Easy money, but not enough
- Poor targeting
- Outputs not outcomes
- Lack of monitoring



Core problems

- Assumptions about farming
- Political power of farm states/agribusiness

Result:

US nonpoint source pollution programs have had limited success



Lessons

- Watershed plan
- Target most serious areas
- Outcome focus
- Monitoring
- Incentives

EPA Section 319

Iowa Cover Crop Program



Agriculture in China

- Main source of water pollution
- GHG, soil erosion, desertification
- Food safety crisis

BUT

- Food security
- Livelihoods of 700 million
- Recreation/Tourism

SO

It is vital that China finds ways to improve the ecosystem functions of working farmlands.



Features

- Watershed planning
- Targeted
- Outcomes not Outputs
- Monitoring
- Technical assistance



Eco-friendly farming

- ↑ Vegetative cover
- ↑ Soil health
- ↑ Diversity
- ↓ Chemicals
- ↑ Natural pest control, fertilization

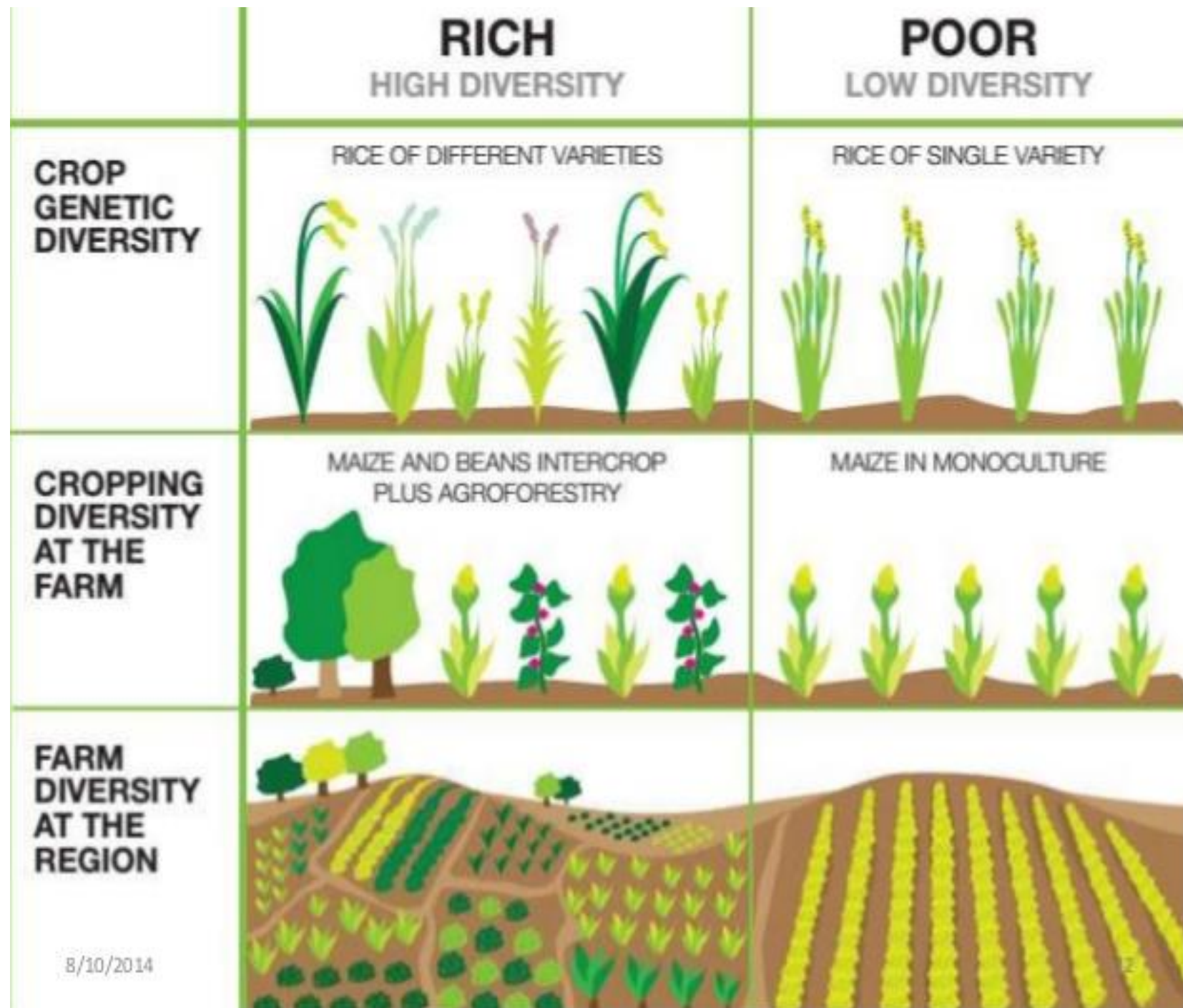
Transitions:

- Organic
- Land retirement



Challenges

- Technical support
- Complexity
- Monitoring



Co-Benefits

- Improve rural livelihoods
- Improve food supply
- Maintain landscapes
- Prevent social/cultural disruption



Thank You!

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