Response to nutrient runoff problem centers on delivery of incentives, technical assistance to farmers

**GREAT LAKES & AGRICULTURE**

When they reported on the condition of the Great Lakes earlier this year, the Canadian and U.S. governments told a now-familiar story about the status of Lake Erie. “Poor and unchanging,” the binational study found, both on measures of the impacts of nutrient runoff and the harmful algal blooms that pollution can cause. And binational researchers warned of other areas with nutrient-related impairments — Green Bay in Lake Michigan, Saginaw Bay in Lake Huron, Lake St. Clair, and Hamilton Harbour and the Bay of Quinte in Lake Ontario. Even some short-lived blooms in Lake Superior (whose overall status on these indicators is “good and unchanging”) have been observed in recent years.

How are Great Lakes states and provinces working to curb the nutrient runoff and related blooms? For three years, a group of lawmakers has been exploring that question, as part of the work of the Great Lakes-St. Lawrence Legislative Caucus Nutrient Management Task Force. (CSG Midwest provides staff support to the caucus.) Their review shows a greater emphasis on policies that target agricultural activity and practices (a source of much of the nutrient runoff), but that focus little on new regulations and more on a mix of incentives, technical assistance and new partnerships for farmers.

**'ENGAGING AND INCENTIVIZING’**

Agriculture contributes to excess nutrients in surface water when fertilizer use, animal manure and soil erosion are not managed responsibly. Conversely, certain farm practices help keep nutrients from leaving the field and entering waterways.

“One of the key takeaways is the importance of engaging with and incentivizing agricultural producers to adopt best practices,” says Wisconsin Sen. Andre Jacque, chair of the GLLC task force. One option for states: encourage farmers themselves to lead the way. Wisconsin’s Producer-Led Watershed Protection Program is an example of this approach. Since 2015, legislative appropriations have provided grants to groups of farmers who take on water quality initiatives, using evidence-based methods best suited for their local watershed.

Milwaukee River Watershed Clean Families is one of the producer groups that has received a state grant through this program. Among its activities: conducting farmer field day tours and outreach on practices to prevent nutrient runoff, partnering with the county on a long-term demonstration plot to experiment with cover crops and different seed types, and events to raise awareness about water quality. Since the program’s first year, the amount of state funding has grown from $250,000 to $1 million a year; in all, 41 farmer groups are participating.

**VOLUNTARY PROGRAMS GROW IN MICHIGAN, MINNESOTA**

Simple reporting and local flexibility are part of the appeal of Wisconsin’s program.

In Michigan, regulatory assurances help attract involvement in a long-running, voluntary conservation program if a participating farmer adopts a state-recommended conservation plan, he or she gets certain statutory protections against penalties and fines in the event of accidental discharges. Since the Michigan Agricultural Environmental Assurance Program began, more than 1 million acres of farmland have been enrolled. “It provides farmers with on-farm demonstration projects and technical assistance to apply conservation practices to their specific farms,” notes Michigan Sen. Dan Laupiers. Along with this up-front assistance, participants get increased access to cost-share programs (nutrient management practices often have up-front costs, but long-term savings), and at the end of the process, they receive a “environmentally verified” sign for their property.

Similarly, Minnesota’s Agricultural Water Quality Certification Program allows producers to promote their farm as being protective of water quality. Under the program, a mix of technical and financial assistance goes to farmers seeking certification. On a field is assessed and a site-specific plan is developed, any number of conservation practices may be implemented. Among the most common: the use of cover crops, adoption of a nutrient management plan, improvements in tile drainage and irrigation water management, and the construction of grassed waterways. The Minnesota Legislature requires that regular evaluations be done on the program’s effects. The most recent study found that 216 million pounds of soil have been kept on Minnesota fields annually, and 76.2 million pounds of sediment and 67,878 pounds of phosphorus have been prevented from entering the state’s waters every year.

A separate analysis has found economic benefits for participating farmers as well: profits that were 6 percent higher compared to non-certified farmers, as well as better debt-to-asset and operating expense ratios. These benefits have been shown over three years of study. As of April 1, 1,197 farms totaling more than 845,000 acres had been certified and had added 2,414 conservation practices. Minnesota expects to have 1 million acres enrolled by the end of this year.

**OHIO’S ‘INCREMENTAL IMPROVEMENTS’**

Ohio has been ground zero for the problem of nutrient pollution in the Great Lakes, and the state’s H2Ohio initiative marks an unprecedented effort to address it. For the current biennium budget, legislators allocated $120 million to incentivize farmers to adopt one or more practices proven to protect water quality. H2Ohio originally focused on 14 counties in northwestern Ohio, an agriculture-heavy area where nutrient pollution from farms gets to Lake Erie via the Maumee River and contributes to harmful algal blooms. The program now encompasses land in the entire Western Lake Erie Basin. Thus far, close to 35 percent of cropland in that basin (in Ohio) has been enrolled in H2O. “[It] has made incremental improvements in the watershed, just as other programs the task force has endorsed have in other watersheds,” says Ohio Rep. Michael Sheehy, whose legislative district encompasses the Maumee River watershed.

“Much more needs to be done to achieve the goal of 40 percent nutrient reduction by 2025” (That is the target set by the U.S. and Canadian governments, as well as Michigan, Ohio and Ontario).

As part of the H2Ohio plan, Ohio’s soil and water conservation district offices partner with farmers to implement the best management practices. Counties in the Maumee River watershed each have a localized soil and water conservation district to develop individualized nutrient management plans. H2Ohio financial assistance to apply conservation practices to specific farms, “notes Carl Zulauf, a professor of agricultural economics at The Ohio State University.

As a result, only 5 percent of U.S. cropland had cover crops in 2021. To encourage a large-scale adoption, Zulauf says, a sizable national subsidy is needed.

At the state level, Illinois provides a $5 per acre premium discount on crop insurance to producers who plant cover crops; in 2022, the incentive will apply to 100,000 acres, double the previous years allocation. Iowa, Indiana and Wisconsin also offer this premium discount. But financial incentives alone often are not enough. The support of local experts — specifically, talented staff in local conservation districts — is essential to engage farmers with up-front and ongoing technical assistance, the Great Lakes task force found. Additionally, these experts can help with vigorous outreach to help ensure programs are implemented. (Are the conservation plans on farms being properly and fully implemented? Is water pollution being prevented? Is water quality improving?)

Legislatures can strengthen this assistance by providing a dedicated funding source for these offices.

Minnesota Rep. Paul Anderson and Illinois Rep. Monroe Hammond serve as co-chairs of the Midwestern Legislative Conference Agriculture & Natural Resources Committee. The co-chairs are Saskatchewan MLA Steven Bonk and Kansas Sen. Marcia Fehr. Carolyn Orr is CSG Midwest staff liaison to the committee. Carolyn also provided staff support to the Great Lakes-St. Lawrence Legislative Caucus Task Force on Nutrient Management.