Monetizing Regenerative Agriculture

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Introduction

- * BSc. and MSc., Ag Economics, UManitoba
- * Pesticide-Free Production Farm Marketing Co-op
- * Grain merchant and farm marketing pioneer
- * Serial entrepreneur: FarmLink, Sustainable Grain, The Tjaden Group, and Climate Action in Food Systems
- * New farmer



Outline: Where is the Money?

- */ Risk mitigation
- * Market protection and development
- * Land and environmental tourism
- * Data
- * Consulting



Financial Risk Mitigation in Regenerative

* Weather

Healthy soils manage water and reduce crop loss

Multispecies crops are more resilient to weeds and disease

* Overspending

Lower herbicide, fungicide, insecticide, seed and fertilizer

* Cash flow diversity

Livestock and crops, agritourism



Market Protection and Development

- * Export market access is a problem for all grain farms Post-CWB market protection efforts have failed
- * Economic growth strongest in small, local markets Niche food brands, farm-to-plate restaurants, farmers markets, 'free-from' crops, direct sales & e-commerce
- * Shepherd's Grain → 'GrainCraft' flour



Food Brands' Interest in Regenerative

- * Citizenship towards carbon drawdown and connection to food
 - Activist + millennial buying patterns = mega food demand shift
- * Living soils is a highly engaging and positive story
 - Likely to be the first-to-monetize 'ecosystems service'

It always, ultimately comes down to <u>price</u>. Regenerative is expected to be:

- * Lower priced compared to organic grains
- * Higher priced compared to CAFO meat



Land Valuations & Environmental Tourism

Multiple effects of focusing the farm on food and soil

- * Improved water filtration and retention
- * Strengthened connection and consciousness of all operators
- * Public goods created: carbon capture, reduced NO2 emissions, pollinators and wildlife habitats
- * Youth, immigrant engagement: potential labour solution?
- * People want to see it, feel it, smell it, hear it, taste it



Regenerative Data

- * Indigo Ag, General Mills, Danone, Applegate
- * / Open source platforms
 - GOAT: gathering for open ag tech
- * Field activities, history, bin inventories and sales

It's time to digitize farm records

* Carbon sequestration – eastern vs. western Canada



Consulting: Risks and Opportunities

* Helping a neighbor? Know the liability risks.

Rarely enforced, but still risky.

Third party errors and omissions insurance is hard to obtain.

- * Sales agronomy with product revenue: cover crop seed, biostimulants
- * Sustainable Grain's approach:

Regenerative Food Community: Network for knowledge, referrals

Transition Planning: 5-year plan, not prescriptive - <u>illustrative</u>



THANK YOU

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