

WE SUSTAIN LIFE

U.S. Farmer Decisions on Cover Crop Adoption

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THE OHIO STATE UNIVERSITY

COLLEGE OF FOOD, AGRICULTURAL,
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Cereal Rye Followed by Soybeans



Cowpea in Corn-Soybean-Wheat Rotation



OSU South Centers
Piketon, Ohio

Summary of Soil Health Benefits

Summary of soil health management system benefits reported by 100 farmers.

| Benefits Reported | % Responding Yes |
|---|------------------|
| Increased Yield | 67 |
| Reduced Applied Fertilizer | 83 |
| Increased Crop Resilience | 97 |
| Increased Field Access | 93 |
| Improved Loan, Land, or Insurance Terms | 41 |
| Improved Water Quality | 100 |
| Protects License to Operate | 98 |
| Increased Soil Organic Matter | 54 |

Soil Health Institute, 2021

United States Farmers are
Business Managers First

Change farming and land use practices
when data indicates improvement in net
income, and other considerations

Adoption of cover crops is gradual,
currently about 5% of all U. S.
farmers have adopted

Economic analysis of cover crops is a long-term proposition

Consider as an investment such as installation of drainage tile or irrigation

Perspective also should be broader, what is sustainable ... holistic, generational thinking



National Cover Crop Survey



www.sare.org

- Conducted by Conservation Technology Information Center – funded by USDA/SARE
- Data reported for 2012 – 2016 Crop Years
- Surveys completed by about 2,000 farmers each year
- National in scope across major crop states
- Full report at sare.org/covercropsurvey



Yield Increase with Cover Crops

Percent increase in yield for corn and soybeans following cover crops versus comparably managed fields with no cover crops¹

| CROP YEAR | CORN | SOYBEANS |
|-----------|------|----------|
| 2012 | 9.6% | 11.6% |
| 2013 | 3.1% | 4.3% |
| 2014 | 2.1% | 4.2% |
| 2015 | 1.9% | 2.8% |
| 2016 | 1.3% | 3.8% |

¹ Data is from the SARE/CTIC National Cover Crop Surveys conducted annually for crop years 2012–2016.

Yield Increase Over the Years

Percent increase in corn and soybean yields after one, three and five years of consecutive cover crop use on a field, based on a regression analysis of data for crop years 2015 and 2016¹

| | ONE YEAR | THREE YEARS | FIVE YEARS |
|----------|----------|-------------|------------|
| Corn | 0.52% | 1.76% | 3% |
| Soybeans | 2.12% | 3.54% | 4.96% |

¹Figures shown are an average of yields from the 2015 and 2016 growing seasons, with yield data obtained from about 500 farmers each year through the SARE/CTIC National Cover Crop Survey.

Cost of Seeding Cover Crops

Cost of seeding cover crops

| ITEM | COST PER HECTARE |
|---------------------------------------|-------------------|
| Cover crop seed | \$25–\$124 |
| Seeding the cover crops | \$12–\$44 |
| Termination | \$0–\$25 |
| <i>Subtotal range</i> | \$37-\$193 |
| <i>Median cost from survey</i> | \$91 |

Cover Cropping Costs & Profits-Corn

Impact of cover crops on costs, returns and net profit for corn following one, three and five years of cover crop use and with various management scenarios

| BUDGET ITEM | YEARS OF COVER CROPPING | | |
|--|-------------------------|-------------------------|-------------------------|
| | One | Three | Five |
| All figures are per hectare | | | |
| Estimated input savings when using cover crops | | | |
| Fertilizer ¹ | \$0 | \$34.84 | \$54.11 |
| Weed control ² | \$0–\$37.07 | \$24.71–\$61.78 | \$24.71–\$61.78 |
| Erosion repair ³ | \$4.94–\$9.88 | \$4.94–\$9.88 | \$4.94–\$9.88 |
| Subtotal | \$4.94–\$46.95 | \$64.49–\$106.50 | \$83.76–\$125.77 |
| a. Savings on inputs (the low end of the subtotal range from above) | \$4.94 | \$64.49 | \$83.77 |
| b. Income from extra yield in normal weather year (survey data) ⁴ | \$8.99 | \$30.44 | \$51.89 |
| c. Cost of seed and seeding (survey data) ⁵ | \$91.43 | \$91.43 | \$91.43 |
| Net return in a normal weather year (a + b - c) | -\$73.45 | \$3.50 | \$44.23 |

Cover Cropping Costs & Profits-Soybeans

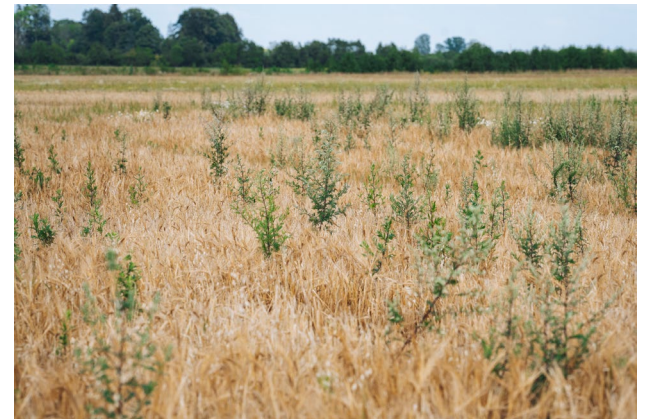
Impact of cover crops on costs, returns and net profit for soybeans following one, three, and five years of cover crop use and with various management scenarios

| BUDGET ITEM | YEARS OF COVER CROPPING | | |
|--|-------------------------|------------------------|------------------------|
| | One | Three | Five |
| All figures are per hectare | | | |
| Estimated input savings when using cover crops | | | |
| Fertilizer ¹ | \$0 | \$15.57 | \$20.76 |
| Weed control ² | \$0-\$37.07 | \$24.71-\$61.78 | \$24.71-\$61.78 |
| Erosion repair ³ | \$4.94-\$9.88 | \$4.94-\$9.88 | \$4.94-\$9.88 |
| Subtotal | \$4.94-\$46.95 | \$45.22-\$87.23 | \$50.41-\$92.42 |
| a. Savings on inputs (the low end of the range from above) | \$4.94 | \$45.22 | \$50.41 |
| b. Income from extra yield in normal weather year (survey data) ⁴ | \$28.29 | \$47.25 | \$66.17 |
| c. Cost of seed and seeding (survey data) ⁵ | \$91.43 | \$91.43 | \$91.43 |
| Net return in a normal weather year (a + b - c) | -\$58.20 | \$1.04 | \$40.91 |

Factors that can enhance economics of Cover Crop Adoption

Vary from farm-to-farm and by specific field

- Herbicide resistant weeds
- Grazing livestock on cover crops
- Soil compaction problems
- To facilitate transition to no-tillage methods
- Soil moisture retention/reduced irrigation
- Fertilizer costs/ manure nutrient sequestered
- Incentive payments are available





Unique Case: Brandt Farm

Long time leader of no-till and
cover crop adoption in Ohio

- Over 40 years experience with cover cropping methods
- About 1000 acres/400 hectares of cropland
- Trials with many species and mixes of cover crops

Long Term Changes Relative to Conventional practices - Brandt

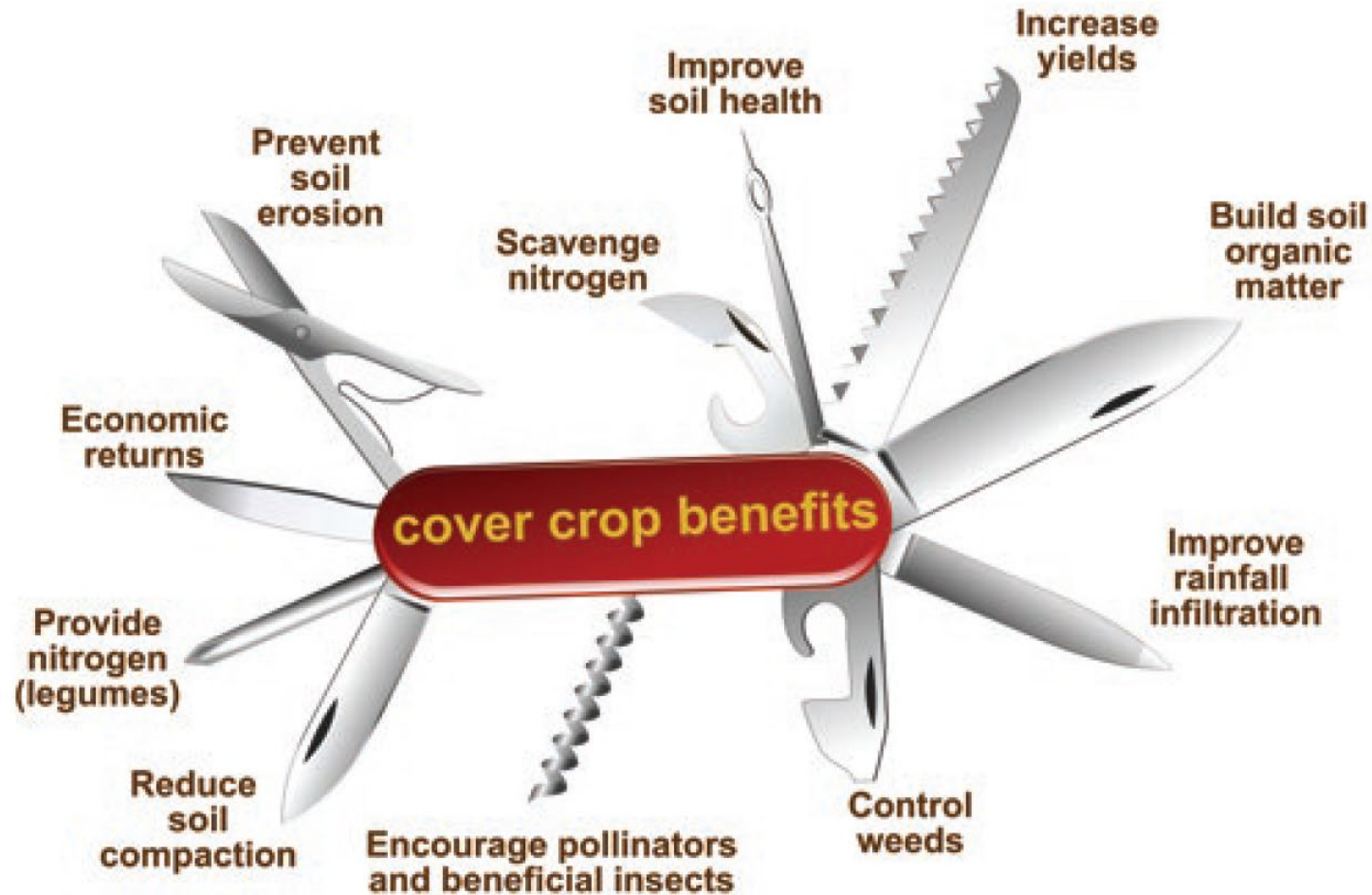
| | <u>Percent Change</u> | |
|-------------------------------|-----------------------|----------|
| | Corn | Soybeans |
| Variable Costs of production | -42 | -47 |
| Yield Change | -7 | +19 |
| Return to Land, Labor & Mgmt. | +37 | +78 |

Three Year Cumulative Margins

| | <u>\$ PER Hectare</u> |
|--|-----------------------|
| Conventional Corn/Soy/Corn | 2602 |
| No Till Corn/ Soy /NT Corn | 2723 |
| No till and cover crop Corn/Soy/Wheat | 3093 |



The Many Benefits of Cover Crops



The many benefits that cover crops provide contribute to increasing yield response and lower input costs over time.
Illustration by Carlyn Iverson



CFAES

Original soil quality
(Annually plowed field)

Improved soil quality
(No-till with cover crop)

Thank You for Listening!

QUESTIONS?