# B & R Farms Case Study

Soil Health: Basics, Practices, Benefits, & Barriers – Part 2 Ben Wiercinski, Agricultural Economist



#### Story via Multiple Slides: B & R Farms, PA

## Case Study: B & R Farm



- Schuylkill County, PA
- Farm size: 424 acres
- Study area: 360 acres total (150 ac corn, 150 ac soybean, 60 ac hay)
- Crops grown: Corn, soybean, hay, strawberries, greenhouse flowers
- Soil health practices:
  - 2008 No-till on all 360 acres
  - 2018 Rye cover crop after 150-acre soybean crop
  - **2019** Rye cover crop after 150-acre corn crop
- FRPP farm easement: 1999 and 2012
- Resource concern: Keeping valuable topsoil on the field

ROI = 42%

Annual Change in Total Net Income = \$7,055 Annual Change in Net Income Per Acre = \$20

## B & R Farm's Increase in Net Income

|   | Increases in Net Income                 |           |                  |                  |  |  |  |
|---|---|-----------|------------------|------------------|--|--|--|
|   | Increase in Income                      |           |                  |                  |  |  |  |
| 7 | ltem                                    | Per Acre  | Acres            | Total            |  |  |  |
|   | Yield Improvements due to No-till and   |           |                  |                  |  |  |  |
|   | Cover Crops                             | \$44      | 300              | \$13,283         |  |  |  |
|   | Total Increased Income                  |           | \$13,283         |                  |  |  |  |
|   | Decrease in Co                          | ost       |                  |                  |  |  |  |
| 7 | ltem                                    | Per Acre  | Acres            | Total            |  |  |  |
| K | Machinery Cost Savings due to No-Till   | \$32      | 308 <sup>3</sup> | \$9 <i>,</i> 948 |  |  |  |
|   | Cost Savings due to Interchangeable Equ | uipment P | a rts            | \$500            |  |  |  |
|   |   |           |                  |                  |  |  |  |
|   | Total Decreased Cost                    |           |                  |                  |  |  |  |
|   | Annual Total Increased Net Income       |           |                  |                  |  |  |  |
|   | Total Acres in this Study Area          |           |                  |                  |  |  |  |
|   | Annual Per Acre Increased Net Income    |           |                  |                  |  |  |  |

#### • Increased Yields:

• 10% increase in both corn and soybeans

#### • Decreased Costs:

- Fewer planting passes
  - Hay 5→1
  - Soybeans  $4 \rightarrow 1$
  - Corn  $3 \rightarrow 1$
- New drill allows for consolidation of parts with existing machinery

### B & R Farm's Decreases in Net Income

- No decreases in Income
- Increased Costs:
  - Rye after corn is cheaper (\$41/ac) compared to soybean (\$67/ac) because the rye seed is broadcast vs drilled
  - ~50% saving in rye seed costs because they grown their own seeds
  - 16 hr/yr spent researching tillage and 4 hr/yr spent researching cover crops

| Decreases in Net Income                      |          |       |          |  |  |  |
|--|----------|-------|----------|--|--|--|
| Decrease in Income                           |          |       |          |  |  |  |
| ltem   | Per Acre | Acres | Total    |  |  |  |
| None Identified                              |          |       |          |  |  |  |
| Total Decreased Income                       |          |       | \$0      |  |  |  |
| Increase in Cost                             |          |       |          |  |  |  |
| ltem   | Per Acre | Acres | Total    |  |  |  |
| Cover Crop Cost                              | \$54     | 300   | \$16,153 |  |  |  |
| Cover Crops Learning Activities              |          |       | \$105    |  |  |  |
| Residue and Tillage Mgt. Learning Activities |          |       | \$419    |  |  |  |
| Total Increased Cost                         |          |       |          |  |  |  |
| Annual Total Decreased Net Income            |          |       |          |  |  |  |
| Total Acres in this Study Area               |          |       |          |  |  |  |
| Annual Per Acre Decreased Net Income         |          |       |          |  |  |  |

# B & R Farm's Net Income Increases Exceeds the Decreases



## B & R Farm: Barriers to Adoption

#### • Financial Barriers:

- Upfront cost for no-till drill
- Received NRCS No-Till contract & PA Resource Enhancement & Protection Program (REAP) funding

#### • Technological barriers:

- Adjusting to new drill
- Reaching out to other farmers and experts

#### • Social Barriers:

• Adjusting to a new way of farming (e.g., switching to fall hay after years of spring hay)



#### Take Home Messages for B & R Farms, PA

## Highlights: B & R Farms Case Study



- By switching to no-till and adding a rye cover crop, the family was able to increase corn and soybean yields by a farmer estimated 10%
- Adopting to no-till saves **\$32 per acre** in reduced machinery and labor costs
- The increase in net income from no-till and cover crops outweighs the increased net costs, leading to an addition total net income of **\$20 per acre**
- Annual SH Benefits: \$23,731
- Annual SH Costs: \$16,676
- Annual SH Change in Total Net Income: \$7,055 or \$20/ac
  All in (2020 dollars)



## **Contact Information**



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## Guest Farmer: Norgan Bond B & R Farms