NRCS Energy Management Initiative

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About 30 Percent of Agricultural Production costs are energy related

- •Fuel \$10.2 billion
- Electricity \$3.3 billion
- Fertilizer and Pesticides \$ 21.2 billion

Largest on-farm energy users:

- Irrigation
- Tillage
- Transportation
- Inorganic fertilizers
- Petroleum based pesticides
- Buildings and motors
- Grain drying
- Plastics

Direct and Indirect energy consumption by Agriculture (2002):

- 1.7 percent of energy consumed in the US
- 1.0 percent of gasoline
- 6.0 percent of diesel
- 2.3 percent of LP gas
- 0.25 percent of natural gas
- 1.0 percent of electricity

- Oil prices have increased from less than \$30.00 per barrel in 2002 to around \$60 a barrel in the fall of 2005.
- Nitrogen fertilizer prices have risen from around \$200 per ton in the 1990's to over \$400 per ton in the fall of 2005.
- This fall's nitrogen price is 22 percent higher than it was a year ago.

"Although the global economic expansion appears to have been on a reasonably firm path through the summer months, the resent surge in energy prices will undoubtedly be a drag from now on."

Federal Reserve Chairman Alan Greenspan in a recent speech to Japanese business groups



Opportunity to expand adoption of conservation practices with links to energy conservation



- Residue Management
- Irrigation Water Management
- Nutrient Management
- Pesticide Management
- Drainage Water Management
- Rotational Grazing

Opportunity to expand adoption of conservation practices with links to energy conservation

Conservation Applied with NRCS Assistance In 2005

- Residue Management 6.7 m ac planned, 4.5 m ac applied
- Irrigation Water Mgmt 1.8 m ac planned, 1.2 m ac applied
- Nutrient Management 8.6 m ac planned, 4.1 m ac applied
- Pesticide Management 9.3 m ac planned, 3.9 m ac applied
- Prescribed Grazing 24.0 m ac planned, 16.3 m ac applied

Fossil fuel energy can be conserved on-farm by...

- Reducing tillage operations
- Reducing trips to field
- Reducing fertilizer/pesticide/plastic inputs
- Being more conservative in grain drying
- Increasing irrigation efficiency
- Recycling
- Substituting renewable energy
- Moving to rotational grazing

NOTE: Many of these practices also conserve **soil**, water and air.

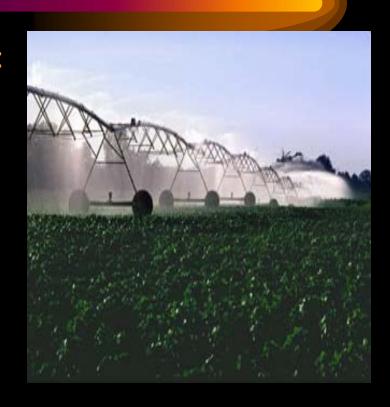
Saving energy and water

Improve irrigation efficiency by:

- Reducing crop water requirement
- Reducing pump pressure
- Increasing pump efficiency
- Up-grading equipment (Variable frequency drives)

Benefits:

- Reduced energy costs
- Reduced runoff
- Reduce chemical inputs



Saving energy and reducing crop fertilizer requirements

Nutrient management includes

- Crop rotations
- Cover crops
- Residue management
- Manure management
- Timing
- Application method
- Nitrogen inhibitors
- Soil tests





On-farm renewable energy technologies...

- Biogas (methane digesters)
- Wind turbines
- Bio-fuels
- Hydro
- Geothermal
- Solar

Crop Residue Management

- Can save at least 3.5 gallons of fuel per acre by going from conventional tillage to no-till
- On a farm with 1,000 acres of cropland, this adds up to 3,500 gallons of diesel fuel per year valued at \$7,700.

Nutrient Management

- 2.7 million tons of manure-based nitrogen are applied on agricultural land.
- It takes 40,000 cubic feet of natural gas to produce a ton of commercial nitrogen fertilizer.
- Doubling the application of manure-based nitrogen could save approximately \$1.2 billion worth of natural gas each year.
- Substituting manure for commercial fertilizer can reduce fertilizer costs as much as \$85 per acre.

Irrigation Water Management

- 27 million acres are under sprinkler irrigation.
- 80 % of these acres use center pivot systems.
- Converting from medium-pressure to low-pressure systems could save about \$9.00 per acre.
- Converting from high-pressure to low-pressure systems could save up to \$41 per acre.

Prescribed Grazing Systems

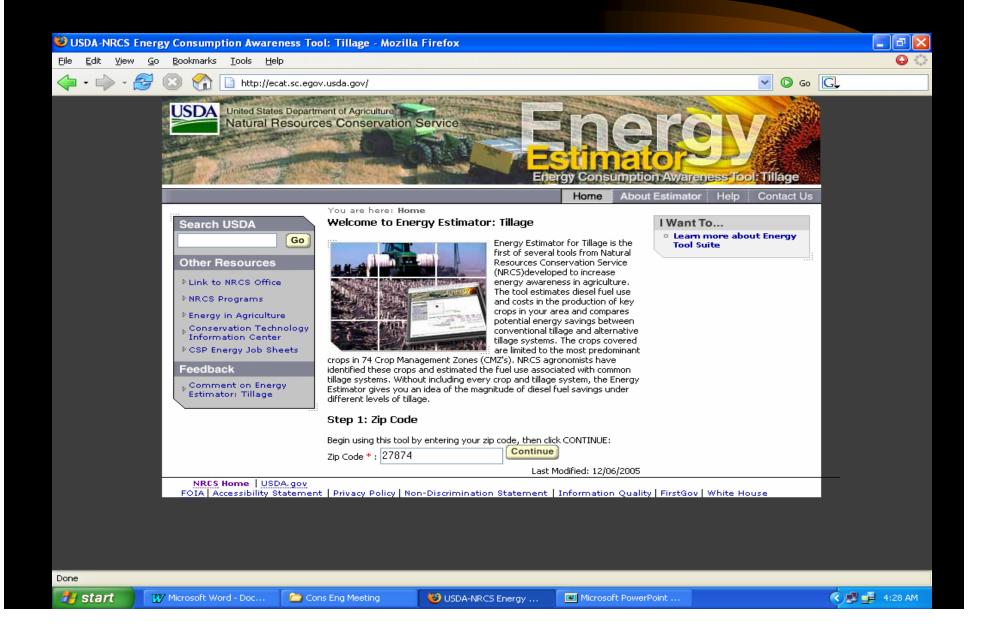
- Every month that cows can remain on pasture reduces energy costs by about \$11.00 per cow.
- Reduces feeding costs
- Reduces manure handling costs

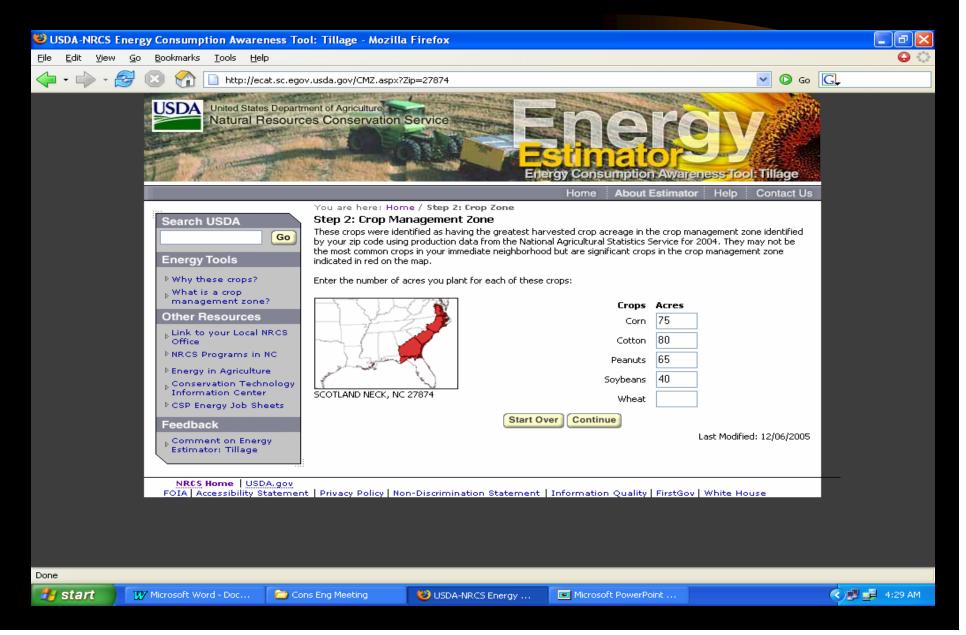
Windbreaks and Shelterbelts

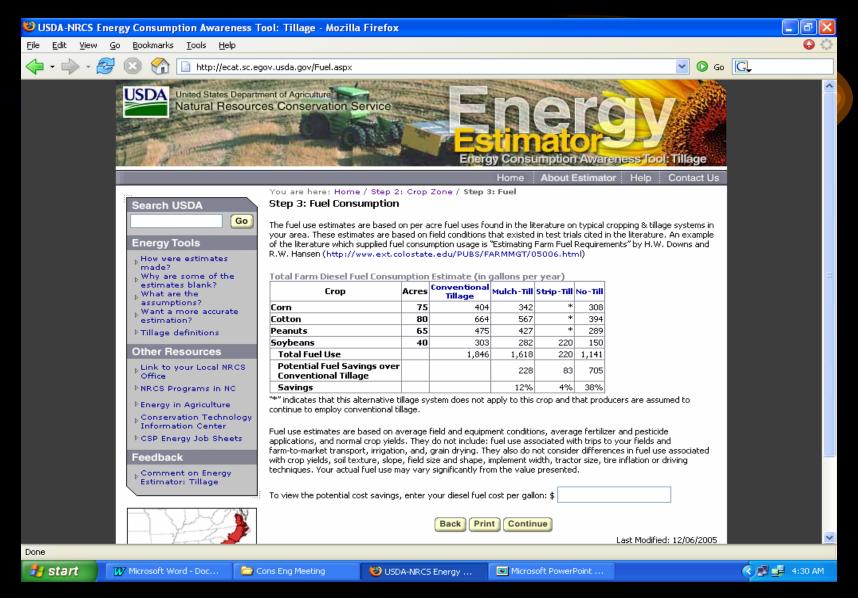
- Windbreaks and shelterbelts can reduce wind-induced erosion and save heating and cooling costs associated with farmsteads.
- When properly placed to shield farm buildings from strong winds, windbreaks can lower heating and cooling costs by up to 20 percent.

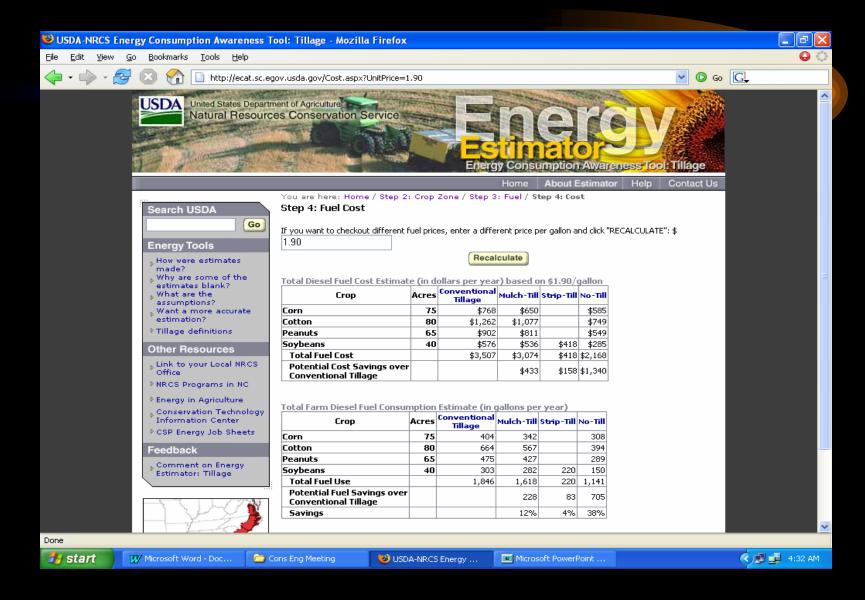
Pesticide Management

- Pesticide production depends heavily on energy.
- Integrated Pest Management reduces energy use and environmental risk while maintaining product quality.
- For example, some cherry producers have abandoned traditional spraying schedules to spray based on inthe-field microclimate information obtained from monitoring equipment and scouting.
- Typical herbicide costs can be reduced by about \$40 per acre with a 25 percent reduction of herbicide application.









Energy Estimator

Forthcoming Energy Tools:

- Nitrogen
- Irrigation
- Integrated energy estimator
- Energy use Self-Assessment

NRCS Energy Management Initiative

Energy Management Initiative Goals:

- 1. Modify NRCS program and technology policy.
- 2. Develop tools and technologies.

NRCS Energy Management Initiative

Energy Management Initiative Goals:

- 3. Enhance existing and develop new partnerships.
- 4. Communicate critical information to NRCS personnel and the public.
- 5. Enhance NRCS' energy conservation, renewable energy use, and bio-based products purchases.

