NSP CLIMATE-SMART PARTNERSHIP

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#THISIS Sorghum

ABOUT ME





USDA CLIMATE-SMART PARTNERSHIPS

- Interest in this program was truly unprecedented
- Around 850 projects were proposed
- The total requested was \$20 billion
- Between the two funding pools, 141 projects were selected
- The first pool (ours) included 70 projects
- The second pool (TAWC's) included 71 projects

OUR ELEVATOR PITCH

- Farmers will adopt climate -smart practices
- Data will be collected at every step
- Compensation will come at the end of the crop season
- The average payment will be \$50 per acre
- There will be an acreage cap of 500





OUR BUDGET

- The total budget is \$65 million
- Farmers will receive \$45 million
- Staffing will be added for \$7 million
- Data collection, third -party verification and additional climate -smart sorghum research comprise the balance

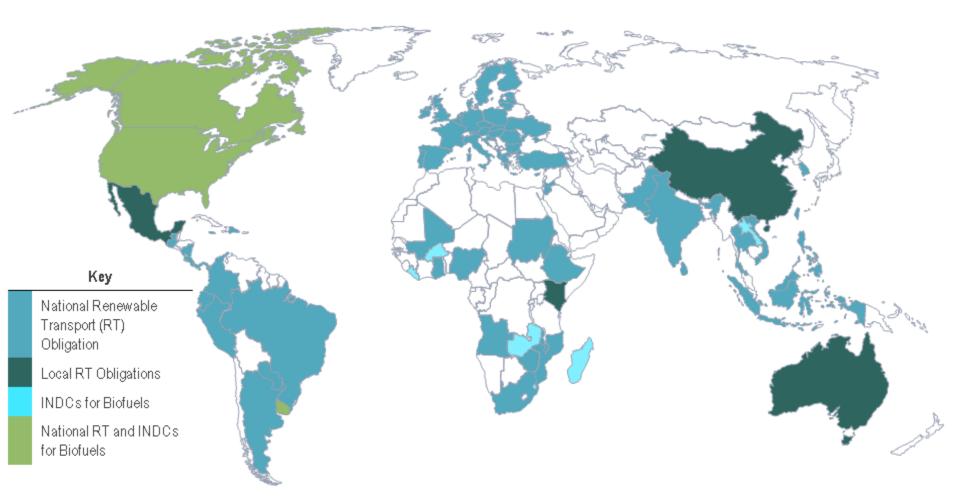


VALUING OUR PRACTICES

- Based on carbon emissions associated with farming and producing ethanol with the grain
- Value of carbon emissions is based on the price of carbon set by the California fuel standard
- Fuel standards pay the most for carbon emissions and are growing in importance (there are now 66 globally)



Global Renewable Transport Obligations & Global INDCs that Reference Biofuels



Sources: Renewables 2016 Global Status Report, REN 21; Intended Nationally-Determined Contributions (INDCs) Offer Opportunities for Ambitious Action on Transport and Climate Change, Partnership for Low Carbon Transport; Global Renewable Fuels Alliance

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APPROXIMATE VALUE OF OUR PRACTICES

| Practice | CI Savings (g/bu) | Payment (\$/ac) |
|--|-------------------|-----------------|
| No Till | 2,152 | \$40.32 |
| Precision N | 2,350 | \$44.03 |
| No Till + Precision N | 2,904 | \$54.41 |
| Reduced Irrigation | 2,341 | \$58.03 |
| Reduced Irrigation + No Till | 2,895 | \$71.77 |
| Reduced Irrigation + Precision N | 3,093 | \$76.67 |
| Reduced Irrigation + No Till + Precision N | 3,647 | \$90.41 |



THE FUTURE

- Water is the biggest threat to sorghum country
- A bolt-on project on water -smart sorghum is next
- Then, we plan to do a bolt -on project on nitrogen management



INTERESTED IN PARTICIPATING?

- Act quickly, but know that the airplane is still being built, even though it took off already
- Visit sorghumgrowers.com/ climatesmart
- Email me at john@sorghumgrowers.com





QUESTIONS?