Environmental and economic effects of regulating phosphorus use and losses from the agricultural sector – an empiric study

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#### **Eutrophication**



#### Agriculture





### ... animal manure





## Tax on phosphorus surplus



# **Dynamic modelling**

Profit maximization of farmer profit

Dynamic variables:

□ Type and amount of P fertilizer (manure and/or chemical)

□ Nitrogen fertilizer (chemical)

□ Crop choice

□ Implement area measures to reduce P-losses

□ Different choice in his production to reduce P losses

□ All other variables are presumed constant (e.g. pesticide use)

Simple model describing stock changes over time (change in Papplication and crop removal)

Model calculating the phosphorus index and different effects from e.g. implementing buffer zones, wetland areas. Case area: Odense Fjord catchment

16.448 fields
63.287 hectares
1.425 farms

Signaturforklaring /andlat kovområde Byområder Odense Fjords opland

Reference: Miljøcenter Odense 2007

## **Odense Fjord catchment**

Farm types	No. of farms	No. of fields	Hectares
Plant producers	701	6.606	24.943
Pig producers	328	4.709	21.063
Cattle producers	359	4.448	14.708
Other	37	685	2.572
Total	1.425	16.448	63.287

## **Odense Fjord catchment**

Phosphorus numbers	Denmark	Odense Fjord catchment
0,0-0,9	1	0
1,0-1,9	9	13
2,0-2,9	24	28
3,0-3,9	27	27
4,0-4,9	20	17
5,0-5,9	11	8
6,0-6,9	5	3
7,0-7,9	2	2
8,0-8,9	1	1
9,0-10	0	0
>10	0	0

Reference: Oversigt over Landsforsøg 2003

### **Phosphorus index - Pl**

### □ Regulation at risk areas





## **Odense Fjord catchment**

Farm types	PI 0-50	PI 50-90	PI 90-100	
	Percent of fields			
Plant producers	36	49	15	
Pig producers	37	56	7	

### Summing up

Regulation of phosphorus use in agriculture is necessary

One way is by use of surplus taxes supplemented with some command and control measures in risk areas

Another is by use of a phosphorus index tax
I return with results next year!

# Thank you