- MAY 2, 2018 -

Land Access for Livestock Farmers



- PRESENTED BY Jason Silverman
Land For Good

- HOSTED BY -



Introductions



Food Animal Concerns Trust (FACT) is a national nonprofit organization that advocates for the safe and humane production of meat, milk, and eggs.



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FACT's services for livestock and poultry farmers include:

- Fund-a-Farmer Grants
- Conference scholarships
- Free webinars
- Humane Farming Mentorship Program

Our Presenter



Jason Silverman
Land For Good



Land Access for Beginning Farmers

Food Animal Concerns Trust May 2, 2018

Jason Silverman

Massachusetts Field Agent, Land For Good

What We'll Cover:

- Farmland Access
 Basics
- Farm Lease Basics
- Farm Search Strategies
- Evaluating Land





Tenure goals and values

- Tenure means "to hold"
- Tenure Goals
 - Personal
 - Family
 - Business
- Equity Preferences





Land Tenure - You need:

Access to land

Security to hold it



Clear division of rights and responsibilities



Tenure options

- Own
- Rent
- Can be some of each
- Can change over time
- Fit your business plan
- Make room for revision





Owning

- Advantages
 - Max. security
 - No landlord
 - Build Equity
 - Collateral
 - Emotional ties
 - Legacy

- Disadvantages
 - Debt
 - Ties up capital
 - "Too permanent"
 - Ongoing costs
 - Responsibility



Paths to Ownership

- Outright Purchase
- Mortgage
- Lease-to-own
 - Right of First Refusal
 - Purchase option
- Gift over time





Renting Land

Advantages

- Flexibility
- Other uses of capital
- Less debt
- Greater financial return to family living?
- Could be your only option!

Disadvantages

- Less security
- Harder to build equity
- Can lose investment in improvements
- May not be able to borrow or participate in programs
- Managing landlord(s) relationships



Types of Leases

- · Oral vs. written
- Short-term lease
 - Rolling lease term
 - Trial term
- Long-term lease
 - ROFR, Option to Purchase
- Ground lease
- Residential lease
- Equipment, building, livestock leases







What's in a good lease?

Five elements -> minimum lease contract

- 1. Names of parties
- 2. Premises
- 3. Term
- 4. Consideration
- 5. Signature





What else can be in a lease?

- Permitted & prohibited uses
- Maintenance, repairs
- Improvements
- Liability/insurance
- Termination & default
- Landlord's reserved rights

- Taxes & utilities
- Permissions & approvals
- Dispute resolution
- Sublease and assigns
- Stewardship provisions
- Recording the lease?
 (Local Registry of Deeds)



Determining the Rent

- No magic number
- What is comparable land going for?
 - We have seen in New England:
 - \$50-100/Acre/Year tillable
 - Less for pasture/hay
 - \$100-250/A/Yr prime soils
 - Even as high as \$350-400/A/Yr!





Determining the Rent

What does the landowner need?

- DIRTI 5: (Covering the bases)
 - -Depreciation
 - -Interest
 - -Repairs
 - -Taxes*
 - -Insurance





Determining the Rent

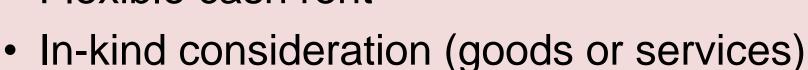
What can you afford?





Types of Rent

- Cash rent
- Share lease
- Flexible cash rent



Caution: "no rent"





Infrastructure & Improvements

- Who's responsible for what?
 - Repairs / Maintenance
- "Ecosystem" improvements, e.g., soil
- New structures → what happens?
 - Permanent
 - Non-permanent





Types Of Landlords

- Private non-farming
 - On-site
 - Absentee
- Exiting farmers
- Institution/organization
- Public





Conservation Easements

What is an easement?

Easements and farming

Easements and affordability



What to consider



Farm Search - Where to Look

- Regional Land Linking / Land Posting Sites!
 - New England Farmland Finder
- Local commissions
- Town and county departments
- State (Land Bank, Dept. of Natural Resources)
- Land trusts, conservation organizations
- Real estate agents



Farm Search - Where to Look

- Your network: other farmers, suppliers, consultants, neighbors
- Farm service orgs: USDA, Extension,
 Conservation Districts, Farm Credit
- Farmer & farm support organizations
- Farm publications; newsletters
- Craigslist? MLS? Zillow? Google? Sure!



Farm Search - Be Proactive!

- Promote yourself!
 - Make a flyer
 - Put out a classified ad



- Make a tenure plan; make a search plan
- Think outside the box; be flexible
- Get help; it takes a network to find a farm
- Be patient
- Start farming in the meantime, at whatever scale you can!



Identifying Farm Search Priorities

	Necessary	Desirable	Optional
Tenure			
(own? lease?)			
Location			
Natural			
features			
Built			
features			
Housing			
Community			
Other			



Identifying Farm Search Priorities

	Necessary	Desirable	Optional
Tenure			
(own? lease?)			
Location	Franklin	Conway, MA	Near Existing
	County		Acreage
Natural features			
Built features			
Housing	Enough space for my family	Garage, Space to park equipment, Land for animals	Adjoining acreage, paved driveway
Community			
Other			



Evaluating: Physical Attributes

- Access, entry
- Acreage
- Visibility, traffic (farm stand?)
- Support services
- Markets
- Neighboring farms?
- Soils!





Web Soil Survey

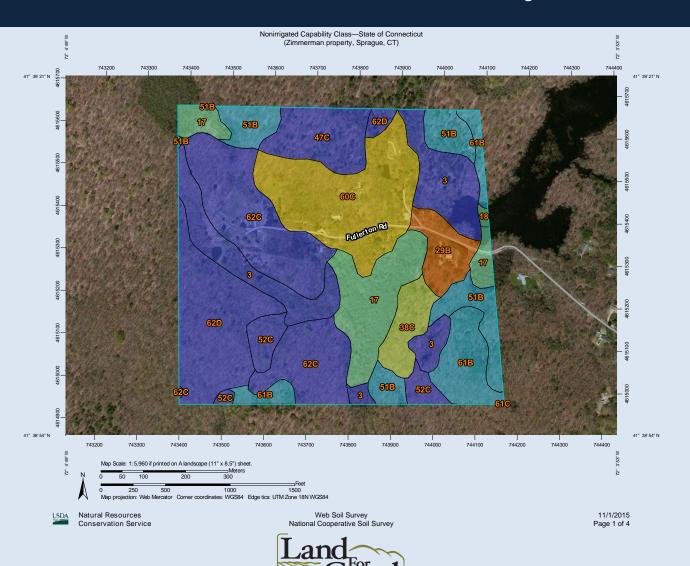




Web Soil Survey



Web Soil Survey



Evaluating: Other Attributes

- Infrastructure
- Water Sources
- Utilities
- Housing
 - On-site vs Off-site







Evaluating: History & Legal

- Prior farming uses
 - Wetlands!
- Non-farm uses
- Right Of Way (town/utility)
- Easements





Resources

- www.landforgood.org
 - Seeker toolbox
 - Leasing toolbox
 - Acquiring Your Farm online tutorial
 - Build-a-Lease
 - Sample leases
 - Guide for landowners





Thank you!

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Questions & Answers

Please type your Q's!



Connect with FACT Food Animal Concerns Trust

Upcoming *free* webinars

May 15: Nutritional Benefits of Pasture-Raised Animals

May 30: Creating a Forage Chain for Your Livestock

Register @ foodanimalconcernstrust.org/webinars/

Grants, Scholarships, Mentorship & More!

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