

Economics of Land Degradation

*Insights from an evaluation study in Bundelkhand by
Development Alternatives Group*

Presented at UNCCD COP 14
Rio Pavilion
3rd September, 2019

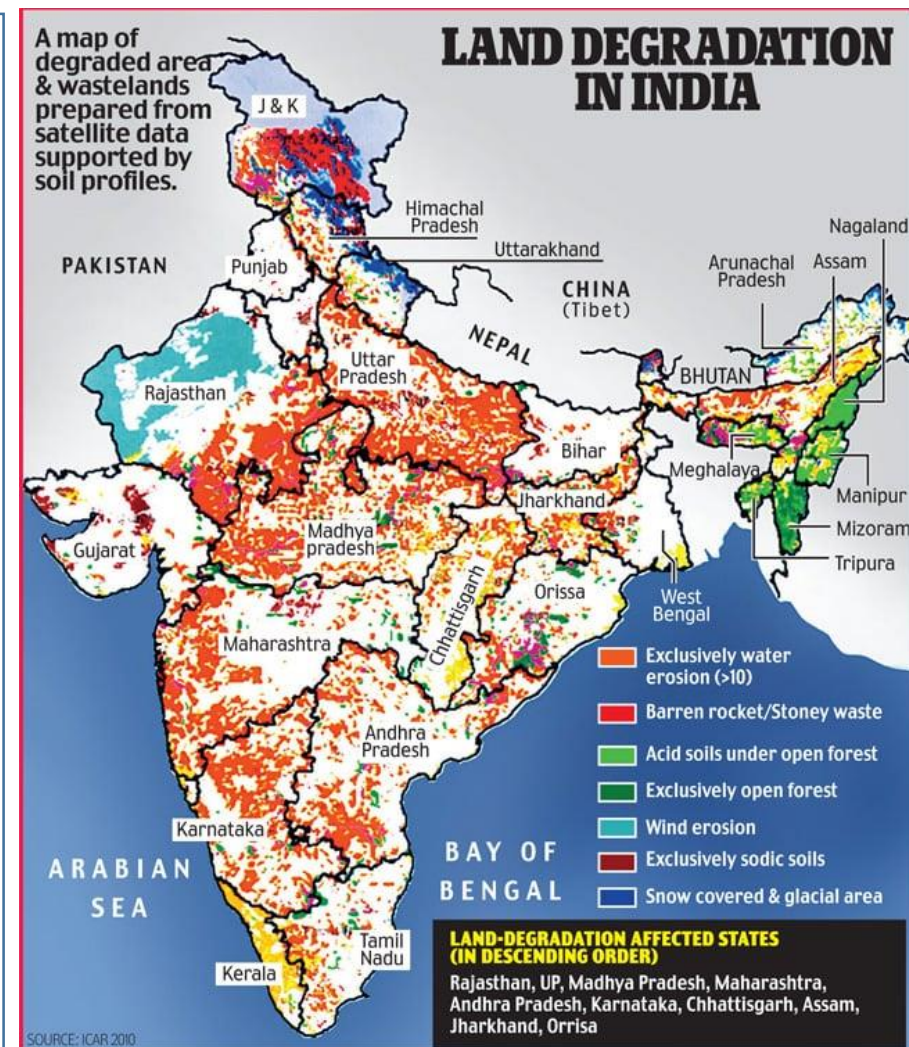
Side Event

*Evaluating the
Impact of Land
Remediation
through the
Lenses of Natural
Capital and SDGs
in the
Bundelkhand
Region in
Madhya
Pradesh, India*



- **Land Degradation – Current scenario in India**
- **Bundelkhand – A Brief Profile**
- **Introduction to Project- ELD**
- **ELD Methodology Adapted to Local Context**
- **Insights from Field : TBL impact of Land Management.**
- **Initial Evaluation Findings**
- **Opportunities for India**
- **Emerging Questions**

- India, with 2.4% of the world's land but 17% of its population has very low per capita availability of land (SoER, 2015)
- 97 mn (i.e. 29%) hectares of land is under degradation and of this 83 Mha is undergoing desertification (SoER, 2015)
- Major causes of degradation are water erosion (36 Mha) and wind erosion (18 Mha) (SoER, 2015)
- 67% of net sown area is rain-fed and therefore completely dependent on ecosystems for water access (CRIDA)
- India is losing Rs. 28,500 crore, on account of degraded lands equal to 12% of total value productivity of these lands (Ankita Rai, 2015)



Environmental

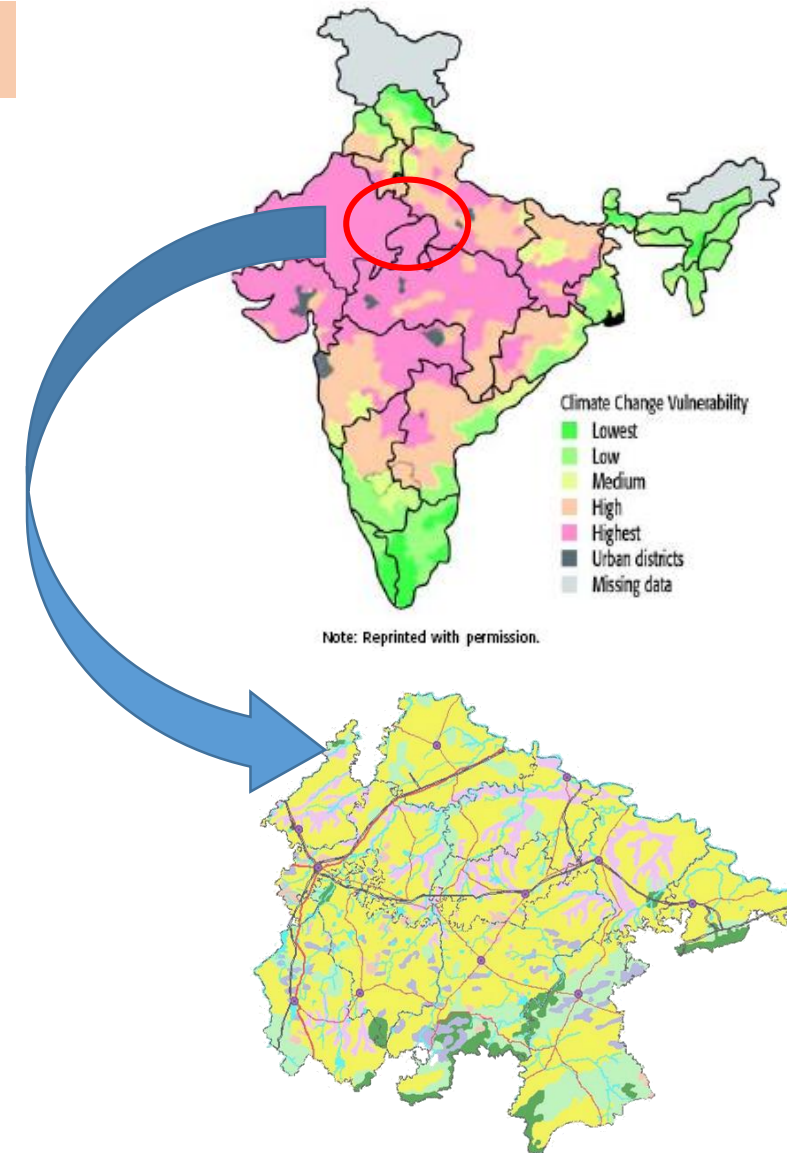
- Reduced precipitation rate by 32% between 2013-2018 (IMD)
- 33% of the cropped area receives less than 750 mm rainfall
- 22 % of total area under forests mainly shrub and heavily encroached
- Shift in monsoon period by 55-60 days, from mid-June to mid-August
- 70% of tanks, ponds and reservoirs are dry due to fall in surface and groundwater

Social

- Seasonal migration rate in Bundelkhand is 39.4%
- Aggregated HDI rank at 0.594 is amongst the lowest in the country (India average is 0.663)
- Average literacy rate 66 % , lower than the state average of MP and UP which is 69%
- 48 % of population below poverty line
- 26% of population belong to lower social class

Economic

- Per capita income is 50-55% lower than the national average
- 67% population is in agriculture and 77% of those are small and marginal farmers
- Small and fragmented size land holdings
- Per capita food availability is only 330kg per annum



Development Alternative's Work on Natural Resource Management in Bundelkhand

Watershed Development

- Soil water conservation
- Participatory net planning
- GIS based planning
- Water use efficiency



Sustainable Agriculture

- Crop diversification and integrated farming
- Climate resilient agri-practice
- Organic farming
- Farmer producer Org.



Climate Adaptive Planning

- Awareness generation
- Climate adaptive decentralized planning



Reviving Natural Ecosystems

- Ecological rejuvenation in arid and semi arid region
- Afforestation



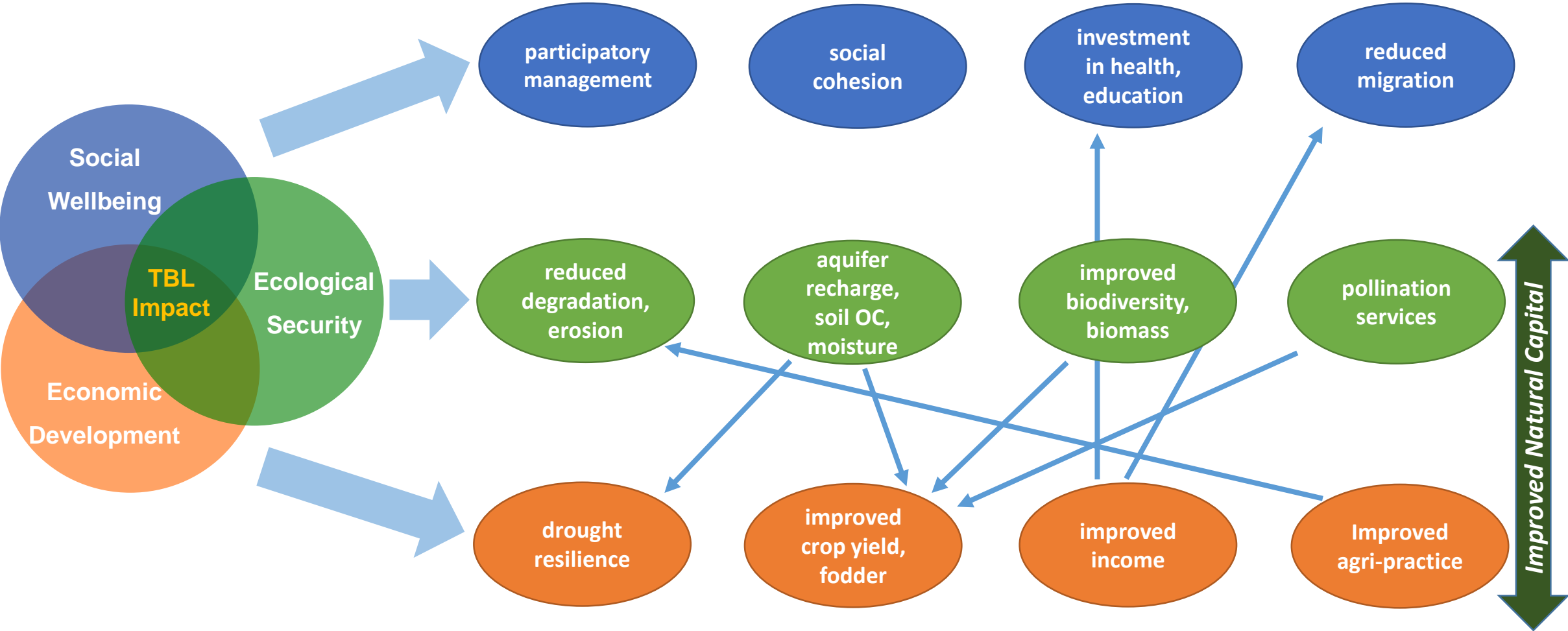
Research & Policy Influence

Training & Capacity Building

Outreach & Awareness Creation through Rural Communication Channels



Integrated Natural Resource Management



*Valuing
land as
a
function
of how it
is used*

- We present an '*economic*' approach that values natural resources under different management regimes to combat desertification.
- Using the value of ecosystem services, the augmented value of our natural capital is estimated as a function of how the ecosystems are used and managed.
- Increases in the value of services of land through remediation are compared with the costs of remediation.

Introduction to the Current Study



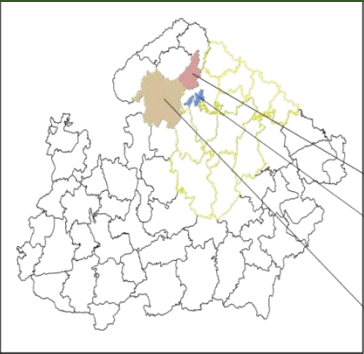
To evaluate the potential of land remediation activities as beneficial and cost effective measures for combating desertification



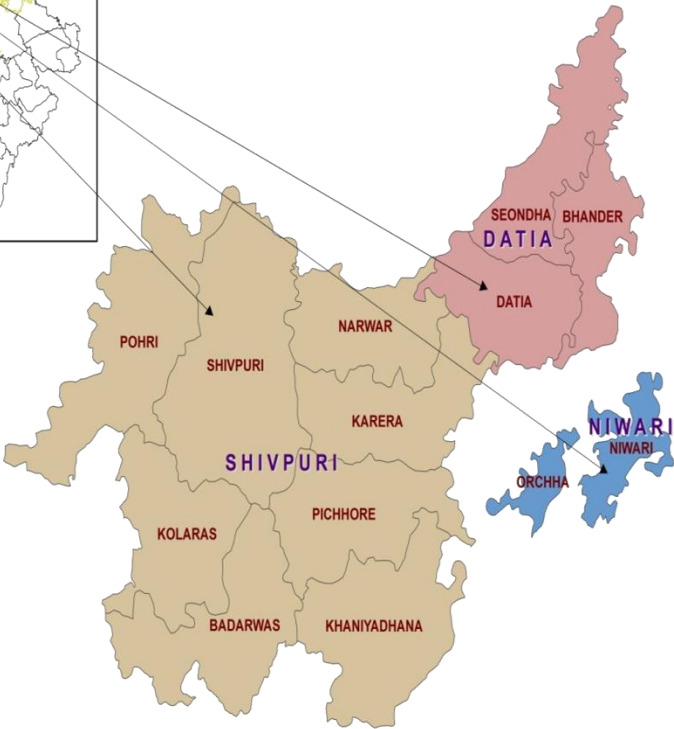
To develop a toolkit for assessment of similar land remediation programmes under similar environmental and socio-economic conditions



To evaluate changes in SDG indicator values for a reduction in land degradation.



Locational Map of Intervention Area



Geographical Coverage

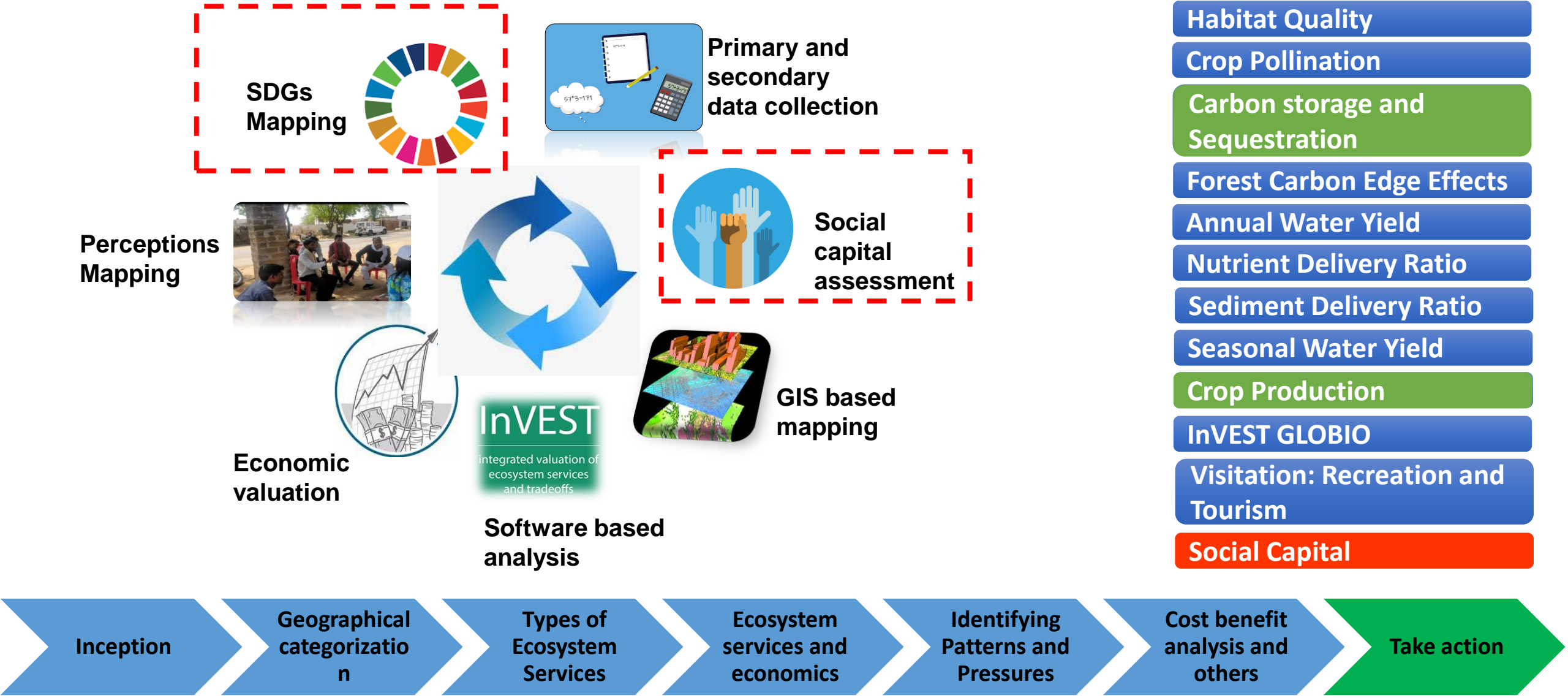
3 districts : Datia, Shivpuri, Niwari

Comparison Period

2013 and 2018

Partners:

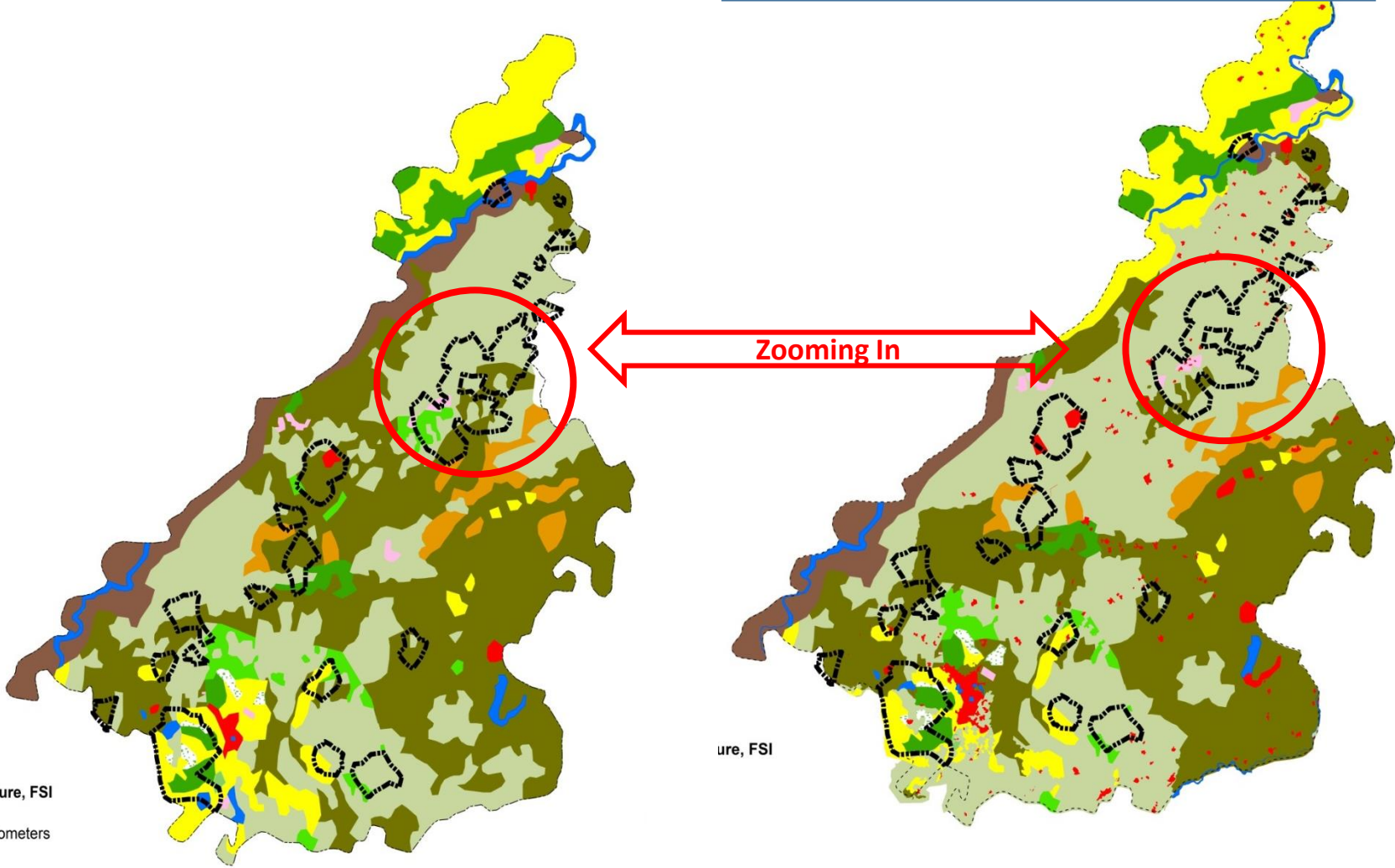




Initial Evaluation Findings – Land Use Changes from 2013 to 2018 – In Intervention Cluster

2013

2018



Data Source:- Survey of India,
MPCOST, Department of Agriculture, FSI

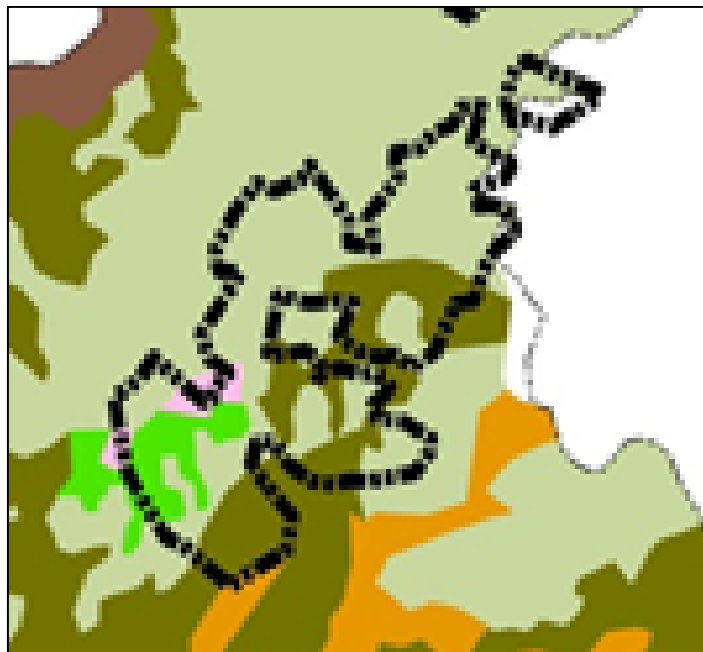


- Legend**
Landuse / Landcover Year (2018)
- Beneficiary Villages
 - Moderately Dense Forest
 - Open Forest
 - Single Crop (Kharif Season)
 - Single Crop (Rabi Season)
 - Double Crop Land
 - Fallow Land
 - Grazing Land
 - Reversion / Gullied Land
 - Stony / Waste Land
 - Habitation
 - Water Body
 - Agriculture in Forest
 - District Boundary

 Development Alternatives



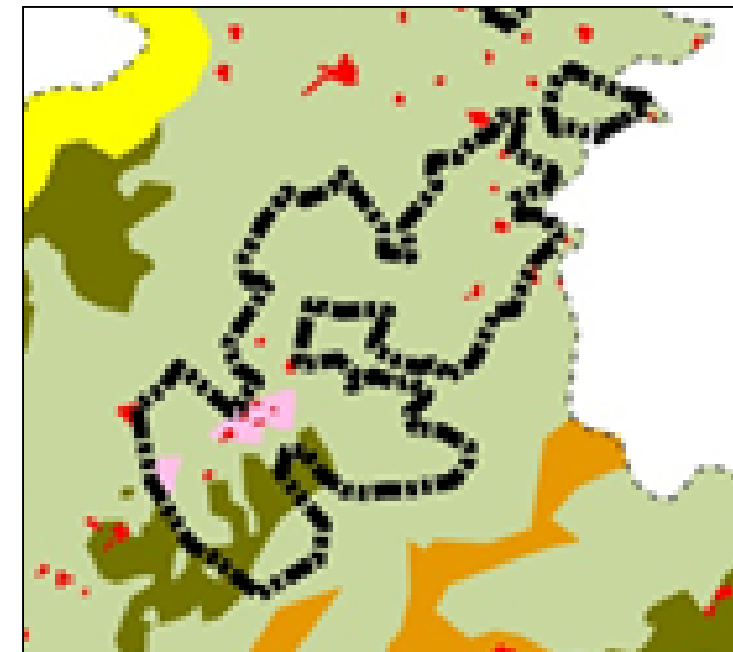
2013



Conversion of single cropped
land to double cropped land

Increase in on-farm
habitation

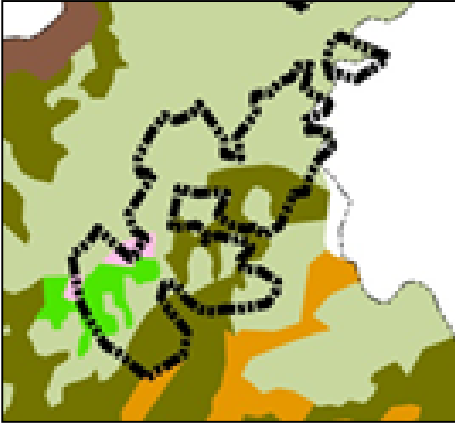
2018



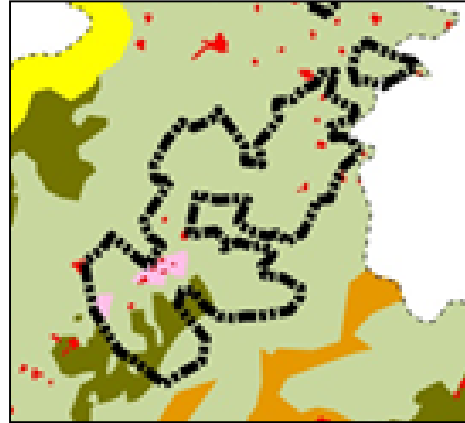
Initial Evaluation Findings – Relative Change in Land Use from 2013 to 2018 – In Intervention & Control Cluster

Intervention

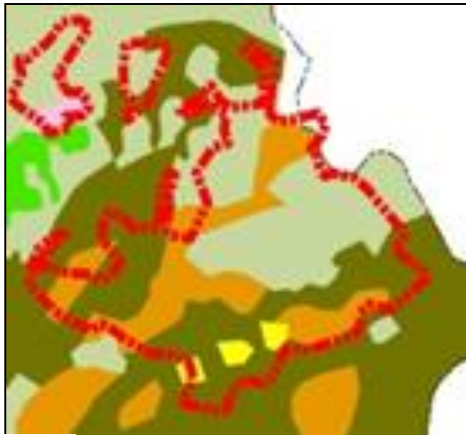
2013



2018



Control



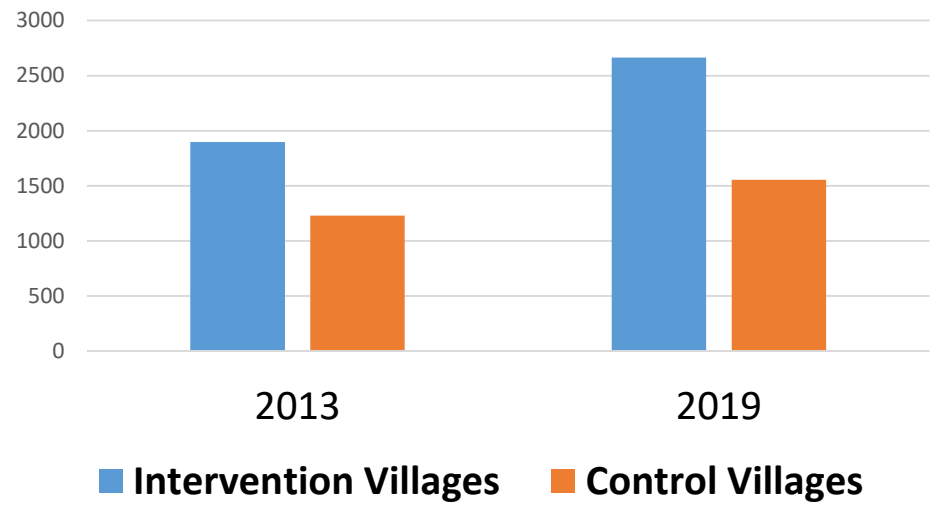
- Increase in area under double cropping by 3 times in the beneficiary village

- All the single crop area during rabi season (Oct-Feb) got converted to double cropping, farmers have started cultivating Khariff season crops like paddy, groundnut and Black gram

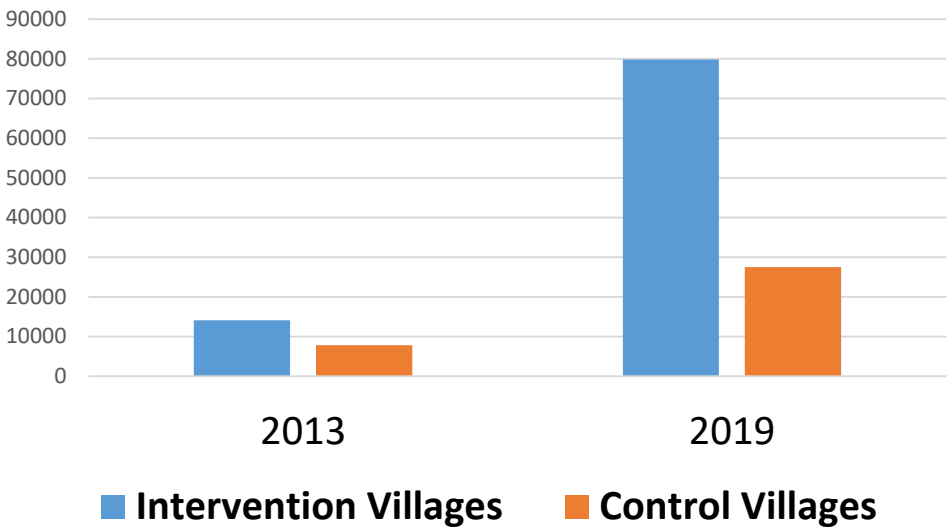
- Increase in double crop area in control villages also, but not as much as in intervention villages

Initial Evaluation Findings-Crop Production

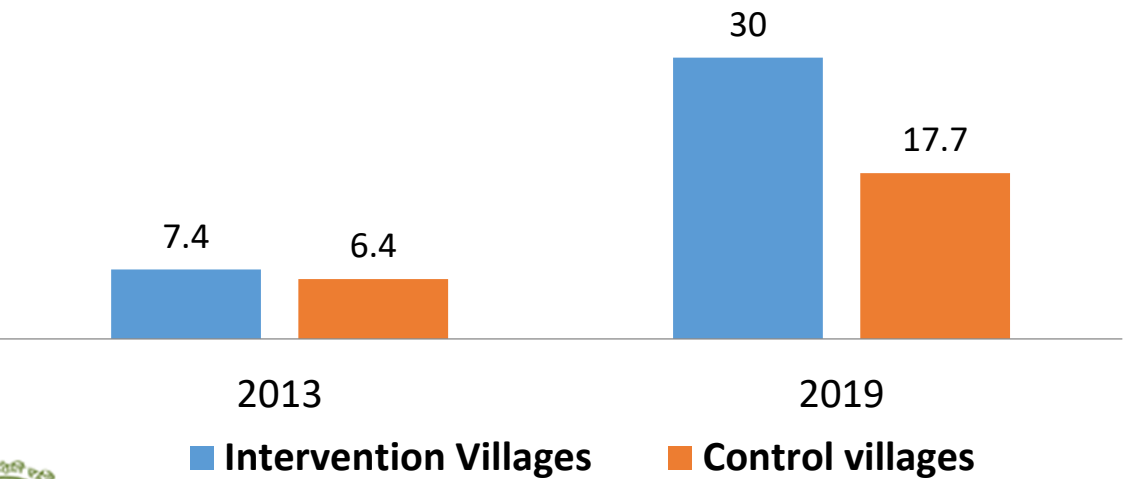
CROP AREA (In ha)



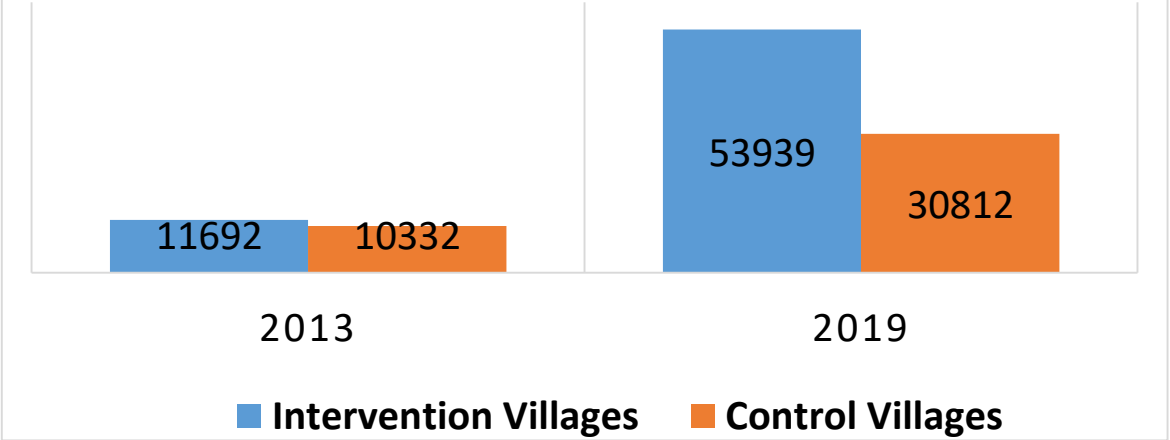
TOTAL PRODUCTION (In quintals)



PRODUCTIVITY (Quintals/ha)



VALUE PER HA (INR)



Benefits from land Remediation	Rs. Lakh	
	If Sustained (For 30 years)	If Limited (For 10 years)
Crop Production	10,033	6,020
Carbon Sequestered	332	199
Total	10,364	6,219
Costs of Remediation (Project costs)	450	450
Benefit-Cost Ratio*	23.0	13.8

*Benefits are present values at 4% discount rate



- **The initial results show that the benefits received from the land remediation activities (natural capital) are much greater than the costs and are unparalleled in terms of economic value**
- **The study can provide scientific evidence for policy recommendation of where to invest in remediation and how much to invest**
- **It can contribute to India's commitment of achieving the LDN targets of halting any further land degradation and rehabilitation of at least 30 m ha degraded wasteland, forest and agricultural land**

- Can this methodology play an important role in restoring the land degradation and achieving the LDN target ?
- Can this contribute to the decision making and incentivize investments in land restoration?
- Can this influence biodiversity conservation and better management of ecosystem services

THANK YOU

