



Suzanne Fletcher

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Morridge Hill Country (MHC)

Defra Landscape Enhancement Pilot Project

Suzanne Fletcher (PDNPA)

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Morridge Hill Country - ELM Landscape Recovery Pilot Project

Ambition - to provide hope & inspiration for enhancing biodiversity in one of the worlds most visited national parks

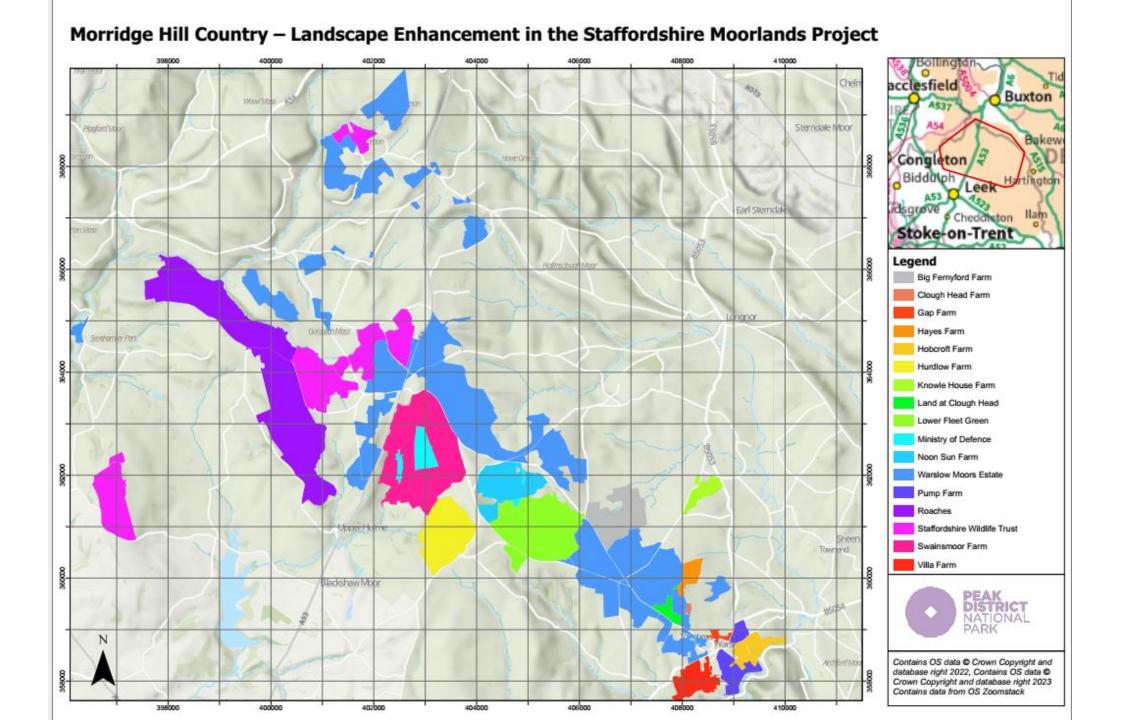


Working with: farmers, land managers & landowners across 2,600 + ha to create a 'bigger, better, and more connected natural landscape which sequests & stores more carbon

By developing:

- novel private finance access for family farms
- sustainable farm business model including option analysis for landscape recovery
- artificial intelligence "AI" to baseline land type & natural capital
- restoration vision into an investable proposition

Enhancing - local sustainable food production, cultural heritage, access, engagement & special qualities **Defra Contract** – 1 May 2024 to 30 April 2026 - £750k for 2 year Development Phase – no capital works **Aim** - to develop a successful model which leads to a 20 to 30 year delivery phase.



MHC - habitats

Peat & Blanket Bog restoration - c1,500 ha

Lowland hay meadow, species-rich grassland, scrub pasture - c100ha

Increasing woody habitat - c400 ha

Species-rich grassland, scrub pasture

A REAL PARTY

Wetland creation – c30ha

MHC - species







MHC - novel private finance access for family farms

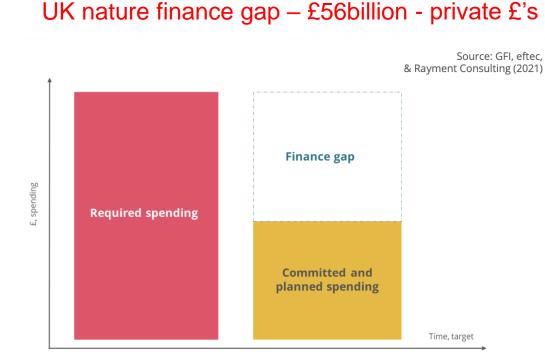
Challenge: to develop a route for farmers (tenants) to access private £'s **Concerns:**

- Uncertainty of income potential lack of direct comparables
- Lack of confidence in market rules green washing, due diligence, tax
- Long term commitment succession planning
- Integrating food production
- Aggregation of holdings & need for trust for financial relationships
- Tenanted land who "owns" what?
- Farmer capacity & expertise
- Potential future insetting requirements (Carbon) "Save it for the supermarket "
- Payment level what will it take?
- Lack of **trust** of national/international business investment might there be more confidence in sector related & local businesses greater investment/emotional connection to the place?

Trusted local advice, support & whole farm approach - vital

Aim: simple, easy access to private £'s for a farmer

Pump Farm – develop local hub & exemplar demonstration farm





MHC - sustainable farm business model

Opportunity of a generation

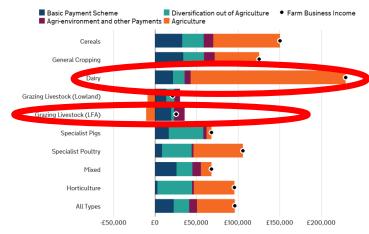
- **Consistent clear messaging** needed from Government & partners
- Focus on landscape recovery (nature recovery, climate change, water quality/quantity/flow, cultural heritage, access, engagement)
- Landscape recovery & sustainable food production but less stock
- Role of Protected Landscapes at the heart of nature recovery

How - Option analysis for landscape recovery & what it might look like for the farm business budget?

- **Current** farm system
- "Utopia" nature recovery (carbon management)
- New approach what is practical & how far is the farmer/land manager prepared to go?
- Consider both revenue, capital £'s including infrastructure

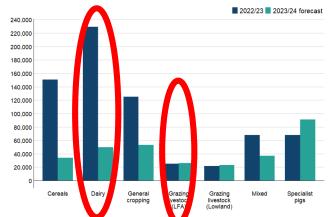
3 Farm Business Income by Cost Centre

Figure 3.1 Cost Centre breakdown for Farm Business Income by farm type, 2022/23.



1 Farm Business Income by farm type

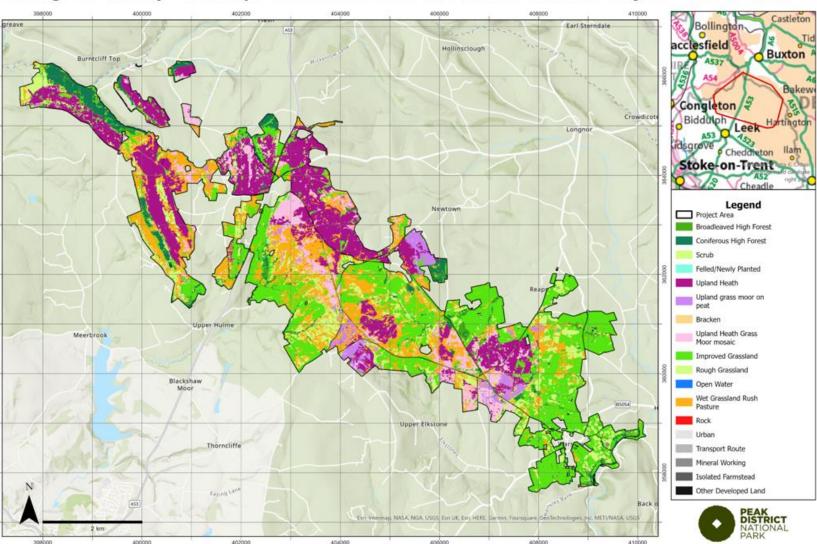
Figure 1.1 Average Farm Business Income (£ per farm) by farm type, England 2022/23 and 2023/24 forecast



MHC - artificial intelligence "AI"

Further development of AI with Cranfield University to:

- Baseline land type/habitats
- Baseline natural capital
- Model habitat changes
- Model landscape change going forward
- 1991 what took 4 people 6 mths – now done in 1 day
- For more info see <u>Remote Sensing</u> <u>| Free Full-Text | Multi-Stage Semantic</u> <u>Segmentation Quantifies Fragmentation of Small</u> Habitats at a Landscape Scale (mdpi.com)



Morridge Hill Country - Landscape Enhancement in the Staffordshire Moorlands Project - Land Use & Cover

MHC - restoration vision into an investable proposition

Working with a Green Finance Consultant

- review green finance opportunities & design business model to deliver the nature restoration vision for MHC
- the business model will outline the following:
 - costs of delivery over the life of Landscape Recovery grant agreement (bespoke > 20 years)
 - sources of private investment e.g. income over the life of the project, unit based payments (Peatland & Woodland), upfront investment from private organisations place based £'s
 - conditions of any private investment repayment terms or monitoring/reporting, due diligence
 - how cash flow will be directed to capital projects
 - how **public funds** can be used to make the project financially viable
- market volatility e.g. risks to the projected cashflow
- legal complexities special purpose vehicle, aggregation model?

		Project Development				
Identify Opportunities	Technical Feasibility	Development Funding	Readiness + Aggregation	Implementation Finance	Optimisation	Performance Management
Strategic Planning		Whole Farm Business Plan Advisor				

Thank you for listening!