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Wageningen Economic Research

INTIA: 3rd ANNUAL WORKSHOP ON FARM MANAGEMENT







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# Short history of Wageningen Economic Research

Year	Institutional change
1940	LEI - Founded by Farmers Organisations
1971	Part of Government (Foundation DLO)
1996	Merging of Wageningen University & Agricultural Research Organisation (DLO)
2000	Privatisation of LEI-DLO
2016	New name of LEI -> Wageningen Economic Research















New policy objectives ask for new data







- European policies are (being) adapted:
  - Common Agricultural Policy: Cross Compliance, Greening, Rural development
  - Green deal, farm to fork strategy, bio-diversity strategy
- Policy evaluation has a need for data on these topics
- Broader need for sustainability information from retail, sector initiatives, farming sector, governments, NGO's.



### Background sustainability monitoring in the Netherlands

- Societal concerns about agricultural production
- Private sector initiatives on sustainability
- Policy objectives broader than economic results
  - Minimum standards
  - Specific objectives
- National policies of Dutch Ministry: transition sustainable agriculture, policy sustainable livestock sector, vision on circular agriculture
- Integrated assessment of policy measures (environmental economic evaluations)





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### Sustainability topics in Dutch Policy and FADN

- Energy use and GHG emissions
- Manure and nutrients
- Use of antibiotics
- Use of pesticides
- Water quality
- Innovation
- Nature management
- Other income sources
- Farm tourism











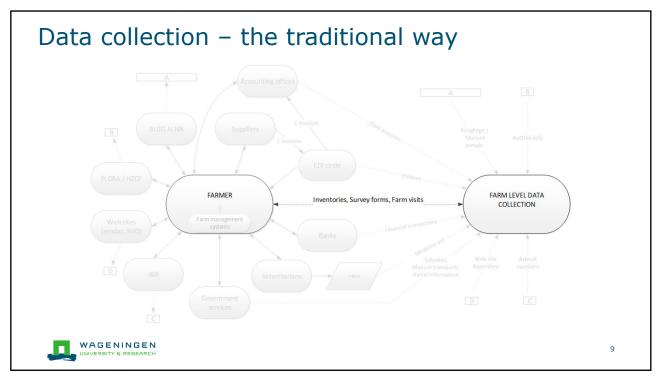
Changing policy priorities lead to new information needs

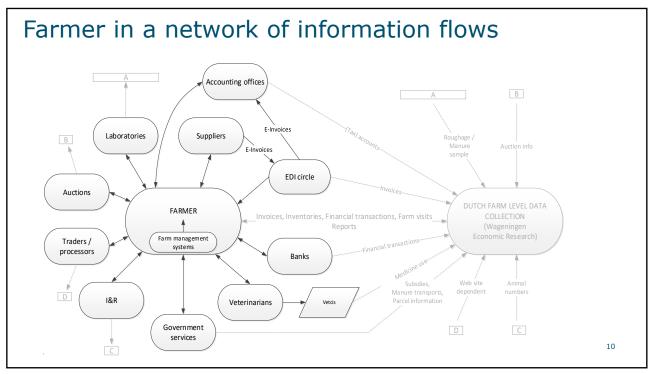


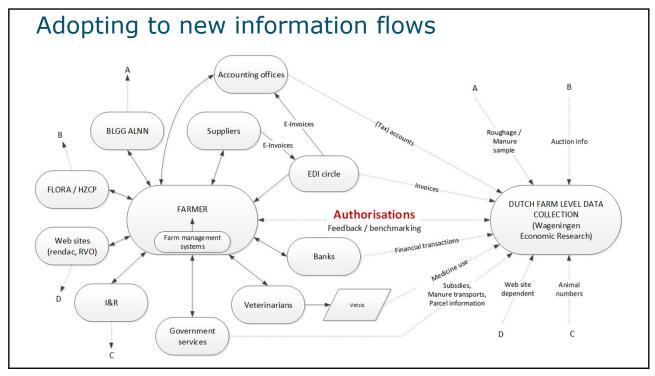
# Philosophy of Dutch farm monitoring

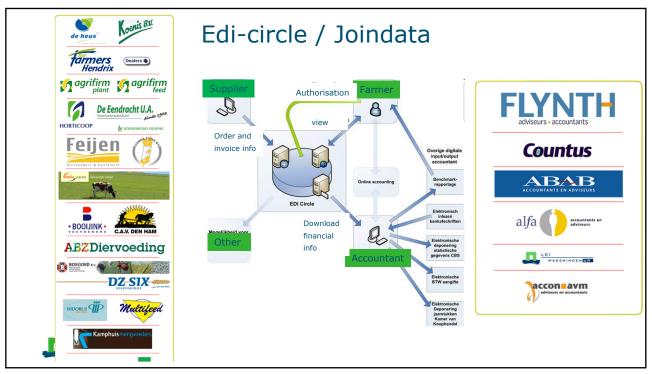
- Collect farm level data on a wide range of sustainability issues to provide policy and research relevant data
- Integrated data collection
  - As a base for different statutory tasks
  - Adaptation of data collection to new policy needs
- Principles
  - Collect once use multiple times
  - Minimize (administrative) burden of farmers
  - Use of (electronically) available data
  - Provide useful information for all stakeholders (incl. farmers)











# Administrative data from RVO (Ministry Agency)

- Parcel registration
  - Crop, size, soil type, rent / ownership
- Derogation
  - Ha grassland, Ha arable land, P status, derogation
- Subsidy payments
  - Greening entitlements
- Manure transports



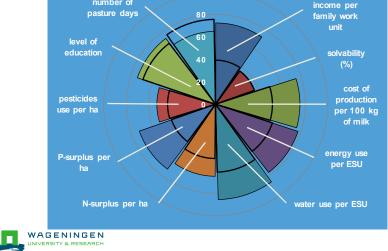
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# Collecting sustainability data on Dutch FADN farms

- Advantages:
  - Efficiency advantages in data collection
  - Allows quality checks
  - Allows integrated analysis
  - Allows better policy design
- Shows diversity of performance
  - Enables analysing differences in performance
  - Benchmarking and options for improvements



# Comparison of the scores of the most sustainable farms with the average farm number of pasture days level of family farm income per family work unit





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### Sustainability report for farmers

Feedback report with development over years:

- Make discussion of sustainability more specific
- Increases understanding of sustainability performance

Benchmark report with comparison of sustainability performance with a group of similar farms

- Makes differences explicit
- Helps to discuss and find ways to improve sustainability performance

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	Green house gasses	group average	farm nr
	-		
	Emission (x 1.000 kg CO2-equivalents)	991	
١	Methane (%)	51	
Type-	NOx (%)	14	
	CO2 (%)	35	
	Manure (methane and NOx)	14	
Source -	SOIL (Nox direct and indirect)	12	
	Energy use (CO2)	8	
	contract work and other (CO2)	1	
	Bought feeding stuff (CO2)	21	
	Bought artificial fertilizer (CO2 en NOx)	5	
	Other (CO2)	1	
L	Intestine Fermentation	28	
	Emission per cow (kg CO2-equivalents)	11,982	

Individual data hidden because of confidentiality

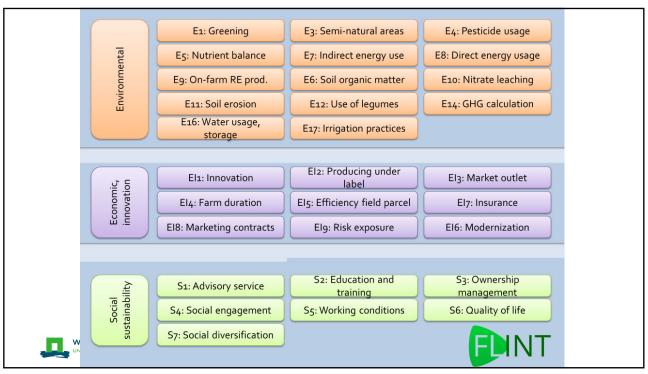
People		
Percentage cows in the meadow	~	22
Health costs	~	110
Labour input per 1000 kg milk	_	5
Planet		
Pesticide use, kg active substance	~	1
Pesticides environmental pressure points	$\overline{}$	0
N surplus from farming, kg per ha		204
F surplus from farming, kg per ha	~	25
N surplus at soil (including mineralisation, kg per ha)	_	183
Energy use (MJ per cow)	_	5,080
Use of water (tap) (m3 per cow)	~	24

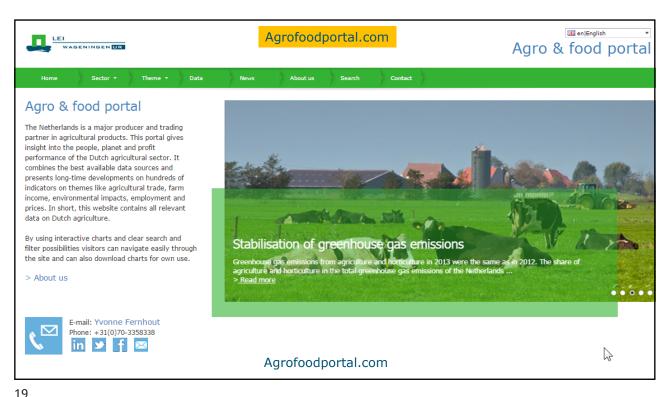
## Advantages of an Integrated data set

- Measurement of different sustainability indicators on the same set of farms
- Allows the analysis of the full chain from: Policy objective -> policy measure -> impact on farm -> farm management decisions -> up to: sustainability performance of farms
- Trade-off and jointness of performance on different sustainability measures as a consequence of policy measures
  - (for example is the economic performance at the expense of environmental performance, sustainability performance of large farms, most cost effective ways to reduce emissions etc.)



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### Conclusions and discussion

- Continuous need for fact-based policy-making at national and international level
- Increasing need for <u>farm level</u> data on the <u>sustainability performance</u> of farms
- Adaptation to new policy needs to maintain relevance for farmers and policy makers
- Integrated data collection provides advantages for data collection and use
- Interest of farmers should be taken into account



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