# Multi-criteria evaluation of farms based on Czech FADN

# PACIOLI 24

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## Zuzana Hloušková

Liaison Agency FADN CZ

Institute of Agricultural Economics and Information

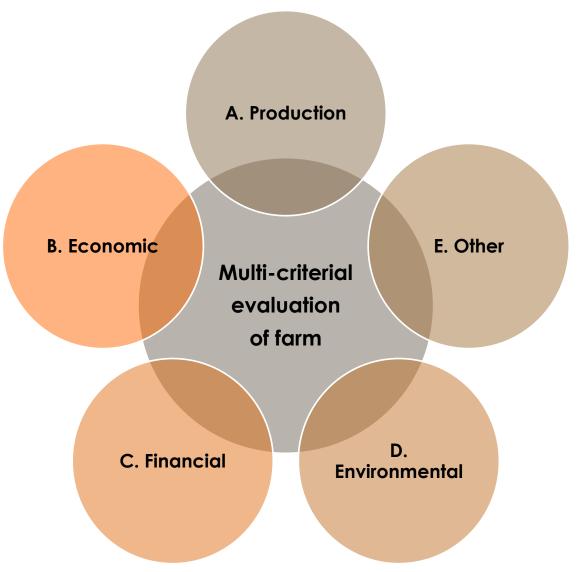
Prague, Czech Republic

# **PURPOSE**

- To enrich outputs from FADN CZ database
- To attract attention of farmers to FADN survey
- To offer new approach of farm evaluation
- To look at farm results from another perspective
- To meet new requirements of policy makers



# **CRITERIA GROUPS**





# **CRITERIA**

#### 50 indicators until now:

## A. Production:

- Crop yield
- Weight increase of livestock
- Milk yield
- Eggs yield
- Honey yield
- Livestock mortality

## **B.** Economic:

- FNVA/AWU
- Total production/AWU
- Crop production/ha
- Livestock production/LU
- Specific crop costs/ha
- Specific livestock costs/LU
- Total intermediate consumption/Total production
- Cash flow/total assets
- Net investment/Fixed assets
- Profit without subsidies/AWU

## C. Financial:

16 indicators of

- Profitability
- Liquidity
- Liability
- Activity ratios

# **CRITERIA**

## **D. Environmental:**

- Organic manure/ha arable land
- Mineral fertilizers
- Crop protection products
- Crop rotation
- Stocking density
- Bio belts
- Energy costs/Total production

#### E. Others:

- Gender equal opportunities
- Age of farmer
- Nb of employees
- Education of farmers
- Land ownership
- Own labour
- Production of energy from renewable sources
- Protected designation of origin
- Protected geographical information
- Investment without investment support
- Salary
- Diversification of production



# **SCORING**

# Allocation of points based on FADN farm results

Maximum 10 points per indicator

# a) Groups B-E

Results of indicator is divided by deciles

Each farm gets number of points according to the position on the scale

## b) Group A - yield

Average is calculated

Points according to the distance from the average

### Example:

Average yield = 100% = 5 points

Below:	Above:
0% = 0 points	120% = 6 points
20% = 1 point	140% = 7  points
40% = 2 points	160% = 8 points
60% = 3 points	180% = 9 points
80% = 4 points	200% = 10 points



# **RELEVANCE**

#### A. Production

Weight of group
Weights of indicators
Weighted given points

#### **B.** Economic

Weight of group
Weights of indicators
Weighted given points

Sum of weighted points

#### E. Other

Weight of group
Weights of indicators
Weighted given points

#### C. Financial

Weight of group
Weights of indicators
Weighted given points

#### D. Environmental

Weight of group
Weights of indicators
Weighted given points



# **DIFFICULTIES**

# The most sensitive parts are:

- Selection of indicators
- Problem of similar indicators (average of points)
- Set up of weights per group and each indicator
- Fair scoring for various production structures
- Missing values arrangements

# IS FADN CZ PUBLIC

# Access to database for:

- Farmers
- Researcher
- Other registered users

## **Options:**

- Predefined tables
- Dynamic table design
- Time row
- Comparison
- Flexible filter setting

# <u>Large scale of information:</u>

- Complete information of questionnaire
- Standard results
- Yields & Prices of products
- Structure of land, labour, revenues
- Balance sheet
- Profit and loss statement
- Efficiency indicators
- Financial analysis
- Predicted results of selected variables



# REPORTING

# Evaluation of farm at farmer disposal – on-line access

# Evaluation:

- Total
- By criteria group
- By indicator

strengths and weaknesses

# Comparison

own evaluation result with average of group of similar farms

# Time series

farm development since 2014 onwards

hlouskova@fadn.cz

# **THANK YOU FOR YOUR ATTANTION**

