Measurement of the Sustainability Performance in the Province of South Holland

27th PACIOLI workshop Prague, Czech Republic, 6th – 9th October 2019 Harold van der Meulen, Wageningen Economic Research









Introduction

- The **province of South Holland** strives for sustainable, strong and future-proof land-based agriculture.
- In 2016, the Provincial Council decided to develop a impact indicator to measure the sustainability of land-based agriculture.
- In 2017, Wageningen Economic Research implemented this monitoring system, resulting in the Barometer for Sustainable Agriculture in South Holland for **dairy** and **arable farms**.
- In Spring 2019 we provided an update.





Province of South Holland



- 3.6 million inhabitants
- 3,000 km2
- Rotterdam, the Hague, het Westland
- Agriculture: greenhouse horticulture (84% standard earning capacity), dairy farms (9%) and arable farms (4%)
- Arable farming: 628 farms, 50 ha average size
- Dairy farming: 1,141 farms, 86 cows average size





FADN farms frequently used for sustainability performance measurement

- Sample data are used in studies with different scopes and objectives:
 - Sectoral studies
 - National studies
 - Regional studies
- Different methods are applied to aggregate farms results to a group average:
 - What is a fair benchmark?
 - What is the best method?
 - How to be consistent?







(Sustainability) is influenced by various parameters





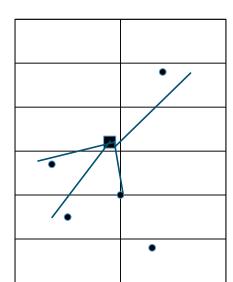


For regional studies a custom weighting scheme is applied (Statistical Matching)

- Sample farms: All randomly selected farms. Selection based on size and type of farming.
- Search for group of best matching sample farms for each population farm (Euclidian distances):
 - Farm type (exact match)
 - Farm size (SO)
 - X en Y coordinate
 - Soil type (share of peat, sand and clay)
 - Intensity: SO/ha
 - Share of grassland
 - Share of arable land
- One model run → multiple studies







Results – Delivered products

- Report with analysis on a large number of indicators on structure, people, planet and profit for arable and dairy farms
 - Time series (2000/2003/2007 2017/2018)
- A composite impact indicator
- Infographic

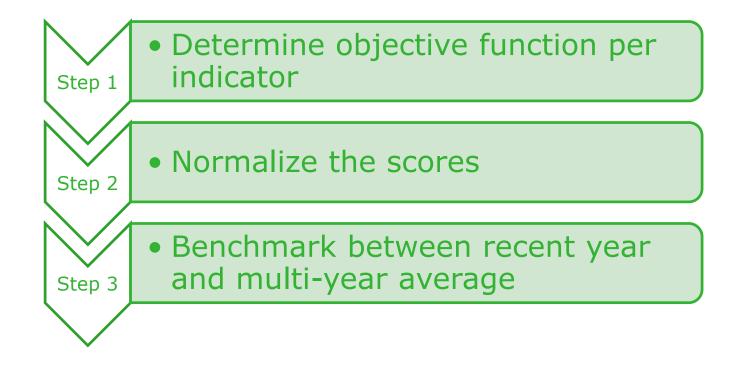
Barometer duurzame landbouw Zuid-Holland 2015-2020







Material & Method (Benchmark impact indicator)







Described indicators

Farm structure

- Size
- •Level of specialization
- •Standard Earning Capacity
- Productivity per ha, cow
- •Organic farming

People

- •Labour input
- •Succession, continuing farms
- Animal welfare (grazing, sustainable stables)

Planet

- •Climate (greenhouse gas emissions) and energy use
- Manure (nitrogen en phosphate surplus)
- Crop protection (use and impact points)
- Water use
- Biodiversity

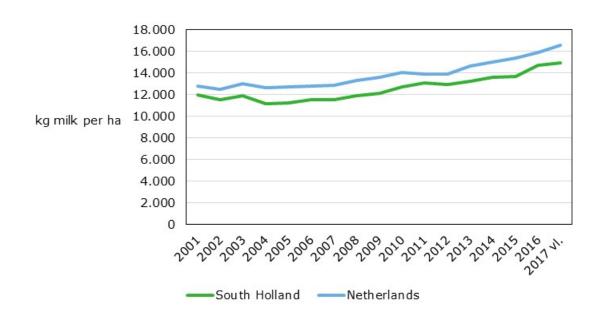
Profit

- •Farm income
- Direct sales
- Solvency
- Modernity





Farm structure milk production per hectare

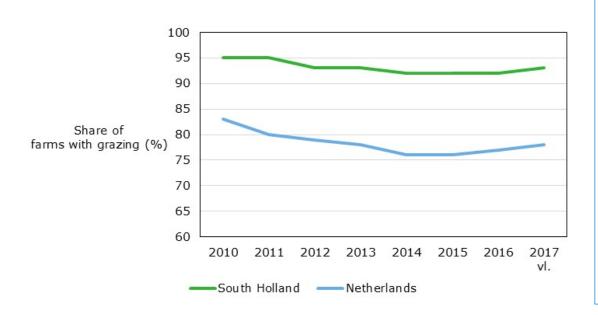


- Strong increase in milk production per ha last years (15.000 kg per ha in 2017).
- Dairy farms in South Holland are more extensive than the average in the Netherlands





Animal welfare - grazing

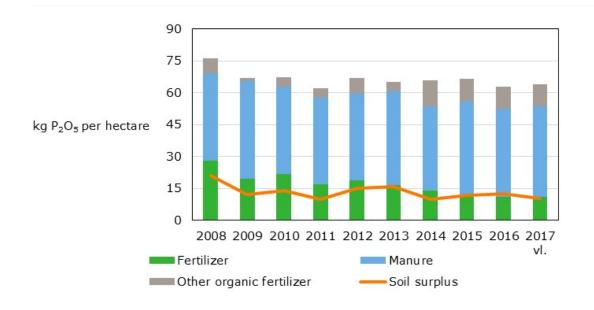


- Dairy farms in South Holland are on average smaller than in the rest of the Netherlands.
- These circumstances make it favorable to use grazing.
- 2017, 93% of dairy farms applied a form of grazing of dairy cows, compared with 78% in the Netherlands





Fertilization & Phosphate surplus per ha arable farms in South Holland

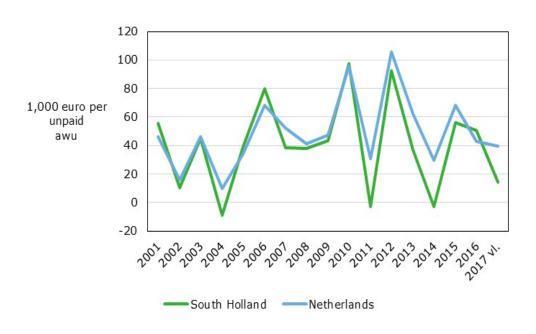


- The phosphate soil surplus has been stable since 2014 at around 10 kg per hectare
- Reduction in fertilizer use
- 2017 soil surplus equal to national sector level





Farm income arable farms

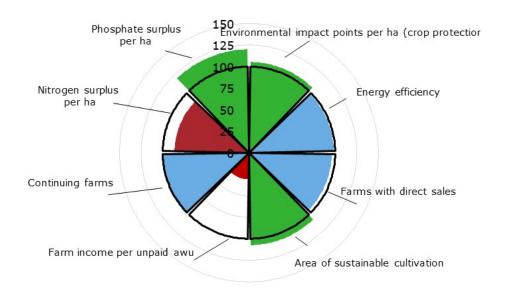


- The development of the income per unpaid awu in South Holland is quite parallel with the development in the total arable sector in the Netherlands
- 2004, 2011, 2014, 2017
 significantly lower incomes due to
 lower financial income from ware
 potatoes, by far the most
 important crop on these farms





Impact indicator arable farms South Holland

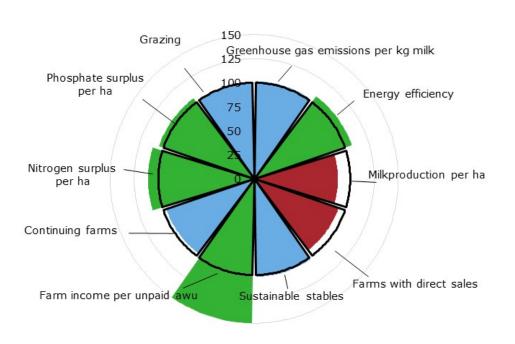


- Normalized relative sustainability performance
- the multi-year average 2010-2015 (black circle = 100)
- A score of 150 means that farms perform 50% more sustainably in 2017 than the multi-year average
- Better performance on phosphate surplus, crop protection, sustainable cultivation
- Lower performance on farm income, nitrogen surplus





Impact indicator dairy farms South Holland



- Better performance on phosphate and nitrogen surplus, farm income, energy efficiency
- Lower performance on milk production, farms with direct sales





Reflection

- Choice of indicators presented in the impact indicator.
- Equal importance of each indicator.
- Important to take the underlying analyzes and developments into account.
- Assessing outcomes in relation to provincial policy. There are instruments within the CAP - Rural Development Program 2014-2020 (Pillar II). Subsidies available to support investments aimed at sustainability and young farmers.





Regional studies (FADN data) more examples

- Sustainability performance in the 3 'Northern' provinces report
- Website:
 - North Holland:

https://www.agrimatie.nl/Default.aspx?subpubID=2518

• Limburg:

https://www.agrimatie.nl/Default.aspx?subpubID=7281

Infographics North Holland per agricultural sector:

http://edepot.wur.nl/496261





Thank you for your attention: Questions?

See also:

https://library.wur.nl/WebQuery/wurpubs/fulltext/472264

(report in Dutch)

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