FLINT: Farm Level Indicators for New Topics in Policy Evaluation

Monitoring and evaluation of sustainability goals

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Overview

- Background of FLINT
- FLINT selection of indicators
- Different approaches in data collection
- Value added of FLINT indicators in evaluations
- Lessons for adoption in Member states
- Recommendations for future monitoring





Background: New policies ask for new data





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- European policies are (being) adapted:
 - Common Agricultural Policy: Cross Compliance, Greening
 - Rural development, innovation, risk management, viability, sustainability
 - Nitrate directive; Water directive
 - Green deal, farm to fork strategy, bio-diversity strategy
- Policy evaluation has a need for data on these topics



Assessment `current' situation

- Information needs on sustainability from private sector, government, NGO's and research
- Official agricultural statistics (slowly) adapt to new information needs
- Several initiatives on indicator frameworks, collection of sustainability data still in its infancy
- Developments
 - Combining statistical and administrative data
 - Farmers often have to collect and provide data on sustainability and food safety issues (Global Gap, BRC, SAI initiative, cool farm tool etc., sustainability schemes)





Objectives FLINT

 To demonstrate the feasibility of collecting policy-relevant data in different administrative environments

To demonstrate how the new farm level indicators can be used to evaluate policies and improve the targeting of policy initiatives



Poppe, Krijn & Vrolijk, Hans & Dolman, Mark & Silvis, Huib, 2016. "<u>FLINT – Farm-</u> level Indicators for New Topics in policy evaluation: an introduction," <u>Studies in</u> <u>Agricultural Economics</u>, vol. 118(3), pages 1-7, December.



Indicator selection and definition





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Why data collection in connection to FADN

- Increasing importance of the farm-level
- EU harmonised data, implemented annually
- Need for measurement of different indicators on the same set of farms
 - To evaluate cost effectiveness of measures
 - To evaluate trade off and jointness of sustainability measures
- Indicators must be credible: Objective, verifiable and empirical



Structure of the FLINT farm return (example)

FINT

Category
Group of inform
Group of inform Consultancy Cat. 1011 to 1016



Experiences on data collection

 Data collectors attitude changed from hesitant to more enthusiastic





Feasibility of data collection in different administrative settings







Vrolijk, Hans & Poppe, Krijn & Keszthelyi, Szilárd, 2016. "<u>Collecting sustainability</u> data in different organisational settings of the European Farm Accountancy Data <u>Network</u>," Studies in Agricultural Economics, vol. 118(3), pages 1-7, December

Evaluations to show added value

- Range of studies conducted (partly published in scientific journals and accepted for conferences)
- Taking into account the pilot project limitations: sample size, representativity, one year data, time pressure
- To illustrate added value of these type of data
 - **Filling gaps** in research methodology (i.e. social performance, economic viability)
 - Provide better **understanding in the sources of sustainability** performance (i.e. impact advisory services, age of assets, age of farming population).
 - Additional insights in **challenges faced by farmers** (i.e. trade-offs between environmental and economic performance)
 - Provide **more precise recommendations** for policy makers (i.e effect of CAP subsidies on technical efficiency; impact investment subsidies on age of assets and sustainability)







Evaluations conducted

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	<u>Risk management</u>	the adoption of risk management strategies in european agriculture
	Technical efficiency	the Cap subsidies and technical efficiency including environmental outputs: the case of european farms
	Innovation	the adoption of innovation in european agriculture
	Farm fragmentation	evaluates farm fragmentation, performance and subsidies in the european union
	Social indicators	the social indicators of farm-level sustainability
	Age of assets	effect of age of assets on farm profitability and labour productivity
	<u>Economic</u> sustainability	evaluates the farm economic sustainability in the eu: a pilot study
	<u>Farmer age</u>	impact of farmer age on indicators of agricultural sustainability
	<u>Extension</u>	the role of extension in agricultural sustainability
	Greening	investigation of indicators for greening measures: permanent grassland and semi-natural area
	<u>Nutrient use</u>	develop nutrient use efficiency indicators for milk production
	<u>Trade-offs</u>	tradeoffs between economic, environmental and social sustainability: the case of a selection of european farms
	<u>Advisory services</u>	advisory services and farm level sustainability
	<u>Soil organic matter</u>	indicators for soil organic matter management from flint data
VAGENIN NIVERSITY&RES	<u>Water usage</u>	water usage, source and sustainability: examples from the region of navarra (spain) and greece

Lessons for adoption in Member States

- Collection in scope of FADN provides advantages for farmer participation and quality assurance
- Having an integrated dataset is crucial for policy evaluation (even if it is not optimal for certain aspects)
- Allows the analysis of the full chain from: Policy objective -> policy measure ->impact on farm-> farm decisions ->sustainability performance farms
- Including FLINT data on all FADN farms would increase total running costs with 40%
- Feasible option to collect FLINT data on a subsample of farms



Vrolijk, H. C. J., & Poppe, K. J. (2019). **Costs and benefits of collecting farm data for the new CAP's data needs: empirical evidence**. EAAE 172, Agricultural policy for the environment or environmental policy for agriculture?, Brussels, Belgium.

Recommendations for future monitoring - evaluators

- Evaluation poses higher demands than monitoring
- Evaluators often need to understand relation between policy measure and farm management exact relation between inputs, outputs and results
- Consider monitoring and evaluation needs as soon as possible
 - By policy makers as well as evaluators
 - In connection to Green Deal, Farm to Fork and national policies
- FLINT shows feasibility of data collection, but it takes some time



Recommendations for future monitoring – data collection

- Willingness of farmers to cooperate depends on trade-off between (administrative) burden and value of information, so:
 - Consider information needs of different stakeholders, especially farmers (benchmarking, farm decisions, reporting needs)
 - Be aware of rights and interests of farmers
 - Make use of link between <u>economic and environmental accounting</u>
 - Integration instead of duplication
 - Be open to consider new technologies (H2020 project MEF4CAP assesses the potential of technological developments to meet monitoring needs)



Further information

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Poppe, Krijn & Vrolijk, Hans & Dolman, Mark & Silvis, Huib, 2016. "<u>FLINT – Farm-</u> <u>level Indicators for New Topics in policy evaluation: an introduction</u>," <u>Studies in</u> <u>Agricultural Economics</u>, vol. 118(3), pages 1-7, December.

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