

# Preferences for (CAP-pillar-2-type) changes in high intensity agricultural landscapes in Great Britain

Tomas Badura, Silvia Ferrini, Ian Bateman, Thiago Fonseca, Michael Burton, Amy Binner

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# WHY: Motivations for research

- ▶ Agriculture contributes (only) 0.5% to UK's GDP
- ▶ BUT responsible for 70% of land use in UK (Defra et al. 2016)
- ▶ Intensification of agriculture main driver of biodiversity loss in the UK (Hayhow et al. 2016)
  
- ▶ Current system / status quo of farm subsidies
  - ▶ Rewards come (mostly) **per hectare** basis (HM Government 2018)
  - ▶ Income vs **public good** payments
  - ▶ **Only 20%** for environmental stewardship programme (HM Government 2018)
  - ▶ 25% farms capture 75% of current funds (Bateman 2017)

## References:

- Defra et al (2016) *Agriculture in the United Kingdom 2015*.
- Hayhow D, Burns F, Eaton M, et al (2016) *State of Nature 2016*. The State of Nature partnership.
- HM Government (2018) *A Green Future: Our 25 Year Plan to Improve the Environment*.
- Bateman, I.J. (2017) *Recommendations for a post-Brexit agricultural policy: A fair deal for farming and forestry, Putting down new roots: woods, trees and the post-CAP landscape*, Woodland Trust, Grantham, Lincolnshire.

# WHY: agri-environmental policy Post-Brexit

- ▶ Agri-environmental policy reform an opportunity for a major improvement over existing CAP system (e.g. HM Government 2018; NCC 2017, 2018)
- ▶ Natural Capital Committee's recommendations (NCC 2017 2018)
  - ▶ Funding should be targeted for **delivery of public goods**
  - ▶ Spatially target to areas **where highest welfare generated**
  - ▶ **'Payments for results'** rather than 'payments for action'
- ▶ As such, need an understanding/data on
  - ▶ What are the public good benefits of agriculture
  - ▶ What people value / care about
  - ▶ Where to target interventions

## References:

- HM Government (2018) *A Green Future: Our 25 Year Plan to Improve the Environment*.
- Natural Capital Committee (2017) *Advice to Government on the 25 Year Environment Plan*.
- Natural Capital Committee (2018) Annual Report 2018: *Fifth report to the Economic Affairs Committee*.

Looking at the map below and tables on the right, please select from LOCATION A, B, C or NO CHANGE, which one you prefer. (please scroll down to see all four options)

Show instructions

What do the icons mean?

Prefer not scroll to answer the question? Click here.

Choose a location below to select as your answer:



**LOCATION A** 410 miles




 £70

NO RECREATION 10 FOOTBALL PITCHES WILDLIFE PRICE

[Click here to CHOOSE LOCATION A](#)

Future land use:



**LOCATION B** 60 miles




 £200

RECREATION 150 FOOTBALL PITCHES WILDLIFE PRICE

[Click here to CHOOSE LOCATION B](#)

Future land use:



**LOCATION C** 50 miles




 £15

RECREATION 50 FOOTBALL PITCHES WILDLIFE PRICE

[Click here to CHOOSE LOCATION C](#)

Future land use:



**NO CHANGE**


 No Change
 
 No Change
 £0

NO RECREATION NO SIZE WILDLIFE PRICE

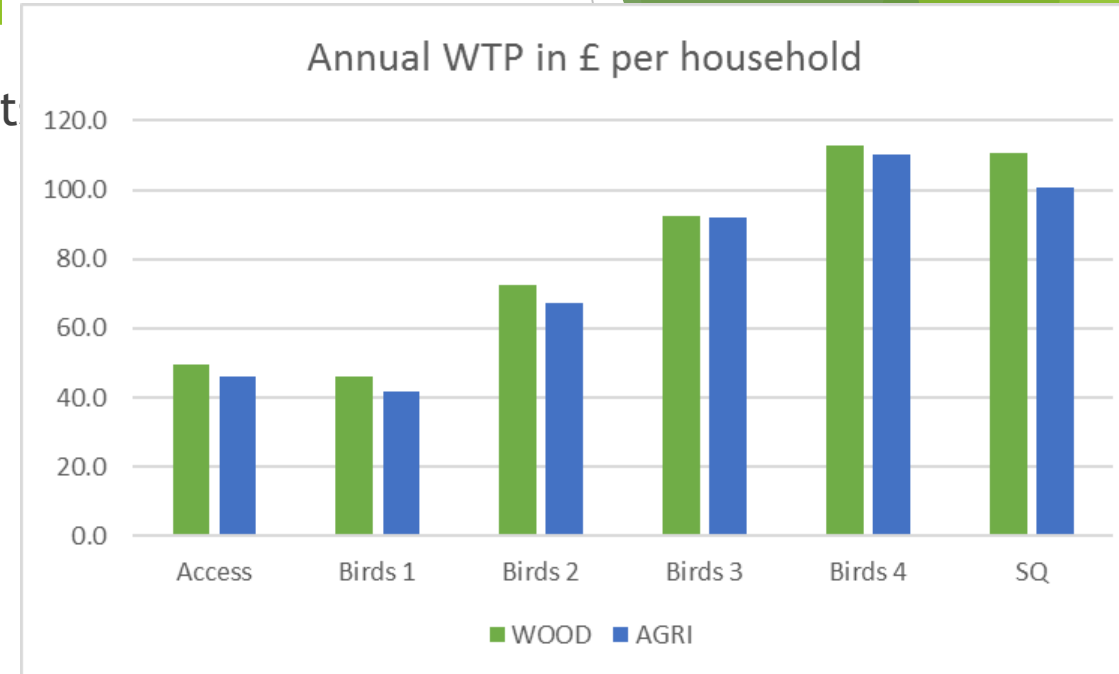
[Click here to CHOOSE NO CHANGE](#)

Future land use:



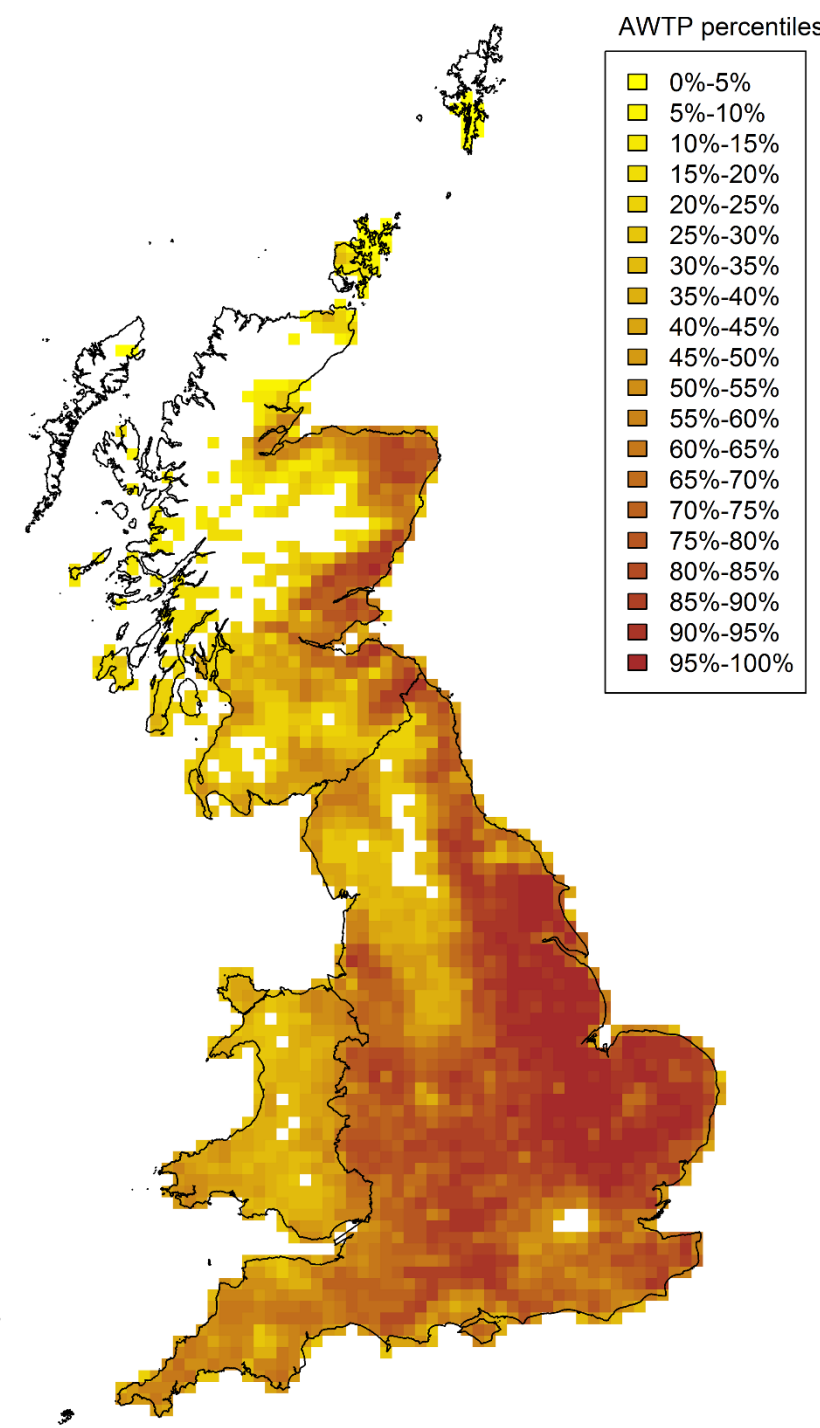
# WHAT people value: Results 1

- ▶ Majority of sample support financing env. enhancement
- ▶ Common results for both scenarios (WOOD & AGRI)
  - ▶ Biodiversity most important, accessibility follows
  - ▶ WTP/preference for change from current land use
  - ▶ Location matters
- ▶ Main differences
  - ▶ Distance decay stronger for WOOD than AGRI
  - ▶ WTP for change from status quo larger for new woodland
- ▶ WOOD likely to associated more strongly with potential recreation



# WHERE are the “best” sites for interventions: Results 2

- ▶ Map of interventions generating highest welfare to GB population
  - ▶ Assumes only one site being changed at a time (median = 1500 ha)
  - ▶ Reflects availability of sites for interventions (only high intensity agri)
  - ▶ Reflects distance effect
  - ▶ Reflects distribution of population
- ▶ Greatest value where there is
  - ▶ most of high intensity agriculture
  - ▶ population centers nearby
- ▶ Can help to understand where are areas with highest welfare impacts



# Application of CE (& presented) methodology

- ▶ CE in general
  - ▶ Understanding of relative importance that people put on CAP (esp. Pillar 2) outcomes and characteristics
  - ▶ Both from demand side (what people want?) and supply side (what can farmers do?)
  - ▶ Might be very useful for informing national CAP Strategic Plans (as per EC 2017)
- ▶ Our methodology
  - ▶ Reflects the on-the-ground reality, however applicable on large areas
  - ▶ Incorporates spatial dimensions of public good benefits
  - ▶ Choices presented on personalised maps, tailored to respondent's location
- ▶ Application
  - ▶ Targeting -> Welfare impacts of a range of spatially explicit policy scenarios
  - ▶ Can help to understand the spatial distribution of the benefits/welfare

## References:

- European Commission (2017) *The Future of Food and Farming*. Communication

# Summary & WHAT next?

- ▶ Our results (and sample opinion) support move towards public good funding
  - ▶ Biodiversity and recreation/access important
  - ▶ It matters where interventions are relative to populations
- ▶ Further analyses
  - ▶ Welfare impacts of a range of policy scenarios
  - ▶ Substitution effects
- ▶ Further projects:
  - ▶ Current CE in four countries of the EU on biodiversity enhancements in agricultural lands
  - ▶ Another CE in Czech Republic on public preferences for ecosystem services from agricultural lands
- ▶ Interest in cooperation
  - ▶ Application of the spatial CE methodology in the EU - let us know if interested



# Thank you for your attention.

## Questions/comments?

**Tomas Badura**

Senior Research Associate, CSERGE, UEA

email: [T.Badura@uea.ac.uk](mailto:T.Badura@uea.ac.uk)

