Agriculture and rural areas, and their role in modern society

Some critical questions



Karlheinz Knickel

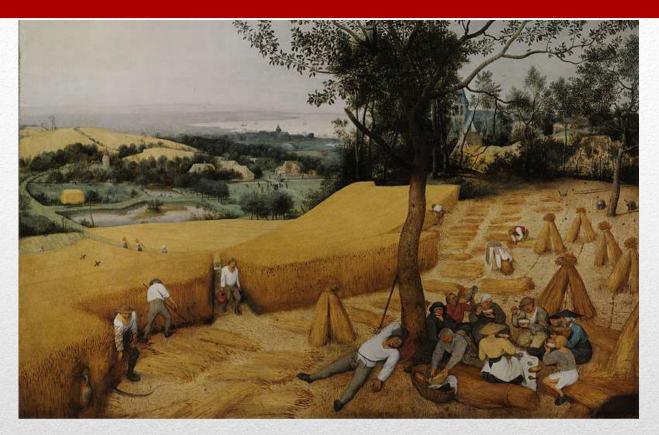
- Some questions to start with
- Societal demands
- New challenges
- Future research

Data and maps from Eurostat, ESPON, EEA, European Commission

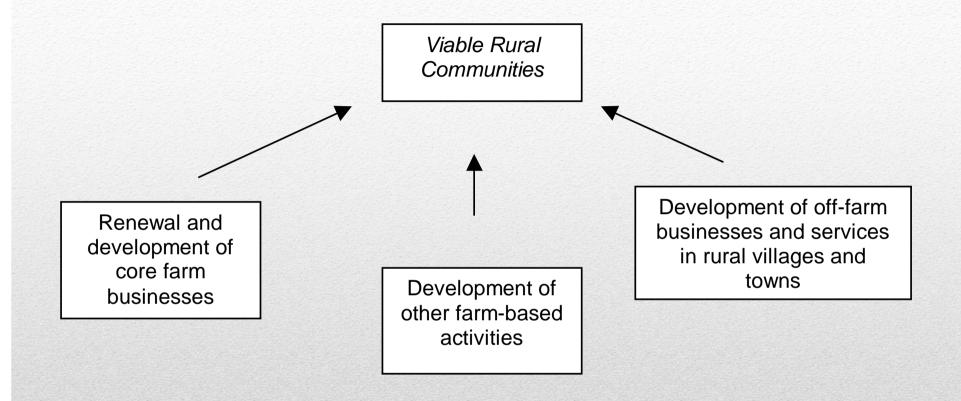
Overview



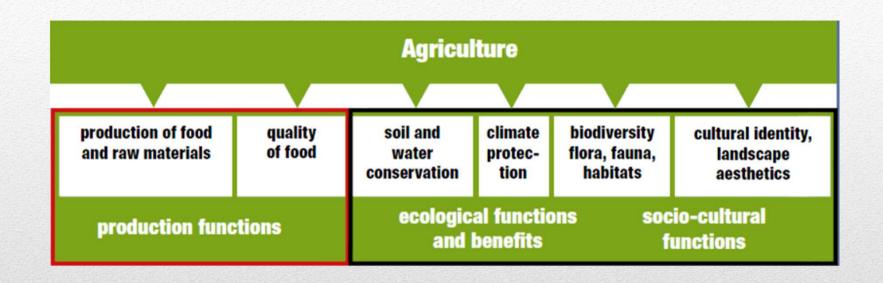
Is agriculture an economic sector like any other?



What is the role of agriculture in rural development, and in modern society?



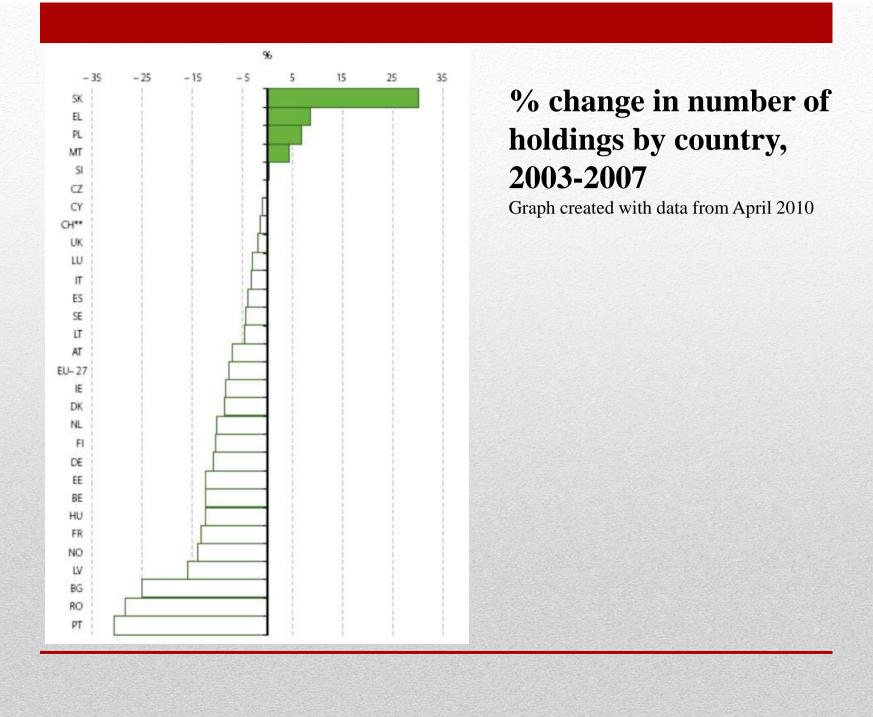
The living countryside

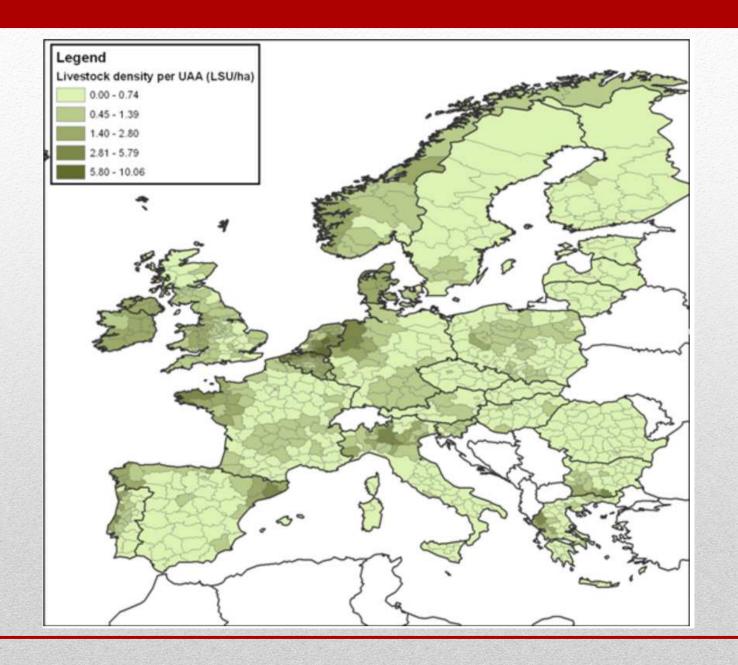


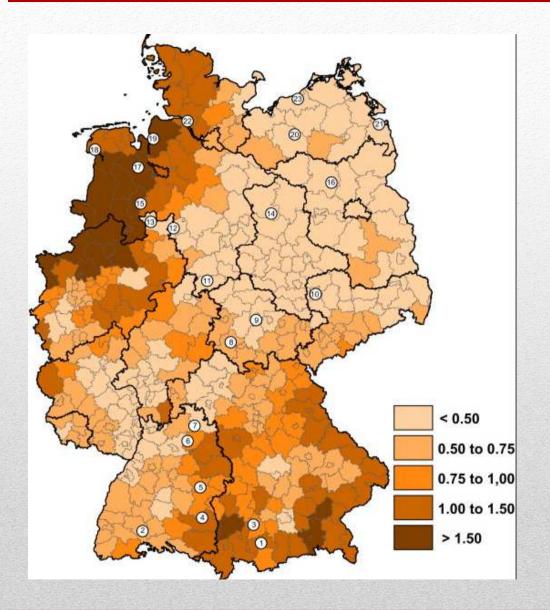
Multifunctionality of agriculture



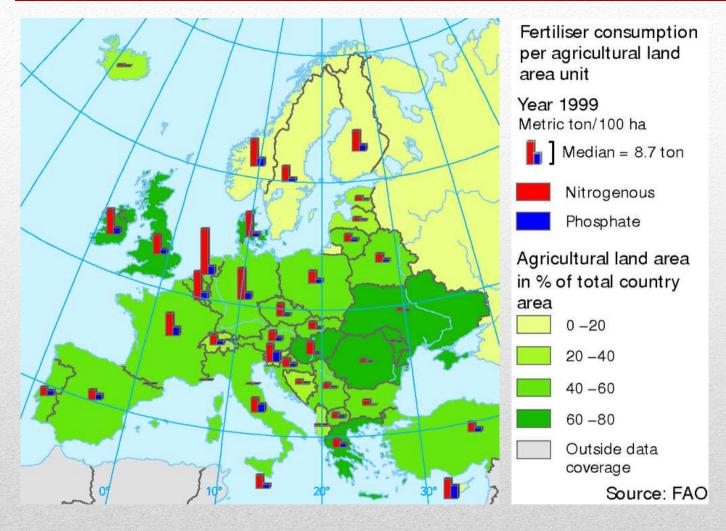
What then is the meaning of 'agricultural development' and 'farm modernization'?







Livestock density (LU/ha) in Germany in 2007 (Source: vTI)



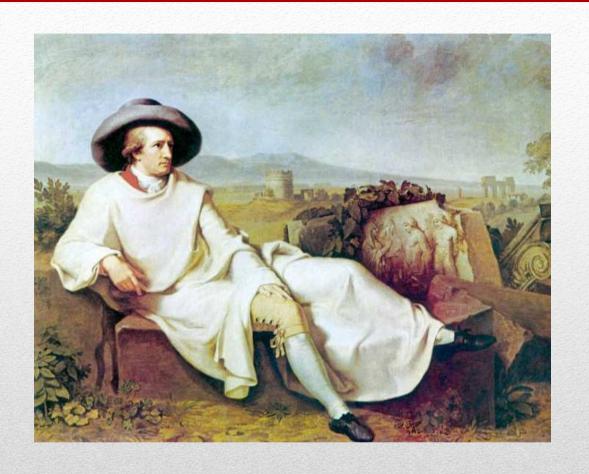
Nitrogen and phosphate fertilizer consumption per agricultural land area unit

- Economic limits
 - European agriculture is struggling with a continuously deepening economic crisis
 - Stagnating returns and increasing costs in primary production
 - Downward spiral: production costs, producer prices, consumer prices
 - Increasing external / societal costs: unemployment, pollution, degradation of rural areas

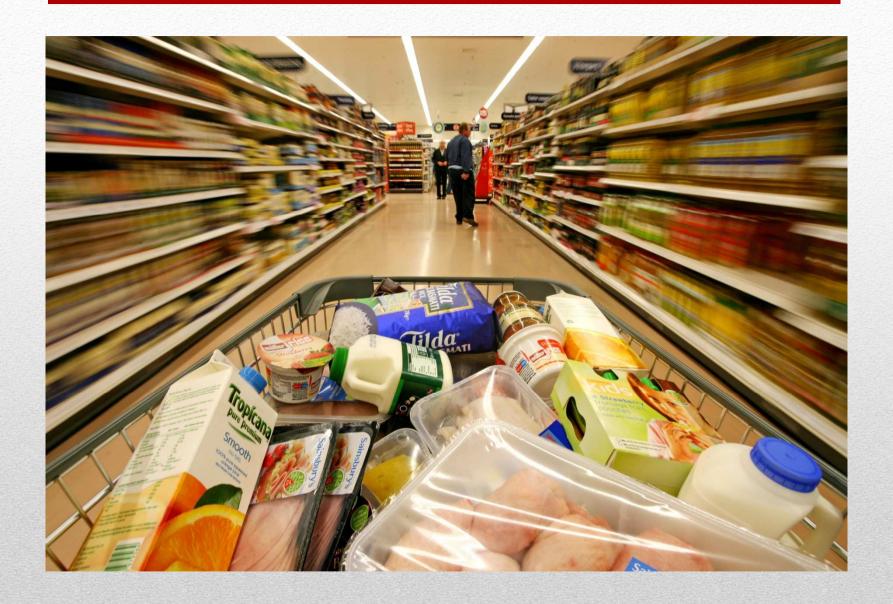
Limits to rationalisation

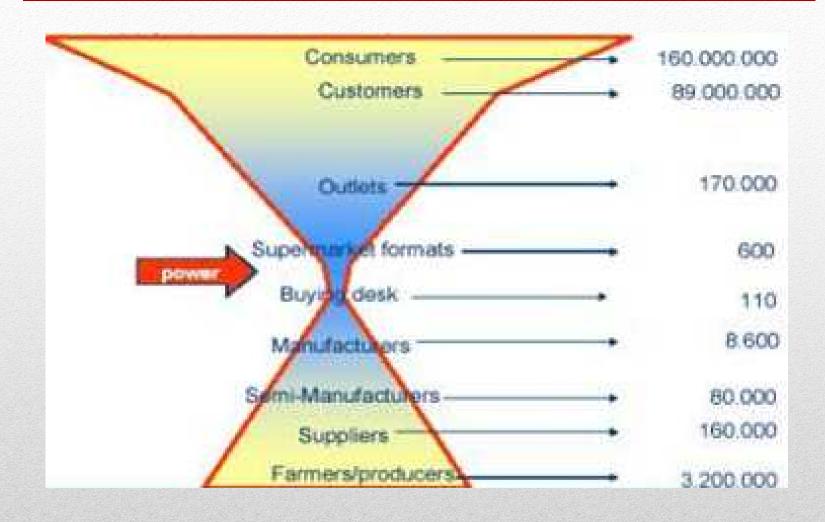


Cost-price squeeze in the EU27

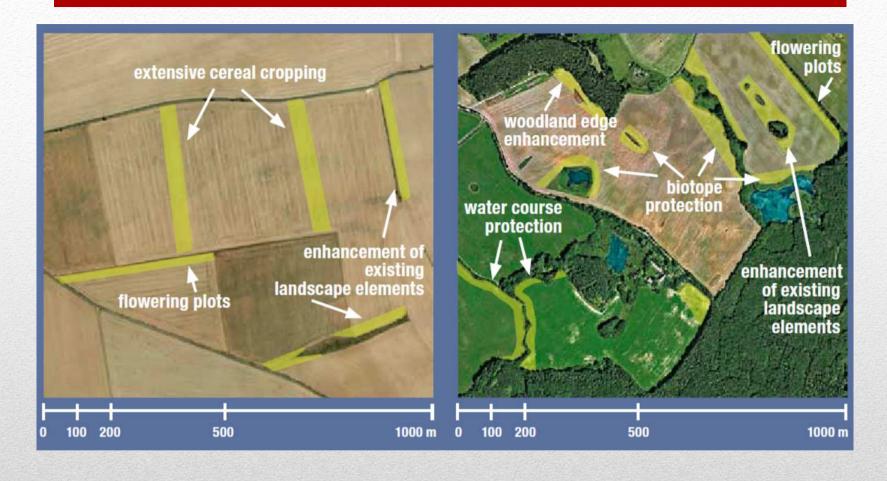


SOCIETAL DEMANDS

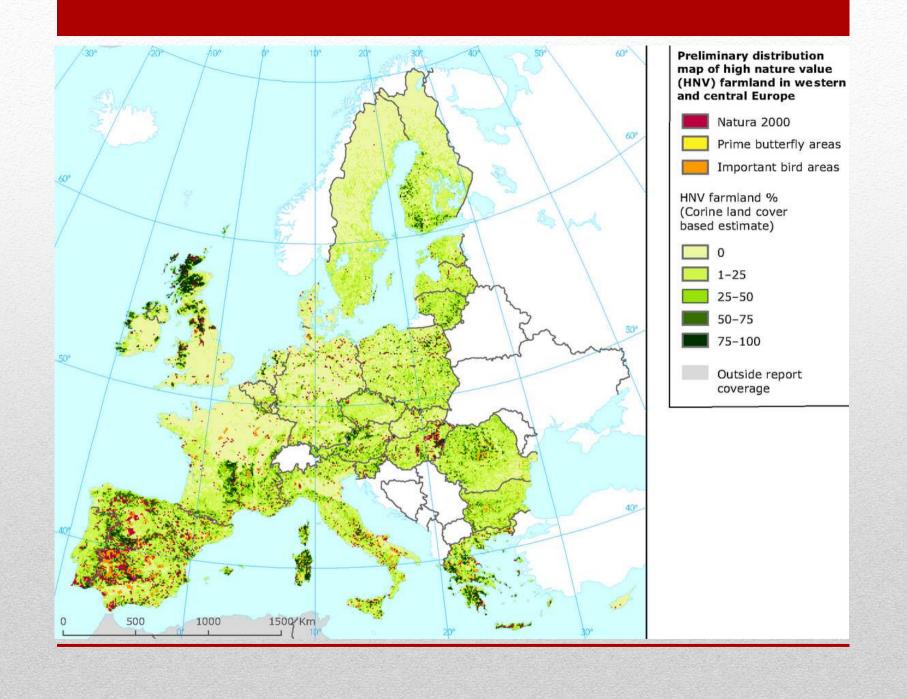




The supply chain funnel in Europe

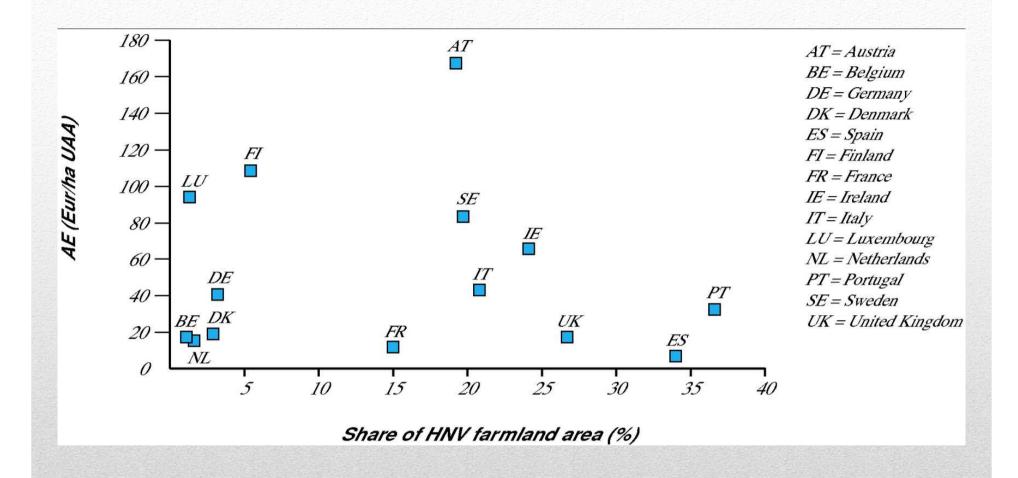


Public demands on rural space ... 'greening'



Dark green agri-environmental measures on arable land	Support premiums in €/ha
Field border strips, extensive management of wild herbs and plant communities on arable land, arable land conservation management agreements	450 € - 1.160 €
European Hamster conservation, conservation of foraging areas and nest sites, Red Kite conservation, support foraging winter arctic visitors (geese and swans) on arable fields	280 € - 450 €
Setting-aside arable fields for conservation purposes	140 €
Agri-ecological use of arable land and creation of flowering areas, flowering and buffer strips, border and ribbon structures	200 € - 600 €
Buffer strips for water and soil protection, strips along ditches and streams	370 € - 1.000 €
Transformation of arable land to grassland	320 € - 745 €
Preservation of typical regional cultivated plant species and types	150 € - 400 €

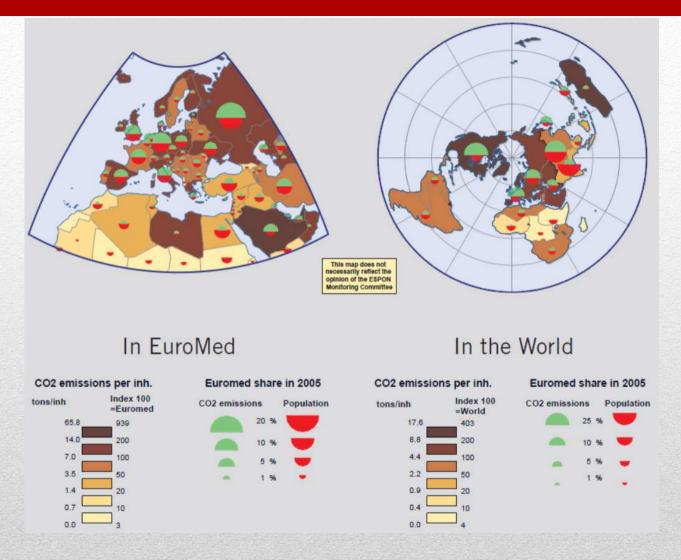
It's about public goods - and money?



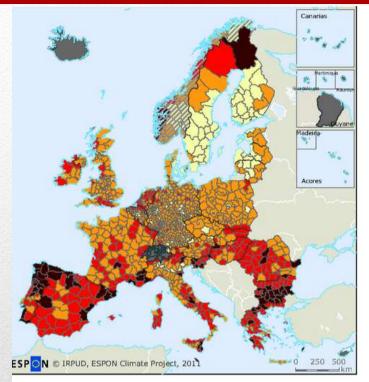
Agri-environment spending in relation to share of high nature value farmland per country

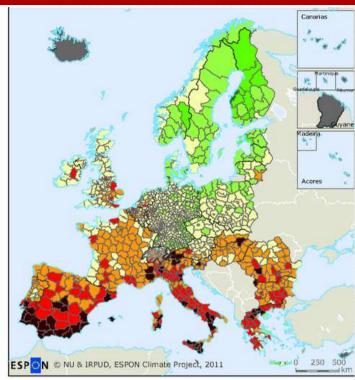


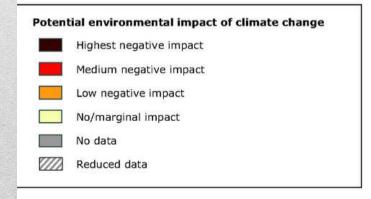
NEW CHALLENGES

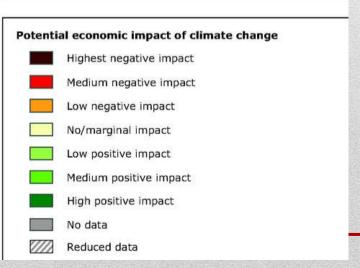


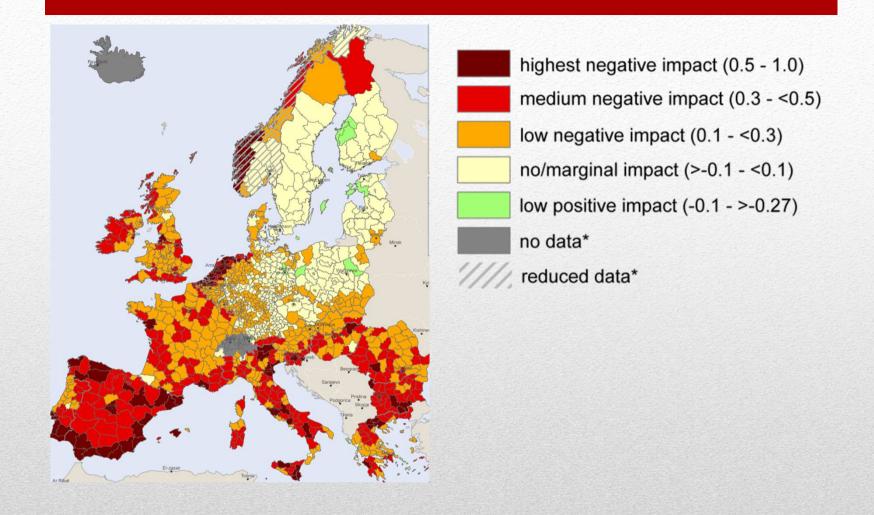
GHG emissions



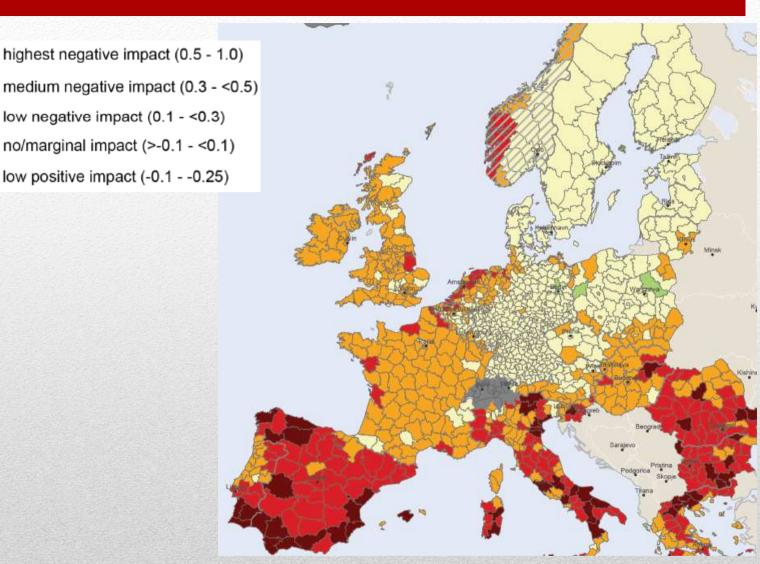




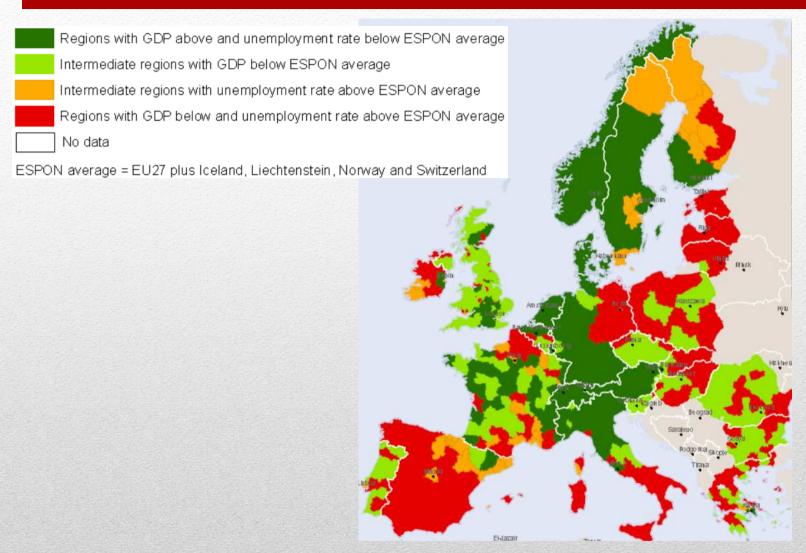




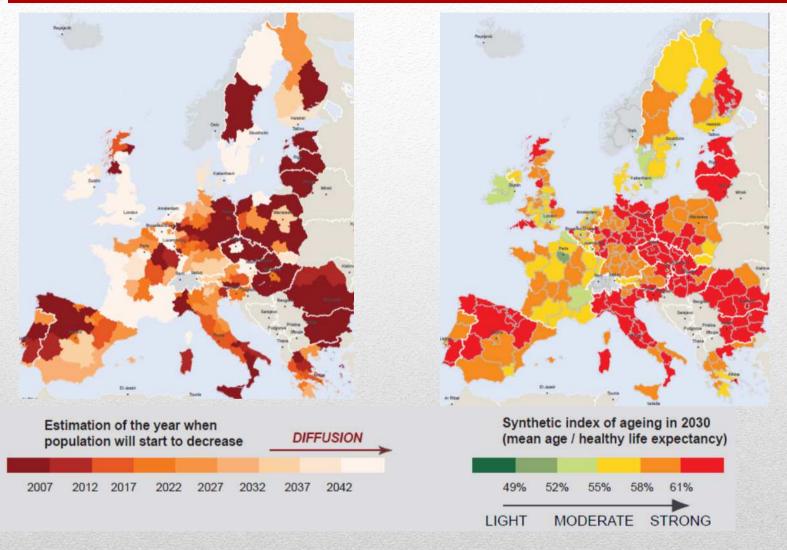
Aggregate potential climate change impacts



Vulnerability to climate change



Income and employment



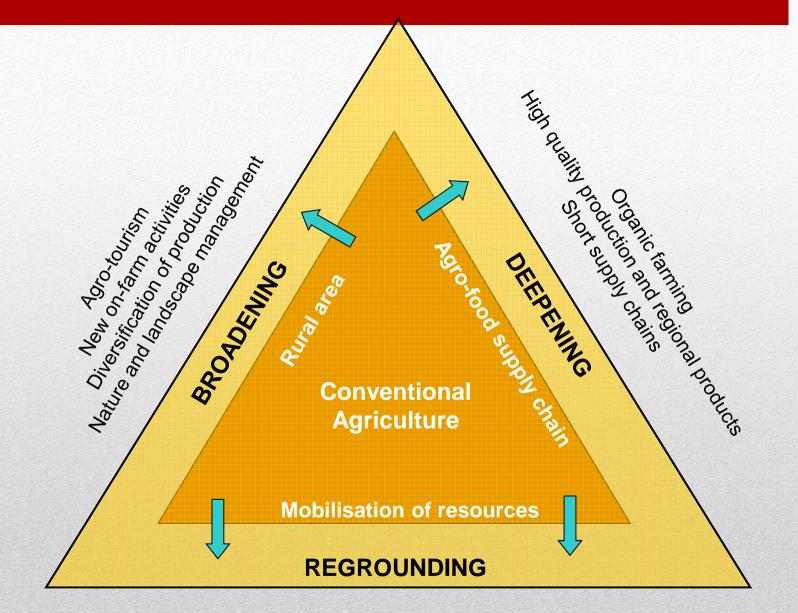
Population decline and aging



Future research

- from a production orientation towards multifunctional and sustainable pathways
- distinctiveness ... local quality markets ... using new opportunities, (re)localisation
- greening ... green economy / UNEP
- governing changes ... governance

Changes in strategic orientations

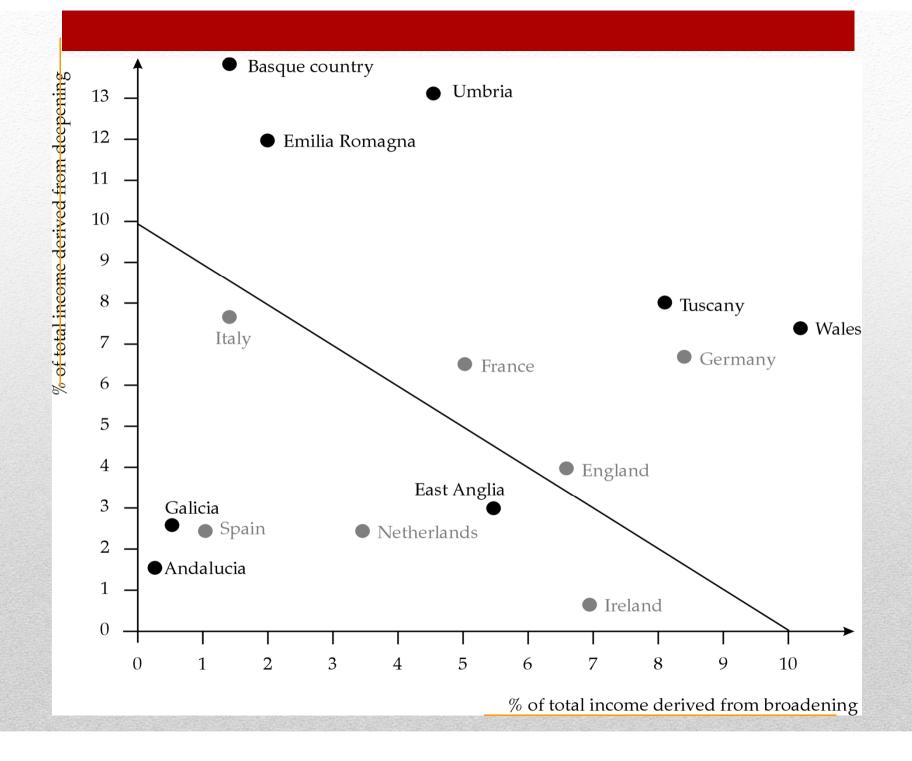


New forms of cost reduction and co-operative management Income combination / off-farm income

EU-6 (1998)	Engaged (%)	Interested (%)
Organic farming	6.7	23.9
Quality production and processing	32.1	47.5
Short chains	13.2	22.4
Agro-tourism	9.9	17.1
New on-farm activities	9.6	54.7
Diversification in production	4.6	22.1
Nature and landscape management	14.2	37.0

Source: IMPACT survey

Potentials for rural areas





- Pilot projects and model regions show that alternative paths of development are possible
- They are an expression of the creativity of local actors and practitioners
- Model regions are windows into the future e.g. biosphere reserves

Windows into the future



- 1. Conventional development model for agriculture increasingly at odds with society's expectations
- 2. Multifunctionality represents a new developmental model for the agricultural sector
- 3. Adaptive capacity and resilience becoming important
- 4. Changes in strategic orientations: need to realign agricultural and societal goals
- 5. Need to reorient research, education and training

Summary of key messages



"I have no objection to creative problem solving as long as it's not too creative and it's not a real problem."

karlheinz.knickel@gmail.com