

Financial Impact of Rural Environment Protection Scheme

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Introduction

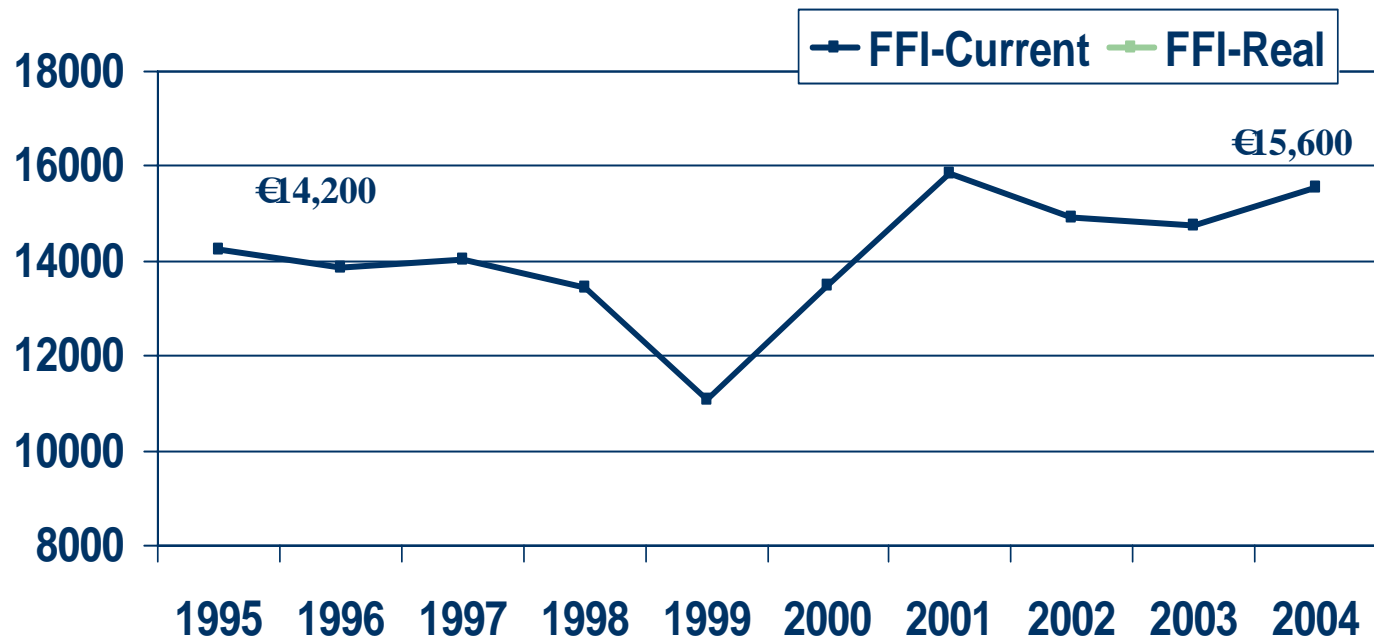
- Trends in farm incomes for all farms by system
- Financial Data: REPS Vs Non-REPS
- Direct Payments: REPS Vs Non-REPS
- Financial / Socio Economic Indicators
- REPS 1998 Vs REPS 2004
- REPS Regional Analysis
- Farmers attitude to REPS
- Summary

Family Farm Income (FFI)

Year	€/Farm
1995	14200
2000	13500
2001	15800
2003	14800
2004	15600

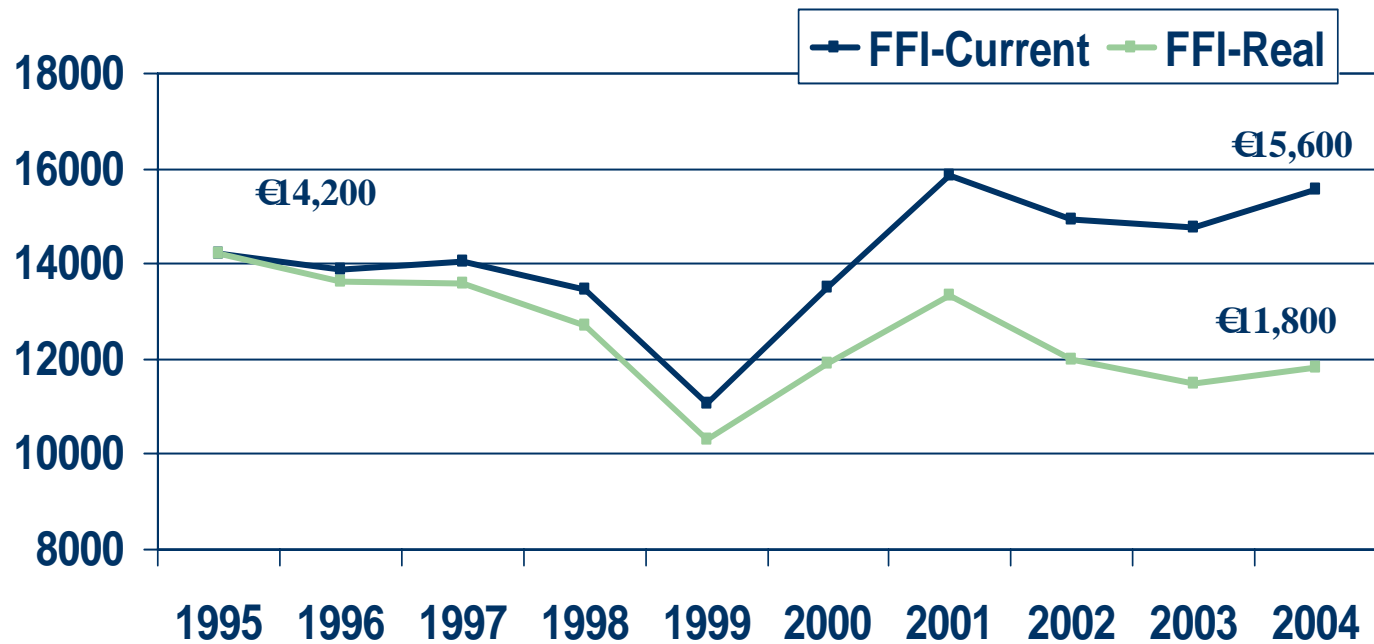
Source: National Farm Survey, Teagasc

Family Farm Income (€) 1995 -2004



Source: National Farm Survey, Teagasc

Family Farm Income (€) 1995 -2004



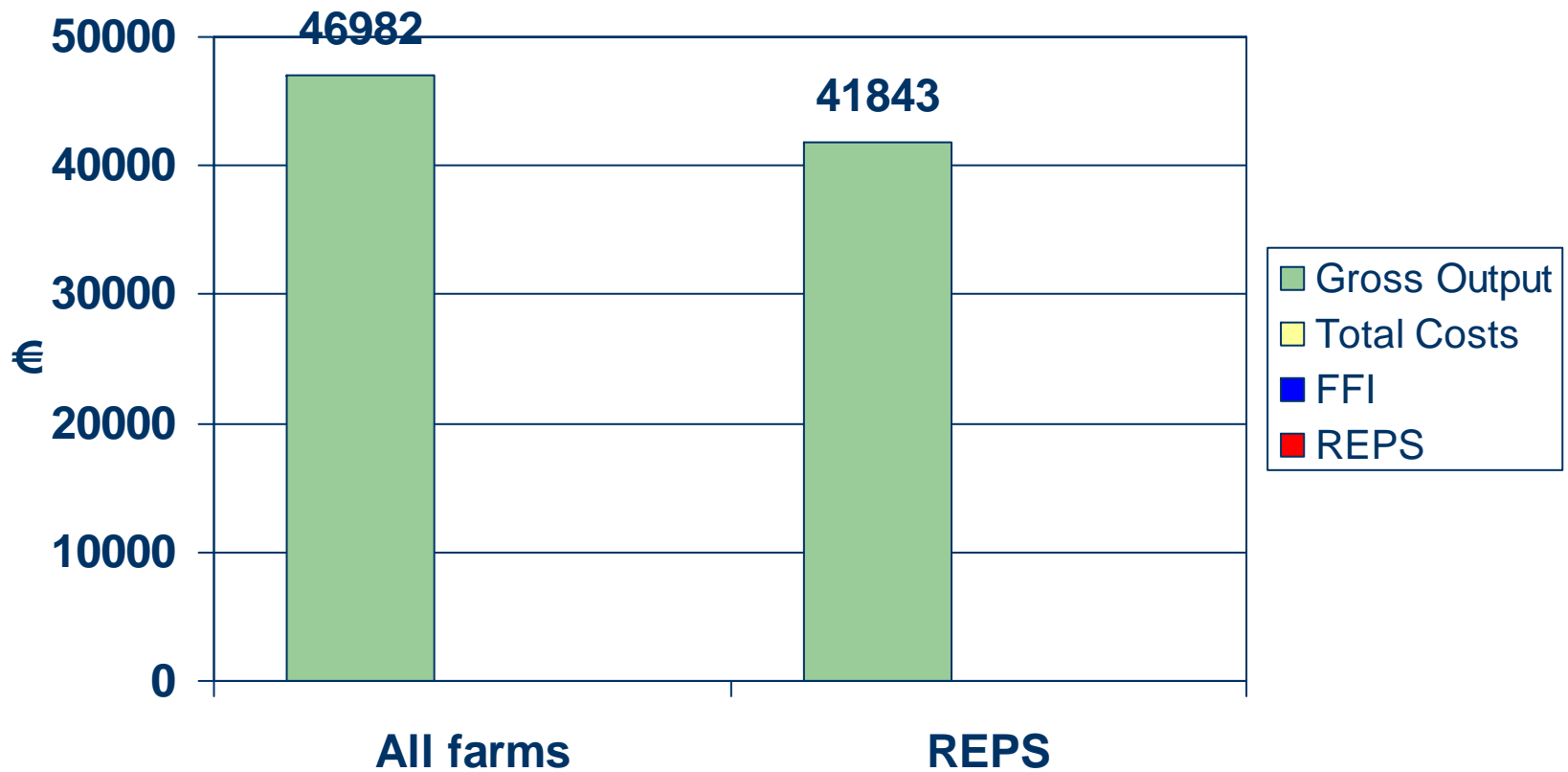
Source: National Farm Survey, Teagasc

Farm Income by System - 2004

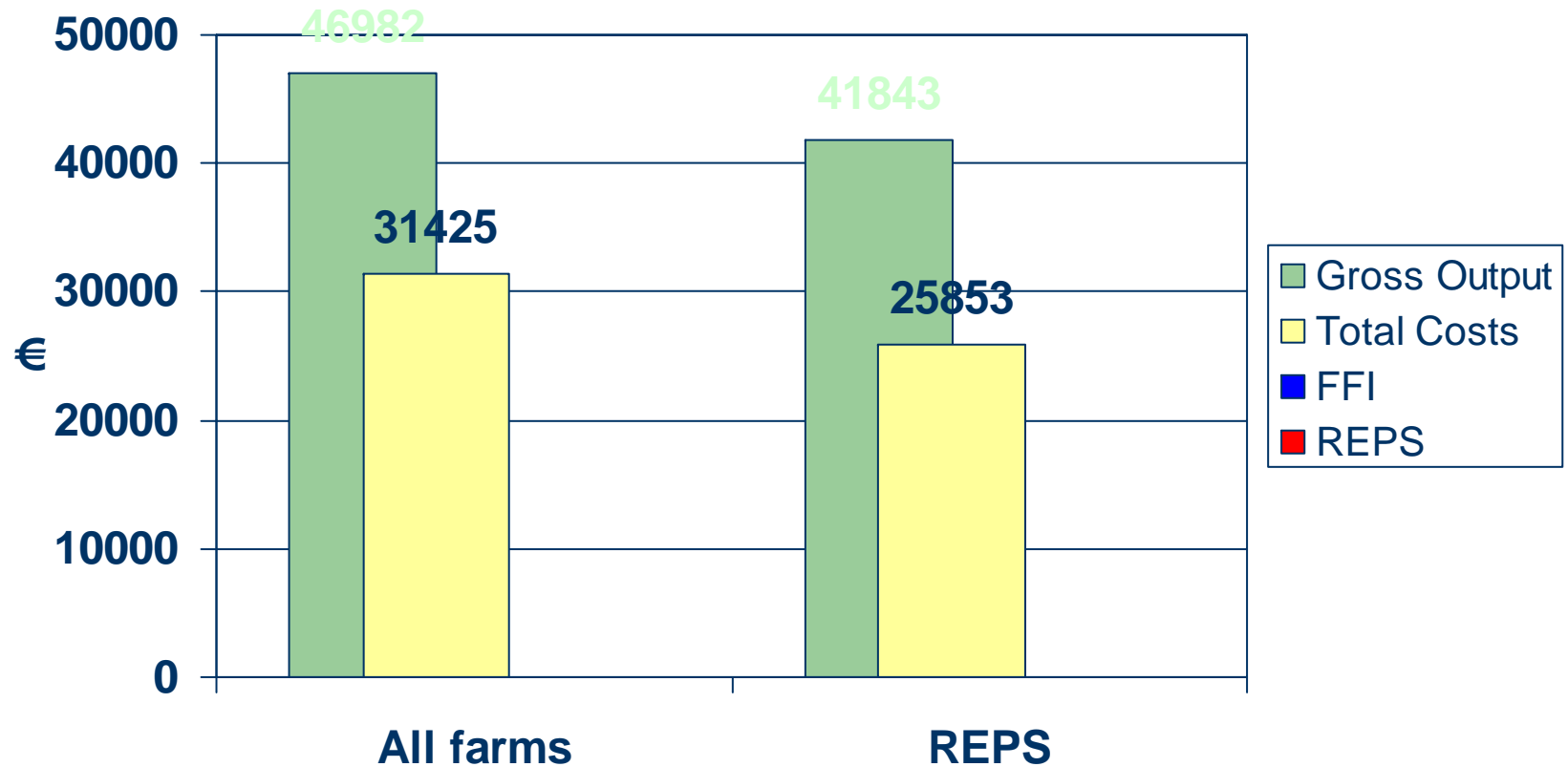
Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
FFI €/Farm						
34,400	24,900	7,300	8,700	11,000	24,000	15,600

Source: National Farm Survey, Teagasc

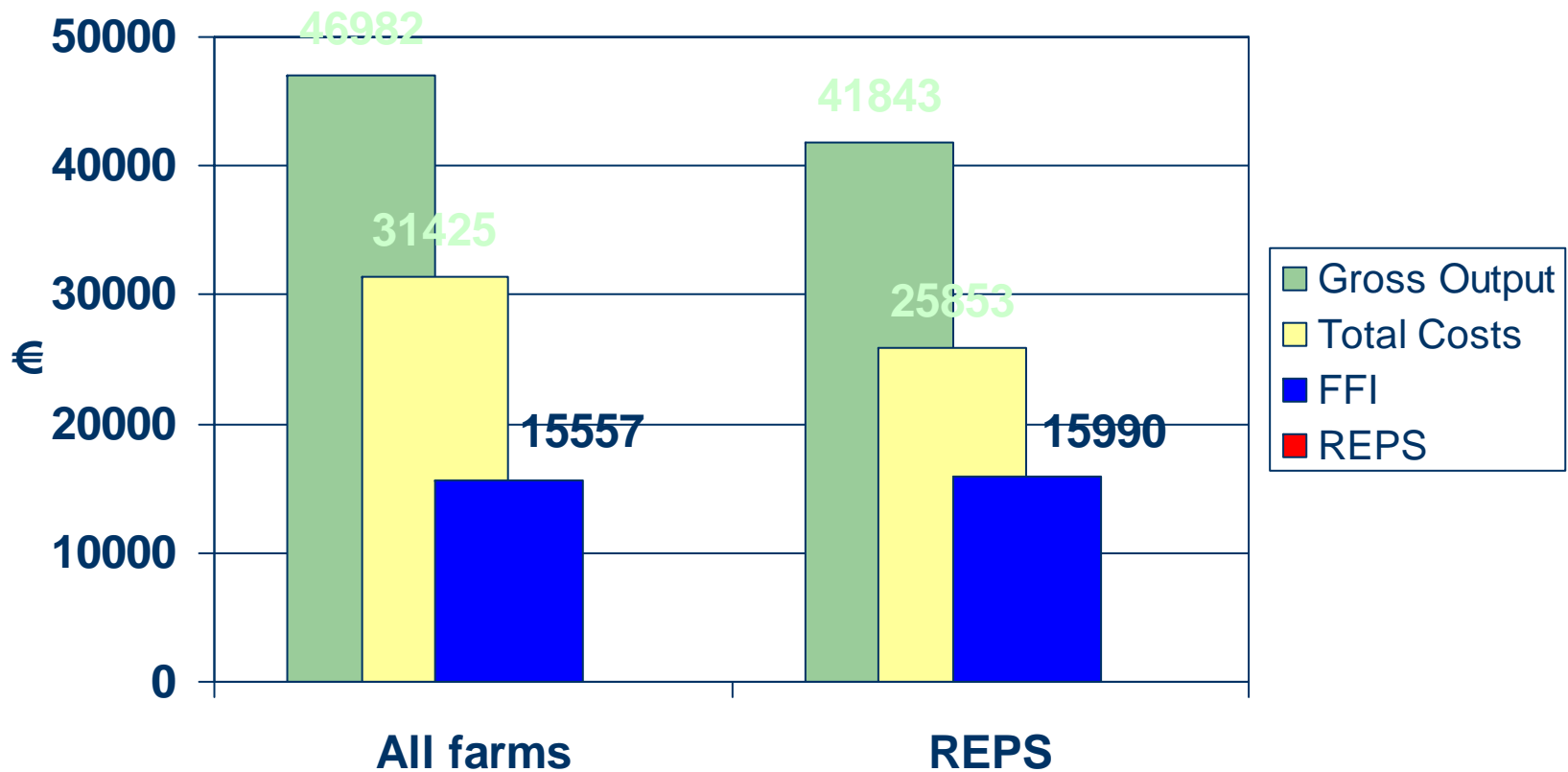
Financial Performance All farms & REPS farms - 2004



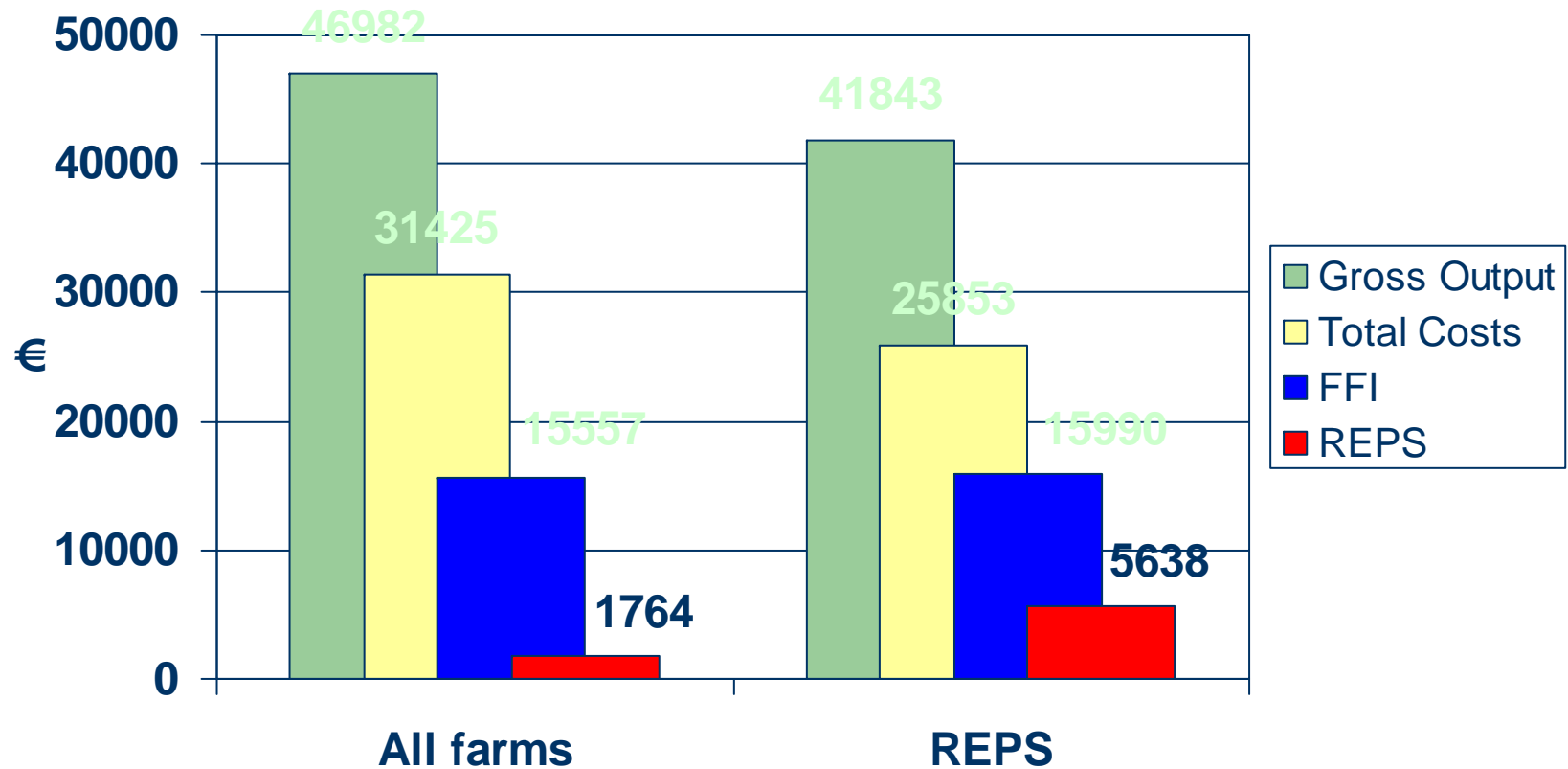
Financial Performance All farms & REPS farms - 2004



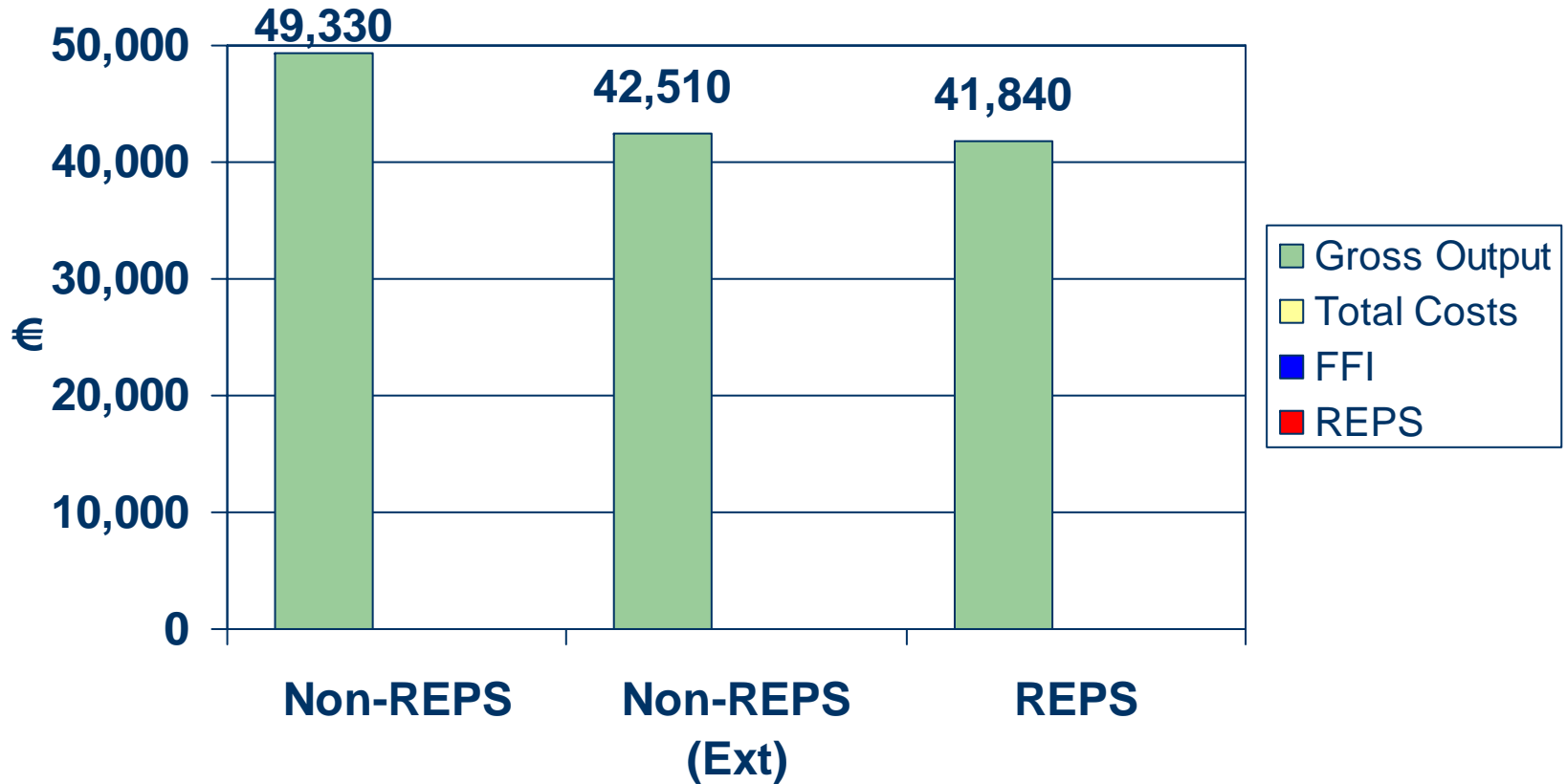
Financial Performance All farms & REPS farms - 2004



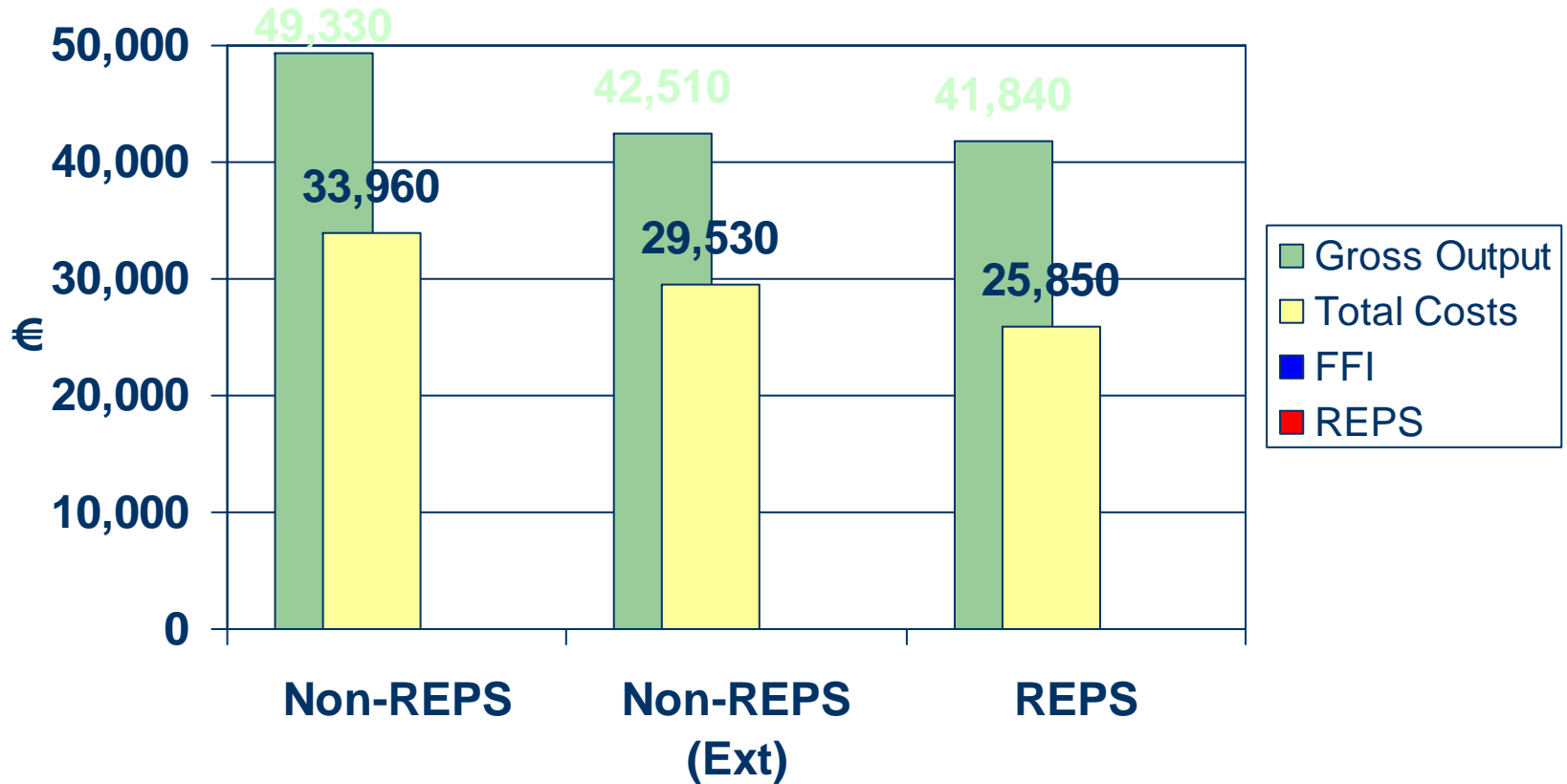
Financial Performance All farms & REPS farms - 2004



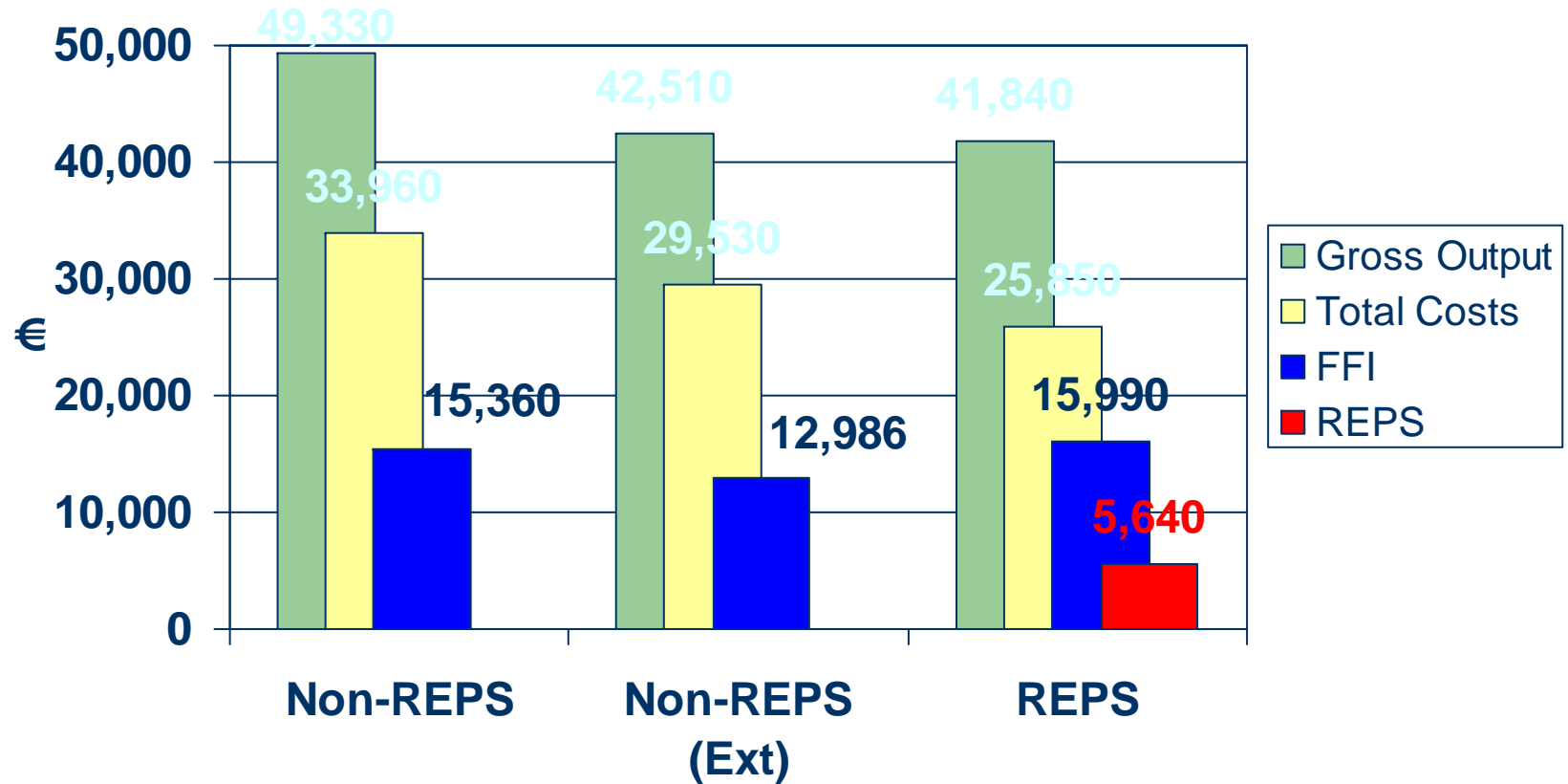
Financial Performance REPS & NON-REPS - 2004



Financial Performance REPS & NON-REPS - 2004



Financial Performance REPS & NON-REPS - 2004



FFI & Direct Payments for REPS farms by farming system

	Specialist Dairying	Cattle Rearing	Sheep	Tillage
FFI	31,730	12,600	12,500	18,220

Source: National Farm Survey, Teagasc

FFI & Direct Payments for REPS farms by farming system

	Specialist Dairying	Cattle Rearing	Sheep	Tillage
FFI	31,730	12,600	12,500	18,220
Direct Payments	14,920	16,530	18,100	19,200

Source: National Farm Survey, Teagasc

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Direct Payments	14,920	16,530	18,100	19,200
REPS	5,800	5,350	6,250	5,040
REPS % Output	7	17	19	10

Source: National Farm Survey, Teagasc

FFI & Direct Payments for REPS farms by farming system

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Direct Payments	14,920	16,530	18,100	19,200
REPS	5,800	5,350	6,250	5,040
REPS % Output	7	17	19	10
REPS % FFI	18	42	50	28

Source: National Farm Survey, Teagasc

FFI & Direct Payments for Non-REPS farms by farming system

	Specialist Dairying	Cattle Rearing	Sheep	Tillage
FFI	35,158	4,759	9,868	26,681

Source: National Farm Survey, Teagasc

FFI & Direct Payments for Non-REPS farms by farming system

	Specialist Dairying	Cattle Rearing	Sheep	Tillage
	€/Farm			
FFI	35,158	4,759	9,868	26,681
Direct Payments	9,547	7,088	12,810	23,428
DP's % FFI	27	149	130	88

Source: National Farm Survey, Teagasc

Indicators on REPS and non-REPS Extensive farms - 2004

	REPS	Non-REPS (Ext)
Assets-Mach. €/farm	14,424	16,541

Source: National Farm Survey, Teagasc

Indicators on REPS and non-REPS Extensive farms - 2004

	REPS	Non-REPS (Ext)
Assets-Mach. €/farm	14,424	16,541
Gross new Invest. €/farm	5,039	5,874

Source: National Farm Survey, Teagasc

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Gross new Invest. €/farm	5,039	5,874
UAA ha	36.5	36.7

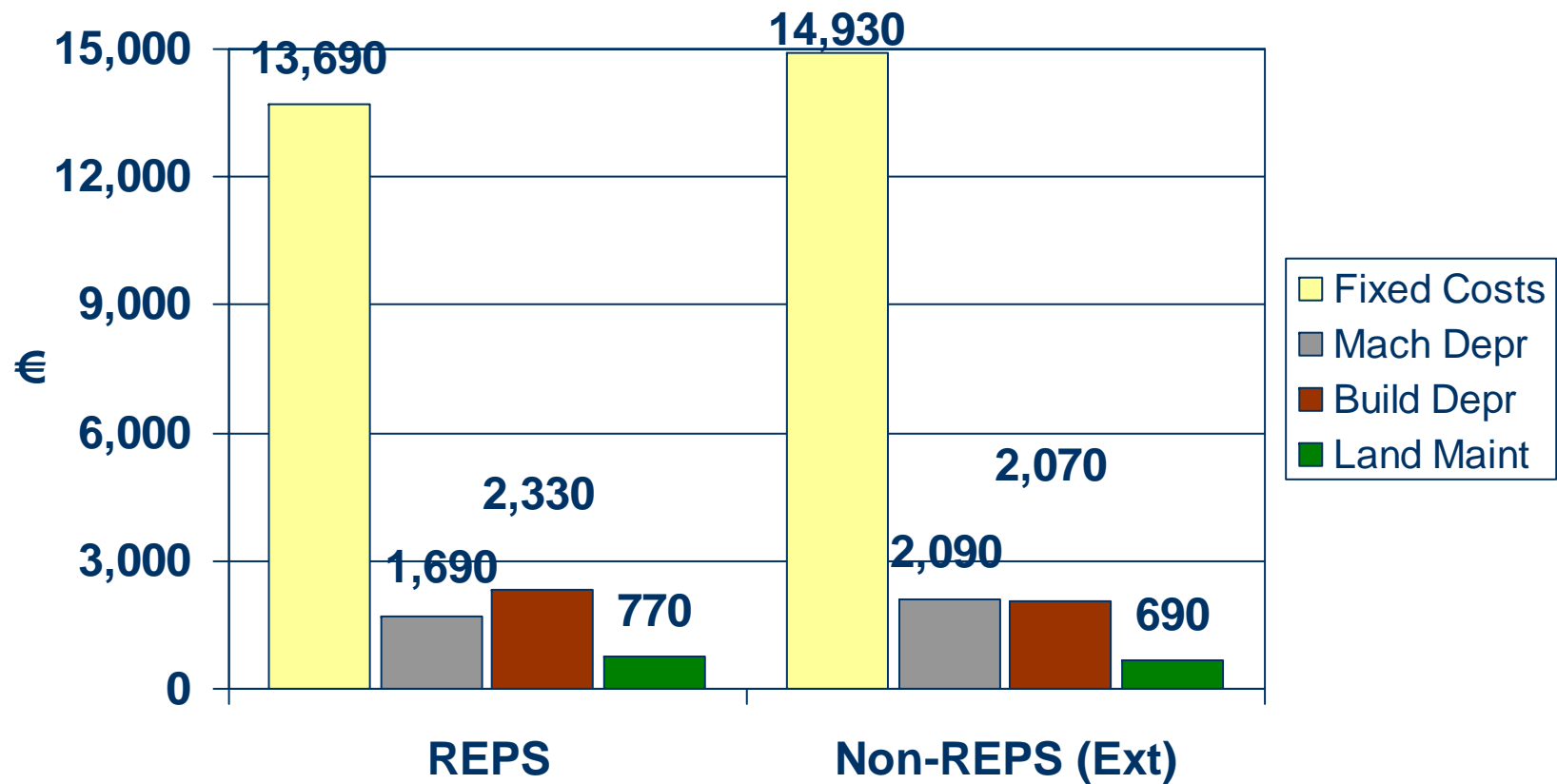
Source: National Farm Survey, Teagasc

Indicators on REPS and non-REPS Extensive farms - 2004

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Assets-Mach. €/farm	14,424	16,541
Gross new Invest. €/farm	5,039	5,874
UAA ha	36.5	36.7
Total LU's	43	45
Lu/Ha	1.18	1.22

Source: National Farm Survey, Teagasc

Fixed Costs REPS & NON-REPS (Ext) - 2004



Socio-economic variables on REPS and Non-REPS (Ext) farms - 2004

	REPS	Non-REPS (Ext)
Age of Holder	53	55

Source: National Farm Survey, Teagasc

Socio-economic variables on REPS and Non-REPS (Ext) farms - 2004

	REPS	Non-REPS (Ext)
Age of Holder	53	55
Married %	73	63

Source: National Farm Survey, Teagasc

Socio-economic variables on REPS and Non-REPS (Ext) farms - 2004

	REPS	Non-REPS (Ext)
Age of Holder	53	55
Married %	73	63
Demographically Viable	64	56

Source: National Farm Survey, Teagasc

Socio-economic variables on REPS and Non-REPS (Ext) farms - 2004

	REPS	Non-REPS (Ext)
Age of Holder	53	55
Married %	73	63
Demographically Viable	64	56
Off-farm job %	56	49

Source: National Farm Survey, Teagasc

REPS Farms by level of REPS payments

REPS Payment €/farm	<4000	4000-5000	5000-8000	8000-10000	10000+
% Farms	27	14	42	11	6
FFI/Farm	5,820	12,940	21,100	25,090	22,950

Source: National Farm Survey, Teagasc

REPS Payment by System - 1998 Vs 2004

	Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS Payment €/Farm					
REPS - 1998	4,874					
REPS - 2004	5,803					
% Change	+19%					

Source: National Farm Survey, Teagasc

REPS Payment by System - 1998 Vs 2004

	Cattle Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS Payment €/Farm					
REPS - 1998	4,874	4,740	4,340			
REPS - 2004	5,803	5,350	5,190			
% Change	+19%	+13%	+20%			

Source: National Farm Survey, Teagasc

REPS Payment by System - 1998 Vs 2004

	Cattle Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS Payment €/Farm					
REPS - 1998	4,874	4,740	4,340	4,872		
REPS - 2004	5,803	5,350	5,190	6,250		
% Change	+19%	+13%	+20%	+28%		

Source: National Farm Survey, Teagasc

REPS Payment by System - 1998 Vs 2004

	Cattle Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
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REPS - 1998	4,874	4,740	4,340	4,872	5,308	
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% Change	+19%	+13%	+20%	+28%	+5%	

Source: National Farm Survey, Teagasc

REPS Payment by System - 1998 Vs 2004

	Cattle Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS Payment €/Farm					
REPS - 1998	4,874	4,740	4,340	4,872	5,308	4,827
REPS - 2004	5,803	5,350	5,190	6,250	5,040	5,640
% Change	+19%	+13%	+20%	+28%	+5%	+17%

Source: National Farm Survey, Teagasc

REPS % FFI by System – 1998 Vs 2004

	Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS % FFI					
REPS - 1998	24					
REPS - 2004	18					

Source: National Farm Survey, Teagasc

REPS % FFI by System – 1998 Vs 2004

	Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS % FFI					
REPS - 1998	24	41	34			
REPS - 2004	18	43	39			

Source: National Farm Survey, Teagasc

REPS % FFI by System – 1998 Vs 2004

	Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS % FFI					
REPS - 1998	24	41	34		40	
REPS - 2004	18	43	39		50	

Source: National Farm Survey, Teagasc

REPS % FFI by System – 1998 Vs 2004

	Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS % FFI					
REPS - 1998	24	41	34	40	31	
REPS - 2004	18	43	39	50	28	

Source: National Farm Survey, Teagasc

REPS % FFI by System – 1998 Vs 2004

	Dairying	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	REPS % FFI					
REPS - 1998	24	41	34	40	31	33
REPS - 2004	18	43	39	50	28	35

Source: National Farm Survey, Teagasc

REPS – Regional Analysis

	Region 3	Region 4	Region 8
REPS (€/Farm)	1,318	2,181	2,005
FFI (€/Farm)			
REPS % FFI			
% Total REPS(€)			
REPS (€/ha)			

Region 3 - Kildare, Meath, Wicklow
Region 4 - Laois, Longford, Offaly, Westmeath

Region 8 - Galway, Mayo, Roscommon

REPS – Regional Analysis

	Region 3	Region 4	Region 8
REPS (€/Farm)	1,318	2,181	2,005
FFI (€/Farm)	20,767	16,954	8,641
REPS % FFI	6	13	23
% Total REPS(€)			
REPS (€/ha)			

Region 3 - Kildare, Meath, Wicklow
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REPS – Regional Analysis

	Region 3	Region 4	Region 8
REPS (€/Farm)	1,318	2,181	2,005
FFI (€/Farm)	20,767	16,954	8,641
REPS % FFI	6	13	23
% Total REPS(€)	5	11	26
REPS (€/ha)			

Region 3 - Kildare, Meath, Wicklow
 Region 4 - Laois, Longford, Offaly, Westmeath

Region 8 - Galway, Mayo, Roscommon

REPS – Regional Analysis

	Mid-East	Midlands	West
REPS (€/Farm)	1,318	2,181	2,005
FFI (€/Farm)	20,767	16,954	8,641
REPS % FFI	6	13	23
% Total REPS(€)	5	11	26
REPS (€/ha)	26	54	74

Mid-East- Kildare, Meath, Wicklow

West-Galway, Mayo, Roscommon

Midlands - Laois, Longford, Offaly, Westmeath

Joined REPS I or II

Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
% of farms						
26	35	40	37	67	42	40

Source: National Farm Survey, Teagasc

Will you join REPS III ?

	Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Yes	42	47					
No	55	46					
Don't Know	3	7					

Source: National Farm Survey, Teagasc

Will you join REPS III ?

	Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Yes	42	47	55	59			
No	55	46	40	39			
Don't Know	3	7	5	2			

Source: National Farm Survey, Teagasc

Will you join REPS III ?

	Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Yes	42	47	55	59	77		
No	55	46	40	39	20		
Don't Know	3	7	5	2	3		

Source: National Farm Survey, Teagasc

Will you join REPS III ?

	Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Yes	42	47	55	59	77	51	
No	55	46	40	39	20	48	
Don't Know	3	7	5	2	3	1	

Source: National Farm Survey, Teagasc

Will you join REPS III ?

	Dairying	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Yes	42	47	55	59	77	51	56
No	55	46	40	39	20	48	40
Don't Know	3	7	5	2	3	1	4

Source: National Farm Survey, Teagasc

Will you join REPS III – 2004/2005 Preliminary

	2004	Preliminary 2005
Yes	56	60
No	40	37
Don't Know	4	3

Source: National Farm Survey, Teagasc

Reasons for NOT joining REPS III

	Dairyin g	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Too Restrictive	65	60	21	22	27	51	38
Investment Costs							
Age/ Health							
Other							
Don't Know							

Source: National Farm Survey, Teagasc

Reasons for NOT joining REPS III

	Dairyin g	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Too Restrictive	65	60	21	22	27	51	38
Investment Costs	18	19	44	30	43	8	29
Age/ Health							
Other							
Don't Know							

Source: National Farm Survey, Teagasc

Reasons for NOT joining REPS III

	Dairyin g	Dairying /Other	Cattle Rearing	Cattle Other	Mainly Sheep	Mainly Tillage	All
	% of farms						
Too Restrictive	65	60	21	22	27	51	38
Investment Costs	18	19	44	30	43	8	29
Age/ Health	5	3	18	25	10	5	13
Other	7	10	13	17	8	31	13
Don't Know	4	8	4	7	13	6	6

Source: National Farm Survey, Teagasc

Summary

- Farm incomes low
- REPS farms – Lower output & costs; similar income V non-REPS
- REPS payment similar for all systems.
- REPS %FFI highest on drystock farms.
- Dairy & tillage system FFI > Non-REPS farms.

Summary – contd.

- Fixed costs higher on non-REPS- Extensive.
- REPS farms more positive demography.
- REPS most NB in Western Regions.
- 40% in REPS 2
- 60% to join REPS 3