Peer Reviewed Papers - Abstracts

Die Peer Reviewed Papers sind im Journal of Socio-Economics in Agriculture (www.jsagr.org) aufgeschaltet.

Deconstructing agricultural labour: a reflection on negative farm income

Stefan Mann

This paper proceeds from the premise that five per cent of Swiss farms currently generate a financial loss. On average, this group of farms realizes a fairly high off-farm income. Challenging the notion of a 'fair' or 'adequate' agricultural income, we tackle the question of whether aiming to achieve the combination of negative farm income plus adequate off-farm income can be a rational strategy. An application of the Activity Choice Model answers this question in the affirmative. One of four interviews conducted with farmers having a negative agricultural income is analysed using objective hermeneutics. Whilst this approach shows that non-monetary utility has many dimensions, it primarily confirms the premise that negative farm income can be a rational strategy if combined with profitable off-farm work.

Keywords: Activity choice, Negative incomes, Swiss agriculture

JEL classification: J22



Stefan Mann Agroscope Tänikon 1

CH-5356 Ettenhausen

E-Mail: stefan.mann@agroscope.admin.ch

http://jsagr.org/english/view_articles/volume_7_8/index.html