



# Finnish Pilot study: North Savo region

Luke Team:

Heikki Lehtonen, Reimund Rötter, Taru Palosuo, Xing Liu, Tuomo Purola, Jukka Höhn, Jarkko Niemi, Panu Korhonen, Perttu Virkajärvi, Olli Niskanen, Pellervo Kässi, Pirjo Peltonen-Sainio, Tapio Salo, Fulu Tao

> April 2015 Natural Resources Institute Finland (Luke) <u>www.luke.fi</u> Firstname.lastname@luke.fi



#### North Savo region



200 km Data source: Finnish food safety authority Evira's animal register 20' Base map and administrative borders: National Land Survey of Finlar



Total area 20 367 km2, 17.5% under water, beachline length 17000 km, Population density 14.8 persons/km2 (Finland average 17.7) 247000 inhabitants (2010) 148000 ha farmland (8.8% of land area) 4200 farms 38000 dairy cows (10% out of whole Finland)

Cereals production becoming more popular, e.g. wheat, not only barley Income/cap: 17000 eur (Finland average 18800 eur 2010) http://www.pohjois-savo.fi/fi/pohjoissavo/





# Agricultural activities

#### Land use distribution in North Savo (utilised agric. land 147,684 ha)

Number of livestock animals (1000 heads) in North Savo region 2011. Source : Official farm statistics (<u>www.mmmtike.fi</u>)



	Pohjois-Savo
Dairy cows	38.1
Suckler cows	5.7
Bulls (>1 year)	14.4
Heifers	21.5
Calves	40.6
Cattle total	120.3
Fattening pigs	9.9
Pigs, 20-50 kg	7.1
Piglets	11.9
Sows	4.0
Pigs, total	33.0
Laying hens	18.2
Other poultry	4.6
Poultry, total	29.5
Sheep	3.4
Goats	0.3
Horses (at farms)	2.3



## Land use (ha, %) at dairy farms







# Projected climate change in Finland up to 2100, reference period 1971-2000

Source: Jylhä et al 2009, Ruosteenoja 2013

- Annual average temperature +2 + 6 °C
  - In winter +3-+9 °C
  - In summer +1-+5 °C
- Annual precipitation + 12 22%
  - In winter +10 40%
  - In summer + 0 20%
- Increased evapotranspiration during the growing period threat of worsening early summer drought
- Growing season length +30–45 days until 2100
- Temperature sum during growing period:
  - Middle Finland 1100 -> 1600 degree days;
  - Southern Finland 1300 -> 1900;
  - Northern Finland 900 -> 1200 degree days
- Increasing frequency:
  - rainy days, heavy rainfalls, dry spells
- Decreased length of thermal winter
- Reduced snow cover and permafrost
- Increased cloudiness



### Median changes in selected agro-climatic indicators relative to 1971-2000 GISS-ER/B1

Sowing date change (nr of days) Proportion of suitable sowing days Date of the last spring frost (days) Effective radiation change (%) Effective growing days (change in days) Rain 3-7 weeks after sowing, change, mm Proportion of dry days in AMJ, change (%) Proportion of dry days in JJA, change (%) Extreme high temp stress, change (days) Temperature sum accumulation during grain filling, change, C

2011-2040	2041-2070	2071-2100	
	-3	-3	-4
	12	12	16
	-6	-5	-7
	13	9	14
	20	26	41
	1,8	1,4	10,8
	0	1	-4
	-6	-4	-14
	1	1	1
	1,4	1,5	1

#### IPSL-CM4/A2

	2011-2040	2041-2070	2071-2100	
Sowing date change (nr of days)		-9	-15	-17
Proportion of suitable sowing days		20	28	32
Date of the last spring frost (days)		-18	-24	-24
Effective radiation change (%)		5	-3	-13
Effective growing days (change in days)		7	31	52
Rain 3-7 weeks after sowing, change, mm		-6,4	-9,5	-12,3
Proportion of dry days in AMJ, change (%)		2	19	21
Proportion of dry days in JJA, change (%)		2	13	17
Extreme high temp stress, change (days)		1	4	6
Temperature sum accumulation during grain filling, change, C		2,3	3,7	5,4

Source: R. P. Rötter , J. G. Höhn & S. Fronzek (2012) Projections of climate change impacts on crop production: A global and a Nordic perspective, Acta Agriculturae Scandinavica, Section A – Animal Science, 62:4, 166-180, DOI: 10.1080/09064702.2013.793735

Indicators selected by Rötter et. al. (2010), Trnka (2011),



#### Climate (and management) related problems

- Spatio-temporal variability of crop yields (among field plots, years, etc.)
- Feed quality losses
- Winter time damages
- Soil compaction, wet conditions
- Plant pests becoming more frequent





Some climate related problems in North Savo region:

Ice encasement, due to warmer winters (hypoxia, frost). Photo: P. Virkajärvi (top),

Problems due to soil compaction. Photo: H. Mäkipää (middle),

Compacted soil, heavy axle loads. Photo: A. Mustonen (bottom, right); Winter related damages (left, bottom. Photo P. Virkajärvi); effects of summer drought (bottom, middle. Photo E. Juutinen)









# Adaptation solutions, cereals

#### • Cereals cultivars requiring longer growing season

- Decrease vulnerability to (early summer) drought
- More tolerant of heat stress
- Earlier sowing times
- Improved / changed crop protection needed
  - Currently no/little fungicide use => can be increased
  - More diverse crop rotations may relieve disease pressure
    - higher yielding oilseed /clover crops and cultivars => more protein production?
- Adjusted fertilisation levels and timing/split applications
  - Timely split applications according to development phases
  - According to yield potential of different crops and cultivars
- Improved soil structure, soil pH, drainage

=> resilience, extra costs...



# Assumptions used in WOFOST simulations, for evaluating changes in water-limited yields

- Water-limited production situation no nutrient limitations
- Sowing dates: calculated with a temperature threshold (8 °C) for the 10-day running mean.
  - Baseline period in Kuopio: mean 135 days (mid-May), std 9 days
  - 2041-2060 (RCP8.5, HadGEM2-ES): mean 119 days (late April), std 7 days
  - 2041-2060 (RCP8.5,GISS\_MODEL\_E\_R): mean 135 days (mid-May), std 9 days
- No autumn cutoff other than maximum duration of 260 days
- Soil water content in spring assumed to be at field capacity



#### Future rainfed potential yields of barley in North Savo

Water-limited yields simulated with model WOFOST using different emission scenario (RCP8.5) / climate model combinations for Kuopio (10 x 10 km grid)

- Current cultivar, Kustaa
- Possible future cultivar, "F1" (only thermal requirement changed)





#### Yield gaps and their drivers

#### POTENTIAL ATTAINABLE ACTUAL





#### <u>SIMULATE actual yields</u> subject to different crop prices

Farm level economic analysis through dynamic optimisation over 30-40 years, adjusting

- (1) N-fertilisation;
- (2) soil improvements (liming, affecting soil pH value);
- (3) fungicide use
- (4) land use and crop rotation monoculture implies increased disease pressure

... through production functions and crop yield responses  $\Rightarrow$  Joint yield effects of N fertilisation, liming and fungicide use, crop rotation

 $\Rightarrow$  Yields, gross margins

Policies play a role: eligibility conditions, agri-environmental schemes Peltonen-Sainio, P., Salo, T., Jauhiainen, L., Lehtonen, H. & Sieviläinen, E. 2015. Static yields and quality issues: Is the agrienvironment program the primary driver? AMBIO. ISSN 0044-7447. DOI 10.1007/s13280-015-0637-9 Lehtonen, H. & Rankinen, K. 2015. Impacts of agri-environmental policy on land use and nitrogen leaching in Finland. Environmental Science and Policy, Volume 50, June 2015, p. 130–144. doi:10.1016/j.envsci.2015.02.001



#### Simulated farm management and yields in 3 price scenarios for two farm types

Simulated average yields, profit, soil pH and times of fungicide usage over the next 30 years under chosen scenario settings of crop prices with low (current) disease pressure setting

LP: Low price; MP: Moderate price; HP: High price. Moderate prices = 2008-2013 average prices; Low prices = -

20%, High prices +20% from the MP level. Source: Lehtonen, H., Liu, X. & Purola, T. 2015. Balancing Climate Change Mitigation and Adaptation with Socio-Economic Goals at Farms in Northern Europe. Chapter 11 in book "Climate adaptation and food supply chain management in Europe", edited by A. Paloviita & M. Järvelä, to be published by Routledge

	Actual yield [kg/ha]	Specialized cereals farm		Other crop farm			
		$\theta = 0.02$			$\theta = 0.0165$		
		LP	MP	HP	LP	MP	HP
	Spring wheat [3068]	2670	3190	3364			
		(-14.5%)	(3.8%)	(8.8%)	-	-	-
	Winter wheat [3066]	-	-	-	-	-	-
	Barley	2555	2958	3203	2704	2942	3207
	[3000]	(-17.4%)	(-1.6%)	(7.9%)	(-9.9%)	(-1.9%)	(6.9%)
Average							
U	Oats	2469	2898	3034	2538	2855	3036
Vields	[2786]	(-12.9%)	(3.9%)	(8.2%)	(-8.9%)	(2.5%)	(9.0%)
Ticlus		()					
	Hay	3191	3795	3963	3138	3634	3886
	[3615]	(-13.3%)	(4.7%)	(8.8%)	(-13.2%)	(0.5%)	(7.5%)
	Oilseed	1106	1368	1452			
	[1305]	(-18%)	(4.6%)	(10%)	-	-	-
Share of fung	gicide treated barley	0	0	116	0	0	97
Av	erage pH	5.59	6.50	6.63	5.59	6.28	6.61
GHG emissio (norm	ns overall tons /year alized 10 ha)	23.49	28.75	31.52	16.90	22.00	24.34
GHG emissio (normali	n from organic soils ized 1 ha) /year	18.21	19.30	19.34	15.60	17.01	17.07

Note: [\*] show the actual average yields (kg/ha) in North Savo of Finland 1995–2012.



## Simulated (low disease pressure, median price, left) land use over 30 years vs observed land use (right) on cereals farms in North Savo region Finland 2000-2013





Simulated land use over 30 years (left) vs observed land use on other crop farms in North Savo region (right) Finland 2000-2013





# Adaptation solutions, grass

- Three cuts per year
  - Earlier cuts
- New grassland species and cultivars
  - More resistant to heat stress and drought
  - Better nutritive value
  - Sufficient winter hardiness
- Adjusted fertilisation levels
  - Proper timing, according to developmental phases
  - According to yield potential of different crops and cultivars
- Prevention of soil compaction
  - Drainage, sufficient
  - Development of machinery/use of machinery

# The cost of managing farm level grass yield risk - Slightly decreasing in A1B!

- Excess silage grass area (own land + rented land) is kept to hedge against drought and silage deficit (buffer stocks of silage used)
- The mean yield of grass is <u>gradually increasing</u> from the baseline period up to middle-century
- Little change in the variation of grass yields in North Savo
- => The buffer stocks can be filled up more frequently in the climate scenario than in the baseline
- <u>The average standard deviation of harvested yield decreases</u> <u>considerably in A1B</u>, as well as the share of years of silage deficit
- Still the cost of risk remains significant farmers need to keep sufficient grassland area and buffer stocks
  - Source: Kässi, P., Känkänen, H., Niskanen O., Lehtonen, H. & Höglind, M. 2014 Farm level approach to manage grass yield variation under climate change in Finland and North-Western Russia (submitted)



#### Farm level and regional perspectives

Stakeholder workshops revealed disappointments to current policies "Policy schemes favor part-time farms, but are difficult /impossible for full-time, expanding farms"; "It is easier to adapt to climate change than to EU and national policy changes"

"Some policy schemes discourage productivity growth, re-organisation and structural change"

Left: Distribution of cattle Right: Land clearance (ha/km2) 2000-2009



> "Overall effect of many individual retarding effects accumulate, making ambitious farmers frustrated"

Now aver size of dairy farms 35 cows/farm. Fewer and larger dairy farms - Expanding dairy farms need land Frictions on land market => high land prices => intensive production, higher yields demanded

> How to improve functioning of land markets? – short rental contracts, low commitments for land maintenance

How to improve "land availability" for agricultural activities producing most value added in the region? ...while simultaneously decreasing GHG emissions ?

Land clearance has been a solution for some individual farms, despite high costs This is due to incoherent policies



# Summary on adaptation options in Northern Savo, Finland

- Increasing grass growth benefits dairy and beef
- Inter-annual volatility of grass yield increases
- Managing grassland yield variation: cost of drought risk relieved if moderate warming (e.g. A1B), but may increase if strong warming
- Increase in attainable yields of cereals and oilseeds is uncertain, more frequent droughts on sandy soils
  - New breeds such as heat/drought tolerant cereals cultivars, one important part of the solution!
  - More emphasis on maintaining soil quality!
- Positive market development + more flexible encouraging policies needed for medium/ long-term investments in:
- drainage, soil structure, lower axle loads, cultivars, crop rotation, manure spreading



Photos: Pentti Raiskio/Luke





### Kiitos! Thank you!

Contact: Heikki.Lehtonen@luke.fi



http://macsur.eu/index.php/regional-case-studies/