

# Sustainability of crop and livestock dominant dryland system of Alentejo region: do they have large differences in economic returns and environmental consequences?



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## Introduction

This work presents a case study with two traditional dryland Mediterranean-type farming systems with 250 ha of area: grazing dominant and cropping dominant system, of the Alentejo region of Portugal. These farming systems are compared in terms of economic returns, environmental impacts and trade-offs.




### Crops System


Sunflower - Durum Wheat 1 - Pea - Durum Wheat 2


### Mixed Crop Livestock System

Wheat - Oats - OatxVetch - Durum Wheat - Rye  
Natural and Improved grassland  
Livestock: Extensive beef production with selling calves at weaning

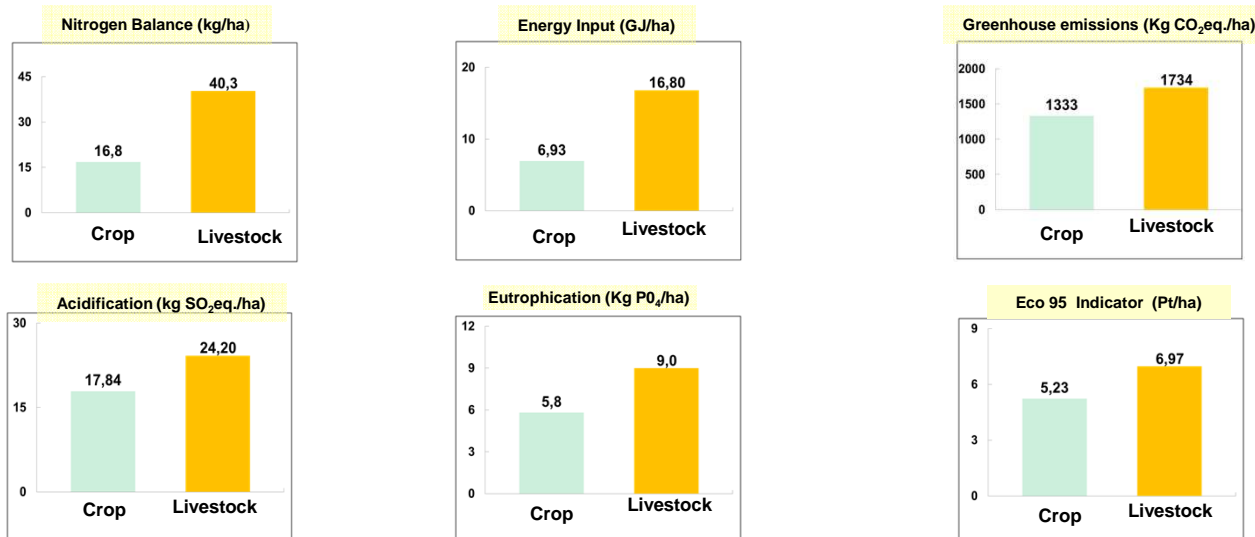
## Methodology

**Environmental evaluation:**  Input-Output  Nitrogen balance, Energy input  
 Life cycle assessment (SimaPro): Greenhouse; Acidification; Eutrophication; Eco 95

**Economic evaluation of activities:**  Full cost of production; Gross margin; Net margin

**Environmental and economic evaluation:**  Linear programming models (GAMS-General algebraic model system): maximize net margin; environmental impact of land use; quantify the trade-offs between economic and environmental criteria

## Results



Environmental effects and economic trade-offs of the crop system

Variables	Values	Dual Prices
<b>Crops</b>		
Net Farm Income (€)	81 336	d.a
Subsidies(€)	72 630	d.a
Land (ha)	250	326 (€/ha)
Nitrogen Balance (Kg N)	4 203,75	19,35 (€/KgN)
Energy Input (GJ)	1 655	49,15 (€/GJ)
Greenhouse emissions (KgCO <sub>2</sub> eq.)	333 175	0,244(€/KgCO <sub>2</sub> eq.)
Acidification (Kg SO <sub>2</sub> eq.)	4 458,75	18,24(€/Kg SO <sub>2</sub> eq.)
Eutrophication (Kg de PO <sub>4</sub> eq.)	1 450,63	56,07 (€/Kg PO <sub>4</sub> eq.)
Eco 95 (Pt)	1 307,5	62,21 (€/Pt)

d.a.= doesn't apply

Source: LP model results

Environmental effects and economic trade-offs of the mixed crop livestock system

Variables Mixed	Values	Dual Prices
Net Farm Income (€)	42 791	d.a
Subsidies(€)	63 955	d.a
Land (ha)	250	171 (€/ha)
Nitrogen Balance (Kg N)	8 075,4	5,30(€/KgN)
Energy Input (GJ)	1 813,6	23,60 (€/GJ)
Greenhouse emissions (KgCO <sub>2</sub> eq.)	395 621	0,11(€/KgCO <sub>2</sub> eq.)
Acidification (Kg SO <sub>2</sub> eq.)	4 584,3	9,61(€/Kg SO <sub>2</sub> eq.)
Eutrophication (Kg de PO <sub>4</sub> eq.)	1 737,9	24,62 (€/Kg PO <sub>4</sub> eq.)
Eco 95 (Pt)	1 378,6	31,05 (€/Pt)

d.a.= doesn't apply

Source: LP model results

## Conclusions

- The net income of the mixed crop livestock system was half of the crop system net income. Relatively to crop system farm subsidies for mixed system farm represent 88%. Mixed crop livestock system has higher environmental impacts than the arable crops.
- The trade-offs evidence potential costs of 31.05 €/Pt for the mixed crop livestock system and 62.21 €/Pt for the crop system associated with the reduction of farmer environmental impacts in aggregated terms (Eco95).
- The trade-offs determination gives an important input for the formulation and calibration of future agricultural policy which may lead to the development of more sustainable production systems.