# Agriculture Sustainability: A California Agribusiness Students' Perspective

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# Abstract

Agribusiness managers as the major players in the agricultural industry greatly determine agribusiness practices and affectperception about agricultural sustainability. This study develops a framework to analyze how agribusiness students, the future agribusiness managers, in California view sustainable agriculture. An educational program was created and implemented to raise awareness and educate students about agricultural sustainability. Pre-and post-surveys were administered to collect relevant data and a conditional logit model was estimated. Our main results suggest that: 1) the educational program is more influential on the ratings of the external social and environmental sustainability than on economic and internal social sustainability; 2) participating in the educational program helped future managers realize the importance of obtaining stable income to achieve economic sustainability; and 3) water quality and farm continuity are important attributes infarm environmental and internal social sustainability. Given the lack of consensus on how to define agricultural sustainability, this study provides insightful information to help understand how future agriculture managers perceive sustainable farming.

**Keywords:** agriculture sustainability, agriculture sustainability in California, agribusiness students' perception on sustainability, sustainable agriculture

# 1. Introduction

Increasing awareness of farming related environmental pollution, anxiety about food safety and security, and concerns about the long-term sustainability of production resources, have resulted in recent years' heightened debate about agriculture sustainability (Hodge, 1993). Some argue that sustainable agriculture centers on organic farming and point to the expansion of organic farms at 12% per year due to an increasing consumer demand for safe foods (Scofield, 1986; York Jr., 1991; USDA, 2000). Others equate sustainable agriculture with low input agriculture (Edwards, 1987), low external input sustainable agriculture (Reijntjes, Bertus, & Water-Bayer, 1992); and agro-ecology (Altieri, 1995), to emphasize the resource saving aspect of sustainable production. However, sustainable farming is also believed to deviate from the aforementioned practices because it is not codified as laws as other farming practices (MacCormack, 1995). Some have argued that sustainable farming involves different parties in a broader system than just production methods; this makes sustainable farming is more sustainable than organic farming because agricultural chemical shelp better achieve farm *economic* sustainability (Whitby & Adger, 1996). As a result, the ultimate goal of achieving consensus and understanding of what agricultural sustainability is among goal-conflicting parties often ends in vain (Francis, 1990). Despite the rising public concerns, there is indeed no agreed definition of agricultural sustainability.

Diverse views exist about sustainable farming. For example, it is very possible that a sustainable system being tested efficient for one farm at one point in time, may not be efficient for another farm at a different time (Ikerd, 1993; Rigby & Caceres, 2001). Sustainable system is used to encompass not just conservation of non-renewable resources of soil, energy, and minerals; but it also encompasses issues of environmental, economic and social sustainability (Lampkin & Measures, 1995; Van Calker, Berentsen, Giesen, & Huirne, 2005; Sydorovych & Wossink, 2008). Moreover, sustainable farming is found to be compatible with both small and large farms (Pretty, 1995; Rigby & Caceres, 2001). Even though sustainability farming means different things to different

people, two broad definitions are usually cited. Brandtland (1987) defined sustainability as "Humanity has the ability to make development sustainable to ensure that it meets the needs of the present without compromising the ability of future generations to meet their own needs. Barrow (1991) emphasized the environmental influence of sustainability and believed that sustainability is the development process to improve the quality of human life in the carrying capacity of supporting ecosystems such that: "Governments, development, aid agencies, and conservation organizations should support projects that combine rural development and the conservation and sustainable use of wild species and ecosystems" (p. 62). These two definitions reflect specific economic, social, or ecological concerns of different groups.

In the case of agricultural sustainability, future farm managers as the main players in the agricultural industry have expressed a unique view about sustainability. The view of these managers can greatly affect their future farming practices, and thus reshape the future value of sustainability in agriculture. The aim of this paper is to develop a framework to analyze how future agribusiness managers in California view sustainable agriculture. California is the largest food supplier in the United States; but opinions of its future agribusiness managers on sustainability issues have not been examined. We developed an educational program to raise awareness of sustainability among agriculture students. The program was available to agribusiness management students at a California State University campus. After implementing the program, we quantified its impact on students' perceptions towards sustainability. We administered two online surveys, one prior to the implementation of the educational program and one immediately after the completion of the program. Data from the questionnaire were used to estimate a conditional log it model and to identify factors affecting opinions on sustainability. This study aims to contribute to the literature by: 1) identifying key attributes affecting understandings of economic, internal social, external social and environmental sustainability; 2) measuring the impact of the educational program on sustainability perceptions; 3) analyzing the impact of family farm ownership on sustainability perceptions; and 4) quantifying the gender impact on sustainability perceptions.

## 2. Literature Review

According to Lewandowski, Ha"rdtlein, and Kaltschmitt (1999), agricultural sustainability is the management and utilization of agricultural system to achieve biological diversity, sufficient supply of food, renewal of production capacity, and improved ecological, economic and social agricultural activities at local, national and international level. Previously published studies have discussed the feasibility of forming a general understanding and consensus on agricultural sustainability (Gafsi, Legagneux, Nguyen, & Robin, 2006; Van Cauwenbergh et al., 2007; Sydorovych & Wossink, 2008). Environmentalists view agricultural sustainability as a multifunctional system to protect rural communities and to criticize the negative impact of agricultural practices on ecosystems and the global environment (Cairol, Coudel, & Laplana, 2008). These environmental conscious communities were worried about agriculture's reduced ability to feed the world without scarifying additional natural resources (Paarberg, 2008). The affluent classes view sustainable agriculture as the likeness of local and organic products and the disinclination of genetically modified food (Siegrist, 2003). The debates among different groups suggest that a general agreement on what agricultural sustainability is has not been achieved.

Why does agricultural sustainability mean different things to different groups? The literature relates this to the political views of the stakeholders (Aerni, 2002). For example, Fairclough (2004) pointed out that small-scale farmers are found to be the guardians of sustainable agriculture who would protect the scarce public resources and curb economic globalization, i.e. the trade of food, for the protection of the already depleted natural resources. Aerni (2009) used a sample data on farmers' opinion from Switzerland and New Zealand to conclude that, compared to Switzerland whose farmers value the new technologies' contribution on farm sustainability, New Zealand farmers are more concerned with the effects of international trade and government interventions on the sustainability of farming.

A more widely accepted understanding in the literature shows that agricultural sustainability should consider the effectiveness of ecological, economic and social environmental sustainability (Ikerd, 2006; Van Cauwenbergh et al., 2007; Sydorovych & Wossink, 2008). Similar to our study, Van Calker et al. (2005) examined how a Dutch dairy farm's farming activities affected its economic, internal social, external social and ecological sustainability. Their study concluded that food safety is ranked as the top external social concern; ground water pollution and soil dehydration are ranked as two important environmental concerns; profitability is the only economic concern of the dairy farm. The same study also pointed out that internal social sustainability focuses on the working conditions of farm workers while external social sustainability deals with societal concerns on the impact of agriculture on the wellness of humans and animals (Van Calker et al., 2005). Ikerd (2006) pointed out that agricultural sustainability refers to food production system's ability to renew production resources and generate

income. Lien, Hardaker, and Flaten (2007) used crop production data gathered in Norway to conclude that organic farming is less economic sustainable than conventional farming, when the government subsidies are not available.

Another important aspect of agricultural sustainability is social agriculture. Macri and Perito (2009) discussed a case study of social agriculture in Italy. In their study, they defined social agriculture as a possible means to diversify farming and agriculture so that it can improve the quality of life in rural areas and even support the lives of disabled, weak and/or socially excluded citizen. The authors identify the following organizations that support social agriculture in Italy: "A" Social Cooperatives (non for profit, activities on farming and education), "B" Social Cooperatives (non for profit, activities on labor integration, socio recreation among others), Private farms (for profits), Public Institutes.

In the context of economic and rural development, FAO (Food and Agriculture Organization of the U.N.) provides an even wider definition of agriculture sustainability that further incorporates the social aspect. According to FAO sustainable agriculture and rural development (SARD) can be defined as: "the management and conservation of the natural resource base and the orientation of technological and institutional change in such a manner as to ensure the attainment and continued satisfaction of human needs for present and future generations. Such sustainable development (in the agriculture, forestry and fisheries sectors) conserves land, water, plant and animal genetic resources, is environmentally non-degrading, technically appropriate, economically viable and socially acceptable (FAO, 1989). According to FAO the emphasis at the core of this definition is the "welfare of humans, living now and not yet born".

### 3. Data

The educational program was made available to 87 agribusiness students enrolled in an agribusiness management class in a California State University campus in fall, 2012. The program included three continued lectures taught during the third week in October 2012; these lectures focused on agricultural sustainability in California. After a 30-minute lecture, a 15-minute Q&A session was provided. The lectures and the session-covered topics are listed in Table 1. The course instructor used Power Point slides to cover the first lecture. Two guest speakers, a professor in agriculture industrial organization and a lecturer in viticulture science, instructed the second and the third lectures, respectively. An online survey of 24 questions was administered before and after educational program (early October and late October through December). Students were given bonus points for completion of the surveys by a specified due date. Of the 87 students taking the class, 56 participated in the pre-survey and 53 in the post-survey, for a total of 109 responses, and a total of 46 students completed both surveys.

Topics	Lecture 1	Lecture 2	Lecture 3
1	The three spheres of sustainability	Sustainable agriculture and the use of green energy in California	Sustainable grape production in California: water and soil quality
2	The USDA definition of sustainable agriculture	California wind farms and the use of solar power in production agriculture	The economics of a high yielding grape pruning method
3	Organic farming, food safety, and the future of food	The economics of building farm level ethanol plant in California	Long-term profitability of California grape production
4	Farm profitability, environmental stewardship and quality of farm family life		

Respondents' demographics appear in Table 2. A similar number of female and male participated in the study. Eighty-nine percent of the respondents are between 19 and 24 years old; over 70% of them are White and about 10% are Hispanic. About 60% of the participants are graduating seniors and about 40% are juniors, majored in plant science, animal science, agribusiness, agricultural education and agricultural mechanics. More than 50% of the respondents reported an annual household income of \$49,000 or less; 20% of them have an income between \$50,000 and \$99,999 with only a small percentage of the respondents (about 14%) reporting high income of \$200,000 and up. Most of the respondents have some farming background: about 50% of them have worked in farming for 1–6 years and 22% of them have worked in the agricultural industry for 16 years or more. At first glance this finding seems untrue given the young age of the respondents. However, additional conversations

with the participants revealed that many of them own a family farm and they consider themselves as having been working in the industry since their childhood. About 50% of them have a family owned fruit, animal, or vegetable farm. About 50% of them live in rural areas; 25% live in city or urban areas; and the rest live in suburban areas.

# Table 2. Demographics

Gender female male Total Age 19-20 21-22 23-24 25 or older Total Race white Hispanic multi Alaska Asia black Total	Count 50 53 103 24 38 23 11 96 79 14 6 4 2	%           49%           51%           100%           25%           40%           24%           11%           100%           74%           13%           6%	Count 25 26 51 12 15 11 5 43 39 (	% 49% 51% 100% 28% 35% 26% 11% 100% 73%	Count 25 27 52 12 23 12 6 53	%           48%           52%           100%           23%           43%           23%           11%           100%
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male Total Age 19-20 21-22 23-24 25 or older Total Race white Hispanic multi Alaska Asia black	53 103 24 38 23 11 96 79 14 6 4	51% 100% 25% 40% 24% 11% 100% 74% 13%	26 51 12 15 11 5 43 39	51% 100% 28% 35% 26% 11% 100%	27 52 12 23 12 6 53	52% 100% 23% 43% 23% 11% 100%
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multi Alaska Asia black	6 4		(		40	75%
nulti Alaska Asia Dlack	4	6%	6	11%	8	15%
Asia Dlack		070	4	8%	2	4%
plack	2	4%	2	4%	2	4%
black	-	2%	1	2%	1	2%
Total	1	1%	1	2%	0	
	106	100%	53	100%	53	100%
Student classification						
senior	62	58%	32	59%	30	57%
junior	43	40%	21	39%	22	41%
Sophomore	2	2%	1	2%	1	2%
Fotal	107	100%	54	100%	53	100%
Annual household income						
\$0-24,999	42	41%	19	39%	23	44%
\$25,000-49,000	16	16%	8	16%	8	15%
\$50,000-74,999	12	12%	6	12%	6	12%
\$75,000-99,999	8	8%	4	8%	4	8%
\$100,000-124,999	3	3%	2	4%	1	2%
\$125,000-149,000	4	4%	3	6%	1	2%
\$150,000-174,999	1	1%	0	0%	1	2%
\$175,000-199,999	1	1%	0	0%	1	2%
\$200,000 and up	14	14%	7	14%	7	13%
Total	101	1	49	100%	53	100%
Years in farming						
)	7	7%	0	0%	7	13%
1-3 years	28	29%	12	29%	16	30%
4-6 years	18	19%	10	24%	8	15%
7-9 years	9	10%	0	0%	9	17%
10-12 years	8	9%	5	12%	3	6%
13-15 years	4	4%	2	5%	2	4%
16 years and more	21	22%	13	31%	8	15%
Total	95	100%	42	100%	53	100%
Have a family farm		· • • · •	_			
Yes	48	49%	23	50%	25	47%
No	51	49% 51%	23	50%	23	53%
Total	99	100%	46	100%	53	100%

Family farm type						
I do not have a farm	46	51%	22	58%	24	46%
A fruit farm	12	13%	6	16%	6	12%
An animal farm	19	21%	5	13%	14	27%
A vegetable farm	6	8%	3	8%	3	6%
Other	7	7%	2	5%	5	10%
Total	90	100%	38	100%	52	100%
Type of community live						
Rural	46	49%	20	50%	26	49%
City or urban	23	25%	10	25%	13	24%
Suburban	22	24%	10	25%	12	23%
Other	2	2%	0	0%	2	4%
Total	93	100%	40	100%	53	100%
Most important energy in 10 year	rs					
Solar	50	48%	27	54%	23	43%
Ethanol	15	15%	9	18%	6	11%
Gas	14	14%	6	12%	8	15%
Wind	11	11%	3	6%	8	15%
Nuclear	9	8%	3	6%	6	11%
Coal	4	4%	2	4%	2	4%
Total	103	100%	50	100%	53	100%
Pollution restriction law						
Much more strict	5	5%	3	5%	2	4%
Somewhat more strict	5	5%	2	4%	3	6%
Slightly more strict	23	21%	15	27%	8	15%
About the same as now	38	35%	18	33%	20	38%
Slightly less strict	19	18%	11	20%	8	15%
Somewhat less strict	10	9%	6	11%	4	8%
Much less strict	8	7%	0	0%	8	15%
Total	108	100%	55	100%	53	100%
Willingness to change lifestyle to	o reduce environ	mental impact				
Extremely willing	2	2%	1	2%	1	2%
Very willing	21	20%	10	18%	11	21%
Moderately wiling	49	45%	27	49%	22	42%
Slightly willing	27	25%	12	22%	15	28%
Not at all willing	9	8%	5	9%	4	8%
Total	108	100%	55	100%	53	100%

In the questionnaire, we asked respondents to select, out of a list of seven alternative energy sources, their perceived most important energy source in the future 10 years. Solar was the most selected source of energy, followed by ethanol and gas. We then asked their opinions on the current pollution restriction laws. A little over one third of the respondents believed that pollution restriction laws should be about as strict as they are now; while one third of them believed the laws should be stricter, and the rest believed the laws should be less strict. Different from the pre-survey of 20%, in the post-survey, 15% of the respondents believed that laws should be less strict. About 10% of the respondents from both surveys indicate that they are not at all willing to change lifestyle to reduce any environmental impact. But about 70% of them tended to be willing to change their life style to help the environment.

Respondents were asked to rate different attributes of agribusiness sustainability by allocating 100 points to selected attributes of economic, internal social, external social and environmental sustainability. Results are presented in Table 3. For economic sustainability, *Income stability* and *prospects for long-run profits* are the top two attributes. *Reliance on government subsidies* and *adherence to government regulations* are the two least selected features. Though the two production costs related features, i.e., *the ability to pay for fertilizer, pesticides and fuel*, and *sufficient cash to pay labor and manager*, are rated slightly lower than the income and profit attributes, their ratings are clearly higher than government subsidies and regulations. Ratings for the internal social sustainability show that *continuity of farm in the family* is considered the most important attribute. Thus,

participants believed that to achieve internal social sustainability, the family should continuously own the farm. Participants also considered it important to help farmers reduce health risk when applying agricultural chemicals.

Table 3.	Ratings	of selecte	ed attributes

	Entire sa	mple	Pre-survey		Post -Survey	
Economic sustainability						
	Count	Mean	Count	Mean	Count	Mean
Income stability	104	21.22	52	20.33	52	22.12
Prospects for long-run profit	105	20.00	52	19.83	53	20.17
Ability to pay for fertilizer, pesticides, fuel	105	16.90	52	17.96	53	18.94
Sufficient cash to pay labor and managers	105	18.23	52	17.52	53	15.87
Reliance on government subsidies	105	10.86	52	13.92	53	11.45*
Adherence to government regulations	105	13.16	52	10.25	53	12.42*
Internal social sustainability						
Continuity of the farm in the family	106	28.44	54	30.46	52	26.35
Reduced health risk of applying agricultural	106	26.06	54	26.44	52	25.67
chemicals						
Reduced physical stress of farmers	106	22.30	54	21.46	52	23.17*
Reduced mental stress of farmers	106	22.48	54	21.17	52	23.85*
External social sustainability						
Produce safe food	107	21.47	54	22.78	53	20.13*
Produce high quality food	107	20.39	54	24.28	53	16.43*
Take good care of farm animals	107	15.50	54	15.94	53	15.06
Contribute to local economy	107	13.21	54	13.35	53	13.07*
Maintain good relationship with surrounding	107	13.51	54	12.35	53	14.70*
communities						
Protect public recreational resources	106	11.06	53	10.06	53	12.06
Prevent farm odor and noise	107	8.86	54	8.28	53	9.45
Environmental sustainability						
Improve soil quality	106	17.38	53	18.84	53	15.92*
Improve water quality	106	17.36	53	18.38	53	16.34*
Improve natural resource use efficiency	106	15.44	53	14.87	53	16.02*
Improve air quality	106	13.77	53	13.38	53	14.17
Reduce solid waste disposal	106	12.38	53	11.97	53	12.79
Reduce greenhouse gas emission	106	12.01	53	11.46	53	12.57
Enhance biodiversity	106	11.47	53	11.19	53	11.75

Note. \* Post-survey rank of importance rating was different from the pre-survey.

We find that the educational program impacted respondents' attributes ratings. For example, our results show that the impact of the educational program is more significant on the ratings of the external social and environmental sustainability than on economic and internal social sustainability. The *produce high quality food* feature is rated the highest in the pre-survey but the second highest in the post-survey. In the post-survey, the *produce safe food* feature is rated the highest. Thus, after participating in the educational program, respondents became more likely to consider food safety, rather than the overall quality of food, as the most important feature in agricultural external social sustainability. This might be a result of an extensive discussion about food safety during the first lecture. In this lecture, respondents were asked to discuss organic farming in California and to list reasons why organic farming is more environmentally friendly and why organic vegetable and fruits are safer to eat than conventional alternatives. In both the pre-and post survey, *prevent farm odor and noise* is rated the least important in the pre-survey but the second most important in the post-survey, *improve water quality* is rated the most important. This again may be a result of the educational program, during the third lecture; water and soil quality related topics were provided to help students understand the importance of irrigation and good quality soil on grape profitability.

### 4. Model

A choice-based conjoint (CBC) analysis is used to gather survey takers' opinions towards sustainable agriculture. The CBC framework was first developed in 1981 by marketing researchers to predict the probability that an individual consumer will choose the preferred product out of various frequently purchased alternatives (Batsell & Lodish, 1981). Sydorovych and Wossink (2008) first applied the CBC method to predict the probability that an agriculture shareholder chooses between two sustainable profiles, each representing different utility outcomes. Selection of attributes and attributes levels is a difficult task given that the range of sustainability attributes is wide. This study includes eight attributes and two levels for each attribute. Van Calker et al. (2005) identified five attributes each for external social and ecological sustainability. Later, Sydorovych and Wossink (2008) included four or more levels in each sustainability attribute. One drawback of including more than two attribute levels is, the more attribute levels are selected the larger the experimental designs. This makes the survey lengthy and rather complex. Thus, large experimental designs do not necessarily perform better than designs with a smaller choice set (Lusk & Norwood, 2005).

To reduce the burden of survey respondents and obtain a better response rate, this study only chooses two attributes for each sustainability attribute. The attributes included are selected from Sydorovych and Wossink (2008) and Van Calker et al. (2005). We rely on these two studies because in both cases the authors conducted extensive discussions with industrial experts, researchers, governmental agencies, non-governmental environmental agencies, and farmers to define the attributes. Our attributes and their levels are presented in Figure 1 and a sample choice card is shown in Figure 2.

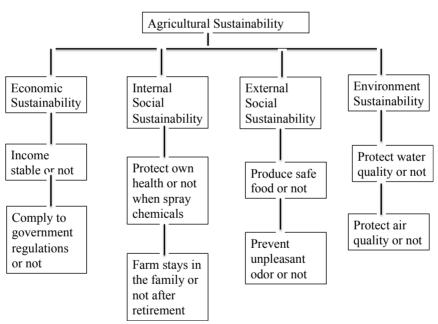


Figure 1. Selected attributes and attributes levels

Choices	Income	Government regulation	Food safety	Odor	Water quality	Air quality	Farmer health	Farm continuity
1	Unstable income	Comply to government regulations	Cannot produce safe food	Prevent unpleasant odor	Do not protect water quality	Do not protect air quality	Protect own health when spray chemicals	Farm stays in the family after retirement
2	Stable income	Comply to government regulations	Produce safe food	Do not prevent unpleasant odor	Do not protect water quality	Protect air quality	Protect own health when spray chemicals	Farm stays in the family after retirement

Figure 2. A sample card

To conduct the econometric estimation, this study applies a conditional logit model. McFadden (1974) defined in the conditional logit model that the probability  $P_{ij}$  that individual *i* will choose alternative *j* from choice set *C* is the probability that the utility associated with choice *j* is greater than the utility associated with all other *k* choices in the same choice set. Thus,

$$P_{ij} = P(\beta x_{ij} + \varepsilon_{ij} > \beta x_{ik} + \varepsilon_{ik})$$

$$P_{ii} = P(\varepsilon_{ii} - \varepsilon_{ik} > \beta x_{ii} - \beta x_{ik}), j \neq k$$
(1)

Assume the error terms  $\mathcal{E}$  are independent and identically distributed with the Weibull (Gnedenko, extreme value) distribution (McFadden, 1974),  $P_{ii}$  is:

$$P_{ij} = \frac{\exp(\beta x_{ij})}{\sum\limits_{k=1}^{j} \exp(\beta x_{ik})}$$
(2)

In the above model, x is a vector of product attributes and the model assumes that the characteristics of respondents are the same across the sample. The conditional logit model is based on the random utility theory of Lancaster (1966). According to Lancaster, the utility of the *i*th consumer  $U_i$  (*i*=1,...,*I*) derived from the *j*th alternative (out of a choice set of *C*) is a function of the selected attributes of the alternative *j*:

$$U_{ii} = \beta x_{ii} + \varepsilon_{ii} \tag{3}$$

Where  $\beta$  is a vector of unknown parameters of interest, x is a vector of attributes for product j selected by consumer i, and  $\mathcal{E}$  is a stochastic error term resulted from measurements errors.

Utility is estimated as follows:

$$Utility = \beta_1(Income) + \beta_2(government) + \beta_3(food \ safety) + \beta_4(farm \ odor) + \beta_5(water \ quality) + \beta_6(air \ quality) + \beta_7(farm \ rhealth) + \beta_8(farm \ continuity)$$
(4)

The first two variables, *income* and *government*, estimate the impact of economic sustainability on derived utility. The *food safety* and *farm odor* variables estimate the impact of external social sustainability; the *water quality* and *air quality* variables estimate the impact of environmental sustainability; and the *farm health* and *farm continuity* variables estimate the impact of internal social sustainability on the derived utility.

#### 5. Results

STATA 11 econometric software was used to estimate the models. Table 4 shows the results of the conditional logit model. The likelihood ratio test, LR chi<sup>2</sup> and the prob>chi<sup>2</sup> scores suggest that the selected variables for the conditional logit model explain the variations in the dependent variable, participant's derived utility. If a selected variable is significant, it remains significant across the three estimations of either using the entire sample, or using the pre-survey sample or the post-survey sample (alpha <1%).

Table 4. Results of the main effect model and the directly stated preference

		Estimation res	sults		Directly stated		
Variables	Definition	Entire sample	Pre-survey	Post survey	Entire sample	Pre-survey	Post survey
Income	1 if stable income; 0 unstable	1.020*** (0.111)	1.151*** (0.160)	0.893*** (0.154)	21.221 (16.697)	20.326 (16.634)	22.158 (16.759)
Government	1 if comply to government regulation; 0 otherwise	-0.001 (0.112)	-0.001 (0.161)	-0.006 (0.154)	10.857 (16.697)	10.250 (16.634)	12.420 (16.759)
Food safety	1 if produce safe food; 0 otherwise	1.679*** (0.110)	1.854*** (0.160)	1.512*** (0.154)	21.467 (24.823)	22.780 (15.283)	20.132 (14.415)
Farm odor	1 if prevent unpleasant odor; 0 otherwise	0.605*** (0.110)	0.669*** (0.159)	0.546 *** (0.154)	8.859 (24.823)	8.278 (15.283)	9.454 (14.415)
Water quality	1 if protect water quality; 0	0.707***	0.690***	0.719***	17.361	18.383	16.344

	otherwise	(0.111)	(0.160)	(0.154)	(14.849)	(14.229)	(14.223)
Air quality	1 if protect air quality; 0 otherwise	-0.099 (0.110)	-0.091 (0.158)	-0.107 (0.154)	13.776 (14.849)	18.383 (14.229)	14.172 (14.223)
	otherwise	(0.110)	(0.138)	(0.134)	(14.849)	(14.229)	(14.225)
Farmer	1 if protect farmer health when spray chemicals; 0	-0.004	0.011	-0.017	26.066	26.444	25.674
health	otherwise	(0.111)	(0.159)	(0.154)	(14.261)	(24.884)	(24.759)
Farm	1 if farm stays in the family;	0.749***	0.811***	0.693***	28.443	30.463	26.346
continuity	0 otherwise	(0.111)	(0.160)	(0.154)	(14.261)	(24.884)	(24.759)
Likelihood ratio		481	282	203			
Prob>chi2		< 0.0001	< 0.0001	< 0.0001			
Pseudo-R2		0.23	0.27	0.20			

*Note.* Asterisks (\*\*\*) indicates coefficients significantly different from zero at alfa=0.01 level. The first number of the estimation results is the coefficient and the number in parentheses is standard error. The first number of the directly stated results is the mean attribute and the number in parenthesis is the mean of all selected attributes in that category.

Of the two economic sustainability variables, *income* contributes significantly and positively to the derived utility (Table 4). To quantify the impact of income on the probability of choosing a card, marginal effect is computed. Table 5 shows the estimation of the marginal effects from the main model. The first row of Table 5 shows that, the probability of being chosen is 8.4% higher if a card states income is *stable* than a card that states income is *unstable*, holding all other variables constant at the mean level. This result is consistent with the directly stated mean importance rating of 21.22 for the income variable (Table 4), which is significantly higher than the category mean of 16.63; where income was ranked as the top economic sustainable attribute. The two external social sustainability attributes are both significant, indicating that respondents value the *producing safe food* and the *preventing unpleasant odor* attributes of sustainable farming (Table 4). The respondents believed that to be externally social sustainable, farming should supply safe food and should prevent unpleasant odor. The marginal effect reveals that the probability is 14% higher if a card says *producing food safety* than a card without it (Table 5). The impact of *farm odor* variable is significant and positive on derived utility. However, the overall rating of *farm odor* attribute is significantly lower than the category average. Thus, the perceived importance rating does not reflect the impact of this variable on the derived utility.

Of the two selected environmental sustainability attributes, the water quality attribute contributes significantly to the derived utility (Table 4). This attribute was also rated at 17.36, higher than the category mean of 14.85. The probability of choosing a card with this attribute is 6% higher than a card without this attribute. The *farm continuity* attribute also has a significant impact on derived utility (Table 4).

		Entire sample	Pre-survey	Post-survey
Variables	Definition	Coefficient	Coefficient	Coefficient
Income	1 if stable income; 0 unstable	0.084** * (0.011)	0.080 *** (0.015)	0.087*** (0.017)
Government	1 if comply to government regulation; 0 otherwise	0 (0.001)	0 (0.011)	0 (0.015)
Food safety	1 if produce safe food; 0 otherwise	0.144 *** (0.016)	0.135 *** (0.022)	0.151*** (0.023)
Farm odor	1 if prevent unpleasant odor; 0 otherwise	0.049*** (0.008)	0.046 *** (0.012)	0.053*** (0.014)
Water quality	1 if protect water quality; 0 otherwise	0.058 *** (0.001)	0.047*** (0.012)	0.070*** (0.016)
Air quality	1 if protect air quality; 0 otherwise	-0.008 (0.001)	-0.006 (0.011)	-0.010 (0.015)
Farmer health	1 if protect farmer health when spray chemicals; 0 otherwise	0 (0.001)	0.001 (0.011)	-0.001 (0.015)
Farm continuity	1 if farm stays in the family; 0 otherwise	0.061 *** (0.010)	0.056 *** (0.013)	0.067*** (0.016)

#### Table 5. Marginal effects of the main effect model

*Note.* Asterisks (\*\*\*) indicates coefficients significantly different from zero at alfa=0.01 level. The first number of the estimation results is the coefficient and the number in parentheses is standard error.

To better understand the impact of income on economic sustainability perception, the income variable is multiplied by family farm variable to generate an interaction term. This interaction term is added as a new explanatory variable to the conditional logit model. Table 6 shows the main results. All the previously included attributes retain the same sign and significance level. The interaction term is positive and significant at a 10% level. If a respondent owns a family farm, the probability of him/her selecting a card that says *stable income* is 3% higher than those without a family farm. This interaction term is not significant in the pre-survey sample but becomes significant in the post-survey sample (alpha<5%). Thus, before participating in the educational program, a respondent with a family farm is less likely to perceive income stability as an important attribute. But after participating in the educational program, a respondent is more likely to consider stable income as an important economic sustainability attribute.

Variables	Entire sample	Marginal effect	Pre-survey	Marginal effect	Post survey	Marginal effect
Y	0.810***	0.067***	1.083***	0.075***	0.611***	0.058***
Income	(0.158)	(0.014)	(0.246)	(0.020)	(0.208)	(0.020)
-	0.005	0	0.017	0.001	-0.007	0
Government	(0.116)	(0.009)	(0.178)	(0.012)	(0.155)	(0.014)
	1.688***	0.147***	1.902***	0.139***	1.521***	0.150***
Food safety	(0.116)	(0.017)	(0.176)	(0.0247)	(0.154)	(0.023)
	0.612***	0.051***	0.697***	0.048***	0.549***	0.052***
Odor	(0.116)	(0.009)	(0.176)	(0.012)	(0.154)	(0.014)
	0.725***	0.060***	0.727***	0.049***	0.723***	0.069***
Water quality	(0.116)	(0.011)	(0.176)	(0.014)	(0.254)	(0.016)
	-0.121	-0.009	-0.138	-0.009	-0.107	-0.010
Air quality	(0.115)	(0.01)	(0.174)	(0.013)	(0.154)	(0.015
- 1 14	-0.008	-0.001	0.002	0	-0.017	-0.002
Farmer health	(0.116)	(0.009)	(0.176)	(0.011)	(0.154)	(0.015)
	0.725***	0.060***	0.764***	0.052***	0.697***	0.067***
Farm continuity	(0.116)	(0.011)	(0.177)	(0.014)	(0.154)	(0.016)
Family Farm and	0.379*	0.029*	0.079	0.005	0.609**	0.051**
Income	(0.228)	(0.016)	(0.343)	(0.022)	(0.154)	(0.024)
Likelihood ratio	439		236		207	
Prob>chi2	< 0.0001		< 0.0001		< 0.0001	
Pseudo-R2	0.23		0.27		0.21	

Table 6. Interaction effect model results (family and income)

*Note.* Asterisks \*\*\*, \*\* and \* indicates coefficients significantly different from zero at alfa=0.01, 0.05 and 0.1 level, respectively. The first number of the estimation results is the coefficient and the number in parentheses is standard error.

Using the same method, the impact of gender and food safety is estimated. The results are shown in Table 7. Results for the entire sample suggest that female respondents are 4% more likely than male to choose a card that has the 'food safety' attribute. The interaction effect of gender and food safety is significant in the pre-survey sample but become less significant in the post-survey sample. Thus, after attending the educational program, female respondents are less likely to consider the food safety attribute as important.

Variables	Entire sample		Pre-survey		Post survey	
	Coefficient	Marginal effect	Coefficient	Marginal effect	Coefficient	Marginal effect
Income	0.983***	0.079***	1.143***	0.076***	0.845***	0.079***
	(0.114)	(0.011)	(0.169)	(0.015)	(0.156)	(0.01)
Government	0.013 (0.115)	0.001 (0.009)	0.039 (0.171)	0.002 (0.011)	-0.007(0.157)	0 (0.015)
Food safety	1.406***	0.115***	1.537***	0.104***	1.293***	0.124***
	(0.152)	(0.017)	(0.224)	(0.002)	(0.210)	(0.025)
Odor	0.637***	0.051***	0.703***	0.046***	0.582***	0.055***
	(0.114)	(0.008)	(0.167)	(0.011)	(0.156)	(0.014)
Water quality	0.762***	0.061***	0.785***	0.051***	0.742***	0.069***
	(0.114)	(0.010)	(0.169)	(0.013)	(0.156)	(0.016)
Air quality	-0.098 (0.113)	-0.008 (0.009)	-0.113 (0.167)	-0.007 (0.011)	-0.085 (0.156)	-0.008(0.015)
Farmer health	-0.015 (0.114)	-0.001 (0.009)	-0.015 (0.167)	0 (0.011)	-0.016 (0.156)	-0.002 (0.015)
Farm continuity	0.733***	0.058***	0.752***	0.049***	0.716***	0.067***
	(0.114)	(0.010)	(0.179)	(0.013)	(0.156)	(0.016)
Gender and food	0.626***	0.043***	0.779**	0.043**	0.487	0.041*
safety	(0.224)	(0.014)	(0.328)	(0.017)	(0.307)	(0.024)
Likelihood ratio	470		271		203	
Prob>chi2	< 0.001		< 0.001		< 0.001	
Pseudo-R2	0.24		0.28		0.21	

Table 7. Interaction effect model results (gender and food safety)

*Note.* Asterisks (\*\*\*) (\*\*) indicates coefficients significantly different from zero at alfa=0.01 level, 0.05 or 0.1 level, respectively. The first number of the estimation results is the coefficient and the number in parentheses is standard error.

#### 6. Conclusions and Implications

This study uses a CBC choice experiment to identify the impact of selected attributes on agribusiness students' perception of agricultural sustainability. We examined students' ratings of the attributes, and analyzed a number of important attributes that significantly affected students' perception. Given the lack of consensus on how to define agricultural sustainability, this study provides insightful information to understand how future California agriculture managers perceive sustainable farming. Our study contributes to the literature by developing an educational program on agricultural sustainability and examining the impact of this program on students' perception of sustainability. Our results indicate that the educational program affects future farm managers' perception of agricultural sustainability in several ways. First, after participating in the educational program, future farm managers' opinion about agricultural external social sustainability changed. Future male managers tended to be more supportive of the idea that farmers should provide safe food to accomplish agricultural external social sustainability. Thus, future farm managers are more likely to consider protecting water quality as an important responsibility of farming to achieve environmental sustainability. Third, participating in the educational program helped future managers realize that obtaining a stable income is a key to achieving economic sustainability.

This study simplifies the multi-attribute framework of agricultural sustainability, and identifies the most important attributes that affected future farm managers' opinions. Income stability is found to be an outmost important attribute to economic sustainability perceptions. In contrast, Sydorovych and Wossink (2008) found that income stability does not improve perceptions of economic sustainability. Their study identified long-run profit as the most significant factor changing economic sustainability perceptions. However, profitability is the difference between the value of what a farm produces and the cost of resources it uses or the net farm income. Sydorovych and Wossink (2008) included both income and profit attributes without explaining if income is net income or not, potentially confused survey takers. Our study includes income as the only dollar related attribute, and our participating future farm managers' responses clearly showed that economic sustainability means farm income stability. Producers should achieve a set income goal. If a farm cannot reach the set income goal, the

farm is not economically sustainable.

In this study we also find that future farm managers view external social sustainability as being able to produce safe food. This finding is consistent with Van Calker et al. (2005). Participating future farm managers believe that providing safe food is a key factor in California's food production. Moreover, participating future farm managers believe unpleasant odor is a negative externality of production agriculture. Being able to prevent the undesirable externality is critical for achieving farm external social sustainability. Moreover, future farm managers pay great attention to water protection, perhaps because of the cost of dealing with wastewater in farming. In contrast, these future farm managers consider protecting air quality a less important attribute. Protecting air quality is considered a responsibility of not only farmers but also the entire society.

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