Does it matter who advises farmers? Pest management choices with public and private extension

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ABSTRACT

Does it matter whether farmers receive advice on pest management strategies from public or from private (pesticide company affiliated) extension services? We use survey data from 733 Swiss fruit growers who are currently contending with an infestation by an invasive pest, the fruit fly Drosophila Suzukii. We find that farmers who are advised by public extension services are more likely (9–10%) to use preventive measures (e.g. nets) while farmers who are advised by private extension services are more likely (-8%) to use synthetic insecticides. These results are robust to the inclusion of various covariates, ways to cluster standard errors, and inverse probability weighting. We also show that our results are unlikely to be driven by omitted variable bias. Our findings have implications for the current debates on both the ongoing privatization of agricultural extension and concerns regarding negative environmental and health externalities of pesticide use.

1. Introduction

The realization of more sustainable agricultural systems depends on farmers’ production and technology choices which, in turn, are based on information and social learning. In the agricultural economics literature, a lot of empirical research has focused on what farmers learn from their peers, their own experience, and from extension services (Genius et al., 2013, Krishnan and Patnam, 2013, Wuepper et al., 2017). It is important, both for the academic literature and policy making, to understand how different information sources influence farmers’ behavior, as this affects the optimal public spending on extension services as a range of economic and environmental outcomes. It has been found that extension services are especially important in relation to new technologies (Krishnan and Patnam, 2013), in particular for those which are more complex and demanding (Wuepper et al., 2017), and they are complementary with learning from other farmers (Genius et al., 2013). Moreover, extension often plays a key role in farmers’ pest management choices (Feder et al., 2003, Lichtenberg and Zimmerman, 1999, Möhring et al., 2020) which is highly relevant for current policy making (Auriol, 2015, Finger, 2018, Lefebvre et al., 2015, Möhring et al., 2020). Important global trends indicate that pest pressure is increasing, e.g. due to climate change (Deutsch et al., 2018) and extension services are being privatized (Anderson and Feder, 2007, Feder et al., 2011, Labarthe and Laurent, 2013, Schnyder et al., 2019, Wolf and Zilberman, 2012). At the same time, there is increasing public concern regarding environmental impacts and human health effects of pesticide use (Schaub et al., 2020).

In addition, the issue of pesticide-resistance is becoming ever more important (Brown, 2018). In this situation, where farmers’ pest management choices have a direct impact not only on their own welfare, but on that of their neighbors and the public at large, extension services are crucial to steer pest management strategies towards overall welfare maximization (Fan et al., 2020, Pannell, 2008, Schnyder et al., 2019).

We are the first to analyze empirically whether farmers’ use of pesticides and prevention measures differ systematically depending on who advises them. The main hypothesis is that farmers who are advised by public extension services are more likely to use non-chemical preventive measures, and farmers who are advised by private extension services are more likely to use synthetic pesticides. To test this hypothesis, we use survey data from 733 Swiss fruit growers who are currently contending with an infestation by a new invasive pest, the fruit fly Drosophila Suzukii.

It has previously been found that extension services affiliated with companies selling pesticides increase farmers’ use of pesticides (Wiebers et al., 2002). Analysis of farmers’ action against Drosophila Suzukii, Fan et al. (2020) also reveals evidence of misalignments between public and private incentives when it comes to the use of pesticides. Farmers who fully internalize the external costs of their pesticide applications (e.g. future pesticide-resistance, environmental damage, human health.

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https://doi.org/10.1016/j.foodpol.2020.101995
Received 8 September 2019; Received in revised form 3 September 2020; Accepted 21 October 2020
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impact) use more monitoring and less pesticides, while other farmers overuse pesticides instead of more monitoring.

Our assumption is that public extension services tend to internalize the public good aspect of reduced pesticide applications more strongly than private extension services, which are more concerned about company profits and farmers’ private welfare (Schnyder et al., 2019, Wiebers et al., 2002, Zhang et al., 2007). When addressing the use of pesticides, public extension agents are motivated to draw attention to the adverse effects on the environment, possible health risks for consumers, farmers and bystanders and the build-up of pesticide-resistance (Grovermann et al., 2013, Sexton et al., 2007, Tilman et al., 2011) and to recommend strategies that can reduce pesticide applications, whereas private extension services have no incentive to do so.

There is a wealth of literature on pesticide use and its determinants (Fan et al., 2020, Liu and Huang, 2013, Möhring et al., 2020b, Möhring et al., 2020c, Serra et al., 2005, Sunding and Zivin, 2000). Earlier literature has also addressed pest prevention measures, their adoption and interdependencies with pesticide use (Brown, 2018, Kan et al., 2013, Olson and Roy, 2005). However, the link between extension source, adoption of preventive measures and pesticide applications has not been empirically established in the literature so far.

We contribute to filling this gap and test the hypothesis that farmers who are advised by public extension services are more likely to use non-chemical preventive measures, and those who are advised by private extension services are more likely to use synthetic insecticides. The farmers in our sample currently face the challenge of having to contend with the fruit fly Drosophila Suzukii, a new invasive pest with high economic damage potential (Asplen et al., 2015). Fruit infested with D. Suzukii is unmarketable (Farnsworth et al., 2017) and often entire deliveries are rejected, making D. Suzukii a particularly costly pest. In addition, production costs increase with the share of infested fruit as labor costs for inspection and sorting rise while the percentage of sellable fruit sinks (Mazzi et al., 2017). Different pest management strategies have been developed in response to the outbreak of D. Suzukii. They involve both preventive, non-chemical measures as well as synthetic contact insecticides (Knapp et al., 2019b). However, it is costly (in time and money) and risky for individual farmers to experiment with different prevention and control strategies against new pests and so producers have an increasing need for information (Park and Lohr, 2005).

Consistent with our hypothesis, we do indeed find that farmers who receive their advice from a public extension services are more likely to use preventive measures (e.g. nets) while those advised by private extension services are more likely to use synthetic insecticides.

These results are robust to controlling for other sources of information such as peers and own research, farmers’ age, gender, earnings, risk preferences, farm size and area of leased land, as well as the actual infestation level, as well as fixed effects for main production, sampling year, and Canton, and using standard errors that account for intra-Canton dependence of observations and heteroscedasticity. They are also robust to distinctly weighting observations according to their probability of receiving public or private extension advice (i.e. inverse probability weighting, see e.g. Hernan and Robins, 2019) and to allowing for combinations of advice and pest management choices, as well as the number of different extension sources. Finally, we use techniques developed byimbens (2002), Altonji et al. (2005), and Oster (2019) to use observed selection on observables to understand potential severity of selection on unobservables (i.e. omitted variable bias). These suggest that our results are unlikely driven by selection on unobservables, as they would need to be multiple times stronger than selection on observables.

In the next section (2), we describe the background of our analysis and our data. We then explain our empirical framework (3), present our main results (4), and further analyses (5). Finally, we conclude (6).

2. Background and data

In Switzerland, D. Suzukii was first detected in 2011 (Mazzi et al., 2017). This pest can lead to substantial damage in various horticultural products and necessitates the implementation of costly management measures. A recent survey shows that while the actual yield losses caused by D. Suzukii in Swiss fruit production are relatively small, the majority of farmers report significant cost increases to control or prevent infestation. A wide range of measures is available to manage D. Suzukii, but none of them is entirely effective on its own and not all are always cost-efficient. Moreover, many farmers are still uncertain about the efficacy of these measures as D. Suzukii is a relatively new pest and little experience has been amassed so far. Frequently used pest management strategies include: (i) preventive, non-chemical measures (such as netting, early/short interval harvests, infestation control, and various hygiene measures), (ii) the use of synthetic insecticides1. Preventive measures, ceteris paribus, reduce pest pressure and thus contribute to reduced insecticide use. Moreover, some producers use the clay-mineral Kaolin (e.g. Surround). Kaolin has a repellent effect and dissuades oviposition, but poses no significant hazards to human health2. Table 1 gives an overview on the used strategies in order to cope with D. Suzukii.

Data was collected by means of an online survey which was distributed to producers of cherries, berries, grapes, and plums all over Switzerland, between 2016 and 2018 in the official language of each region (German, French, and Italian). To encourage participation, a lottery was organized, in which participants could win one of four 50 CHF vouchers. In addition, as a further incentive to contribute, particpants could opt to receive individualized information on the results and feedback by mail (see Knapp et al., 2019 for further details). We only consider non-organic farms (89% of total sample) because the use of synthetic pesticides is banned on organic farms. Our final dataset consists of complete data for 733 farmers from all over Switzerland and especially the major fruit and grape production regions (Fig. 1). The data is publicly accessible (Knapp et al., 2019a). The survey included sections on varieties of fruits, cultivated areas, perceived infestation levels, measures taken, and farm and farmer characteristics.

Fruit growers in Switzerland have access to multiple sources of information on pest management in general and D. Suzukii in particular. These information sources are grouped in (i) public extension services, (ii) private extension services, (iii) other farmers and (iv) own information search. Public extension services are financed by the government with tax money (see Buess et al., 2011), for an overview of the Swiss public extension system and also include extension services at cantonal levels3. Moreover, Agroscope, the Swiss Center of Excellence for

Table 1

| Strategy | Berries | Cherries | Plums | Grapes |
|----------|---------|----------|-------|--------|
| Prevention | 89 | 87 | 86 | 83 |
| - Hygiene measures | 73 | 66 | 50 | 52 |
| - Infestation CONTROL | 65 | 53 | 47 | 39 |
| - Early/short interval harvest | 69 | 26 | 25 | 14 |
| - Netting | 35 | 63 | 9 | 17 |
| Synthetic pesticides | 33 | 70 | 49 | 12 |
| Kaolin | 0 | 2 | 3 | 53 |

Note: The table shows shares of the sample using a specific strategy. More than one strategy could be indicated.

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1 These comprise Thiaceoloprid (e.g. Alanto), Spinosad (e.g. Audienz), Acetamiprid (e.g. Gazelle SG), Pyrethrine (e.g. Paremex N)).
2 Kaolin is mainly relevant in grape production. Otherwise the use of Kaolin is restricted to fruit used for distilling which only plays a minor role in our sample.
3 These cantonal activities are further supported by the agricultural extension center of the cantonal extension services, Agridea.
Agricultural Research, offers information events and material for farmers. In 2015, Agroscope also created a ‘Task Force D. Suzukii’ that provides information (e.g. publications, events) and extension services targeted at D. Suzukii (e.g. Mazzi et al., 2017). There are also various private extension services available to farmers in Switzerland. More specifically, companies specializing in plant protection and agricultural input suppliers offer farmers a wide range of extension focusing on plant protection and more. All public and private extension and information services are available across the entire country. Moreover, farmers can obtain information and advice from other farmers, either bilaterally or via specific associations. Information provided by the Swiss Fruit Producer Association is particularly relevant in this context. Finally, farmers also search for information themselves, e.g. from specialist articles, journals, and the web.

Table 2 gives an overview of who advised the farmers on how to deal with D. Suzukii. We obtained this information by asking farmers where they acquired their expertise about D. Suzukii and how to react to it. Multiple sources of information could be indicated. In total, 19% received both public and private extension on D. Suzukii, 52% received public and 34% received private extension. 33% received extension from neither public nor private services, but preferred to get their information on D. Suzukii through their own research and by asking other farmers. Table 3 summarizes all our main variables.

### 3. Empirical framework

We are interested in the relationship between the kind of extension service (public or private) on the one hand, and the choice of pest management strategy (non-chemical prevention and the use of insecticides) on the other. We estimate variations of:

\[
P_{\text{choice}}^{\text{select}} = \alpha_0 + \beta_1 \text{Extension}_i + \beta_2 X_i + \beta_3 \tau_i + \epsilon_i
\]

were \( P_{\text{choice}}^{\text{select}} \) is the probability that farmer \( n \) chooses strategy \( i \), which is an insecticide (yes or no) and preventive strategies (yes or no), \( \text{Extension}_i \) is who advised the farmer, that is private extension (yes or no) and public extension (yes or no), \( X_i \) is a vector of control variables that we vary to investigate the reliability of our estimates in various ways, as explained further below, \( \tau_i \) is a vector of fixed effects for the four fruits, the cantons, and the years of the survey, and \( \epsilon_i \) is a residual term. Regarding \( P_{\text{choice}}^{\text{select}} \), we focus on non-chemical preventive strategies and the use of synthetic insecticides\(^4\).

We estimate whether there is significant relationship between \( P_{\text{choice}}^{\text{select}} \) and \( \text{Extension}_i \), as expressed by \( \beta_1 \). We use a linear probability model

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### Table 2

| Category       | Source                        | Berries % | Cherries % | Grapes % | Plums % |
|----------------|-------------------------------|-----------|------------|---------|---------|
| Public         | Total Public                  | 63        | 66         | 41      | 57      |
|                | Agroscope                     | 57        | 55         | 74      | 61      |
|                | Plant protection news         | –         | –          | 15      | –       |
|                | Info days at Agroscope for producers | 24     | –          | –       | –       |
|                | Breitenhof conference         | –         | 16         | –       | 15      |
|                | Newsletter                    | 18        | –          | 8       | –       |
|                | TaskForce/Swiss Berry Note    | –         | –          | –       | –       |
|                | Cantonal specialist units     | 80        | 82         | 15      | 77      |
|                | Cantonal consulting service and meetings | 59   | 49         | 15      | 53      |
| Private        | Total Private                 | 36        | 48         | 24      | 39      |
|                | Plant protection firms        | 30        | 20         | 18      | 36      |
|                | Input suppliers               | 12        | 41         | 9       | 9       |
| Other Farmers  | Total Other Farmers           | 69        | 12         | 35      | 34      |
|                | Information of Swiss Fruit Associations | 31  | –          | –       | –       |
| Own            | Total Own                     | 55        | 74         | 57      | 67      |
|                | Internet                      | 25        | 47         | 27      | 22      |
|                | Specialist articles/journals  | 45        | 56         | 42      | 56      |
|                | Others (e.g. special symposiums) | 6       | 5          | 7       | 3       |

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\(^4\) We also explored the relationship between extension services and the use of Kaolin but did not find any (results are available upon request).
Table 3  Description of variables.

| Variable            | Description                                                                 | Mean  | Std Dev. |
|---------------------|-----------------------------------------------------------------------------|-------|----------|
| Public extension    | Dummy variable (1/0) for use of public extension service                     | 0.515 | 0.500    |
| Private extension   | Dummy variable (1/0) for use of private extension service                   | 0.335 | 0.472    |
| All extension       | Dummy variable (1/0) for use of both public and private extension services  | 0.1909| 0.393    |
| No extension        | Dummy variable (1/0) for use of neither public nor private extension services| 0.339 | 0.473    |
| Number private      | Count variable for number of different private extension services (i.e. plant protection firms and input suppliers) | 0.410 | 0.626    |
| Number public       | Count variable for number of different public extension services            | 0.652 | 0.728    |
| Own learning        | Dummy variable (1/0) if the farmer did his own research (e.g. in the internet) | 0.639 | 0.480    |
| Social learning     | Dummy variable (1/0) if the farmer learned strategy from other farmers (e.g. imitation) | 0.341 | 0.474    |
| Preventive measures | Dummy variable (1/0) if the farmer used at least one preventive measure      | 0.848 | 0.358    |
| Insecticides        | Dummy variable (1/0) if the farmer used at least one insecticide             | 0.248 | 0.432    |
| Both strategies     | Dummy variable (1/0) if farmer used both preventive measures and insecticides| 0.229 | 0.420    |
| Neither             | Dummy variable (1/0) if farmer used neither strategy                         | 0.132 | 0.339    |
| Year of birth       | Year of birth of farmer                                                      | 1966  | 11.484   |
| Farm Earnings       | Dummy variable for share of farm earnings in total household income (1 – <25%; 2 = 26-50%; 3 = 51-75%; 4 = >75%) | 2.993 | 1.2451   |
| Gender              | Dummy variable for farmer’s gender, 0 = male, 1 = female                    | 0.054 | 0.227    |
| Risk preferences    | Average stated willingness to take risks in the domains production, market and prices, external financing, and agriculture in general on an 11 point likert scale (from 1 = not willing to take a risk at all to 11 = very willing to take a risk). | 4.233 | 2.082    |
| Farm size           | Total farm size in hectares                                                 | 13.855| 19.598   |
| Leased Land         | Dummy variable for share of leased land (1 = <25%; 2 = 26-50%; 3 = 51-75%; 4 = >76%) | 1.969 | 1.092    |
| Infestation level   | Dummy variable for infestation levels. The average infestation was collected on a scale from 0 to 7 for each fruit (0 – 0%; 1 = 1-5%; 2 = 6-10%; 3 = 11-15%; 4 = 16-20%; 5 = 21-25%; 6 = 26-30%; 7 = >30%). Here, the analysis is based on the average infestation of all infested varieties on a farm, weighted by acreage. | 0.469 | 0.803    |
| Fruit               | Plums, grapes, berries, cherries                                            |       |          |
| Canton              | The cantons of Switzerland                                                 |       |          |
| Year                | 2016, 2017, 2018                                                            |       |          |

Notes: Statistics based on sample of 733 farmers. See Appendix Figs. S1 and S2 for maps of the spatial distribution of information sources and pest management strategy.

based on OLS but Tables S6 and S7 in the Appendix show that logit and probit models also give the same results. See also Angrist and Pischke (2008) for explanation.

A technical complication that arises is that with a binary dependent variable, clustered standard errors are not heteroscedasticity robust. At the same time, standard heteroscedasticity robust standard errors do not correct for the fact that observations are not independent from each other, but within the Cantons, there are observed and unobserved commonalities. Here, this is especially important as many extension services are organized at the cantonal level. For this reason, we use both clustered and heteroscedasticity robust standard errors, to assess whether either correction is strictly necessary.

Obviously, omitted variable bias is another matter of concern. For example, private extension services could concentrate mainly on larger, more professional farms, and public extension services could then step in, focusing on those farms which have been disregarded. We approach this in several ways.

Firstly, our vector of control variables X covers a diverse set of farm and farmer characteristics, including other information sources (learning from own research and other farmers), the age and gender of the farmers, farm size, amount of leased land, their risk preferences, and level of Drosophila Suzukii infestation. These covariates were chosen because each could potentially be correlated with the farmers’ choice of extension source and pest management strategy. For example, farmers with higher infestation levels might be more likely to get special attention from public extension services and they are probably more inclined to use a pest management strategy. Alternatively, instead of, or in addition to, getting special attention from public extension, farmers with more infested fields might prefer to contact private extension services themselves, asking for other strategies. Either way, classic omitted variable bias could arise if differences in infestation levels are not controlled. As a second example, farmers’ risk preferences could depend on whose recommendations they seek most frequently and which strategies are more likely to be favored. The inclusion and exclusion of these covariates indicates the overall magnitude of selection and how sensitive our estimates are to the choice of what to control for. We describe more formal versions of such tests below.

We also estimate inverse probability weighted regressions, which are based on two stages. In the first stage, the probability of receiving public or private extension is estimated (based on all observed farm and farmer characteristics). In the second stage, farmers with a higher likelihood of receiving advice from a certain source receive a lower weight, proportional to the estimated degree of selection (Hernan and Robins, 2019). A crucial requirement for inverse probability weighting is that for each propensity to receive public or private advice, we have farmers in our sample who then received that advice and others who did not (“overlap”). In the Appendix in Fig. S3 we show that this is fulfilled here.

We then leverage different approaches to assess (a) the probability and possible magnitude of selection biases and (b) potential implications.

The degree to which this selection affects our estimates is already explored in our main analysis by simply comparing our estimates from specifications with different covariates and fixed effects. The larger selection on observables becomes, the greater our concern about selection in general, including on unobservables (Rosenbaum and Rubin, 1983). This reasoning can also be applied more rigorously methodologically. The first approach was proposed by Altonji et al. (2005) and then refined and improved by Oster (2019). The second approach was developed by Imbens (2003). The first approach produces two valuable indicators: First, in our baseline, specifications are based on the assumption of no selection on unobservables (possibly conditional on including our covariates and fixed effects). We choose to relax this assumption and assume a certain degree of selection on unobservables and simulate the changes in our estimated relationships. Secondly, and even more informative, we can also estimate how much selection on unobservables would be required to cancel out the statistical significance of the relationships previously estimated. We commence by estimating a specification which includes all control variables and save the estimated coefficient which we name \( \hat{\beta}_R \). Then, we estimate a second specification without controls and save the estimated coefficient which we name \( \hat{\beta}_F \). Omitting technicalities, such as the weighting of covariates by explanatory power and similar, the ratio of \( \hat{\beta}_R \) to the difference \( \hat{\beta}_R - \hat{\beta}_F \) gives us an indicator for how much stronger selection on unobservables (\( \delta^2 \)) relative to selection on observables (\( \delta^0 \)) would need to be in order to explain away an estimated relationship (\( \hat{\delta}^0 \)):
See Oster (2019) for a more extensive discussion of this approach. The other technique used here is the generalized sensitivity analysis proposed by Imbens (2003). This allows a visual comparison of selection on observables and selection on simulated pseudo-unobservables. In this approach, the comparison is based on partial R²’s per individual control variable. The idea is that selection is implicated if a control variable is highly predictive for indicating both which farmers receive a certain type of extension service and the strategy they choose. By understanding the degree of selection on observables, we can assess the plausibility of the existence of unobserved confounders having a comparable – or larger - selection effect. For example, if we would estimate that the exclusion of farm size would result in a 10% overestimation of the relationship between private extension and insecticide use, and we would be interested in unobserved confounders that could reduce our main estimate by 50%, we would need to think about the plausibility that unobserved variables exist that could cause a selection effect that is five times stronger than what we found for farm size.

Finally, we extend our main analysis in two ways. First, we estimate whether it matters how many public and private extension sources advise a farmer (see Table 2 for an overview).

\[ P_{\text{private}}^{\text{choice}} = a_0 + \beta_1 \text{Number Private}_i + \beta_2 \text{Number Public}_i + \beta_3 X_i + \beta_4 \tau_i + \epsilon_i \]  

(3)

Secondly, we estimate not only the association between private and public extension and preventive measures and pesticides, but also the association between a combination of both public and private extension and a combination of both prevention and pesticides, as well as no extension service and no pest management:

\[ P_{\text{private}}^{\text{choice}} = a_0 + \beta_1 \text{Extension}_n + \beta_2 X_i + \beta_3 \tau_i + \epsilon_i \]  

(4)

were \( P_{\text{private}}^{\text{choice}} \) is the probability that farmer \( n \) chooses strategy \( i \), which is here (a) only insecticides, (b) only preventive measures, (c) both, or (d) none, \( \text{Extension} \), is who advised the farmer, which is here (a) only private, (b) only public, (c) both, or (d) neither, \( X \) is the same vector of control variables as before, \( \tau_i \) is the same vector of fixed effects as before, and \( \epsilon_i \) is a residual term.

The statistical significance of our last estimates is computed by correcting the p-values for the rate of false discoveries (which is higher here because we test several hypotheses at once). We use the approach of Anderson (2008) for this correction. We show both standard and corrected p-values in Table S9 in the Appendix for comparison.

4. Results

Our main result is presented in Table 4. We estimate three specifications for each strategy choice: The first only include fixed effects for survey and year but no other covariates and no fixed effects for cantons. The second specifications include a vector of controls (see Table S5 in the Appendix for all coefficients) but still no fixed effects for cantons. The third specifications also include cantonal fixed effects.

We estimate that public extension is empirically associated with a 9–10 percentage points increase in the probability that a farmer uses preventive measures (e.g. nets or hygiene measures). We do not find any relationship between private extension and the use of preventive measures. The pattern is reversed for the probability that a farmer uses insecticides. We find no relationship between public extension and the use of insecticides, but we find that farmers who receive their advice from private extension are 8 – 9 percentage points more likely to use synthetic insecticides.

Next, we use inverse probability weighting to test the robustness of our estimates in relation to potential selection (Hernan and Robins, 2019). The idea is to estimate the degree of selection into private and public extension first and then to attempt to correct for it statistically by weighting the estimates according to the inverse of the estimated selection. Table 5 presents the results, which are consistent with our previous estimates. The adjustment for observable selection slightly reduces our baseline estimates for the relationship between public extension and the use of preventive measures and the relationship between private extension and the use of insecticides from 9 to 10% to 9% and from 8 to 9% to 7%, respectively.

Instead of attempting to correct statistically for potential selection, we next seek to quantify the degree to which selection could affect our estimates if we did not correct for it. Table 6 presents a formal analysis of how much stronger selection on unobservables relative to selection on observables (delta), would be necessary to fully explain away our

### Table 5

|                | (1) Prevention | (2) Prevention | (3) Insecticides | (4) Insecticides |
|----------------|----------------|----------------|------------------|------------------|
| Public Extension | 0.0942*** | 0.0221 | 0.0266 | 0.0271 |
| Private Extension | 0.0228 | 0.0682*** | (0.0303) | (0.0269) |
| N               | 733            | 733            | 733              | 733              |

Notes: Significance levels are 10% (*), 5% (**), and 1% (***). Table presents inverse probability weighting estimates and clustered (first line) and heteroscedasticity robust standard errors (second line) in brackets. Covariates include other information sources (learning from own research and other farmers), the age and gender of the farmers, farm size, amount of leased land, risk preferences, and level of Drosophila suzukii infestation.
main initial estimates (beta = 0), and (b) how our main estimates would change (beta) if selection on unobservables was as strong as selection on observables (delta = 1) (Oster, 2019). For the relationship between public extension and the use of preventive measures, we estimate that omitted variable bias would need to be almost three times stronger than observed selection to explain away our initial estimate. Regarding the relationship between private extension and pest management choice, we estimate that omitted variable bias would need to be twice as strong as observed selection explain away our initial estimate. With equal selection, our baseline estimates would shrink from 8% to 9% to 5%.

Fig. 2 shows the result of Imbens (2003) generalized sensitivity analysis. Part (a) shows the estimated relationship between public extension and the use of preventive measures and part (b) the estimated relationship between private extension and the use of insecticides. The plots can be interpreted as follows: the bottom left corner shows selection on each covariate indicating how much each covariate explains both “treatment” (extension source) and “outcome” (pest management choice). In the case of the association between public extension and the use of preventive measures, the largest selection effect is estimated for farmers’ own learning efforts (“own”). For the association between private extension and use of insecticides, the largest selection effect estimated for farm income (“earnings_farming”). This is important information because we are comparing potentially unobserved confounders to these estimated selection effects based on observables. There is a line of simulated pseudo-unobservables in the middle of the plots that would halve the strength of the estimated relationship between the extension type and strategy choice (the “generalized sensitivity analysis bounds”). This allows us to compare the strength of selection on observables with the simulated magnitude of selection on unobservables that would halve the strength of our estimated association between extension source and pest management strategy. It can be observed that all of our control variables are far below

Table 6
Quantifying the potential for omitted variable bias.

|            | Public extension | Private extension |
|------------|-------------------|-------------------|
| Beta       | 0                 | 0                 |
| Delta      | 2.65              | 1                 |
| R² max     | 0.09              | 0.09              |
| N          | 733               | 733               |

Notes: In specifications (1) and (3), we set the estimated coefficient to zero and estimate the required degree of omitted variable bias. In specifications (2) and (4), we set omitted variable bias to equal selection on included control variables and estimate the resulting coefficient. See Oster (2019).

The simulated “gsa bounds”. This means that omitted variable bias would need to be many times stronger than observed selection to even just halve the strength of our estimated relationships, and twice that to explain it away completely.

5. Further analyses

In this section, we extend our main analysis in two directions. First, we estimate whether additional number of public extension sources is likely to be associated with a higher level of prevention and whether more private extension is apt to generate a higher level insecticide use. Table 7 shows that on average, each additional public extension source leads to an 6 percentage points increase in the probability that preventive measures will be adopted. The probability that insecticides will be used increases by 5 percentage points with each additional private extension source (this, however, is only statistically significant at the 10% level).

Secondly, we consider the various combinations of extension services and strategies that are actually possible. So far, we simplified our analysis by only comparing public and private extension services and estimating their association with ex-ante pest prevention and ex-post pest treatment. However, farmers can seek advice from both public and private extension services and they can adopt both preventive measures and pesticides.

Table 7
Number of extension sources.

|                      | (1) Prevention | (2) Insecticides |
|----------------------|----------------|------------------|
| Number public sources| 0.0582***      | 0.0183           |
|                      | (0.0112)       | (0.0188)         |
| Number private sources| 0.0138        | 0.0461           |
|                      | (0.0220)       | (0.0236)         |
| Covariates           | Y              | Y                |
| Survey and year effects| Y            | Y                |
| R²                   | 0.06           | 0.39             |
| N                    | 733            | 733              |

Notes: The table presents the estimates from a linear probability model (OLS) and below two kinds of standard errors in brackets. The first row shows standard errors clustered by Canton, the second row shows heteroscedasticity robust standard errors. Statistical Significance Levels:* p < 0.1, ** p < 0.05, *** p < 0.01. Covariates include other information sources (learning from own research and other farmers), the age and gender of the farmers, farm size, amount of leased land, risk preferences, and level of Drosophila Suzukii infestation. See Table S7 in the Appendix for all coefficient estimates.
6. Conclusion

We estimate various specifications and use different econometric techniques, which all point in the same direction. This is consistent with our initial hypothesis: There is a systematic difference in pest management strategies adopted by those farmers who are advised by public services and those who are advised by private companies. Using the example of farmers’ strategies to control the new, invasive pest Drosophila Suzuki in Swiss fruit production, we estimate that preventive measures are more likely being adopted by publicly advised farmers while privately advised farmers are more likely to use synthetic insecticides. When examining combinations, we find that, compared to no extension service, guidance exclusively from a public extension service is associated with a decrease in the likelihood that no pest management strategy is adopted at all, and an increase in the probability that prevention alone is used.

Advice obtained exclusively from private extension services is associated with an increase in both the probability that only insecticides are used, and that insecticides are used together with preventive measures. When examining combinations, we find that, compared to no extension service, guidance exclusively from a public extension service is associated with a decrease in the likelihood that no pest management strategy is adopted at all, and an increase in the probability that prevention alone is used.

Table 8 shows our estimates for all possible combinations of strategies and extension services. The p-values are corrected to account for the fact that we are testing several hypotheses at once (Anderson, 2008). We estimate, as before, that private extension is associated with the use of insecticides while public extension is associated with prevention. However, in addition, we see that private extension is also associated with the use of insecticides and prevention in combination. This suggests that private extension is not so much directed at replacing prevention by the use of pesticides but, in general, rather with an increased use of insecticides either alone or in addition to preventive strategies (this, however, is only statistically significant at the 10% level). Finally, we estimate that public extension is negatively associated with no active pest management strategy at all (i.e. neither prevention nor insecticide treatment).

For policy makers, our results imply that in addition to private extension services, it is of vital importance to provide independent, public advice to farmers to ensure that they are able to deliver a wide range of ecosystem services. For example, in the case of pesticide use, this means that potential effects on the environment, human health and the implications of pesticide-resistance must be adequately considered in pest management decisions and extension. This implies that the use of harmful pesticides should be reduced, substituted and/or avoided, and preventive measures should be used as far as economically feasible, taking into account all benefits and costs (private and social). Our results show that public extension can encourage such behavior. However, if preventive measures are to be attractive options, they must be cost-effective. Policy design must pay special attention to this. Generally speaking, the support provided to farmers by independent advisory services is only one of many elements. A holistic approach to agricultural and food policies is needed to reduce risks of pesticide use, e.g. including new technologies and cropping systems, regulatory and policy frameworks as well as economic incentive schemes, such as pesticide taxes (Finger et al., 2017, Möhring et al., 2020a, Pe’Er et al., 2019).

Further research could seek to quantify the impacts of different extension services, not only on the measures adopted, but also on outcomes, e.g. in terms of production, income and environmental damage. Moreover, further research must investigate how the efficiency of the information flow to farmers can be improved, accounting in particular

Table 8 Combinations.

|                | (1) Only prevention | (2) Only insecticides | (3) Both | (4) Neither |
|----------------|---------------------|-----------------------|----------|-------------|
| Public extension | 0.113***            | 0.0222                | 0.0241   | -0.111***   |
|                | (0.0202)            | (0.0297)              | (0.0312) | (0.0242)    |
| Private extension | 0.0664             | 0.0869*               | 0.0778*  | -0.0695    |
|                | (0.0521)            | (0.0442)              | (0.0447) | (0.0429)    |
| Both services  | -0.0611            | -0.000827             | 0.0197   | 0.0816     |
|                | (0.0727)            | (0.0586)              | (0.0699) | (0.0596)    |
| Covariates     | Y                   | Y                     | Y        | Y           |
| Survey and year | Y                   | Y                     | Y        | Y           |
| FE             | 0.07                | 0.40                  | 0.38     | 0.07        |
| N              | 733                 | 733                   | 733      | 733         |

Notes: The table presents the estimates from a linear probability model (OLS) and below two kinds of standard errors in brackets. The first row shows standard errors clustered by Canton, the second row shows heteroscedasticity robust standard errors. Statistical Significance Levels: * p < 0.1, ** p < 0.05, *** p < 0.01. Covariates include other information sources (learning from own research and other farmers), the age and gender of the farmers, farm size, amount of leased land, risk preferences, and level of Drosophila Suzuki infestation. Standard errors in parentheses corrected for multiple hypothesis testing (Anderson, 2008). See Table S9 in the Appendix for all coefficient estimates.
for behavioral factors and heterogeneity (Desart et al., 2019, Wuepper, 2020). Along these lines, the interdependence between the provision of information, as an element of green nudging, and other policy measures such as taxes and subsidies are a promising area for further research (Chabe-Ferret et al., 2019).

Declaration of Competing Interest

The authors declare that they have no known competing financial interests or personal relationships that could have appeared to influence the work reported in this paper.

Acknowledgement

We thank the participants of a seminar at ETH Zurich, and especially Herve Dakpo, Sergei Schaub, Giulia Brunelli, and Ladina Knapp for their feedback on versions of this manuscript. We also thank the Swiss Federal Office of Agriculture for financial support via the Drosophila project. We thank farmers for participating in the survey. Finally, we thank two anonymous reviewers and the editor for their helpful feedback and suggestions.

Appendix A. Supplementary material

Supplementary data to this article can be found online at https://doi.org/10.1016/j.foodpol.2020.101995.

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