Hedonic Property Value of Water Service in Tidal Lowland Agriculture

by Muhammad Yazid

Submission date: 29-May-2023 05:47PM (UTC+0700)

Submission ID: 2104499248

File name: Property_Value_of_Water_Service_in_Tidal_Lowland_Agriculture.pdf (528.2K)

Word count: 5510
Character count: 31298

ICASEE 2013

2013 International Conference on Agriculture Science and Environment Engineering

December 19-20, 2013 Beijing, China

> Edited by: Fangli Zheng

DEStech Publications 2013.12



We cordially invite you to attend 2013 International Conference Agriculture Science and Environment Engineering (ICASEE 2013), Beijing, China during December 19-20, 2013. The main objective of ICASEE 2013 is to provide a platform for researchers, engineers, academicians as well as industrial professionals from all over the world to present their researchers and development activities in Agriculture Science, Environment Engineering and Engineering Technology. This conference provides opportunities for the delegates to exchange new ideas and experiences face to face, to establish business or research relations and to find global partnersfor future collaboration.

ICASEE 2013 received over 350 submissions which were all reviewed by at least two reviewers. As a result of our highly selective review process about 130 papers have been retained for inclusion in the ICASEE 2013 proceedings, less than 40% of the submitted papers. The program of ICASEE 2013 consists of invited sessions, and technical workshops and discussions covering a wide range of topics. This rich program provides all attendees with the opportunities to meet and interact with one another. We hope your experience is a fruitful and long lasting one. With your support and participation, the conference will continue its success for a long time.

The conference is supported by many universities and research institutes. Many professors play an important role in the successful holding of the conference, so we would like to take this opportunity to express our sincere gratitude and highest respects to them. They have worked very hard in reviewing papers and making valuable suggestions for the authors to improve their work. We also would like to express our gratitude to the external reviewers, for providing extra help in the review process, and to the authors for contributing their research result to the conference. Special thanks go to our publisher DEStech Publications. At the same time, we also express our sincere thanks for the understanding and support of every author. Owing to time constraints, imperfection is inevitable, and any constructive criticism is welcome.

We hope you will have a technically rewarding experience, and use this occasion to meet old friends and make many new ones. Do not miss the opportunity to explore in Beijing, China. And do not forget to take a sample of the many and diverse attractions in the rest of the China.

We wish all attendees an enjoyable scientific gathering in Beijing, China. We look forward to seeing all of you next year at the conference.

The Conference Organizing Committees

December 19-20, 2013

Beijing, China

Contents

	·	,
The Effect of Freezing on Onion Cell Structure	Xiaojing Zhou and Bin Liu	ICASEE131001
Synthesis and electrocatalytic performance of MWCNT-supported Cu@Pt core-shell nanoparticles for PEMFC	Shuping Yu, Qun Lou, Runting Liu, Wensheng Yang, Kefei Han, Zhongming Wang, Hong Zhu	ICASEE131006
Experiment Study on Feeding Royal Chicken by Natural Mineral Feed	Wenfeng Lv, Qingshan Li, Jing Zhou, Dehai Zhou, Yanning Shan, Yang Yu	ICASEE131008
Extraction and Analysis of Polysaccharides from the Fruit of Capparis spionosa L.	Yu-Bin Ji and Chenfeng Ji	ICASEE131012
Sulfated modification and anti-tumor activity of laminarin	Chenfeng Ji, Yubin Ji	ICASEE131013
Coupling effects of water and fertilizer on growth and physiological characteristics of Chinese white poplar seedlings	Jing Qin,Wenyi Dong and Wei Lu	ICASEE131016
The Development Vein and Prospect of Ecological Civilization Research	Yunpu Chen, Shuxian Wu and Qi Jiang	ICASEE131019
Characterisation of carotenoid composition in Malaysian Tiger Shrimp (Penaeus monodon) waste	Shazana Azfar Radzali,Rashidi Othman and Noraini Mahmad	ICASEE131021
Research on the Relationship between Cyanobactria-bloom and Lake Surface Temperature in Lake Taihu Using Time-series MODIS Data	Mengxiao Ma,Wenhua Xiang,Yuchao Zhang and Xin Qian	ICASEE131022
Sorption of Cu2+ Ion from Aqueous Solutions by Phosphoric Acid Activated Poultry Manure Biochar	Minh-Viet Nguyen and Byeong-Kyu Lee	ICASEE131023
Effects of lipid levels on growth, selected liver biochemical parameters and histology of Blood Parrot	Pei Cui,Minxia Wei,Yan Gao, Dongqing Bai, Zhi-chao Jia, Bao-long Li, Hong-chao Liu, Wen-yan Mou, Feng-min Pan	ICASEE131024
Slope Risk Level Assessment Based on Erosion Induced Landslide: A Case Study in Malaysia	Ali, M.F., Mohd Sabri, M.S., Abd Makatar M. A	ICASEE131027
Mitigation of Disinfection By-Product Formation Whilst Incorporating the Bromide Ion	Brett Harper, Zoe J. Y. Zhu, E. McBean	ICASEE131039
Interleukin-1 Receptor-Associated Kinase-2 Genetic Variant Increases NF-kB Activity induced by poly (I:C) and Influenza virus	Xin Li, Huiyun Wu, Shanshan Xiong, Zhisong Huang, Shuhai Huang, Siqing Zhao, Hua Wang, Zhenhai Sun, Xiegu Xu	ICASEE131040
Toward Rural Sewage Treatment in China	Ying Zhao, Xing Peng, Caole Li, Beidou Xi, Lieyu Zhang, Guowen Li	ICASEE132003
Research on Incentives for Enterprise Innovation in the Emerging Industry	Zhou Renzhong	ICASEE132004
		J

A Case Study of the Energy-saving Mode of Happy Farmhouse Tourism in ChinaA Perspective of Sustainable Development	ChinaA Perspective of Zhizhang Wang,Chao-WANG,Ling Guo.Mengzhu Li	
A study on the microaerobic removal of hydrogen sulphide in biogas	WU Meng-meng,HU Huan-jie,YU Gan,LIN Chun-mian	ICASEE132013
Nitrogen, phosphorus and COD losses from paddy fields under different water and fertilizer management regimes	Shizong ZHENG,Shujun ZHAO	ICASEE132015
DSC and XRD Analysis of (A384.1)(1-x)[(MgO)p]x Composites	Nrip jit, A K Tyagi	ICASEE132016
Morphological Responses of Seed Germination and Seedling Growth of Three Platycodon Grandiflorum Varieties to Temperature Stress	LIU Zi-gang,Shen Bing ZHANG Yan	ICASEE132022
Gene divergence of interferon regulatory factor (IRF) 4, 8, 9 and 10 in teleost fish	Rui Tuo, Jing Wan, Qiao-Qing Xu	ICASEE132023
Soil Clustering Analysis for Soil Management in Pa Dend, the Adjacent Area of Kaeng Krachan Natural Park, Thailand	Saowanee Wijitkosum	ICASEE132026
Biochar Production for Soil Amendment at Huay Sai Royal Development Study Center and Pa-deng Biochar Research Center (PdBRC), Petchburi Province, Thailand	Thavivongse Sriburi	ICASEE132027
Geneome Arrangement Comparative of Interferon Regulatory Factors in Bony Fish	Jing Wan,Rui Tuo, Qiao-Qing Xu	ICASEE132028
Research on the Evaluation of Ecological Civilization Construction in Dian-zhong Urban Agglomeration	Huang Xiaoyuan,Zhao Hao,Guo Sizhe	ICASEE132029
Prepared of Sericite with Higher Diameter Thickness Ratio from Tailings of Gold-Antimony	Wang Quanliang,Feng Qiming	ICASEE132031
Experimental research of filling oxygen ability of ultramicro bubble generator	Wu zhiren,Peng Jiao,Jiang Dawei,Wu Chundu,Jiang Suying,Zhang Bo	ICASEE132033
Synthesis of Selenium-Codonopsis pilosula Polysaccharide and evaluation of Antioxidant Activity in vitro	Liming Jin,Miao Hao,Peng Cao,Lina Liu,Chunshan Quan,Shengdi Fan	ICASEE132035
Establishment and the early growth of a bio-energy plantation with fast-growing salix Integra Thrub. Trees in Zhejiang (China).	Hong gang Sun	ICASEE132036
The elemental property of whole peptidoglycan extracted from Lactobacillus.paracasei subp. Paracasei X12	Shumei Wang,Lanwei Zhang,Chaohui Xue,Hongbo Li,Yuehua Jiao,Rongbo Fan,Shuang Zhang,Xue Luo,Wenli Liu	ICASEE132037
Planning Staff as an Actor of Geographic Information Systems (GIS) Translation in the Planning Departments of the Kuala Lumpur City Hall, Malaysia	MOHD RAMZI Mohd Hussain,FOZIAH Johar,IZAWATI Tukiman,RASHIDI Othman	ICASEE132041
Studies on the Floral and Pollen Morphology of Agastache rugosa	Chungong Li, Yougen Wu, Xianchao Li, Qixuan Meng	ICASEE132042

Isolation and Identification of Autotoxic Compounds from Rhizosphere Soil of Pogostemon cablin	Xianchao Li,Yougen Wu,Junfeng Zhang, Dongmei Yang, Xinwen Hu	ICASEE132044
Adsorptive Removal of Cd(ii) from Aqueous Solution Using Pine Cone and h2so4 Modified Pine Cone	Pham - Thi Huong,Byeong - Kyu Lee	ICASEE132045
An Simulation of Farm Tractor Reliability with Different Distribution Assumption.	Hongjie Duan, Xiuchun Zhang, Jianping Yin, Linbin Zhao, Lijun Wang	ICASEE132046
Preparation of Compound Copper Amino Acid Chelate from Concentrated Monosodium Glutamate Wastewater	Shan-ping Li , Jie Xu, Xiao-hong Cao, Yan-wen Dong, Xiang-ru Ma	ICASEE132048
Solar Optimisation Based on Different Tracking Techniques	Emmanuel B.Balogun, Xu Huang, Dat Tran	ICASEE132049
Bioaugmentation of Leachate Polluted Soil for Optimal Removal of Heavy Metals	Emenike, C.U., Agamuthu, P., Fauziah, S.H.	ICASEE132050
The correlation of fat acidity, antioxidant activity and phenolic compounds of brown rice following storage	Zhongkai Zhou, Yan zhang, Xiaoshan Chen, Paiyun Zheng, Yan Yang	ICASEE132051
Hedonic Property Value of Water Service in Tidal Lowland Agriculture.	Muhammad Yazid	ICASEE132052
Calcium-fortified Pineapple Juice for Prevention of Osteoporosis	Nura Malahayati, Merynda Indriyani Syafutri	ICASEE132053
Relationships between Aggregate Stability and Selected Soil Properties in Taleghan Watershed of Iran	Mohsen Armin, Xinhua Peng, Fatemeh Barzegari	ICASEE132055
The Extraction and Determination of Taurine in Scallop Viscera by Spectrophotometry	LI Ting XING Rong-e,LIU Song,YU Huahua,LI Pengcheng	ICASEE132057
Effects of Polygonum Cuspidatum on Antioxidant and Selected Blood Indexes of Blood Parrot	Shiyu Jin, Jian Li,Pei Cui,Shi Chen,Qiang Xu,Qiang Liu,Ze Fan	ICASEE132058
Suspended sediment prediction by time Seri models and Artificial Neural Networks (Case study: Ghazaghly station in Gorganrood river of Iran)	Fatemeh Barzegari, Mohsen Armin	ICASEE132060
The Set Pair Analysis and Its Application on the Correlation among Many Factors	Cao Lian-hai, Liu Fenglin, Lin Yibin	ICASEE132062
LCA Adapted Approach for Soybean Biodiesel Production from an Integrated Crop-Livestock System in Midwestern Brazil	Elisa M. M. Esteves,Davi J. Bungenstab,Artur H. L. Falcette,Cláudia V. R. Morgado	ICASEE132065
Ecotrophic Efficiency Comparison of Three Culture Modes of Grass Carp Based on the Analyses of Ecopath with Ecosism	Wei-Yang Bao,Mei-Yuan Yang,Xin-Tian Liu,Hong-Wei Shan,Fang Wang	ICASEE132067
Gasification of Torrefied Biomass in a Bubbling Fluidized Bed Gasifier	Kanit Manatura, Hung-Te Hsu, Keng-Tung Wu, Kai-Cheng Yang, Jau-Huai Lu	ICASEE132068
The Importance and Involvement of Landscape Architecture in the Green Building Index (GBI)	MOHD RAMZI Mohd Hussain,NORHANIS DIYANA Nizarudin,IZAWATI Tukiman	ICASEE132070

.....

Practice		
Sludge Compost Applied to Agricultural Soil: Effects on Growth of Wheat and Environmental Risk of Heavy Metals	Huanjia Liu, Jihong Zhao, Hongzhong Zhang, Jing Huo, Yixiao Yang	ICASEE132071
A Research on Characteristics of Solar Drying System for Agricultural Products	Leng Congbin Ji Xu Li Ming Luo Xi,Wang Yunfeng, Tan lijun	ICASEE132078
Correlation between Activated Sludge and Methane Production of Eupatorium Adenophorum Spreng Anaerobic	Fang Yin,Qiumin Li,Bin Yang,Xiaolong Cui,Wudi Zhang	ICASEE132079
Domestic and International Low-Carbon Development Strategies and Responses to Global Climate Change	Bo Wang,Qin Li,Hua Wang	ICASEE132080
The Economic Benefits of Water Absorbing Polymers: A Case Study of Drought Conqueror	Lizhong Zhang, Jiang Zhang	ICASEE132087
Recycling and fertilizer use reduction for clearing agricultural nitrogen of China	Siyue Li, Richard T. Bush	ICASEE132091
The Comparison Research on the transformation efficiency of Regional Agriculture Science and Technology Achievements Based on the Model of DEA-TOPSIS	Xin Kang	ICASEE132092
Effects of Neodymium on Extracellular Polymeric Substances Secreted by Aerobic Granular Sludge	Shanping Li, Yanwen Dong, Yanyan Li, Jie Xu, Xiaohong Cao, Jun Wang	ICASEE132093
Relationship between Protease Activity and Biogas Rate during Anaerobic Digestion of Organic Fraction of Municipal Solid Waste	Jianchang Li, Yage Yuan, Qiang Wan, Rui Xu, Juan He	ICASEE132096
A Research on Expanding Water Carrying Capacity of Karez in Extreme Arid Areas of Turpan Basin Based on Statistic Method	Zulati Litifu	ICASEE132097
Emergy Analysis of Agricultural Eco-economic System Before and After Grain for Green in the Northwest of China	He Ling Wang, Jun Yi Niu, Run Yuan Wang, Wen De Huang, Guo Chang Li	ICASEE132098
A Control Strategy for Smooth Switching of Microgrid Operation Modes	Hongwei Li, Zhuangzhuang Zheng, Zhenning Zi, Yinghui Han, Mingchao Xia	ICASEE132100
Research on Service Restoration for Distribution Network containing Distributed Generations	Hongwei Li, Yanjie Zhang, Weihua Ye, Xiaoyu Hong, Mingchao Xia	ICASEE132101
Prediction of the New Rural Construction Demands for the Agricultural College Services Based on BP Artificial Neural Network.	Hongyan Sun , Xinying Zhang, Xiangyu Guo	ICASEE132102
Biological Purification Efficiency in Long-Distance Raw Water Distribution System	Da Zhang, Yanling Yang, Xing Li, Kun Xiang, Yangyang Liu	ICASEE132105
Property of Electroplating Ni-Fe Alloy for Mems	Xiaohong ZHU, Xiaohu ZHENG	ICASEE132107

¬-----

		,
Detecting Water, Light and Temperature Responses in Leaf Activity Using Dynamic Laser Speckle Analysis	Xu Zhong, Xuezhi Wang, Nicola Cooley, Peter Farrell, Bill Moran	ICASEE132109
Effect of Roasting on Anti-Inflammatory Activity of Oriental Melon (Cucumis melo l. Var. Makuwa) Seeds	Lei Chen, Young-Hwa Kang	ICASEE132112
Study on Biological Control of the Probiotic Bacillus Coagulans CGMCC 6681	Yan Liu, Yonghong Hu, Xiang Liu, Mengmeng Liang, Wenbiao Zhi, Wenge Yang	ICASEE132113
Effect of Water Stress on Physiological Ecological Characteristics, Photosynthetic Rate and Yield of Cotton	Zhi-yun Chang, Wei-jia CUI, Hao WU	ICASEE132115
Optimization of Irrigation Scheduling using Genetic Algorithms and AquaCrop: A Case study for Cotton in Northern Greece	Raphael Linker, Georgios Sylaios, Ilya Ioslovich	ICASEE132117
Investigation and Analysis on Rural Residential Energy-Saving Transformation in Northern China —Taking Balin Zuoqi for Example	Yong Yang, Chenxia Suo, Wei Deng Solvang, Hao Yu, Souzhen Zeng	ICASEE132118
Litter Production in both Natural and Degraded Mangrove Forest of Peninsular Malaysia	Hemati Zhila, Mahmood Hossain, Rozainah, M. Z.	ICASEE132119
Abundance and Deficiency Diagnosis of Nitrogen Nutrition Level of Lettuce Leaves at Tillering stage Based on Digital Color Images	Jun Sun, Aiguo Wei, Xiaming Jin, Liping Wang, Kai Tang, Caihui Song	ICASEE132120
Research on Intelligent Judgment of Water Deficiency of Tomato Based on SVM Algorithm	Xiaming Jin, Jun Sun, Guokun Zhang, Hanping Mao, Meng Cao, Feilong Song	ICASEE132121
Iffect of Linseed Oil Supplementation on Performance, Carcass Quality and Fatty Acid Profile of Crossbred Wagyu Beef Steers	Wisitiporn Suksombat, Chayapol Meeprom, Rattakorn Mirattanaphrai	ICASEE132122
Effect of Linseed Oil Supplementation on Performance, Carcass Quality and Fatty Acid Profile of Crossbred Beef Steers	Pitunart Noosen, Pipat Lounglawan, Wisitiporn Suksombat	ICASEE132126
Effects of Oleic Acid Enriched Oils Supplementation on Performance and Carcass Quality of Crossbred Brahman Steers	Chayapol Meeprom, Wisitiporn Suksombat	ICASEE132127
The Place of Agriculture in Economic Growth	Gavril Stefan, Oana Coca	ICASEE132129
Effect of Tidal Operation on Pilot Scale Horizontal Subsurface Flow Constructed Wetland for the Treatment Groundwater Contaminated by Monochlorobenzene	Zhongbing Chen, Peter Kuschk	ICASEE132131
Study on the Maturity Modeling of Seed Industry Systems	Shuang Song, Liming Chen, Fengjun Lu, Qing Liu	ICASEE132132
Biofloc Technique, Applicable to Zero-Water Exchange and Intensive Culture Systems for the Shrimp Litopenaeus Vannamei	Hong-Wei Shan, Bo-Yang Chen, Ming-Jie Chen, Wei Hu, Qi-Rong Mo, Wei-Yang Bao	ICASEE132135

	·	1
Productive Performance and Egg Quality of Laying Hens Kept under Different Rearing Systems		
Agricultural Intelligent Greenhouse Management System Based on Z-Wave Wireless Sensor Network	Ying He	ICASEE132138
A Retrospect and Prospect on Researches of Light Pollution	Chengkang Gao, Wei Qin, Yanyu Wu, Xiaochun Peng, Hanmei Tang	ICASEE132140
Effects of Transglutaminase on the Properties of Rice Gel	Lu Zhang, Siming Zhao, Hongying Du, Shilong Chen, Zhihao Zhong, Dan Jia, Shanbai Xiong	ICASEE132141
The Effect of N+ Ion Implantation Mutagenesis on the Streptomyces Aureochromogenes NJYHWG 66382	Zheng Cao, Yonghong Hu, Jiaojiao Li, Yumei Kai, Wenge Yang	ICASEE132142
Use Technological Innovation to Promote the Interactive Development of Industrialization, Urbanization and Agricultural Modernization	Junjie Cao, Qiong Song, Dan Yang, Wei Cao	ICASEE132143
Content Determination of Total Saponins from Opuntia	Benyong Han, Rongqun Deng, Chaoyin Chen	ICASEE132144
The Study of Using both Ultrasonic Method and Fluid Shear Method to Disrupt Sludge	You Mei-yan, Shen Yang, Xu Chang-si, Lv Li-ting, Li Xian-jin, Xie Yuan-hua, Han Jin, Zhu Tong	ICASEE132147
An Assessment of Farmers' Response to Price Factor: Evidence From Sierra Leone Rice Cultivation	Alhaji M.H Conteh, Xiangbin Yan	ICASEE132149
Farmers' Awareness of Modern Rice Cultivars in African Environment — Evidence from Northern Sierra Leone	Alhaji M. H Conteh, Xiangbin Yan	ICASEE132150
GIS Analysis of Pedological Data and Measures for Improvement and Protection of Soils	Oncia Silvica , Copacean Loredana , Herbei Mihai	ICASEE132151
The Response of Hot Pepper (C apsicum anmuum L.) in Water Use Efficiency and Soil Environments to Mulching Practices under Greenhouse	YL Liang, L Mu, CW Zhang, KF Wang	ICASEE132152
Management of Rotylenchulus Reniformis and Beneficial Nematodes with Sunn Hemp	Patricia V. Fewkes, Sharadchandra P. Marahatta	ICASEE132154
Integration of Psidium Cattleianum Leaf and Aqueous Leaf Extract Into Soil for Broadleaf and Grassy Weed Management	Jin-Wah Lau, Sharadchandra P. Marahatta	ICASEE132155
Mathematical Models for Predicting the Growth Trend of Microbial in Bioleaching	Yihong Xia, Zhanxue Sun, Wen Zhang	ICASEE132156
Preparation of Granular Media by Using Construction Wastes and Their Performance on Hospital Wastewater Treatment by Biological Aerated Filter (BAF)	Shanping Li, Xiaolong Ma, Xiaohong Cao, Yanyan Jiang	ICASEE132518
Analytical Solution to Steady-State Temperature Field of Asymmetric Frozen Soil Wall by Single-Row-Pipe Freezing	Xiang-dong HU, Yan-guang HAN	APEM1018

Cover page

Title: Hedonic Property Value of Water Service in Tidal Lowland Agriculture

Author: Muhammad Yazid

PAPER DEADLINE: November 20, 2013

PAPER LENGTH: 10 Pages

SEND PAPER TO: Muhammad Yazid, Ph.D.

Department of Agribusiness

Sriwijaya University

Indralaya, South Sumatra 30662

Indonesia

Tel: +62 711 580662 Fax: +62 711 580276

E-mail: yazid_ppmal@yahoo.com

ABSTRACT

Despite its important role in agricultural water management in tidal lowlands, water service has not yet been considered as an input in crop production. The cost of water service is still born to the government budget such that budget cut will consequently results in abandoning of operation and maintenance of water infrastructures. This paper examines whether water service is a determinant of tidal farmland value. A survey involving 500 farmers was conducted in Telang, a rice production center in tidal lowland area of South Sumatra Province, Indonesia. Hedonic Property Value analysis was employed to provide answer to this examination. Analysis revealed that the value of tidal farmland with water service was significantly higher than that without water service. The value of tidal farmland was determined by soil fertility, distance to the local markets, the availability of water service, and farmland productivity. Being one of the significant determinants of tidal farmland value, imposing fee upon water service will expectedly be followed by farmers' willingness to pay for the fee.

Keywords: water service, tidal lowland, agriculture.

INTRODUCTION

Water charging as a policy issue has been adopted in Indonesia through the issuance of The Water Resource Law in 2004 (UU No. 7/2004). However, the term water charging is only implicitly stated in a phrase of "financial responsibility". Farmers (water users) financial responsibility according to the law includes construction, operation and maintenance of water infrastructures at tertiary level. These responsibilities in practice are shared among farmers within a tertiary block, which include routine gate operation (opening or closing of gates according to crop water needs) and tertiary canal and gates maintenance.

Water charging policy has not yet been implemented in tidal lowland irrigation eventhough it has been mandated in the Water Resource Law. Instead of charging, a payment is applied to water user for its membership in water user association (WUA), not for the water used for cultivation. Water charge remains unknown and un

Muhammad Yazid, Ph.D., Department of Agribusiness, Faculty of Agriculture, Sriwijaya University, Jl. Palembang-Prabumulih KM32, Indralaya, Sumatera Selatan 30662, Indonesia.

acceptable to water users. Therefore, water service fee is considered more appropriate term to emphasize that the charge is not for the water itself, but for the service of delivering water down to the tertiary canals to fulfill crop water needs,.

In tidal lowland area of Telang, one tertiary canal serves 16 ha farmland, 8 ha at each side. Two tertiary gates are installed, one at each end of the tertiary canal. Normally, these 16 ha farmland is owned by 8 farmers or 2 ha farmland in the average. Since water management actions directly affect the 16 ha farmland, the operation and maintenance of tertiary water infrastructures are collectively planned and implemented by the farmers, following the planned cropping patterns in the area.

The existence of water service and proper operation and maintenance of water infrastructures contribute to the farm output as well as the value of farmland. The value of farmland is also determined by farmland characteristics [1] such as fertility, relative distance 4 the market [2], and the existence of facilities to support cultivation [3]. Therefore, the objective of this study was to determine the value of water service and physical, spatial, and economic characteristics of tidal farmland. It was expected that the value of water service could be considered as basis for imposing water service fee for which water users (farmers) were financially responsible.

METHODS

Hedonic pricing (HP) and travel cost method (TCM) are two most commonly used of revealed preference methods. Both TCM and HP have advantages of observing actual behavior. While TCM has particularly been used in estimating non-market value of ecotourism and recreational sites [4], HP was frequently employed in valuing property with regard to the environmental characteristics and changes. It particularly extracts effect of environmental factors on price of goods that include those factors [5] [6] [7]. The hedonic property method has been used to value characterists of goods that are not formally traded in the market [8]. This method has also been used to estimate the value of open space proximity [9], the improvement in air and water quality [10] and the evaluation of scenic views [11].

In water management research, hedonic method has been used in various studies with regard to water resource as a single resource or water in attachment to land resources. Hedonic rathod has been used to estimate the minimum payment an owner (of water right) would be willing to accept for the sale or lease of a water right in Douglas County, Oregon, USA [12]. Using the hedonic method, this study has successfully put a monetary value on irrigation water (\$261 per acre-foot irrigation water) which is consistent with other studies and actual transaction in the study area. Similar to irrigation water, water service can be considered as an attribute of agricultural farmland which benefit can be valued similarly. Therefore, HP was considered appropriate in this study to value water service as an environmental characteristic that determine the price of tidal farmland as a property.

Hedonic property value of farmland is referred to as the market price of farmland. Its value has been studied based on several characteristics, including soil fertility [1], productivity and spatial aspects [2], and availability of water service [3]. In this study, the value of water service reflects the marginal willingness to pay for discrete change in water service, which is the change from without water service to with water service. Assuming two pieces of farmland that are identical except that one is with

water service and the other is without, the difference in market price between the farmlands is attributed to the value of water service for which the farmers are willing to pay.

In this research, the hedonic function for tidal farmland market price was stated as follow:

$$P_i = f(Q_S, Q_P, Q_{WS}) \tag{1}$$

where P_i = market price of tidal farmland

 Q_S = the vector representing farmland quality

 Q_P = the vector representing proximity of the farmland

 Q_{WS} = the vector representing facility on the farmland

The quality of tidal farmland was measured in three indicator variables, namely farmland fertility, productivity, and income obtained from crop production. The proximity of the farmland was defined and measured as the distance of the farmland from the local market. The facility on the farmland was represented by the availability of water service on the farmland and the maintenance of gates and canal connected to the farmland.

Based on the above description, the following regression equation was proposed in order to estimate the function:

$$P_i = \beta_0 + \beta_1 FERT + \beta_2 PRO + \beta_3 INC + \beta_4 DIST + \beta_5 D_{WS} + \beta_6 MAINT$$
 (2)

where P_i = the market price of tidal farmland per hectare

FERT = fertility level of farmland

PRO = farmland productivity

INC = income from crop production

DIST = distance of farmland to the local market

 D_{WS} = dummy variables water service

MAINT = canal and gates maintenance

The above regression equation was predicted using ordinary least square (OLS) method to yiel the predicted market price of farmland based on its affecting factors. Subsequently, some statistics were employed to examine the goodness-of-fit of the overall model and the significance of each of the affecting factors. In addition, interpretations on the significant factors were made in term of direction and magnitude of their effects on the market price of tidal farmland [13]. Supposed, the model contained only the intercept and the dummy variable water service, the interpretation was as the following [14]:

$$P_i = \beta_0 + \beta_1 D_{WS} + \varepsilon_i \tag{3}$$

where $D_{ws} = 1$ for farm with water service and 0 otherwise The market price of farmland without water service was estimated as:

$$E(P_i|D_{WS}=0) = \beta_0 \tag{4}$$

The market price of farmland with water service was estimated as:

$$E(P_i|D_{WS}=1) = \beta_0 + \beta_1 \tag{5}$$

Therefore, the intercept β_0 was the mean estimated market price of farmland and the slope coefficient (β_1) was the difference in mean estimated market price between farmland with water service and without.

This study was designed as a survey, conducted in the deltaic area of Telang, South Sumatra, Indonesia. Telang, a reclaimed tidal lowland area for agriculture, is located in the lower reaches of Musi River. Research sample of 500 farmers were drawn using random sampling fro some 10,000 farmers, covering 12 secondary blocks (approximately 3,072 ha). Data were collected through field observation and structured interview with the sampled farmers.

RESULTS AND DISCUSSION

As discussed in the methods, tidal farmland value is determined by soil fertility, productivity, income obtained from farming, distance of the farmland from the local market, the availability of water service, and the maintenance of gates and canal connected to the farmland. The mean value of farmland as measured in farmland market price is US\$5,261.07 (± 1,018.82). The farmland market price varies from as low as US\$2,500.00 to as high as US\$10,000.00 per ha. The mean market price of farmland with water service is US\$5,612.36 per ha, whereas without water service is US\$4,807.51 per ha. The mean market price of farmland with water service is significantly higher than that without water service (t=9.399, sig. t=0.000).

Table 1 presents the regression coefficients with the t statistics and significant level of each of the independent variables assumed to determine the farmland market price. Out of 6 independent variables assumed to have an effect on the farmland market price, only one variable that is significant at 90 percent confidence interval, which is farmland fertility. Others are proved to have statistically significant effect on the farmland market price at 99 percent confidence interval, which are: (1) productivity; (2) income; (3) distance of farmland from the local market, (4) the availability of water service, and (5) maintenance of canal and gate connected to the farmland. In Table 1 both direction and magnitude of the effect of these independent variables on the dependent variable are shown. The statistical tests of the regression indicate that the overall model is statistically significant. However, the variation in farmland market price explained by its determinants is approximately 26 percent. There is no collinearity detected in this analysis.

TABLE I. REGRESSION COEFFICIENTS AND THE VALUE OF STATISTICS

Variables	В	Std. Error	t	Sig.
(Constant)	33132758.632	3997802.536	8.288	.000
Fertility	2500777.738	1309442.781	1.910	.057*
Productivity (tons/ha)	1531738.264	497256.682	3.080	.002***
Income (Rp10 ⁶)	178810.108	57019.518	3.136	.002***
Distance from the market	-1909067.120	358702.668	-5.322	.000***
Water Service (Dummy)	4058815.800	1256751.765	3.230	.001***
Canal & gate maintenance	3671982.726	1250081.538	2.937	.003***

^{*}Significant at 10%; **Significant at 5%; ***Significant at 1%

Farmland fertility is a statistically significance determinant of farmland price (p=0.057). Its coefficient indicates that farmland fertility is positively related to its market price as expected. Fertility is an important attribute of farmland. Farmland fertility is a result of interaction between physical conditions of the farmland and its accessibility to water infrastructures. The higher the fertility the higher the farmland price would be. Measured in ordinal level, one level increase in fertility would increase its price by about US\$250.08.

Productivity which is measured by the yield (tons of rice) per hectare farmland has a positive coefficient as hypothesized. Its effect on the farmland market price is significant. Its coefficient tells that every ton increase in productivity will be followed by an increase in the farmland market price of about US\$153.17. Productivity remains an important target in tidal lowland agriculture, especially rice production. With current productivity level of about 5.35 tons per hectare, it can potentially be increased to 10 tons per hectare as has been achieved by few farmers in the study area. Higher productivity will consequently result in higher farmland market price of the farmland.

Income from farming contributes significantly to the price of the farmland. Its coefficient indicates that every million Rupiah increase in total income will be followed by an increase of farmland market price of US\$17.88. While farmland productivity seems to directly affect the farmland market price, income affects the farmland market price indirectly through the perception regarding the value of property. Farmers with higher farm income tend to perceive higher value of their property than those with lower income.

The distance of farmland from the local market has a negative sign for its coefficient as expected. This indicates that the further the farmland from the local market, the lower the price of the farmland. For every km increase in the distance of the farmland from the local market, the price of the farmland decreases by US\$190.00.

Maintenance of canals and gates as hypothesized has also a positive effect on the market price of the farmland. This variable was measured as a dummy variable which was coded 1 for maintained canals and gates, 0 otherwise. Farmland with maintained canals and gates connected to it has higher market price than that without canals and gates maintenance. Farmland which is connected to the maintained canals and gates has market price which is US\$367.20 higher than that which is connected to un-maintained canals and gates. Maintained canals and gates enables farmers to properly irrigate, retain and drainage water from the field according to crop water needs. This condition would ensure the optimum crop growth and maximum yield obtained from the farmland.

The availability of water service significantly affects the market price of farmland. The positive value of its coefficient indicates that farmland with water service has higher price than that without water service. The difference in mean estimated market price between farmland with and without water service is indicated by the value of its coefficient (β_1). This means that the price of farmland with water service is US\$405.88 higher than that without water service. This result is in accordance with the hypothesized relationship between the availability of water service with the market price of farmland, proving that water service is an important attribute of tidal farmland.

CONCLUSION

The result of hedonic property analysis indicates that, as a property, the mean price of farmland with water service is significantly higher than that without water service. The value of farmland is significantly affected by the availability of water service beside other characteristics of the farmland (farmland fertility, productivity, distance from the local market, and infrastructure maintenance) and farmer's income. The availability of water service accounts for approximately one half of the difference in the farmland price. Based on the findings of this study, the value of water service can be considered as basis for imposing water service fee for which farmers are financially responsible to contribute in the operation and maintenance of tidal water infrastructures at tertiary level.

REFERENCES

- Miranowski, J. A. and Hammes, B. D. Implicit prices of soil characteristics for farmland in Iowa. American Journal of Agricultural Economics. 1984; 66: 745-749.
- Boisvert, R. N., Schmit, T. M. and Regmi, A. Spatial, productivity, and environmental determinants of farmland values. American Journal of Agricultural Economics. 1997; 79: 1657-1664.
- Palmquist, R. B. and Danielson, L. E. A hedonic study of the effects of erosion controll and drainage on farmland values. American Journal of Agricultural Economics 1989; 71: 55-62.
- Hanley, N. Cost-benefit analysis and environmental policy making. Environmental and Planning. 2001; 19: 103-118.
- Pagiola, S., von Ritter, K. and Bishop, J. Assessing the economic value of ecosystem conservation. The World Bank Environment Department, Washington, D.C. 2004.
- Powe, N. A., Garrod, G. D. and Willis, K. G. Valuation of urban amenities using a hedonic price model. Journal of Property Research. 1995; 12: 137-147.
- Garrod, G. and Willis, K. The environmental economic impact of woodland: a two-stage hedonic price model of the amenity value of forestry in Britain. Applied Economics. 1992; 24: 715-728.
- Freeman, M.A. III. The Measurement of environmental and resource values: theory and methods. Resources for the Future, Washington, D.C. 2003.
- Lutzenhiser, M. and Netusil, N.R. The effect of open spaces on a home's sale price. Contemporary Economic Policy. 2001; 19: 291-98.
- Chattopadhyay, S. Estimating the demand for air quality: new evidence based on the Chicago Housing Market. Land Economics. 1999; 75:22-38.
- Kulshreshtha, S.N. and Gillies, J.A. Economic evaluation of aesthetic amenities: a case study of River View. Water Resources Bulletin 1993; 29: 257-66.
- Butsic, V. and Netusil, N. R. Valuing water rights in Douglas County, Oregon using the hedonic price method. Journal of the American Water Resources Association (JAWRA). 2007; 43:622-629.
- Hair, J. F., Black, W. C., Babin, B. J. and Anderson, R. E. Multivariate data analysis a global perspective. Pearson Education, Inc., Upper Saddle River, New Jersey. 2008.
- 14. Gujarati, D. N. Basic econometrics. 4th ed. McGraw-Hill/Irwin, New York. 2003.

Hedonic Property Value of Water Service in Tidal Lowland Agriculture

GI	ΝΔΙ	ITV	RF	PORT

11% SIMILARITY INDEX

%
INTERNET SOURCES

11%
PUBLICATIONS

% STUDENT PAPERS

PRIMARY SOURCES

Zheng, . "Front Matter", Future
Communication Information and Computer
Science, 2015.

7%

Publication

Publication

Muhammad Yazid, Mad Nasir Shamsudin, Khalid Abdul Rahim, Alias Radam, Azizi Muda. "The achievement of water management objectives based on willingness to pay for a water service fee in tidal lowlands", Aquatic Ecosystem Health & Management, 2013

2%

Van Butsic, Noelwah R. Netusil. "Valuing Water Rights in Douglas County, Oregon, Using the Hedonic Price Method", Journal of the American Water Resources Association, 2007

1 %

Wisitiporn Suksombat, Chayapol Meeprom, Rattakorn Mirattanaphrai. "Performance, Carcass Quality and Fatty Acid Profile of

1 %

Crossbred Wagyu Beef Steers Receiving Palm and/or Linseed Oil", Asian-Australasian Journal of Animal Sciences, 2016

Publication

Exclude quotes On Exclude matches < 1%

Exclude bibliography On