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# Analysis of the Determinant of Maize Production Efficiency in the Case of Boneya Boshe District, East Wollega, Ethiopia

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#### **Abstracts:**

Farming in Ethiopia can offer assistance in bringing dejected needs. Hence, the best possible means of achieving growth is through increasing the production efficiency of farmers. To estimate the levels of production efficiency, this study specifically used only data of farmers who are producing without plowing by oxen and without using fertilizers in the study area under shifting cultivation. Method: To determine the determinants of production efficiency, the Tobit model was used in this study. Result. The Tobit model results show that age of household and herbicide use had a negative impact on the production efficiency of farmers. Regarding the positive determinants of production efficiency, labor, seed and fertilizer-NPS have a positive influence. Conclusion and Recommendation: The farmers in the study area are efficient in the production of maize. The government should give due attention to farmer training through strengthening farmers' education and farmer training centers to make farmers more efficient producers and profitable by integrating local and traditional knowledge of farmers with formal knowledge of using herbicides. Farmers should also be advised as the youngest farmers engaging in farming work. Otherwise, the government should supply fertilizer and improve seed-on credit.

Keywords: profitable, production efficiency, Ethiopia, Tobit

**DOI:** 10.7176/RJFA/14-19-02 **Publication date:** November 30<sup>th</sup> 2023

Author's contribution: Both authors contributed to the study conception and design. Material preparation, data collection and analysis were performed by Gemechu Beri Abdeta and Alemayehu Keba Beyene. The first draft of the manuscript was written by both and commented on previous versions of the manuscript. All the authors have read and approved the final manuscript.

Competing Interest: The authors have declared that no competing interest exists.

#### Introduction

With the increasing demand for food worldwide, how to improve agricultural production efficiency has attracted increasing attention (Xu and Zhang, 2018). In Ethiopia, maize is produced as a major food crop that is based on traditional methods of production, and there exists indecency in the use of available scarce resources (Tesema, 2022).

The best possible means of achieving development is through increasing the production efficiency of farmers and the variability in maize production efficiencies largely due to shifting cultivation practices (Tesema, 2021).

Agriculture is the sole source of livelihood for the majority of Ethiopians. Ethiopia is endowed with enormous potential for agricultural development, and cereal crops such as maize are widely cultivated across a range of environmental conditions (Abate, 2020). Maize plays a significant role in Ethiopia's nourishment security, and it is the staple trim with the most noteworthy generation, i.e., 4.2 million tons in 2017/18, compared to teff, which is 3.0 million tons, and sorghum, which is 2.7 million tons (Kibirige, 2014).

Farming in Ethiopia can offer assistance in bringing down destitution. The defenselessness of returning to destitution remains high, especially for provincial vocations subordinate to sprinkled farming (World Bank, 2016). Farming is more than just a job of Ethiopia's smallholder farmers, who live in a low productivity environment (Tesema, 2022). Cultivating procedures have changed slightly over the centuries, yielding low outputs and making ranchers helpless to the impacts of eccentric climate designs (ATA, 2016; Tesfaye and Beshir, 2014).

A successful maize generation segment improvement may thrust Ethiopia's nourishment generation to rapidly diminish the national nourishment shortage and keep pace with a developing populace. Experimental writing uncovered that fruitful maize generation depends on the proper application of generation inputs that would support the environment as well as rural generation (CIMMYT, 2018).

In Ethiopia, increasing population pressure and low levels of agricultural productivity have contributed greatly to food security problems by widening the gap between demand for and supply of food. Increasing productivity in crop production, which among others could be possible by enhancing the level of technical efficiency, is an important step toward enlightening food security (Getachew and Gemechu, 2023).

In this respect, few endeavors have been made to measure/quantify the level of specialized productivity in Ethiopia in common and especially in the Oromia region. For the little cultivates measure, the painful specialized

productivity is 0.76 (Abate, 2014). Agreeing with Geta et al. [20], the maize-creating farmers' normal specialized proficiency in southern Ethiopia is 40%, while Alene and Hassan (Alene AD and RM Hassan, 2003) have shown that the maize-creating farmers' normal specialized proficiency in western Ethiopia is 76%. These results suggest that agriculturists are not working on the generation plausibility of wilderness and that there is considerable potential to extend the efficiency of maize with existing innovations and inputs. Suboptimal rural hones oblige the capacity of ranchers to make strides yields, and over 97% of development is rain-fed, making the division exceedingly helpless to challenging climate designs (ATA; 2019).

Achieving broad-based economic growth requires the ability to use available resources efficiently. This requires policy interventions supported by research. By estimating the magnitude of technical efficiency gains and investigating the factors that influence the resulting level of inefficiency, this paper aims to provide a pathway to improve productivity on maize farms. Therefore, this study addressed the following research questions:

What are the determinants of production efficiency of maize among maize producers?

## **Objectives of the study**

• To examine the determinants of production efficiency of maize in Boneya Boshe District

# Materials and methods

## **Description of the Study Area**

The study was conducted in Boneya Boshe District, one of the 17 districts in the East Wollega Zone of Oromia National Regional State in western Ethiopia. It is located 300 km from the capital city of Ethiopia, Addis Ababa, and 181 km away from Nekemte Town. The agricultural system in the study area consisted of a series of interrelated crop and livestock production activities that were strongly influenced by the natural and economic environments. Crop production was the most important source of food and income for farmers. The main stable food crops grown in the study area were cereals and horticultural crops such as maize, pepper, Niger seed, sorghum, teff, and haricot beans. Livestock farming is also an important part of the agricultural system and a source of feed for animal production. The large number of livestock in the study area consists of sheep, goats, cows, mules, calves and donkeys, which are used for various purposes in addition to generating income in the study area.

# **Research Design**

A cross-sectional survey design was used to measure current attitudes and practices. In addition, it is possible to provide information in a short period of time, such as the time needed for investigation and information gathering. Using a survey questionnaire, data were collected from the sample farmers of Boneya Boshe District to achieve the objectives of the study within the available time and budget.

## Data Types, Sources and Method of Data Collection

To achieve the goal of technical efficiency in maize cultivation, data were collected in quantitative and qualitative form from both primary and secondary sources. Primary data were collected from 154 households using face-to-face interviews, structured survey questionnaires, and observation methods from maize-dominant farmers, and secondary data sources were magazine articles on nature, published books, and central statistical reports. Data were collected from the Boneya Boshe District.

## Sampling Technique and Sample Size Determination

Due to the importance of maize in the region and the scale of its production, Boneya Boshe woreda was specifically selected from the East Wollega zone due to its potential for maize cultivation. A two-stage random sampling technique was used to select the sample households for this study. In the first stage, out of his ten kebeles within the woreda, his three kebeles were randomly selected: Gala Guree, Boshe Timbako, and Ejersa Gutee. In the second stage, his sample of 154 households from the three kebeles was selected by simple random sampling, with probability proportional to the size of maize producers in each kebel. In this study, a simple random sampling technique was used, and the population of the study area was homogeneous in terms of livelihood.

The needed sample size for the survey was computed by using a simplified formula provided by Yamane, (1969) as follows:

$$n = \frac{N}{1 + N(e)2} = \frac{9865}{1 + 9865(0.0064)} = \frac{9865}{64.136} = 154$$

where 'n' is the needed sample size, 'N' is the total number of smallholder farmers in the selected Kebele (9865) and 'e is the desired level of precision with the same unit of measure as the variance (e2) of an attribute in

the population (in this case, e= 8).

## Method of Data Analysis

With regard to data analysis, both descriptive and econometric methods were employed. Descriptive statistics such as the mean, standard deviation, percentage and frequencies could be used to analyze the socioeconomic characteristics of maize producers. A Tobit econometric model was employed to analyze the determinants of maize production efficiency in the study area.

# Descriptive statistics for continuous variables in the study

A combination of different descriptive, mean and standard deviation and inferential, t test and X2-test statistics for explanatory variables of sample households were performed on the household-level data to inform the subsequent empirical data analysis. The mean education level of the households was 4.58. The mean family size of the household head was approximately 6.00, the mean ownership of land was 1.52 hectares, the mean seed in quintal was 30.46 per hectare, the mean fertilizer (NPS) application rate was 37.64 per hectare, the mean fertilizer (urea) application rate was 67.21 per hectare, the mean usage of pesticide was 2.39 per hectare, the mean herbicide usage was 2.64 per hectare and the mean livestock holding of the farmers was 12.00, as presented in Table 1.

Table 1. Descriptive statistics for continuous variables

Variable	Mean	Std. Dev.	Min	Max
Labor	2.68	1.87	1	6
Education	4.58	2.83	0	10
Family Size	6.00	2.66	1	13
Ownership land	1.52	0.87	1	4
seed	30.46	10.96	20	50
Fertilizer (NPS)	37.64	32.98	25	120
Fertilizer (Urea)	67.21	46.22	25	150
Pesticide	2.39	6.18	2	5
Herbicide	2.64	3.79	1	5
Livestock holding	12.00	8.72	0	45

# Descriptive statistics for dummy variables in the study

The descriptive and inferential statistics results presented in Table 2 show that 64.94% of maize producer farmers were male-headed households.

Table 2. Descriptive statistics of discrete variables.

Sex of household head	Freq.	Percent
Female	54	35.06
Male	100	64.94
Total	154	100.00

## **Determinants of Maize Production Efficiency and Its Marginal Effects**

Table 3 presents the results of the censored Tobit model regression of selected socioeconomic and institutional support factors against farm production efficiency scores. Among the selected variables, Own land, livestock holding, sex of Household, Education of Household, Family Size, Fertilizer (Urea) and Pesticide visit were not significant, while the others were significant determinants of production efficiency.

The results presented in the table below show that household labor has a positive coefficient and significantly affects production efficiency at the 10% level. The result shows that a one-unit increase in labor increases the level of production efficiency by 15.09%. As labor increases, their ability to produce appropriately increases. The results show that the age of the household has a negative coefficient and significantly affects production efficiency by 3.05%. As the age of farmers increases, their ability to allocate resources appropriately decreases. However, this does not mean that as the age of farmers in the working age group increases, their ability to allocate resources for production efficiently decreased, their ability to allocate farm input also increased until they became out of the working age group and became tired and

then decreased. The increase in seed provision by the government by 1 kg increases the production efficiency of maize by 2.74%. This result indicates that improved seeds support the yield increase and thereby the production of maize. The results show that the use of 1 kg of NPS (inorganic fertilizer) increases the production efficiency of maize by 0.82%. This finding suggests that the application of NPS fertilizer improved the nitrogen and phosphorus use efficiency of maize compared to the previously recommended NP. Increasing herbicide usage by 1 liter decreases the production efficiency of maize. This might be because of not using the right dozen amount of herbicide and not using the right time application. Therefore, this situation has reduced the production efficiency of maize in the study area.

Table 3: Determinants of production efficiency of maize and its marginal effects.

Determinants of production efficiency	Coefficients	Standard error	Marginal effects	Standard error
Own land	0.0807	0.1515	0.0807	0.1516
Labor	0.1509*	0.0789	0.1509	0.0790
Age of House hold	-0.0305**	0.0091	-0.0305	0.0091
sex of House hold	0.0496	0.2882	0.0496	0.2882
Education of House hold	-0.0158	0.0509	-0.0158	0.0509
Family Size	- 0.0638	0.0594	-0.0638	0.0595
Seed	0.0274*	0.0128	-0.0274	0.0128
Fertilizer (NPS)	0.0082*	0.0036	0.0081	0.0036
Fertilizer (Urea)	-0.0008	0.0033	-0.0008	0.0033
Pesticide	-0.0222	0.0142	-0.0222	0.0143
Herbicide	-0.0506*	0.0215	-0.0506	0.0215
TLU	-0.0084	0.0137	-0.0083	0.0138
off farm Income	0.0397	0.2878	0.0397	0.2879
_cons	6.3554	0.9748		

\*, \*\*, and \*\*\* indicate significance at the 10%, 5% and 1% levels, respectively. **Source:** Tobit model results (2023).

#### **Conclusion and Recommendations**

The study concluded that maize farmers in the study area were not completely efficient in their production activities, and this efficiency of maize needs to be increased altogether. The production efficiency of maize was significantly affected by the age of the household, labor, seed, NPS (inorganic fertilizer) and herbicide.

Based on the finding of the study, it is prescribed that expansion of that extension service experts should focus on training of the farmers on improved production management to enable as they use the existing resources efficiently and increase the productivity of maize. The government should give due attention to farmer training through strengthening farmers' education and farmer training centers to make farmers more efficient producers and profitable by integrating local and traditional knowledge of farmers with formal knowledge of using herbicides. Farmers should also be advised as the youngest farmers engaging in farming work. Otherwise, the government should supply fertilizer and improve seed-on credit.

#### **Declaration of Competing Interest**

The authors state that they have no known rival financial interests or individual relationships that could have seemed to influence the work reported in this paper.

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