

Original Research

# Agricultural Productive Services and Ecological Efficiency of Cultivated Land Use: Evidence from Hunan Province, China

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## Abstract

Agricultural productive services are fundamental in transforming the paradigm of agricultural development and exert a significant impact on farmers' behavior in managing their arable land. This paper employs the slack-based measure of the super-efficiency model, known as the Super-SBM model, incorporating unexpected output to gauge the eco-efficiency of cultivated land use (ECLU). Utilizing panel data from Hunan Province spanning the years 2007 to 2020, this study unveils the following key findings: (1) Across various quantile levels, agricultural productive services exhibit a substantial capacity to enhance ECLU, with coefficients ranging from 0.070 to 0.156. (2) The impact of agricultural productive services on ECLU is constrained by both farmers' income levels and the scale of cultivated land, revealing a dual threshold effect. As income levels rise, the corresponding coefficient increases progressively, from 0.0771 to 0.1147, and ultimately to 0.1571. Similarly, with the expansion of cultivated land, the coefficient increases from 0.1152 to 0.1443, and ultimately peaks at 0.1694. (3) The enhancement of ECLU through agricultural productive services is achieved by reducing the input of environmental factors and mitigating undesirable outputs. (4) Agricultural productive services indirectly facilitate labor transfer, accounting for 10.8% of the overall effect. Consequently, it is imperative to continually enhance the agricultural socialized service system, bolster financial support, and implement policies that foster the development of agricultural productive services to realize sustainable cultivated land utilization.

**Keywords:** agricultural productive services; eco-Efficiency of cultivated land use; threshold effect; intermediary effect

## Introduction

Cultivated land, as the scarcest resource in China, stands as the fundamental production factor for agriculture. Its effective utilization holds paramount importance for sustainable agricultural development and food security

[1, 2]. The global challenge of reconciling population growth with limited cultivated land resources [3-5] is particularly acute in China [6]. When harnessing cultivated land for production, the ecological pollution of China's cultivated land ecosystem poses a pressing concern, primarily due to carbon emissions resulting from the use

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Table 3. Estimation results of panel quantile regression model.

Explanatory variable	FE	5%	25%	50%	75%	95%
APS	0.1348*** (15.81)	0.156*** (8.12)	0.135*** (10.40)	0.118*** (8.15)	0.071*** (6.00)	0.070*** (2.85)
ltrans	0.3522*** (7.20)	0.214*** (3.28)	0.218*** (3.92)	0.229*** (4.84)	0.289*** (5.18)	0.625*** (4.09)
Pstr	-1.7166*** (-16.88)	-0.579*** (-7.30)	-0.710*** (-8.06)	-0.92*** (-8.85)	-1.051*** (-9.03)	-1.440*** (-3.95)
Irrigation	-0.1048*** (-2.89)	0.175** (2.42)	-0.01 (-0.18)	-0.097** (-1.89)	-0.124** (-2.04)	0.046 (0.29)
Mechanize	0.3305*** (8.78)	-0.067 (-1.44)	0.018 (0.47)	0.071** (2.28)	0.198*** (2.97)	0.158* (1.68)
Istr	0.7412*** (5.19)	0.206 (1.37)	0.093 (0.59)	-0.147 (-1.12)	-0.415** (-2.22)	-0.697 (-1.54)
constant	4.5480*** (5.74)	1.792*** (2.39)	3.721*** (4.34)	6.148*** (8.06)	8.069*** (9.80)	9.634*** (3.71)

Note: \*, \*\* and \*\*\* represent the significance level of 10%, 5% and 1% respectively. The values in brackets are the values of *t* statistics, the same below.

Hunan Province is typical. This paper analyzes 97 counties on the basis of eliminating the counties that do not carry out agricultural production. The basic data in this paper is from the Hunan Statistical Yearbook, the Hunan Rural Statistical Yearbook, the statistical yearbook of cities and counties, and the national economic statistical bulletin. The article provides descriptions and statistical analysis of relevant variables (Table 2).

## Empirical Results and Analysis

### Panel Quantile Regression Model Estimation Results

To verify what conclusions the traditional panel data model in the classical literature will draw, and as a reference result for panel quantile estimation, this paper first selects the fixed effect model estimation result from the panel data. In panel quantile model estimation, five representative quantiles of 5%, 25%, 50%, 75%, and 95% are selected in this paper (Table 3).

First, we should focus on the impact of agricultural productive services on the ECLU. The coefficients of agricultural productive services at both the fixed effect model and the quantile level are positive and have passed the 1% significance level test, which means that since 2007, agricultural productive services at the county level in Hunan Province have significantly promoted the improvement of the ECLU. By observing the change trend of the agricultural productive service coefficient at each quantile level, it is not difficult to find that the coefficient of agricultural productive service has experienced a trend of decline, and the improvement range of ECLU is 0.070~0.156. In terms of the quantile level of different conditions, that is, for the counties with extremely low ECLU, agricultural productive services have a more obvious role. Specifically, for counties with

low ECLU, farmers' production processes are still the traditional production mode of ensuring food production by increasing the input of various environmental factors. This is perhaps because the development of the local agricultural productive service market is relatively backwards, and the basic conditions for improving the ECLU cannot be effectively guaranteed, but by improving the level of agricultural productive service in these areas, through the embedding of the "soft input" factor of agricultural productive services, local farmers can optimize the allocation of resources in the agricultural production process, improve the efficiency of resource allocation, solve many bottlenecks in the process of improving the ECLU, and thus achieve the improvement of the ECLU. It should be noted that the coefficient of the agricultural productive service variable in the estimation result of the fixed effect model is 0.1348, which is higher than the regression coefficient at most quantile levels. Other explanatory variables generally have this phenomenon as well. It can be seen that the regression result obtained by the traditional fixed effect model may be overestimated if the heterogeneity problem described is not considered.

Among other control variables, the coefficient of labor force transfer is positive, and all pass the significance test at the level of 1%, which shows that the nonagricultural transfer of the labor force can significantly promote the improvement of the ECLU; that is, the nonagricultural transfer of the rural labor force not only has no negative impact on agricultural production but also has a significant role in promoting agricultural production. Relevant scholars have disputed this issue. Some scholars believe that the impact of labor transfer on agricultural production is negative [57], while other scholars believe that it is positive [58]. The possible reasons for the positive conclusion of this study are that there is a masking effect, that is, technological innovation and institutional

















