New Entrants NEWS March 2019



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Welcome to the March edition of New Entrants News. We have had a very busy few months, delivering numerous events across Scotland including;

- The New Entrants to Farming Gathering
- Planning for the Future roadshow
- Numerous local new entrant workshops
- Creating new fact sheets
- Creating new paper and video case studies

This packed edition will give you a flavour of the various events and signpost you to further information. As well as summarise industry initiatives for joint ventures.



Visit www.fas.scot/new-entrants/ to view the video summarising "The New Entrants Gathering 2019"







New Entrants to Farming "get with the" Programme

There is a network of new entrants across the country at various stages of developing their businesses. You can join in:

- www.facebook.com/NewEntrants
- www.fas.scot/new-entrants/
- Regional workshops

For more info contact Kirsten Williams, Consultant, SAC Consulting, Clifton Road, Turriff, 01888 563333, Kirsten.Williams@sac.co.uk

There are useful free resources on the website too:

- Case studies—learning from the experiences of other new entrants.
- •Guidance notes / Fact sheets—benefit from advice tailored to assist new entrants to farming.
- •Also see:

www.gov.scot/Topics/farmingrural/Agriculture/New EntrantsToFarming

For further information on workshops in your area please see https://www.fas.scot/new-entrants/ scan the QRC below.





Land Opportunities

Forest Enterprise Scotland (FES) are now advertising vacant land opportunities on the National Forest Estate (NFE) for entry May 2019 onwards online at: https://scotland.forestry.gov.uk/supporting/grants-and-regulations/farm-woodlands/grazing-opportunities

These opportunities are spread across 4 of the 5 regions on the NFE, and include a range of land quality, area, and tenure types.

In South Region there are two short-term grazing opportunities for cattle, one in close proximity to forest tourist attractions near Newton Stewart, and another near Pinwherry in South Ayrshire.

In North Region there are five sites, three near Lairg and two close to Dornoch, advertised as 5-year SLDT's. Four of these are predominantly rough grazing on areas of open space within the forest and some are limited to sheep only to preserve archaeology.

In Central Region there are ten sites, eight of which are being offered as 5-year SLDT's. Again there is a mix of land types and sizes, with one of the larger sites near Callander having almost 40 hectares of land and a small general purpose shed on offer.

In West Region there is the opportunity to secure a 5-year SLDT (with option to extend to a 10-year MLDT) on a large hill unit which has a hefted sheep flock.

Stewart Hendry, Agricultural Advisor, Forest Enterprise Scotland says "Applicants are encouraged to read all the information online and familiarise themselves with the sites, and any restrictions on their management, prior to submitting their application forms."

The FONE group is working with other organisations to identify possible opportunities for new entrants on publically owned land, for 2019 there are currently opportunities with,

- Highland Council
 Agricultural land extending to 7.57ha
 (18.7 acres) at Tain.
 https://www.highland.gov.uk/downloads/download/1669/croft_arthur_tain
- East Lothian Council
 Agricultural land extending to 18.41ha
 (45.49 acres) at Cockenzie.
 https://www.eastlothian.gov.uk/download/downloads/id/28110/4_fields_of_agricultual_land_for_seasonal_cropping_contract_april_to_october_2019.pdf







News from the Gathering

The FAS New Entrants to Farming Gathering was held on the 26th February at Murrayfield Stadium. The large crowd gathered to hear the excellent line-up of speakers. As in previous years, the experience, energy and enthusiasm from the speakers resulted in a positive up beat crowd.

Penny Montgomerie, Chief Executive, SAYFC opened the event and encouraged the audience to be brave and to step out of their comfort zones, as well as stressing the importance of building a network.

Andrew Marchant, explained how along with his wife, Aileen they have set up a beef, sheep and deer farm business in Dumfries and Galloway. He said: "You must prove yourself and sell yourself. No-one owes you anything so get out there and earn it. Attitude is key, and stand out from the crowd." He added: "You can do anything if you put your mind to it – we started with nothing. Be open minded and flexible. Don't be scared to take risks – we've made a hell of a lot of mistakes over the years but it's only made us stronger."

Rebecca McEwen, Arnprior Farm highlighted the highs and lows of their on farm diversifications, which offer public both pumpkin picking and lambing experiences. She explained how they have used the central location of the farm as a strength in diversification, but warned the audience that before undertaking diversification to "dissect your business – the good, the bad and the ugly".

Stirling based Robert Taylor, Galbraith updated the audience on opportunities to borrow money, highlighting the requirement to have a professional approach and seek help in business planning.

Landowner Richard Rogers travelled from Wales for the event and explained how he entered into a joint venture with one of his workers, Gethin Roberts, after converting his farm in North Wales from beef and sheep production to dairy. He said "that by giving Gethin a financial share of the dairy herd, he had the drive to push on and improve things for mutual benefit." Gethin added "coming together is a beginning, keeping together is a progress, working together is a success."

Graeme Jarron, who has used his wonky potatoes at his family farm in Forfar to produce the award-winning Ogilvy Vodka, told the audience, "if you always do what you've always done, you'll always have what you've already got."

Our last speaker of the day was SAC Consulting's Kev Bevan who spoke about business preparations for Brexit and what is likely to happen under various scenarios.

"It was fantastic to hear such inspiring stories from our speakers. I hope their diverse range of backgrounds will encourage existing farmers to build resilience in their businesses and spur on others to enter the agricultural industry" said Kirsten Williams, SAC Consulting, chairperson for the day and New Entrants to Farming Programme coordinator.



Photo Diary - #negathering19



L-R Rebecca McEwen (Arnprior Farm), Andrew Marchant (Clonhie Farm), Graeme Jarron (Ogilvy Spirits),

Richard Rogers and Gethin Roberts (Tre Ifan), Robert Taylor (Galbraith) and Kev Bevan (SAC Consulting)

L-R Opening address from Penny Montgomerie (SAYFC Chief Executive), Chair Kirsten Williams And shots of the crowd.





Photo Diary - #negathering19





NFUS Joint Venture Hub

Jenny Brunton, NFUS Policy manager, reports on the NFUS Joint Venture hub.

NFU Scotland believes in a healthy and vibrant industry. An integral part of this are options for use of land. Joint Ventures are an operational structure that allows for young people to start or develop a farming business, but also allows an existing farmer to further develop their business and/or reduce their day to day role on the farm.

The purpose of the Joint Venture Hub is to facilitate collaborative arrangements tailored specific situation. These suit any arrangements may be as simple or as complex as desired but must be workable for all parties involved. In many cases it is envisaged that the arrangements will evolve develop overtime, to help dynamic, progressive and profitable farm businesses.

The Joint Venture Hub is about trying to help restructure our industry by encouraging young people into farming and bringing new skills, new thinking and the next generation into agriculture. By matching people looking for, and offering, opportunities and providing a service to facilitate workable arrangements.

The Joint Venture Hub is available to both members and non-members of NFUS and aims to allow individuals to find the right option for both themselves and their business. These options include:

- Tenancies
- Contract Farming
- · Joint Ventures/Share Farming

The confidential service will allow people to explore their options and will help match farmers interested in long leases and collaborative arrangements such partnerships, share farming or contract rearing with the next generation of younger farmers keen to progress a career in the industry. This much needed initiative offers a platform for existing farmers, with no succession arrangements in place, to contact younger farmers and together they can then develop long term farming operational and financial plans.

Advantages of Joint Ventures -

- Improved economies of scale to increase profits & farm viability
- Improved work/life balance/better social and family life
- Improved work environment and reduced work load
- Reduced stress through shared decisions & companionship
- · Improved farm safety
- Reduced investment risk & better decision making
- · More efficient use of fixed costs
- Improved use of skills, training & new ideas
- Wealth of experience & knowledge built up over many years



https://www.nfus.org.uk/policy/joint-venture-hub.aspx



Stephen Young, SAOS project manager reports on the

RISS Land Matching Service

The Rural Innovation Support Service (RISS) is supported by European and Scottish Rural Development Programmes. The service provides facilitation for farmers, crofters and rural businesses who have an idea to develop, by drawing in experience from other areas and working towards a plan for funding or development.

This project includes active farmers, new entrants as well as representatives of NFUS, SAYFC, Scottish Land & Estates, The Scottish Land Commission and a land agent.

The starting point for this project is not whether a land matching service is required, work done by the SLC, The James Hutton Institute as well as the FONE (Farming Opportunities for New Entrants) group has highlighted the need. The focus of this group has been on the practicalities of delivering this service. Looking at the key issues faced, learning from other areas of the British Isles as well and looking at potential funding options. The crux of this is to define what works well in other countries and could potentially be replicated in Scotland. Also to scope out what is really needed to drive greater uptake of joint venture, contract and share farming.

When looking at successful models elsewhere there is much to learn on the British Isles, although other similar services are available in other countries (such as New Zealand, Canada and South America) they are probably less relevant. The services listed have several themes in common.

- Independent trusted advisor role available to both sides
- Active "matching role", with guidance and support to both sides
- Industry buy-in

- Advice and support on structures
- Highlighting opportunity
- Focussed efforts of whole industry

In terms of delivery the Venture (Wales) system provides most clarity, they have a simple five step process to follow, which lays out the path to a successful conclusion. As with most projects of this type, most participants will want to jump to stage 4, however it is stage 1 & 2 which are most important, interestingly they also create the agreement before deciding whether to be a partnership, Joint Venture etc. This would seem a logical and simple model to follow in Scotland.

- 1. Taking Stock- assessment
- 2. Finding the right match
- 3. Creating a balanced agreement
- 4. Selecting a legal framework
- 5. Thinking long term

A fully facilitated land matching service could also act as a focal point for innovative ways of solving issues such as finance with agreements such as "cow-hire" helping to provide livestock to new entrants and reduce the need for large capital sums at the outset.

The key to the potential success will obviously be funding, in other countries there is a mix of private and public funding to enable this service, hopefully in Scotland we can do something similar. Discussions and proposals are being put together currently to try to secure funding to kick start the service and allow it to offer a service to both new entrants and farmers looking for options within their business structure.



Planning for the Future

In collaboration with NFU Scotland and the Scottish Land Commission, we held an extremely successful roadshow on 'Planning for the Future' within the Farm Advisory Service New Entrants to Farming Programme. The roadshow included venues from Orkney down to Edinburgh.



The day started with an introduction to the topic of succession and the potential options for continuing the farming business for generations to come. Following this presentation a 'break-out' session was facilitated, where attendees were encouraged to discuss what succession means for them and what should be covered within a succession plan. The main points taken from the 'break-out' were as follows:

- Communicate. Talk to family members, farm workers, accountant, solicitor, bank and farm advisor to ensure everyone is kept in the loop – make no assumptions!
- Build trust and respect between generations
- Future planning and consider timescales for transitioning the business
- Allow provisions for retirement/step-back from business (financial, health, technical and experience).

Hamish Lean, Shepherd & Wedderburn, covered a range of legal topics surrounding farm business succession, including partnerships, tenancies, contract/share farming arrangements and leaving a business in a trust. The main messages included,

- Ensure you have a will written up, keep it up-to-date;
- Any businesses operating as a partnership should have a partnership agreement drawn up between the business members.
- When passing a tenancy onto the next generation, ensure the correct procedures are followed.
- Take care to ensure contract farming/shared farming agreements are drawn up effectively and are managed appropriately.

Each location had a local accountant, where they explained how tax doesn't need to be a blocker on passing on the farming assets during the lifetime.





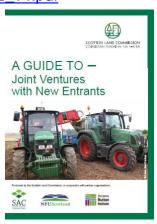
Planning for the Future Cont./

James MacKessack-Leitch, Scottish Land Commission, encouraged attendees to consider options for working with keen new entrants, in particular joint ventures, highlighting several benefits to the current farming business, such as:

- Ability to move towards retirement or scale back farming operations;
- Wish to retain farm asset, but wish to see farm being used productively;
- Pass experience and knowledge to the next generation;
- · New business opportunities and skills.

James discussed several ways in which this can be achieved, and discussed share farming, contract farming, partnerships, tenancies and short term leasing as potential options. The Scottish Land Commission have produced a useful document, "A Guide to – Joint Ventures with New Entrants" which is very useful for anyone considering working with new entrants and other farmers.

https://landcommission.gov.scot/wp-content/uploads/2018/06/SLC-JV-GUIDE v4.pdf



A representative from the NFUS Next Generation Group attended each meeting and talked about their own journeys on to the farming ladder. As well as introducing the NFUS Joint Venture Hub which was launched at AgriScot.

https://www.nfus.org.uk/policy/jointventure-hub.aspx



Key messages from the speakers can be found in the information note https://www.fas.scot/downloads/planning-for-the-future-information-note/





Learn from others experiences

Case Studies

We have a huge range of both paper and video case studies available online. These cover various routes in to farming from farm successors, entering through seasonal tenancies and grazings, even ioint ventures. These cover a broad range of enterprises and systems these can be found on the FAS website at:

https://www.fas.scot/inspirational-stories/









New Entrants to Farming Programme





New Entrants to Farming Programme





















Joint Ventures for Landowners and **New Farmers**

























News from the groups

Hazel Laughton updates on the Lanarkshire Group

Tomorrows World Today

The Lanarkshire New Entrants to Farming group met in December to focus on some of technology available to support the beef, sheep and grassland sectors to improve productivity and profitability.

The meeting was opened, by facilitator Hazel Laughton who, gave a brief overview of cattle EID regulations which will be coming into force through a phased approach over the next few years. This will improve the speed and accuracy of traceability, assisting with disease control.

Sion Williams, Farm Manager Buccleuch Estate explained the technology that he is currently using, including the Smaxtec boluses. These are inserted into the cows rumen, data is transmitted to a base station which is located at the water troughs. The base station has a 10m range and downloads data every time the cow comes to the trough. The bolus monitors patterns within the cow and detects changes in the pattern or her temperature which is a sign of them coming into heat, or preparing to calf, this is all picked up on Sion's mobile phone. The cost has been £10/cow/year, Sion finds this information hugely valuable in raising both his technical and financial performance.

Lanark based SAC Consultant, Jennifer Struthers then discussed the benefits of GPS technology for soil sampling. This is collected via a grid or zone basis and collects 4 samples per hectare which consists of 12 sub samples to allow for high accuracy. Once analysed, the results file can then be "plugged" into a variable rate spreader to target areas appropriately.

Nicola Lambe, SRUC sheep geneticist gave an overview of the technologies being used at Kirkton including, EID, precision tech vs conventional labour, feed efficiency trial work and CT scanning.

The key messages from the meeting were:

- Cattle EID will start being phased in on Scottish holdings from January 2020, with all calves requiring an EID tag from that point.
- A cows temperature will drop by 0.5 a degree, 12 hours before calving which can be picked up and notified by bolus technology.
- One of the most recent trials at Kirkton SRUC research centre concluded that there are large labour savings to be made using precision EID technology over conventional manual labour – increasing net profit margins by £4/ewe (£3,600 over a 900 ewe flock).
- GPS soil sampling can have lime savings but more important ensures the soil receives the correct amount to avoid over liming which can improve production.



News from the groups

Robert Ramsay updates on the Ayrshire Group

Livestock Record Keeping

The evening workshop focussed on livestock record keeping as well as hearing a success story from a new entrant farming family.

The workshop began with local SGRPID Agricultural Officers giving a presentation to the participants based on 'What to expect at a livestock inspection'.

The presentation explained the regulations, the importance of record keeping, correctly documenting movements and the physical/record check procedure during the on farm inspection. Key points included,

Sheep

- Make sure all bought in sheep EID is shown on Scot EID, good idea to read all bought in sheep.
- Record all show on/off moves yourself
- English markets/slaughterhouses don't do the movements for you
- Do not use slaughter tags on cast ewes
- Record annual inventory figure in sheep records and return form in December



Cattle

- English markets/slaughterhouses don't do the movements for you
- · Make sure Scot Moves is up to date
- Do not have passports for dead/missing animals on your farm

Success Story

Following on from the livestock record keeping theme, the group heard from new entrant farmer, Michael Burns who farms along side his wife Fiona and their three children at Glenside Farm, Kirkmichael.

Michael explained the families farming journey as a new entrant. The couple successfully gained the 10 year tenancy from the National Forest Estate Starter Farms Programme in 2013.

Michael gave an insight into the farming set up, where they started, where they are now 5 years in and what the future goals are at the end of their 10 year tenancy.

The key notes from Michael to other new entrants included:

- Stay positive
- Know your business inside out
- If you keep trying you will achieve what you aim for.



