

Identifying Potential Estate Commodity for Agropolitan Development in Ponorogo

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Abstract: Agropolitan development concept appear from the gap with urban development as a center of economic activity and growth in the rural areas as agricultural activity center left. Rural areas with agricultural activities, which are always experiencing decline productivity, on the other side of the urban area as a destination market and growth centers receive overload that led to the discomfort caused by the conflict, crime, disease, pollution and poor sanitation neighborhoods. The specific objective of the study was to identify potential estate commodity in supporting agropolitan development. Getting a plate form agribusiness competitiveness through agropolitan using Location Quotien (LQ) Method. The results show that several commodities namely coconut, cocoa, dairy, red onion, which have a high LQ value. Development agropolitan can improve equitable development refers to agricultural revitalization program, given the selected sector is the basis of community activity.

Keywords: LQ; agropolitan; estate commodity

1. Introduction

The concept of agropolitan development problems appear from the gap between the region's development as a center of the city, and the economic growth of rural areas as agricultural activity center left. According to (Muhammadi *et al.*, 2015) development of the city as a center of growth is not give effect to the hatch down (trickle down effect), but it was a cause of resource depletion ef-

fects of the surrounding area (backwash effect). (Friedmann, 2005) In other words, there has been economic in net transfer of resources from rural areas to urban areas on a large scale (Douglass, 1981) and It is still very important in pro-poor policy interventions. This is a reason why the Indonesian government should prioritize the revitalization of agriculture development (Arsyad, 2010) through the process of community

development, consisting of: created social conditions conducive, strengthen economic potential, and protect people from his own weaknesses (Bahua *et al.*, 2016).

Development agribusiness system and food security is the target of agricultural development (Afgani *et al.*, 2012). The results of empirical relationships village-city development strategy in perspective agropolitan in supporting the development of agri-based economy of the region can be formulated some anticipation issues (Li, 2009). In many cases, rural impoverishment, increasing income disparity and environmental degradation and hamper the sustainability of agriculture and rural development (Thayib, 2010).

Agropolitan development concept was first introduced Mc. Douglass and Friedmann (Pasaribu, 1999) as a strategy for rural development. System development and agribusiness and food security is the goal, and once the target of agricultural development (Apriyanto, 2008). Agribusiness development in order to provide benefits and maximum impact for economic development and improvement of local people's income, it needs a new approach in the development of agribusiness in the field (Krisnamurthi, 2005). Considered an effective approach is to synergize the development of agribusiness in the context of regional economic development, so that the total value added agribusiness development can be enjoyed by the local community is generally referred to as development agropolitan (David and Erickson, 1987).

Agropolitan development also meant that the service center of agricultural activities (agribusiness) is very close to the set-

tlement of farmers, both service regarding cultivation techniques and working capital credit system services and market information. Thus, information can be received so that the changes can be anticipated.

Agropolitan are a consist so farm town and villages agricultural production centers are nearby, where the agricultural are a has facilities like urban. Agropolitan basically move ment to build the village. Good village should ideally be able to be a place that is comfortable, dignified and prosperous society. Do not assume that the village should be developed that city. However, making the village in to a decent place. This creates idea of Agropolitan (Hamenda, 2007). The concept of this agropolitan base on the build farm town functions in a broad sense. Where agriculture was not seen on the side of planting and hoeing saja. in agropolitan here must be industry, services, tourism, and so on, but the agricultural base in the broadest sense (BAPPENAS, 2007).

Concept development agropolitan not a new concept but it is optimizing development outcomes in selected areas either in the form of Regions Production Centers (RPC), Integrated Economic Development Zone (IEDZ) and certain other priority areas. It should be noted that the concept of development agropolitan also include optimization of the results of programs that have already implemented such as: Guidance program, Plantation Society Industrial Area Program (IAP), Animal Husbandry Enterprise Zone Program (AEZP), Program Provision of Rural Infrastructure (PPSD) and the Districts, Development Program (KDP). Thus, the development program should be complementa-

ry Agropolitan Regions and synergistic with both programs originating from the central, provincial and district/city. Agropolitan area development is integrated to plan in order to obtain maximum efficiency and effectiveness in the implementation of it's development (Hamenda, 2007). Purpose of location quotient analysis is to determine the pre-eminent commodity in an area. Which stands on the concept of efficiency to achieve comparative and competitive advantage in terms of supply or demand. The specific objective of this study was to identifying potential estate commodity in supporting agropolitan development.

2. Method

2.1. Location quotient analysis

Location Quotion (LQ) is an index for comparing the commodity at the district level in Ponorogo. More operational, LQ is defined as the ratio of the percentage of the total activity of agriculture observed.

The formula of LQ is:

$$LQ = (X_{ij}/X_i) / (X_{ij}/X_j)$$

Where:

X_{ij}=production of kinds of commodities until in the district

X_i=total production of commodity farming the district

X_j=total production of kinds of commodities until j

X=the total production of commodity farming district

2.2. Interpretation of the value of LQ

To be able to interpret the results of the analysis of LQ, then:

(1) If the value of LQ > 1, indicating a concentration of agricultural production district

level relative to the total concentration of the district or the activity happening in the District. Or a surplus commodity production in the district and is a sector basis in the District; (2) If the value of LQ = 1, then the sub-district has agricultural activity equivalent to the District; (3) If the value of LQ < 1, then the sub-district in Ponorogo have a relatively smaller share than the district agricultural activity, or there has been a production deficit in the district.

3. Results and Discussion

Development Analysis of agricultural commodities in Ponorogo will be explained below. Ponorogo is located as strategic position in the development of agropolitan in East Java Province. This strategic position include: skipped national and transportation routes linking the major cities in East Java, Central Java (Madiun, Solo, and Malang). Ponorogo currently includes pathway for the transport of goods with southern cross. The existence of these path ways open up great opportunities for revenue. Particularly for sectors that require transportation as a stimulant, such as agriculture, trade, services, and tourism. In addition, it also has opportunity to extend market for commodity exports to the region this region, in addition to large potential resources contained in this region.

Ponorogo leading sector are tourism sector, plantations, and agriculture. Priority development activities in the unit area of Madiun development activities aimed at the trade, commercial services, financial, manufacturing and other public services. Development activities in the surrounding region is agri-

cultural, plantation, and fisheries. Ponorogo is the producer of durian fruit, melon, mango and orange. Ponorogo has huge potential in agriculture, particularly forrice crops, types of vegetables such as beans, peas, onion, corn and soy bean. All of the abovetypes of plants, both in terms of productivity and total production per year havingan average value of production of the province, thus allowing it tobe used as a companion in the region leading commodity of Ponorogo agropolitan.

Identification Ponorogo agropolitan starts with an understanding of the existence of a basic physical condition, socio-economic, infrastructure and facilities, human resources, technology, commodities, agribusiness, agro-tourism, economic institutions, and social culture. It is more focused on the spatial aspects and agribusiness, as well as the region's development strategy into agropolitan. In order to improve the welfare of the community and local revenue should be autonomous agribusiness development plan with a regional and commodity approaches. With regard to agricultural commodities produced, it must have a comparative competitiveness principle and high dynamic competitiveness, then the existence of the product needs to be done with the extension and orientation to the market demand. Ponorogo in addressing these demands, economic potential development planto prioritize them provement of agriculture and agribusiness approach agropolitan. Agribusiness commodity based on the concept that emphasizes the importance of choosing the coupled leading commodity position as a leading commodity product diversification. Leading commodities as an

alternative product has a broad, both as primary and secondary products.

The basic concept is agropolitan area is the development of a particular region which has it's main agricultural activity, which is equipped with facilities and infrastructure and urban accessibility. This concept basically aims to provide accessibility of urban services in rural areas or in rural areas create a city. Thus farmers or rural communities do not necessarily have to go into town to meet daily needs as well as to obtain other services, both in the services related to production issues, marketing, Issues relating to the social, economic and cultural. Analysis of location determination Agropolitan area in the district, followed by determination of it's development strategy into an agropolitan in Ponorogo (Table 1).

In order to gain information about potential agricultural commodities in Ponorogo, it is necessary to use an analysis tool that LQ (Location Quotien). LQ is a technique used to measure the concentration ofan economic activity or sectorina region by comparing its rolein the regional economy to the role of economic activity/same sector the national level. In other words, the sector in a region by comparing its role in the regional economy to the role of economic activity/same sectorat the national level. The rationale behind of this method is as follows. For example, an industrial area there are two, namely A and B. Industry A serving local markets and markets outside the region (X), the industry is called the industrial base. While industrial base Bisnon-local industry or industry, because only serve the local market. The rationale of this analysis tech-

Table 1. Identifying Potential Agricultural Commodities in Ponorogo Regency

Commodity	Types of commodities	v_i	v_t	V_i	V_t	LQ %
		Production Value Commodities (000 Ton)	GDRP Each Java Commodity (Million IDR)	East Java Commodity Production Value (000,US \$)	GDRP Commodity in East Java (IDR)	
Coconut	Plantation	6,484.94	7,632,728.73	273,961	7,632,728.73	2,427
Cacao	Plantation	496.22	7,632,728.73	27,391	7,632,728.73	2,167
Cow	Livestock	86,442	9,341,723.33	110,762,219	9,341,723.33	7,590
Red Onion	Horticulture (agriculture)	10,788	54,463,942.77	222,862	54,463,942.77	4,850
Cabbage	Horticulture (agriculture)	18,914	54,463,942.77	47,158	54,463,942.77	0,401
Small Capsicum	Horticulture (agriculture)	24,613	54,463,942.77	244,040	54,463,942.77	1.129
Orange Pulung	Horticulture (agriculture)	185,836	54,463,942.77	362,680	54,463,942.77	0.500
Salak	Horticulture (agriculture)	8.700	54.463.942,77	76.356	54.463.942,77	1.597

Source: Data Processing (2016)

nique is the basis of economic theory, as previously discussed above, which in essence is as follows. Industry A is called industrial base because in addition to serving the local market also do X that gave discordant greater than the contribution of industry to the GDP formation B and employment opportunities. The increase in per capita income in the area due to industrial activities resulted in a local market demand will increase output, not only from industry A, but also the industry B. The increase in demand is further boosted the industry's first B due to growth in industrial output A. In other words, through the multiplier effect, the industry a gives a large positive impact on the economy of the area.

The analysis area used to determine the commodity base, distribution characteristics and its contribution as a producer of the commodity production (coconut, cocoa, cows, onion, cabbage, hot chilli peppers, lemon juice, salak) in support of the region's economy in the region (oil, cocoa,

cows, onion, cabbage, hot chilli peppers, lemon juice, salak) does not necessarily indicate that the region is the base area of the commodity. Centers of commodities such as base sector (Table 1), through the approach of Location Quotient (LQ). LQ can be calculated through Production (coconut, cocoa, cows, onion, lettuce, hot chilli peppers, lemon juice, salak) Ponorogo and GDP of each commodity (oil, cocoa, beef, onion, mustard, chili pepper, lemon juice, bark) of East Java. Similarly Production (coconut, cocoa, beef, onion, mustard, capsicum pepper, lemon juice, bark) and East Java GDP each commodity (oil, cocoa, beef, onion, mustard, capsicum, lemon juice, bark) East Java (BPS, Ponorogo). Area of Coconut in Ponorogo district has great potential with the value of $LQ=(2.427)$ where coconut plantation area of 827.44 hectares with production of 6,484.94 tons and are scattered throughout the District in Ponorogo, while the largest is the districts Ngrayun, Pulung, Sukorejo, Jenganan and Ngebel (Table 2).

Table 2. Regional Center of Coconut Commodities

No	Central areas	Areas (Ha)	Percentage (district)
1	Ngrayun	102,81	12.43
2	Pulung	136,43	16.50
3	Sukorejo	40,08	4.85
4	Jenangan	57,35	6.95
5	Ngebel	66,04	7.00

Source: Data Processing (2016)

Table 2 clearly shows that the Pulung is the largest oil production area in Ponorogo, so that the area is an area of development in the oil commodity Agropolitan development of the area. Area of Cocoa in Ponorogo district has great potential with the value of $LQ = (2.167)$, where coconut plantation area of 689.30 hectares with a production of 496.22 tons and are scattered throughout the District in Ponorogo, while the largest in the District Sawoo, Pulung, Jenangan, Ngebel (Table 3).

Table 3. Regional Center of Cacao Commodities

No	Central areas	Areas (Ha)	Percentage (%)
1	Sawoo	52.35	7.60
2	Pulung	289.72	42.03
3	Jenangan	105.27	15.27
4	Ngebel	155.36	22.53

Source: Data Processing (2016)

Table 3 shows that Pulung is the largest cocoa production centers in Ponorogo, so that the area is an area of development in the cocoa commodity Agropolitan development of the area. Dairy Cow and broiler production in Ponorogo district have great potential with the value of $LQ = (7,59)$ where live stock production Cattle Dairy Cattle and 86 442 tonnes and are scattered throughout the district in Ponorogo, while the largest in the District Pudak, Soko and Pulung (Table 4).

Table 4. Regional Center for Animal Husbandry and Dairy Cow Cattle

No	Central areas	Production (Ton)	Percentage (district)
1	Pudak	4.247	4,91
2	Sooko	3.536	4,10
3	Pulung	2.997	3,46

Source: Data Processing (2016)

Table 4 shows that the region is an area of central Pudak's Dairy and Cattle Ponorogo largest, so that the area is a developing area of the Center's Dairy and Cattle in the development of the area Agropolitan. Onion production in Ponorogo district mempunyai huge potential with the value of $LQ = (4.85)$ where the production of 10 788 tonnes of onion scattered throughout the District in Ponorogo, while the largest in the District Sawoo, Pudak, Pulung, Mlarak and Sukorejo (Table 5).

Table 5. Regional Horticultural Crop Production Center Onion

No	Central areas	Production (Ton)	Percentage (%)
1	Sawoo	1.444	13,40
2	Pudak	2.989	27,70
3	Pulung	2.829	26,22
4	Mlarak	1.391	12,90
5	Sukorejo	1.050	9,75

Source: Data Processing (2016)

Table 5 shows that the area is the production center Pudak Hortikultura a Plant Red Onion largest Ponorogo, so that the area is a developing area in the development of commodity Red Onion Agropolitan region. Chili production in Ponorogo district have huge potential with the value of $LQ = (1.129)$ where production amounted to 24,613 tons of spicy chili spread throughout the District in Ponorogo, while the largest in Sooko, Pudak, Pulung, Mlarak, Siman and Babadan (Table 6).

Table 6. Regional Horticultural Crop Production Center shot chili

No	Central areas	Production (Ton)	Percentage (district)
1	Sooko	5.796	23,55
2	Pudak	7.435	30,20
3	Pulung	2.521	10,25
4	Mlarak	1.950	7,92
5	Siman	1.703	6,91
6	Babadan	1.066	4,33

Source: Data Processing (2016)

Table 6 also shows that the Pudak a Horticultural crop production areas larges thot chili Ponorogo, so that the area is a hot chili commodity development areasint he region Agropolitan development. Production Salak in Ponorogo district has great potential value= LQ (1.597) in which the production of 24,613 tons Salak scattered throughout the District in Ponorogo, while the largest in Sooko and Pulung (Table 7). It also shows that the Pulung a production center of Horticultural Crops largest Salak Ponorogo, so that the area is a developing area of horticultural crops in the development of the area Agropolitan of Salak.

Table 7. Regional Horticultural Crop Production Center Salak

No	Central areas	Production (Ton)	Percentage (%)
1	Slahung	637	3.66
2	Sooko	4.248	24.42
3	Pulung	8.695	49.98
4	Balong	245	1.40

Source: Data Processing (2016)

4. Conclusion

It can be concluded that several commodities namely coconut, cocoa, dairy, red onion have a high LQ value to support agropolitan development. This tells us to say that these commodities could be expect to help agropolitan development. In addition, it

can improve equitable development between region by improving agricultural revitalization program, given the selected sector as the basis of community activity.

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