

Analysis of food vs. money aid



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Overview

- Introduction: Why is this issue important?
- Overview of issue
 - Important Definitions
 - Millennium Development Goals
 - Donor Countries
- Aid Programs and Policies
 - United States Aid Programs
 - European Union Aid Programs
 - United Nations Aid Programs
- Impacts
- Methods
- Analysis
- Conclusions/Recommendations

Introduction



Children in Cambodia eating rice for school breakfast. The program is supported by the World Food Program.

Source: MSNBC- <http://www.msnbc.msn.com/id/24831357/>



Source: <http://crs-blog.org/wp-content/uploads/2007/06/foodaid.JPG>

Overview of Issue:

- Globalization
- Developing Countries
- Food Security
- Monetary Aid
- Food Aid

Definitions



Source:
<http://www.questunique.com.au/Images/Gloge%20and%20hands%20for%20Community%20Aid%20Progs.jpg>

Overview of Issue:

- Goal 1: Eradicate extreme poverty and hunger
- Goal 2: Achieve universal primary education
- Goal 3: Promote gender equality and empower women
- Goal 4: Reduce child mortality
- Goal 5: Improve maternal health
- Goal 6: Combat HIV/AIDS, malaria & other diseases
- Goal 7: Ensure environmental sustainability
- Goal 8: Develop a global partnership for development

Millennium Development Goals

Quick Facts

- 2005- 1.4 billion people lived on < \$1.25 / day
- 10 million people die each year from hunger & hunger related diseases
- Rising food prices may push 100 million people deeper into poverty
- In 2006 fewer children below five were undernourished - from 33% in 1990 to 26% in 2006

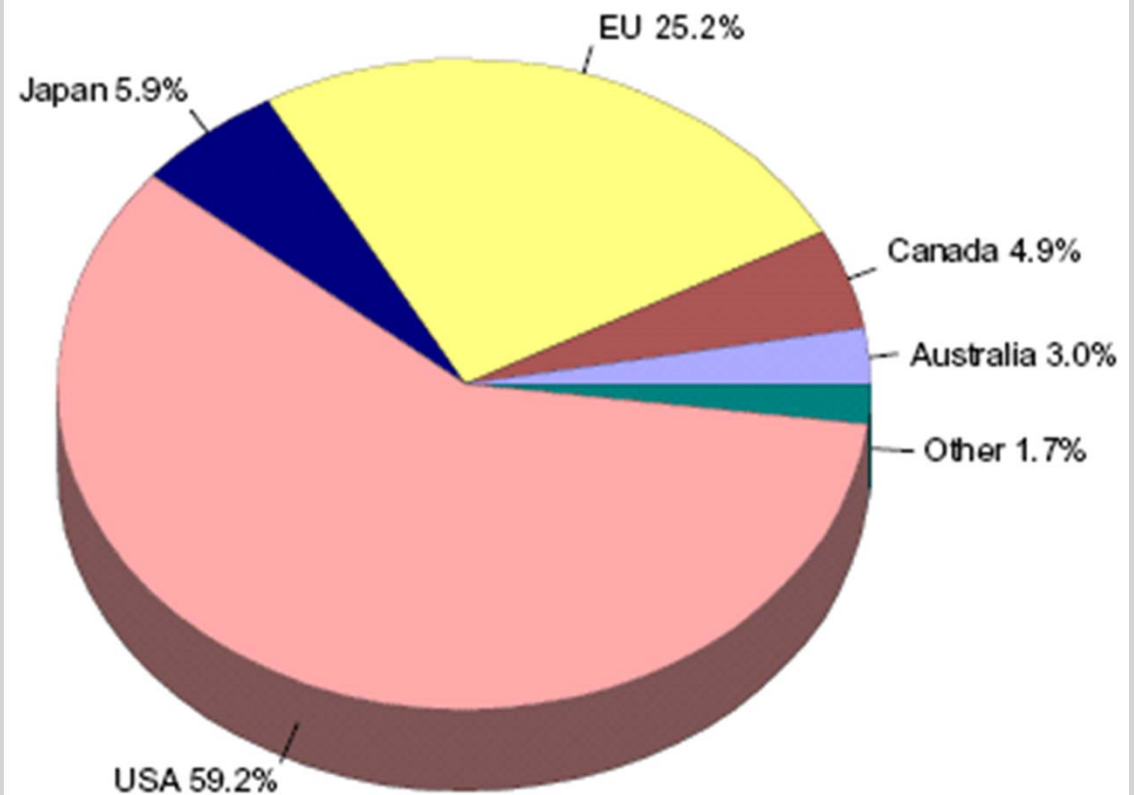
Source: Eradicate Extreme Poverty and Hunger; <http://www.mdgmonitor.org/goal1.cfm#>

Overview of Issue:

Donor Countries

- Food Aid:
 - Used to promote development
 - Used in emergencies for quick relief

Food Aid by Major Donors, 1995-2005



Source: Food Aid Shipments 2004/05. International Grains Council Food Aid Committee.

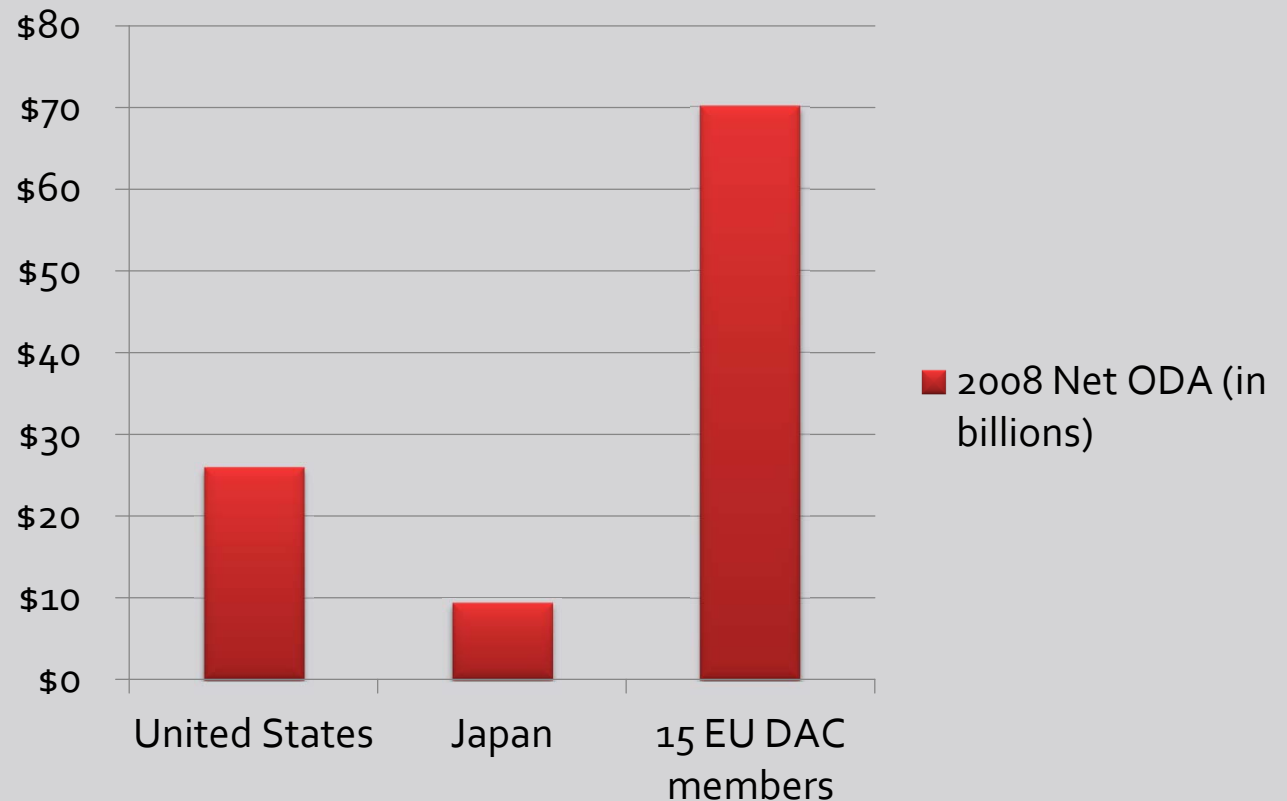
Overview of Issue:

• In 2008, largest donors of ODA by volume were:

- U.S.
- Germany
- United Kingdom
- France and
- Japan.

Donor Countries

2008 Net ODA (in billions)



Source: OECD. "Development aid at its highest level ever in 2008." 30 March 2009. Organisation for Economic Co-Operation and Development. 10 October 2009 <http://www.oecd.org/document/35/0,3343,en_2649_34487_42458595_1_1_1_1,00.html>

Aid Programs & Policies:

- Food for Progress (FFPr)
- McGovern-Dole International Food for Education and Child Nutrition Program
- Food for Peace Act (formerly Public Law 480, Titles I, II, III)
- Section 416(b)
- Local and Regional Procurement Projects

United States

Program	Metric Tons	Total Cost (000)
Food for Peace Title II	2,306,110	\$2,350,693.30
Bill Emerson Humanitarian Trust	323,820	\$265,781.50
Food for Progress	220,890	\$166,000
Section 416(b)	----	----
Food for Education	86,860	\$99,000
Farmer-to-Farmer	----	\$10,000
GRAND TOTAL	2,937,680	\$2,891,474.80

Amount and allocation of food aid by program in the United States in 2008.

Source: USAID. "U.S. International Food Assistance Report 2008." 2008. United States Department of Agriculture: Foreign Agriculture Service. 10 October 2009 <<http://www.fas.usda.gov/info/speeches/042709foodaid.pdf>>.

Aid Programs & Policies:

European Union

- Primary goal:
Eradicate Poverty
 - MDGs are essential
- Everything But Arms initiative
- EU Aid is mostly non-repayable grants and some soft loans & investment capital

“EU development policy aims to give disadvantaged people in the third world control over their own development, which means attacking the sources of their vulnerability.”

~Europa website http://europa.eu/pol/dev/index_en.htm

Aid Programs & Policies:

- United Nations Development Program (UNDP)
- World Food Program (WFP)
- Food and Agriculture Organization of the UN (FAO)

United Nations

UNDP responds to recent natural disasters in the Asia-Pacific region



Photo credits: 1) Philippines 2009 ©Jason Gutierrez/IRIN; 2) Samoa 2009/UNDP and; 3) West Sumatra 2009 © Jefri Aries/IRIN
Source: http://www.undp.org/cpr/whats_new/update_disasters_asia.shtml

Impacts

- Increased food prices
- Shift from long-term development aid to emergency food aid
- U.S. agriculture in the global market
- Aid in reducing poverty
 - Positive & negative
- Short & long-term



Source: <http://cache1.asset-cache.net/xc/56308060.jpg?v=1&c=IWSAsset&k=2&d=17A4AD9FDB9CF19390335F8FA9CA92A68CBA7971562FF108191F19EEEE4B00E7>

Methods

- Considerations of effectiveness of aid:
 - Corruption
 - War, instability
 - Natural disasters
 - Impact on farmers in donor countries
 - Short and long-term effectiveness
 - Aid programs

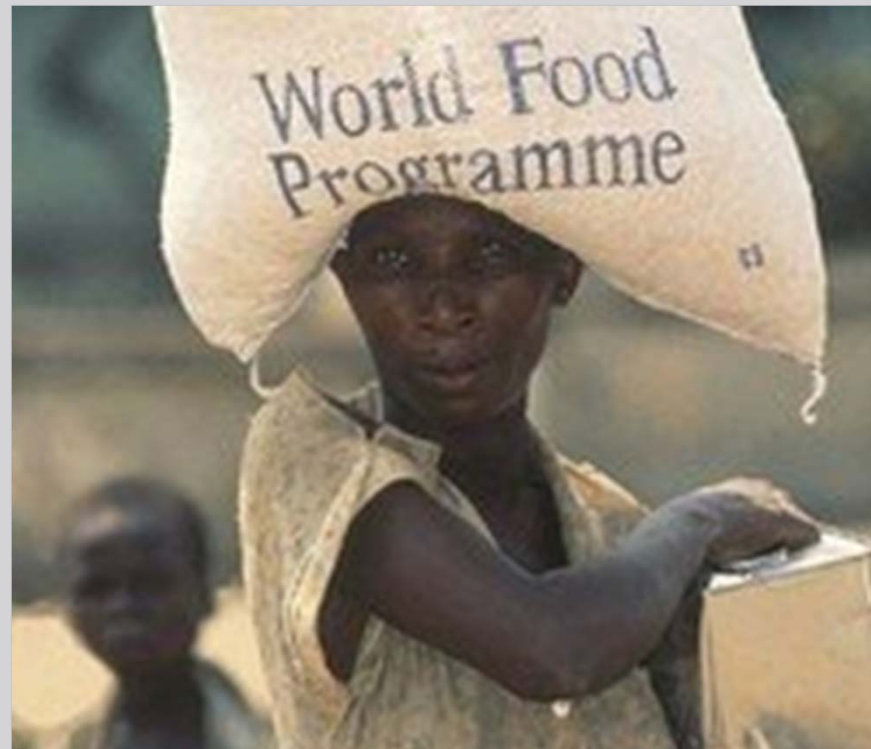


Photo credit: Peter Casier; Source:
http://www.blogcdn.com/www.greendaily.com/media/2008/02/food_aid.jpg

Analysis

- U.S., European Union and United Nations Aid Programs
- Helping development programs in LDCs
- Benefits of:
 - Money aid
 - Food aid



Conclusions/ Recommendations

- Continue MDGs
- Developed countries working together
- Improving technology
 - Impacts on farmers and the global market
- EU's elimination of quotas and tariffs: other countries should follow



Source: <http://washingtonindependent.com/wp-content/uploads/2008/09/wheat1.jpg>

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**Questions or
comments?**