







Food Systems e-course 2024

# Governance and political economy of food system transformation

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Bioversity International and the International Center for Tropical Agriculture (CIAT) are CGIAR Research Centers. CGIAR is a global research partnership for a food-secure future.

# What I want to talk about today...

Governance and political economy of food system *transformation* 

What is the right (governance) model?

Some (provocative?) statements/questions

Food system transformation is not about technological innovation...

...it is about governance and "political economy" "who controls the process"



# **Structure of the presentation**

- The concept and transformation (and why it is relevant for governance)
- Governance of (food system) transformation
- Barriers to transformative changes (and why political economy is relevant)



# Transformation – what does this term imply?



- Transformation = radical and structural change (as opposed to incremental changes)
- Food systems have always been transforming e.g. Pingali 2004; Burch and Lawrence 2005; Reardon et al. 2003 "Supermarketization of food systems"
- other examples:
  - Green revolution; shift to mono-cultures;
     'westernalization' of diets; use of GMOs; next
     = e-shopping? ...
    - ⇒ pace/speed, scale/magnitude, structure/functioning changes
    - ⇒ but no necessarily leading to positive outcomes

# Transformation – what does this term imply?

- Transformation as a normative / prescriptive concept
  - deliberate/intended change, in a desirable (positive) direction => to build a "better" system
  - toward sustainability?

"The literature and tone is generally optimistic and normative. It presents transformation as inherently good and largely defines what is legitimate and justifiable knowledge and practice for transformations to sustainability."

(Blythe et al. 2018, p.1216)

"... we cannot wait decades to start the transition if we are to successfully turn the big ships of local and global agrifood systems from their current, perilous course towards a coherent, just, well-integrated and sustainable food system"

(Barrett et al. 2020, p.1)



# Transformation of food systems...



### ... from unintended ...

- structural changes
- engine of change = technological innovation
- market driven
- random
- = > not necessarily sustainable

 leads to less healthy and less sustainable outcomes

# Transformation of food systems...

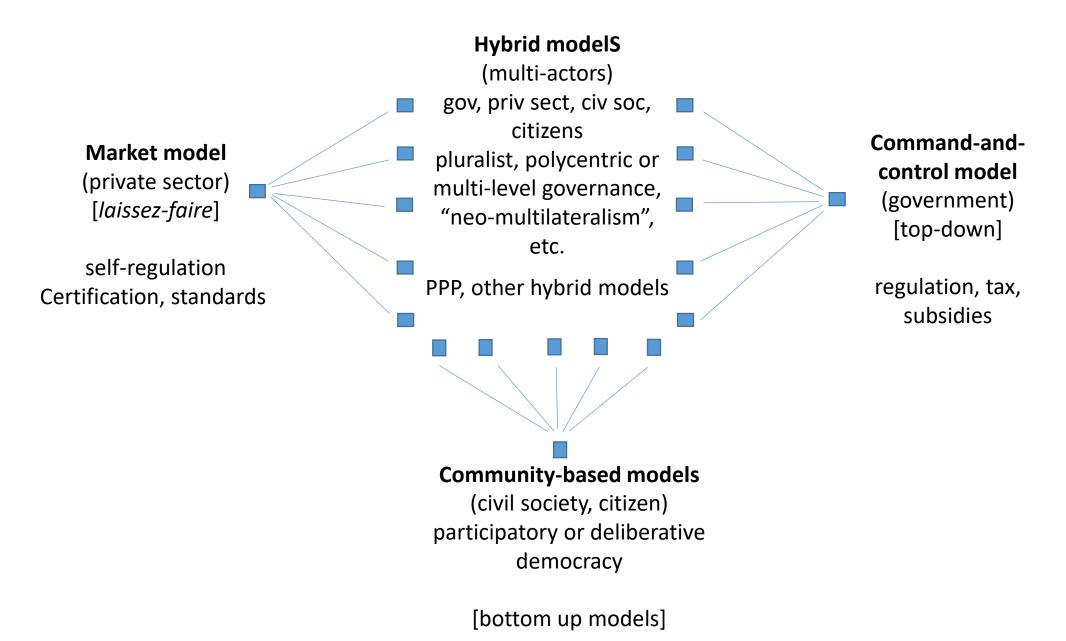


#### ... from unintended... to deliberate

- structural changes
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 leads to less healthy and less sustainable outcomes

# What governance models for <u>normative</u> food system transformation?



# **Governance of transformative changes**

#### Cross Cutting Reforms to Transform Food and Land Use



Government: Establish targets; break down governmental silos; put a price on carbon; land use planning; repurpose agricultural support and public procurement; massively increase R&D and target it on healthy, natural solutions.



Business & Farmers: Organise pre-competitively to support government reform agendas and set internal standards for specific sectors; establish true cost accounting for food and land use.



Investors & Financial
Institutions: Build on the Task
Force on Climate-related
Financial Disclosures to cover
nature; develop a set of
financing principles for food
and land use; develop
innovative finance
instruments, including blended
finance, to manage risks and
leverage opportunities.



Participants in multilateral processes and multi-stakeholder partnerships: Raise ambition in the United Nations Framework Convention on Climate Change 2020 stock-take and ensure an ambitious outcome in the 2020 Convention on Biological Diversity in Kunming, China.



Civil Society: Drive information campaigns for food and land use reform and direct campaigns against serial offenders (public and private).

Food and Land Use Coalition report (2019)

# Governance for transformative changes

#### Acknowledging the political dimension

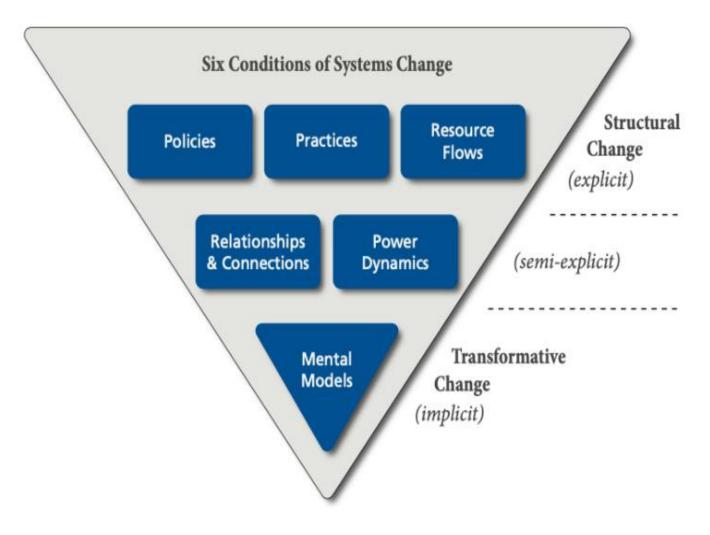
"The transformative changes being called for in a global food system in crisis cannot – and ultimately will not – be achieved without intense scrutiny of and changes in the underlying political economies that drive today's food systems"

Baker et al., 2021, p.735

"System change is about shifting the conditions that are holding a problem in place" (credited to Kania et al., 2018)

Not just about who is involved but what is being challenged/changed

# Governance for transformative changes



Kania et al. 2018

See also Meadows 1999 or Abson 2017

# Barriers to the necessary transformative changes?

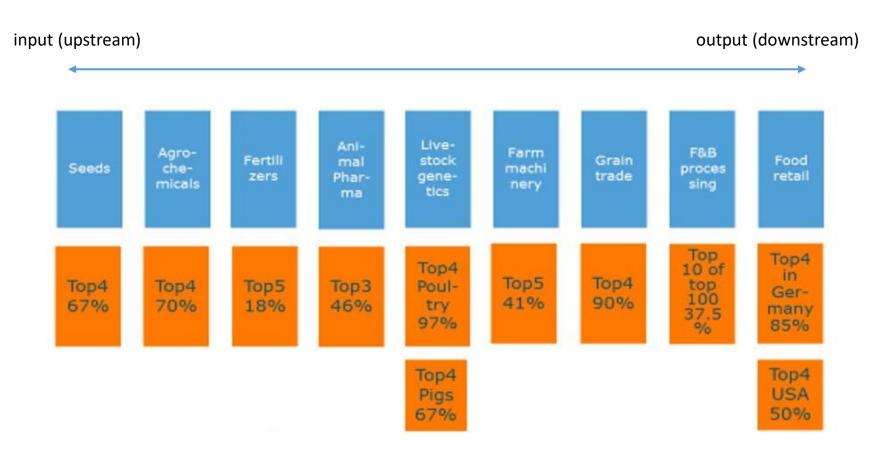
 Food systems controlled and locked by powerful actors (the Big Food) who have strong interests to maintain the current trajectory

 Irreconcilable divergences between other actors' objectives and values prevent the alignment of political wills



# 1. The Big Food (concentration of power, resources, knowledge)

Agri-food industry one of the most concentrated sectors in the world economy



source: Data compiled by S. Berkum (WUR)

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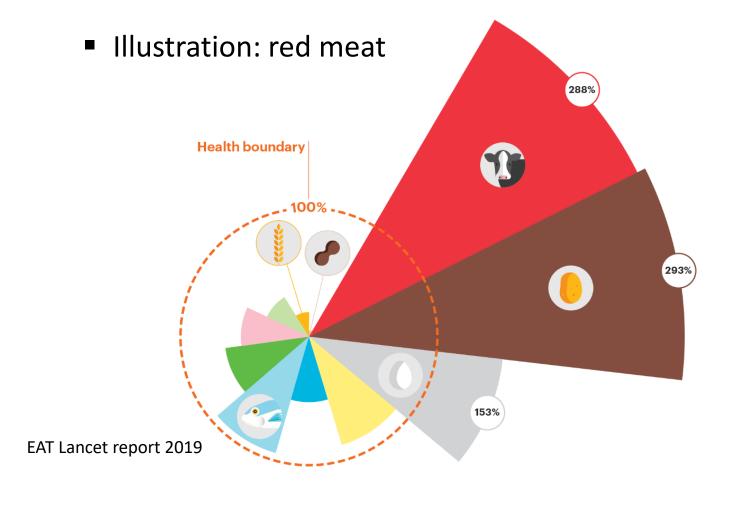


## **Implications**

- Setting the terms of debate and shaping policies
  - "Power of influence" (lobbying)
  - Scale effect: when one firm's decision becomes *de facto* regulation...

#### 2. Irreconcilable trade-offs between various actors

 Divergences of objectives and values between various actors prevent the alignment of political wills



staying within the planetary boundaries requires a greater than 50% reduction in global\* consumption red meat

<sup>\*</sup> global = essentially in HICs

#### 2. Irreconcilable trade-offs between various actors

#### **Red meat**

- Consumption
  - Exceeds the reference diet intake by 300% to 600%
  - 3 billion people expected to increase their consumption of meat (OECD/FAO 2018)

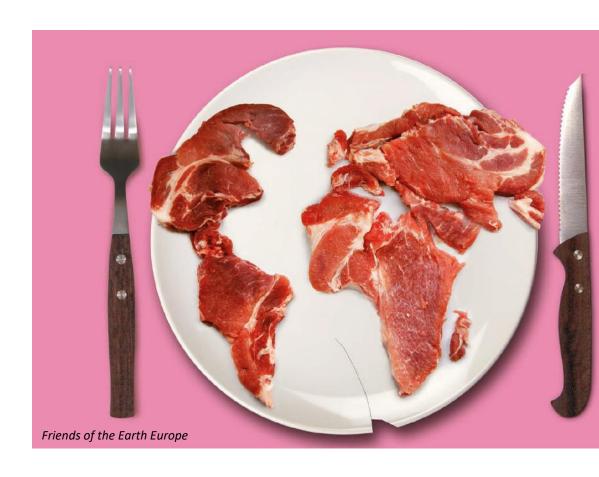
#### Production

- projected to expand by > 19Mt by 2029, reaching nearly 345Mt (OECD/FAO 2018)
- LMICs: 76% of the additional output (China, Brazil) + US



#### 2. Irreconcilable trade-offs between various actors

- Governments' support/subsidies
  - US Tyson and Smithfield (beef industry):
     US\$572 million per year of subsidies
     between 1997 and 2005 (Starmer and Wise
     2007)
  - Chinese pork industry: US\$22 billion per year, (the Economist 2014)
  - Brazilian Federal government shareholder of JBS (world's largest meat processor) (Pigatto and Pigatto 2015)



#### For discussion

What changes would need to happen to:

 harness the Big Food's innovative potentials and re-align its driver (profit) with sustainability?

- make governments accountable for their (unsustainable) decisions/policy
- help address the consumers' 'twisted problem'
  - culturally acceptable diet is not necessarily the same as sustainable or healthy diets

