OECD work on food systems – presentation to FAO CFS Bureau and Advisory Group meeting Aide memoire (6 April 2021)

# How is OECD influencing policy transformation efforts?

- Providing evidence and data
  - "Making better policies for food systems" report (2021)
  - Monitoring and evaluation provides cross-country comparable data
  - Upcoming work on overcoming data gaps in food systems
- Sharing best practice on policy processes that can overcome barriers to change
- Engaging with stakeholders in preparation for the UN Food System Summit

# Making better policies for food systems (Report, January 2021)

- Report focuses on three main questions.
  - First, what is the performance of food systems, not only in terms of challenges but also achievements, and what has been the role of policies?
  - Second, given food systems' complexity, how can we make coherent policies?
  - And third, what are the obstacles we face when we are trying to achieve better policies for food systems, and how can we overcome them?
- Triple challenge for food systems.
  - Food security and nutrition for a growing population; livelihoods for millions of farmers, fishermen, but also many others who are working along food supply chains and environmental sustainability. In addition, resilience across these three dimensions
  - The performance of the food system on these dimensions is not black and white there are both important achievements as well as serious shortcomings.
  - Better policies can make a difference and in fact much work by the OECD and others has highlighted areas where policies can be improved
- Principles to improve policy coherence.
  - Policymakers should be aware of synergies and trade-offs with other policy areas when they are developing new initiatives.
  - We also need to critically evaluate the possible interactions to make sure that they
    are real, and important enough to matter for policy design.
  - o Synergies and trade-offs depend on the specific choice of policy instrument
  - No "silver bullet" exists we should be searching for a mix of policy instruments.
  - When society has to make a choice due to policy trade-offs, the choice should be based on the best available technical analysis, and should also be a democratic decision.
- Change is made difficult by differences in facts, interests and values
  - A lot is known about the kinds of policies which could improve the performance of food systems. Still, there are also important data gaps that need to be addressed.
  - For addressing conflicting interests, OECD has a number of good practices and recommendations on improving transparency, accountability, and creating a level playing field to make sure all stakeholders have an equal chance to be heard.
  - Many policy debates on food systems actually involve a strong 'values' component.
     These require different approaches to address differences in values creative approaches, deliberative processes, etc.

## **OECD** monitoring and evaluation for agri-food policies

- Across these 54 countries OECD finds that the agricultural sector receives more than 700 billion in support each year. This includes the effects of protectionist trade policies and investments in public goods such as public R&D.
- The vast majority of the 700 billion does not go to such public goods instead it is used to support the incomes of individual producers, and public goods only receive a small share of the total.
- Governments tend to use the most distorting instruments, those that are coupled to production.
- Moving some of the existing support away from the most distorting support and towards less distorting instruments, or towards public goods (R&D, infrastructure, extension, etc.), would help improve the performance of food systems.

### Data gaps in food systems

- Making better policies for food systems will require overcoming data gaps.
- In many cases, existing data is not granular/detailed enough to be useful.
- Sometimes data is fragmented across public and private actors, or siloed across public agencies.
- Sometimes inconsistencies in methodologies prevent comparisons across countries.
- Evidence on the effectiveness of policy instruments (and their synergies and trade-offs) is especially problematic.
- Covid-19 has revealed the need for better data in a number of areas.
- Policies are always made under imperfect information we need to focus on where extra data can really make a difference
  - Obtaining better data and evidence is costly.
    - Skills and capacity also constrain collecting/maintaining high quality data
    - Different tools can help the prioritization exercise
    - New tools and data sources can lower the cost of filling data gaps
    - Use of digital technologies/novel data sources
  - We should not reinvent the wheel share datasets when appropriate, modify existing structures if possible.

#### How is OECD engaging?

- Governments
  - o Maximizing engagement with country experts on making better policies
  - Sharing experiences of policy transformation
  - o Developing learning networks
  - Providing easy access to OECD resources
- UN and other organizations
  - o Inviting FAO community to OECD events
  - Speaking at CFS side-events
  - o Engaging in Summit Action Track debates
  - o Producing Summit briefs for Scientific Advisory Group
  - o Co-organizing webinars with the World Bank/GIZ/ADB
- Private sector
  - Supporting private sector dialogues
    - Rapporteur for High Level Dinner "Food Systems Dialogue"
    - Rapporteur for High Level dialogue series Finance, Innovation, Gender
  - o Participating in World Business Council for Sustainable Development discussions
  - Consulting with business through OECD mechanisms