

Seasonality in Food Prices and the Cost of a Nutritious Diet in Tanzania

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Barriers and Opportunities for Improving Diets and Food Choices

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Faculty Disclosure

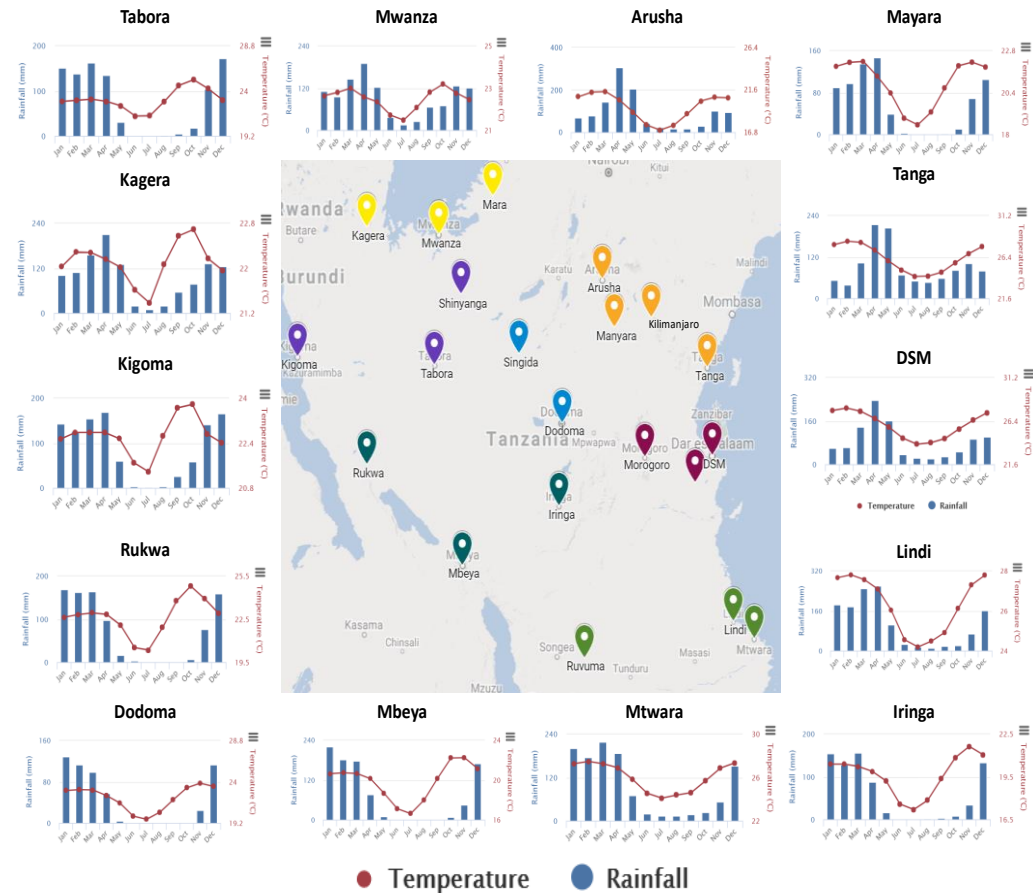
2

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Other	

Outline

3

1. Introduction
2. Methods and Data
3. Results
4. Conclusions
5. Limitations and Next Steps



Introduction

4

- **Tanzania, one of the poorest countries in the world: both nutrition and poverty challenges**
 - **68%** of the population living below poverty line of \$1.25
 - **42%** of children under 5 were stunted in 2010
 - Anemia: **59%** among children, and **41%** among women

- **Rising food prices may further threaten nutrition security**
 - Reduce access to (nutritious) foods with greater effect on food consumption /nutrition and health status in lower-income countries/HHs (Green *et al.*, 2013; Brinkman *et al.*, 2010)

Introduction (cont'd)

5

- **Seasonality is a key predictable component of food price variations**
 - ▣ Tanzania: significant seasonal fluctuations in food market prices and food consumptions (Kaminski et al. 2016)

- **Previous work on major staples or food expenditure. How about other foods? Diets?**
 - ▣ We compare seasonality in food prices of all major food groups, and also the cost of diets (Masters et al. 2018)
 - ▣ Distinguish **Nutrient Adequacy** from **Caloric Adequacy**
 - Cost of Nutrient Adequacy, **CoNA**
 - Cost of Caloric Adequacy, **CoCA**

Methods and Data

6

□ Least cost diet method for both CoNA and CoCA

□ Cost of Nutrient Adequacy (CoNA)

$$\blacksquare \min C_{kt} = \min \sum p_i x_{qi}, \text{ where } \sum n_{ij} x_{qi} \geq \text{EAR}_i \text{ and } \sum n_{ie} x_{qi} = E$$

□ Cost of Caloric Adequacy (CoCA)

$$\blacksquare \min C_{kt} = \min \sum p_i x_{qi}, \text{ where } \sum n_{ie} x_{qi} = E$$

□ Harmonic/trigonometric model for seasonal component of month-to-month changes

□ Individual foods

$$\blacksquare \ln(C_{ikt}) = \alpha_0 + \beta_s \sin(2\pi\omega t) + \beta_c \cos(2\pi\omega t) + \beta_t T(t) + \gamma_i Y_i + \theta_k R_k + e_{ikt}$$

□ Diet-cost indexes

$$\blacksquare I_{kt} = \alpha_0 + \beta_s \sin(2\pi\omega t) + \beta_c \cos(2\pi\omega t) + \beta_t T(t) + \gamma_i Y_i + \theta_k R_k + e_{kt}$$

□ Present the **amplitude** and **peak timing** (Naumova et al., 2007)

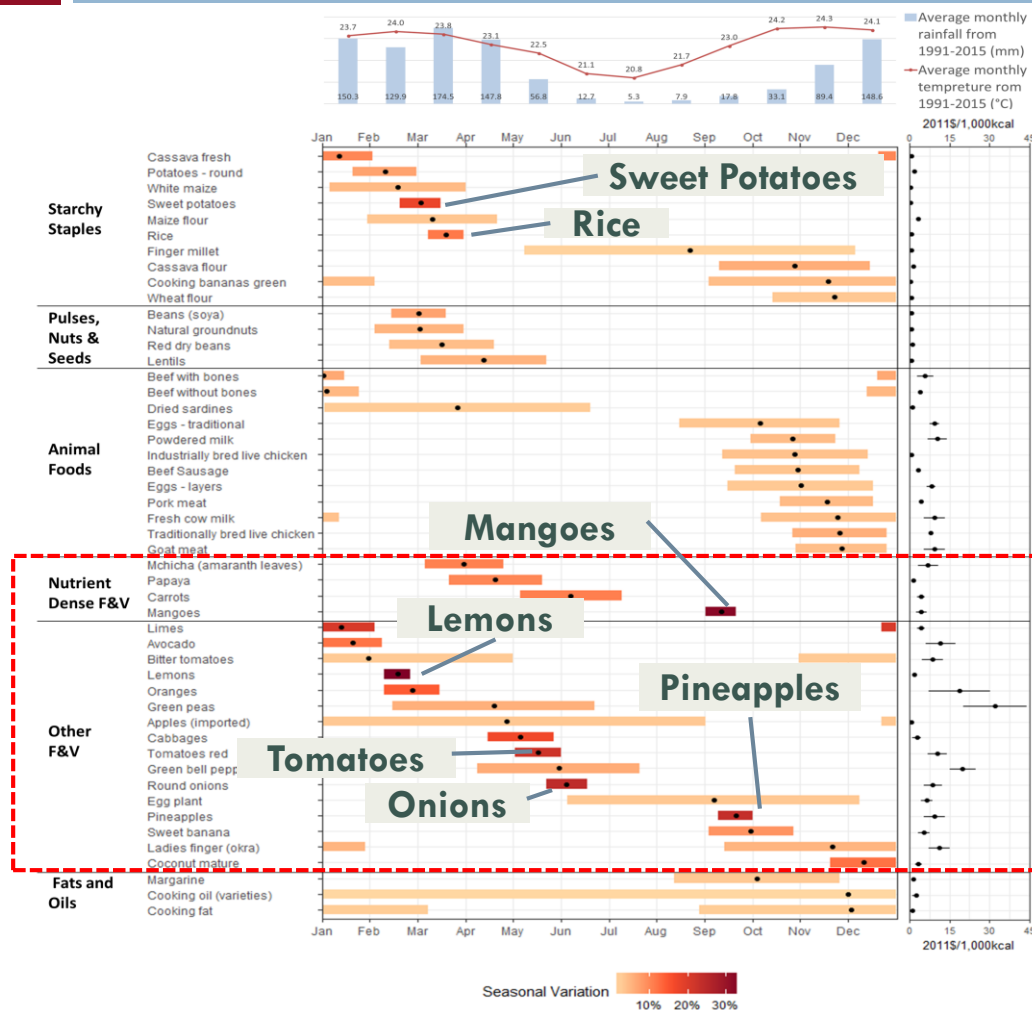
Methods and Data (cont'd)

7

- **Monthly prices for 49 foods in local markets across 21 regions**
 - ▣ January 2011 through December 2015
 - ▣ Collected by field agents for the National Bureau of Statistics (NBS)
- **Food Composition Datasets**
 - ▣ National Nutrient Database for Standard Reference (USDA)
 - ▣ West African Food Composition Table (FAO)
- **EARs for 17 Nutrients from IOM**
 - ▣ Protein plus 7 minerals (Ca, Fe, Mg, P, Zn, Cu, Se) and 9 essential vitamins (A, C, E, Thiamin, Riboflavin, Niacin, B-6, Folate, B-12).

Results – Seasonal variation and peak timing of the cost of individual foods, 2011-15

8



Note: data shown are 95% confidence intervals as bars for the peak timing. The color gradation shows the estimated seasonal variation in monthly price of each food item at 21 market locations across the nation. The side graph on the top shows the average monthly rainfall between 1991 and 2005, and the side graph to the right displays the average monthly price per 1,000kcal and the standard deviation of each food item. The seasonal variations for 8 food items were not significant, including finger millet, white maize, dried sardines, egg plants, apples (imported), bitter tomatoes and cooking oil (varieties) and cooking fat.

□ **Significant seasonal variations in 46 of 49 foods**

□ F&V has the sharpest seasonality

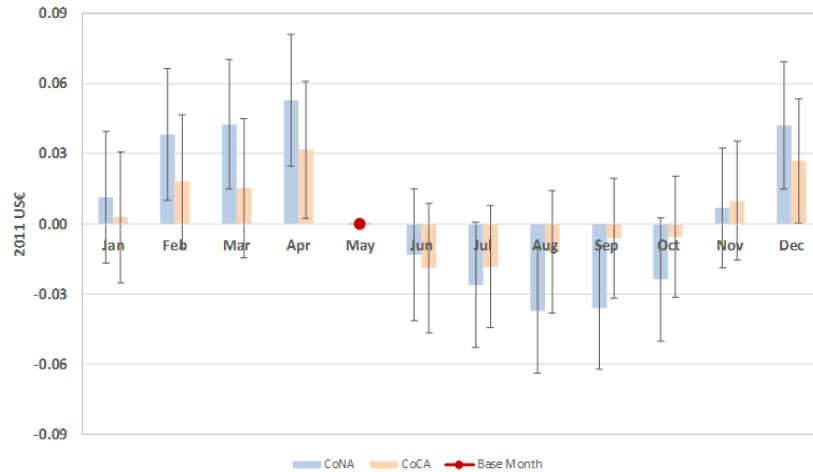
□ They also have the highest food prices per calories

□ **Seasonality of individual food price = seasonality of cost of diets?**

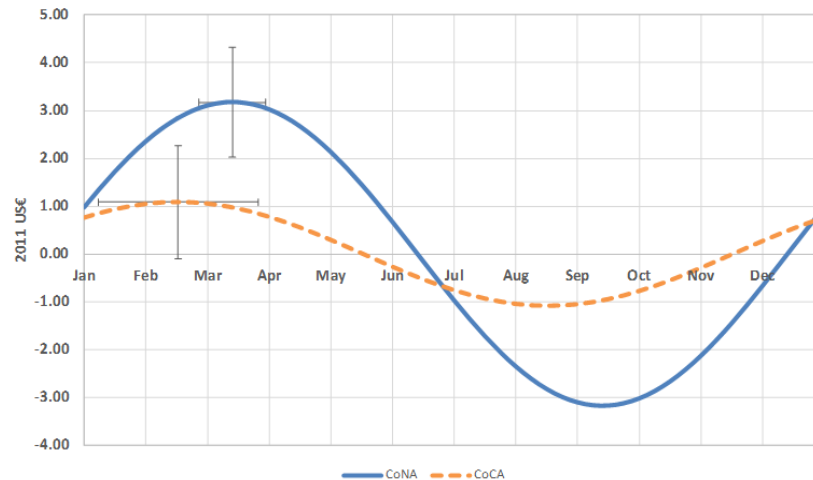
Results – Seasonal Variation of CoNA and CoCA in Tanzania, 2011-15

9

Results by Dummy Variable Model Approach



Results by Harmonic Regression Approach



Note: error bars show 95% confidence intervals of the relevant estimates. At a significance level of 5%, dash line indicates that the seasonality of CoCA is not significant, while solid line indicates that the seasonality of CoNA is significant.

□ **Clear seasonal pattern in the cost of nutrient adequacy (CoNA)**

□ People may suffer even higher costs and stronger seasonal changes to maintain a nutritious diets

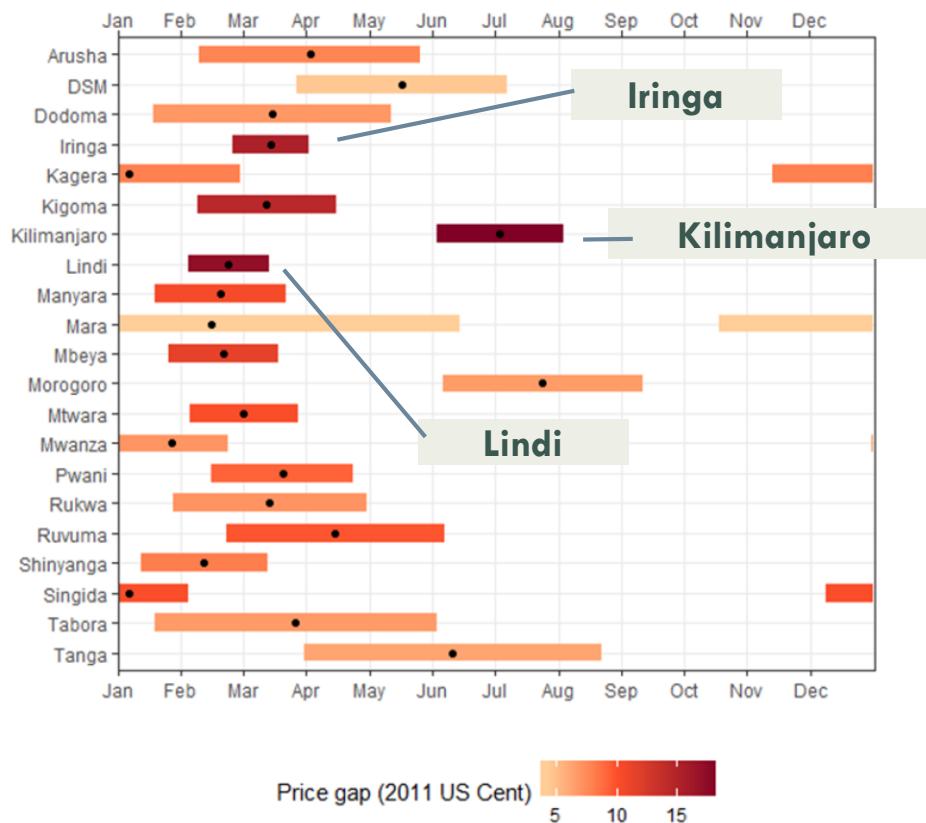
□ **Peak time of CoNA in March is one month later than the peak of CoCA**

□ Variation in seasonality drives fluctuations in the cost of meeting micronutrient needs through F&V

Results – Regional Variations of CoNA and the Important Role of Nutrient-Rich F&V

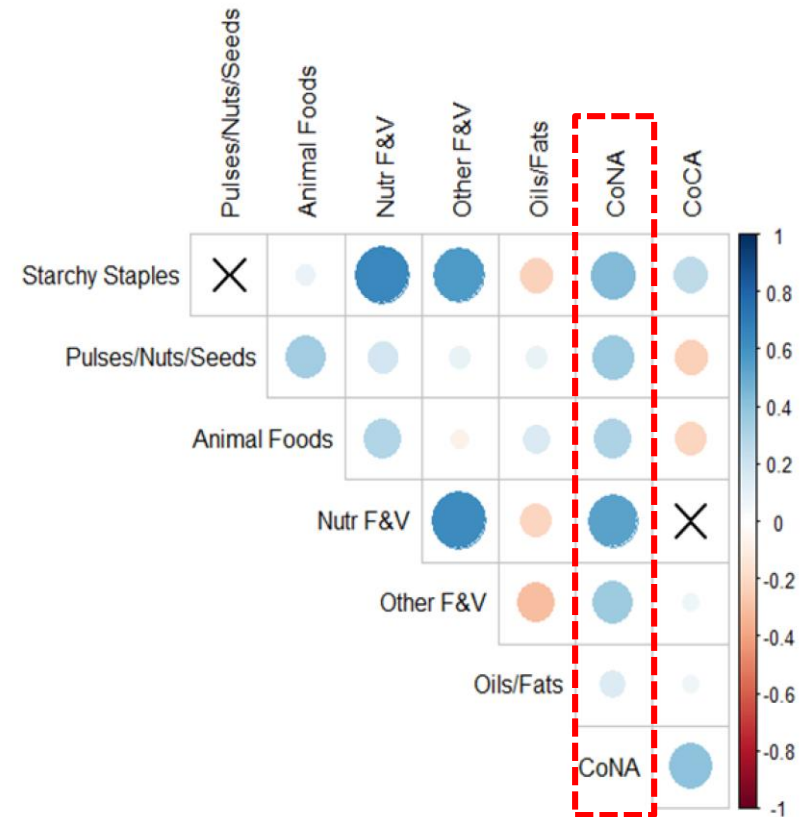
10

Fig 3. Seasonal Variation of 21 Regional CoNA indexes, 2011-15



Note: data shown are 95% confidence intervals as bars for the peak timing. The color gradation shows the estimated seasonal variation in the regional CoNA indexes. The seasonal variations for 3 regions were not significant, including Dodoma, Mara and Arusha.

Fig 4. Correlation Coefficient of Prices among 6 Food Groups and CoNA



Note: Nutr F&V is the abbreviation of Nutrient-rich Fruits and Vegetables. Other F&V is the abbreviation of Other Fruits and Vegetables. CoNA and CoCA are the indexes representing the cost of nutrient adequacy and the cost of calorie adequacy. Blue circles indicate the prices of the two food groups or indexes on horizontal and vertical directions are positively correlated, red circles indicates that they are negatively correlated at the significance level of 0.05. Nonsignificant correlation is shown as an "X" symbol in the figure.

Conclusions

11

- **Seasonality widely exists in retail food prices in Tanzania**
 - F&V has the most extreme seasonality, with different seasonal peaks according to the harvest timing;

- **Seasonal fluctuation has been observed in the least cost of nutritious diet in Tanzania**
 - Allowing people to substitute freely among foods as prices vary, the lowest possible expenditure needed to meet all nutrient needs has significant seasonality
 - The cost of calories as such fluctuates less predictably

Conclusions (cont'd)

12

- **Regional variations of CoNA is striking**
 - CoNA's seasonal peak is at the end of the rainy season in March/April with exceptions like Kilimanjaro around July
 - Price gap between annually seasonal peak/bottom prices can be over 15 US cents like Kilimanjaro
- **F&V price is a key driver of the seasonal change in CoNA**
 - Each region's cost of nutritious diets is highly correlated with seasonality in prices of its nutrient dense F&V
 - More targeted investments in market infrastructure for storage and transport of those foods among markets over time to lower and smooth the cost of nutritious diets

Limitations and Next Steps

13

- **Price data were collected in principal food markets in each region**
 - Seasonal scarcity at even more remote locations is likely to be even more severe, for which additional data on local prices would be needed

- **Next steps**
 - Method to be applied in other developing countries with different development status and evaluate various food systems
 - To investigate whether, or by how much, market infrastructure may affect the level and seasonality of the costs of individual foods, as well as the cost of nutritious diets

Thank you!

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Model code and data for
replication of results will be
available on that project's
website at
<http://sites.tufts.edu/candasa>

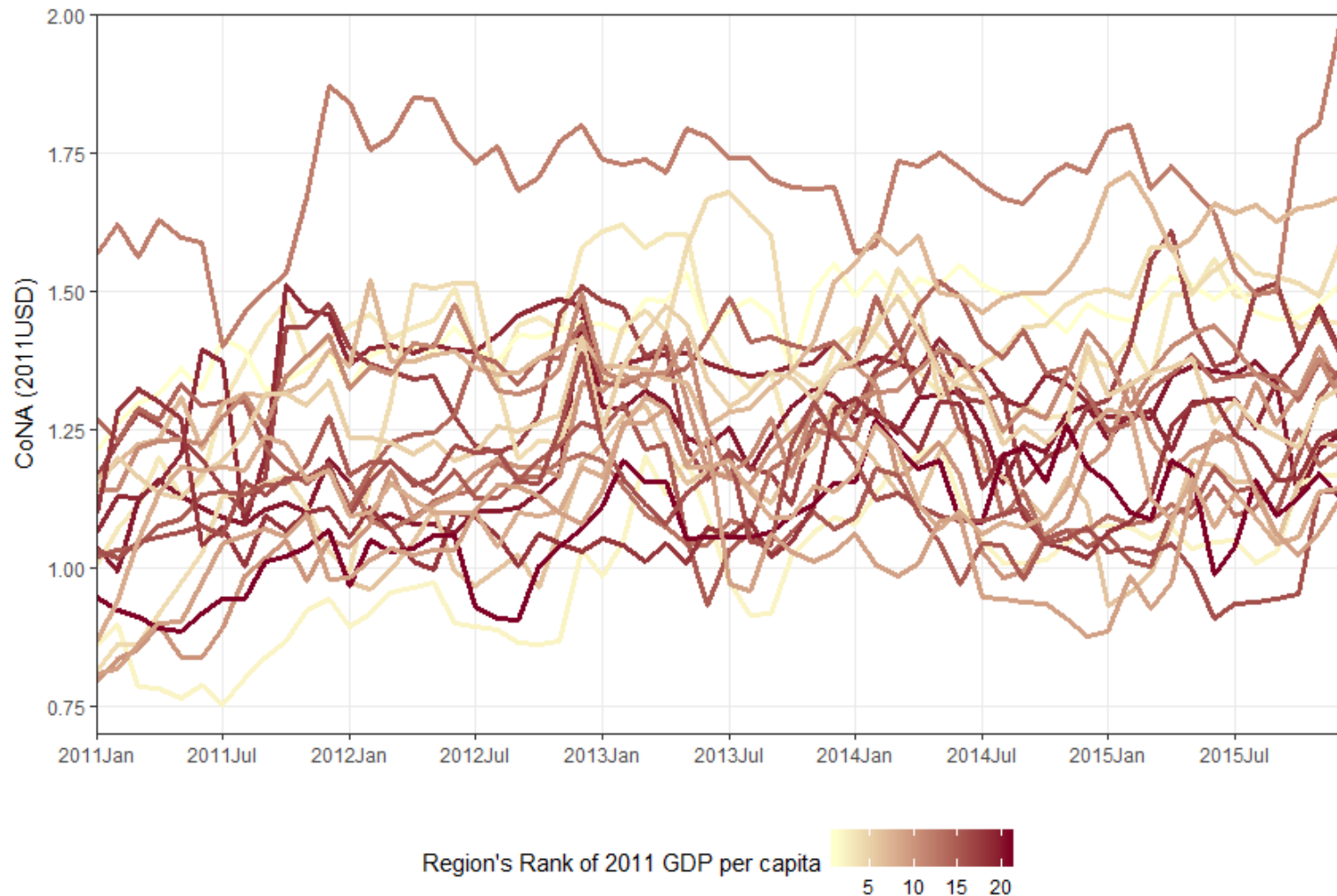
All results depend on price enumerators!



Photo: Anna Herforth, 2017

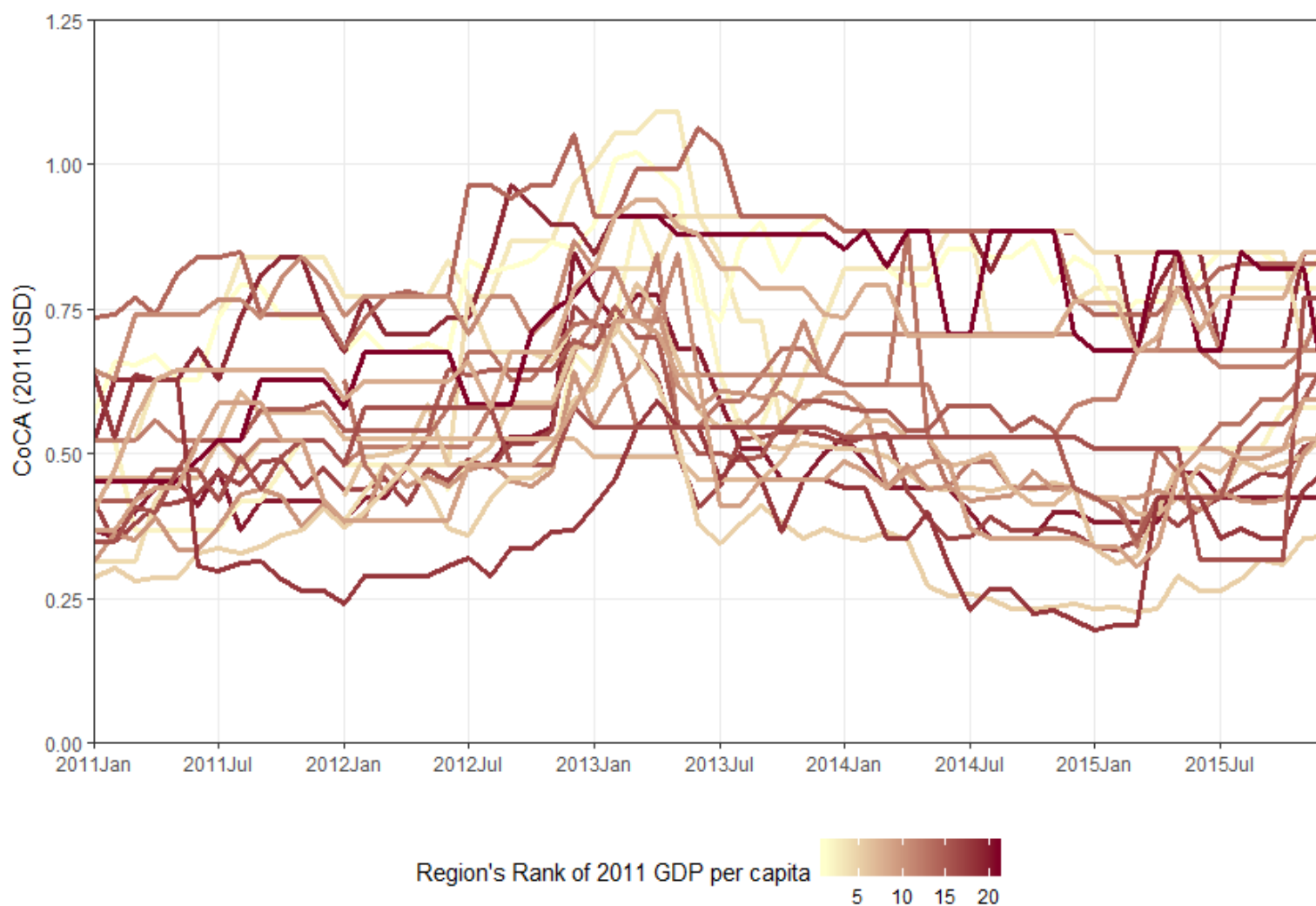
Appendix: 21 Regional CoNA Index in Tanzania, 2011-2015

15



Appendix: 21 Regional CoCA Index in Tanzania, 2011-2015

16



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