



# International Economic Comparisons of Covid's Impact on small-scale and family Farming

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# Introduction

## **Outline of Project**

- > Focus on Covid-19's impacts on farms
- ➤ Comparing US (North Dakota) and Ghanaian farmers
- > Quantitative data
  - Crop prices & econometrics
- > Qualitative Data
  - Surveys & Comparisons
- > Conclusion and Solutions



## **Project Interest & Motivation**

- > Two years in agricultural research
- > Family roots in farming
- > Qualitative vs quantitative









## Methodology & Comparison

#### **METHODOLOGY:**

Bolgatanga .

GHANA

BENIN

- Gather hard data from USDA, US Farm Bureau, & World Food Programme
- Create surveys specific to Covid & compare between focus areas

#### **COMPARISON:**

- Ghana land area: 92,098
- North Dakota Land area: 70,762
- Ghana: 57% farmland
- North Dakota: 88% farmland



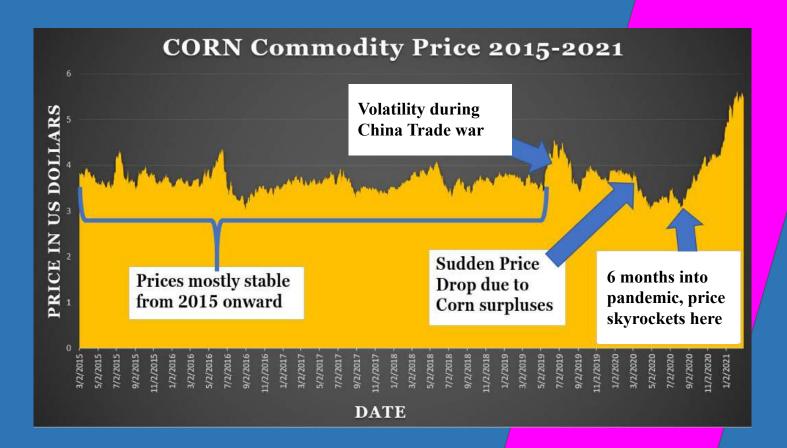
**Strong proportions** 



# Quantitative Analysis

## North Dakota's Corn Price Fluctuations

> Corn = One of most important crops to the upper midwest region of USA



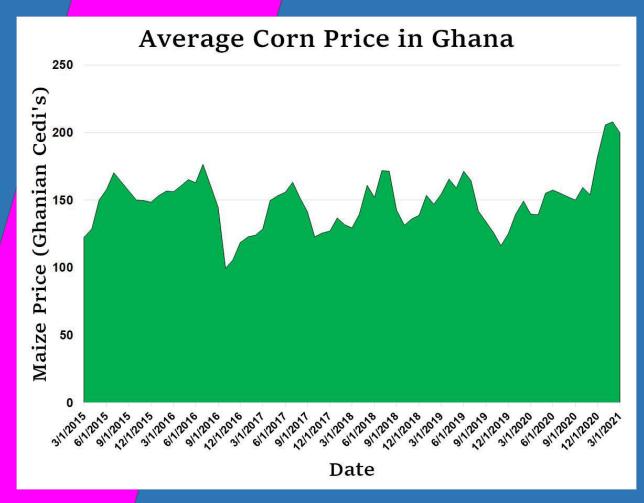


> Prices seems to spike 6 months into pandemic, possibly triggered by high inputs

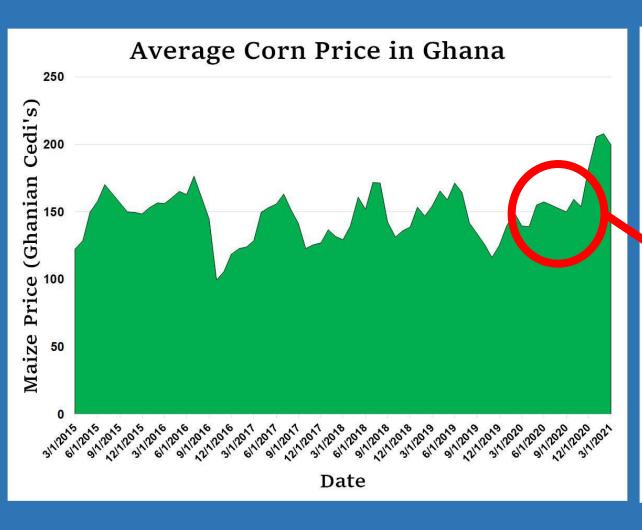
### **Ghana's Corn Price Fluctuations**

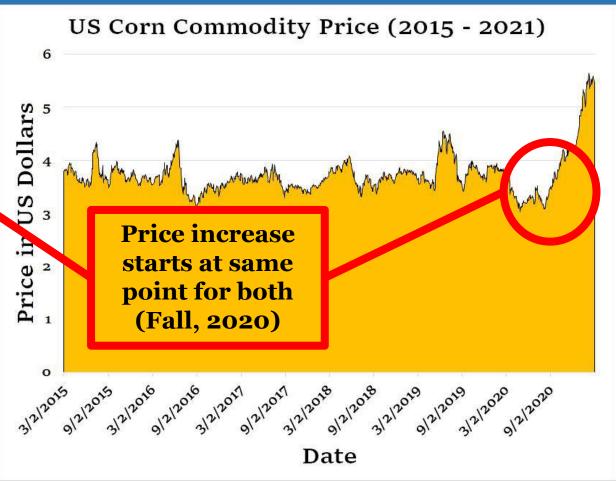
- > Not traded like US crop commodities, and but still economically volatile
- > Harvested by hand (no machinery)
- > Saw minor changes due to seasonality and macroeconomic factors

> Like North Dakota, saw major increase about 6 months after start of pandemic



## Comparing both countries side-by-side





## **Econometrics & Hypothesis**

> High prices almost always means good results for farmers

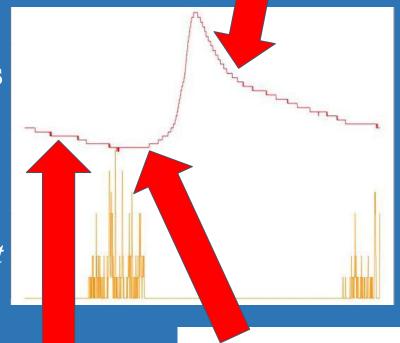
> HOWEVER, high inputs means low ROI back to farmers

#### **HYPOTHESIS:**

High prices during Covid are result of high inputs, but do not yield high returns for small farmers.

This may be the result of a LAGGED effect from Covid.

Lagged variable tails off after effect



**Initial Event** 

Happens

Lagged variable takes effect after

# Qualitative Analysis

## The Survey Itself



## Start of Survey requires responder to be read their rights as a human subject

#### 7 Pages, with room to write

#### Impact of COVID - 19

#### **Agricultural Economics Survey**

#### March - April 2021

- You are being asked to be in an agricultural economics research survey conducted by The
  Catholic University of America in Washington, DC, with undergraduate student Sean
  O'Grady as the research director. This study will involve asking you a short series of
  questions about the impact of COVID-19 on your household and community. The questions
  will take approximately 15 minutes to complete.
- Anyone that lives in a rural area or semi-rural area around the North Dakota, Montana or South Dakota region is able to participate, even if they are not farmers or ranchers; just as long as they are within an area where agriculture or ranching is important. Although, hearing from farmers or ranchers directly is most beneficial for this survey.
- Your identity will remain completely <u>confidential</u> and you can answer the questions in any way that you see fit
- · Participation is voluntary, but highly recommended
- You can ask any questions you have before making up your mind. You can think about it
  and discuss it with your family or friends before you decide.
- The results of this survey will help improve understanding of Covid's effect on rural America and on farms/ranches in the North Dakota, South Dakota, and Montana regions

Do I have y	our permission to conduct the survey?
	Yes, continue with survey

\_No, stop the survey

#### Survey

Question		Answer	
1.	Gender		
2.	What is your age in years?		
3.	How many years of formal education do you have?		
4.	How many acres of land did you cultivate in the most recent growing season?		

	What was the total cost of inputs for your farm last year?	DE
6.	How many head of cattle do you own?	
7,	How many small livestock do you own (chickens, goats, etc.)	
1.	Household Impa How has COVID-19 affected your household?	ct
2.	How has COVID-19 affected your farm?  a. Has it affected the cost of inputs?  b. Has it affected how much time you and oc. Has it affected your ability to hire worke	
3.	How has COVID-19 affected your income?  a. Have you experienced major price volati b. Have you been worried about a change i c. Did COVID – 19 affect your work other th	n demand for your crops/cattle?

2.	How has your community responded to COVID-19 / managed the effects of COVID-19?
3,	Has your community worked to pool money together to support each other in your are: If so, has pooling of resources been effective for the good of your community $\mathfrak{go}_{2}$ th whole?
1.	Supplemental Questions  How have you been helped by outside organizations as a cesult of Covid-19?
	How have you been helped by the government as a cesult of Covid-19?
2.	

## **Farm Survey Implementation**

#### **GHANA:**

• Used grant funds to hire Roger Aruk (farmer in Ghana)

- Roger travelled to different farms to conduct 20 surveys
- I supervised project remotely

#### **NORTH DAKOTA:**

- Survey conducted personally via email, phone, and zoom
- Includes ranchers and farmers from mostly central/western ND

• 20 results compared to Ghana



## **Farm Survey Implementation**

Ghana >



North Dakota >



## North Dakota Farmer Example

Qu	estion	Answer
1.	Gender	Male
2.	What is your age in years?	33
3.	How many years of formal education do you have?	12
4.	How many acres of land did you cultivate in the most recent growing season?	20
5.	What was the total cost of inputs for your farm last year	extremely high. High land costs, High rent,
6.	How many heads of cattle do you own?	Myself 95
7.	How many small livestock do you own (chickens, goats, etc)	None

In line with hypothesis:
High prices are result of high inputs

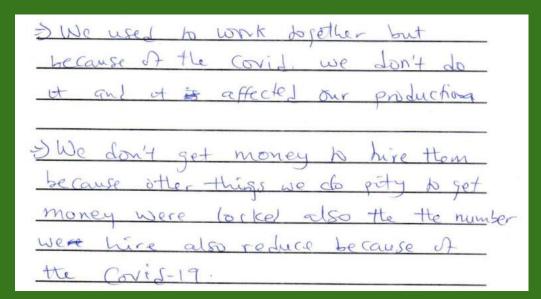


#### **QUOTE FROM SURVEY:**

"The prices of beef in the stores went up due to the pandemic but the ranchers didn't receive any extra profits from that. The markers are majorly manipulated by the big 4 packers in the United States. We don't need subsidy checks we just need fair prices, market prices based on supply and demand." - Farmer outside of Mandan, ND

## **Ghana Farmer Example**

Qu	estion	Answer
1.	Gender	F
2.	What is your age in years?	57
3.	How many years of formal education do you have?	NO
4.	How many acres of land did you cultivate in the most recent growing season?	4
5.	What was the total cost of inputs for your farm last year?	GH 62, 400. V
6.	How many head of cattle do you own?	No
7.	How many small livestock do you own (chickens, goats, etc)	12





#### **QUOTE FROM SURVEY:**

"We used to work together, but because of Covid, we don't do it [anymore] and it has affected our production..."

"We don't get money to hire [other workers] because other [non-farm jobs] we do were locked...because of Covid-19."

## **Qualitative Comparison**

#### **GHANA:**

- Little to no support from government
- Many development programs have been on hold during pandemic

#### **Supplemental Questions**

- 1. How have you been helped by development organizations as a result of Covid-19?
- 2. How have you been helped by the government as a result of Covid-19?

10

safety protocols he gave and

also some PPTS he share sometime

#### NORTH DAKOTA:

- Covid relief packages and subsidies
- Many still want better price controls in response to pandemic's effects

#### Supplemental Questions

1. How have you been helped by outside organizations as a result of Covid-19?

We have had some support in the Ag industry from the FSA office through their Covid relief packages. Which has been a great help but we don't need this stuff if we would be getting fair market prices for our products.

2. How have you been helped by the government as a result of Covid-19?

Yes.

## **Key Survey Takeaways**

Indicators	<u>Ghana</u>	North Dakota
<u>Average Age</u>	38	51
<u>Female-to-Male Ratio</u>	2:3	1:4
Average Land Acreage in use during season	5 (mostly crop farmers)	14 (mostly ranchers)
<u>Did input costs increase?</u> (Average)	YES: Steep increases	YES: Steep increases
<u>Did government</u> <u>assist/help?</u>	No, except for some PPE	Yes, Covid Relief packages
Main conclusions	Need for financial measures	Need for price controls
Similarities Pandemic brings new woes and increases poverty to both.		

# Conclusion



#### **Final Assessment**



Hypothesis has been proven to be true: Prices during Covid are higher due to high inputs, and farmers do not see major benefits

- Quantitative DATA: Crop prices are increased by Covid
- **Qualitative SURVEYS:** Prices are due to extremely high inputs

**♦** Both show that Covid-19 has negatively impacted farmers both in the U.S. and abroad (heard from farmers directly themselves)

## **Developing a Comprehensive Solution**



#### **Thank You and Sources**

Esoko's Ghana Price Data Food Prices in Ghana | Esoko

USDA's North Dakota Data Resources North Dakota | Rural Development (usda.gov)

North Dakota Dept. of Agriculture About Us | North Dakota Department of Agriculture (nd.gov)

Ghana Commodity Exchange Ghana Commodity Exchange Connecting Markets, Connecting People, Providing Opportunities (gcx.com.gh)

World Food Programme, Ghana Market Monitor The Market Monitor | World Food Programme (wfp.org)



A typical North Dakota day on Brown's Angus Ranch, Mandan, ND