

THE ROLE OF RESEARCH IN REVITALIZING RURAL AREAS:

Global and Chinese Perspectives

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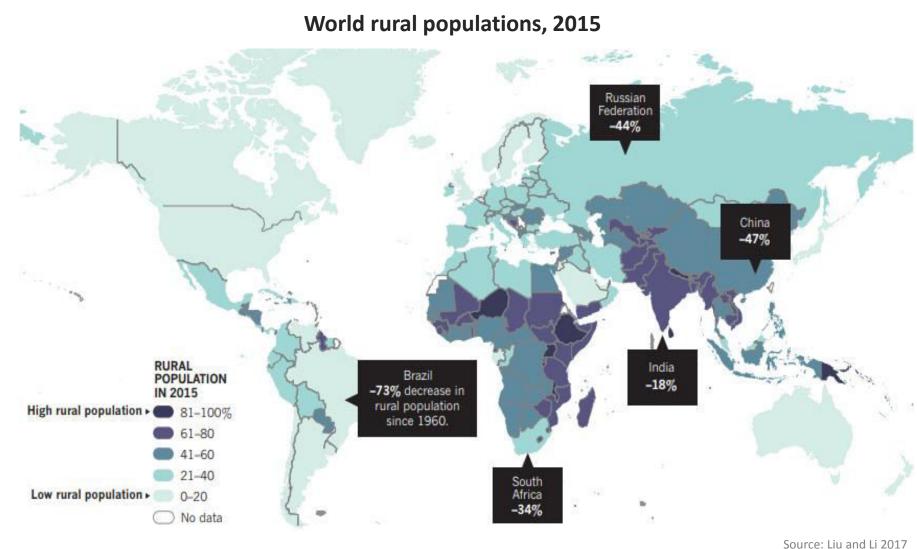
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Outline

- Rural revitalization presents important opportunities
- China's rural development policy led to great progress, but challenges remain
- Global experiences provide lessons for an integrated approach to rural revitalization
- Key research issues need to be addressed for rural revitalization

Why rural revitalization at this time?

Rural areas are facing major challenges associated with poverty, hunger, malnutrition demographic shifts (e.g. aging, migration) and environmental degradation



Shenggen Fan, June 2018

Opportunities for rural revitalization are ahead

- Key opportunities to revitalize rural areas
 - Technological advances for rural connectivity
 - Growing markets in urban areas
- Rural revitalization can help balance major economies by generating demand within the country and reducing reliance on exports to other countries
- Key issues to consider will include:
 - Employment and livelihoods
 - Environmental sustainability
 - Territorial development connecting rural areas with intermediate cities/towns and large urban areas
 - Infrastructure and connectivity
 - Rural services



Learning from others: East Asia

Improving living conditions of rural areas

Korea's New Village Movement

- Improves infrastructure in rural area, bringing modernized facilities
 such as irrigation systems, bridges and roads in rural communities
 (Korean Ministry of Agriculture and Forestry 2012)
- Empowers villages, highlighting importance of self-governance and cooperation



- Rural-urban linkages are key in addition to rural infrastructure projects and direct payments
- Mandatory Social Long-Term Care Insurance provides services to seniors based on physical and mental status (Muramatsu and Akiyama 2011)





Shenggen Fan, June 2018 Photo sources: CEFIA, Korea; MAFF, Japan

Learning from others: European Union

Converting subsidies to rural development support

- Shifted product/price support to income support and direct payments (1st Pillar)
 - Further reforms linked payments to food safety,
 environmental protection, and sustainable agriculture
- Set up special fund to support rural areas (2nd Pillar)
- New policies introduce better targeted, more equitable safety net and strengthened rural development
 - E.g. Green direct payments rewarding farmers for ecofriendly practices, support for investments beneficial to the environment and climate





Shenggen Fan, June 2018 Source: European Commission

Learning from others: United States

Keeping rural towns connected

- Rural economic sectors increasingly capital-intensive, leading to fewer jobs and skills mismatch
 - Lack of investment in infrastructure, limited access to finance, training,
 and education, rural youth/brain drain
- Identifying issues with Rural Prosperity Task Force and proposing new investments
 - US \$1.5 trillion investment package, including broadband connectivity for rural areas
- New technologies and work modalities can revitalize rural areas
 - E-commerce, telework offer business and development opportunities





Shenggen Fan, June 2018 Source: Duncan 2012

Learning from others: Thailand

Developing niche products and empowering rural areas

- Promoting accessible, rural-based initiatives to reduce poverty, e.g.
 - Organic rice farming, handicraft production, and rural tourism
- One Tambon One Product (OTOP)
 - Government initiative to spark local product and provide alternative incomes for poor farmers
- Community Work Accreditation Scheme (CWAS)
 - Decentralizes decision making and supports sustainable agriculture by building local capacity to develop development projects
- AND continued support to vulnerable communities through,
 e.g. village health volunteers





Source: Moore and Donaldson, 2016; Kelly et al. 2012



How to promote interface between rural development, agriculture, and environment?

Highlight evidence-based techs for health and the environment

- Yield enhancing technologies (e.g. Remote sensing, precision agriculture)
- Improved, climate-resilient varieties (e.g. New Rice for Africa "NERICA")
- Nutrition-driven and nutrition-sensitive technologies (e.g. Biofortification)

Scale up new multiple-win technologies

- Alternative proteins to reduce GHGs, environmental impact, health risks
- Big data and analytics to lower transaction costs, improve monitoring
- Blockchain-enabled traceability

Support farmer-led innovations

E.g. planting basins to conserve water and improve food safety







Photos: Ageitec, IRRI, WEF

Need to consider impact on smallholders, children's nutrition, jobs, etc.

How to improve rural services and employment?

Improvements to rural services are key to better living standards

- Malaysia, the Philippines and Thailand's rural investment in public health and education improved life expectancy and infant survival rates
- Small cities and towns could act as bridges to bring education, health, information and administrative services to remote villages

Invest in rural areas for more attractive recreation and leisure

- Promote recreation and cultural industries, including tourism
- E.g. Swedish rural municipalities since 1980s relaxed regulations for building along lakes to attract more rural residents

Enhance agricultural and rural non-farm service sectors

 Rural non-farm sectors contribute to economic growth, household income diversification, rural employment, and poverty alleviation

Shenggen Fan, June 2018 Source: Liu and Li 2017, World Bank 2017

How to enhance agricultural and rural engineering?

Strengthen rural-urban linkages

- Improve policy coordination between rural and urban areas
- Support efficient and inclusive rural-urban value chains
- Leverage towns and intermediate cities to facilitate socio-economic links

Promote ICTs to improve value chains

- Mobile phones, internet tracking for better accuracy, comprehensiveness
- E.g. China's G20 initiative: E-commerce connects rural farmers with supply and demand information on agricultural produce and materials, and consumer products

• Improve rural housing to be inclusive, affordable, and adequate

 New Urban Agenda highlights integrated housing policies spanning continuum of rural to urban areas





How to improve institutions and local governance?

Support development and co-existence of different farming models

- Include cooperatives and family farms for efficiency-building competition
- Support institutional arrangements to promote mechanization e.g. cooperatives
- Improve extension activities for left-behind farmers

Promote efficient, well-functioning land rental markets

Solid legal framework for resource allocation promotes natural resource preservation (Ringler and Nkonya 2012)

Integrate agriculture and rural development strategy, policy, and investment

 E.g. Changing Ministry of Agriculture to Ministry of Agriculture and Rural Affairs— including at provincial and county levels

Promote participatory local governance – bottom-up approach

 E.g. Xiaoguan village in China and Åre in Sweden demonstrated success of strong voice of local committees or stakeholders in implementing revitalization initiatives (Li et al. 2016)





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Beijing Launch, 18:00-21:00, June 26

Multi-functional Room, 2nd floor Friendship Hotel