

# FORECAST-BASED FINANCING FOR FOOD SECURITY (F4S)



 IVM Institute for  
Environmental Studies

 VU

 510



AN INITIATIVE OF  
THE NETHERLANDS  
RED CROSS



**Climate  
Hazards  
Center**  
UC Santa Barbara

 **ICHA** International Center for  
Humanitarian Affairs  
*Inquire • Understand • Influence*

Funded by:



**GFDRR**  
Global Facility for Disaster Reduction and Recovery

Marc van den Homberg  
[mvandenhomberg@redcross.nl](mailto:mvandenhomberg@redcross.nl)

# CURRENT SITUATION



Disaster

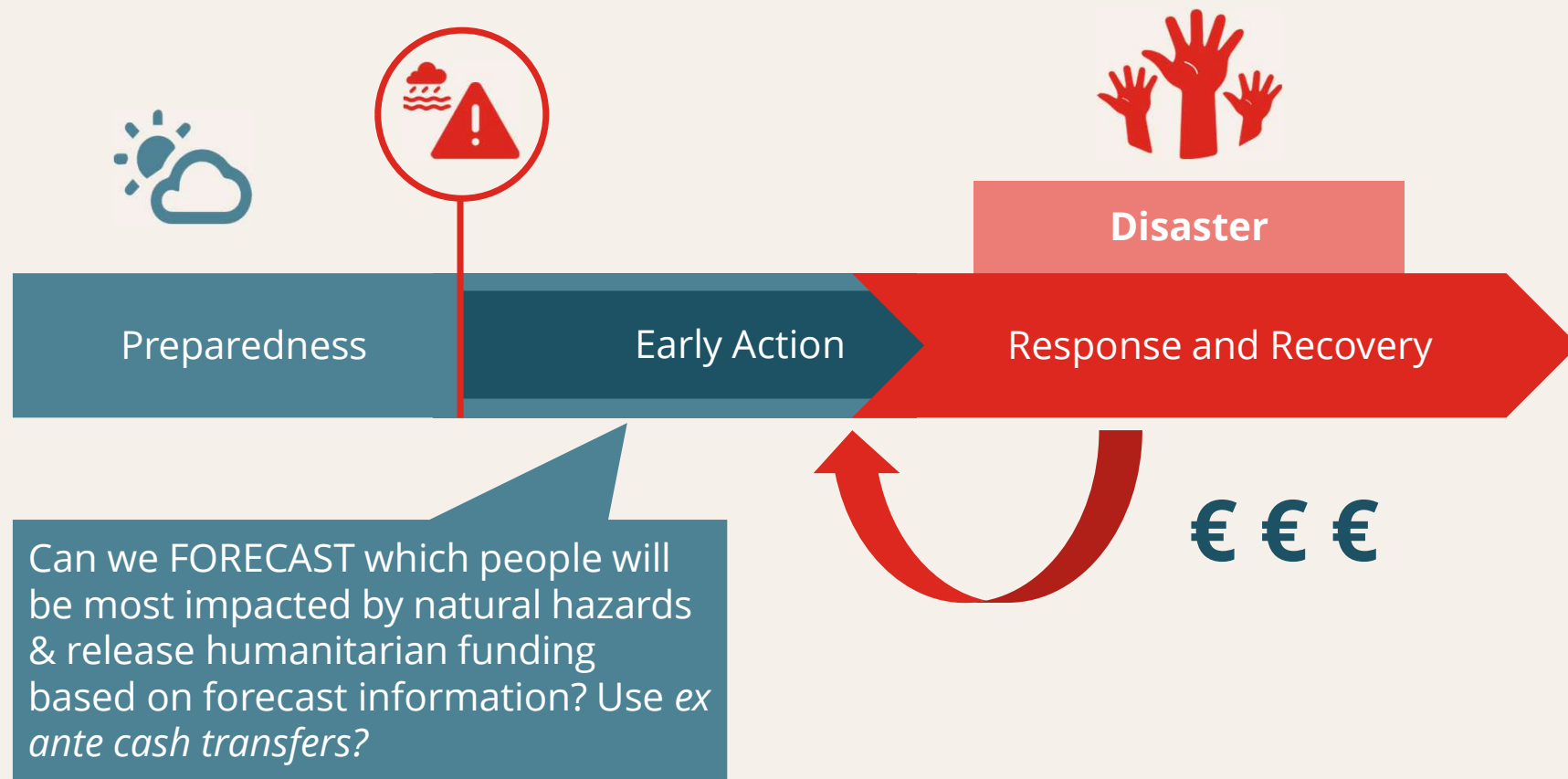
Preparedness

Response and Recovery



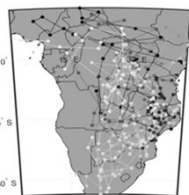
Humanitarian funding  
for response; *ex post*  
cash transfers

## FORECAST-BASED FINANCING: EARLY WARNING, EARLY ACTION

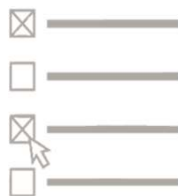


# FLOWCHART OF THE PROJECT

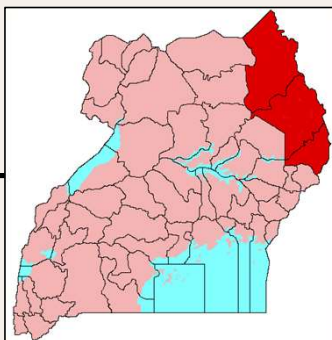
## T1: Food insecurity forecasting model



## T2: Flexible survey and choice experiment



## T3: Evaluating the cost-effectiveness



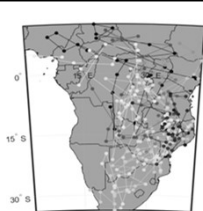
## REVIEW OF EXISTING CASH PROGRAMS: KENYA, ETHIOPIA AND UGANDA

- We carried out a feasibility study to assess the extent to which the contexts in Kenya, Ethiopia and Uganda, and the capacities of KRCS, ERCS and URCS and other relevant stakeholders, are favorable to the implementation of cash and voucher assistance (CVA) to support to the most vulnerable people
- In the three countries covered by the F4S project, cash intervention is a feasible measure that can be explored to meet the dietary needs of the affected population, thus minimizing the levels of food insecurity.
- The current environment is conducive as the government continues to support the CVA interventions.

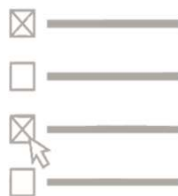
**Early Action = Modelling + Local knowledge + Beneficiaries' preference + Cost-effectiveness**

# T1: FOOD INSECURITY FORECASTING MODEL | KENYA & UGANDA

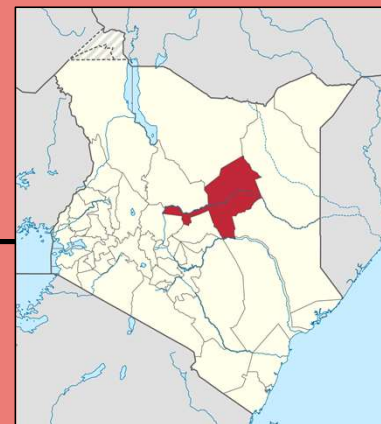
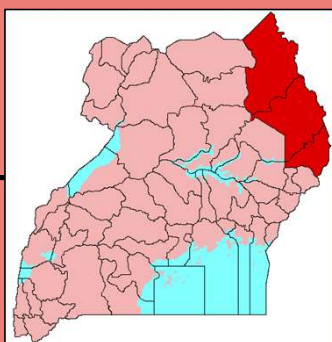
## T1: Food insecurity forecasting model



## T2: Flexible survey and choice experiment

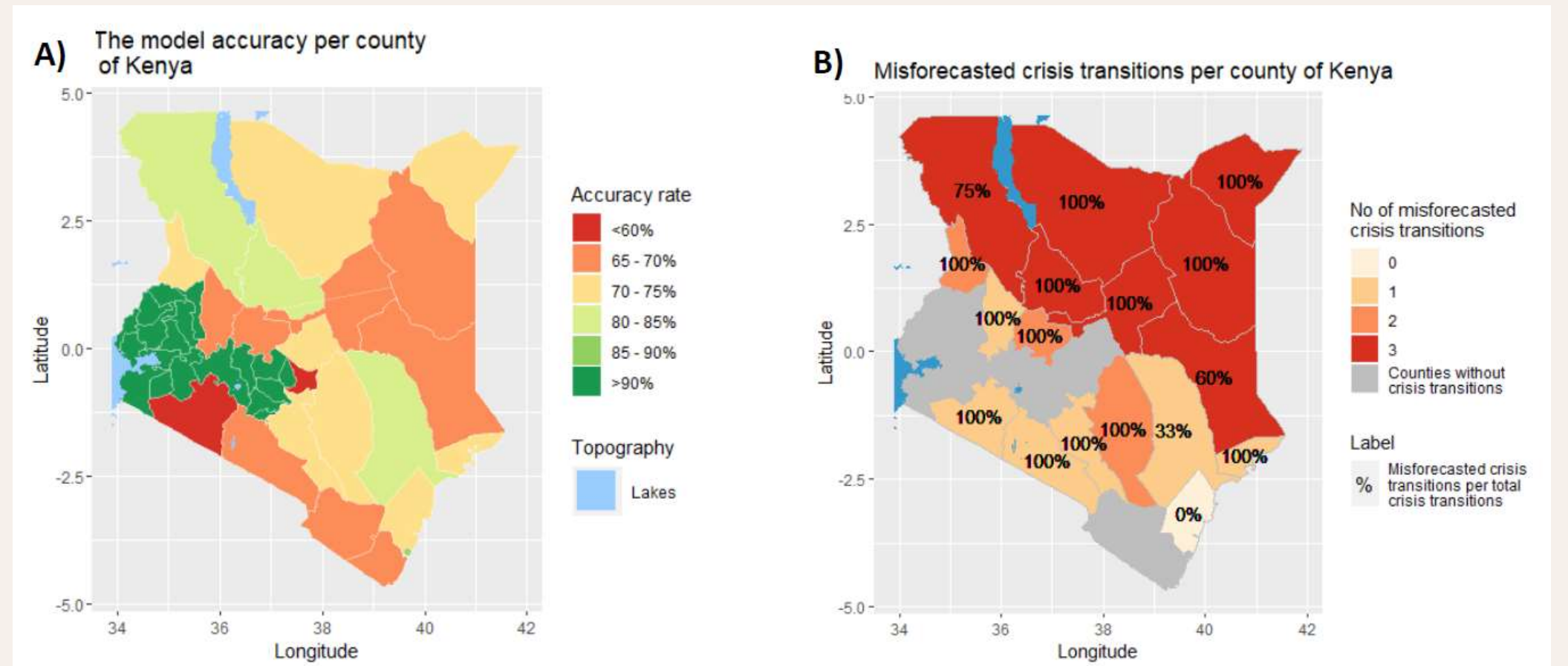


## T3: Evaluating the cost-effectiveness



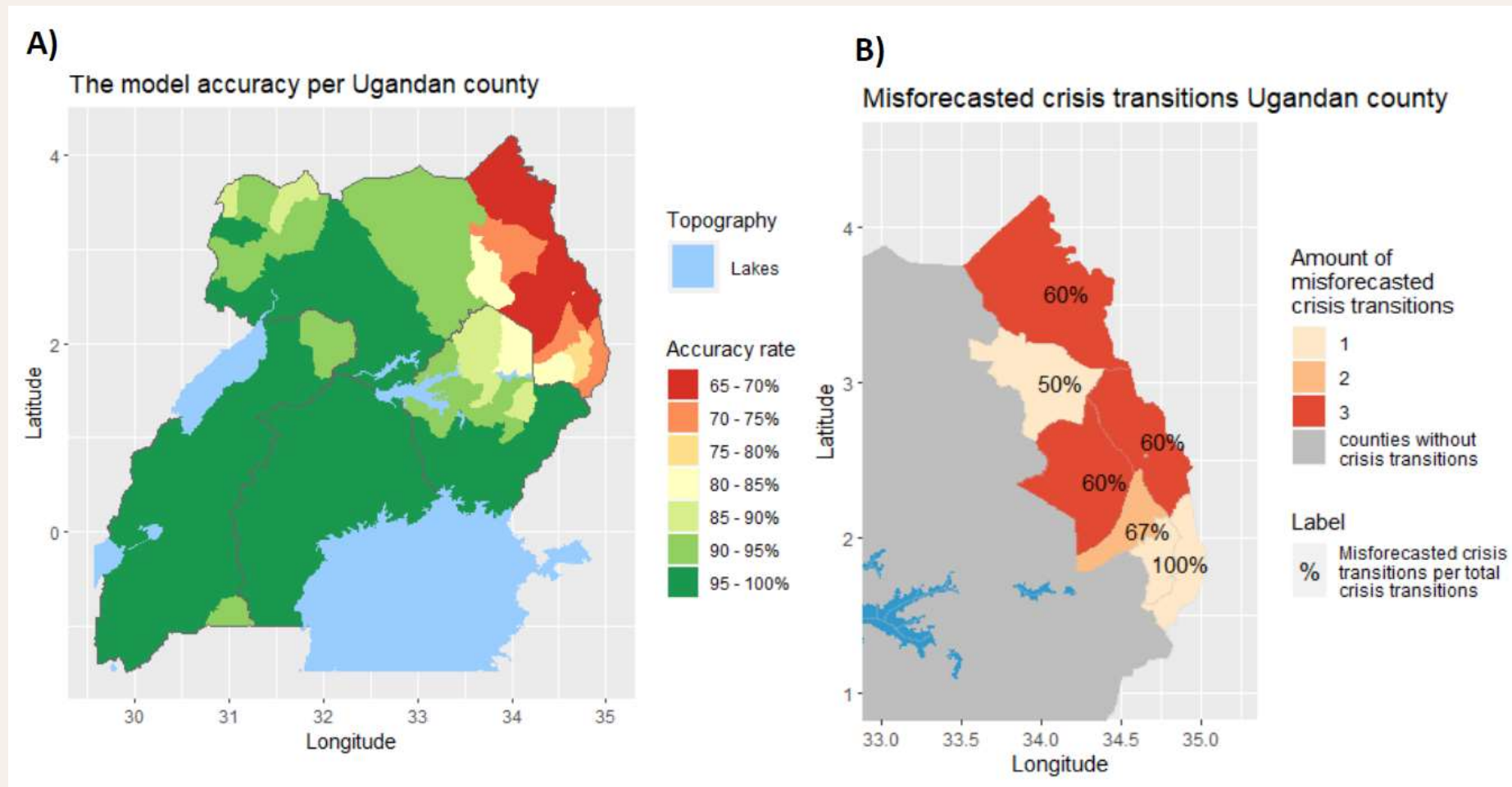


## T1: ACCURACY OF FEWSNET IPC CLASSIFICATION - KENYA



**Source:** Mathijs van Eeuwijk. "How accurate is food security early warning? Evaluation of Famine early warning systems accuracy in Kenya and Uganda". *In preparation.*

# T1: ACCURACY OF FEWSNET IPC CLASSIFICATION - UGANDA

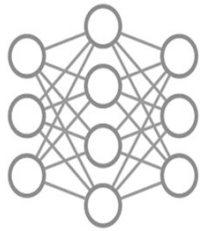
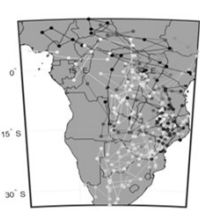


**Source:** Mathijs van Eeuwijk. "How accurate is food security early warning? Evaluation of Famine early warning systems accuracy in Kenya and Uganda". *In preparation*.

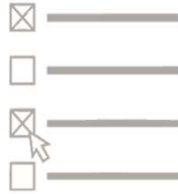


# T1: FOOD INSECURITY FORECASTING MODEL | ETHIOPIA

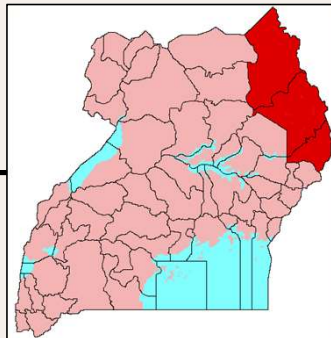
## T1: Food insecurity forecasting model



## T2: Flexible survey and choice experiment

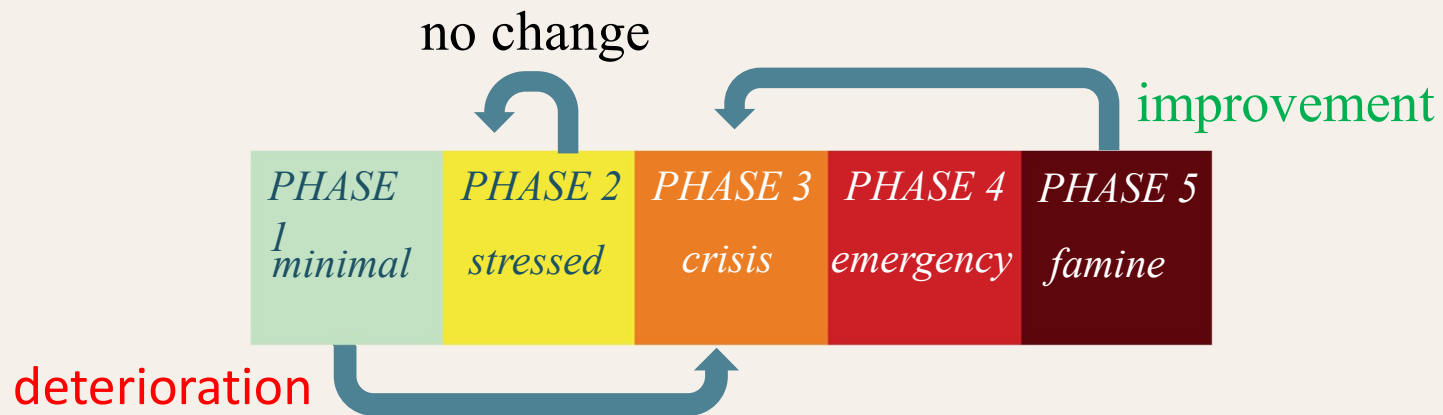


## T3: Evaluating the cost-effectiveness



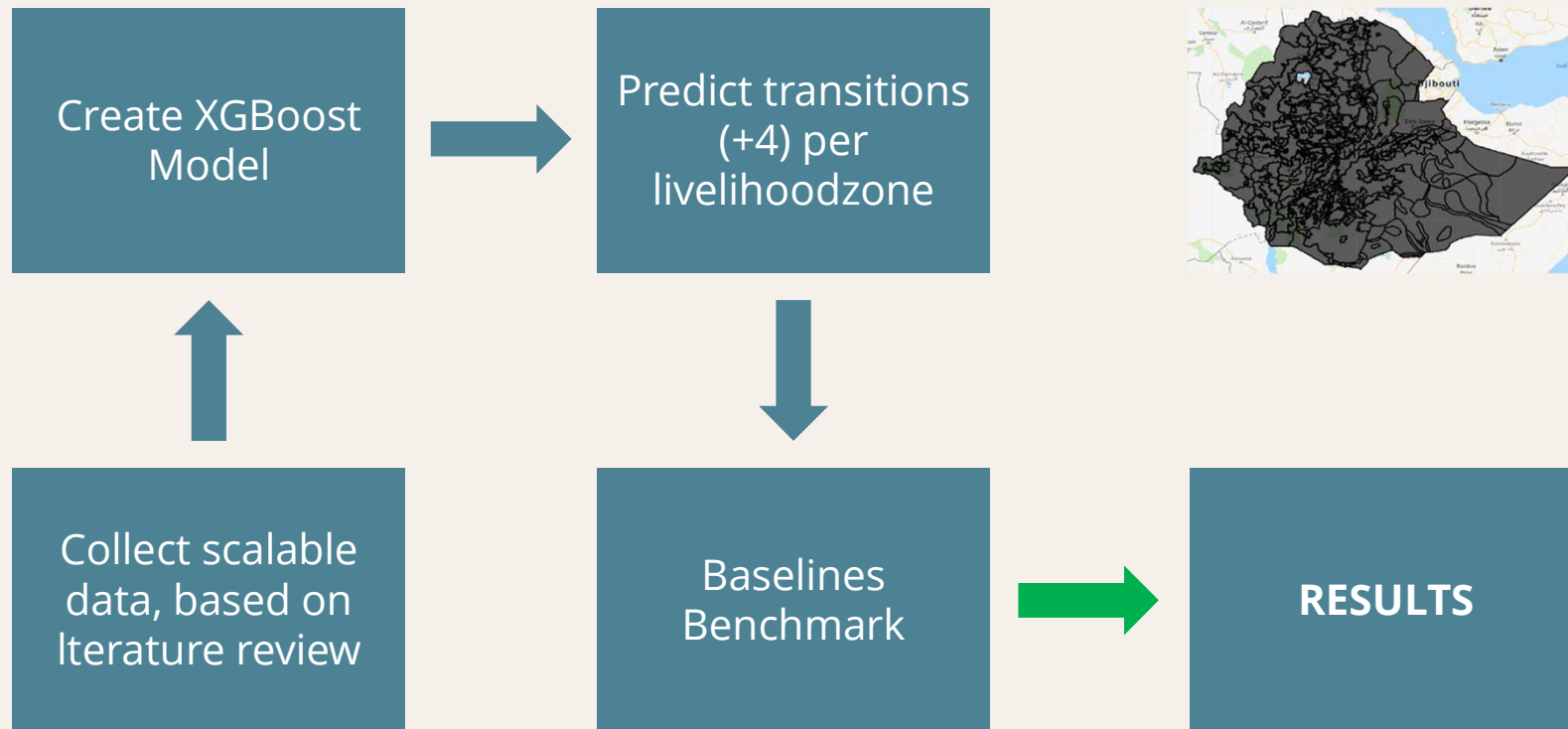
## T1: NOVEL APPROACHES - MODELLING FOOD INSECURITY

- Big, preferably open-source, data in combination with data-driven Machine Learning could enable an improvement in the monitoring and prediction of food security risks
  - We built a model that can predict the transitions in food security (IPC) in Ethiopia
  - We test this approach on a case study of Ethiopia, focusing on livelihoods zones.



**Source:** Joris Westerveld et al. "Modelling Food Insecurity in Ethiopia: Towards a machine learning model that predicts the transitions in food security using scalable features." *In preparation*.

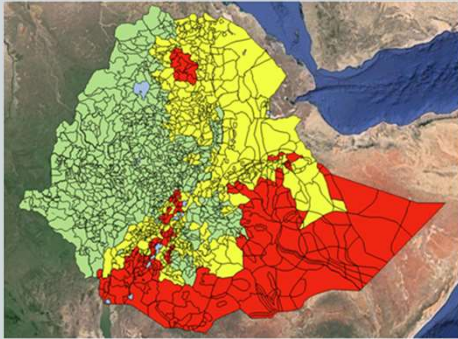
# T1: MODELLING FOOD INSECURITY IN ETHIOPIA



**Source:** Joris Westerveld et al. "Modelling Food Insecurity in Ethiopia: Towards a machine learning model that predicts the transitions in food security using scalable features." *In preparation*.

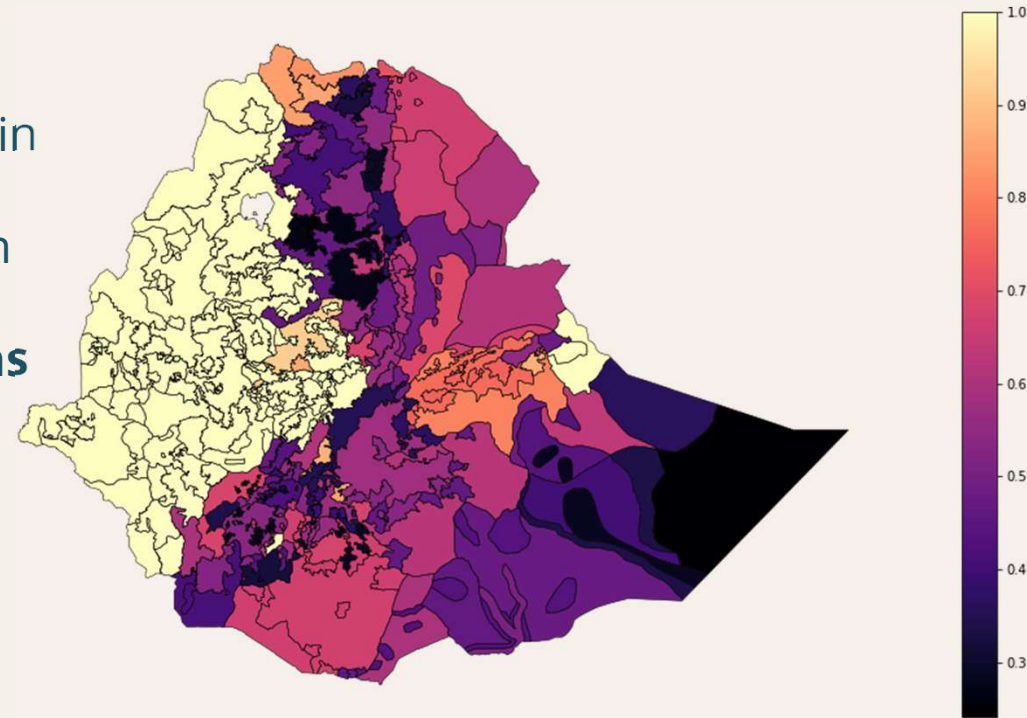
## T1: MODELLING FOOD INSECURITY IN ETHIOPIA - BUILDING RELEVANT DATABASE



PREDICTORS	PREDICTAND
Biophysical	
<i>Rainfall, temperature, Normalized Difference Vegetation Index (NDVI), Oceanic Nino Index (ONI), soil moisture, ....</i>	
Socio-economic	
<i>Staple food prices, poverty, infrastructure, societal unrest, conflicts</i>	Integrated Food Security Phase Classification IPC or indicators linked to IPC

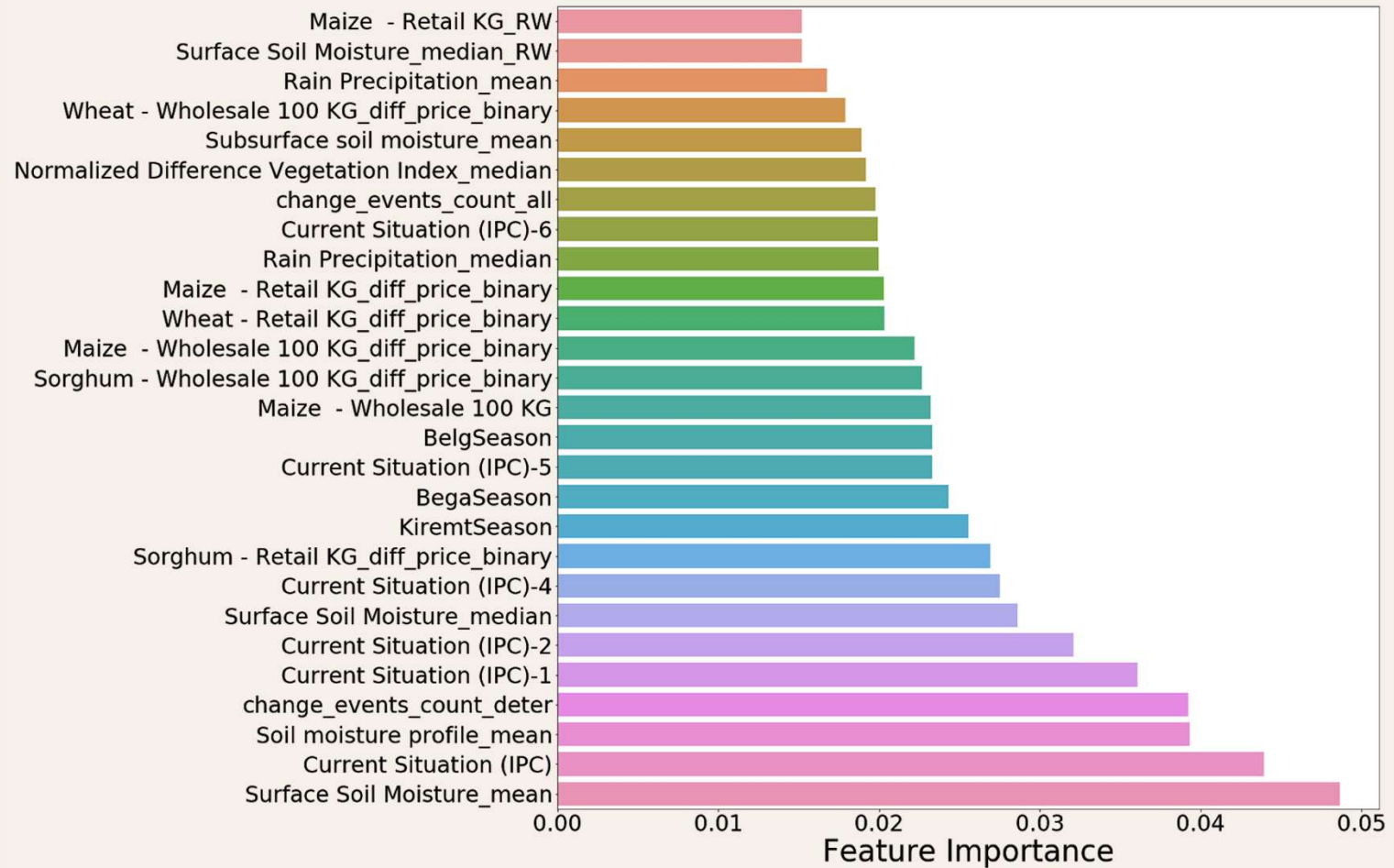
# T1: RESULTS

1. Model identify **improvement** and **deterioration** in food security more **effective** than the **baselines**
2. Model even identifies **improvements better** than our **benchmark**
3. Model has **more trouble** in identifying **transitions** in the **south east** of Ethiopia compared to other regions
4. Model performs **better** for **longer prediction intervals**



**Source:** Joris Westerveld et al. "Modelling Food Insecurity in Ethiopia: Towards a machine learning model that predicts the transitions in food security using scalable features." *In preparation*.

# T1: FEATURE IMPORTANCE

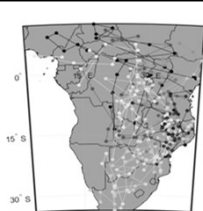


**Source:** Joris Westerveld et al. "Modelling Food Insecurity in Ethiopia: Towards a machine learning model that predicts the transitions in food security using scalable features." *In preparation*.

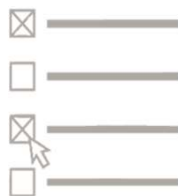


# T1: FOOD INSECURITY FORECASTING MODEL | KENYA

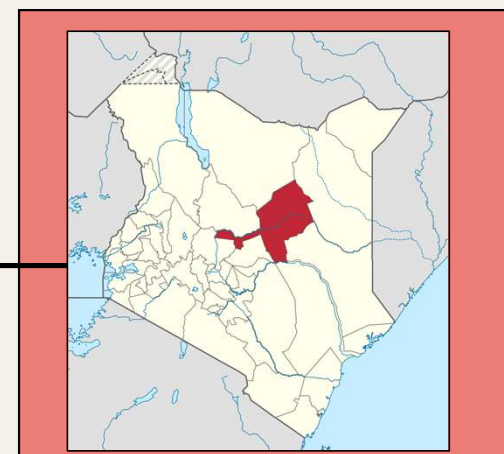
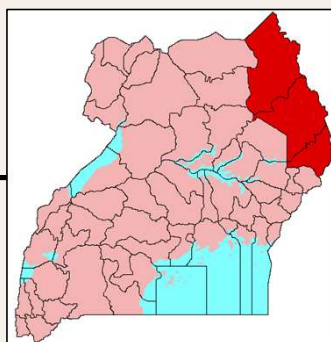
## T1: Food insecurity forecasting model



## T2: Flexible survey and choice experiment

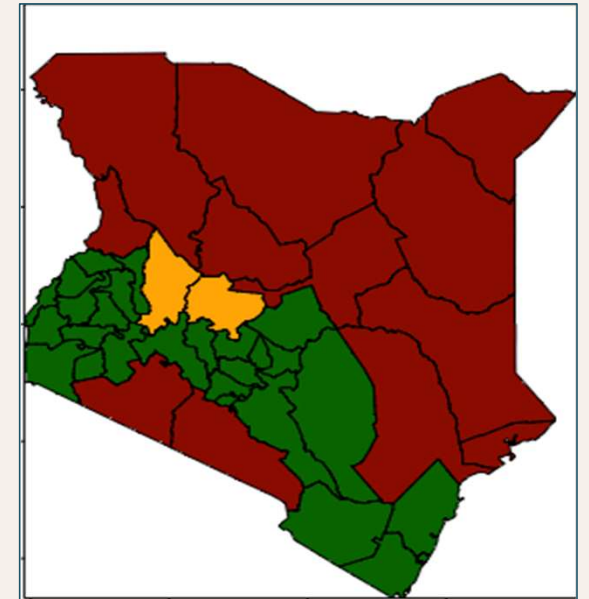


## T3: Evaluating the cost-effectiveness



## T1: MODELLING DRIVERS OF FOOD INSECURITY | KENYA

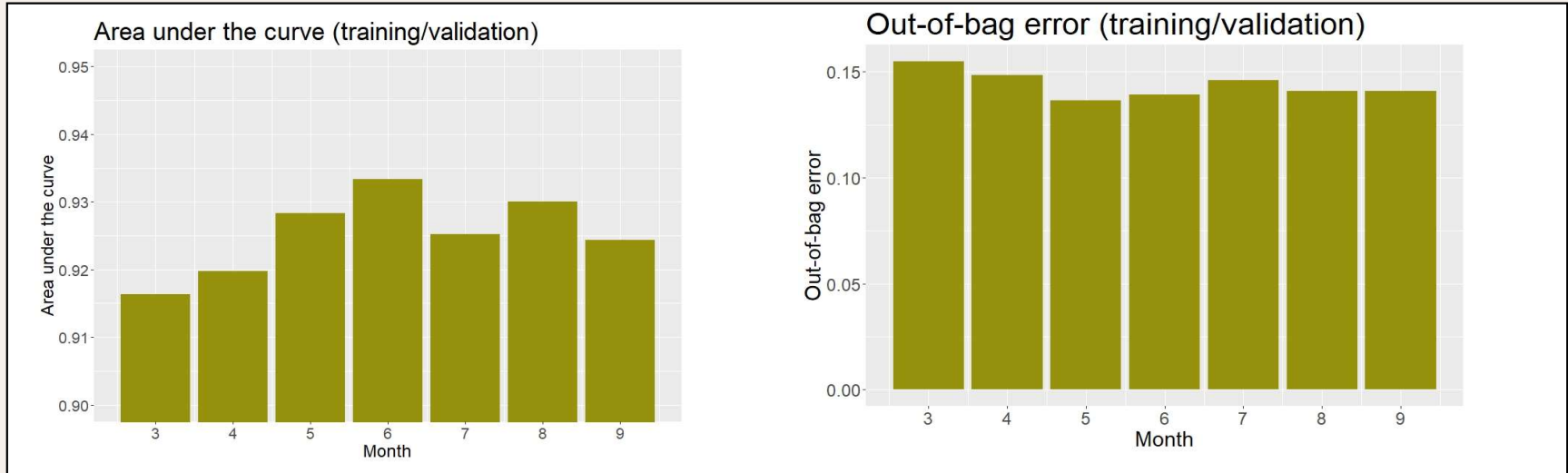
- First extract a number of monthly indicators to be used as predictors in the Machine Learning Model, and annual indicators of “shortages in the availability of maize calories” to be used as predictands.
- Second, we apply the Random Forest algorithm to predict high/low shortages in the availability of maize calories events for each month within the growing season of the maize.
- Third, we assess the accuracy metrics of each model, and their ability to predict future events.



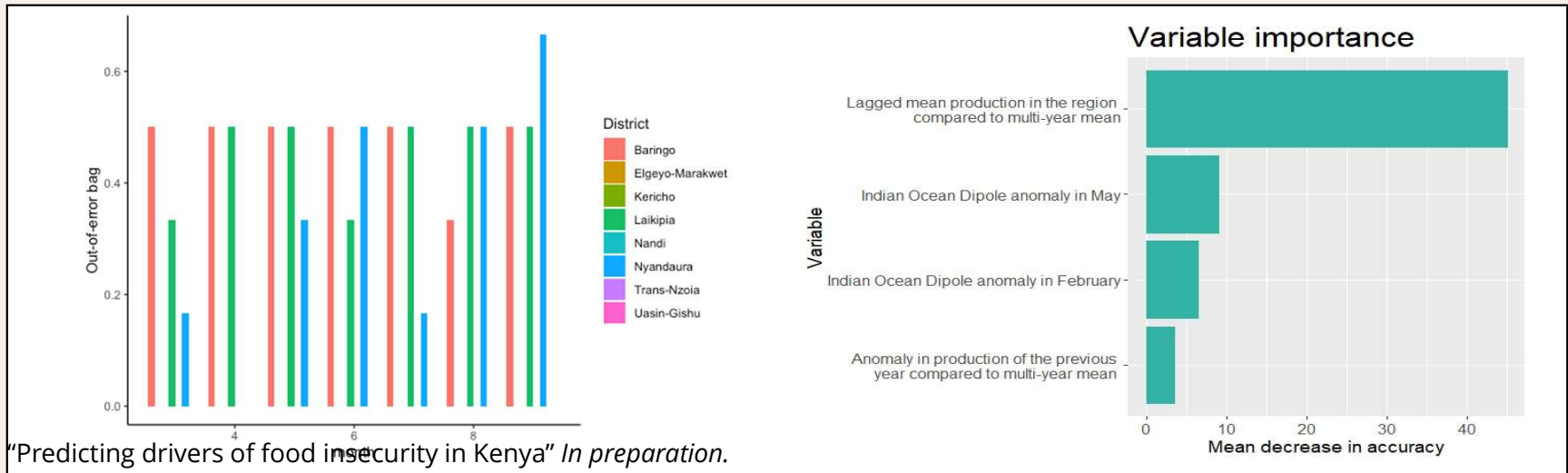
**Source:** Willemijn van Vuure. *“.” In preparation.*

# T1: MODELLING PERFORMANCE | KENYA

Past events



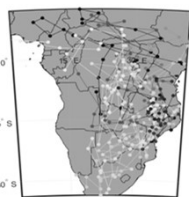
“Future” events



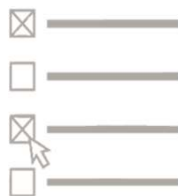
Source: Willemijn van Vuure. "Predicting drivers of food insecurity in Kenya" In preparation.

## T2: SURVEY AND CHOICE EXPERIMENT

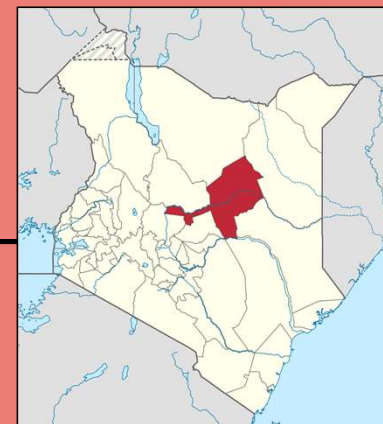
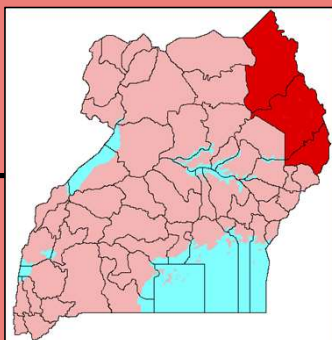
### T1: Food insecurity forecasting model



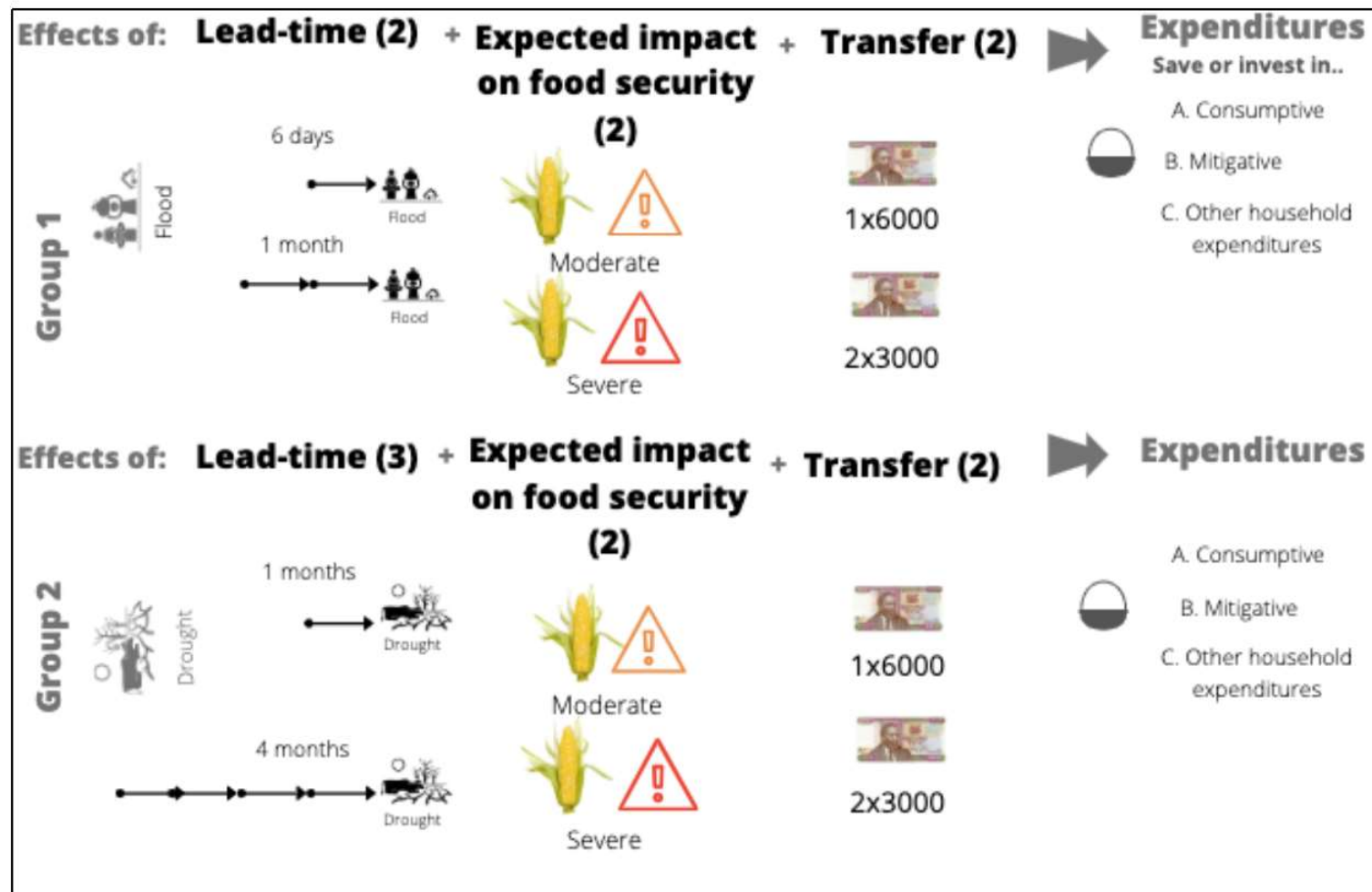
### T2: Flexible survey and choice experiment



### T3: Evaluating the cost-effectiveness

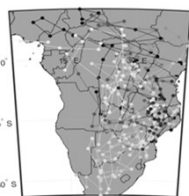


## T2: CHOICE EXPERIMENTS

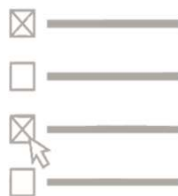


## T3: COST-EFFECTIVENESS

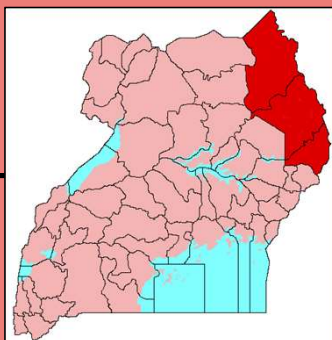
### T1: Food insecurity forecasting model



### T2: Flexible survey and choice experiment



### T3: Evaluating the cost-effectiveness

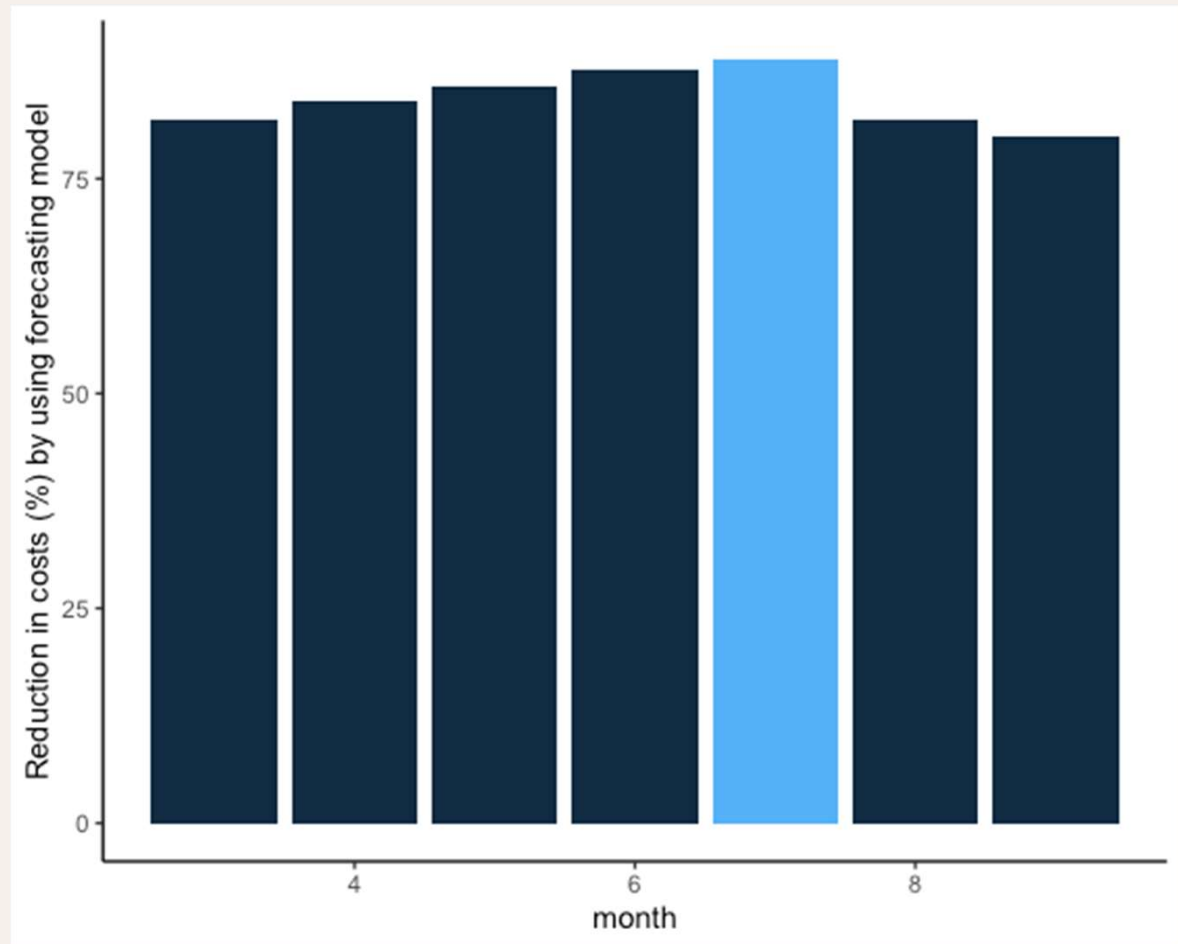




## T3: PRELIMINARY: COST-EFFECTIVENESS - KENYA

How much reduction in costs a cash transfer programs can potentially achieve by using a forecasting model?

- Based on outputs of the Random Forest (Kenya) we compare two scenarios in which cash transfer payments are triggered by a forecast model vs. a scenario without forecasting



**Marc van den Homberg**, Gabriela Guimarães  
Nobre, Ted Bolton

**510**  AN INITIATIVE OF  
THE NETHERLANDS  
RED CROSS

Thank you!

[Mvandenhomberg@redcross](mailto:Mvandenhomberg@redcross)  
[g.guimaraesnobre@vu.nl](mailto:g.guimaraesnobre@vu.nl)

