Region Forward Coalition: Food Insecurity and SNAP

Friday, July 28, 2023



Agenda

- Changes in Food Insecurity & the Resource Landscape
- Rising Food Costs in 2022
- Recent Findings on SNAP Adequacy
- Looking Ahead

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What is food insecurity?

- Food insecurity is an economic condition in which households lack access to adequate food because of limited money or other resources
- Measured by USDA's 18-item survey in the Current Population Survey
- Who is at highest risk?
 - Households with children, multigenerational households,
 - Adults with a disability
 - Immigrant households
 - Black, Hispanic/Latinx and Native American households

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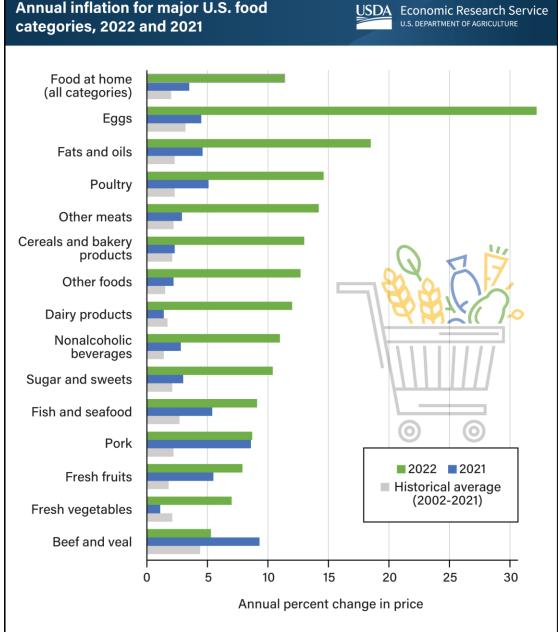
Key federal supports expired, leaving families more vulnerable to food price pressures

- Food insecurity remained level during the pandemic
- Supports with significant impacts included enhanced unemployment, expanded child tax credit (CTC), and SNAP emergency allotments (temporary benefit increase) among others
- Many federal aid programs expired/ended in 2021, leaving families with fewer resources
 - Expanded child tax credit ended in December 2021
 - Universal free school meals ended by the summer of 2022
 - In March 2023, SNAP emergency allotments ended

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Food price inflation rose substantially in 2022

- In 2022, food-at-home (food from grocery stores) prices increased by
 11.4%, the biggest increase since 1974
 - Annual average growth from 2002-2021 was 2%
- In 2023, prices are still increasing, though at a slower rate



Note: **Food at home** is typically bought from grocery stores or other food stores. The **Other foods** category includes soups, frozen and freeze-dried prepared foods, snacks, spices, seasonings, condiments, baby food, prepared salads, and other miscellaneous foods.

Source: USDA, Economic Research Service using U.S. Bureau of Labor Statistics Consumer Price Index data.

The Gap between SNAP Benefits and STATE | RUCC # 10 **Meal Costs**

Choose your own parameters or hover over the map to dynamically see meal costs.

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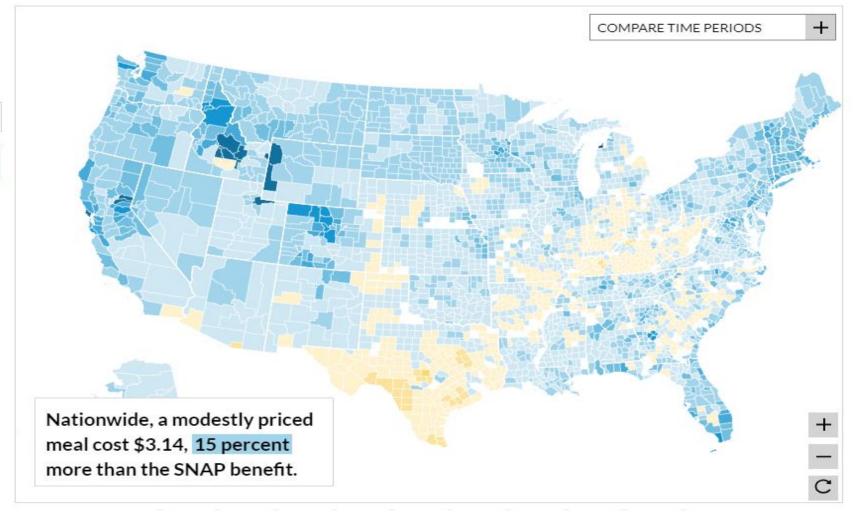
Search for your county

October-December 2022

From October to December 2022, the maximum SNAP benefit participants received reflected the US Department of Agriculture's fiscal year 2023 cost-of-living adjustment. It does not reflect the emergency allotments participants received in 2022.

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SNAP benefit per meal Average meal cost \$3.14

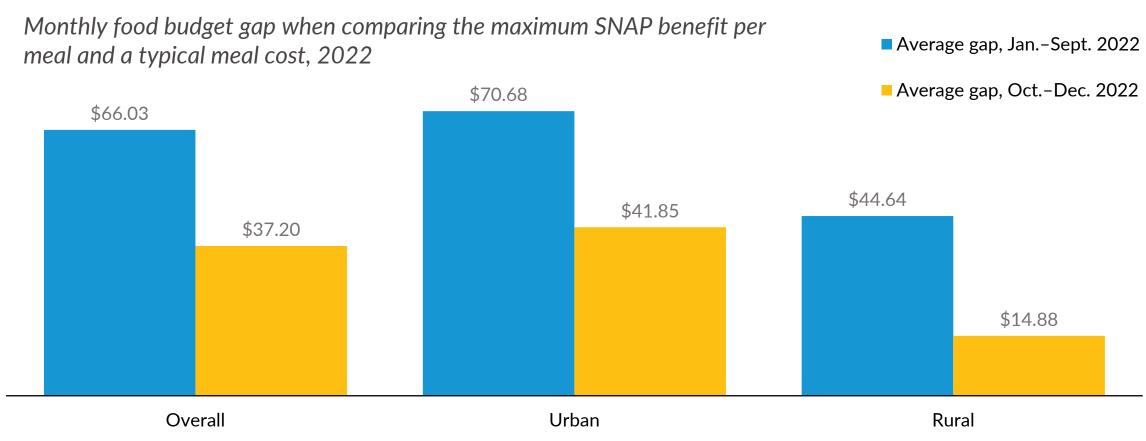


Rapid food price inflation in 2022 eroded the adequacy of SNAP benefits

- SNAP benefits are adjusted every fiscal year (October 1) through a cost-of-living-adjustment (COLA) to respond to inflation
- However, families experienced the peak of food price inflation in the summer of 2022, <u>prior</u> to the COLA that year
- We found that prior to the COLA, 99 percent of counties had a gap between SNAP benefits and meal costs
- After the COLA, this went down to 78 percent of counties
- Nationally, the gap between SNAP benefits and meal costs dropped from \$0.71 per meal (29 percent) to \$0.40 per meal (15 percent)

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The Fiscal Year 2023 COLA Narrowed the Gap between SNAP Benefits and Meal Costs



Source: Authors' calculations of 2021 Census Bureau estimates of SNAP participation by county; Feeding America's Map the Meal Gap data, including NielsenIQ county-level food price data, adjusted for state and local taxes and Office of Management and Budget geographic classifications; fiscal years 2022 and 2023 US Department of Agriculture (USDA) maximum benefit allotments; and Rural-Urban Continuum Codes.

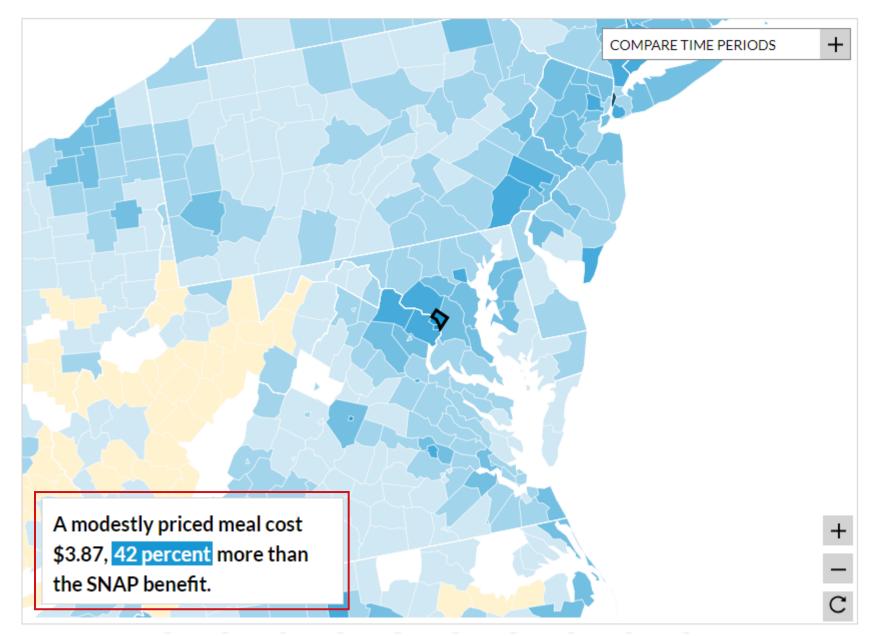
Notes: COLA = cost-of-living adjustment. SNAP = Supplemental Nutrition Assistance Program. Monthly meal costs equal per meal cost multiplied by 3 meals a day for 31 days. Per meal cost equals weekly meal expenditures (using Current Population Survey data) divided by 21 (3 meals x 7 days a week).

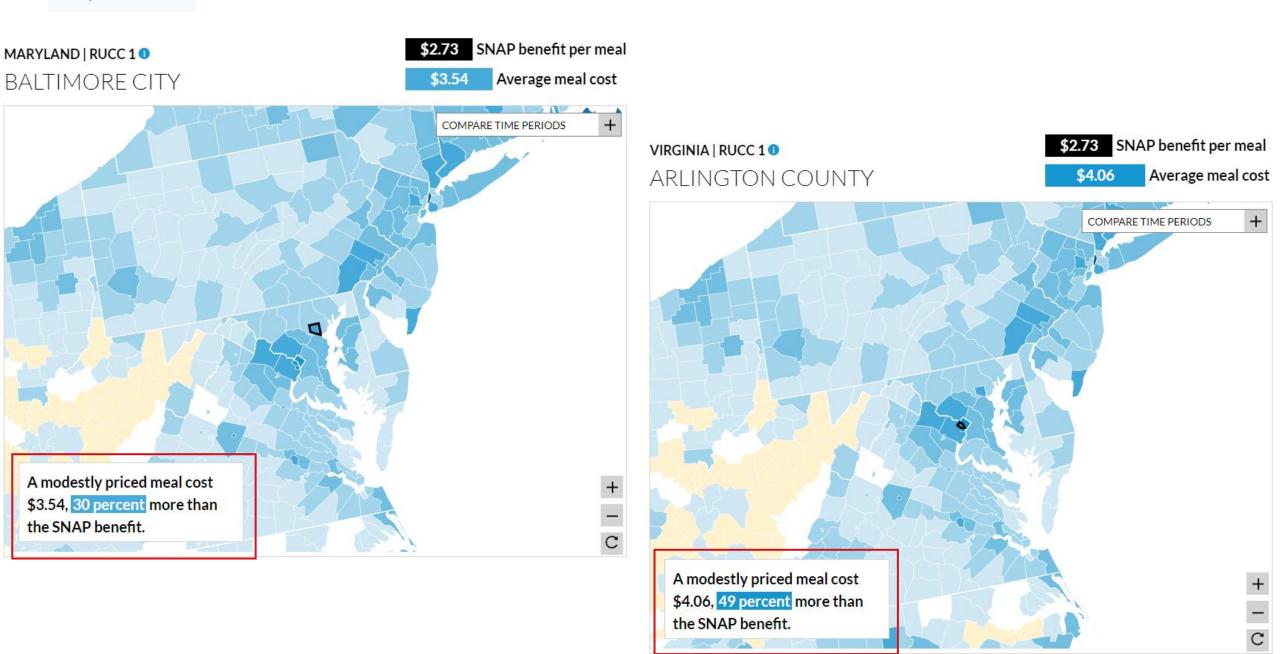
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In urban areas like Washington, D.C., meal costs were **42**% higher than the maximum SNAP benefit

DISTRICT OF COLUMBIA







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It's now more important than ever to strengthen SNAP policy

- With the end of the public health emergency and a return to SNAP eligibility requirements, after October 2023, between 500,000-1 million people are expected to lose SNAP coverage (CBPP)
 - These work requirements have been proven to be ineffective, as they do not improve employment rates or earnings (Urban)
- In the Farm Bill, currently up for reauthorization, more than 80 percent of spending is earmarked for nutrition programs like SNAP, and some policymakers have called for cuts to SNAP spending
- Losing SNAP could increase food insecurity

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Policy recommendations

- Remove strict time limits for able-bodied adults without dependents (ABAWDs) on SNAP benefits
- Allow for two COLAs per year when inflation is high
- Ensure SNAP benefits cover the cost of a modestly priced meal throughout the US

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Thank you! Questions?

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