Intersection of Youth Livelihoods and Agriculture in Africa



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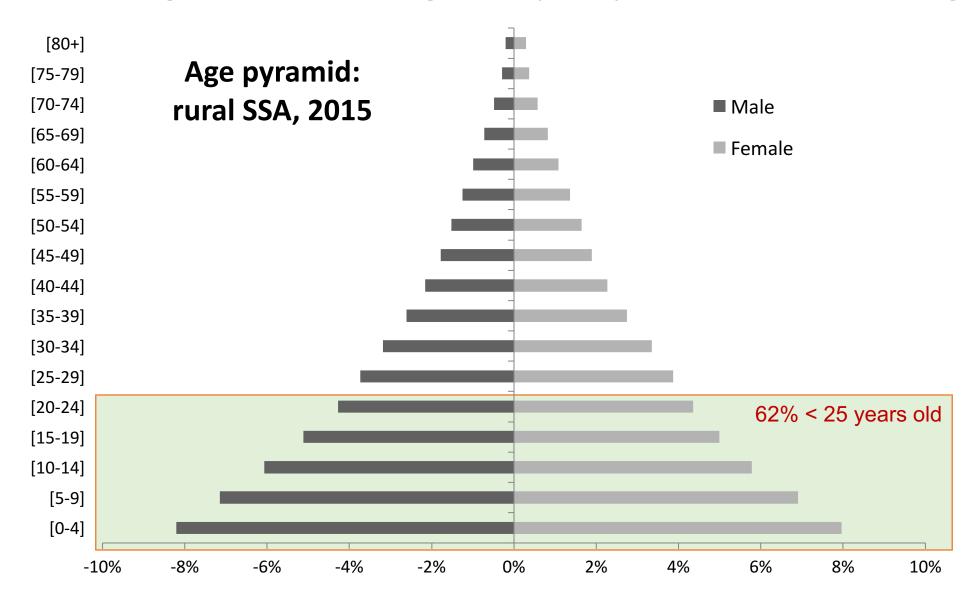
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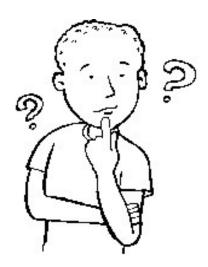


Youth bulge: Looming employment challenge

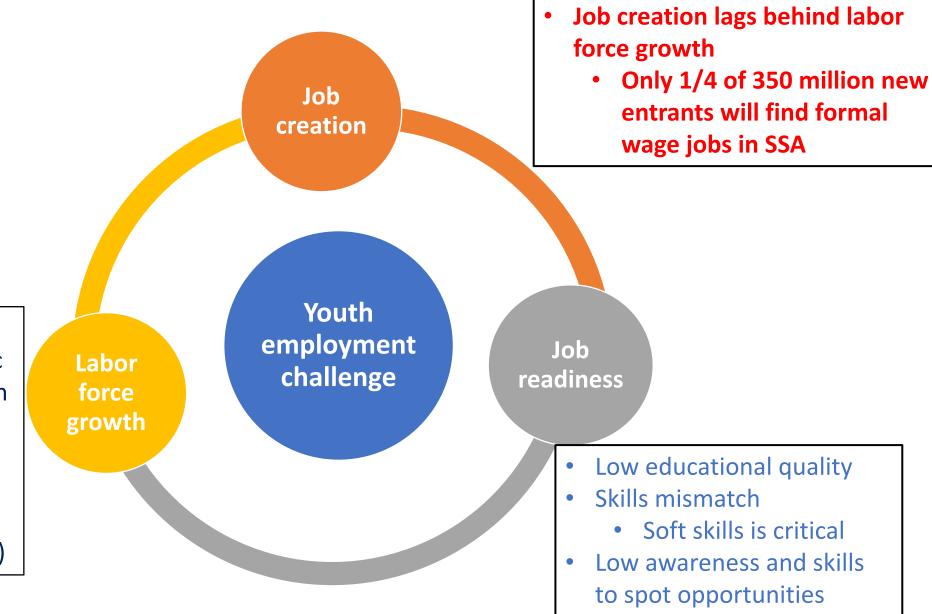


Key Questions

- What is the nature of the youth employment challenge?
- What is the role of agriculture and food system in promoting youth livelihoods?
- What can governments do to enhance youth livelihoods?



Nature of Youth Employment Challenge in Africa



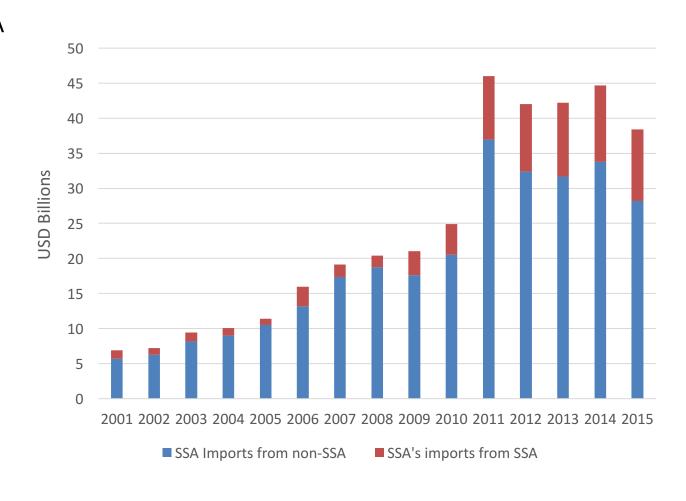
- High labor force growth due to slow demographic transition - 3% per year in SSA
- 11 million youth to enter labor force each year in SSA till 2035 (Losch 2016)

Agrifood system: A sector of opportunity for job creation and economic transformation

1. Growing demand for food and agricultural products

- Food demand to expand by 55% in SSA (World Bank, 2015)
- Rising reliance on imported foods
 - SSA food import rose from US\$6 billion to US\$ 45 billion between 2001 and 2014

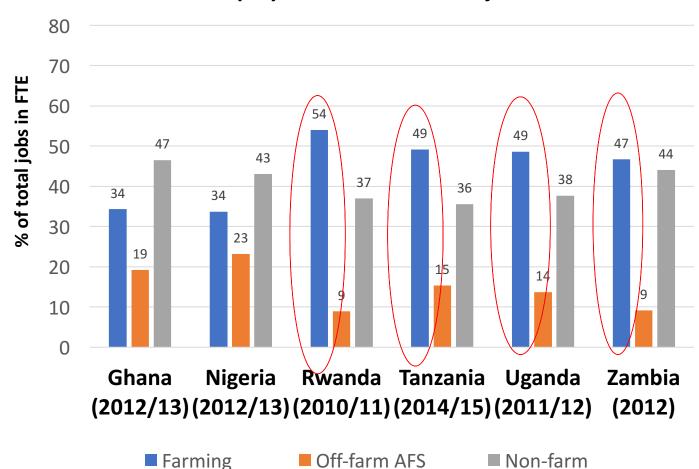
 Opportunity to accelerate economic growth and job creation in importsubstituting local production and marketing.



Source: ReNAPRI (2017)

2. Farming is single largest employer of young people

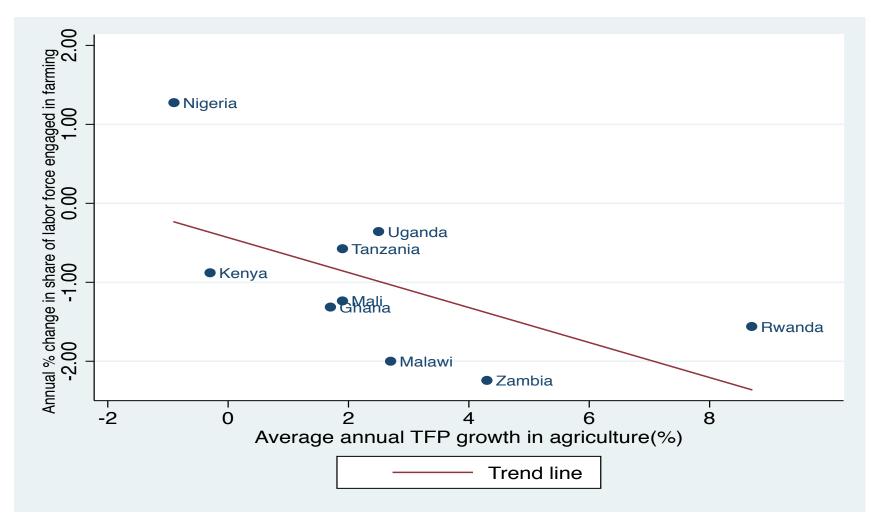
Sectoral employment shares of total jobs in FTE



- Share of total FTE jobs
 - Labor force (15-64 years): 34%-54%
 - Youth (15-24 years): 40%-63%
 - Young adults (25-34 years): 25%-49%
- Investment to improve productivity and profitability of farming will affect the greatest number of people and assure broad-based and inclusive economic growth

Source: Yeboah and Jayne, 2017

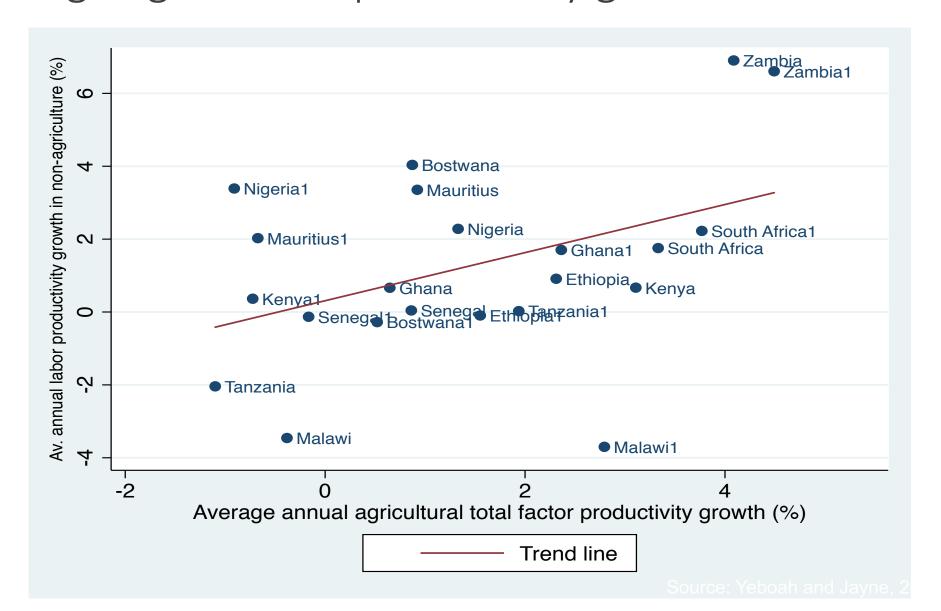
3. Performance of agriculture will influence rate of job growth in the overall economy



Farming's employment share declining most rapidly among countries enjoying highest agricultural productivity growth

Source: Yeboah and Jayne, (2017)

Non-farm labor productivity growth highest among countries with high agricultural productivity growth



	Fixed effect model	
	(i)	(ii)
Log lag labor productivity in agriculture	-0.133*	-0.284**
	(-2.15)	(-2.77)
Log lag labor productivity in non-agriculture	-0.0121	-0.176
	(-0.23)	(-1.89)
Other covariates		
Index of governance (lagged)	-0.0205	0.0698
	(-0.45)	(1.06)
Time trend	-0.00961**	* -0.00458
	(-4.62)	(-0.96)
Population density	-0.00181	-0.00475
	(-1.51)	(-1.89)
Road density	-	-0.000260
	_	(-0.21)
Constant	-0.519**	0.0690
	(-3.07)	(0.20)
	-	
Number of observations	161	78
Number of Countries	11	10
Adjusted/Overall R-square	0.71	0.87
Time period	1995-2011	1995-2011

Lagged labor productivity in agriculture is a key driver of observed decline in agriculture employment share

Source: Yeboah and Jayne, 2017

(see: http://foodsecuritypolicy.msu.edu/uploads/files/CrossCountry/Yeboah_and_Jayne_2017-_AGA_article.pdf)

What should governments do?

- Central plank of a comprehensive youth employment strategy: interventions to raise agricultural productivity growth
 - Create new opportunities in farming
 - Multiplier effects: performance of farming will influence the pace of growth in non-farm and AFS jobs
- Strategic policies include
 - Invest in R&D and institutional capacity building to generate new knowledge
 - Develop robust and effective extension systems to facilitate access to productivity enhancing technologies
 - Improve coverage and quality of physical infrastructure (energy, road, communication)
 - Develop youth-centered programs to make farming profitable for young people
 - Facilitate access to productivity enhancing inputs (e.g. fertilizer), market, and resources (e.g. land, finance, labor-saving technologies)
 - Promote mentoring by successful farmers (youth mentors)

What should governments do?

- Invest in education and skill development to upgrade skills of the labor force
 - Prepare youth to "spot" and take advantage of new job opportunities
 - Regular update of educational curriculum and approaches
- Invest in actionable research to address the data gaps on labor market issues and impact evaluation
 - What works well and how?
- Strengthen youth voice on decisions concerning them

We cannot always build the future for our youth, but we can build our youth for the future – Franklin D. Roosevelt

Thank you



Questions?