

Summer 2019 Policy Brief: Healthy Incentives Program

#### WHAT IS THE PROBLEM?

As of 2016, I in 10 families in Massachusetts is food insecure.

- The rising cost of living in the state, combined with the stagnancy of the minimum wage (currently \$12) ensure that food insecurity is a persistent problem.
- The cost of food insecurity, including increased healthcare expenses and loss of productivity during work hours, totals to \$2.4 billion a year.
- Programs such as the Supplemental Nutrition
   Assistance Program (SNAP) are designed to assist
   food insecure families, but often have limited
   locations and access to fresh fruits and vegetables.

#### WHO IS AFFECTED?

Food insecurity affects many diverse households.

- Populations of SNAP participants typically correlate with urban populations, and populations of immigrants and ethnic minorities.
- More than half of SNAP participating families have children and elderly or disabled members.
- A third of SNAP participating families are working.

Local farmers are experiencing increased economic challenges.

- Only 14% of Massachusetts farmland is protected from development.
- The threat of urban expansion, combined with a scarcity of young people seeking careers in agriculture, threatens local farms in the state.
- Farmers' markets are also struggling, with competition from more convenient grocery stores and diminishing attendance.

#### WHAT IS HIP?

The Healthy Incentives Program (HIP) incentivizes SNAP clients to buy fruits and vegetables.

- Produce can be purchased with an EBT card at participating farmers' markets, farm stands, mobile markets, and CSA farm share programs.
- For every dollar amount purchased by SNAP clients in fruits and vegetables, HIP matches it up to a certain, need-based monthly limit determined by the size of the household.
- Monthly incentives begin at \$40 and return directly to the client's EBT card.

## HIP IS WIN-WIN-WIN

- Low income and food insecure families have better access to healthy, local fruits and vegetables, which empowers them to develop lifelong healthy habits.
- Local farming businesses have a consistent and enthusiastic base of customers who support sales at farmer's markets.
- Local economies and communities experience positive growth from the experience, including \$1.12 of local economic impact for every dollar spent.



Summer 2019 Policy Brief: Healthy Incentives Program

#### WHO QUALIFIES?

SNAP clients are automatically enrolled into HIP state-wide and can participate at any registered vendor.

- HIP helps SNAP clients to build long-term healthy habits by bridging the nutrition gap created by food inaccessibility and insecurity.
- SNAP clients who participated in the program have reported significant health benefits for themselves and their families, including relief from chronic pain, and improved cholesterol and blood sugar.
- HIP also encourages conversation and interaction with neighbors regarding their HIP-supported home gardens, and a more informed perspective on local food systems and businesses.

#### **HOW IS IT FUNDED?**

Funding began with a \$3.4 million USDA grant, which expanded the healthy Incentives Pilot into the healthy Incentives program.

- The unanticipated popularity of HIP led to its lack of funding and suspension in April 2018.
- Since then, the program has experienced inconsistency and uncertainty about funding sources and its long-term future as part of SNAP.
- HIP received enough funding to begin on May 25, 2019, in time for the summer season. Supporters and advocates of HIP are seeking to pass the senateproposed \$6.5 million budget in FY20.

#### ARE THERE FUTURE GOALS?

Supporters, advocates, and SNAP clients have many goals for the long-term future of the program.

- These goals will be better achieved if the proposed
  \$6.5 million budget is approved. For example:
  - Extending program's duration through the winter months.
  - o Increasing participation in HIP by 15%.
  - Establishing stronger ties in communities currently underserved by the program.
- One simulation study found that incentive programs like HIP reduce healthcare costs as clients develop long-term healthy eating patterns--making incentive programs very cost effective.

## WHAT CAN YOU DO?

- SNAP Clients:
  - Check for local vendors that display the HIP logo at farmer's markets, farm stands, and CSA programs.
- Farmers and Vendors:
  - Apply to be a SNAP and hip authorized retailer.
- MEFAP Advocates:
  - Contact your legislators in support of the program and the \$6.5 million budget for FY20 in S48 and H145.
  - Keep the conversation going by spreading the word about HIP.



Summer 2019 Policy Brief: Healthy Incentives Program

#### References

- Coffin, C. (2017, September 22). Addressing farmland challenges in Massachusetts. Retrieved from <a href="https://www.landforgood.org/addressing-farmland-challenges-massachusetts">https://www.landforgood.org/addressing-farmland-challenges-massachusetts</a>
- Crane, J. P. (2018, April 30). Westford Farmers Market Cancellation is 'End of An Era'. Westford Cat News. Retrieved from <a href="http://www.westfordcatnews.org/2018/04/westford-farmers-market-cancellation-is-end-of-an-era/">http://www.westfordcatnews.org/2018/04/westford-farmers-market-cancellation-is-end-of-an-era/</a>
- Kaufman, A. (2018, April 16). Legislators seek more funds for Healthy Incentives Program. Senteniel and Enterprise. Retrieved from <a href="http://www.sentinelandenterprise.com/news/ci\_31808482/legislators-seek-more-funds-healthy-incentives-program">http://www.sentinelandenterprise.com/news/ci\_31808482/legislators-seek-more-funds-healthy-incentives-program</a>
- Kortebein, M., Korman, P., & Maxwell, C. (2019, May 07). Massachusetts can address hunger and healthy eating through local farms (Guest viewpoint). *MassLive*. Retrieved from <a href="https://www.masslive.com/opinion/2019/05/massachusetts-can-address-hunger-and-healthy-eating-through-local-farms-guest-viewpoint.html">https://www.masslive.com/opinion/2019/05/massachusetts-can-address-hunger-and-healthy-eating-through-local-farms-guest-viewpoint.html</a>
- Lee, Y., Mozaffarian, D., Sy, S., Huang, Y., Liu, J., Wilde, P. E., . . . Micha, R. (2019). Cost-effectiveness of financial incentives for improving diet and health through Medicare and Medicaid: A microsimulation study. *PLOS Medicine*, *16*(3). doi:10.1371/journal.pmed.1002761
- Lisinski, C. (2018, July 22). For farmers markets, growing challenges. Lowell Sun. Retrieved from <a href="http://www.lowellsun.com/news/ci">http://www.lowellsun.com/news/ci</a> 32024455/farmers-markets-growing-challenges
- Mandeson, T. (2019, May 16). Get informed about HIP. Greenfield Recorder. Retrieved from <a href="https://www.recorder.com/ltr-mandeson-SNAP-HIPProgramCallOut-25415943">https://www.recorder.com/ltr-mandeson-SNAP-HIPProgramCallOut-25415943</a>
- MA Food Systems Collaborative. (n.d.). *Campaign for HIP Funding*. Retrieved from <a href="https://mafoodsystem.org/projects/sub/hip-indivs/">https://mafoodsystem.org/projects/sub/hip-indivs/</a>
- MA Food Systems Collaborative. (2016). FINI: Massachusetts Healthy Incentives Program. [PDF file]. Retrieved from <a href="https://mafoodsystem.org/media/resources/pdfs/HIPBackground.pdf">https://mafoodsystem.org/media/resources/pdfs/HIPBackground.pdf</a>
- MA Food Systems Collaborative. (n.d.). *Healthy Incentives Program* | *Logic Model*. [PDF file]. Retrieved from <a href="https://mafoodsystem.org/media/resources/pdfs/HIPLogicModel.pdf">https://mafoodsystem.org/media/resources/pdfs/HIPLogicModel.pdf</a>
- MA Food Systems Collaborative (n.d.). *Massachusetts Healthy Incentives Program (HIP*), [PDF file]. Retrieved from https://mafoodsystem.org/media/projects/pdfs/HIPfactsheet.pdf



Summer 2019 Policy Brief: Healthy Incentives Program

Mangan, F. & Barros, Z. (2016) Growth of Ethnic Groups and Food Stamps in Urban Areas of Massachusetts [PDF file]. Amherst, MA: UMASS Amherst. Retrieved from

https://www.mafoodsystem.org/media/resources/pdfs/HIPEthnicGroups.pdf

Massachusetts Department of Transitional Assistance. (n.d.). *Healthy Incentives Program (HIP*). Retrieved from <a href="https://www.mass.gov/healthy-incentives-program-hip">https://www.mass.gov/healthy-incentives-program-hip</a>