Targeted benefits and dietary choices: Evidence from Healthy Start

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2 December 2020

Background

Rising obesity and poor diets are a growing policy concern

Policy makers have tried many ways to improve diet quality

The Healthy Start Scheme

Large-scale, nationally-implemented scheme that aimed to increase F&V

We investigate:

- Did the scheme affect food purchases and dietary intake?
- The mechanism

Healthy Start Scheme

Introduced in November 2006

Vouchers for low-income families (children < 4) and pregnant women

 Spend on plain fresh fruit and veg, cow's milk and infant formula



Healthy Start Scheme



Approx £3.00 per voucher p/w

- One voucher per child; two for children aged 0-1
- Vouchers sent monthly; valid only for that month

Findings (1)

We use supermarket scanner data to estimate the overall effect of the Scheme, focusing on low-income families (i.e. those on benefits). We compare:

- Spending on F&V among those eligible vs not eligible
- Spending on F&V for both groups before vs after Nov 2006

Spending:

- ▶ The eligible increased F&V spending by 15% compared to those ineligible
- ▶ This is similar to £2.43 extra spent on F&V per household per month
- Or 1.8kg

Nutritional choices:

- ▶ An increase in fibre, beta-carotene, carbs, iron, potassium and zinc
- ▶ No evidence of any increase in (added) sugars, (saturated) fats, or salt

Findings (2)

Mechanism behind the effect

- Economic incentives: increase in budget for F&V
- ▶ Behavioural: *labelling* of the vouchers

We explore this by looking at two groups of voucher recipients:

- Those who spent more than the voucher on F&V before Nov06
- ► Those who spent *less* than the voucher on F&V before Nov06

The increase in spending is driven by the latter group

- No change in spending among those in the first group
- ▶ But also no increase in other spending

Discussion

Two substantive contributions to the debate on improving dietary choice

- ► Targeted benefits are effective in increasing F&V consumption
- ► They worked through economic incentives

The Healthy Start Scheme

- ► Scheme cost £100m; 0.5m recipients
- Worked on half of recipients; 1 portion p/d
- Group most in need of increasing fruit and veg consumption?

Policy implications; highlight 2 characteristics of the Scheme

- Value: Reach more households with higher value vouchers
- Coverage: Change food basket by better targeting of foods

Thank you

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