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Unpaid Care Work & The Life Cycle Patterns of Gender Gaps in the Labour Market

A Time-Use Survey Methodological Innovation in the Malaysian Context

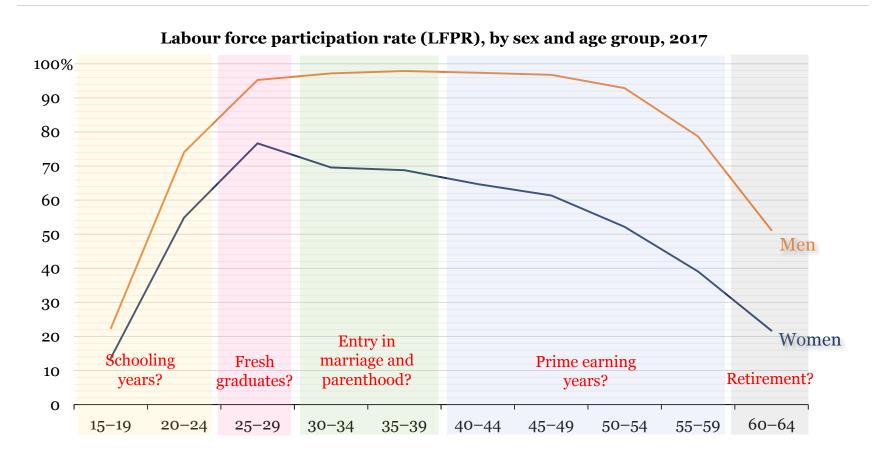
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Hungarian Academy of Sciences, Budapest 25th October 2018

Research Motivation

The younger the better

Women's labour supply varies more across age group, compared with men



Source: Department of Statistics Malaysia

Research Objective

Main Objectives:

- (1) Articulate the care hypothesis using existing Labour Force Survey statistics.
- (2) Put forward the case for a small-scale TUS to supplement official statistics to test the care hypothesis.
- (3) Explore the theoretical plausibility of extending the results of the TUS to larger datasets to enable the construction of life-cycle profiles of time use for a broader national population.

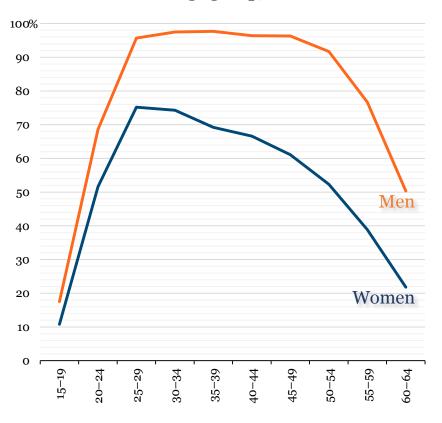
Content

- 1. The Care Hypothesis
- 2. Small-scale TUS proposal
- 3. Extension to larger datasets
- 4. Conclusion

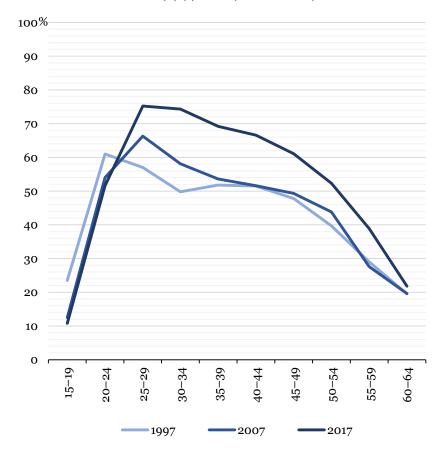
The Care Hypothesis – What do the statistics tell us

Persisting single-peaked pattern

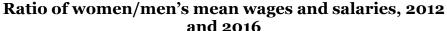
Labour force participation rate, by sex and age group, 2017

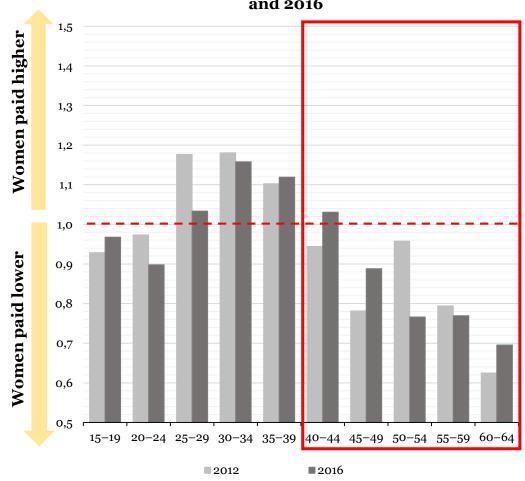


Women's labour force participation rate, 1997, 2007 and 2017



Wage gap reversed after 40s





Age distribution of gender wage gap mirrors women's LFPR curve by age:

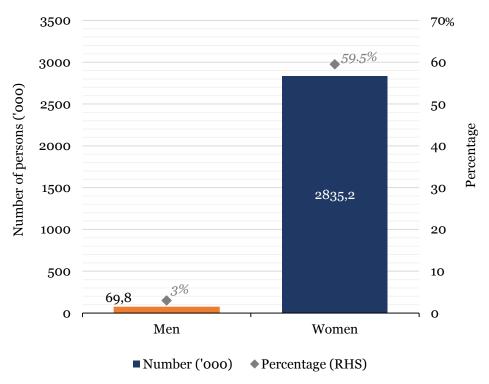
- Women are paid higher between 25 and 44
- The gap is reversed for those in their 40s

The Care Hypothesis

Hypothesis:

Women in their childbearing years are participating less in the labour force but could potentially return to the labour force in the 40s with a wage penalty.

Population who stay outside the labour force due to housework/family responsibilities, 2017



Stark difference between proportion of men and women held back by housework:

- 60%, or 2.8 million women stayed outside the labour force because of housework
- Compared to 3%, or 69,800 men

Addressing the gap — Conducting a small-scale TUS

3 Primary Questions

Intra-household labour division

Q1:

What is the difference in time spent on paid work and unpaid care work between men and women in different social, economic, and spatial contexts?

Life-cycle evolution

Q2:

How does this vary for men and women at different stages in life and co-vary with their economic and demographic profiles?

Empirical evidence

Q3:

Is time spent on unpaid care work correlated with various labour market outcomes, including labour force participation, hours worked, income, and status in employment?

For Q1: Designing TUS with emphasis on unpaid care work

Sampling Design – Purposive Sampling

- Where: One of Kuala Lumpur's strategic zones
- Who : Age 20-64 (net care-giver within working-age population)
- Stratification:

Class \ Gender	Male	Female
Top 20% households	10%	10%
Middle 40% households	20%	20%
Bottom 40% households	20%	20%
TOTAL	50%	50%

Survey Framework

- Stand-alone, ad-hoc survey with 24-hour full diaries
- Face-to-face recall interviews

Survey Instruments

3 survey instruments:

- Time-Use Diary
- Structured Interview Form
- Profile Questionnaire

Design specification of Time-Use Diary

Time	What were you doing?	Where were you t	ou and/or how travelling?	Who did you do this activity (or these activities) with?				
	(Activity 1)	(Activity 2)	Transport Location		Activity 1	Activity 2		
4.00am								
4.15	A 40 to 50							
4.30		important in l extent of unpaid	Travel inf	formation	The so			
4.45	I I	lot of care work in ook after kids, are	1 1	res the ity of care	context of care captures any			
5.00am	done simultane	ously with other		frastructure	sharing of care responsibilities			
5.15	main a	ctivities						
5.30								
5.45								
6.00am								
6.15								
6.30								
6.45								

Structured Interview: Questions spanning 3 domains

(1) Regularity

Whether the day recorded is a regular/typical workday

E.g. Do you think the last 24 hours as recorded in your time diary is representative of your usual weekday?

Yes or no?

(2) Optionality

Whether the respondents have a choice in determining the nature and length of these activities.

E.g. In general, are you satisfied with the amount of time you spend in your job(s) and care work/housework currently? If not, how would you want to change?

(3) Transition

Whether and why care management mechanism has changed in one's life course

E.g. Looking back at how your family/household manages care and housework. How and why has the way your family/household manages care and housework changed?

Recap: 3 Primary Questions

Intra-household labour division

Q1:

What is the difference in time spent on paid work and unpaid care work between men and women in different social, economic, and spatial contexts?

Life-cycle evolution

Q2:

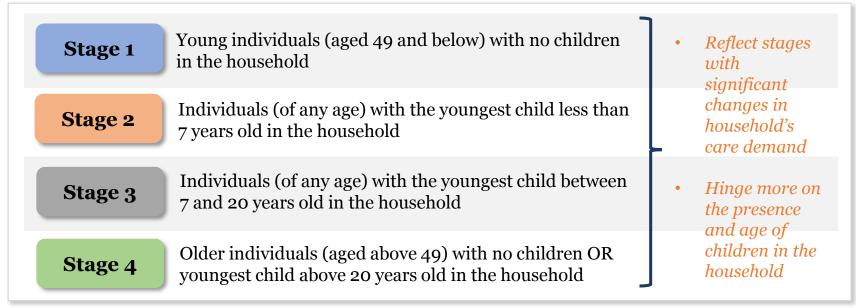
How does this vary for men and women at different stages in life and co-vary with their economic and demographic profiles?

Empirical evidence

Q3:

Is time spent on unpaid care work correlated with various labour market outcomes, including labour force participation, hours worked, income, and status in employment?

For Q2: Re-defining life-cycle stages



Example of life-cycle profile for men and women:

Life-Cycle Phase	Mer	n's hours of w	vork	Women's hours of work				
	Market Work	Unpaid Care Work	Total	Market Work	Unpaid Care Work	Total		
1								
2								
3								
4								

Recap: 3 Primary Questions

Intra-household labour division

Q1:

What is the difference in time spent on paid work and unpaid care work between men and women in different social, economic, and spatial contexts?

Life-cycle evolution

Q2:

How does this vary for men and women at different stages in life and co-vary with their economic and demographic profiles?

Empirical evidence

Q3:

Is time spent on unpaid care work correlated with various labour market outcomes, including labour force participation, hours worked, income, and status in employment?

For Q3: Regression analysis

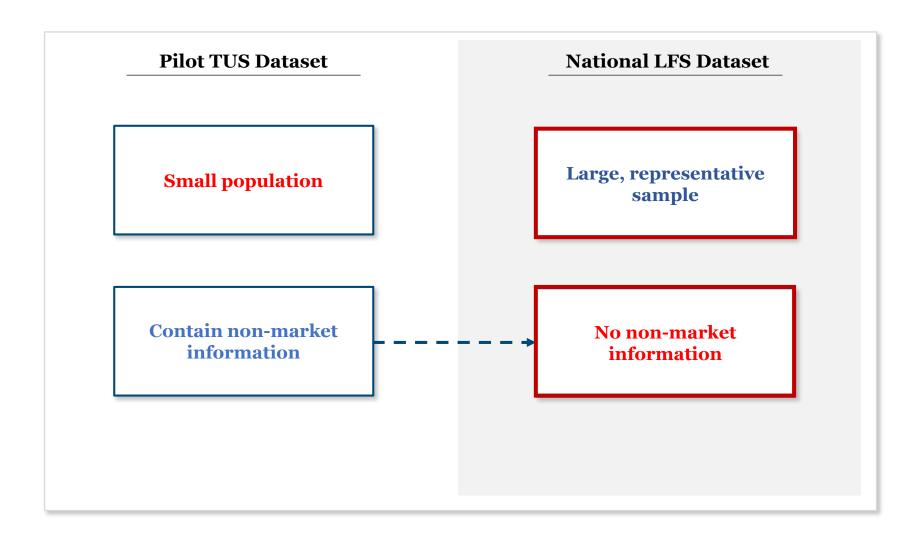
The association between unpaid care hours and labour market outcome

The differential effect of unpaid care work between men and women on labour market outcomes

- Labour Market Outcomes include labour force participation, market hours worked, personal income and status in employment.
- **Unpaid Care Hours** is the sum of time spent on unpaid child and/or aged care and housework, e.g. cleaning, cooking, shopping for households etc.
- Other **Control Variables** include ethnic group, education level, marital status, household income, number of children, number of household members, and whether the household employ any external care service.

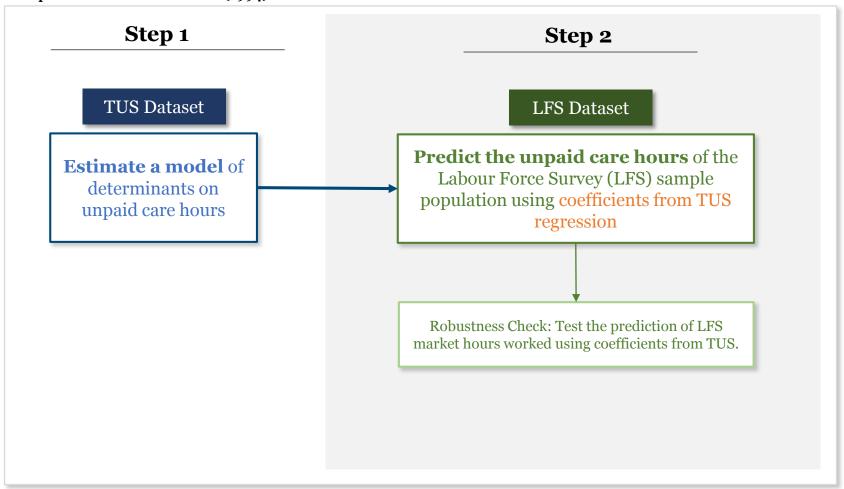
Methodological Innovation - Extending TUS results to larger datasets

Merging two datasets



Overview: The 2-Step Procedure

Adapted from Leete and Schor (1994):



Step 1: Estimate a model of determinants of unpaid care hours

Unpaid Care Hours_i = $\alpha + \beta'_1$ Household Factors_i + β'_2 Demographic Factors_i + β'_3 Economic Factors_i + ε_i

(1) Household Factors:

- Number of household members
- Number of children aged <20
- Number of old person aged >64

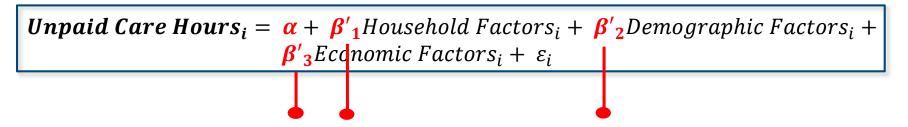
(2) Demographic Factors:

- Gender
- Marital status
- Education level
- Ethnic group
- Status as head of household

(3) Economic Factors:

- Hours spent on market work
- Personal wages & salaries

Step 1: Estimate a model of determinants of unpaid care hours



Coefficients that will be used in the next step for prediction of unpaid care hours.

(1) Household Factors:

- Number of household members
- Number of children aged <20
- Number of old person aged >64

(2) Demographic Factors:

- Gender
- Marital status
- Education level
- Ethnic group
- Status as head of household

(3) Economic Factors:

- Hours spent on market work
- Personal wages & salaries

Step 2: Predict LFS unpaid care hours

Unpaid Care Hours_i = $\alpha + \beta'_1$ Household Factors_i + β'_2 Demographic Factors_i + β'_3 Economic Factors_i

Labour Force Survey Dataset

Individual	Gender	Edu level	Ethnic group	 	No. of hh members	No. of children	Status as <u>HoH</u>	Market hours worked	Unpaid care hours
Ind. #1				 		•••			
Ind. #2				 		•••			
Ind. #3				 					
Ind. #4				 					
Ind. #5				 					
Ind. #6				 					
Ind. #7				 					
Ind. #8				 					
Ind. #9				 					
Ind. #10				 					
Ind. #11				 					
Ind. #12				 					

Life-cycle profiles

Table 1: Men and women's hours of market work, domestic work and unpaid child care, by life-cycle phase

Life-		Men's hour	s of work			Women's hou	ırs of work	
Cycle Phase	Market Work	Domestic Work	Unpaid child care	Total	Market Work	Domestic Work	Unpaid child care	Total
1								
2								
3								
4								
A11								

Table 2: Men and women's labour market outcomes, by life-cycle phase

Life-		Me	en	, ,	Women				
Cycle	Mean	Median	% in	%	Mean	Median	% in	%	
Phase	salaries &	salaries &	labour	employed	salaries &	salaries &	labour	employed	
Tilasc	wages	wages	force	full-time	wages	wages	force	full-time	
1									
2									
3									
4									
A11									

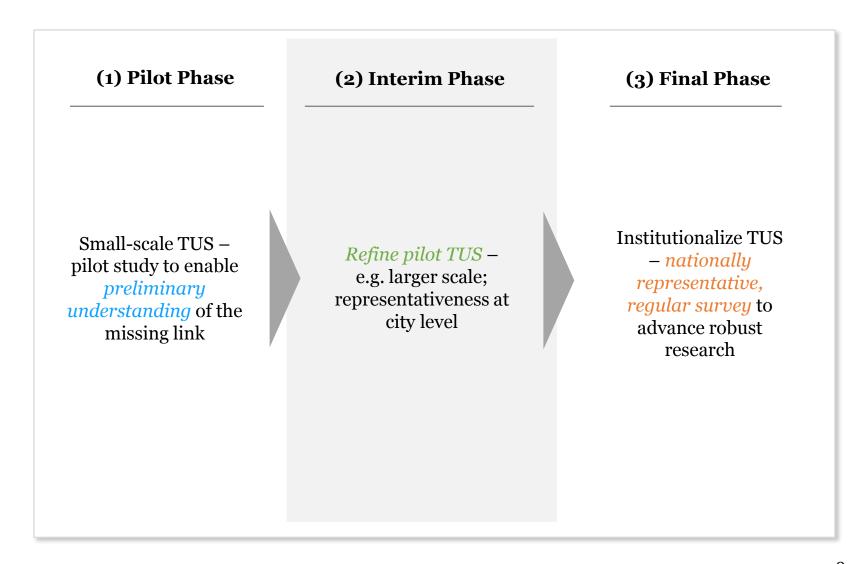
Robustness Check: Testing the prediction of market hours worked

 $Market\ Hours\ Worked_i = \alpha + \beta'_1 Household\ Factors_i + \beta'_2 Demographic\ Factors_i + \beta'_3 Economic\ Factors_i + \varepsilon_i$

Individual	Gender	Edu level	Ethnic group	 	No. of hh members	No. of children	Status as <u>HoH</u>	Market hours worked
Ind. #1				 				
Ind. #2				 				
Ind. #3				 				
Ind. #4				 				
Ind. #5				 				
Ind. #6				 				
Ind. #7				 				
Ind. #8				 				
Ind. #9				 				
Ind. #10				 				
Ind. #11				 				
Ind. #12				 				

Conclusion

One step at a time



The End