# Paid and Unpaid Labor in Developing Countries 

## An inequalities in time use approach

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## Approaching time

- Broadly speaking, paid and unpaid labor can be assessed either by prices or quantity (time). Our study is about time.
- Time spent in these activities is not equally distributed between groups (e.g. men and women) and within groups (eg. among women).
- We focus on inequalities in time allocation


## What kind of labor?

Paid labor - all labor that receives direct payment in cash
Unpaid labor - basically domestic labor. Other kinds of unpaid labor (eg. work in family business) were only partially considered

Population - urban adults (Accounting problems of time spent in child labor, family labor, and so on). In some comparisons, only adults that spent time both in paid and unpaid activities.

## Time allocation is key

- Time is a limited resource, thus allocation is key
- All persons have the same amount of time available. They differ in allocation.



## The level of inequality

How time spent in paid and unpaid labor is distributed?

Quantile Curves - hours worked in unpaid domestic labor and paid market labor - Urban adults, Bolivia 2001


## Distribution of work hours The Pen Parade

- Pen parade of work hours - paid an unpaid labor - Bolivia 2001
- Disparities in time allocated to paid (market) labor are higher than the ones in unpaid (household) labor
- Patterns of disparity are different
- almost everybody spends some time in household labor, but the amount of type varies much.
- About $30 \%$ of the population spends no time in market work, but the ones who spend some time spend a more homogeneous amount of time.

Lorenz Curves for Unpaid Household and Paid Market Work, Urban Adults, Bolivia 2001


## Distribution of work hours The Lorenz Curve

- Lorenz of distribution of work hours paid and unpaid labor
- Not possible to tell which distribution is more unequal (Lorenz curves cross);
- However, a look at the curves suggests that inequality is higher in time spent in household work. The Ginis confirm.


## Decomposing Inequalities

- Of the overall inequality, how much can be attributed to inequality between groups?
- How much is due to inequality within groups?
- Groups - Time allocated according to social roles: age and sex


## Average Time Spent in Activity, by Age and Sex - Urban Adults, Bolivia 2001 (adj. 2nd. Degree Poly.)


= - Poly. (Men - Market) ——Poly. (Women - Household)

-     - Poly. (Women - Market) ——Poly. (Men - Household)


## Decomposing Inequalities

- Between Groups Inequality
- Inequality within groups is high
- 35\% of total is due only to inequalities between women and men
- $2 \%$ of total is due to inequality between ages.
- Age has less relevance than sex to explain total inequality

Within group inequalities: time spend in household work Lorenz curves by sex, urban adults, Bolivia 2001

—Women
—Men
Equality

## Decomposing Inequalities

- Within Groups Inequality
- Inequality within men is very high. It is also high among women
- Disparities, however, are higher among women
- Therefore, interpreting averages require attention


## What is behind these inequalities?

- Relation between paid and unpaid labor
- Number of children
- Schooling


## Substitution Effect (marginal), time in household labor, adult urban females in marital unions, Brazil 2003



Marginal effect of each additionalchild on women's time allocation, by age of child

$\square$ paid labor $\square$ domestic labor

Marginal effect of each additional child on men's time allocation, by age of child

$\square$ paid labor $\square$ domestic labor

Education marginal effect women's time allocation - Brazil 2003

$\square$ paid labor $\square$ domestic labor

Education marginal effect men's time allocation - Brazil 2003

$\square$ paid labor $\square$ domestic labor

