



Estimating Unpaid Household Activities by Using Socioeconomic and Labor Force Surveys in Indonesia



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- Unpaid household activities is one of the prominent topics in the discussion on the possible better method to measure well-being
- The best practice for estimating unpaid household activities is to conduct time use surveys that measure the amount of time spent by each household member
- However, in Indonesia, the method could have adverse implications on ongoing statistical conduct, primarily in the areas of funding, human resources, staff, and respondent burden, resulting in data quality issues
- This research attempts to estimate unpaid household activities using available annual data (socio-economic survey and labor force survey) as an alternative method, pending the possible availability of better data sources



Data Source: National Socio-economic Survey (SUSENAS)

First survey: 1963 (incidental)

Last survey: 2022 (twice a year: March and September)

Household approach, using sampling area

Sample size (2023):

March : 345.000 households (sufficient for estimation in province level)

September : 75.000 households (capable for estimation in municipal level)

Data collection: direct interview (paper base)

Socio-economic survey collects household and household member characteristics:

- Household: consumption by commodities, income by source of income, housing facilities
- Household member identity: domestic role, marriage status, sex, age, education, health condition, birth, activities, emplyment status in work, work hours, etc.



Data Source: National Labor Force Survey (SAKERNAS)

First survey: 1976 (incidental)

Last survey: 2022 (twice a year: February and August)

Household approach, using sampling area

Sample size (2022):

February : 75.000 households (capable for estimation in province level)

August: 300.000 households(capable for estimation in municipal level)

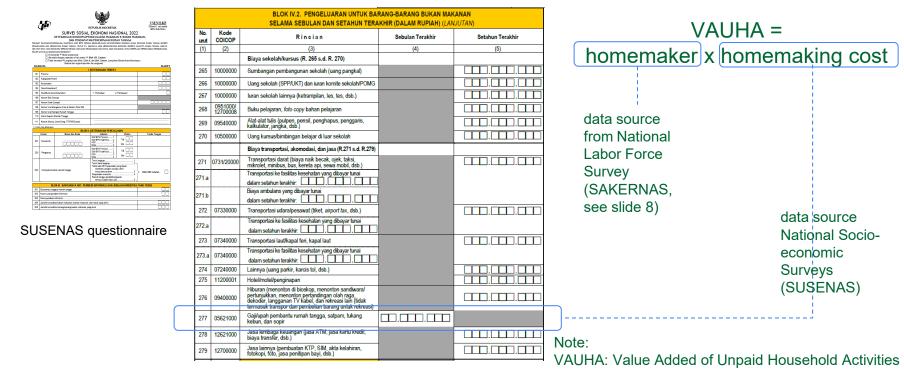
Data collection: direct interview (paper base)

Labor force survey collects household members characteristic:

• role in household, marriage status, sex, age, education and training, activities, status in work, work hours, economic activity classification, job classification, compensation, etc.



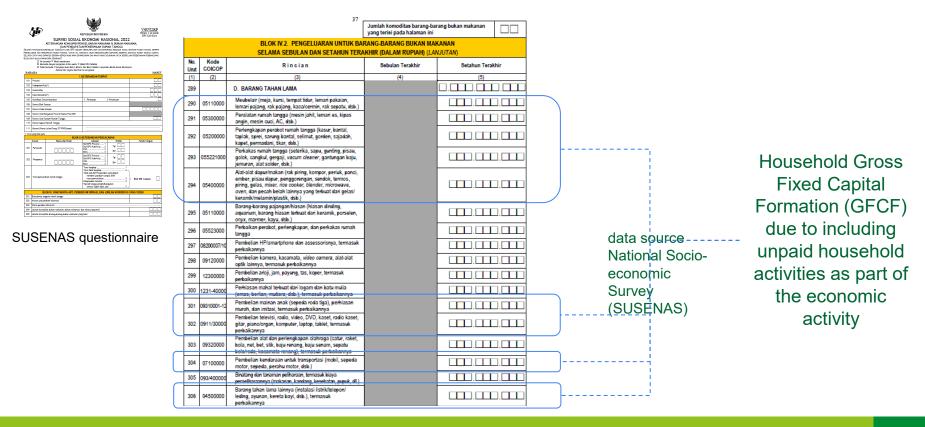
Data Source for Estimating Value Added of Unpaid Household Activities



Align with market-based estimation suggested in SNA: transactions should be valued at market prices, if no market price is available then value is determined based on the market price of comparable products on the market

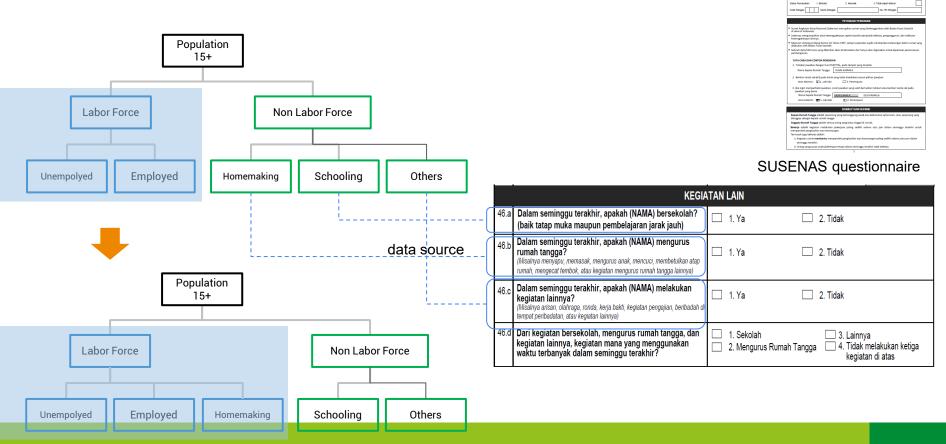


Data Source for Estimating Additional Household GFCF





Data Source for Estimating Homemaker



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SURVEI ANGKATAN KERJA NASIONAL 2022

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Result: Effect on Unemployment and LF Participation, 2022

	Male	Female	Total
Population 15+	104.636.251	104.784.132	209.420.383
Unemployment	5.208.623	3.217.308	8.425.931
Employed	82.553.960	52.742.753	135.296.713
Homemaking	3.621.185	37.628.780	41.249.965
Schooling	7.548.454	8.061.085	15.609.539
Others	5.704.029	3.134.206	8.838.235
Unemployment rate (%)	5,93	5,75	5,86
Unemployment rate* (%)	5,70	3,44	4,56
Labor Force Participation Rate (LFPR) (%)	83,87	53,41	68,63
Labor Force Participation Rate (LFPR)* (%)	87,33	89,32	88,33

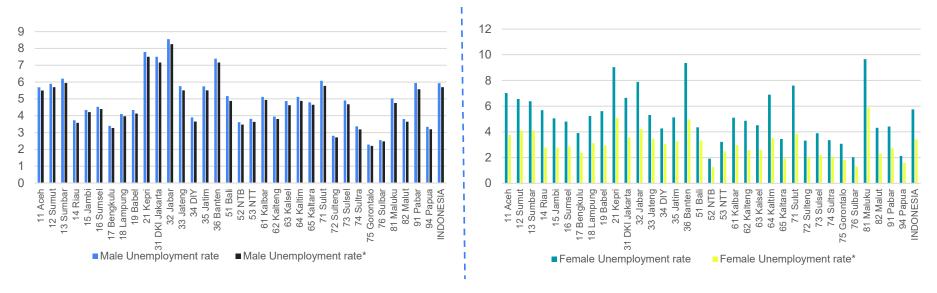
Unpaid household activities decreases unemployment rate and labor force participation rate, particularly among women

Note:

* Including unpaid household activities as part of the economic activity



Result: Effect on Unemployment Rate at Province Level (%), 2022

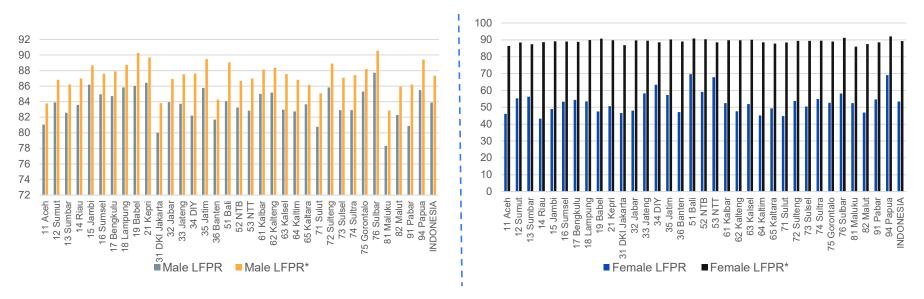


* Including unpaid household activities as part of the economic activity

Unpaid household activities decreases unemployment rate in all provinces, particularly among women. Female unemplyment rate decrease deeper than male



Result: Effect on LF Participation Rate at Province Level (%), 2022



* Including unpaid household activities as part of the economic activity

In all provinces, unpaid domestic work increases the labor force participation rate (LFPR). Female LFPR rises more rapidly than male. Even female LFPR surpasses male LFPR in every province.



Result: Effect on Household Income and Consumption, 2020**

Household	Value	Value*	
Total Disposable Income	9.658,8	10.319,7	
a) Disposable Income	9.658,9	9.658,9	
b) Additional disposable income: unpaid household activities	-	660,9	
Total Consumption	8.861,4	9.362,5	
a) Additional consumption: unpaid household activities	-	660,9	
b) Consumption other than durable goods	8.702,6	8.702,6	
c) Durable goods part of GFCF	158,8	-	
Total GFCF	765,0	923,8	
a) GFCF	765,0	765,0	
b) Durable goods part of GFCF	-	158,8	

- Unpaid household activities increase household value added, income, consumption, and GFCF, while keep other transactions remain the same
- In total it increases household final demand

* Including unpaid household activities as part of the economic activity

** Currently, latest available data for household acconts is 2020 (in trillion Rupiah)



Result: Effect on Gender Inequality Index, 2022**

Indicator	Value		Value*	
	Male F	emale	Male	Female
1. Proportion of married or ever married women (15-49 yo) which give birth not in health facilities**	0,098			0,098
2. Proportion of ever-married women (15-49 yo) which first give birth before 20 yo**		0,265		0,265
3. Share of seats in parliament (%)	78,26	21,74	78,26	21,74
4. Population with at least some secondary education (%)	43,34	39,00	43,34	39,00
5. Labor Force Participation Rate (LFPR, %)	83,87	53,41	87,33	89,32
GII	0,382		0,349	

0.55 0.50 0.45 0.40 0.35 0.30 0.25 0.20 0.15 0.10 Sumut tumbar 4 Riau Jambi Sumsel Jakarta Jatim Banten 2 NTB Kalteng Kaltim 71 Sulut Sultra Aceh 9 Babel Jabar 34 DIY Kalbar Kalsel 5 Kaltara Sulse 82 Malut ampunç 1 Kepr Jatenc Bal 53 NTT Sultenc Sulba Maluku Bengkult orontal Paba 94 Papui INDONESI $\overline{}$ ò ß 22 ന ဖ X 00 75 3 GII* GII

* Including unpaid household activities as part of the economic activity

** Preliminary figure

Gender Inequality Indices in national and provicial level decrese due to increase of Female LFPR

Proxy indicators for Maternal Mortality Ratio and Adolescent Birth Rate due to the availability annual data in province and municipal level



Limitations and Future Efforts

Despite its availability and sufficiency to estimate annual unpaid household activities until municipal level, these data source have limitations and need some efforts to improve their quality

Limitations

- There is less specificity regarding unpaid household activities in national socioeconomic survey
- Socio-economic survey usually provide underestimation

Future Efforts

- Splitting the questions in socioeconomic surveys questionnaire to capture the unpaid household activities
- Aligning the estimation procedure within the SUT frameworks to attain a more accurate estimation level



- Estimating unpaid household activities plays important role in explaining welfare. Including it in the national accounts and gender statistic compilation could:
 - 1. Increase household value added, consumpition, and GFCF
 - 2. Increase labor force participation rate, particularly for female. In Indonesia case the increase of female LFPR is higher than male, event the level of women LFPR to be higher than male
 - 3. Decrease gender inequality index
 - 4. The result of point 2 and 3 show in both national and provincial level
- By considering that ultimate goal of human development is enlarging people choice (including choice to work or homemakig), the resluts above sugest that government has an alternative solution to incerase wellbeing than encourage women to participate in work market
- Additional resarch could be alocated to find best strategy to improve the role of women in doing unpaid household activities to support the well-being
- The use of socio-economic survey and labor force survey cover most of unpaid household activities coverage and is prospective to be improved
- Cooperation with other ministries and institutions should be conducted to improve the provision of better data source



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Thank You

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