Poverty Research Methods Course 15-19 July 2019

Measuring Child Poverty

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Outline

Why is child poverty important to consider as distinct topic?

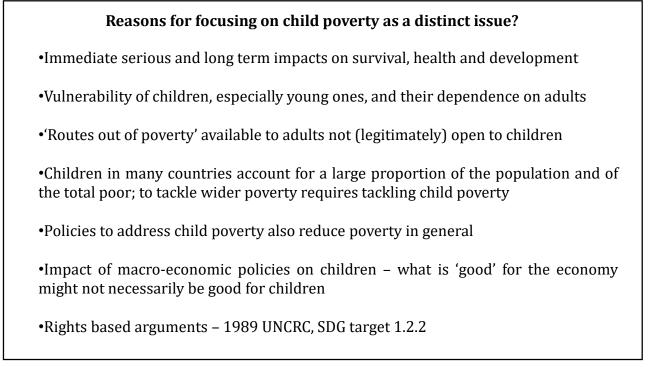
International concerns and the evolution of definitions of child poverty

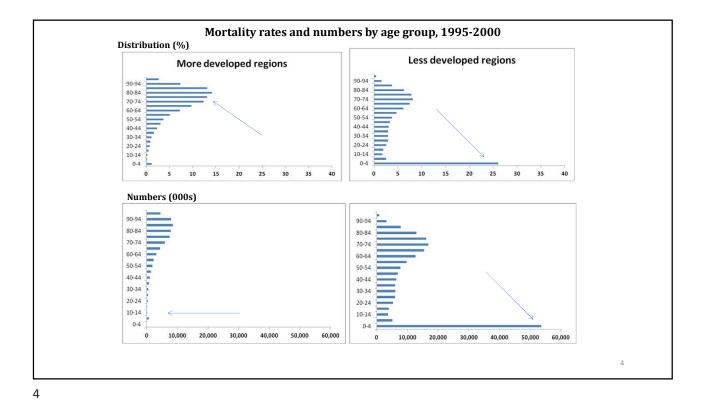
Efforts to measure child poverty

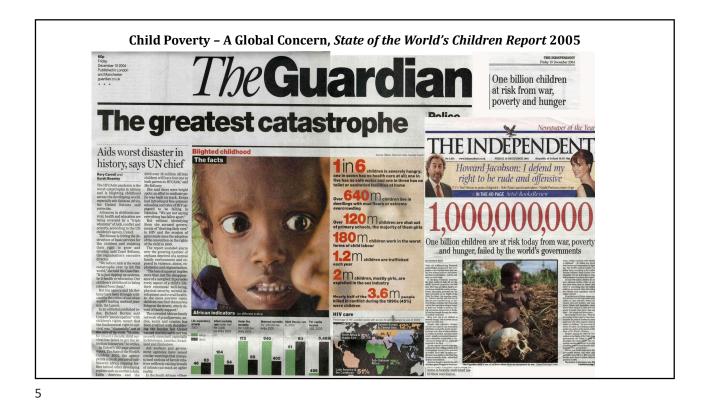
Examples from around the world

Social policies used to tackle child poverty

Useful sources of microdata and tools for child poverty analyses







International Concerns

1924 League of Nations Declaration of the Rights of the Child

1959 UN Declaration on the Rights of the Child

1979 International Year of the Child

1989 UN Convention on the Rights of the Child

1989 UNCRC

- Binding on governments
- Rights to Survival, Development, Protection, Participation

Article 4 States to make provision of resources
Article 27 right to adequate standard of living
Article 26 right to social security and social insurance
Article 24 medical assistance and health care
Article 28 free, compulsory primary education

1990 World Summit for Children

Goals included:

- By 2000, a reduction of infant and under-5 child mortality rate by one third or to 50 and 70 per 1,000 live births respectively, whichever is less
- Global eradication of poliomyelitis by 2000 and elimination of neonatal tetanus by 1995
- By 2000, a reduction of severe and moderate malnutrition among under-5 children by half
- Universal access to safe drinking water and to sanitary means of excreta disposal;
- By 2000, universal access to basic education and completion of primary education by at least 80 per cent of primary school-age children;
- Maintenance of immunization coverage (at least 90% of children under one year of age by the year 2000)

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acce	<u>missed</u> included reduction of child mortality, malnutrition, universal ss to safe water, sanitation, primary education, gender equity in ation
"A mixi	ture of conspicuous achievement and dispiriting failure"
Carol Be	llamy, Director UNICEF
some	and significant progress (being undermined) by setbacks, slippage and in e cases, real retrogression, some of it serious enough to threaten earlier s"Kofi Annan, UN Secretary General

Efforts to measure child poverty

Why Not Use "\$1 a day" for Child Poverty?

Little is known about the income/expenditure/consumption needs of children and how these vary by age, gender and location. Any income poverty threshold for children would thus be set at an essentially arbitrary level given the current lack of knowledge about children's needs

Household-based income 'poverty' analyses assume equal sharing within households. This assumption is unlikely to be correct.

The extent of child poverty is not just dependent on family income but also on public infrastructure and basic services, such as health, education and water supply.

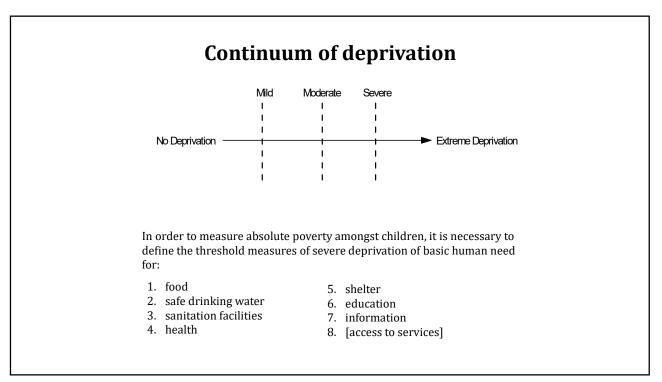
Internationally-agreed *definitions* of poverty focus on outcomes (e.g. the effects of a lack of command over resources, deprivation) not inputs (i.e. low income).

Technical challenges in using an income approach, e.g. calculating equivalent spending power of national currencies over time, equivalisation scales, controlling for infrequent, irregular or seasonal purchases, under-reporting bias and other measurement errors, data discontinuities, quantifying the benefits of 'home production', etc.

Absolute Poverty

After the World Summit on Social Development in Copenhagen in 1995, 117 countries adopted a declaration and programme of action which included commitments to eradicate "absolute" and reduce "overall" poverty.

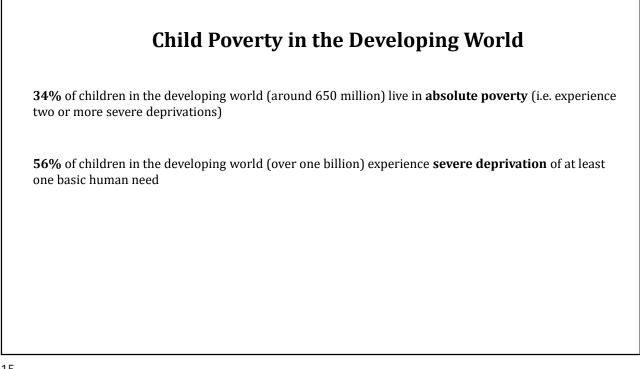
Absolute poverty was defined as "a condition characterised by severe deprivation of basic human needs, including food, safe drinking water, sanitation facilities, health, shelter, education and information. It depends not only on income but also on access to services." (UN, 1995)

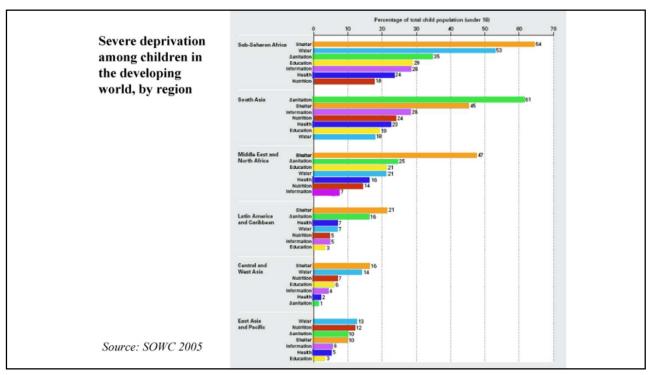




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Severe Deprivation of Basic Human Needs 17% of children in the developing world under 5 are severely food deprived, *i.e. heights and weights for their ages are below -3 standard deviations of the international reference population median;* around 40% of all food deprived children live in South Asia. 14% of children (around 275 million) are severely health deprived. *i.e. - they have not been immunised against any disease whatsoever, or they have had a recent illness causing diarrhoea and received no advice or treatment.*Around 13% children aged between 7 - 18 (145 million) are severely educationally deprived - *i.e. they have never been to school*





In 2006 the UN General Assembly adopted an international definition of child poverty, rooted in the CRC and unambiguously multidimensional:

"Children living in poverty are deprived of nutrition, water and sanitation facilities, access to basic health-care services, shelter, education, participation and protection"

"According to this new definition, measuring child poverty can no longer be lumped together with general poverty assessments which often focus solely on income levels, but must take into consideration access to basic social services, especially nutrition, water, sanitation, shelter, education and information." UNICEF, <u>www.unicef.org/media/media_38003.html</u>

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Other approaches

- Rights based approaches (Gordon et al., 2003; Redmond, 2008)
- UNICEF's Multiple Overlapping Deprivations Approach (MODA) (Chzhen et al., 2014; De Neubourg et al, 2013)
- MPI for children (Alkire and Roche, 2012)
- Subjective measures of child poverty and wellbeing (Main, 2014; Main and Bradshaw, 2016; Rees and Main, 2015; Ridge, 2002)
- Consensual approach (Barnes and Wright, 2012; Nandy and Main, 2015; Kim and Nandy, 2018)... forthcoming work from Tonga, Uganda.

	Adults						Birthday presents Own room Sports equipment Toys				
Necessity	3 meals Toiletries	School equipment Doctor Warm/dry clothing	Different shoes School transport	New clothes Own bed	Pocket money Story books	Desk and chair Educational toys School trip	Computer Fashionable clothes Birthday party	Mobile phone	CD player	Play Station MP3 player	Luxury
	3 meals Toiletries School equipment Doctor School transport Warm/dry clothing Children	School trip Educational toys	Toys Sports equipment	Different shoes Mobile phone	Story books Own room	Own bed	Computer Pocket money	Fashiorable clothes New clothes	Birthday party Birthday presents	CD player Play Station MP3 player Desk and chair	Luxury



Policies to tackle child poverty

UK made remarkable progress in reducing child poverty between 1999-2006

- When the Labour party came into office in May 1997 there was mounting concern about child poverty and inequality
- March 1999 Tony Blair: "Our historic aim will be for ours to be the first generation to end child poverty, and it will take a generation. It is a 20 year mission but I believe it can be done."

Gordon Brown (Ch. of Exchequer) committed and channelled <u>resources</u> into tackling child poverty

What social and public policies were used?

Promoting work and making work pay

•Welfare to work programs (New Deal)

- •Measures to make work pay including:
- •National minimum wage
- •Working Families Tax Credit
- •Reduced payroll taxes for low-income workers
- •Lone parents not *required* to work

Raising incomes for families with children

Raising incomes for families with children
Significant real increases in:
Child Benefit
Welfare grants for children under 10

•New Child Tax Credit for low-income families •New Child Trust Funds

Investing in children

Paid maternity leave extended from 6 to 9 months
Two weeks paid paternity leave
Higher maternity grants for low-income families
Right to request PT/flexible hours when children <age 6
Universal preschool for 3- and 4-year olds
Preschool for disadvantaged 2-year olds
Sure Start for poorest areas, later Children's Centres
Reductions in primary school class sizes
Literacy and numeracy hours
Increased education spending (from 4.5% to 5.6% GDP)
Schools Building Programme
Educational Maintenance Allowances
Minimum school-leaving age raised from 16 to 18

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Results?

~1% national income spent on policies for children and families

Anti-poverty initiatives amounted to a large real increases in spending on children.

By 2002-03, the UK government was spending an **additional £9billion/yr** [0.9% of GDP].

By April 2010, families with children were £2,000/yr better off; families in bottom quintile were £4,500/yr better off.

Headline results

In 1999, 3.4 million children (1 in 4) were in poverty (whether defined in relative or absolute terms) and 2.6 million (1 in 5) were materially deprived.

By 2007/08, absolute poverty fell by 1.7 million – a 50% reduction;

Relative poverty fell by 500,000 – a 15% reduction; Material deprivation fell by 400,000 – a 15% reduction.

Absolute poverty is income <60% median income in 1998/99, uprated only for inflation; Relative poverty is income <60% contemporary median income.

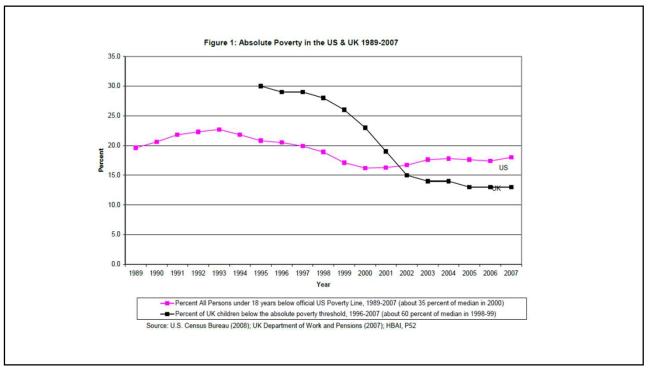
Material deprivation combines an index of lacking basic necessities & having low income.

Other impacts

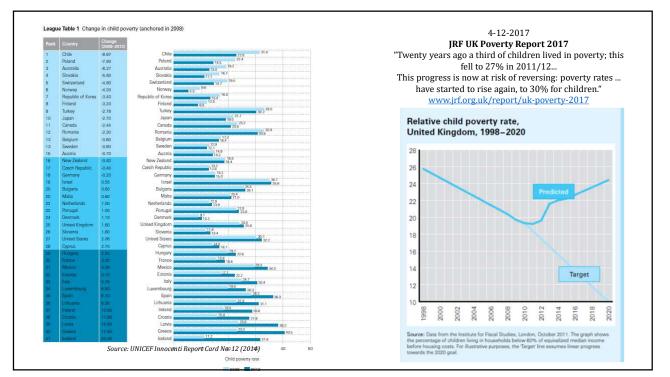
- Families with young children increased spending on items for children, *decreased spending* on alcohol and tobacco
- Adolescents in lone-parent families had *improved mental health*, school attendance, and school intentions
- Sure Start led to improvements in 7 of 14 outcomes assessed (regarding parenting, child health, and child behaviour)
- Literacy and numeracy hours improved children's reading & maths results

After two decades of rising inequality, Labour govt came into office committed to reducing child poverty, and with public support for that goal.

Policies promoted work, made work pay, and also raised benefits for nonworking families and investments in children.



But... Costly distractions made an impact 9-11, War on Terror, Global Financial Crisis (2007-18) 2010 Change of govt, Coalition committed to Austerity led to cuts to public expenditure capping benefits to families shifts to Universal Credit changes in housing benefits ('spare bedroom tax') But: increased provision of child care for 2-yr olds, free school meals for primary school children... 16 November, 2018, Professor Philip Alston, UN Special Rapporteur on Extreme Poverty and Human Rights "- 14 million people, a fifth of the population, live in poverty. - Four million of these are more than 50% below the poverty line, and 1.5 million are destitute, unable to afford basic essentials. - The Institute for Fiscal Studies predicts a 7% rise in child poverty between 2015 and 2022, and various sources predict child poverty rates of as high as 40%. - For almost one in every two children to be poor in twenty-first century Britain is not just a disgrace, but a social calamity and an economic disaster, all rolled into one. "The country's most respected charitable groups, its leading think tanks, its parliamentary committees, independent authorities like the National Audit Office...have all drawn attention to the dramatic decline in the fortunes of the least well off in this country. But through it all, one actor has stubbornly resisted seeing the situation for what it is. The Government has remained determinedly in a state of denial." www.ohchr.org/SP/NewsEvents/Pages/DisplayNews.aspx?NewsID=23881&LangID=E



So, policies do matter, and do work... but bad policies can make things worse

- Poverty, and child poverty in particular, is not a law of nature.
- Poverty research is important, sometimes unpopular, and often necessarily political.
- Data for research are plentiful, accessible and often free to students and researchers.
- Policy makers require reliable data and evidence, if only to challenge prejudices and assumptions about why people are poor and what can be done about it.

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Useful sources

- Integrated household survey network, <u>www.IHSN.org</u>
- Demographic and Health Surveys, <u>www.dhsprogram.org</u>; <u>www.statcompiler.com/en/</u>
- UNICEF Multiple Indicator Cluster Surveys, <u>http://mics.unicef.org/</u>
- UNICEF Multidimensional Child Poverty and Multiple Overlapping Deprivation Analysis (MODA) tool, <u>www.unicef-irc.org/research/multidimensional-child-poverty/</u>
- LMICs <u>www.dataforall.org/dashboard/ccmoda/index.php</u>
- EU MODA http://dataforall.org/dashboard/eumoda_adj/index.php/
- ECLAC Guide to Estimating Child Poverty, <u>https://dds.cepal.org/infancia/guide-to-estimating-child-poverty/introduction.php</u>
- IPUMS-DHS, <u>www.idhsdata.org/idhs/</u>
- WORLD Policy Analysis Centre (UCLA), <u>www.worldpolicycenter.org/</u>
- PROSPERED Project, <u>www.prosperedproject.com/database-descriptions</u>