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# Livelihood Empowerment Against Poverty Program Impact Evaluation

FINAL VERSION  
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## **Executive Summary**

Inconsistent implementation: Implementation of LEAP has been inconsistent. Over this 24-month evaluation period households received only 20 months' worth of payments. There was a long gap in cash payments to households in 2011, followed by a triple payment in February 2012 to settle arrears. Thus, LEAP households did not receive a steady flow of predictable cash with which to smooth their consumption. However the implementation of NHIS coverage among LEAP households was impressive, with 90 percent of LEAP households having at least one member enrolled in NHIS at the follow-up.

Positive impacts on children's schooling: LEAP has increased school enrollment among secondary school aged children by 7 percentage points, and reduced grade repetition among both primary and secondary aged children. Among primary aged children LEAP has reduced absenteeism by 10 percentage points.

Despite increased NHIS coverage mixed results on health utilization and morbidity: Despite the large increase in NHIS coverage, LEAP has not had an impact on curative care seeking but has increased preventive care among girls age 0-5. Results on morbidity are mixed, increasing for children 0-5 but decreasing for children 6-17.

Gender impacts on children: There are some gender differentiated impacts of LEAP on children. Secondary school enrollment impacts are limited to boys, but attendance impacts are bigger for girls. At the household level, impacts on food security and happiness are larger among female headed households.

No impacts on consumption: The impact of LEAP on household consumption is essentially zero, likely due to the irregular payments, the lumpy nature of payments when made, and the low level of benefits.

Positive impacts on non-consumption: LEAP has led to a significant increase in the likelihood of holding savings (11 pp) and a significant increase in gifts received. LEAP has also had an impact on debt repayments and reduced loan holdings, particularly among female headed households.

There are some productivity impacts of LEAP. Among households with four members or less there are positive impacts of own labor supplied to the farm by men and women, and on expenditure on seeds. On the other hand, there are reductions in labor hired in by households though this reduction is lower than the increase in own labor.

LEAP appears to be strengthening social networks: The pattern of impacts of LEAP suggests that the program is allowing beneficiaries to re-establish or strengthen social networks. LEAP has had a positive impact on both the value of gifts received and the amount of credit extended to others.

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LEAP household heads are happier: LEAP has had led to a 16 pp increase in household heads who feel happy about their life, especially among female-headed and smaller households.

Alignment of results with qualitative study: The qualitative study by OPM (2013) corroborates the positive impacts of LEAP that we find from the quantitative study. These include the findings on increased consumption of fats (palm oil), strengthening of social networks through gifts and transfers, debt repayment, savings, and overall self-esteem, aspirations and happiness.

The pattern of impacts revealed here is consistent with the implementation of LEAP. The overall low level of LEAP benefits coupled with sporadic payments and the large lump-sum in February 2012 explains the lack of impacts on consumption and the increase in non-consumption activities such as savings and reductions in debt. These activities appear to have strengthened the social networks of LEAP households.

Implication of results: There are three key issues that arise from the results presented here. First is the low value of the LEAP transfer—this issue has been partially resolved by a tripling of the transfer level from January 2012. Second is the irregular payment cycles which do not allow households to smooth their permanent consumption. This is a key operational bottleneck for LEAP. The third issue is the somewhat inconsistent finding of a strong increase in NHIS coverage among LEAP households but no commensurable impact on utilization of health services or reductions in out-of-pocket health expenditure. This suggests there are weaknesses in linking LEAP beneficiaries to health services which requires further attention.

Next steps for the evaluation: ISSER is preparing to undertake a follow-up round of data collection on its national sample, which includes the 914 households used as a comparison group for this evaluation. It would be interesting to also follow-up the 699 LEAP households to understand the medium term effects of the program. However the benefit of continuing the study depends on whether payments to the households have been made on a regular basis.

## Acronyms

AE	Adult equivalent
C	Comparison Group
DD	Difference-in-differences
DSW	Department of Social Welfare
FHH	Female headed households
GHC	Ghanaian Cedis
GoG	Government of Ghana
IPW	Inverse Probability Weighting
ISSER	Institute for Statistical, Social and Economic Research of the University of Ghana-Legon
LEAP	Livelihood Empowerment Against Poverty (LEAP)
MoGCSP	Ministry of Gender, Children and Social Protection
NHIS	National Health Insurance Scheme
PC	Per capita
PP	Percentage points
PSM	Propensity score matching
T	Treatment Groups

## Table of Contents

1. Introduction and purpose .....	1
1.1 Overview of research design and samples.....	2
2. Approach and comparison of samples.....	3
2.1. Difference-in-differences approach .....	3
2.2. Selection of comparison group .....	4
2.3. Multivariate analysis .....	6
3. LEAP implementation and implications for evaluation.....	6
3.1. Cash transfer payments.....	6
3.2. Enrollment in NHIS .....	8
3.3. Implications for impact results.....	9
4. Impact results for consumption expenditures.....	9
4.1. Consumption expenditure.....	9
4.2 Expenditure groups.....	12
4.3 Food security and happiness .....	12
5. Impacts on non-consumption expenditures.....	15
6. Impacts on household productive activity.....	17
6.1 Labor supply.....	17
6.2 Input use .....	19
6.3 Loans and credit.....	20
6.4 Conclusions on productive impacts .....	20
7. Impact on children’s health .....	22
8. Impact on children’s schooling .....	26
9. Summary and implications.....	29
Appendix 1: Summary of Propensity Score Matching analysis .....	31
Appendix 2: Attrition in the Sample .....	36
Appendix 3: Multivariate analysis.....	39
Appendix 4: Calculation of Spatial Price Index in LEAP Evaluation .....	40
Appendix 5: Impacts on broad consumption groups and food groups .....	42

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## **1. Introduction and purpose**

This document constitutes the quantitative impact evaluation report of the Livelihood Empowerment Against Poverty (LEAP) Program of the Ministry of Gender, Children and Social Protection (MoGCSP), Government of Ghana. The impact evaluation is implemented by a consortium of partners including the Institute for Statistical, Social and Economic Research of the University of Ghana-Legon (ISSER) and the University of North Carolina under contract to the Government of Ghana and 3IE. This report should be read in conjunction with the Leap Evaluation Baseline Report (2011) and the Leap Operations Evaluation Report (2012) (Handa and Park 2011; Park and Handa 2012).

LEAP is a social cash transfer program which provides cash and health insurance to extremely poor households across Ghana to alleviate short-term poverty and encourage long-term human capital development. LEAP started a trial phase in March 2008 and then began expanding gradually in 2009 and 2010, and currently reaches over 70,000 households across Ghana with an annual expenditure of approximately USD20m. The program is funded from general revenues of the Government of Ghana (50 percent), donations from DFID and a loan from the World Bank, and is the flagship program of its National Social Protection Strategy. It is implemented by the Department of Social Welfare (DSW) in the Ministry of Gender, Children and Social Protection (MoGCSP).

LEAP eligibility is based on poverty and having a household member in at least one of three demographic categories: households with orphan or vulnerable child (OVC), elderly poor, or person with extreme disability unable to work (PWD). Initial selection of households is done through a community-based process and is verified centrally with a proxy means test. An exciting feature of LEAP, unique in the world, is that aside from direct cash payments, beneficiaries are provided free health insurance through the National Health Insurance Scheme, which began in 2004-05. This is facilitated through an MOU between the MoGCSP and Ministry of Health, where funds to cover enrollment in health insurance are transferred directly to the local health authority who then issues cards to LEAP households. During the 24 month period of this evaluation from April 2010 to April 2012, LEAP households received between G¢ 8-15 per month depending on eligible beneficiaries per household. The payment structure was tripled in 2012 but the first payment at these new levels did not commence until after the follow-up survey for the evaluation was conducted, hence for the purposes of this evaluation the transfer payment structure based on the number of household beneficiaries was G¢ 8 (1 beneficiary), G¢ 10 (2), G¢ 12 (3) and G¢ 15 (4+).

The purpose of this report is to provide impact estimates of LEAP on a range of household and child level outcomes. The primary outcomes of interest at the household level are consumption and non-consumption expenditure and enrollment in the National Health Insurance Scheme (NHIS). At the child level, the primary outcomes are school access and

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health access. The results of this study will help to inform the implementation of the LEAP program.

## **1.1 Overview of research design and samples**

The evaluation strategy for LEAP is a longitudinal propensity score matching (PSM) design. Baseline data was collected from future beneficiaries in three regions (Brong Ahafo, Central and Volta) who were part of a larger nationally representative sample of households surveyed as part of a research study conducted by ISSER and Yale University (USA) in the first quarter of 2010 (N=699). A comparison group of ‘matched’ households (N=699) were selected from the ISSER sample and re-interviewed after 24 months along with LEAP beneficiaries to measure changes in outcomes across treatment and comparison groups. Further details of this design and analysis of the matched comparison group are presented in the Leap Evaluation Baseline Report and are also summarized in Appendix 1.

During implementation of the follow-up survey, ISSER agreed to re-interview ‘extra’ households from the ISSER sample to generate additional statistical power for the study. In total 215 ‘extra’ households were interviewed at follow-up from the ISSER sample; these were households that had similar propensity scores to the LEAP households and that were residing in the same communities that were already being visited by the ISSER enumeration team, and so could be interviewed at low additional cost. Table A2.1 in Appendix 2 provides essential information on the samples for this evaluation. There were 1398 target households (699 in each of the LEAP and matched ISSER samples) to be followed during the 2012 exercise. A total of 1289 of these households were actually re-interviewed for a success rate of 92 percent. With the additional 215 households from the ISSER sample, the total analysis sample consists of 1613 households and a final longitudinal sample of 1504 households (858 ISSER, 646 LEAP). Of these target households, a total of 100 households in the LEAP sample had either never heard of the program or had heard of the program but never received a LEAP payment. Meanwhile among ISSER households that had heard of LEAP, there were 15 households that reported actually having received payments from the LEAP program, which would indicate possible contamination of the comparison group. These 15 ISSER households were dropped from the analysis but all LEAP households were used in the analysis. Appendix 2 compares the characteristics of the original sample in 2010 and the sample that were followed in 2012; the two samples are very similar suggesting that there is no loss of internal validity due to the attrition.

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**Table 1.1: Samples for LEAP Impact Evaluation**

	2010	2012
LEAP	699	646
ISSER Samples		
Matched	699	643
Unmatched (extra)	215	215
Total sample	1613	1504

## 2. Approach and comparison of samples

### 2.1. Difference-in-differences approach

The statistical approach we take to derive average treatment effects of LEAP is the difference-in-differences (DD) estimator. This entails calculating the change in an indicator such as food consumption between baseline (prior to program initiation—2010) and post intervention (2012) for treatment and comparison group units, and comparing the magnitude of these changes. Figure 2.1 illustrates how the estimate of difference-in-differences between treatment (T) and comparison groups (C) is computed. The top row shows the baseline and post-intervention values of the indicator and the last cell in that row depicts the change or difference in the value of the outcome for treatment units. The second row shows the value of the indicator at baseline and post-intervention for the comparison group units and the last cell illustrates the change, or difference, in the value of this indicator over time. The difference between these two differences, shown in the shaded cell in Figure 2.1, is the difference-in-differences or double-difference estimator.

**Figure 2.1: The Difference-in-Differences (DD) Estimator**

	Baseline (2010)	Post (2012)	1 <sup>st</sup> difference
Treatment (T)	$T_{2010}$	$T_{2012}$	$\Delta T = (T_{2012} - T_{2010})$
Comparison (C)	$C_{2010}$	$C_{2012}$	$\Delta C = (C_{2012} - C_{2010})$
			Difference-in-differences $DD = (\Delta T - \Delta C)$

The DD is one of the strongest estimators available in the evaluation literature (Shadish, Cook, and Temple 2002). There are two critical features of this design that are particularly attractive for deriving unbiased program impacts. First, using pre- and post-treatment measures allows us to ‘difference’ out unmeasured fixed (i.e. time-invariant) characteristics of the family or individual which may affect outcomes, such as motivation, health endowment, mental capacity or unobserved productivity. It also allows us to ‘benchmark’

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the change in the indicator against its value in the absence of treatment. Second, using the change in a comparison group allows us to account for general trends in the value of the outcome. For example if there is a general increase in school enrollment due to expansion of school access, deriving treatment effects based only on the treatment group will confound program impacts on schooling with the general trend increase in schooling.

## **2.2. Selection of comparison group**

An ideal evaluation would randomize a set of LEAP-eligible households into T and C arms but this is often not possible in large-scale programs that are ongoing. In the present study the comparison units are selected from a national household survey using PSM. The PSM approach within the context of the DD has been shown to perform extremely well at replicating the experimental benchmark in social experiments (Heckman, Ichimura, and Todd 1997). Assessments of the PSM techniques in the context of cash transfer programs are quite positive under certain conditions and these conditions are met in this evaluation—data from the two samples is collected using the same survey instrument, field teams and at the same time (Diaz and Handa 2006; Handa and Maluccio 2010).

The details of the PSM application in this evaluation are summarized in Appendix 1. As we mentioned earlier, during the follow-up survey ISSER interviewed an additional 215 households who were in communities that were already being visited, and who had ‘similar’ characteristics to LEAP households. The additional cost of interviewing these households was relatively low (no additional transportation costs were incurred) while the addition raises the sample size and thus the statistical power of the study. Table 2.2 shows mean characteristics (at baseline) of the LEAP sample, the ‘matched’ ISSER sample and the matched ISSER sample including the 215 extra households. Numbers in bold indicate statistically significant differences from LEAP. As reported in the Baseline Report, there are a few differences between the ISSER matched sample (unweighted) and LEAP. In particular, we could not perfectly balance all the characteristics of the matched sample with LEAP households because LEAP households are very unique and the ISSER survey was a national survey and so did not have enough households that were exactly similar to LEAP households. As expected given the eligibility criteria, the LEAP sample has more households with orphans than the matched sample; LEAP household heads are also more likely to be women, widowed and have no schooling. The extra households are somewhat less similar to LEAP as we would expect, since had they been more similar, they would have been part of the matched sample.

The inverse probability weighting (IPW) (Soares, Ribas, and Hirata 2010; Imbens and Wooldridge 2009; Wooldridge 2007; Hirano et al. 2003) technique uses the propensity score for each household as a ‘weight’ in the statistical analysis to reflect how similar it is to a LEAP household (the higher the score, the more similar, and the greater the weight). The last two columns of Table 2.2 show the weighted means for the original matched sample

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and the full ISSER sample that was interviewed at follow-up. With the weighting, the characteristics among the two groups are fully balanced. For example, 62 percent of LEAP households contain an orphan compared to only 34 and 29 percent in the two ISSER comparison groups; but with the IPW the means for the two ISSER comparison groups are now 65 and 59 percent and no longer statistically different from the LEAP group. Thus the weighting provides for a further way to adjust the comparison sample to make it more similar to LEAP; we employ the IPW technique in our analysis of program impacts using the full 914 households from the ISSER sample.

**Table 2.2: Mean baseline characteristics LEAP and ISSER samples**

Indicator Variables	Unweighted			Weighted	
	LEAP N=699	ISSER N=699	ISSER N=914	ISSER N=699	ISSER N=914
	(1)	(2)	(3)	(4)	(5)
<b>Demographics</b>					
Household size	3.83	3.69	3.76	3.83	3.83
Children under 5	0.44	0.45	0.51	0.46	0.48
Children 6-12	0.77	0.76	0.78	0.83	0.82
Children 13-17	0.54	0.50	0.50	0.52	0.51
Elderly (>64)	0.76	0.65	<b>0.56</b>	0.83	0.77
Number of orphans	0.62	<b>0.34</b>	<b>0.29</b>	0.65	0.59
Orphan living in hhld	0.27	<b>0.19</b>	<b>0.17</b>	0.28	0.25
<b>Head characteristics</b>					
Female Household	0.59	0.54	<b>0.50</b>	0.64	0.61
Age of Head	60.92	59.42	<b>56.87</b>	62.97	61.38
Widowed	0.39	<b>0.30</b>	<b>0.26</b>	0.41	0.38
Head has schooling	0.30	<b>0.47</b>	<b>0.50</b>	0.31	0.34
<b>Household characteristics</b>					
No kitchen	0.09	0.07	0.06	0.08	0.08
No toilet	0.31	0.31	0.31	0.34	0.34
Pit latrine	0.30	<b>0.42</b>	<b>0.43</b>	0.31	0.32
Thatch roof	0.31	<b>0.23</b>	0.23	0.29	0.28
Crowd	0.69	0.71	0.70	0.69	0.68
Shared dwelling	0.29	0.27	0.25	0.29	0.28
Unprotected Water	0.21	0.23	0.23	0.24	0.24
Per capita spending (GH)	55.46	60.06	50.68	47.47	48.34
Livestock owned	0.41	0.44	0.44	0.42	0.42
	N=699	N=699	N=914	N=699	N=914

Bold indicates mean is statistically different from LEAP mean at 5 percent level. Columns 2 and 4 are means from the original matched sample while columns 3 and 5 include the 215 extra households that were interviewed in 2012.

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### **2.3. Multivariate analysis**

When treatment and comparison units are selected randomly and their characteristics are perfectly balanced, then simple mean differences as shown in Figure 2.1 are usually sufficient to derive unbiased estimates of program impact. However when the C group is selected through non-experimental means, as in Ghana, it is typical to estimate the DD in a multivariate framework, controlling for other potential intervening factors that might not be perfectly balanced across T and C units and/or are strong predictors of the outcome. Not only does this allow us to control for possible confounders, it also increases the efficiency of our estimates by reducing the residual variance in the model. In our case, because LEAP and ISSER households are drawn from different communities it is especially important to control for differences in community characteristics which might affect household welfare and their responses to economic constraints. Details on the multivariate models are presented in Appendix 3. In the tables we present in the text, we only report the coefficient of the DD variable as described in Figure 2.1. The DD is the primary parameter of interest in that it directly estimates the difference in the change in outcome variables over time between the treatment and control group.

### **3. LEAP implementation and implications for evaluation**

There are two main aspects of LEAP, a cash transfer and ‘free’ enrollment into the NHIS. Here we discuss the implementation of these two aspects of the program and how they will affect our expected evaluation results.

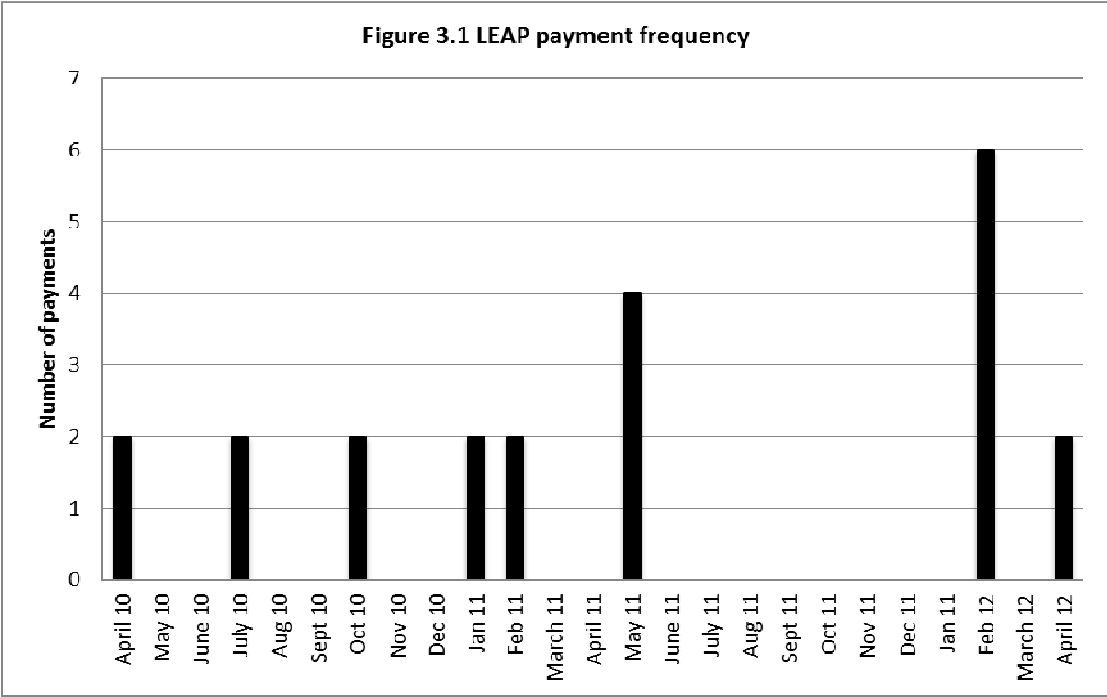
#### **3.1. Cash transfer payments**

Figure 3.1 shows the payment of LEAP transfers during the period of this assessment. Payments are scheduled bimonthly so the y-axis shows the number of ‘months’ of payment made at each period. Ideally, two payments would be made every two months. Payment of grants was fairly regular during the first year of the study period up to May 2011, but then no payments were made for eight months. A triple payment was made in February 2012 which covered May – October 2011, and a regular payment was made in April 2012 which covered November-December 2011. The follow-up survey was conducted in May 2012 which was 24 months after program initiation, but households only received 20 months’ worth of cash during the study period, and eight of these months were provided in the three month period just prior to the follow-up survey. Given the gap in payments during 2011 and the large lump sums, it is unclear how households would respond to the triple payment in February 2012 and the regular payment in April 2012. The large lump-sum in February 2012 may have provided an opportunity for investment or spending on ‘lumpy’ items or savings rather than an opportunity to smooth current consumption.

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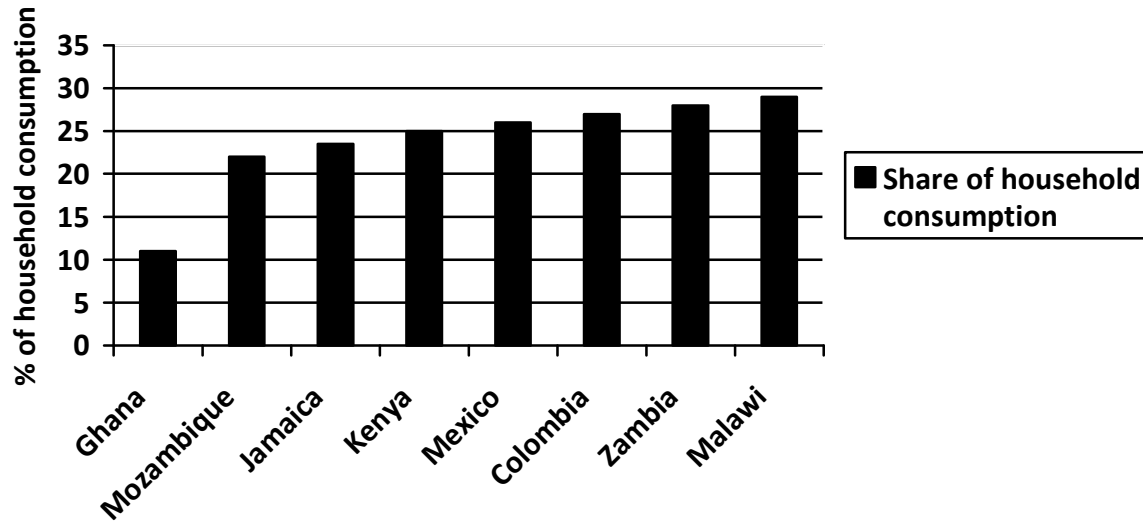
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The second issue with the LEAP payments is the overall low value of the transfer. Figure 3.2 illustrates that the transfer level is about 11 percent of consumption among the target group at baseline while most successful programs transfer at least 20 percent of consumption to beneficiaries. In addition, the cumulative inflation rate over the study period was 19 percent, so an already low transfer level was further eroded by inflation such that, by the time of the follow-up in 2012, the value of the transfer was about 7 percent of beneficiary consumption. Table 3.1 shows the mean value of the transfer per adult equivalent (AE) per month and as the share of monthly consumption in 2010 and 2012. The Government of Ghana (GoG) subsequently tripled the transfer level as of January 2012 but that payment level did not come into effect during the period of this study. Moreover, due to the general inflation rate, the new transfer value would now only represent 21 percent of mean consumption, underscoring the need to peg the transfer value to the inflation rate in order to maintain its real value.

The Operations Evaluations Report also indicated that about 10 percent of LEAP households had not heard of LEAP and a further 10 percent had never received a LEAP payment, so a total of 20 percent of households may not have actually received any payments. This list of households has been given to MoGCSP to confirm enrollment status.

**Figure 3.2: Transfer as Share of Participant Consumption**



**Table 3.1: Average Value of of LEAP Transfer**

Monthly value per AE (GHc)	Share of Consumption 2010	Share of Consumption 2012
5.06	0.11	0.07

### 3.2. Enrollment in NHIS

LEAP beneficiaries are to be enrolled automatically into the NHIS and have their fee waived through an MOU with the Ministry of Health. Table 3.2 shows that this aspect of program implementation was extremely successful, with 90 percent of LEAP households enrolled in NHIS by 2012, an increase of 25 percentage points. In contrast, the increase in NHIS enrollment among the comparison group was only 18 percentage points, so there was a net increase of 7 percentage points (the difference-in-differences or DD) in NHIS enrollment, a difference which is statistically significant.

**Table 3.2: Enrollment in NHIS by Sample and Year (%)**

Year:	2010	2012	1 <sup>st</sup> difference
LEAP	65	90	25
Comparison Group	58	76	18

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### **3.3. Implications for impact results**

The actual implementation of LEAP has implications for potential impacts of the program. Traditionally the link between cash transfer programs and consumption expenditures is predicated on steady, predictable transfers which households perceive as an increase in their permanent income, and which allows them to increase their consumption over time. In the case of LEAP, transfers have not been predictable so it is unlikely that households would perceive an increase in their permanent income, a necessary condition to increase consumption. Rather it is likely that households viewed payments, particularly at the end of 2011 and early 2012, as occasional (rather than predictable) lump-sum payments, and used these funds for lumpy spending on investment activities, loan pay-off or savings rather than to raise permanent consumption. On the other hand, the implementation of the NHIS component of the program was relatively successful so we might expect to see impacts on outcomes related to NHIS such as use of services and declines in out-of-pocket costs.

## **4. Impact results for consumption expenditures**

### **4.1. Consumption expenditure**

We aggregate all spending on consumption items and express in per Adult Equivalent (AE) terms, inflating 2010 values to 2012 new GHc values using the cumulative inflation rate during this period of 19 percent. In addition, we adjust for spatial differences in prices across LEAP and ISSER communities by comparing the cost of a bundle of consumption goods for which we have community prices; details of the construction of the spatial price index is provided in Appendix 4.

Figure 4.1 shows the density graphs for AE consumption expenditure by sample and year—the further to the right the distribution, the better off the households. The top graph is for LEAP households and the bottom graph for the 914 ISSER households used in the study—both groups appear to have improved over this time period. The DD estimates compare the change in the LEAP households to the change in ISSER households. Graphically the change looks about the same, and our statistical estimates show that actually the change among LEAP households is about GHc 4.4 smaller than among ISSER households, but this difference is not statistically significant. This result is presented in the top left cell of Table 4.1.

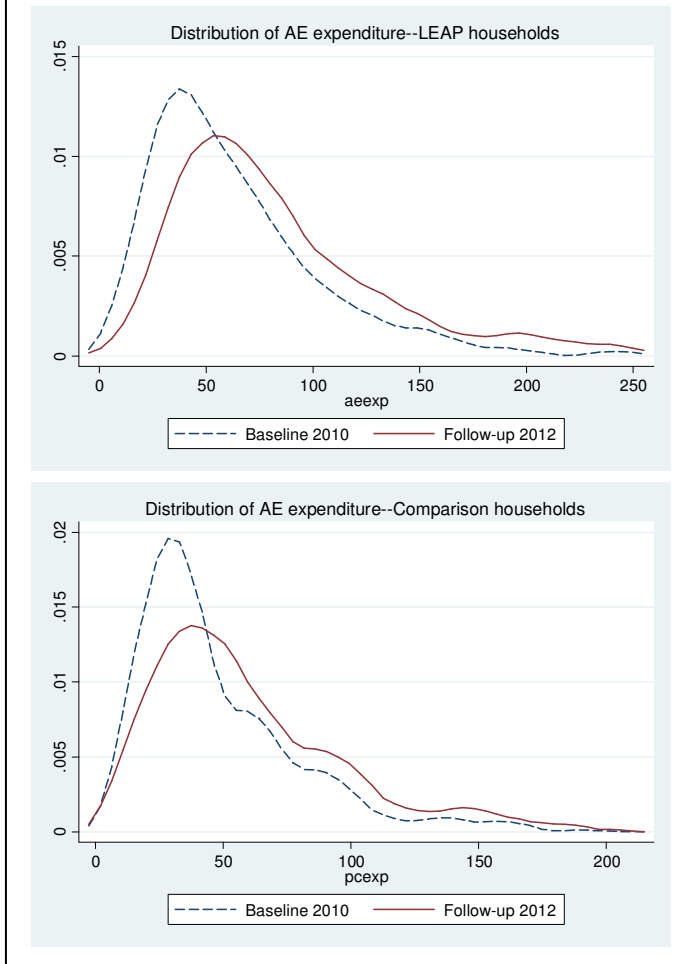
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**Figure 4.1: Distribution of AE Consumption 2010 and 2012**



The top left panel of Table 4.1 shows the DD impact estimates for food and non-food; GHc 2.53 of the total GHc 4.4 decline in total consumption derives from non-food spending, but again none of these differences are statistically significant, implying essentially that there is no change in consumption spending between LEAP and ISSER households over this time period.

To check the sensitivity of these results we estimate these impacts on several different samples. First we exclude the 215 'extra' ISSER households that were sampled—these results are shown in columns 4-6 of the top panel and show essentially the same results as in the full sample. We then restrict our sample to only the panel households, that is, those households that appeared in both waves of the survey, and again we find no difference in the results. Finally we restrict the comparison to ISSER households that come from the same three regions as the LEAP sample and again we find no difference in total, food or non-food consumption.

The bottom two panels of Table 4.1 show estimates by household size and gender of the household head. Since there is a cap on the LEAP transfer at four eligible members, larger households will receive a smaller transfer per person and we thus might expect impacts to be smaller among larger households. The third panel of Table 4.1 shows estimates for households with four or fewer members and larger households; again we see no impact of LEAP on consumption by household size.

The last panel of Table 4.1 breaks the sample by gender of head since nearly 60 percent of LEAP households are female-headed. Again we see no differential impact of the program on consumption by gender of head.

**Table 4.1: Impacts on Total Consumption, Food and Non-Food by Samples**

Adult Equivalent Consumption:	Full Sample			Original Matched Sample <sup>1</sup>		
	Total	Food	Non-food	Total	Food	Non-food
	(1)	(2)	(3)	(4)	(5)	(6)
Impact	-4.37	-1.84	-2.53	-4.68	-2.10	-2.59
	(0.88)	(0.47)	(1.00)	(0.86)	(0.49)	(0.94)
Observations	2,979	2,979	2,979	2,566	2,566	2,566
LEAP Baseline Mean	63.29	44.83	18.46	63.29	44.83	18.46
ISSER Baseline Mean	61.62	43.36	18.26	60.52	42.43	18.09
	Panel <sup>2</sup>			Three Regions <sup>3</sup>		
Impact	-4.67	-2.13	-2.54	-0.43	1.38	-1.82
	(0.86)	(0.50)	(0.92)	(0.07)	(0.39)	(0.46)
Observations	2,467	2,467	2,467	2,093	2,093	2,093
LEAP Baseline Mean	62.44	44.24	18.20	63.29	44.83	18.46
ISSER Baseline Mean	60.57	42.29	18.29	58.05	39.77	18.28
	Size≤4			Size≥5		
Impact	-6.60	-4.34	-2.26	-0.42	2.33	-2.75
	(0.92)	(0.71)	(0.64)	(0.08)	(0.60)	(1.09)
Observations	1,881	1,881	1,881	1,098	1,098	1,098
LEAP Baseline Mean	72.79	53.77	19.02	47.24	29.72	17.52
ISSER Baseline Mean	71.66	51.37	20.29	43.48	28.88	14.59
	Female Headed Households			Male Headed Households		
Impact	-1.27	1.87	-3.13	-8.96	-7.51	-1.45
	(0.21)	(0.41)	(0.81)	(1.34)	(1.40)	(0.63)
Observations	1,593	1,593	1,593	1,386	1,386	1,386
LEAP Baseline Mean	68.21	48.89	19.32	56.16	38.94	17.22
ISSER Baseline Mean	67.11	47.57	19.54	53.15	36.86	16.30

The highlighted row shows the DD impact estimate of LEAP derived from equation (1) in Appendix 3. Cluster-robust t-statistics are below each estimate. The dependent variables are shown in the top row and are total expenditure, food expenditure and non-food expenditure all measured in 2012 GHc adult equivalents (AE). The impacts are estimated over eight different samples which are labeled above each set of estimates. The mean value of the dependent variable at baseline is shown below each set of estimates. 1/ This does not include the extra 215 households from the ISSER sample; 2/ Only households observed in both waves; 3/ Only households from Brong Ahafo, Central and Volta.

## 4.2 Expenditure groups

Although there is no impact of LEAP on overall food and non-food expenditures, we investigated whether there were any impacts on consumption patterns within these broad groups. Impact estimates for six non-food groups are presented in Appendix 5 and these show no statistically significant differences either for the full sample or the subgroups defined by household size or gender of head.

We also investigated impacts on ten specific food groups and these results are also presented in Appendix 5. Here we do uncover some statistically significant differences despite the fact that there is no overall change in food consumption between LEAP and ISSER households. We find for example a significant decline in starches (GHc 2.58) and meats (GHc 1.99) and an increase in fats (GHc 0.88) and food eaten out (GHc 4.12). These patterns are particularly noticeable among smaller households, where we also see a statistical decline in alcohol and tobacco (GHc 0.52). Aside from the decline in alcohol and tobacco among smaller households, it is difficult to make a value judgment on these changes in food consumption patterns. The decline in starches, typically inferior goods, is probably good but the decline in meats is bad; on the other hand the increase in food eaten out may signify increased consumption of meats and protein. And for these very poor households, the increase in fats is likely a positive shift, and in fact, the ability to use more cooking oil and 'good Magi' was cited in the qualitative report as a benefit of LEAP (Oxford Policy Management (henceforth OPM) 2013, p.29).

## 4.3 Food security and happiness

Food insecurity: A special module on food security as included in the LEAP questionnaire only at baseline since this was an important indicator for the program. At the household level two questions were asked about whether anyone went a whole day without food due to money and whether the main respondent lost weight because s/he did not have enough to eat. We sum the responses from these questions to create a scale ranging from 0-2, with higher values indicating higher food insecurity. A set of four questions is asked about children's food security in the household. These include whether meals were ever cut, whether entire meals were skipped, whether children went hungry due to lack of food, and whether any child did not eat for an entire day due to shortage of money. We sum these questions to create a score ranging from 0-4, with higher values indicating higher food insecurity. Since this module was only included in the LEAP questionnaire at baseline (it was not part of the larger ISSER survey but rather included as a special request by MoGCSP), we can only compare changes in this indicator among LEAP households.

Happiness: The survey instrument asked each main respondent if s/he was happy with her/his life (1=yes, 0=no). This question is included in both the LEAP and ISSER surveys so we can construct the DD estimator.

Table 4.2 shows the change in the value of these two food insecurity indicators among LEAP households over time, as well as the single indicator of whether or not any child ever missed an entire day of eating due to lack of cash, which we consider an extreme indicator of food insecurity (this ranges from 0 (no) to 1 (yes)). In all three cases, the food security situation of LEAP households has improved dramatically, and the improvements appear to be stronger among female-headed households (FHH). Thus, while there is no impact on the overall level of food and non-food consumption, overall food security has improved. However, the overall food security of all households in Ghana may have improved over this time period, so the improvements observed in Table 4.2 cannot be interpreted to be due to participation in LEAP alone.

The last column in Table 4.2 shows DD impact estimates on self-reported happiness and shows that there is an increase of 16 percentage points in the likelihood of feeling happy with one's life among LEAP households relative to ISSER households; this impact is driven primarily in female-headed households and smaller households. This may seem at odds with the lack of significant impacts on consumption, but as we will see below, LEAP has, in fact, had a significant positive impact on several other dimensions of household welfare, which explains this increase in self-reported happiness. Moreover, in the qualitative focus group assessment LEAP beneficiaries spoke about the important effect on 'self-esteem' and 'hope' that the program had brought about, and how it contributed to an increase in overall happiness (OPM 2013, p.39-40); this was viewed as a strong impact of the program by beneficiaries and is corroborated by the household survey.

**Table 4.2: Impacts on Food Security and Self-Reported Happiness**

	Household Food Insecurity <sup>1</sup>	Child Food Insecurity <sup>1</sup>	Child Missed Entire Day of Eating <sup>1</sup>	Are You Happy With Your Life?
Full Sample				
	(1)	(2)	(3)	(4)
Impact	<b>-0.245</b>	<b>-0.702</b>	<b>-0.096</b>	<b>0.158</b>
	(4.30)	(8.05)	(5.27)	(2.20)
Observations	1,305	901	888	3,036
LEAP Baseline Mean	0.630	1.396	0.133	0.395
ISSER Baseline Mean	0.395	0.682	0.0322	0.597
FHH				
Impact	<b>-0.321</b>	<b>-0.786</b>	<b>-0.105</b>	<b>0.233</b>
	(4.39)	(5.82)	(3.34)	(2.28)
Observations	769	524	518	1,634
LEAP Baseline Mean	0.703	1.550	0.146	0.357
ISSER Baseline Mean	0.398	0.691	0.0368	0.589
MHH				
Impact	-0.132	<b>-0.536</b>	<b>-0.089</b>	0.041
	(1.48)	(3.62)	(2.79)	(0.54)
Observations	536	377	370	1,402
LEAP Baseline Mean	0.524	1.183	0.114	0.451
ISSER Baseline Mean	0.39	0.668	0.0258	0.608
Size≤4				
Impact	<b>-0.237</b>	<b>-0.599</b>	<b>-0.11</b>	<b>0.206</b>
	(3.41)	(3.73)	(3.81)	(2.30)
Observations	816	432	425	1,937
LEAP Baseline Mean	0.662	1.365	0.151	0.382
ISSER Baseline Mean	0.44	0.625	0.0208	0.587
Size≥5				
Impact	<b>-0.221</b>	<b>-0.624</b>	<b>-0.073</b>	0.088
	(3.11)	(4.68)	(2.56)	(0.73)
Observations	489	469	463	1,099
LEAP Baseline Mean	0.576	1.419	0.118	0.418
ISSER Baseline Mean	0.32	0.742	0.0442	0.614

The highlighted row shows the impact estimate of LEAP on the indicator listed at the top of the column. In Columns 1-3 this impact is the change among LEAP households between 2010 and 2012, while in column 4 it is the DD estimate. Cluster-robust t-statistics are below each estimate. The impacts are estimated over five different samples which are labeled above each set of estimates. The mean value of the dependent variable at baseline shown below each set of estimates. Statistical significance at 10 percent or better is shown in bold. 1/ Higher values indicate higher food insecurity.

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## 5. Impacts on non-consumption expenditures

Table 5.1 explores other non-consumption expenditures as well as remittances to see if they help us understand the circumstances of LEAP households during the study period. The specific indicators we look at are whether or not the household had any savings, whether the households received transfers from individuals and the amount received (as a share of AE consumption), and the total value of gifts given in the past month (in 2012 AE GHc). Column 1 shows that LEAP households are 11 percentage points more likely to save money relative to ISSER households, and while there is no impact on the prevalence of receiving remittances, there is a significant increase in the value of remittances received as a share of AE consumption.

These results indicate that while LEAP has not had an impact on consumption it has had an effect on non-consumption spending, which is quite consistent with the results from the qualitative work. The focus group discussions indicated that LEAP plays an important function in helping households 're-enter' social networks by contributing to funerals, naming ceremonies and other social events, but at the same time the value of the LEAP transfer is not so large that it would displace existing networks. This is consistent with Table 5.1, which shows a significant increase in the value of gifts received. The increase in savings shown in Table 5.1 is also consistent with the qualitative work suggesting that LEAP enables households to withstand shocks and to gather working capital (OPM 2013, pp. 41-42).

**Table 5.1: Impacts on Savings, Remittances Received and Gifts Given**

	Any Savings	Received Remittance	Amount Received (Share) <sup>1</sup>	Gifts Given (GHc) <sup>2</sup>
	Full Sample			
	(1)	(2)	(3)	(4)
Impact	<b>0.108</b> (1.73)	-0.020 (-0.38)	<b>2.234</b> (2.04)	-0.149 (-0.26)
Observations	2,978	2,978	2,978	2,978
LEAP Baseline Mean	0.207	0.500	3.391	2.390
ISSER Baseline Mean	0.352	0.498	4.868	3.161
	FHH			
Impact	0.070 (1.10)	-0.098 (-1.53)	1.012 (1.05)	0.432 (0.66)
Observations	1,608	1,608	1,608	1,608
LEAP Baseline Mean	0.182	0.574	3.476	2.196
ISSER Baseline Mean	0.338	0.553	4.653	2.792
	MHH			
Impact	<b>0.147</b> (1.79)	0.032 (0.51)	1.526 (1.19)	-0.552 (-0.59)
Observations	1,370	1,370	1,370	1,370
LEAP Baseline Mean	0.244	0.395	3.269	2.666
ISSER Baseline Mean	0.369	0.432	5.124	3.603
	Size≤4			
Impact	0.093 (1.59)	-0.088 (-1.46)	0.232 (0.31)	0.438 (0.54)
Observations	1,888	1,888	1,888	1,888
LEAP Baseline Mean	0.169	0.592	3.517	2.723
ISSER Baseline Mean	0.286	0.579	4.654	3.942
	Size≥5			
Impact	0.089 (1.02)	0.086 (1.49)	<b>5.264</b> (2.72)	<b>-1.041</b> (-2.14)
Observations	1,090	1,090	1,090	1,090
LEAP Baseline Mean	0.270	0.348	3.183	1.841
ISSER Baseline Mean	0.460	0.364	5.220	1.875

The highlighted row shows the impact estimate of LEAP on the indicator listed at the top of the column. See notes to Table 4.1 for further explanations. 1/ Measured as share of total AE consumption expenditure. 2/ Measured in adult equivalents.

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## **6. Impacts on household productive activity**

This chapter investigates the impact of LEAP on other ‘non-welfare’ dimensions of household behavior, such as labor supply, productive activity and credit market behavior. Part of the objective of LEAP is provide an avenue for poor households to ‘empower’ their way out of poverty so looking at these indicators can shed some light on the extent to which the program might be fulfilling this objective.

### **6.1 Labor supply**

We begin by estimating the impact of LEAP on labor supply, both paid wage labor and unpaid family labor. Table 6.1 shows impacts on paid labor, whether or not anyone in the household engaged in paid labor in the last seven days and the total number of weeks worked for pay in the last year by all household members. LEAP households are actually more likely to participate in paid work relative to ISSER households (9 percent versus 7 percent), and the difference is particularly big among large households (16 versus 9 percent). However LEAP itself has had no impact on paid work, nor has it had an impact on the average number of weeks worked in the last year. Column 3 of Table 6.1 looks at the impact on weeks worked for only those households who had some positive paid employment at baseline and again there are no impacts of the program.

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**Table 6.1: Impacts on Paid Work in Last 7 Days and Weeks Worked in Last Year**

	Did Paid Work Last 7 Days	Weeks Worked Last Year	Weeks Worked if Did Paid Work
Full Sample			
	(1)	(2)	(3)
Impact	0.014	0.494	2.441
	(0.58)	(0.53)	(0.32)
Observations	2,970	2,970	318
LEAP Baseline Mean	0.091	3.161	33.85
ISSER Baseline Mean	0.0714	2.686	37.63
FHH			
Impact	0.037	1.401	10.473
	(1.17)	(1.15)	(0.62)
Observations	1,587	1,587	151
LEAP Baseline Mean	0.0821	2.619	31.92
ISSER Baseline Mean	0.0508	1.854	36.5
MHH			
Impact	-0.02	-0.726	1.476
	(0.48)	(0.43)	(0.11)
Observations	1,383	1,383	167
LEAP Baseline Mean	0.104	3.946	36.05
ISSER Baseline Mean	0.103	3.969	38.49
<u>Size≤4</u>			
Impact	0.028	1.215	17.09
	(1.01)	(1.13)	(1.01)
Observations	1,872	1,872	157
LEAP Baseline Mean	0.0531	1.803	31.56
ISSER Baseline Mean	0.0637	2.295	36.04
<u>Size≥5</u>			
Impact	-0.012	-0.701	-6.606
	(0.28)	(0.41)	(0.44)
Observations	1,098	1,098	161
LEAP Baseline Mean	0.155	5.456	35.17
ISSER Baseline Mean	0.0853	3.392	39.78

The highlighted row shows the difference-in-differences impact estimate of LEAP derived from equation (1) in the text. Cluster-robust t-statistics are below each estimate. The impacts are estimated over five different samples which are labeled above each set of estimates. The mean value of the dependent variable at baseline is shown below each set of estimates. Statistical significance at 10 percent or better is shown in bold.

We complement the analysis of paid work with an analysis of unpaid family work on the farm, broken down by males, females and children, measured in total days over the last agricultural season. We see an impact of LEAP on the total number of days of male work on the farm of 8 days over the season and this impact is especially large among small households (13 days). However among FHHs we see a significant increase in female labor to own-farm activities (9 days) which is again much larger in smaller households (13 days).

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**Table 6.2: Impacts on Family Labor to Own Farm Activity Last Season**

	Days On-Farm Men	Days On-Farm Women	Days On-Farm Children
Full Sample			
	(1)	(2)	(3)
Impact	<b>7.7</b>	6.1	0.8
	(1.76)	(1.30)	(0.52)
Observations	2,978	2,978	2,978
LEAP Baseline Mean	12.8	11.9	3.1
ISSER Baseline Mean	26.6	23.8	6.1
FHH			
Impact	2.5	<b>9.4</b>	0.7
	(1.00)	(2.28)	(0.37)
Observations	1,608	1,608	1,608
LEAP Baseline Mean	4.1	6.8	2.2
ISSER Baseline Mean	6.8	17.7	8.0
MHH			
Impact	11.1	1.4	-0.8
	(1.26)	(0.22)	(-0.59)
Observations	1,370	1,370	1,370
LEAP Baseline Mean	25.3	19.3	4.3
ISSER Baseline Mean	50.2	31.2	3.9
<u>Size≤4</u>			
Impact	<b>12.9</b>	<b>12.9</b>	-0.4
	(3.02)	(3.68)	(-0.50)
Observations	1,888	1,888	1,888
LEAP Baseline Mean	5.4	5.7	1.5
ISSER Baseline Mean	23.8	23.4	2.1
<u>Size≥5</u>			
Impact	-3.9	-4.9	1.9
	(-0.62)	(-0.75)	(0.72)
Observations	1,090	1,090	1,090
LEAP Baseline Mean	25.1	22.2	5.6
ISSER Baseline Mean	31.1	24.6	12.7

See notes to Table 6.1 for explanation of table.

## 6.2 Input use

We now turn our attention to productive activity and input use and investigate possible impacts on hired labor, fertilizer and seed purchases, crop sales, and participation in non-farm businesses. Results are presented in Table 6.3 and the top panel shows a reduction in male labor hired (3 days) and a decrease in the proportion of households selling crops (7 points) but a significant increase in the value of seeds used. The result on crop selling and seeds is driven by FHHs, where there is also a reduction in days of child labor hired.

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### **6.3 Loans and credit**

We round off this section by looking at the impact of LEAP on loans held, the amount repaid in the last year and the amount of debt outstanding as a share of AE expenditure. Given the evidence above on impact of LEAP on gifts and the qualitative results which indicate that LEAP also allows households to extend credit as part of maintaining social networks, we also look at impacts on credit given— these results are shown in Table 6.4.

In the full sample we see no impact of LEAP on loans held but a strong effect on amount repaid (23 points). However we do see a significant reduction in the likelihood of holding a loan among smaller households (9 percentage points) and a corresponding significant impact on the amount paid off of 19 percentage points of AE consumption. Since the LEAP transfer in 2012 represented 7 percent of AE consumption and households received a triple and then a double payment in the six months prior to the follow-up survey, it appears as though a large part of these payments were essentially used to pay down loans.

Columns 4-6 of Table 6.4 show impacts on credit given. There is some suggestion that the amount of credit extended as a share of AE consumption has gone up, the DD estimate is 16 percentage points but this is not quite statistically significant, though it is among larger households where the impact of LEAP is to increase the amount of credit extended (as a share of AE consumption) by 54 percentage points.

### **6.4 Conclusions on productive impacts**

The impact of LEAP on productive activity in the full sample is negligible but there is consistent evidence of a differential impact among smaller households and among FHHs, where naturally the AE value of the transfer is much larger due to the cap on the maximum value of the transfer (at four eligible members). Among smaller households (those with four members or less) we see significant positive impacts of own labor supplied to the farm for both men and women, and a significant reduction in loans held and in the amount of debt repaid. The results on loans are also reported in the qualitative work (OPM 2013, p.37). The overall pattern of results, no impact on consumption, significant impacts on gift-giving, continued receipt of remittances, and productive impacts and debt repayment among smaller households, appears consistent with the implementation aspects of LEAP, where the transfer level is quite low, but delivered in periodic lump-sums which allows households to engage in lumpy activities.

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**Table 6.3: Impacts on Hired Labor, Off-Farm Business, Crop Sales and Fertilizer Use**

	Days labor Hired Last Season				Non-Farm Ent.	Sold Crops	Used Fertilizer	Seeds Expenses
	Total	Men	Women	Children				
	Full Sample							
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Impact	-2.1	<b>-3.4</b>	-0.2	-0.4	0.003	<b>-0.073</b>	-0.024	<b>24.676</b>
	(-0.80)	(-2.14)	(-0.15)	(-1.60)	(0.08)	(-1.97)	(-0.58)	(4.18)
Observations	2,978	2,978	2,978	2,978	2,978	2,978	2,978	2,978
LEAP Baseline Mean	14.5	10.6	3.7	0.2	0.294	0.345	0.147	33.897
ISSER Baseline Mean	14.2	6.8	7.0	0.4	0.315	0.433	0.152	41.527
	Female Headed Households							
Impact	-0.5	-0.8	0.1	<b>-0.3</b>	-0.022	<b>-0.071</b>	-0.015	<b>21.577</b>
	(-0.20)	(-0.51)	(0.08)	(-2.15)	(-0.44)	(-1.69)	(-0.28)	(3.34)
Observations	1,608	1,608	1,608	1,608	1,608	1,608	1,608	1,608
LEAP Baseline Mean	8.1	5.2	2.7	0.2	0.308	0.242	0.084	12.553
ISSER Baseline Mean	13.3	4.5	8.5	0.3	0.401	0.378	0.119	27.585
	Male Headed Households							
Impact	<b>-8.9</b>	<b>-7.6</b>	-2.4	-0.8	-0.013	-0.068	-0.074	<b>33.810</b>
	(-1.94)	(-2.44)	(-1.15)	(-1.38)	(-0.26)	(-1.49)	(-1.32)	(3.12)
Observations	1,370	1,370	1,370	1,370	1,370	1,370	1,370	1,370
LEAP Baseline Mean	23.7	18.2	5.2	0.3	0.274	0.492	0.237	64.388
ISSER Baseline Mean	15.2	9.5	5.2	0.5	0.213	0.499	0.192	58.229
	Size<=4							
Impact	-3.1	-1.9	-0.4	<b>-0.3</b>	-0.062	<b>-0.119</b>	0.033	<b>22.398</b>
	(-1.53)	(-1.27)	(-0.39)	(-1.76)	(-1.52)	(-3.12)	(0.62)	(3.46)
Observations	1,888	1,888	1,888	1,888	1,888	1,888	1,888	1,888
LEAP Baseline Mean	10.5	7.3	3.1	0.2	0.246	0.264	0.100	12.166
ISSER Baseline Mean	9.7	6.5	3.1	0.1	0.242	0.364	0.142	24.584
	Size>=5							
Impact	-3.9	<b>-7.6</b>	0.2	-0.3	0.083	-0.028	<b>-0.142</b>	<b>32.918</b>
	(-0.80)	(-2.24)	(0.07)	(-0.57)	(1.56)	(-0.50)	(-2.64)	(2.84)
Observations	1,090	1,090	1,090	1,090	1,090	1,090	1,090	1,090
LEAP Baseline Mean	21.1	16.0	4.8	0.4	0.373	0.480	0.225	69.700
ISSER Baseline Mean	21.4	7.2	13.4	0.8	0.437	0.547	0.169	69.461

See notes to Table 6.1 for explanation.

**Table 6.4: Impacts on Loans and Credits**

	<u>Loans</u>			<u>Credits</u>		
	Hold Loan	Amount Repaid <sup>1</sup>	Amount Outstanding <sup>1</sup>	Hold Credit	Payments Received <sup>1</sup>	Amount Owed <sup>1</sup>
Full Sample						
	(1)	(2)	(3)	(4)	(5)	(6)
Impact	-0.032 (-0.80)	<b>0.234</b> (1.73)	-0.191 (-0.47)	-0.007 (-0.26)	0.048 (1.35)	0.157 (1.47)
Observations	2,978	2,978	2,978	2,978	2,978	2,978
LEAP Baseline Mean	0.240	0.122	1.281	0.094	0.024	0.232
ISSER Baseline Mean	0.199	0.168	0.930	0.102	0.038	0.348
Female Headed Households						
Impact	-0.065 (-1.35)	<b>0.304</b> (1.94)	-0.280 (-0.56)	-0.000 (-0.00)	0.019 (0.44)	0.143 (1.09)
Observations	1,608	1,608	1,608	1,608	1,608	1,608
LEAP Baseline Mean	0.237	0.102	0.850	0.095	0.020	0.188
ISSER Baseline Mean	0.158	0.170	0.511	0.095	0.027	0.209
Male Headed Households						
Impact	-0.004 (-0.09)	0.022 (0.12)	<b>-1.003</b> (-1.70)	-0.009 (-0.23)	<b>0.045</b> (1.66)	0.306 (1.50)
Observations	1,370	1,370	1,370	1,370	1,370	1,370
LEAP Baseline Mean	0.244	0.151	1.896	0.094	0.029	0.294
ISSER Baseline Mean	0.247	0.167	1.432	0.109	0.052	0.513
<u>Size≤4</u>						
Impact	<b>-0.093</b> (-1.80)	<b>0.192</b> (1.96)	-0.238 (-0.81)	-0.013 (-0.46)	0.024 (0.69)	0.124 (1.26)
Observations	1,888	1,888	1,888	1,888	1,888	1,888
LEAP Baseline Mean	0.229	0.083	0.614	0.077	0.013	0.118
ISSER Baseline Mean	0.137	0.078	0.296	0.082	0.035	0.221
<u>Size≥5</u>						
Impact	0.012 (0.26)	0.133 (0.42)	-0.909 (-0.85)	0.018 (0.44)	<b>0.068</b> (1.93)	<b>0.544</b> (2.31)
Observations	1,090	1,090	1,090	1,090	1,090	1,090
LEAP Baseline Mean	0.258	0.187	2.380	0.123	0.042	0.419
ISSER Baseline Mean	0.300	0.318	1.975	0.134	0.043	0.557

See notes to Table 6.1 for explanation. 1/ As share of AE expenditure.

## 7. Impact on children's health

In this section, we discuss the impact of the LEAP program on health outcomes of children using the health section from the survey. The sample includes all children ages 0-17 years from LEAP and ISSER rural households. Health outcomes we analyze are: 1) whether the child was sick or injured in the last four weeks; 2) whether any health care facility was used for those who were sick/injured (curative care) in the last four weeks; 3) for those who

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used a health facility, whether or not the use was for preventive care; and 4) whether the individual was enrolled in NHIS. Note that we do not include vaccinations as an indicator because coverage is essentially universal. Because the disease burden and health care requirements for pre-school children is much different from older kids, we analyze children 0-5 separately from those 6-17.

Table 7.1 shows results of the impact of the LEAP program on health outcomes for children 0-5 years of age. Column 4 shows that children in LEAP households are 34 percentage points more likely to be enrolled in NHIS than children in comparison households. However, LEAP children are also more likely to be ill (9 pp) but there are no significant impacts on use of health services. The last two panels show result by gender of head—the impact of LEAP on NHIS is highest among FHHs where the effect is 44 pp, and yet counter-intuitively, MHHs are more likely to send children for preventive health check-ups.

**Table 7.1: Impact Results for Health Outcomes, Children 0-5**

	(1) Illness	(2) Curative care	(3) Preventive care	(4) NHIS enrollment
Impact	<b>0.09</b>	0.24	-0.00	<b>0.34</b>
	<b>(2.39)</b>	(0.83)	(0.22)	<b>(7.14)</b>
Observations	1,337	193	1337	1,325
Females Only				
Impact	0.01	0.79	-0.03	<b>0.34</b>
	(0.12)	(1.63)	(1.05)	<b>(4.80)</b>
Observations	665	90	665	656
FHH				
Impact	0.10	-0.27	-0.06	<b>0.44</b>
	(1.52)	(0.49)	(1.90)	<b>(6.01)</b>
Observations	572	96	572	567
MHH				
Impact	0.07	0.30	<b>0.05</b>	<b>0.25</b>
	(1.43)	(0.61)	<b>(2.08)</b>	<b>(3.79)</b>
Observations	765	97	765	758

Bold indicates statistically significant at 5 percent or less. The highlighted row shows the DD impact of LEAP on the indicator listed at the top of the column. These estimates are based on equation 1. Clustered t-statistics are shown in parentheses below impact estimates.

When comparing the impact of LEAP on health outcomes for children ages 6-17 (Table 7.2), we find significant effects on NHIS enrollment but at 16 pp the effect is half that estimated among children 0-5. However, among this age group, children in LEAP households are 5 percentage points less likely to be ill, an important result because of the potential implications of reduced morbidity on school attendance, a topic we will turn to in the next

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chapter. The middle panel of table 7.2 presents the results for girls ages 6-17. For this sample we find that the LEAP program appears to increase enrollment in NHIS by 18 percentage points but there are no impacts on morbidity. The bottom two panels show impacts by gender of head—there are no differential impacts by gender of head for these outcomes among children 6-17.

**Table 7.2: Impact Results for Health Outcomes, Children 6-17**

	(1)	(2)	(3)	(4)
	Illness	Curative care	Preventive care	NHIS enrollment
Impact	<b>-0.05</b>	-0.11	-0.01	<b>0.16</b>
	<b>(2.65)</b>	(-0.39)	(0.82)	<b>(5.38)</b>
Observations	3,592	243	3592	3,562
Females only				
Impact	-0.02	0.01	-0.02	<b>0.18</b>
	(0.63)	(0.03)	(1.56)	<b>(4.28)</b>
Observations	1,675	104	1675	1,658
FHH				
Impact	-0.05	-0.65	<b>-0.02</b>	<b>0.17</b>
	(1.85)	(1.08)	<b>(2.08)</b>	<b>(4.10)</b>
Observations	1,778	127	1,778	1,757
MHH				
Impact	<b>-0.05</b>	0.02	<b>0.02</b>	<b>0.17</b>
	<b>(2.29)</b>	(0.05)	<b>(2.22)</b>	<b>(4.21)</b>
Observations	1,814	116	1,814	1,805

Bold indicates statistically significant at 5 percent. See notes to Table 7.1 for explanation.

Finally Table 7.3 shows impact results by household size, focusing only on morbidity and NHIS enrollment as we did not find differential impacts by size for the other two indicators. Among younger children, the impact on NHIS enrollment is higher among larger households but the (negative) impact on illness is also much higher (19 pp). Meanwhile among older kids living in larger household is a risk factor for NHIS enrollment but is protective for morbidity. It is hard to make sense of these patterns of results by household size.



**Table 7.3: Impact Results on Illness and NHIS Enrollment by Age and Household Size**

	(1)	(2)	(3)	(4)	(5)	(6)
	Age 0-5			Age 6-17		
	All	Small ≤4	Large ≥5	All	Small ≤4	Large ≥5
<b>Illness</b>						
Impact	<b>0.09</b>	-0.07	<b>0.19</b>	<b>-0.05</b>	-0.00	<b>-0.05</b>
	<b>(2.39)</b>	(0.67)	<b>(4.21)</b>	<b>(2.65)</b>	(0.03)	<b>(2.08)</b>
Obs	1,337	276	838	3,592	910	2,453
<b>NHIS</b>						
Impact	<b>0.34</b>	0.17	<b>0.39</b>	<b>0.16</b>	<b>0.24</b>	<b>0.15</b>
	<b>(7.14)</b>	(1.41)	<b>(6.46)</b>	<b>(5.38)</b>	<b>(4.02)</b>	<b>(4.39)</b>
Obs	1,325	273	829	3,562	897	2,436

Bold indicates statistically significant at 5 percent. See notes to table 7.1 for explanation.

The overall results on health indicate that the LEAP program has dramatically increased the access of children to NHIS although this has not translated into actual increases in utilization of services except among children in MHHs. There are also strong reductions in morbidity among older children. Most importantly, we find the effect of the LEAP program on NHIS enrollment to be much stronger among children ages 0-5, and even higher among young children in FHHs.

## 8. Impact on children's schooling

We provide impact estimates on four aspects of children's schooling: 1) whether a child is currently enrolled in school; 2) whether a child missed any days of school in the reference period; 3) whether a child ever repeated a grade; and 4) whether a child did not attend any school in the last week. One indicator (currently enrolled) is 'good' and the remaining three are reverse coded so that higher values are 'bad', consequently we look for negative values of the DD for these three indicators and positive for enrollment.

Table 8.1 presents the DD impact estimates for the full sample of school-age children 5-17 and by younger and older age groups. In the top panel (the full age group), LEAP has no positive impact on current enrollment, likely because primary school enrollment is nearly universal in Ghana. On the other hand, LEAP has had an important impact on other dimensions of schooling, reducing the likelihood of missing any school (8 pp), reducing the chance of repeating a grade (11 pp) and reducing the chance of missing an entire week (5 pp).

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**Table 8.1: Education Outcomes for Children by Age**

	(1) Missed any school	(2) Currently enrolled	(3) Ever repeat grade	(4) Missed entire week
Age 5-17				
Impact	<b>-0.08</b>	-0.00	<b>-0.11</b>	<b>-0.05</b>
	<b>(4.01)</b>	(-0.10)	<b>(3.99)</b>	<b>(2.04)</b>
Observations	3,560	3,809	3,159	3,558
Age 5-13				
Impact	<b>-0.10</b>	-0.01	<b>-0.15</b>	<b>-0.07</b>
	<b>(3.87)</b>	(0.89)	<b>(3.86)</b>	<b>(2.35)</b>
Observations	2,524	2,618	2,074	2,522
Age 13-17				
Impact	-0.05	<b>0.07</b>	<b>-0.10</b>	-0.04
	(1.53)	<b>(2.23)</b>	<b>(2.22)</b>	(0.90)
Observations	1,317	1,483	1,370	1,316

Bold indicates statistically significant at 5 percent or less. See notes to Table 7.1 for explanations.

Primary school enrollment is essentially universal in Ghana and drop-out begins at the transition between primary and secondary school, around age 12 or 13 depending on school starting age. In our sample, for example, the net enrollment rate is 97 percent for children 5-13—so it is instructive to investigate impacts of LEAP among older and younger kids separately as the effects of LEAP on enrollment in particular are more probable at older ages. The next two panels of Table 8.1 shows DD impacts for children 5-13 and 13-17 respectively. Baseline figures showed the comparison group to be significantly less likely to have missed school or repeated a grade. As expected the impact on enrollment is zero among the younger age group but there continue to be impacts in the three other aspects of schooling. This shows that LEAP has an impact on ‘quality’ of schooling or the ‘intensive’ margin among younger children.

The bottom panel of Table 8.1 presents DD impact estimates for older children 13-17. Note that we include children age 13 in both groups because the transition from primary to secondary may vary depending on age of school entrance, and may occur at slightly older ages among children with lower access to schooling. The results show strong impacts of LEAP on enrollment (7 pp) and on grade repetition. The impact on enrollment is 7 pp which is comparable to recent impact estimates for South Africa’s Child Support Grant (6 pp) (Samson et al. 2011) and Kenya’s Cash Transfer for Orphans and Vulnerable Children (8 pp) (Kenya CT-OVC Evaluation Team 2012). Impacts on other dimensions of schooling are equally impressive. For example, the impact on the likelihood of repeating a grade is -10 pp which represents a 63 percent change from a mean of 0.27. In Kenya the impact on the number of grades behind (a slightly different indicator but the most comparable to this one) is only 7 percent at the mean.

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In Table 8.2 we focus on the impact of LEAP on older girls and find that LEAP reduces the likelihood of missing any school (11 pp at 10 percent significance) but the significant impact of LEAP on secondary school enrollment does not hold for girls. Thus for females, the effect of LEAP is to improve current attendance among those who are already enrolled in school. For males, LEAP impacts access and progression.

**Table 8.2: Education Outcomes, Girls Age 13-17**

	(1)	(2)	(3)	(4)
	Missed any school	Currently enrolled	Ever repeat grade	Missed entire week
Impact	-0.11	0.01	-0.02	-0.11
	(1.87)	(0.20)	(0.22)	(1.53)
Observations	595	681	624	594
R-squared	0.36	0.36	0.31	0.53

Bold indicates statistically significant at 5percent. See notes to Table 7.1 for explanations.

As we did for health, we report impact estimates for schooling indicators by household and age group and present these in Table 8.3. Among younger children smaller households appear to be more protective, with larger impacts on missing any school and repetition in smaller households. On the other hand the significant impact on enrollment is entirely driven by larger households (who likely have more secondary school age children) while there are large impacts on reducing repetition in smaller households.

**Table 8.3: Impact Results on Schooling by Age and Household Size**

	(1)	(2)	(3)	(4)	(5)	(6)
	All	Age 5-13 Small ≤4	Large ≥5	All	Age 13-17 Small ≤4	Large ≥5
<b>Missed any School</b>						
Impact	<b>-0.10</b>	<b>-0.17</b>	<b>-0.08</b>	-0.05	-0.12	-0.06
	<b>(3.87)</b>	<b>(3.82)</b>	<b>(2.51)</b>	(1.53)	(1.45)	(1.25)
Obs	<b>-0.10</b>	<b>-0.17</b>	<b>-0.08</b>	-0.05	-0.12	-0.06
<b>Enrollment</b>						
Impact	-0.01	0.03	-0.03	<b>0.07</b>	-0.00	<b>0.10</b>
	(0.89)	(1.08)	(1.70)	<b>(2.23)</b>	(0.03)	<b>(2.54)</b>
Obs	2,618	651	1,807	1,483	407	967
<b>Repetition</b>						
Impact	<b>-0.15</b>	<b>-0.20</b>	<b>-0.15</b>	<b>-0.10</b>	<b>-0.41</b>	-0.04
	<b>(3.86)</b>	(1.89)	<b>(3.43)</b>	<b>(2.22)</b>	<b>(3.98)</b>	(0.71)
Obs	2,074	486	1,432	1,370	370	904
<b>Missed Entire Week</b>						
Impact	<b>-0.07</b>	-0.04	-0.06	-0.04	-0.05	-0.10
	<b>(2.35)</b>	(0.68)	(1.43)	(0.90)	(0.44)	(1.60)
Obs	2,522	622	1,744	1,316	350	870

Bold indicates statistically significant at 5 percent. See notes to table 7.1 for explanation.

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## 9. Summary and implications

Inconsistent implementation: Implementation of LEAP has been inconsistent. Over this 24-month evaluation period households received only 20 months' worth of payments. There was a long gap in cash payments to households in 2011, followed by a triple payment in February 2012 to settle arrears. Thus, LEAP households did not receive a steady flow of predictable cash with which to smooth their consumption. However the implementation of NHIS coverage among LEAP households was impressive, with 90 percent of LEAP households having at least one member enrolled in NHIS at the follow-up.

Positive impacts on children's schooling and health: LEAP has had a strong impact on children's schooling. LEAP has increased access to schooling at the secondary level, and at all levels has improved the quality of access, with fewer days missed and less grade repetition. The magnitude of some of these impacts is in the same range as for other large scale programs in Africa. There are also strong impacts of the program on enrollment in the NHIS, an explicit objective of LEAP. However the increased enrollment in LEAP has not led to an increase in curative care seeking behavior, though there is some evidence that there is greater use of health facilities for preventive care among young children in MHHs. There is also a very strong decrease in morbidity among older children.

Gender impacts: There appears to be a distinct gender differentiated impact of LEAP on secondary schooling, where the impact of LEAP among males is to increase enrollment and attendance, while for females the impact is on attendance only.

No impact on consumption and more savings: The impact of LEAP on household consumption is negligible. Since consumption is driven by permanent income, and since LEAP was not able to increase permanent income because of irregular payments, this result is not surprising. Indeed there is evidence of an increase in non-consumption expenditure among LEAP households, with significant declines in the number of households with outstanding loans and increases in the number of households with savings. These non-consumption spending increases tend to be more sensitive to windfall increases in income, such as those provided by the lumpy and sporadic flow of cash transfers to beneficiaries.

LEAP household heads are happier: LEAP households are now significantly happier. The analysis shows a 16 pp increase in happiness (DD impact estimate), indicating that the positive impacts on NHIS coverage and children's health and schooling and the ability to pay down loans and accrue savings outweigh the negligible impacts on consumption.

The impacts of the LEAP program on schooling are similar to cash transfer programs in sub-Saharan African. Other unconditional cash transfer programs in the region have shown strong impacts on schooling equivalent to the conditional programs in LAC (Kenya CT-OVC Evaluation Team, 2012; Samson et al., 2010). On the other hand, their impacts on health outcomes are generally weak (Miller, Tsoka, & Reichert, 2008; Ward et al., 2010), as is the case with LEAP, despite the NHIS component of the program. One major difference is that almost all cash transfer programs show strong impacts on consumption, whereas in LEAP there is no impact on consumption. On the other hand, the lumpy payment structure of LEAP has led to an increase in non-consumption spending unlike in other programs.

## **Appendix 1: Summary of Propensity Score Matching analysis**

In 2010 ISSER agreed to incorporate 699 future LEPA beneficiary households into the field work of a national household survey they were undertaking in collaboration with Yale University (U.S.A.). The idea was to exploit the national survey to construct a non-experimental comparison group using propensity score matching (PSM). These matched households would then be followed in 2012 along with the LEAP households to create a longitudinal propensity score matching design for the evaluation. The literature assessing PSM indicates that the technique can mimic a social experiment if data from both the treatment and comparison group are collected in the exact same way, with identical survey instruments, and if households are followed longitudinally in order to control for fixed unobservable differences across households as well as communities in which the households reside (Heckman, Ichimura & Todd 1997; Diaz & Handa 2006; Handa & Maluccio 2010). The LEAP evaluation satisfies these criteria: data from the ISSER and LEAP samples were collected by the exact same field teams using the same field procedures at the same time, using identical survey instruments (the LEAP survey instrument is actually a sub-set of the larger ISSER instrument), and followed longitudinally.

The LEAP sample for the evaluation was drawn from households that were part of the LEAP expansion in late 2009—this expansion occurred in Brong Ahafo, Volta and Central Regions of Ghana. Since the ISSER survey is national and included urban households, the matched sample of households was drawn from a sub-sample of ISSER households residing in communities and districts that were geographically close to LEAP districts or that were geographically similar. Urban households from the ISSER sample were excluded, as were households in Upper East and Upper West Regions and the Northern part of the Northern Region. The full ISSER survey comprised 5009 households of which 3136 were from rural areas. The sample selected for the matching comprised 2330 households and their geographical distribution is shown in the last column in Table A1.1.

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**Table A1.1: Distribution of LEAP and ISSER matched households**

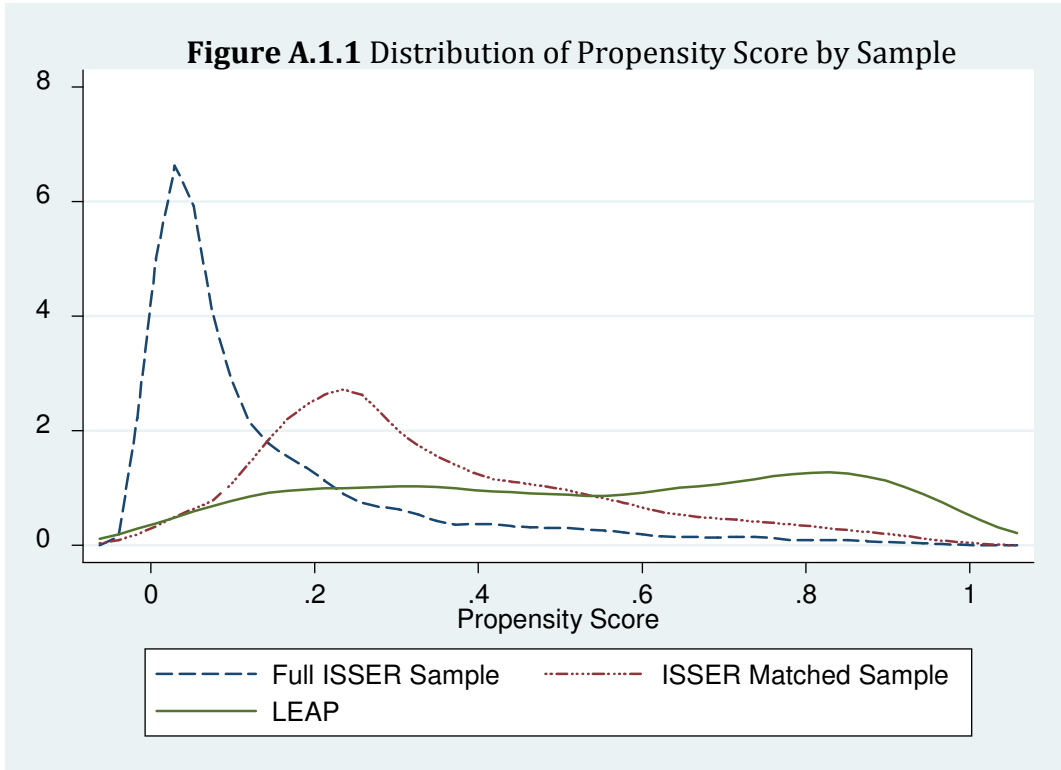
	LEAP		ISSER Matched Sample		Matched Sample Plus 215 Extra Households		Full ISSER Sample	
	(1)		(2)		(3)		(4)	
	N	(%)	N	(%)	N	(%)	N	(%)
Western			84	12.1	104	11.4	329	14.1
Central	176	25.2	95	13.6	118	12.9	270	11.6
Volta	82	11.7	141	20.2	185	20.2	390	16.7
Eastern			102	14.6	134	14.7	403	17.3
Ashanti			122	17.5	169	18.5	504	21.6
Brong Ahafo	441	63.1	101	14.5	135	14.8	314	13.5
Northern			54	7.7	69	7.6	120	5.2
N	699	100	699	100	914	100	2330	100

The propensity score was calculated for each of these 2330 households using a probit model that included all variables used by the LEAP program in ranking households for eligibility. These variables include household demographic composition and number of orphans, age, sex and education of the household head, employment status of household members, housing quality and ownership of livestock. Since LEAP and ISSER households come from different communities we also included community variables in the model, though these are not used explicitly in LEAP targeting; these variables included the occurrence of each of shocks (flood, drought, crop disease, etc.) and the population size of the community. The distribution of the resulting propensity scores is depicted in the graph below where the ISSER matched sample is identified using one-to-one nearest neighbor without replacement in order to obtain a sample size equal to that of the LEAP sample. The scores for LEAP households are clearly to the right of those for the entire ISSER sample indicating a higher likelihood of participating in LEAP. However the matching technique manages to pull a sample of ISSER households with scores that are distributed to the right of the ISSER households, and thus closer to the LEAP households.

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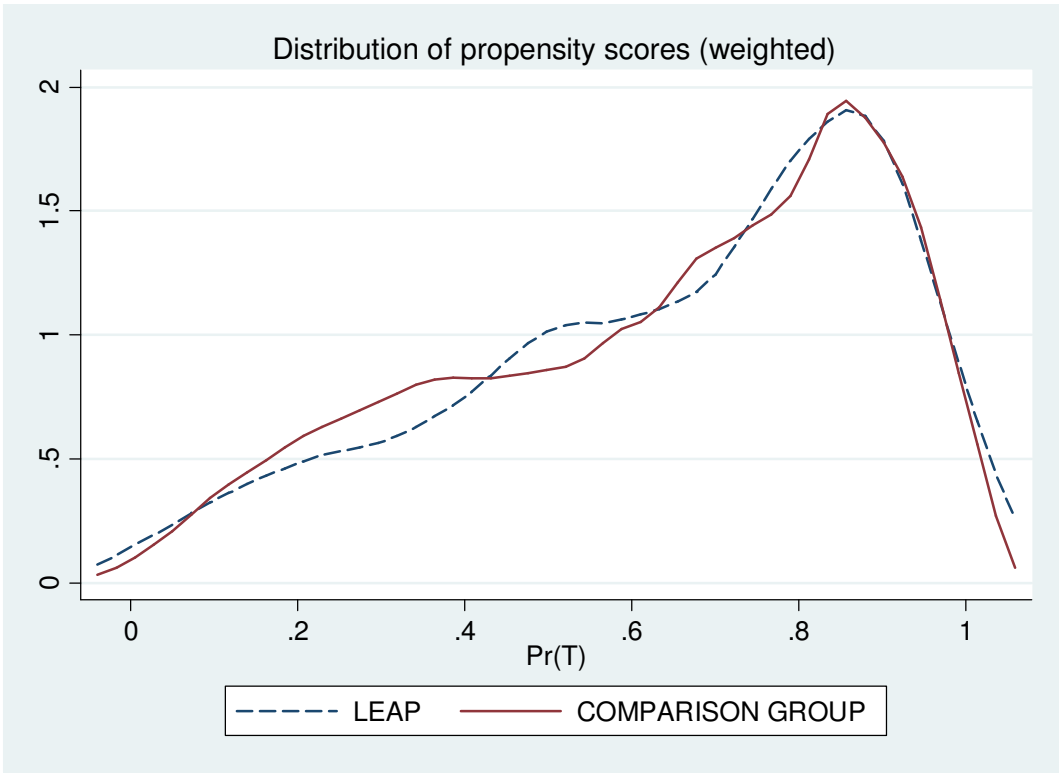
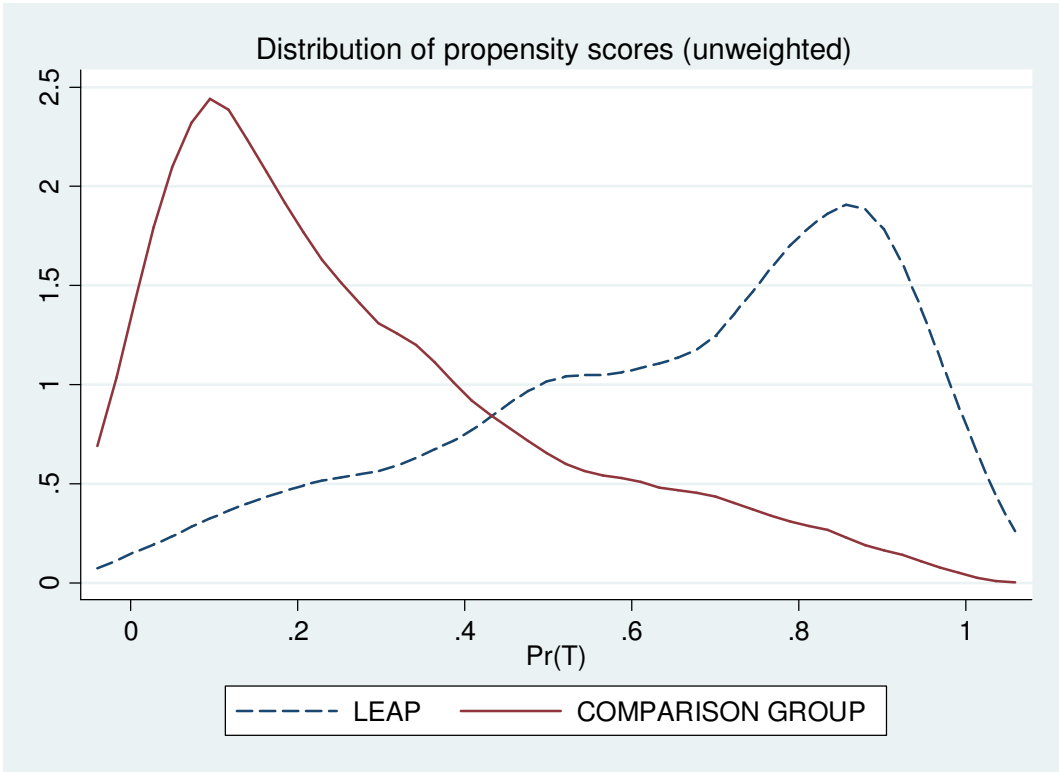
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


An analysis of the mean characteristics of the matched sample and LEAP households is shown in the text. With the matched sample (plus the extra 215 households that were followed-up in 2012 from the ISSER sample), we calculated new propensity scores and used these new scores as ‘weights’ in the impact estimates—this technique is known as ‘inverse probability weighting’ and as shown in the text, this technique allows us to eliminate any remaining imbalance in baseline characteristics between the LEAP and comparison group. The two figures below show the distribution of the new weights calculated using the matched sample plus the extra 215 ISSER households. These weights are calculated using a regression model similar to the one used in the original matching analysis, but using this restricted sample. The first figure shows the distribution without the inverse probability weights (IPW) while the second figure shows the distribution of scores with the weights. The weighting leads to a distribution of scores among ISSER households that is much more similar to that of LEAP households.





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## **Appendix 2: Attrition in the Sample**

Table A2.1 shows mean characteristics at baseline of the full sample and the sample of households that were followed-up in 2012. The last row shows that in the LEAP sample 43 households were lost to follow-up compared to 46 in the ISSER sample, an overall success rate of 92.2 percent. In both LEAP and ISSER there appears to be very little difference at all between the original sample and the panel sample though in both cases the panel sample has lower per capita spending and larger household size. However these differences in spending do not translate into differences in housing quality or characteristics of the head which tend to be a better correlate of chronic or structural poverty.

Table A2.2 provides information on the attrition process by showing estimates of the determinants of attrition in each sample using the household level characteristics used in the matching exercise. There are only four significant determinants of attrition in the LEAP sample and three of these are also significant in the ISSER sample (household size, livestock ownership and the household head never being married). The fact that so few of these characteristics are statistically significant indicates there is no systematic pattern to attrition. The overlap in the statistically significant determinants across the two samples plus the overall low level of attrition suggests that the loss to follow-up is not likely to affect the internal validity of our results.

**Table A2.1: Comparison of Full Original Sample and Panel Sample**

Indicator Variables	LEAP		ISSER	
	Full Sample	Panel	Full Sample	Panel
Household size	3.83	3.94	3.69	3.77
Children under 5	0.44	0.45	0.45	0.46
Children 6-12	0.77	0.80	0.76	0.79
Children 13-17	0.54	0.56	0.50	0.53
Elderly (>64)	0.76	0.77	0.65	0.65
Number of orphans	0.62	0.62	0.34	0.34
Orphan living in hhld	0.27	0.27	0.19	0.20
<b>Head characteristics</b>				
Female Household	0.59	0.59	0.54	0.55
Age of Head	60.92	60.43	59.42	59.08
Widowed	0.39	0.37	0.30	0.30
Head schooling	0.30	0.31	0.47	0.47
<b>Household characteristics</b>				
No kitchen	0.09	0.08	0.07	0.06
No toilet	0.31	0.31	0.31	0.31
Pit latrine	0.30	0.29	0.42	0.41
Thatch roof	0.31	0.31	0.23	0.22
Crowd	0.69	0.67	0.71	0.70
Shared dwelling	0.29	0.29	0.27	0.26
Unprotected water	0.21	0.21	0.23	0.22
Per capita spending (GH)	55.46	48.93	60.06	50.44
Livestock owned	0.41	0.42	0.44	0.45
	699	646	699	643

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**Table A2.2: Determinants of Attrition in LEAP and ISSER Sample**

	LEAP		ISSER	
	(1)	t-	(2)	t-statistic
	Coefficient	statistic	Coefficient	t-statistic
Log AE expenditure	0.01	(0.53)	-0.01	(-0.67)
No kitchen	0.08	(1.45)	-0.05	(-0.91)
No toilet	-0.02	(-0.75)	0.01	(0.23)
Pit latrine	-0.01	(-0.44)	0.03	(1.19)
Walls cement	0.01	(0.23)	0.02	(0.85)
Floor cement	0.00	(0.12)	<b>-0.06</b>	(-2.39)
Thatch roof	0.01	(0.25)	0.04	(1.22)
Number of rooms (log)	0.01	(0.42)	0.01	(0.41)
Shared dwelling	-0.03	(-1.53)	0.03	(1.06)
Exclusive kitchen	-0.00	(-0.13)	0.02	(0.83)
Unprotected water	0.02	(0.86)	0.03	(1.11)
Log of household size	<b>-0.10</b>	(-2.39)	<b>-0.07</b>	(-2.05)
Household has orphan	0.02	(0.80)	0.00	(0.00)
Head's age	0.00	(0.41)	0.00	(1.53)
Female head	-0.04	(-1.15)	<b>-0.07</b>	(-1.92)
Children under 5	<b>0.04</b>	(2.93)	0.01	(0.78)
Children 6-12	0.02	(1.58)	0.01	(0.94)
Children 13-17	0.03	(1.99)	0.01	(0.54)
Elderly (>64)	0.01	(0.34)	-0.02	(-1.06)
Head is widow	0.06	(1.56)	0.03	(0.88)
Head never married	<b>0.08</b>	(3.16)	<b>0.08</b>	(2.34)
Log # of livestock	<b>-0.01</b>	(-1.77)	<b>-0.01</b>	(-1.98)
Community population	0.00	(0.62)	0.00	(1.02)
Fire, floor or wind shock in community	-0.01	(-0.36)	-0.00	(-0.20)
Western Region			-0.07	(-1.09)
Central	0.02	(0.29)	0.02	(0.28)
Volta			-0.02	(-0.37)
Eastern			-0.02	(-0.26)
Ashanti			0.00	(0.08)
Brong Ahafo	-0.07	(-1.53)	-0.06	(-0.96)
Observations	699		699	
R-squared	0.11		0.08	
Mean Attrition	0.0758		0.0801	

Dependent variable is 1 if household attrited and 0 otherwise. Coefficients give the probability of attriting given a unit change in the variable in the first column. T-statistics clustered at the community level. Bold indicates statistically significant at 10 percent or less.

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### Appendix 3: Multivariate analysis

We estimate the DD impact estimator in a multivariate context, controlling for baseline characteristics of the sample households in order to account for differences across samples that might account for some of the observed treatment effects.

The control variables used are demographic composition, age, school, sex and marital status of the head, and log of total household size; when dealing with individual outcomes, we also control for age and sex of the individual. We emphasize that all these measures are from the baseline data set only. Because C households are pulled from a national survey and therefore come from geographically different areas than T households, we also control for community level effects in our statistical model ('community fixed effects') in order to strengthen the internal validity of the analysis. For the consumption expenditure estimates only, we also include a set of interactions between head's schooling and eleven prices of common consumption items, and head's age and the presence in the community of each of ten shocks (illness, theft, fire, water, electricity, drought, etc.). In the multivariate analysis, the basic setup of the estimation model is shown in equation (1):

$$(1) \quad Y_{it} = \alpha + \beta_1(2012)_{it} + \beta_2(T)_{it} + \beta_3(T * 2012)_{it} + \beta_4 X_{it} + c_i + \varepsilon_{it}$$

In this framework '2012' is a dummy (indicator) variable equal to 1 if the observation pertains to the post-intervention period (2012), T is a dummy variable if the observation receives the treatment, and the DD estimate of impact is given by  $\beta_3$ —the interaction between the two variables. The X vector captures control variables described above, c is the community level control variable, and t and i indicate year of survey and individual observation respectively. The units of observation may be individuals or households depending on the outcome. The coefficient  $\beta_2$  is a measure of the pre-treatment mean difference in Y between T and C while  $\beta_1$  measures general changes over time which will be important to control when outcomes are influenced by time trends (such as school enrollment). In the tables we present in the text we only report the coefficient of the DD variable. The regression is weighted using the IPW (LEAP observations are given a weight of 1).

## Appendix 4: Calculation of Spatial Price Index in LEAP Evaluation

**Table A4.1: Calculation of Laspeyres Price Index Using Important Foods in Consumption Bundle: Trimmed means**

		maize	cassava	tomato	onion	Rice	beans	plantain	Yam	palm oil		
<u>2010</u>												
Weight		0.22	0.15	0.03	0.03	0.04	0.03	0.03	0.06	0.02		
Price per KG	T	1.16	1.16	1.31	1.61	0.84	0.66	0.88	0.58	0.85		
	C	1.20	1.18	1.02	2.05	1.06	1.17	0.41	0.78	1.15	Total	<u>INDEX</u>
Contribution	T	0.26	0.17	0.04	0.05	0.03	0.02	0.03	0.03	0.02	0.65	<b>0.936</b>
	C	0.26	0.18	0.03	0.06	0.04	0.04	0.01	0.05	0.02	0.69	1
<u>2012</u>												
Weight		0.22	0.15	0.03	0.03	0.04	0.03		0.06	0.02		
Price per KG	T	1.08	0.42	1.97	1.2	1.53	2.45		0.65	2.61		
	C	1.43	0.37	2.56	2.15	1.84	2.41		1.11	2.9	Total	<u>INDEX</u>
Contribution	T	0.24	0.06	0.06	0.04	0.06	0.07		0.04	0.05	0.62	<b>0.795</b>
	C	0.31	0.06	0.08	0.06	0.07	0.07		0.07	0.06	0.78	1.00

NOTES: Mean excludes top and bottom 5% of values. T indicates LEAP communities and C indicates ISSER communities.

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The table above shows the average community price per kilogram for agricultural items consumed by households in the sample. Each price is multiplied by the weight (which reflects the importance of that item in the consumption bundle) and then summed across all items to obtain the total cost of the consumption basket. In 2010 the cost of the consumption basket in LEAP communities was 94 percent that in ISSER communities; in 2012 the relative cost had declined to 80 percent. Food comprises 70 percent of the consumption basket for these households. We assumed that the relative cost of non-food followed the same pattern as foods and deflate the entire value of consumption (food and non-food) by the implied deflators. We experimented with only deflating the food portion of the consumption but this did not change the overall results, though it did result in a larger relative decline in non-food consumption among LEAP households in 2012. However this decline assumes no relative price change across the two sets of communities.



## Appendix 5: Impacts on broad consumption groups and food groups

**Table A5.1: Impacts on Broad Consumption Expenditure Groups by Samples**

Expenditure Group:	Food	Health	Clothing	Education	Fuels	Housing	Other
<u>Full Sample</u>							
Impact	-1.84 (0.47)	-1.62 (1.29)	-0.69 (1.08)	-0.14 (0.17)	0.40 (0.40)	-0.28 (0.33)	-0.21 (0.59)
Observations	2,979	2,979	2,979	2,979	2,979	2,979	2,979
LEAP Baseline Mean	44.83	5.640	2.229	2.890	3.749	2.262	1.692
ISSER Baseline Mean	43.36	4.532	2.832	3.722	3.833	1.762	1.582
<u>Female Headed Households</u>							
Impact	1.87 (0.41)	-2.11 (1.07)	-1.34 (1.42)	0.9 (0.84)	0.27 (0.18)	-0.6 (0.45)	-0.25 (0.50)
Observations	1,593	1,593	1,593	1,593	1,593	1,593	1,593
LEAP Baseline Mean	48.89	5.896	2.171	2.941	4.165	2.379	1.771
ISSER Baseline Mean	47.57	5.357	2.1	4.621	4.114	1.702	1.644
<u>Male Headed Households</u>							
Impact	-7.51 (1.40)	-0.59 (0.46)	0.09 (0.12)	-1.65 (1.38)	0.59 (0.75)	0.35 (0.57)	-0.23 (0.47)
Observations	1,386	1,386	1,386	1,386	1,386	1,386	1,386
LEAP Baseline Mean	38.94	5.269	2.314	2.817	3.146	2.093	1.577
ISSER Baseline Mean	36.86	3.259	3.96	2.338	3.401	1.853	1.486
<u>Size&lt;4</u>							
Impact	-4.34 (0.71)	-1.41 (0.78)	-1.11 (1.19)	0.07 (0.07)	0.84 (0.60)	-0.37 (0.30)	-0.28 (0.54)
Observations	1,881	1,881	1,881	1,881	1,881	1,881	1,881
LEAP Baseline Mean	53.77	6.666	2.12	1.795	4.031	2.581	1.831
ISSER Baseline Mean	51.37	5.944	3.016	2.704	4.613	2.216	1.801
<u>Size&gt;5</u>							
Impact	2.33 (0.60)	-1.96 (1.26)	-0.01 (0.02)	-0.32 (0.22)	-0.35 (0.35)	-0.01 (0.03)	-0.09 (0.31)
Observations	1,098	1,098	1,098	1,098	1,098	1,098	1,098
LEAP Baseline Mean	29.72	3.906	2.415	4.741	3.273	1.724	1.456
ISSER Baseline Mean	28.88	1.980	2.499	5.562	2.425	0.940	1.186

The highlighted row shows the DD impact estimate of LEAP derived from equation (1) in the text. Cluster-robust t-statistics are below each estimate. The dependent variables are shown in the top row and are measured in 2012 GHc adult equivalents. The impacts are estimated over five different samples which are labeled above each set of estimates. The mean value of the dependent variable at baseline is shown below each set of estimates. Statistical significance at 10 percent or better is shown in bold.

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**Table A5.2: Impacts on Food Groups by Samples**

	Cereal	Starches	Pulses	Dairy	Meats	Fruits, Veg	Fats	Alcohol, Tobacco	Food Out	Other
<u>Full Sample</u>										
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Impact	-1.71	<b>-2.58</b>	-0.34	-0.32	<b>-1.99</b>	0.62	<b>0.82</b>	-0.30	<b>4.12</b>	-0.16
	(0.92)	(1.71)	(0.82)	(1.60)	(1.84)	(0.67)	(2.79)	(1.53)	(2.00)	(0.50)
Observations	2,979	2,979	2,979	2,979	2,979	2,979	2,979	2,979	2,979	2,979
LEAP Baseline Mean	9.076	10.63	2.783	0.628	9.704	7.684	1.525	0.512	1.090	1.193
ISSER Baseline Mean	8.795	8.433	1.936	0.893	7.996	7.555	1.977	0.428	4.000	1.342
<u>FHH</u>										
Impact	-2.78	-1.58	-0.38	-0.35	-1.33	1.83	<b>1.29</b>	-0.14	<b>5.57</b>	-0.25
	(1.09)	(0.83)	(0.68)	(1.27)	(1.04)	(1.54)	(3.16)	(0.72)	(1.82)	(0.50)
Observations	1,593	1,593	1,593	1,593	1,593	1,593	1,593	1,593	1,593	1,593
LEAP Baseline Mean	9.981	11.6	2.997	0.738	10.31	8.555	1.629	0.348	1.316	1.409
ISSER Baseline Mean	9.864	8.885	2.103	1.061	7.895	8.394	2.273	0.183	5.374	1.539
<u>MHH</u>										
Impact	0.06	-3.9	-0.3	-0.34	<b>-3.18</b>	-1.3	0.09	-0.54	1.95	-0.05
	(0.03)	(2.12)	(0.59)	(1.27)	(1.88)	(1.26)	(0.26)	(1.31)	(1.34)	(0.18)
Observations	1,386	1,386	1,386	1,386	1,386	1,386	1,386	1,386	1,386	1,386
LEAP Baseline Mean	7.764	9.236	2.473	0.468	8.819	6.421	1.373	0.749	0.761	0.881
ISSER Baseline Mean	7.148	7.736	1.678	0.633	8.152	6.263	1.521	0.806	1.882	1.038
<u>Size≤4</u>										
Impact	-3.39	<b>-3.91</b>	-0.24	<b>-0.65</b>	<b>-3.15</b>	0.79	1.08	<b>-0.52</b>	<b>5.95</b>	-0.31
	(1.20)	(1.80)	(0.46)	(2.19)	(1.71)	(0.54)	(2.29)	(1.70)	(2.05)	(0.59)
Observations	1,881	1,881	1,881	1,881	1,881	1,881	1,881	1,881	1,881	1,881
LEAP Baseline Mean	10.6	12.48	3.187	0.751	11.85	9.487	1.774	0.621	1.522	1.491
ISSER Baseline Mean	10.3	9.196	2.218	1.094	9.368	9.337	2.394	0.442	5.313	1.7
<u>Size≥5</u>										
Impact	0.62	-0.24	-0.38	0.21	-0.15	0.45	<b>0.53</b>	-0.01	1.22	0.07
	(0.32)	(0.14)	(0.55)	(1.00)	(0.12)	(0.61)	(1.72)	(0.03)	(1.06)	(0.36)
Observations	1,098	1,098	1,098	1,098	1,098	1,098	1,098	1,098	1,098	1,098
LEAP Baseline Mean	6.506	7.506	2.1	0.42	6.071	4.637	1.104	0.327	0.359	0.69
ISSER Baseline Mean	6.069	7.056	1.425	0.529	5.519	4.338	1.224	0.402	1.628	0.695

See notes to Table A5.1.

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
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