

The lifecycle by gender - results combining monetary and time use estimates for Germany

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Motivation

- ▶ Germany: conservative welfare state, male breadwinner model.
- ▶ Population aging: changes in the old gender contract (Esping-Andersen et al. 2001).
- ▶ Iso-work phenomenon (Burda, 2012) → work needs to be redistributed.



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- ▶ **How do males and females finance their lifecycle deficit? How do time transfers alter the picture? Regional differences? Population aging?**



Some statistics

- ▶ Female labor force participation rate: 53%.
- ▶ Strong growth in part-time employment: +35% for females between 2000 and 2010.
- ▶ Marriage rates halved between 1960 and today.
- ▶ Increasing longevity (2.5 years per decade) forces especially women to plan for longer lives.



Data

Income and Expenditure Survey

- ▶ EVS 2003, 50,000 households, detailed income and expenditure data



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Population estimates

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Population estimates

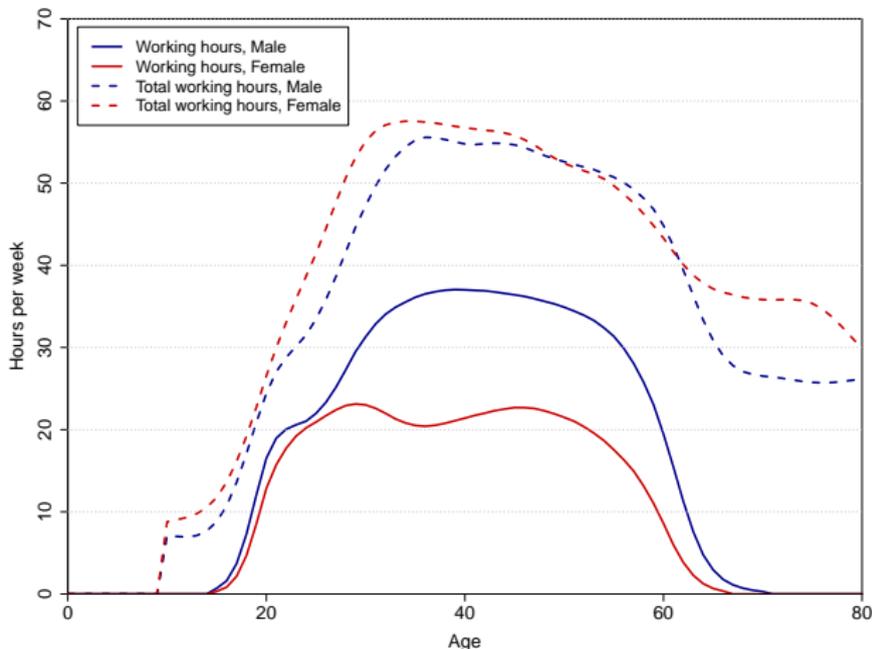
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Time Use Survey

- ▶ TUS 2001/02, 5,400 households, 38,000 diary entries, individuals fill a detailed calendar on three representative days



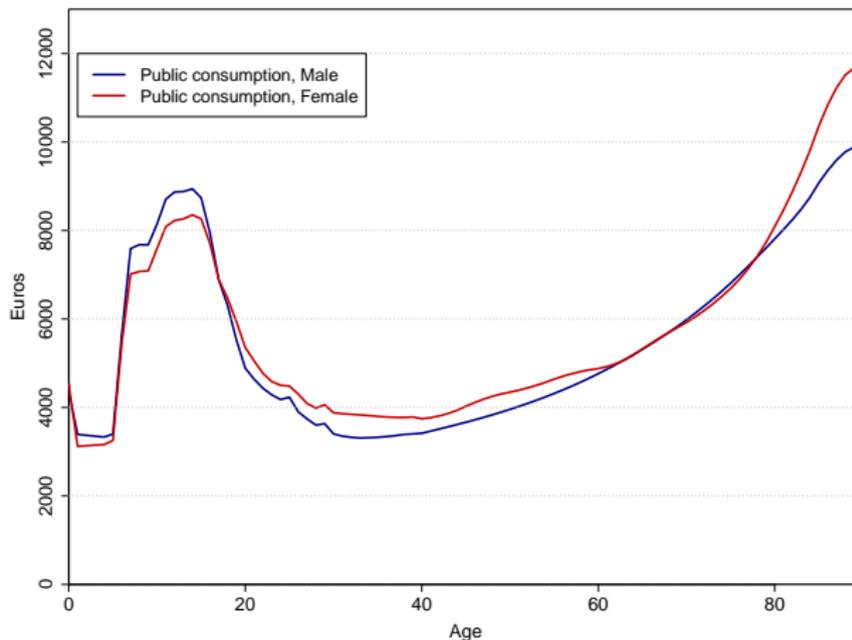
Working hours by gender and age, Germany 2003



Source: Time Use Survey 2002, Germany



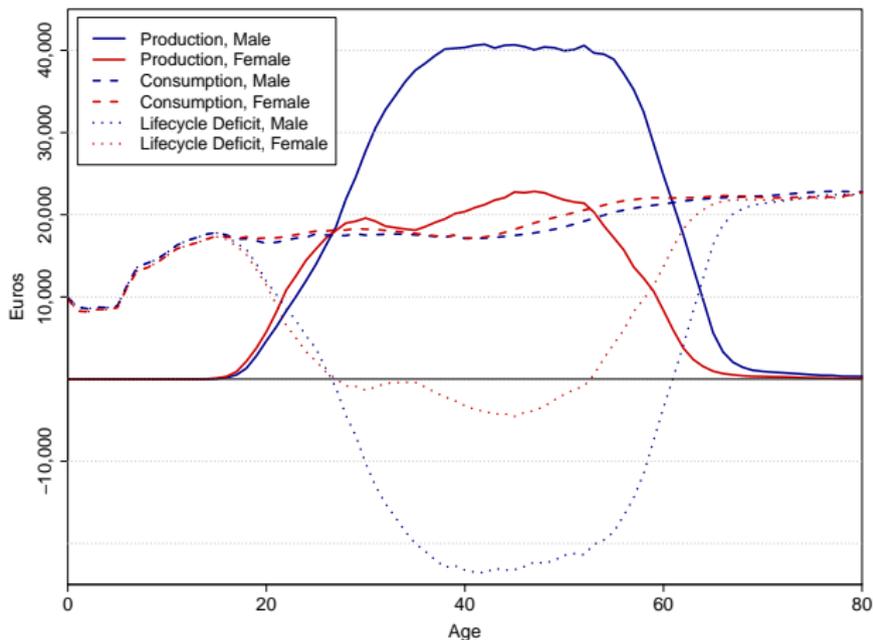
Public consumption by gender and age



Source: cost of diseases, various sources, own calculations



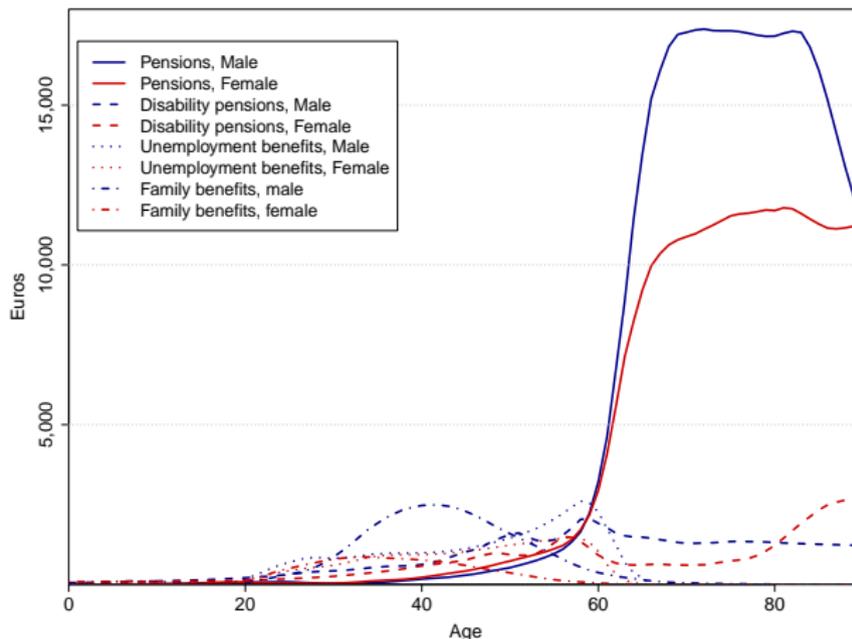
The lifecycle deficit by gender, Germany 2003



Source: EVS 2003, own calculations



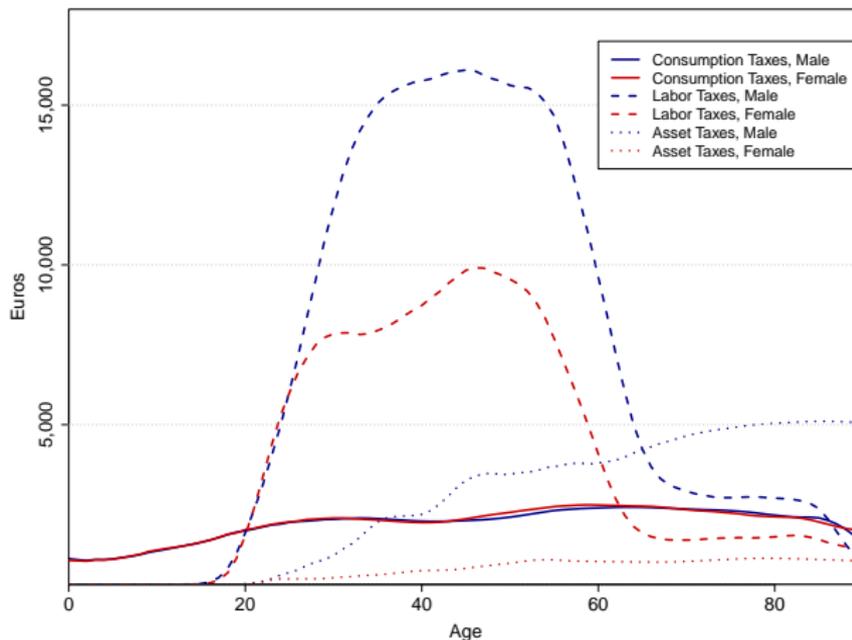
Public benefits by gender, Germany 2003



Source: EVS 2003, own calculations



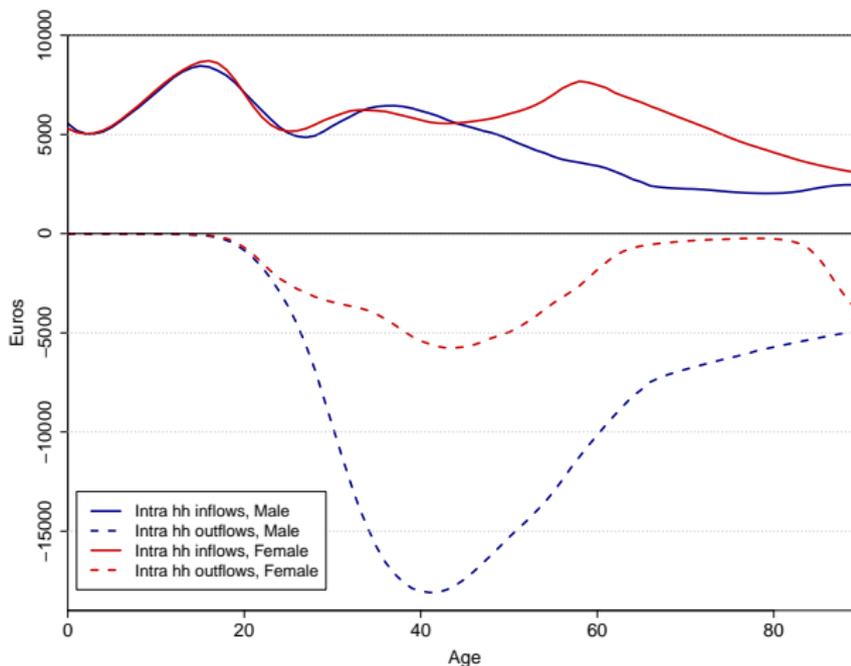
Public revenues by gender, Germany 2003



Source: EVS 2003, own calculations



Intra-household transfers by gender, Germany 2003



Source: EVS 2003, own calculations

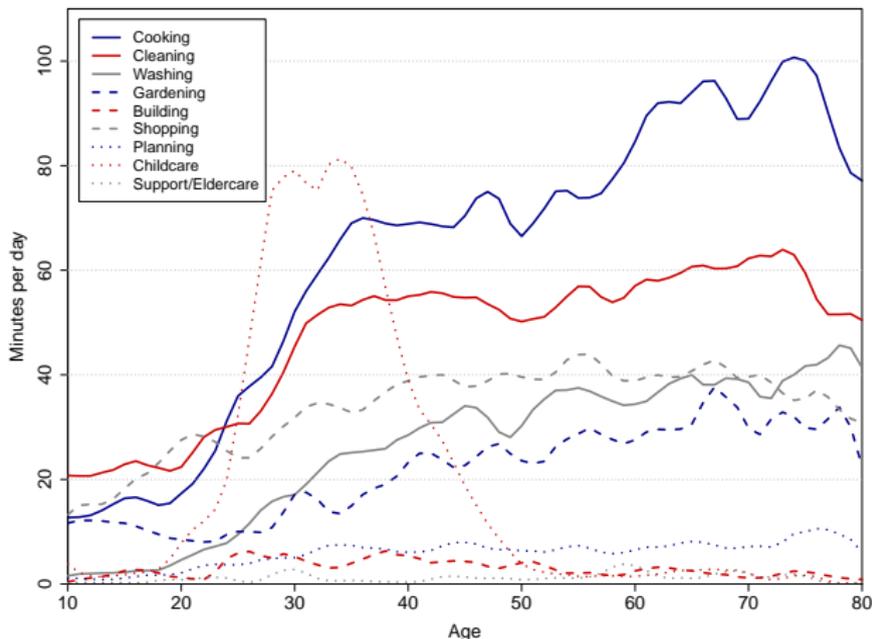


The new household division of labor?



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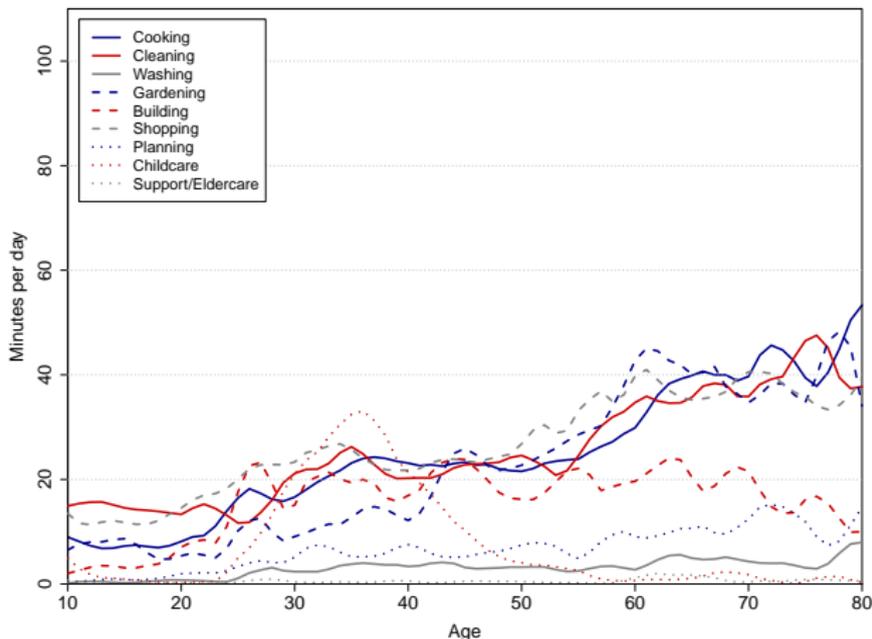
Time use estimates for females, Germany 2003



Source: Time Use Survey 2002, own calculations



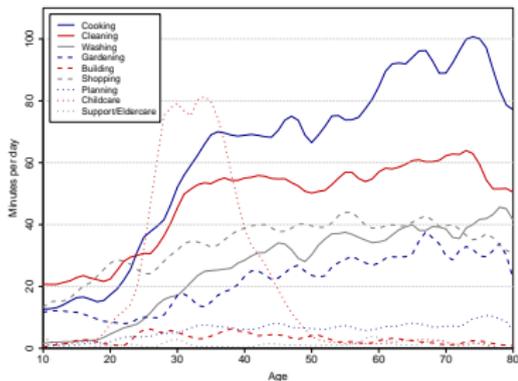
Time use estimates for males, Germany 2003



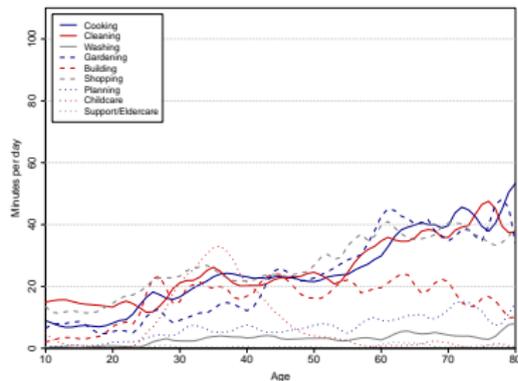
Source: Time Use Survey 2002, own calculations



Females



Males



Source: Time Use Survey 2002, author's own calculations



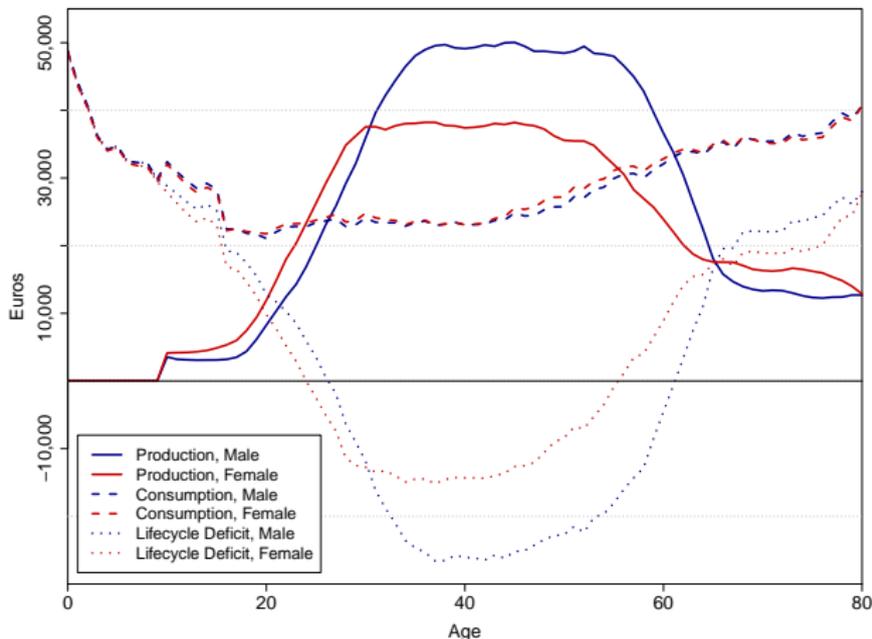
Wages (specialist replacement method)

Type of work	Adjustment factor	Wage per hour (gross)
Cooking	0.75	€11,28
Cleaning	0.75	€10,08
Gardening	0.75	€12,98
Unskilled worker	0.75	€11,10
Caretaker	0.75	€13,59
Elderly care (Help)	1	€13,14
Nursery teacher	1	€15,08

Source: NTA methodology, Statistisches Bundesamt 2006



The adjusted LCD by gender, Germany 2003



Source: EVS 2003, Time Use Survey 2002, own calculations



Macroeconomic flows of time and money

The market lifecycle deficit

- ▶ Market LCD females: -370 billion €
- ▶ Market LCD males: +120 billion €



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- ▶ Female LCD financed by:
 - ▶ Public transfers (34%)
 - ▶ Private transfers (43%)
 - ▶ Asset-based reallocations (22%)



Macroeconomic flows of time and money

The household lifecycle deficit

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→ smooth over the lifecycle, slightly lower level for Eastern individuals.
- ▶ Female LCD drops from 17% to 11% of GDP.



The German reunification

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 - ▶ Part-time work more prevalent in the West.

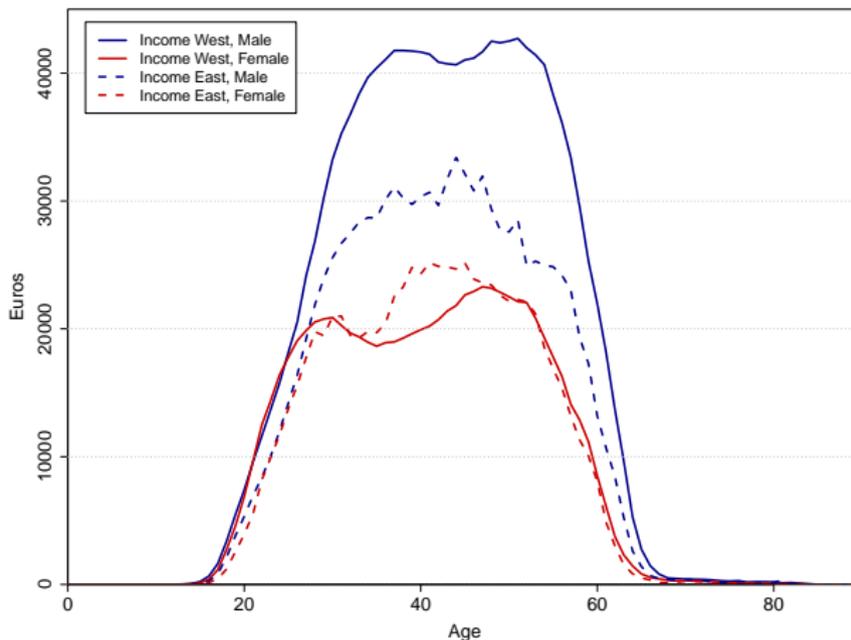


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- ▶ **The main differences:**
 - ▶ In 1990: female labor force participation rates 89% East, 55% West.
 - ▶ Part-time work more prevalent in the West.
 - ▶ Lower marriage rates in the East.



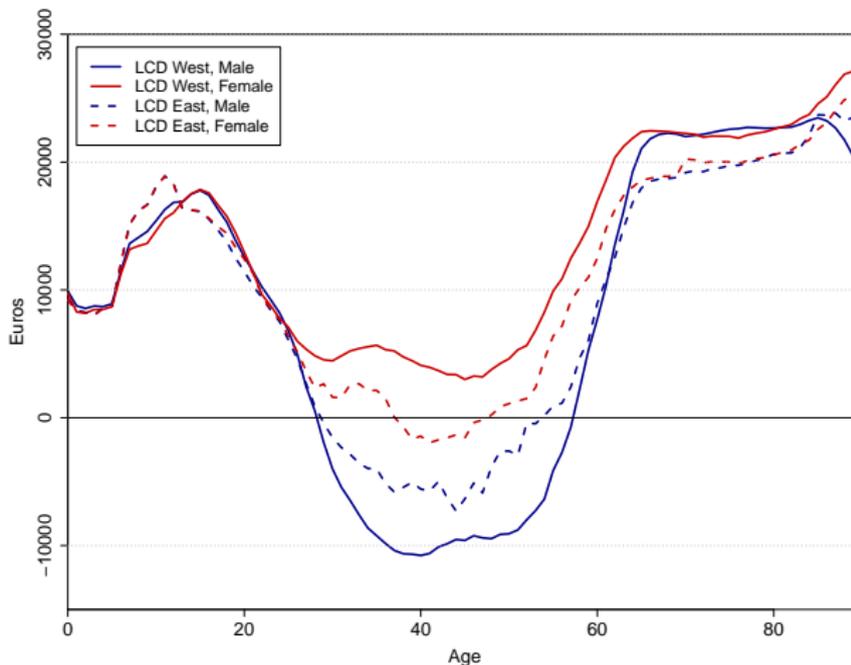
Income by gender and region, Germany 2003



Source: EVS 2003, own calculations



The LCD by gender and region, Germany 2003



Source: EVS 2003, own calculations



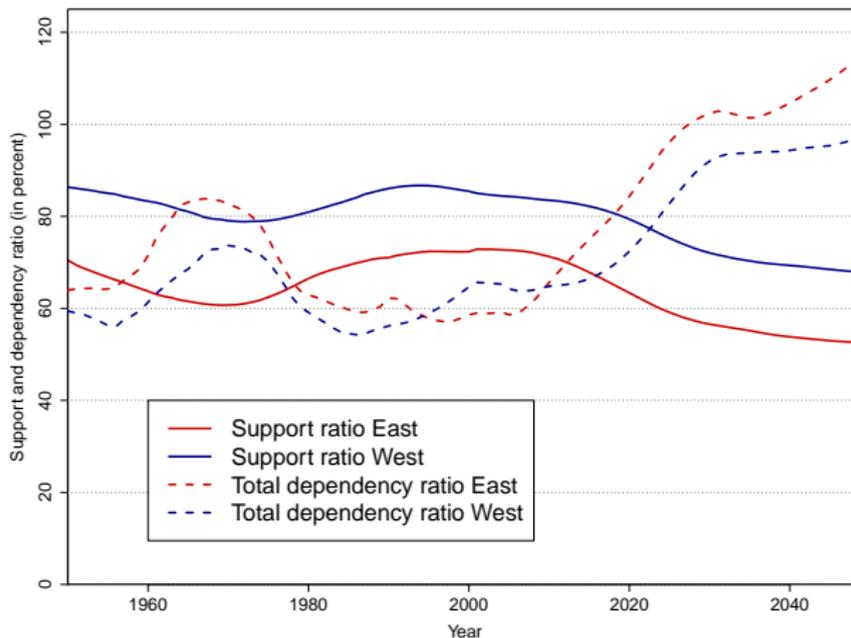
Inter-gender and inter-regional flows

	West, male	West, female	East, male	East, female
Income	671 bn €	351 bn €	127 bn €	91 bn €
Consumption	599 bn €	634 bn €	134 bn €	142 bn €
LCD	-72 bn €	282 bn €	7 bn €	51 bn €
LCD/capita	-2263 €	8500 €	846 €	5973 €

Source: EVS 2003, own calculations



Support ratios, Germany 1950-2050



Source: Federal Statistical Office 2010, own calculations



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 - ▶ 47 million hours missing (no increase in overall workload).
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 - ▶ 47 million hours missing (no increase in overall workload).
 - ▶ 30,000 individuals working on average 30 hours needed.
 - ▶ Alternative: split additional housework equally among members.
 - ▶ Increase weekly working hours by 45 minutes per individual.



- ▶ Thank you for your attention!
- ▶ Comments and Questions are welcome.
- ▶ E-Mail: kluge@demogr.mpg.de

