

Comparative analysis of labor income Profiles in Kenya: NTA approach

By

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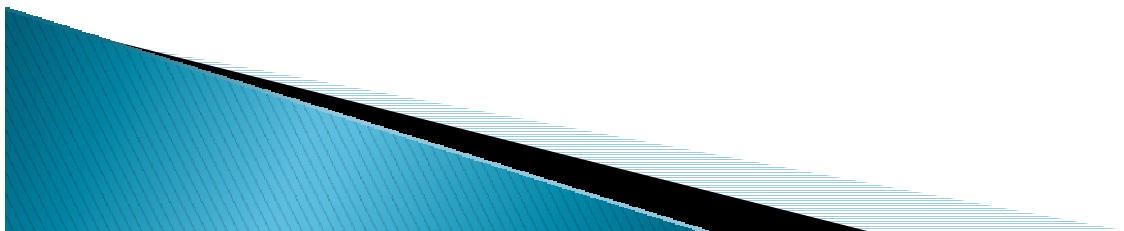
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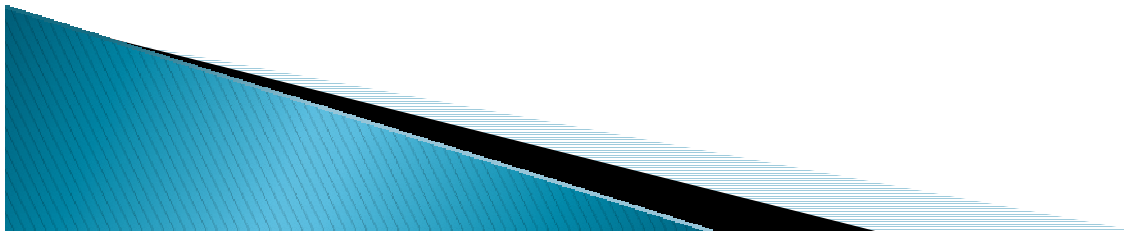


outline

I Classification of Labor employment In Kenya

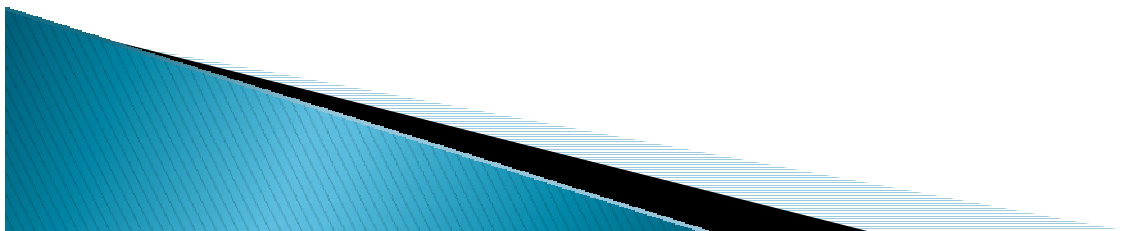
II NTA Estimate of Labor income in Kenya 1994
and 2005

III Labor profiles.



Classification of labor employment Kenya

- ▶ Agricultural self-employed– not wage-laborers in agricultural enterprise
- ▶ Informal sector– self-employed in non-agricultural unregistered household enterprises and wage-laborers of informal employees
- ▶ Formal sector– entire public sector and private sector like companies and non-governmental organisation



Population and Labor force Participation 2006–2007

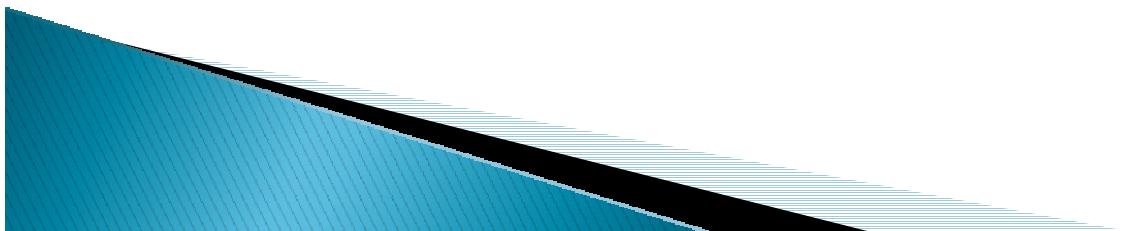
Labor force participation rate of primary
working– age population 15–64yrs –
13.5million(71.8%)

Both agricultural self–employed and informal
sector account for 10.3million (85.7%)

Formal accounts for 1.7million (14%).

open unemployment rate 10.5%

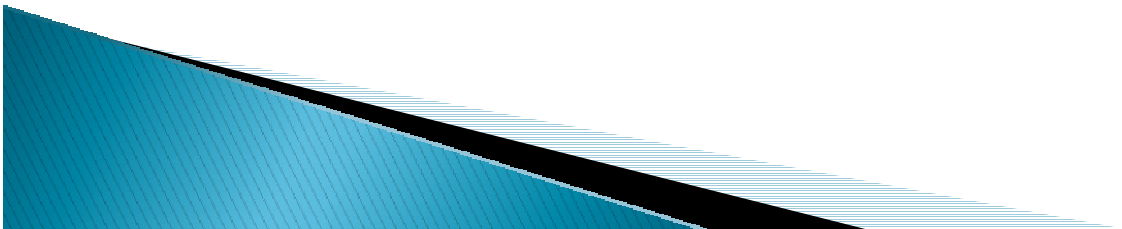
Source: KHIBIS 2005 survey



Labor Income scenario in Kenya

Informal Sector labor income per month

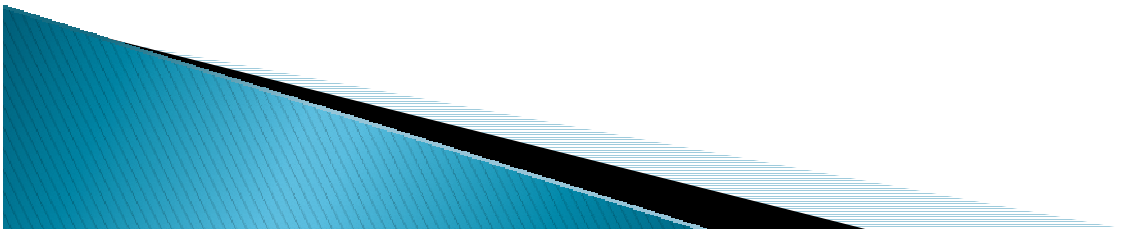
- ▶ majority earn an average income of between Ksh. 2600(\$35) and 2900(\$38)
- ▶ Rural worker–2000(\$26), urban–4000(\$53)
- ▶ Self–employed working employee Ksh6000(\$80). they are only 1% of Kenya workforce



Cont.

Formal sector labor income per month

- ▶ Private sector workers average Ksh6000(\$80) with rural workers Ksh 4800(\$64) and urban9000(\$120)
- ▶ Public sector average of Ksh.15,375(\$205) – they comprise only 5% of the total employment in Kenya.



NTA Estimates of Labor Income in Kenya 1994 and 2005

Earnings:

Starts at age 13yrs

Maximum

At age 40

Independency

At around age 23

Ends at around 58

Span of labor surplus

Around 34 yrs

Earnings:

Starts at age 16yrs

Maximum

At age 41

Independency

At around age 27

Ends at around 56

Span of labor surplus

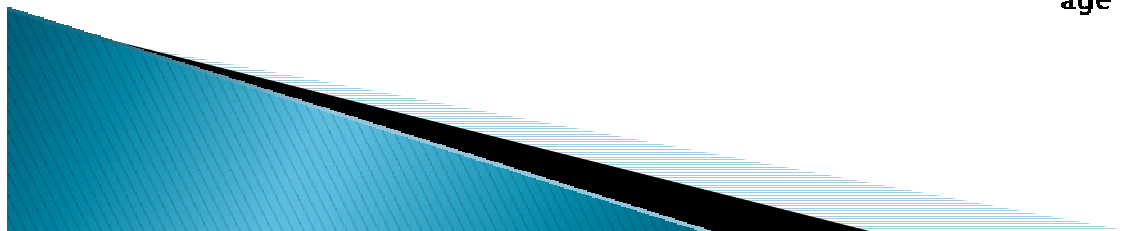
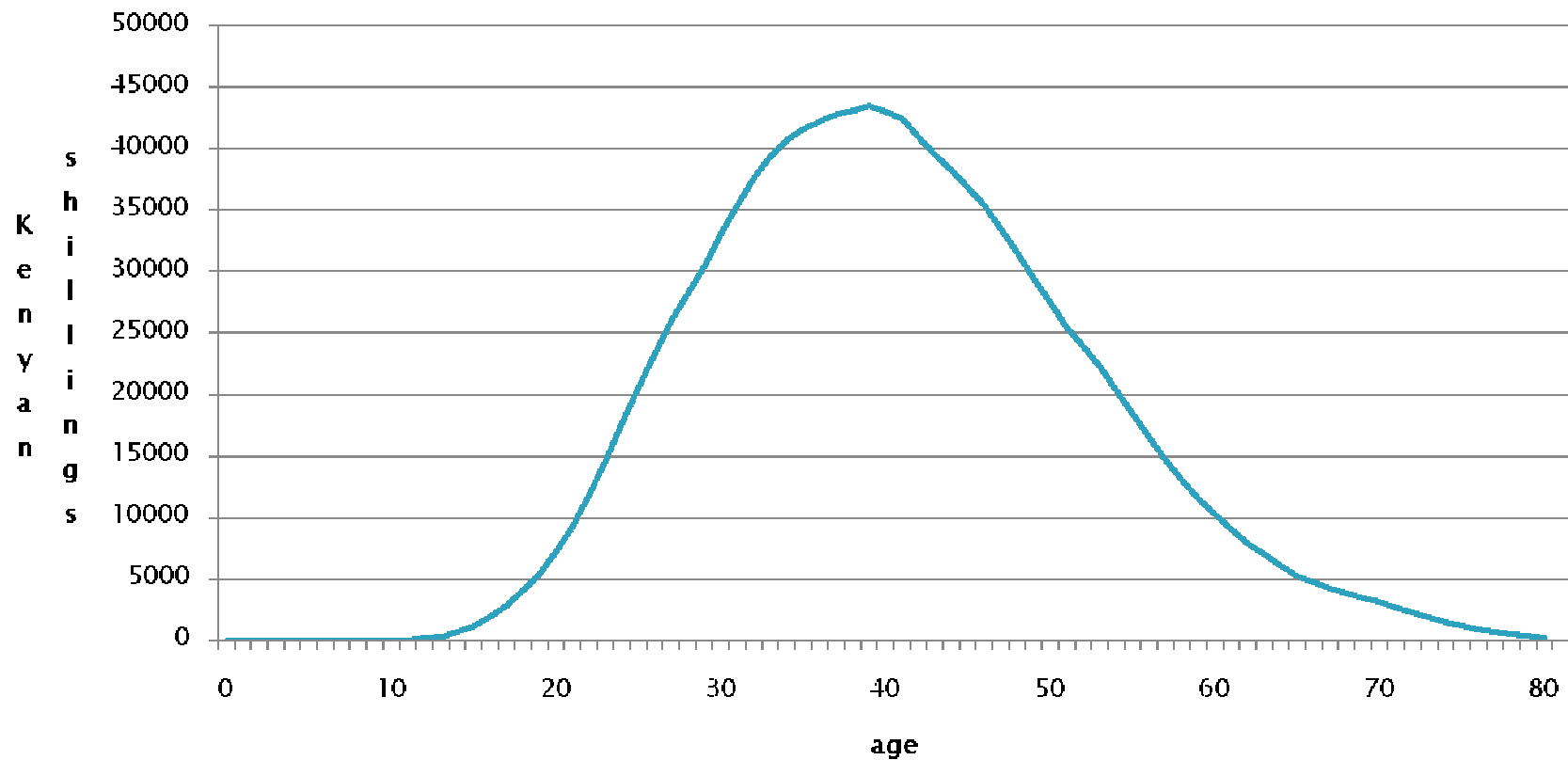
Around 29 yrs

1994 Estimates

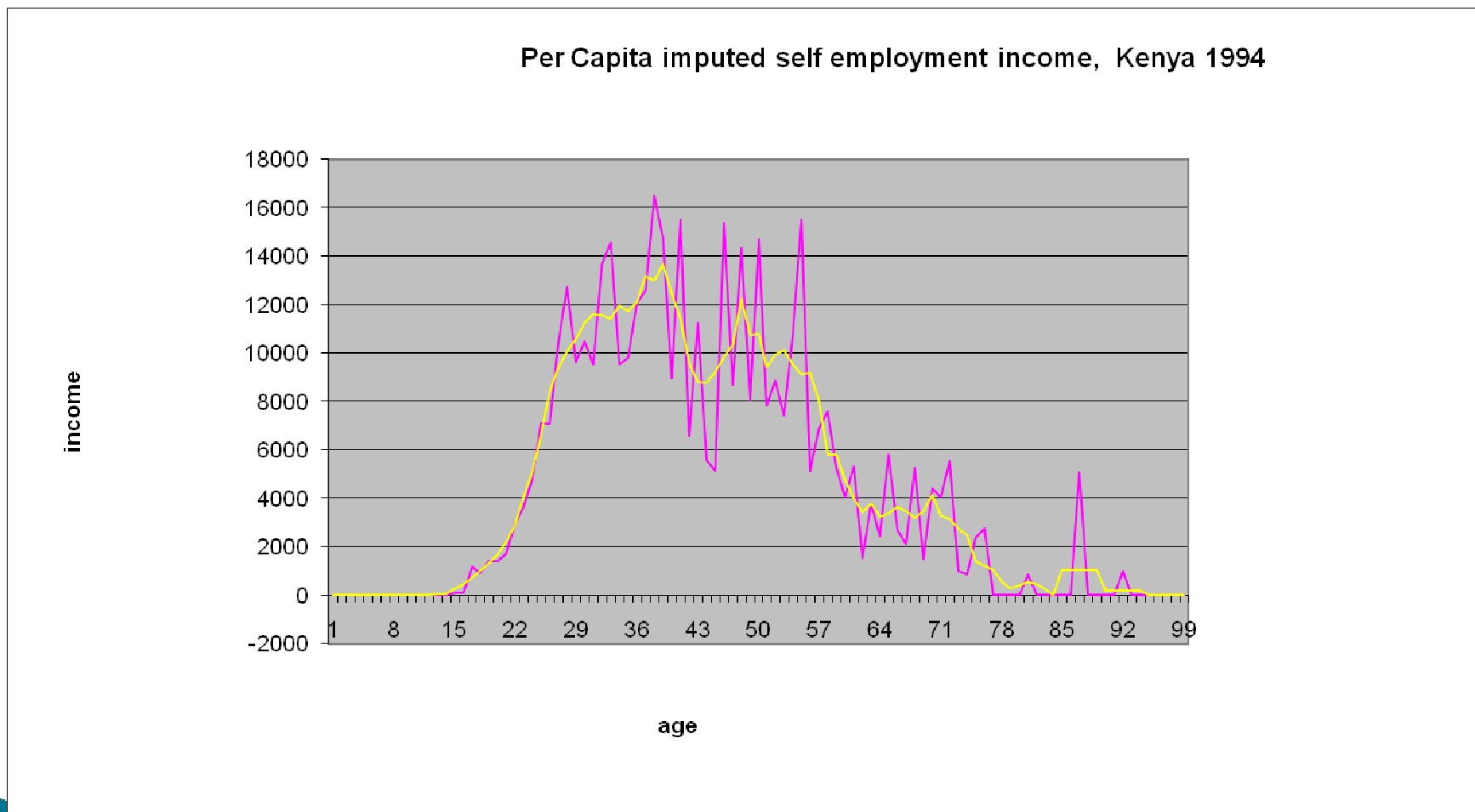
2005 Estimates

Labor income, Kenya 1994

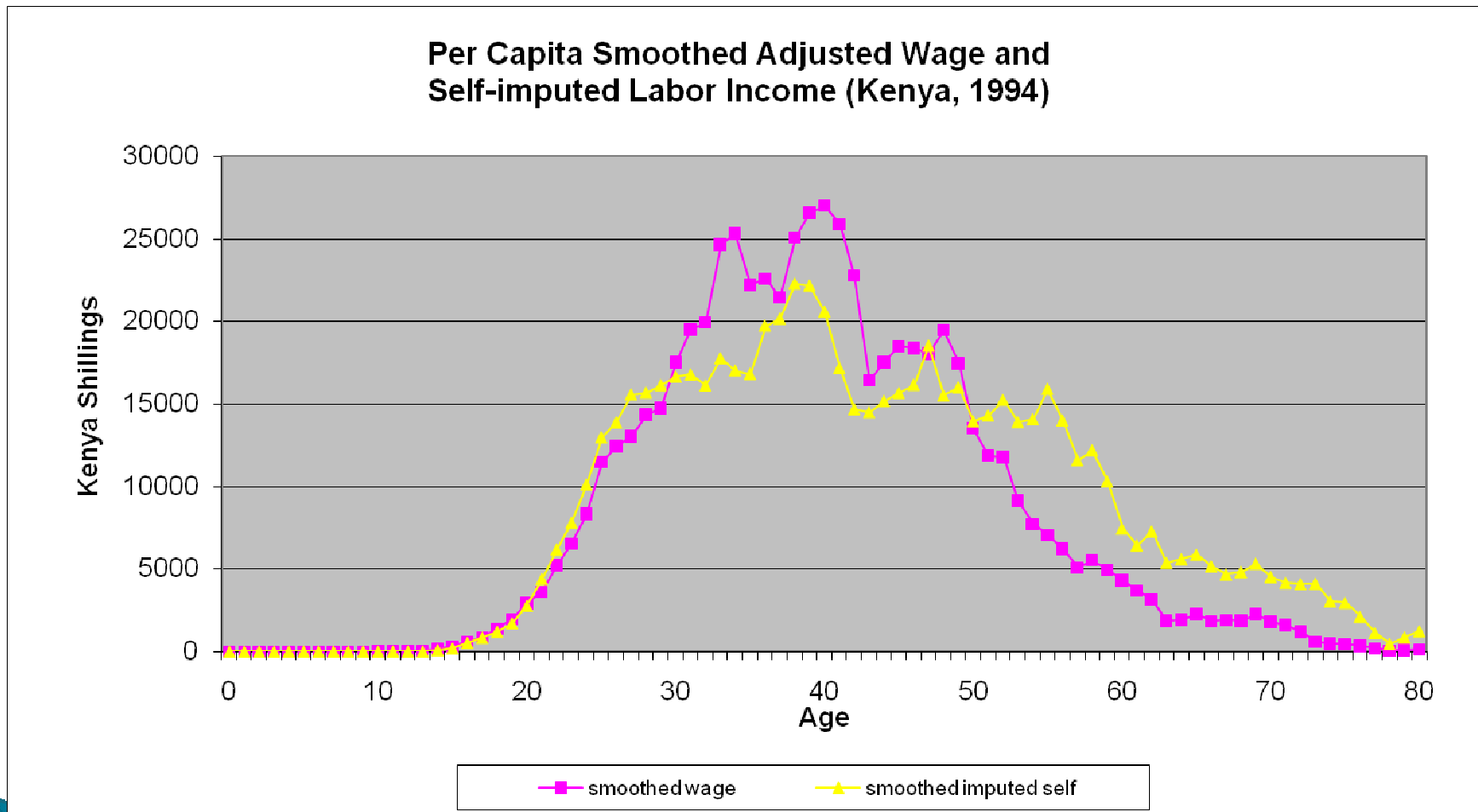
Percapita Labor income, Kenya 1994



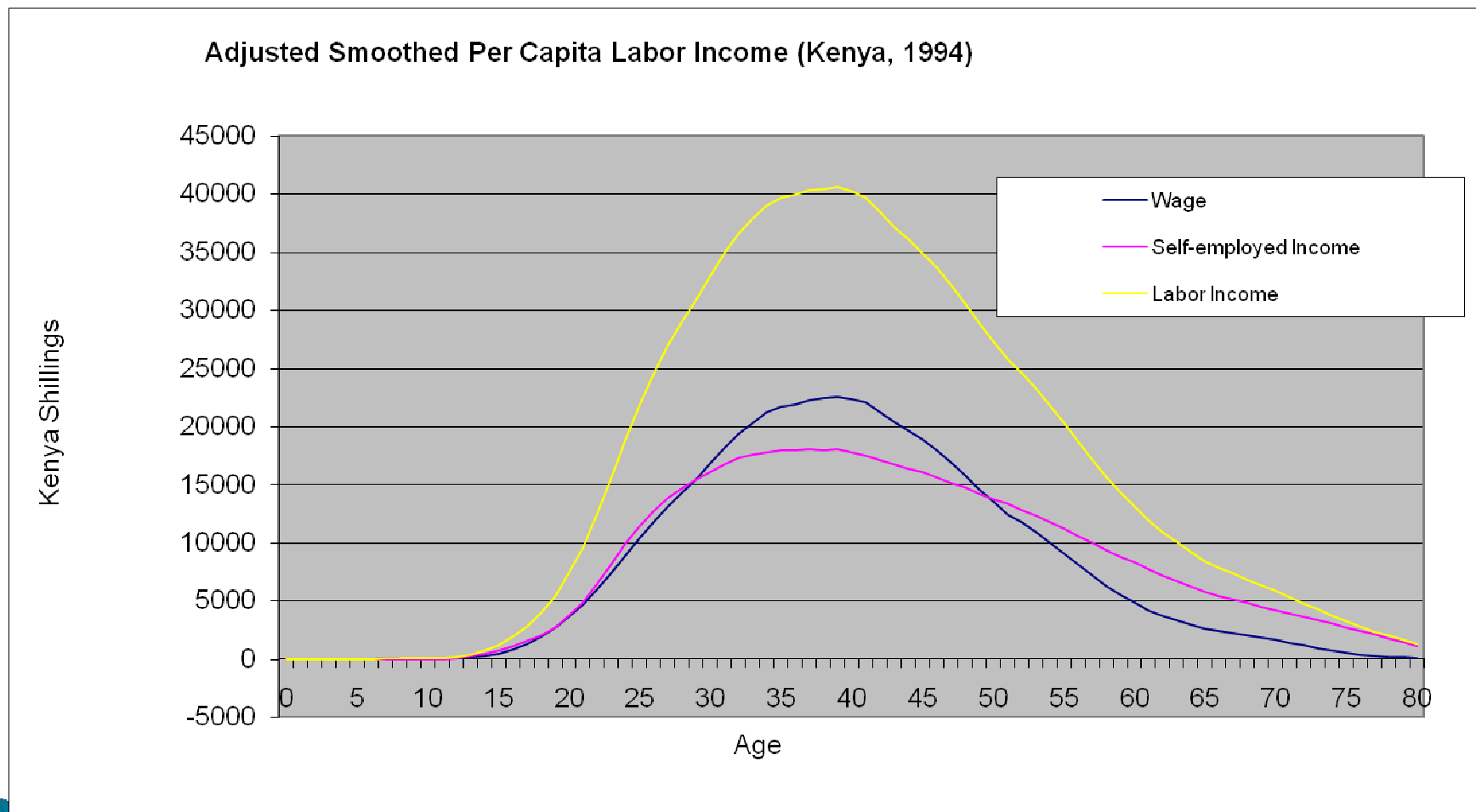
Self-employment income, Kenya 1994



Wage and self-employment income 1994



Wage, self-employed and Total labor income, Kenya 1994

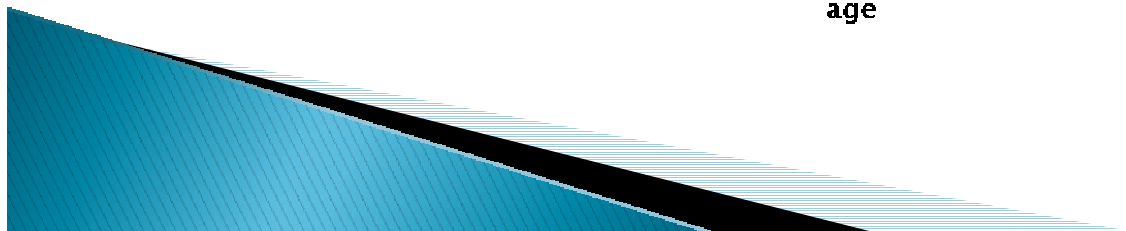
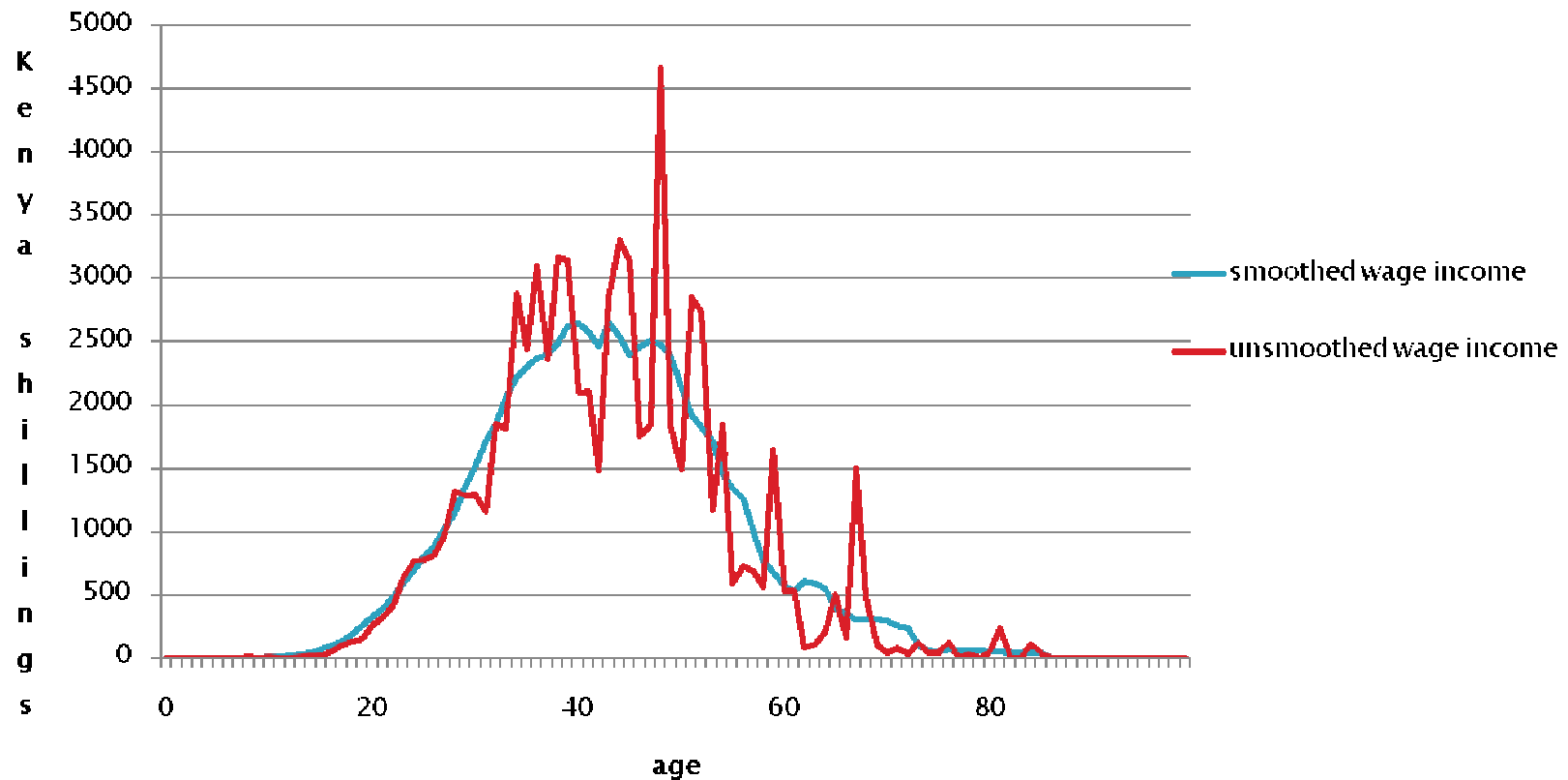


Consumption and Labor Income, Kenya 1994



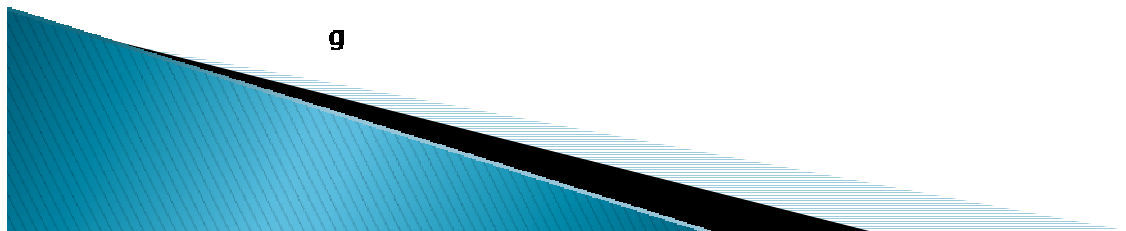
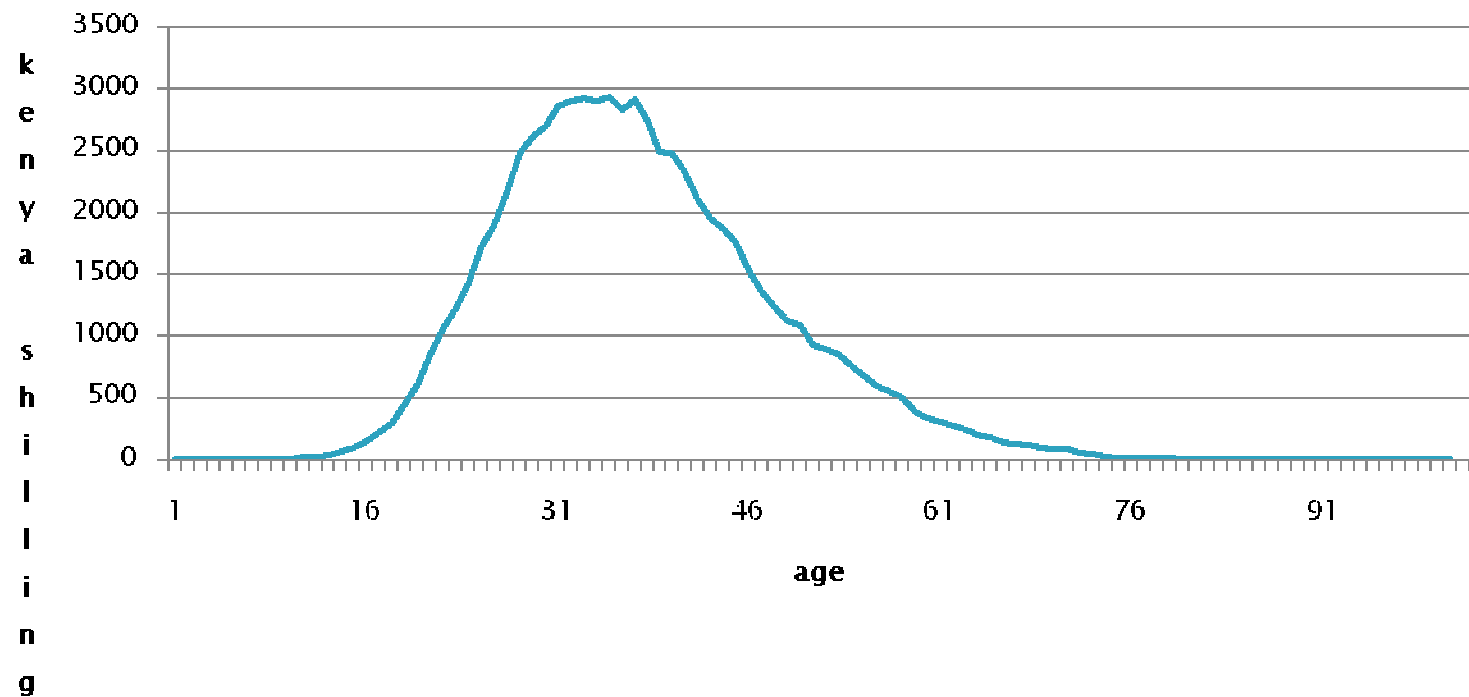
Wage income, Kenya 2005

Per Capita Wage Income, Kenya 2005



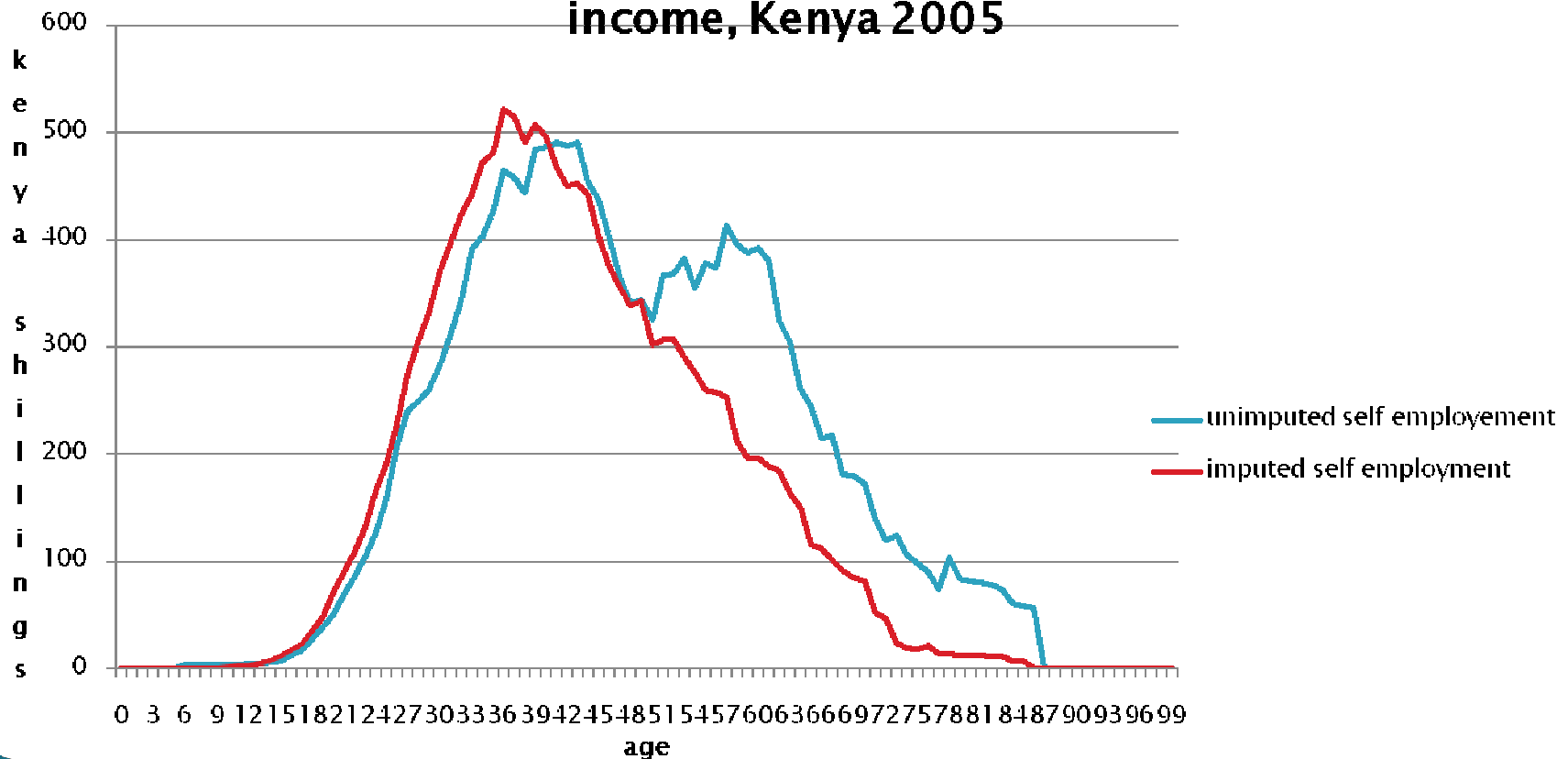
Self-employment income, Kenya 2005

Per Capita self imputed wage, Kenya 2005

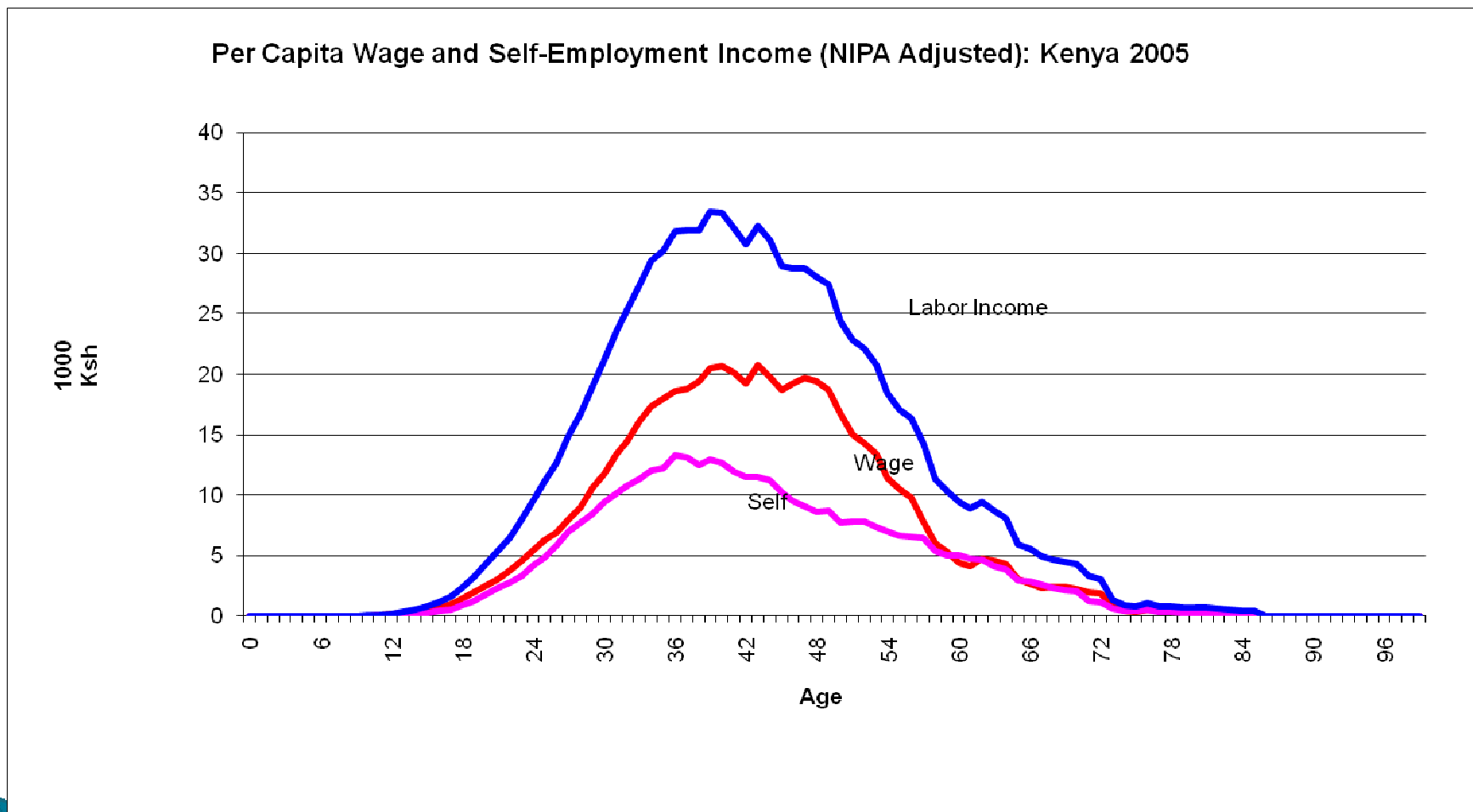


Imputed and un-imputed self-employment income, Kenya 2005

Kenya Imputed and un-imputed self employment income, Kenya 2005

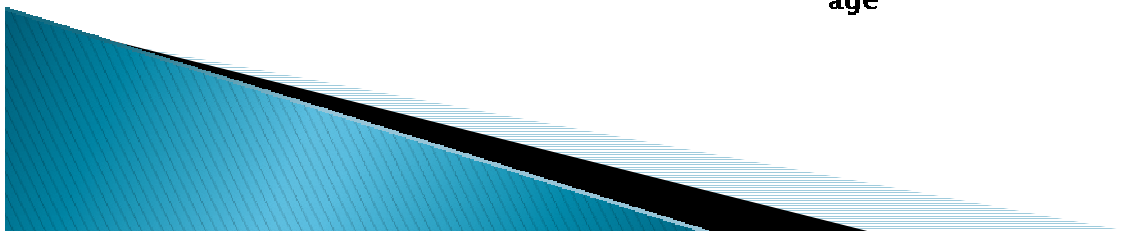
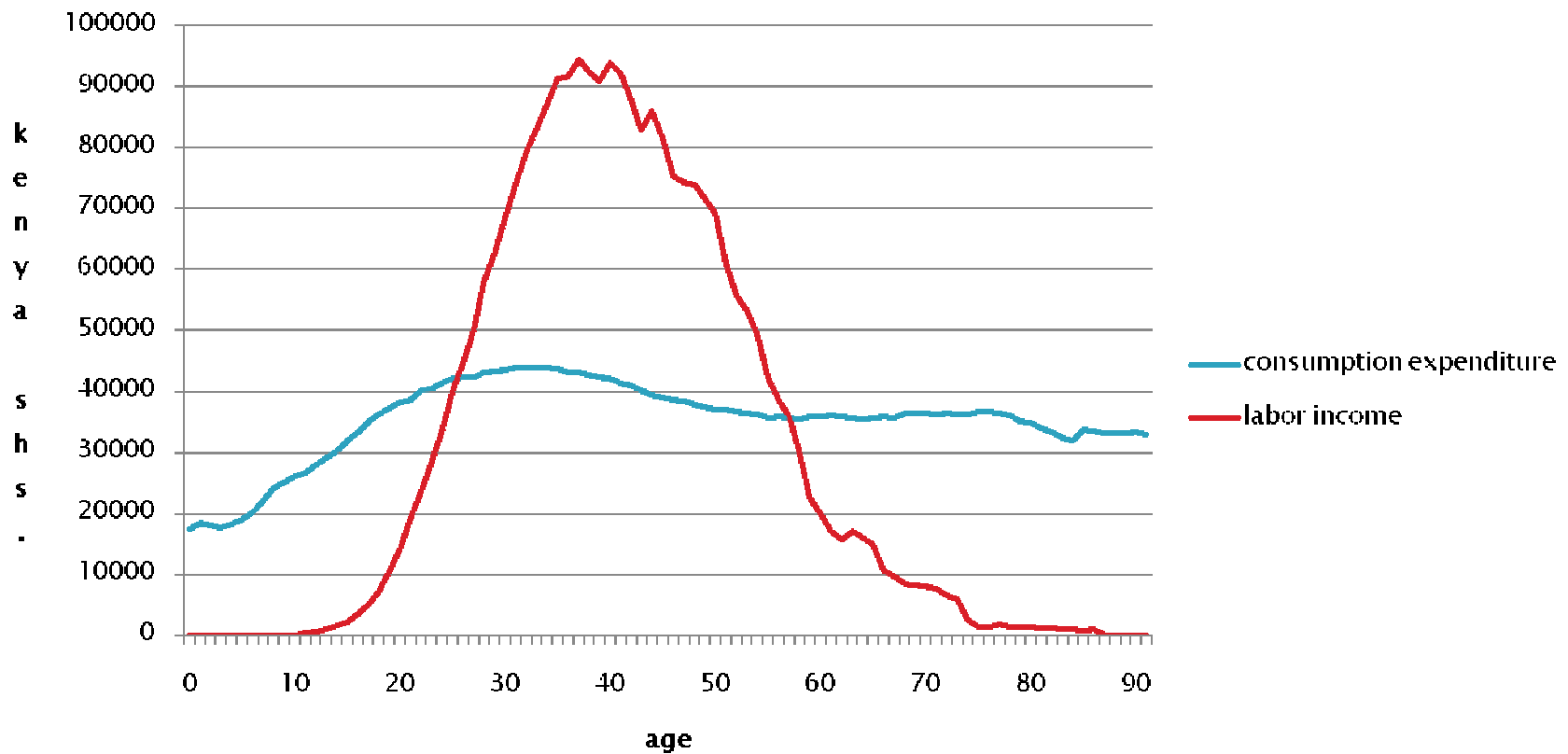


Total labor income, wage and self-employment income, Kenya 2005



Consumption and Labor income, Kenya 2005

Per capita Consumption and labor income, Kenya 2005



Thank you

