Maternal Cash Transfers and Child Nutrition: Evidence from India

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Research Question: To what extent does a non means-tested cash transfer targeted to pregnant and nursing mothers affect children's nutrition?

Contributions

- Impact of a non means-tested CT on child wellbeing
- Impact of CTs on child nutrition in the populous Indian context
- Disaggregated program effects
 - By child gender documented son preference in India

The Mamata Scheme

- Launched Sept. 2011, 2.5 million beneficiaries at time of the study
- Exogenous source of variation for quasi-experiment (program eligibility)
 - Mother's age > 19 years
 - Child's birth order <=2
- Difference-in-differences using NFHS survey data
 - Treatment Group: Odisha
 - Comparison Group: West Bengal
- Results: WHZ HAZ HAZ



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Motivation

- ➤ Early-life circumstances shape a child's future health (Currie & Almond, 2011). Nutritional deficits in early life have adverse effects on adult outcomes (Victora et al., 2008).
- ➤ Early-life interventions are important to tackle future gaps in human capital outcomes (Hoddinott et al., 2008)
- ➤ Globally, many cash transfer (CT) programs, both conditional and unconditional, are means-tested, and target female beneficiaries and/or households with children under 5 years. Fewer specifically target pregnant and nursing mothers.
- More research is needed to examine the effect of non means-tested CTs with narrower targeting on child well-being.
- Examine the effect of an Indian maternal cash transfer program "Mamata Scheme" in the state of Odisha on child nutrition.
- ➤ Child undernutrition is a large global problem, and **India** bears a large share of the burden, despite rapid economic growth, "a puzzle" (NFHS 2015-16).



State (red) in India

Research Question

To what extent do cash transfers targeted at pregnant and lactating women affect children's nutrition?

Data

- > Two rounds of the **India National Family Health Survey** (NFHS), collected in 2005-6 and 2015-16 (n=8726). NFHS is a nationally representative repeated cross-sectional survey conducted in five waves from 1992-2019.
- Odisha Sample: 4540 women aged 15-49 in Wave 3; 33,271 women in Wave 4.
- Survey has household, man's and woman's questionnaires. Includes height and weight measurements for all children under 5, wealth index classification.
- Sample restricted to households with children under 5 present in both survey waves.

Methods

Difference-in-Differences Regression Model

 $Y_{ijt} = \beta_0 + \beta_1 \left(Eligible * 2015 \right)_{it} + \beta_2 \left(Eligible \right)_{it} + \beta_3 (2015) + \gamma \mathbf{X}_{ijt} + \eta_t + \varepsilon_{ijt}$

Covariates include household, mother and child-level characteristics. Regression includes birth month and year FE and a control for wealth trends.

Regression Results

| | WHZ (weight-for- height z-score) | | HAZ (height-for-age z-score) | |
|------------------------|-------------------------------------|---------|---------------------------------|---------|
| | Model 1 | Model 2 | Model 1 | Model 2 |
| Eligible x Post | 1.03*** | 1.13*** | 0.92*** | 0.93*** |
| | (0.16) | (0.20) | (0.20) | (0.23) |
| Poor x Eligible x Post | | -0.15 | | -0.03 |
| | | (0.17) | | (0.19) |
| N | 7,412 | 7,412 | 7,412 | 7,412 |
| \mathbb{R}^2 | 0.11 | 0.11 | 0.20 | 0.20 |

Standard errors in parentheses clustered around child birth order

*** p<0.01, ** p<0.05, * p<0.1

Summary of Findings

- ➤ Being eligible for a maternal cash transfer is associated with higher weight-for-height (lower wasting) and height-for-age (lower stunting) in Indian households.
- ➤ Difference-in-differences regression model (Intent-totreat analysis) finds that being eligible for Mamata benefits improves a child's weight-for-height (lower wasting) and height-for-age (lower stunting).
- > Heterogenous effects by hh. wealth and location (rural/urban) and child gender for wasting.

Discussion

- ➤ Non means-tested cash transfers could be very valuable to reduce stunting and wasting in India.
- > Girls have lower WHZ than boys; potentially due to son preference
- ➤ Nationwide rollout of a similar CCT program starting in 2017 (Shukla & Kapur, 2019).

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