



EVALUATING TANZANIA'S PRODUCTIVE SOCIAL SAFETY NET

Targeting Performance, Beneficiary Profile, and Other Baseline Findings



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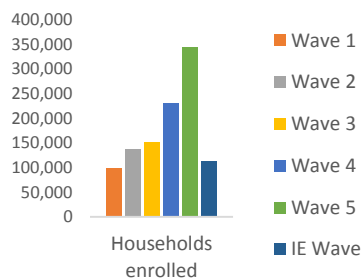
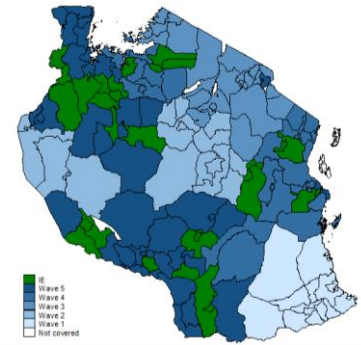
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Abbreviations

CAPI	Computer Assisted Personal Interviewing
CB-CCT	Community-Based Conditional Cash Transfers
CCT	Conditional cash transfers
CSI	Coping Strategy Index
DFID	Department for International Development
DHS	Demographic and Health Surveys
HBS	Tanzania Household Budget Survey
HH	Household
IE	Impact Evaluation
NBS	National Bureau of Statistics
NPS	National Panel Survey
OCSGS	Office of Chief Government Statistician
PAA	Project Area Authorities
PMT	Proxy Means Test
PSSN	Tanzania's Productive Social Safety Net
PW	Public Works
RCT	Randomized Control Trial
SDI	Service Delivery Indicators
SIDA	Swedish International Development Cooperation Agency
TASAF	Tanzania Social Action Fund
TZS	Tanzanian Shillings
UNICEF	United Nations Children's Fund
USAID	United States Agency for International Development
WB	World Bank
WFP	World Food Programme

I. Executive Summary

This report presents the findings of the impact evaluation baseline survey of Tanzania’s Productive Social Safety Net (PSSN). PSSN aims to reduce and break the intergenerational transmission of poverty and is based on two integrated interventions, a labor intensive public works (PW) program and targeted conditional cash transfers (CCTs). The objective of the PSSN, which is implemented by the Tanzania Social Action Fund (TASAF), is to increase income and consumption and improve the ability to cope with shocks among vulnerable populations, while enhancing and protecting the human capital of their children.



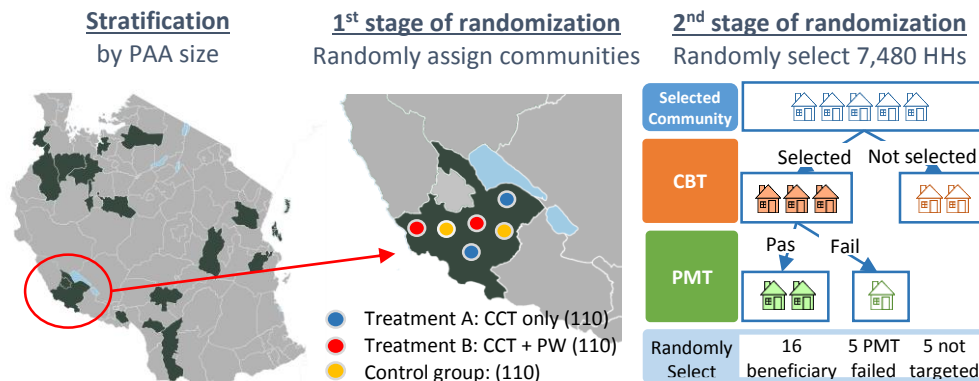
In March 2013, the Government of Tanzania decided to massively scale up the PSSN. The scale up aimed to reach the poorest one million households across the country. By August 2015, the target was exceeded with 1,113,137 households enrolled. The operational set up for the rollout was conducted in five waves, with PAAs grouped into clusters based on proximity, and preference given to the clusters with poorer PAAs. PAAs were classified in four groups based on a poverty index, and beneficiary quotas defined for each of the groups.

To demonstrate that the PSSN is generating the intended impact, a randomized impact evaluation (IE) was built in to the scale up. The IE contributes to the body of evidence on the effectiveness of CCTs, particularly in sub-Saharan Africa. It will also seek to contribute to the evidence around the impacts of PW, which is more limited despite their popularity as an instrument to protect against shocks. The IE is an important achievement as it evaluates a large-scale Government program using an experimental design.









Key questions for the baseline analysis:

1. Is there balance between treatment and control groups at baseline?
2. What is the profile of PSSN beneficiaries?
3. How did PSSN’s targeting perform?

The IE relies on a stratified two-staged cluster randomization and baseline data show randomization was successful. The IE covers 330 villages in 16 Mainland PAAs randomly selected from the largest scale up waves, plus all PAAs in Zanzibar. A total of 7,319 households were interviewed (98 percent response rate) in June-July 2015 using computer assisted personal interviewing, after the targeting process and prior to being notified of their eligibility. Balance tests show balance between the treatment and control groups.



IS THE BENEFIT STRUCTURE WELL-ALIGNED WITH THE BENEFICIARY PROFILE?

Monthly benefit	TZS	USD	Condition
	37,500	22.9	Public Works
	6,000	3.7	Per child in upper secondary
	4,000	2.4	Per child in lower secondary
	2,000	1.2	Per child in primary
	4,000	2.4	Per under 5 with health visits
	4,000	2.4	HH with children
	10,000	6.1	Extreme Poverty
	38,000	23.2	CCT max

The average CCT transfer is about TZS 21,000 (roughly US\$13), representing 21% of monthly consumption among PSSN households.

The PSSN CCT transfer as a percentage of household consumption is in line with international benchmarks for similar programs.

PSSN design is aligned with the beneficiary profile and could also induce unexpected benefits

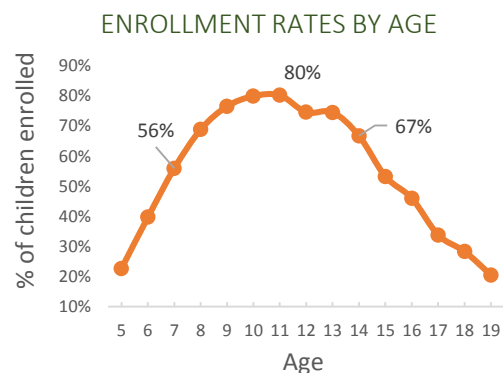
Literacy and school attainment are low. 42% ages 15+ are illiterate and 48% ages 15+ completed primary.

School enrollment is low, especially among youngest and oldest. About half or less are enrolled at age of school entry (7) and at ages 14 to 17. The main barriers to enrollment are **financial constraints** (39%) and distance (11%).

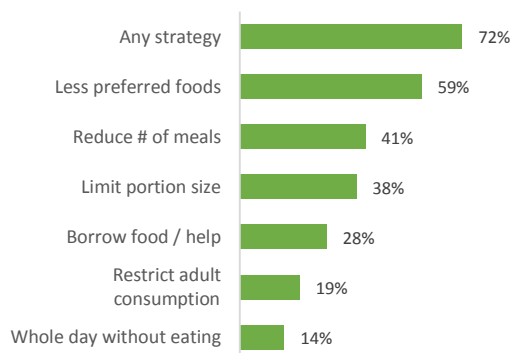
School attendance is high, but so is repetition. 92% of the enrolled regularly attend. 18% of those 5 to 19 enrolled in school repeat at least one grade.

Routine checks for under-fives are rare. Only 23% of under-5s visit a health provider and 90% visiting one are sick. **Main barrier is cost.** Sick under-5s don't attend health visits due to costs (58%). Social norms also play a role (32%). Most (79%) use public health facilities, so supply sides issues could emerge.

Households rely on agricultural activities and have unstable income sources. Most households engage in agricultural activities (69%). The labor force participation rate is low (49%), most jobs are unstable. Less than 2% of PSSN beneficiaries with a job are in wage employment and only 13% of workers have a contract.



COPING STRATEGIES



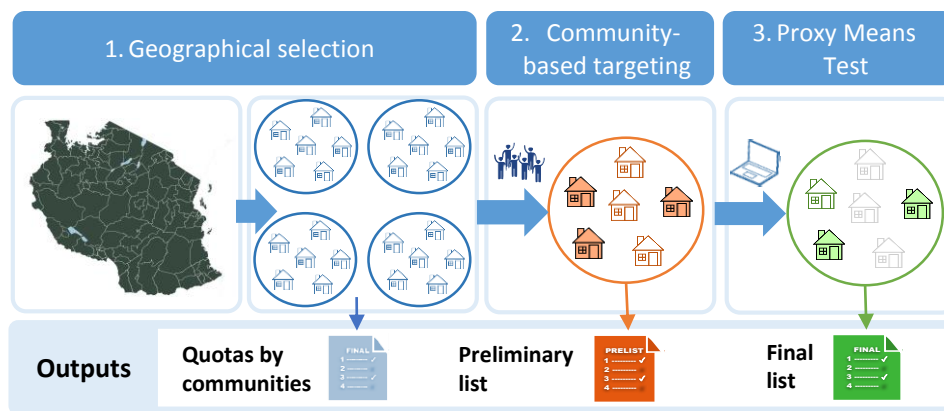
PSSN households have low food security and are vulnerable to shocks. One in four households consume food items from two or less food groups and 73% have low diet diversity. About one-third of households suffered a shock, most of which caused income or asset losses (60%).

Women lack bargaining power. More than 38% with a partner do not participate in key household decisions including children's healthcare and schooling, and 19% ages 15 to 49 report facing domestic violence.

Savings potential still limited. Only 20% have savings. However, 87% of those saving use mobile money.

WHAT IS PSSN'S TARGETING SYSTEM AND HOW DOES IT PERFORM?

The PSSN uses a hybrid targeting system consisting of three stages. First, a geographical mechanism is used to identify and select the poorest districts, wards, and communities (i.e. villages, mitaa or shehia). Second, within the selected communities, a community based targeting approach is used to prepare a preliminary list of extremely poor and vulnerable households. Third, a proxy means test (PMT) is applied to households in the preliminary list to verify their eligibility.



PSSN households are poorer than non-selected households

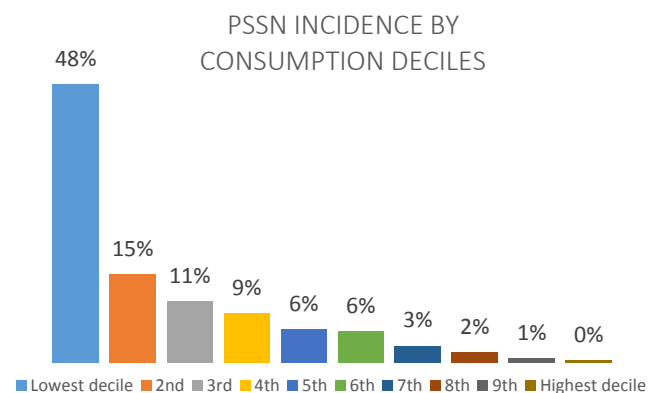
PSSN households consume less and spend more on food. PSSN households consume 70 cents for every \$1 consumed by non-selected households. PSSN households spend 89% of consumption on food items compared to 82% among non-selected.

PSSN's targeting outperforms other CCTs. Most households (83%) are in the bottom four deciles and 64% are under PSSN's food poverty line. This is higher than CCTs with similar coverage.

The community effectively identifies poor households. Communities select poorer households and incorporate information on earning potential and ability to smooth shocks. But they apply a different concept of poverty focused more on the elderly and people with disabilities.

The PMT is cost-effective in reducing leakage, but the targeting tools can improve further. The PMT should be updated regularly as new data becomes available and the other stages of targeting can also be improved. New poverty maps have already been developed to inform future retargeting efforts.

Communities are satisfied with PSSN's targeting process but program knowledge is limited. The targeting process is seen as fair and transparent by 86% of prelisted households and 66% of the non-targeted. But 34% of prelisted households don't know beneficiaries will have a co-responsibility. Stronger efforts are needed to communicate the program objectives to communities.



II. Introduction

To reduce extreme poverty and break the intergenerational transmission of poverty, the Government of Tanzania created the Productive Social Safety Net (PSSN). The PSSN is based on integrated interventions, a labor intensive public works (PW) program and targeted conditional cash transfers (CCTs). The objective of the PSSN, which is implemented by the Tanzania Social Action Fund (TASAF), is to increase income and consumption and improve the ability to cope with shocks among vulnerable populations, while enhancing and protecting the human capital of their children. In 2013, the Government of Tanzania decided to scale up the PSSN to cover all households in extreme poverty¹ and by 2015 the program was delivering cash transfers to over 1 million households across the country. To demonstrate that the PSSN is generating the intended impacts, a randomized impact evaluation (IE) was built in to the scale up design.

This impact evaluation (IE) is expected to contribute to the body of evidence on the effectiveness of CCTs, particularly in the sub-Saharan Africa context. Conditional cash transfers, which are at the core of PSSN, have been among the most evaluated social programs. The majority of these studies show that well designed and implemented cash transfer programs have proven to be effective in terms of: (i) reaching the poorest and most vulnerable; (ii) increasing household consumption, particularly of food and proteins; (iii) increasing enrollment, attendance and completion rates in primary and secondary schools while reducing dropping out and repetition; and (iv) improving health outcomes (e.g., morbidity, chronic malnutrition) through increased usage of health services. Existing evidence from sub-Saharan Africa validates these results; however, although it is rapidly expanding, empirical evidence based on a credible counterfactual is still relatively limited in this context (Garcia and Moore, 2010).

In contrast to CCTs, the evidence base on public works (PW) programs is more limited despite their emergence as a popular instrument to protect against shocks. These programs are designed to provide income support to the poor in critical times by offering short-term employment at low wages for unskilled and semi-skilled workers on labor-intensive projects such as feeder road construction and maintenance, small irrigation infrastructure, among others. Recent evaluations of PW programs in Africa in particular,² have shown these programs can have positive impacts on household consumption, livelihoods, asset accumulation, and usage of basic services. This evaluation will seek to contribute to the evidence around the impacts of PW programs.



¹ PSSN targets the 9.7% of the population below the food poverty line plus an additional 5% who are transient poor.

² See Rosas and Sabarwal (2016) and Berhane et al (2011) for evidence from Sierra Leone and Ethiopia.

The IE design examines the impacts of a large-scale Government program using an experimental design and tests the relative effectiveness of different cash transfer packages. The PSSN is now the second largest Government-run CCT program in Africa, following Ethiopia’s Productive Safety Net Programme. Due to the Government’s strong emphasis on rigorous evaluation, the PSSN impact evaluation follows a randomized control trial (RCT) design. This provides a valuable opportunity to evaluate a large-scale program through an experimental design, which is typically difficult given the technical and operational challenges associated with implementing an RCT at scale. In addition, the IE design allows for a comparison of the relative impacts of receiving only cash transfers versus a package of cash transfers plus public works. While both cash transfers and public works are widely implemented and there is substantial discussion about the tradeoffs between these interventions, the evidence around their relative effectiveness is limited.

Another key contribution of this study is to provide a greater understanding of how well communities perform in terms of targeting beneficiaries relative to the proxy means test (PMT). The use of proxy means testing has been proliferating in the sub-Saharan African context in recent years, in part due to the perception that heavy reliance on community-based targeting or self-targeting has resulted in weak performance (WB, 2015b). Yet there is still limited empirical evidence of its adequacy in terms of identifying the poorest households, including when complemented by other targeting approaches, and particularly in contexts where the consumption distribution is flat.

This report presents the main findings of the IE baseline survey. The report is divided into six sections. Section III describes the context in which the evaluation is conducted. Section IV presents the evaluation’s objectives, study design, and methodological issues related to the design at the time of the baseline. Section V provides an in-depth profile of PSSN beneficiaries using the baseline data. Section VI examines the program’s targeting performance and community knowledge and perceptions of the program. Section VII concludes.

III. Context and Project Overview³

Despite solid economic growth over the last decade, about a third of Tanzania’s population remains poor and highly vulnerable. While economic growth in the country averaged 7 percent per year in the ten years leading up to 2014, progress in reducing poverty has been substantially slower. Poverty incidence is still very high with about 38 percent of the population living with less than US\$1.25 per day, close to 30 percent are under the national poverty line and about 10 percent live under the food poverty line (extreme poverty). Poverty reduction over the last years has been modest as currently there are at least 12 million poor people Tanzania, roughly the same number than in 2001. Most of the poverty reduction occurred in Dar es Salaam, while in rural areas, where most of the poor live, it has remained stubbornly high, as it has in other urban areas. This has exacerbated geographic inequalities.

Poor households, particularly in rural areas where there is high dependence on agricultural income, are also vulnerable to seasonal shocks. Each year Tanzanian households reduce consumption during a period of four to five months on average (Kaminski et al, 2014). According to WB (2015a), more than half of the rural poor depend on subsistence agriculture to generate income, confirming that their incomes are highly cyclical and sensitive to climate shocks. Available data also suggests poorer households tend to take longer to recover from shocks and to take mitigating measures which may have negative long-term impacts (e.g., reducing food intake, withdrawing children from the school, depleting assets) (WB, 2007).

Poor and vulnerable households also exhibit inadequate levels of human capital investment and development. Key social indicators that are closely correlated with sustained poverty reduction lag behind neighboring countries and in some cases are below the average in sub-Saharan Africa. More than 42 percent of children younger than 5 are stunted (60 percent among the poor), which means that close to half of children (i.e., future adults) will likely have lower capacity to learn and therefore higher probability of early drop-out of school. This is likely to result in lower productivity as adults and higher probability of being poor, perpetuating the intergenerational transmission of poverty. Furthermore, despite relatively higher levels of primary completion, less than half of children enter secondary education and about one of every four youths is illiterate.



³ Data on poverty estimated from the Tanzania Household Budget Survey (HBS) 2006/2007 and 2011/2012 covering mainland Tanzania. Data on shocks is from WFP (2010); and other data is from World Bank (2011), unless otherwise indicated.

Even though supply side barriers affect access to basic social services, demand-related issues also prevent poor households from sending children to school. The latest household survey shows that more than 20 percent of children ages 7 to 17 out of school failed to attend because the family was not interested and another 10 percent failed to attend because the household could not afford school. In contrast less than 2 percent reported failure to attend school because the school was too distant (about 75 percent of children live within 30 minutes from the school). A similar situation is found in the health sector. Excluding individuals who did not need healthcare, only 4 percent reported distance to the facility as the reason for not visiting a healthcare provider. In contrast, more than half (61 percent) reported not visiting a healthcare provider because it was too expensive.



To address these issues, the Government first introduced a pilot CCT program, and then building on lessons learned, designed and introduced the PSSN. As part of its broader measures to implement a coherent social protection strategy to address these issues, in 2010 the Government launched the implementation of a pilot conditional cash transfer program. The pilot was the first strictly conditional cash transfer in Africa, complemented by a comprehensive set of evaluations and assessments, which eventually showed its effectiveness (Evans et al, 2014). Building on the experience of the pilot CCT and following international best practices, the PSSN was designed and began implementation in 2012.

The PSSN is implemented by TASAF, in close collaboration with subnational authorities. The TASAF Management Unit is the main implementing agency for the program. To implement the program, TASAF works in close collaboration with the Local Government Authorities as well as Unguja and Pemba islands in Zanzibar, which for program purposes are jointly referred to as Project Area Authorities (PAA). There is a PSSN Coordinator at each PAA to manage program activities, support by regular technical assistance provided by TASAF at the PAA level. Communities, led by Community Management Committees, are responsible for conducting prelisting of potential beneficiaries during the targeting process, collecting data on compliance with co-responsibilities, and delivering bimonthly transfers to beneficiaries. The PAAs hold primary responsibility for coordinating all activities within their respective areas, particularly delivery of payments by community management committees and entry of compliance data.

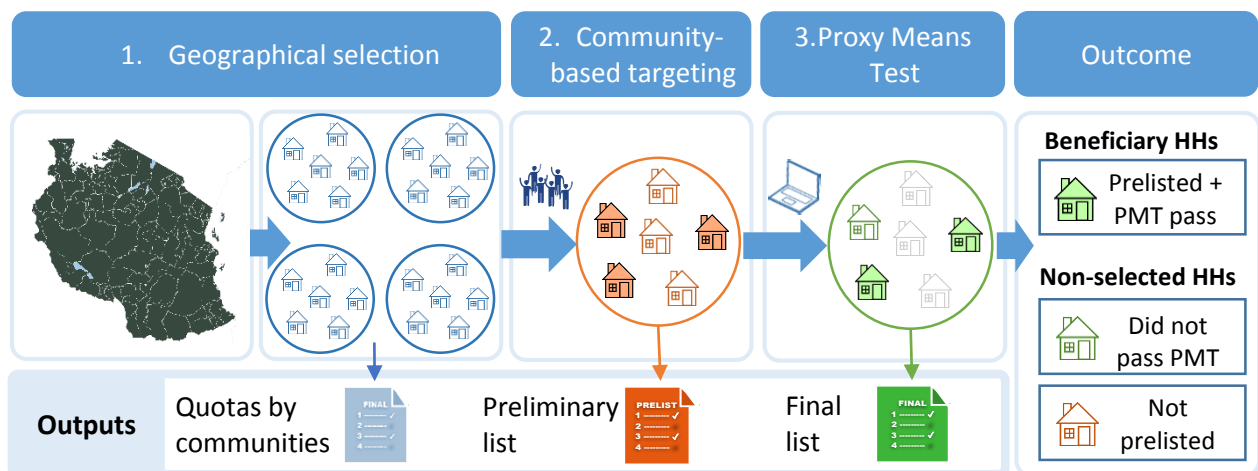
PSSN is currently financed from multiple sources including Government and development partners. The PSSN is mainly financed by the Government of Tanzania, the World Bank Group through the International Development Association, and more recently, the United Kingdom Department for International Development (DFID). Other Development Partners such USAID, the Swedish International Development Cooperation Agency - SIDA, and UNICEF have also provided financing.

A. PSSN Design Elements

The PSSN's objective is to increase income and consumption and improve household's ability to cope with shocks, while enhancing and protecting the human capital of their children. To achieve this objective, the PSSN is based on the integrated interventions of conditional cash transfers and labor intensive public works, complemented by technical assistance and savings promotion. The conditional cash transfer program is expected to increase the incomes of extremely poor households on a regular basis while the public works program will provide a predictable transfer to maintain (i.e., smooth) consumption during the lean season. Both elements also seek to have long-term impacts. The cash transfer introduces co-responsibilities to encourage beneficiaries to invest in the education and health of their children. The PW provides households with a source of income to enable planning and avoiding negative coping decisions that might prevent them from leaving extreme poverty.

Eligibility of poor and vulnerable households for both the CCT and PW components is determined through a three-stage targeting system. First, a geographical mechanism is used to identify and select the poorest districts, wards, and communities (i.e., villages, mitaa, or shehia). Second, within the selected communities, a community based targeting approach is used to prepare a preliminary list of extremely poor and vulnerable households. Third, a proxy means test (PMT) is applied to households on the preliminary list to verify their eligibility. This combination of targeting tools aims to ensure the PSSN reaches only the poorest communities, uses community knowledge to reach the poorest households within the selected communities to minimize exclusion errors, and verify selection of beneficiaries at the household level using a PMT to minimize inclusion errors.

FIGURE 1. TARGETING MECHANISM



The PSSN provides up to three types of cash transfers depending on household composition (Table 1):

- (i) A (fixed) basic monthly transfer to improve household consumption;
- (ii) A variable conditional transfer for households with children to serve as an incentive for households to invest in the human capital of their children; and
- (iii) A seasonal transfer linked to participation in labor-intensive public works to increase and sustain household assets, and smooth consumption during lean seasons.

The CCT benefit consists of a fixed and a variable component, with the variable portion tied to compliance with co-responsibilities. All selected households are entitled to a basic unconditional transfer equivalent to US\$6 per month, to ensure extremely poor families are guaranteed some basic consumption support throughout the year. Household with children are provided a fixed child benefit of about US\$2.5 plus an additional variable transfer up to a maximum of US\$14.5 per month. The variable transfers are subject to meeting program co-responsibilities and are intended to help reduce demand-side barriers to accessing schooling and health services and making other investments in children’s human capital such as improved nutrition. The education transfers also varies based on the schooling level, a structure designed in acknowledgement of the higher opportunity costs and dropout rates at higher schooling levels.

Households with able-bodied adults are eligible to receive an additional transfer by participating in the public works component. The public works program guarantees one person per household fifteen days of paid work per month at a daily rate of TZS 2,500 (US\$1.35), over a four-month period during the annual lean season. This access to seasonal income enables households to maintain consumption during the hungry season, and provides opportunities for households to make small livelihood investments. Taken as a package, the interventions can therefore provide households a maximum annual benefit of approximately US\$370, with a maximum annual benefit of TZS 456,000 (about US\$278) and TZS 150,000 (about US\$91) for the CCT and public works interventions, respectively.⁴

TABLE 1. PSSN BENEFIT SCHEME

PSSN component	Transfer type	Transfer name	Co-responsibility	Benefit (TZS)	Monthly cap (TZS)	Annual max (TZS)
CCT	Fixed	Basic transfer	Extreme poverty	10,000	10,000	120,000
	Fixed	Household child benefit	HH with children under 18	4,000	4,000	48,000
	Variable	Infant benefit	Infants 0-5 health compliance	4,000	4,000	48,000
	Variable	Individual primary benefit	Child in primary education compliance	2,000	8,000	96,000
	Variable	Individual lower secondary benefit	Child in lower secondary education compliance	4,000	12,000	144,000
	Variable	Individual upper secondary benefit	Child in upper secondary education compliance	6,000		
PW	Variable	Public works benefit	Extreme poverty + older than 18 able to work	2,500	37,500	150,000

The CCT benefits are delivered on a bi-monthly basis and compliance with co-responsibilities is closely linked to the transfers. Both education and health compliance are tracked at an individual level. Children ages five and older who are enrolled in school and attend at least 80 percent of school days are considered as having complied with education co-responsibilities. Health compliance is only required for children five and under. Following health protocols, children under 24 months living in areas where health services are available should visit a health facility at least once per month, while children between 24 and 60 months

⁴ Calculated assuming an exchange rate of TZS 1,640 per US\$1 at the time the revised CCT benefit structure for the scale up was defined in September 2014.

should visit at least once every six months.⁵ Penalties are linked to individuals to incentivize compliance, and like the transfers penalty amount is differentiated by age (Annex 1). To monitor compliance, data is collected at health centers and schools within PSSN communities and then entered on a bi-monthly basis at the Project Area Authorities (PAA) level⁶ into the PSSN's Management Information System. Payments are made every two months and compliance starts to be tracked after the first-ever payment cycle. Penalties are deducted from the subsequent payment cycle, which effectively means no penalties are applied until the third payment cycle.

B. PSSN Scale Up

In March 2013, the Government of Tanzania decided to massively scale up the PSSN to reach the poorest one million households across the country. The decision was taken by Government to expand PSSN to the 9.8 percent of the population living under the food poverty line, plus an additional 5 percent of the population in transient poverty. This represented approximately 920,000 households based on the 2012 HBS, which when rounded led to a target of 1 million households. By August 2015, the target was exceeded with a total of 1,113,137 households enrolled in 9,960 communities – villages, mitaa (urban streets), and shehia, covering all 161 PAAs on the Mainland and all PAAs in Zanzibar. The operational set up for the rollout, which was based on a geographical targeting model, was key to achieve the full scale up within the tight timeframe defined by Government.

TASAF selected the areas to be covered by the PSSN scale up based on a geographical targeting model at the PAA and community level. PSSN's geographical targeting model relied on a PAA and community level poverty index that was generated from estimates provided by the PAAs.⁷ The first stage of the geographical targeting model was assigning quotas, or the target number of households to reach, at the PAA level. This was done by first dividing PAAs into quartiles of the poverty index (about 40 PAAs per quartile), and then defining the proportion of households within the PAA that would be targeted taking into account the program resource constraint. The second stage assigned quotas at the community level, which involved: (i) selecting the poorest 66 percent of communities in each PAA to ensure adequate coverage; (ii) dividing these communities into quartiles of the community level poverty index; and (iii) defining the share of the PAA quota that would be assigned to communities in each quartile (Table 2).



⁵ In areas where no health services are available the primary caretakers of children under 60 months are required to attend bi-monthly PSSN community health and nutrition sessions

⁶ Local Government Authorities in Mainland and Zanzibar District Authorities.

⁷ The indices were based on food insecurity, accessibility (school, roads, and electricity), and share of most vulnerable children. A broader set of variables were collected, but had insufficient data to construct an index.

TABLE 2: GEOGRAPHICAL TARGETING MODEL

Poverty Quartiles	PAA Quotas (coverage)	Village Quotas (share)
Highest	20%	30%
High	15%	26%
Medium	12%	24%
Low	10%	20%

TASAF conducted the rollout of the PSSN national scale up in five waves. PAAs were grouped into nine clusters based on geographical proximity. In the rollout, preference was given to the clusters with the most PAAs in highest poverty strata (Figure 2). Each wave consisted of a continuous flow of activities to start CCT operations, that is, targeting, enrolment, and delivery of the first payment. The TASAF Management Unit trained a dedicated national team of staff to support scale up operations. The scale up was designed so that the first waves covered only a few clusters in order to gradually build capacity. As the technical and operational capacity of the implementing agency increased at central and local levels, coverage increased by adding clusters covering a larger number of PAAs, villages, and beneficiaries (Figure 3).

FIGURE 2: PSSN SCALE UP GEOGRAPHICAL ROLLOUT

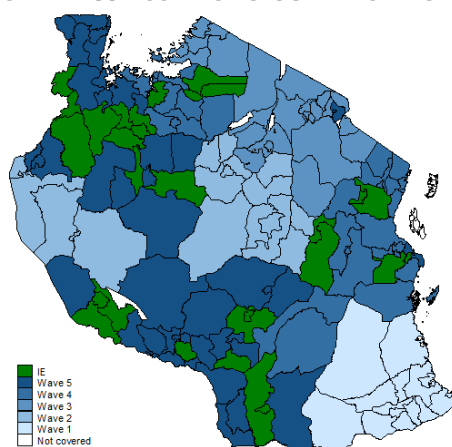
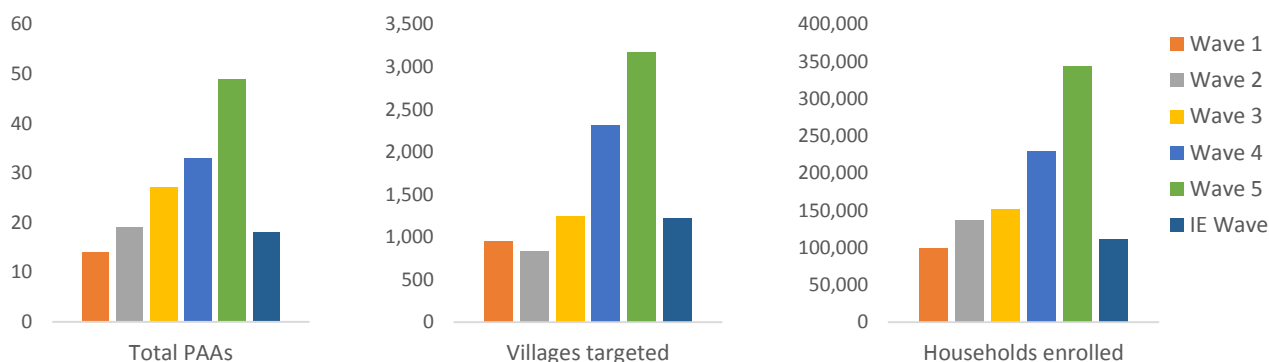


FIGURE 3: PSSN SCALE UP BY WAVES

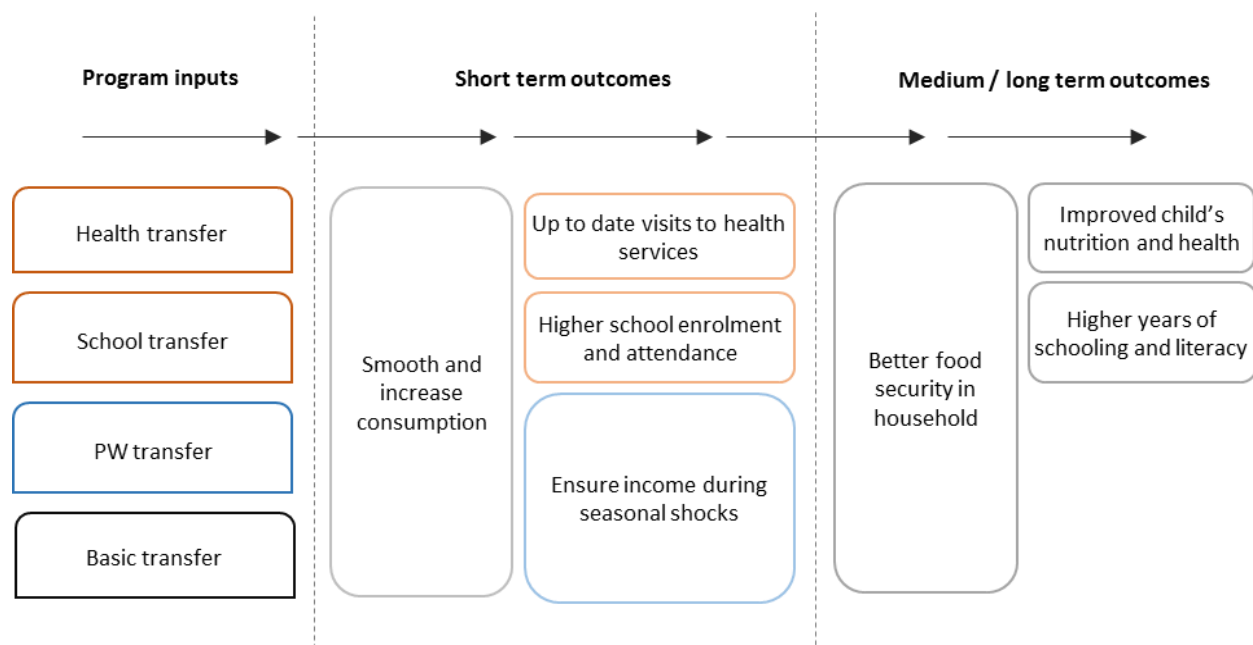


IV. Impact Evaluation Objectives and Methodology

A. Impact Evaluation Research Objectives

The IE design and research questions follow the logic of the PSSN program. The PSSN aims to reduce consumption poverty in the short, medium and long term by promoting human capital investments among the poor and help households mitigate income shocks through the CCT and PW components respectively. The logic behind the program's objectives is that: (i) the cash transfers offered to beneficiary households will increase and smooth current consumption thus improving children's nutrition and households' food security;⁸ and (ii) that the health and schooling conditionality will translate into more years of schooling and better health status among beneficiaries, thereby improving productivity. Ultimately, these impacts are expected to translate into greater poverty reduction in the long term (Figure 4).

FIGURE 4. PSSN PROGRAM LOGIC



Following this logic, four core research questions were selected to guide the impact evaluation:

1. *Does participation in PSSN lead to positive changes in health-seeking behavior, particularly as related to child health (such as immunization and visits to health facilities)?*
2. *Does participation in PSSN have an impact on key educational outcomes such as school enrolment, school attendance, repetition, literacy, and years of schooling?*
3. *What is the impact of PSSN on household food and non-food consumption?*
4. *What is the impact of PSSN on food security and on the negative coping strategies used by households in the face of shocks?*

⁸ Evidence shows that cash transfer programs increase food consumption, having positive consequences on food diversity and security. As very poor households start receiving the cash transfer, their food consumption increases and they spend on higher-quality sources of nutrients (Fiszbein and Schady, 2009).

A set of supplementary questions will also be used to analyze other positive spillovers on beneficiary households. These aspects, while not defined explicitly as program objectives, will be studied to assess whether PSSN has broader positive externalities:

1. *Does participation in PSSN influence household members' existing economic activities, time use, and/or encourage new economic activities?*
2. *Does participation in PSSN increase household accumulation of assets?*
3. *Does participation in PSSN impact savings and use of financial instruments?*
4. *How does it influence the incidence of domestic violence among women or change other family or social dynamics (particularly given the transfers are typically made to women)?*
5. *Are there any positive spillovers for non-selected households within the targeted communities (e.g., increased consumption, investment)?*

For each of the core and supplementary research questions, the evaluation will also assess the relative effectiveness of providing only the CCT intervention versus providing CCTs plus the PW intervention.

In addition, the IE will be used to assess the targeting performance of the PSSN and community knowledge of and satisfaction with the program:

1. *What is the overall targeting performance of the program in terms of coverage, incidence, and errors of inclusion and exclusion?*
2. *How do the community-based targeting processes and PMT process perform in terms of identifying the poorest?*
3. *How do the households selected for enrolment into the PSSN differ from non-selected households?*
4. *How aware are households within targeted communities of key program information (e.g., objectives, co-responsibilities)?*
5. *How satisfied are households within targeted communities with the targeting process and how does this differ between selected and non-selected households?*

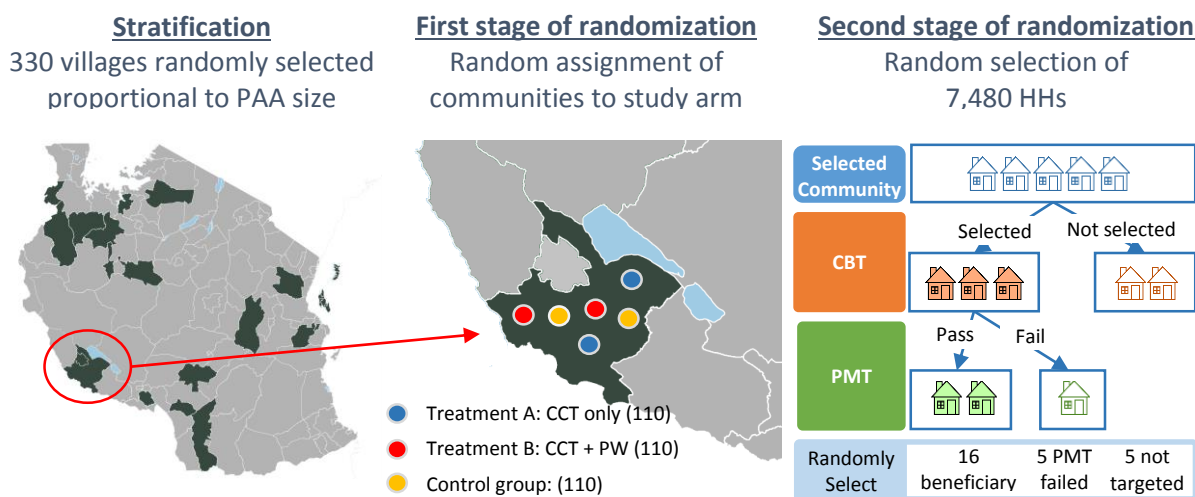
B. Sampling and Data Collection

The impact evaluation covers a subset of 16 PAAs randomly selected from Waves 4 and 5 of the scale up plus all PAAs in Zanzibar. On the Mainland, the 16 PAAs selected for the evaluation were drawn randomly from the 96 PAAs in Waves 4 and 5 of the scale up. These PAAs are considered largely representative of the Mainland, as: (i) they themselves cover more than 100,000 eligible households; and (ii) Waves 4 and 5 were the last and largest waves of the PSSN scale up covering 60 percent of the 161 PAAs covered by the program and close to 660,000 eligible households. In Zanzibar, the two PAAs (Unguja and Pemba islands) were selected for the evaluation, covering a population of almost 28,000 eligible households.

The impact evaluation relies on a stratified two-staged cluster randomization methodology. The IE effectively exploited over-subscription as the PSSN geographical targeting covered about 70 percent of all communities in the country. The sampling approach involved three steps (Figure 5). First, within selected PAAs, a number of IE communities from within IE PAAs were randomly selected proportional to PAA size

(see Annex 2).⁹ The total number of communities to be sampled was based on ex-ante power calculations, with a total of 240 Mainland communities and 90 (out of a total of 330) in Zanzibar, with Zanzibar oversampled to ensure sufficient power to report results separately. Then, the first stage of the cluster randomization consisted of randomly assigning PSSN communities to one of two treatment groups or to a control group. The advantage of this method is that all eligible individuals in a selected cluster are exposed to the intervention and there is no contamination through spillovers or practical issues of offering an intervention to only some of the eligible. In this stage, the IE communities were randomly divided into three study arms: Group A to receive CCTs only; Group B to receive CCTs plus public works; and Group C, the control group, not to receive any treatment.

FIGURE 5. PSSN RANDOMIZED DESIGN



The second stage of the cluster randomization selected 16 PSSN eligible households plus an additional 10 ineligible households in each community selected for the IE. The sampling approach mirrored the study’s two main objectives: (i) to rigorously evaluate the impact of PSSN on beneficiary households; and (ii) to assess PSSN’s targeting performance. To achieve the first goal, a subset of eligible poor households were sampled from the list of those selected both by the community and verified by the PMT. To achieve the latter, two subsets of ineligible households were sampled for comparison: (i) households who were prelisted by the community but did not pass the PMT, sampled based on the preliminary lists (administrative data); and (ii) households who were not prelisted by the community, sampled through a listing and in-field sampling process.¹⁰ In each cluster 16 households were sampled for purposes of examining the program’s impacts and an additional 10 ineligible households per cluster, 5 from each subset, were sampled only in the treated groups (treatment groups A and B) to assess the PSSN’s targeting performance. As a result, 7,480 households were randomly selected to be interviewed (Figure 5).¹¹

⁹ “PSSN communities” refer to villages, mitaa, or shehia identified as eligible for PSSN through geographical targeting. A minimum distance of 5 kilometers was imposed between study arms to prevent contamination.

¹⁰ For simplicity, households passing the PMT will be referred to as beneficiary households, while those not prelisted by the community will be referred to as non-targeted households.

¹¹ An additional 2,310 households were randomly selected as replacements in case of absence/refusal. Regression analysis indicates there is no statistically significant difference between respondents and non-respondents.

The baseline survey was undertaken in IE PAAs following the completion of the targeting process and prior to enrolment. The baseline survey was completed in June-July 2015 after the targeting process was completed in the IE Wave, but prior to notifying targeted households of their eligibility status and subsequent enrolment into the PSSN (Figure 6). In addition to the standard training on the targeting methodology, TASAF provided the IE PAAs training on the objective of the evaluation, the process used to select IE communities, and the importance of adhering to the randomized design. The PAAs involved were responsible for communicating within their PAAs that communities participating in the targeting process were not guaranteed immediate program participation. Some communities would be integrated to the program first while others would be added at a later stage, and this would be decided through a lottery. In addition, the randomization was “double-blind” in the sense that neither TASAF, PAAs, NBS, nor OCGS were aware of which villages would eventually be treated until after the baseline data collection was completed. Taken together, these approaches are expected to minimize potential contamination as well as any anticipation effects among communities at baseline.

FIGURE 6. IMPACT EVALUATION TIMELINE¹²

Year	2015			2016		2017	2018			
Month	JUN	JUL-AUG	SEPT-DEC	JAN-DEC	JAN-FEB	MAR	APR-DEC	JAN-FEB	MAR	
Treatment A (110 villages)	Baseline survey	Cash transfers				First follow up survey**	Cash transfers			Second follow up survey***
Treatment B (110 villages)		Cash transfers	Cash transfers + public works		Cash transfers + public works					
Control group (110 villages)		Control					Control			

Electronic data collection conducted by NBS and OCGS resulted in high quality data. NBS and OCGS conducted the baseline data collection in mainland Tanzania and Zanzibar, respectively, relying on a Computer Assisted Personal Interviewing (CAPI) approach using tablets.¹³ The use of CAPI to collect data can help reduce many of the errors commonly occurring when using paper-based methods, such as skip errors and coherence of the answers given (Caeyers, Chalmers & De Weerd, 2010). Partnership with the national statistical agencies ensured sufficient survey capacity and experience to carry out large national surveys with wide geographical spread. The national statistical agencies were also responsible for translating the survey instruments to Kiswahili, and interviews were conducted in Kiswahili or in the

¹² The first follow up survey will be carried out 18 months following the first payment cycle in September 2015. After the first follow up survey the control group may enter the program; if so, the second follow up would compare Groups A-B (which received treatment for 30 months) to Group C (which received the treatment for 12 months only). The public works program implementation is currently delayed, likely for one year.

¹³ An electronic application was also developed to support the in-field random sampling process.

relevant local language as required to ensure integrity of the questionnaire. The overall quality of the data is high, which is expected to have resulted in part from the CAPI efforts.¹⁴

Survey response rates were high, minimizing non-response bias. During the fieldwork more than 7,400 households were interviewed, 7,319 of which completed the questionnaire in full (Table 3). All interviews were conducted in Kiswahili. Field protocols were also put in place to achieve a high response rate, together with a replacement strategy in which a restricted number of households were randomly selected as replacements to be interviewed in case the selected households could not be found or refused to participate. Regression analysis indicates there is no statistically significant difference between those who were respondents and non-respondents. Thus, these approaches are considered to have ensured data quality and successfully minimized unit non-response and non-response bias.

TABLE 3. SURVEY COMPLETION AND RESPONSE RATES

Type of household	Mainland	Zanzibar	Total
Sampling design	5,440	2,040	7,480
Total completed surveys	5,288	2,031	7,319
<i>Prelisted and passed PMT</i>	4,015	1,399	5,414
<i>Prelisted only</i>	482	329	811
<i>Non-targeted HH</i>	791	303	1,094
Non-response rate	3%	0%	2%

C. Internal Validity

Statistical tests were conducted to assess balance between treatment and control groups. Assessing the impacts of a program requires identifying a counterfactual comparable to the treatment group prior to the start of the intervention. The study design used in this IE, as discussed in Section B, uses random assignment of the units of analysis (i.e., households) to each these two groups. This methodology is widely agreed to be the best found at guaranteeing that both sets (treatment and counterfactual) are statistically equivalent. To confirm this is the case in our data, a series of statistical tests are conducted to compare the main outcomes of interest¹⁵ and key background variables across in each of the three study arms designed for this study.

These tests show there is balance across treatment and control groups, indicating the randomization was successful. Finding statistical differences in some variables is expected even when randomization is successful. In this case, the number of variables with a significant difference was low: statistically significant differences were found for only two out of 35 of the indicators used for comparison (see Table

¹⁴ One exception was data from the anthropometric module, for which resources in terms of field staff capacity and training were insufficient. This led to a high standard deviation of the estimated Z-scores (above 1.4), which according to WHO guidelines suggests inaccuracies in the data.

¹⁵ Following the program logic presented in Figure 4, balance test include outcomes related to education, health and food security indicators. Note this analysis does not include ineligible households, who will not be used in the IE analysis, but are sampled in the treatment groups solely for purposes of assessing targeting performance.

4 for a list of 11 example indicators).¹⁶ To test the effectiveness of the randomization, F-tests were used to test for significant differences across treatment groups; then, for variables exhibiting differences, t-tests were used to identify which groups differ and the magnitude of these differences. The variables exhibiting differences are the proportion of males in the sample and within households and child school absenteeism.

TABLE 4. EXAMPLE OF BALANCE TEST RESULTS¹⁷

Variables of interest	Significant difference in means				Mean		
	F-test	T1 v. C	T2 v. C	T1 v. T2	T1	T2	C
Demographics							
Mean age	0.388	0.276	0.844	0.196	25.5	24.5	24.7
% of males in sample	0.018	0.020	0.009	0.824	0.46	0.47	0.44
Education							
School enrolment rate	0.973	0.864	0.943	0.833	0.77	0.78	0.78
% of children missing school	0.588	0.580	0.303	0.644	0.12	0.13	0.11
No. of days child was absent	0.689	0.706	0.388	0.662	0.6	0.7	0.6
Visits to health facilities							
No. of visits to health facility (under 5)	0.840	0.809	0.556	0.738	1.97	2.05	1.92
Labor force participation rate	0.723	0.423	0.598	0.763	0.35	0.36	0.37
Household characteristics							
Household size	0.814	0.533	0.870	0.675	4.85	4.94	4.97
Ratio of males to females	0.319	0.095	0.030	0.731	1.04	1.06	0.96
Characteristics of household head							
Age of head	0.280	0.580	0.275	0.119	56.8	55.1	56.2
Food security							
Food consumption score	0.841	0.565	0.952	0.510	18.9	19.6	19.5

D. Statistical Power

The study design took into account the implications of using cluster sampling. Cluster sampling, the approach used in the IE, minimizes the political economy costs of offering a poverty reduction program to a limited number of people within a larger group of potential beneficiaries. In addition, it prevents the contamination that is likely to occur if the program has spillovers to non-beneficiaries located near beneficiaries. Despite these benefits, cluster sampling will produce estimates with a larger variance due to the similarity of households that are in close geographical proximity. High levels of correlation between households in the same cluster, as measured through the intra-class correlation coefficient, reduces the power of the estimation and thus affects the overall validity of the study. The best way of solving this issue

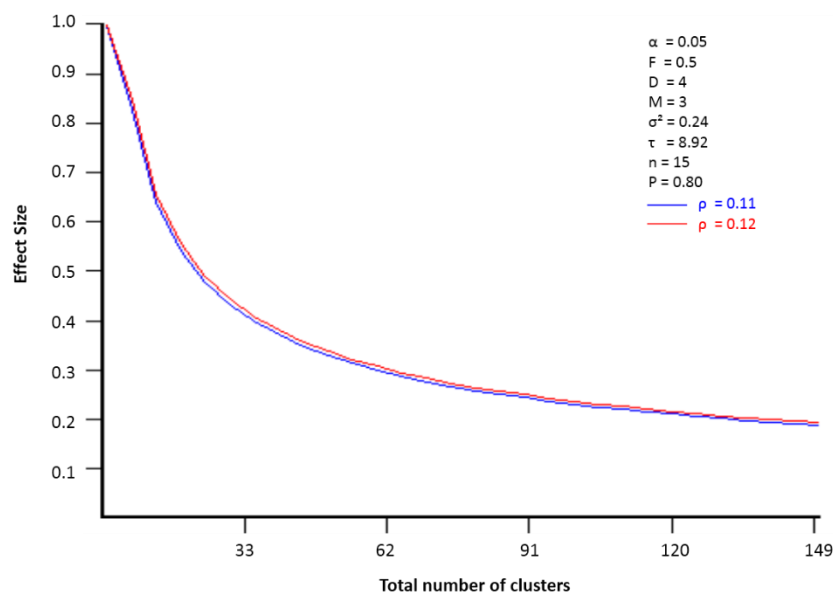
¹⁶ See Annex 3 for the complete list of variables tested.

¹⁷ Results reported here show statistical significance at the 5 percent level. For only one variable is the difference significant at the 99 percent confidence level.

is by increasing the number of clusters rather than simply increasing the overall sample size while keeping the number of clusters constant.

The IE design relied on ex-ante statistical power analysis to determine how many clusters were needed in order to detect economically and statistically meaningful impacts. Before the baseline, the 2012 Household Budget Survey (HBS)¹⁸ was used to estimate the intra-class correlation of food insecurity and children’s school enrollment and conduct a power analysis, which recommended between 60 and 80 clusters to detect effects in the range of 0.20-0.30 standard deviations at conventional power and confidence levels. To be conservative, the study was sampled using 80 clusters per study arm for mainland Tanzania and a further 30 in Zanzibar, for a total of 110 clusters per study arm.

FIGURE 7. CLUSTER RANDOMIZED TRIAL EX-POST POWER CALCULATIONS¹⁹



Ex-post power calculations indicate the IE has sufficient statistical power to detect the effect size estimated during the design phase. Following the baseline data collection, the ability of the IE to detect program impacts was re-calculated using baseline data. Based on this power analysis, the study has enough power to test the hypothesis that PSSN has positive impacts on key household outcomes of interest (Figure 7). The IE was designed to be able to detect an effect size of 0.20-0.30 standard deviations in school enrollment and food security (16 to 25 percent, and 24 to 36 percent, respectively). With a total of 110 clusters per study arm, the IE will be able to detect a change of 19 percent in school enrollment and 27 percent in the coping strategies index, a measure of food security.

¹⁸ The Household Budget Surveys (HBS) are cross sectional surveys that are the official source for analyzing poverty trends, changes in standard of living, and consumption patterns.

¹⁹ The label (F) is the number of periods between data collection; (D) is the total duration of the study; (M) is the total number of observations ($M=FD+1$); (σ^2) is the measurement error understood as the intertemporal correlation; (τ) the between person variability at baseline; (ρ) the intra-cluster correlation; (n) is the number of observations per cluster; and (P) is the power of the study. The intertemporal correlation of the outcomes of interest is calculated using data from NPS waves 2 and 3 since this is the only available panel data on poverty.

V. Baseline Findings – Beneficiary Profile

This section provides an in-depth profile of PSSN beneficiaries at baseline to better understand the population the program serves and whether the program design is well-aligned with their needs.

Following the PSSN design outlined in Section IV.A, this analysis focuses on the key outcomes of interest at baseline, namely, health, education, food security, consumption, and coping strategies.²⁰ In line with the IE’s supplementary research questions, this section also present findings related to livelihoods, banking, and family and social dynamics. This profile is not only useful for the PSSN to continue to fine-tune its operational processes to meet beneficiaries’ needs, but also provides key information that can be useful in designing complementary programs.

The beneficiary profile uses baseline data for those passing the PMT irrespective of the treatment group and provides comparisons to the national poor where relevant.²¹ While the IE baseline data includes data from both eligible and ineligible households, for purposes of this profile, only data from eligible households will be used. These households will be referred to as PSSN households, while PSSN beneficiaries will be used to refer to all members of PSSN households. This profile will also include those who passed the PMT in the control group as these were also deemed to be eligible households based on the targeting process, although they were not enrolled in the program following the baseline data collection for purposes of the IE. The profile will include analysis of how beneficiaries compare to Tanzania’s broader poor population²², which helps benchmark the PSSN’s targeting performance as well as establish the study’s external validity in case of further scale up to areas not yet covered by the program.

A. Demographics and Household Composition

PSSN beneficiaries tend to be older than the poor population at the national level. At baseline, the average age among PSSN household members is 24.9 years, compared to 21.2 among the national poor. Even though the difference is present among both men and women, the gap is wider among women. The share of women above 50 and men above 55 is higher among PSSN beneficiaries, while the share of children and youth of both genders is lower than the national poor (Figure 8). Similarly, among PSSN beneficiaries the share of the population between 0 and 49 years of age is 83 percent, compared to 90 percent among the national poor.

The older age structure may be a legacy from the pilot and reflects the communities’ perception of the elderly as the target population for the PSSN. One hypothesis is that since the CCT pilot implemented prior to the introduction of PSSN targeted the elderly, this notion persisted into the PSSN rollout. A related hypothesis is that communities have limited awareness of who the PSSN targets, which is confirmed by the baseline data showing that 35 percent of beneficiary households report that PSSN targets households

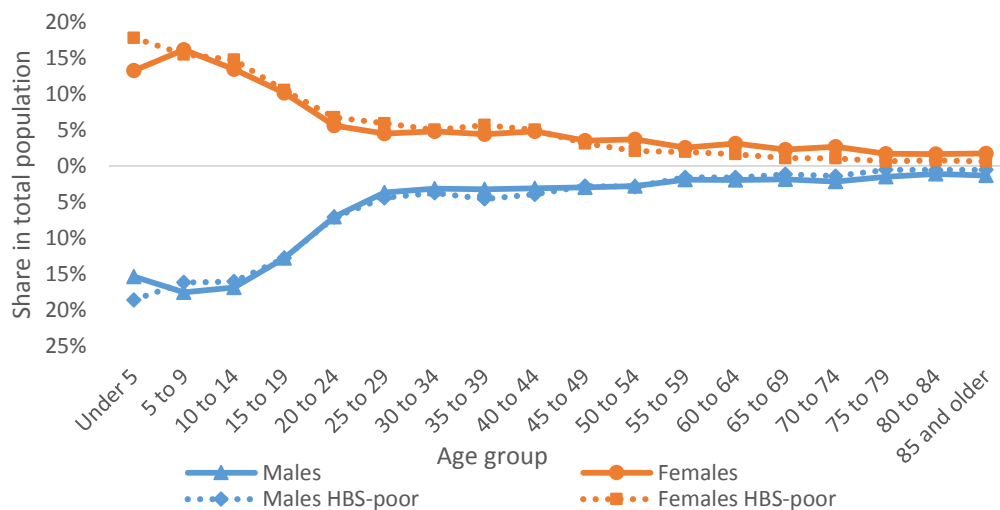
²⁰ Data on housing conditions was also collected; however, since these data are used as proxies for consumption during targeting, they are not considered outcomes in the baseline study, instead they will be analyzed at midline.

²¹ For purposes of this analysis it is not necessary to separate the treatment groups as the interventions had not yet started at the time of baseline data collection and the treatment groups are statistically balanced (Section IV.C).

²² The national poor are those below the basic needs poverty line, and comparisons to this group use data from the 2011/2012 HBS unless otherwise specified. Only 4.9% of the sample is in Dar-es-Salaam and 4.4% in other urban areas, so results for these areas should be interpreted carefully.

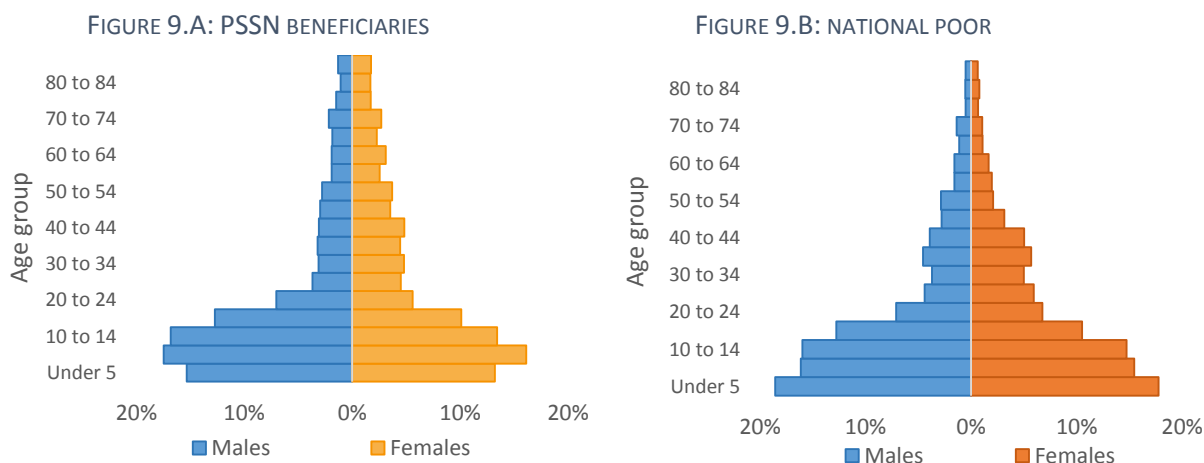
with elderly. Evidence from other contexts suggest another plausible alternative is that the community, which conducts the first stage of PSSN household targeting, has a different perception of poverty than the one measured in national household surveys and used for the PMT (Banerjee et al, 2010).

FIGURE 8. AGE DISTRIBUTION, COMPARISON TO NATIONAL POOR



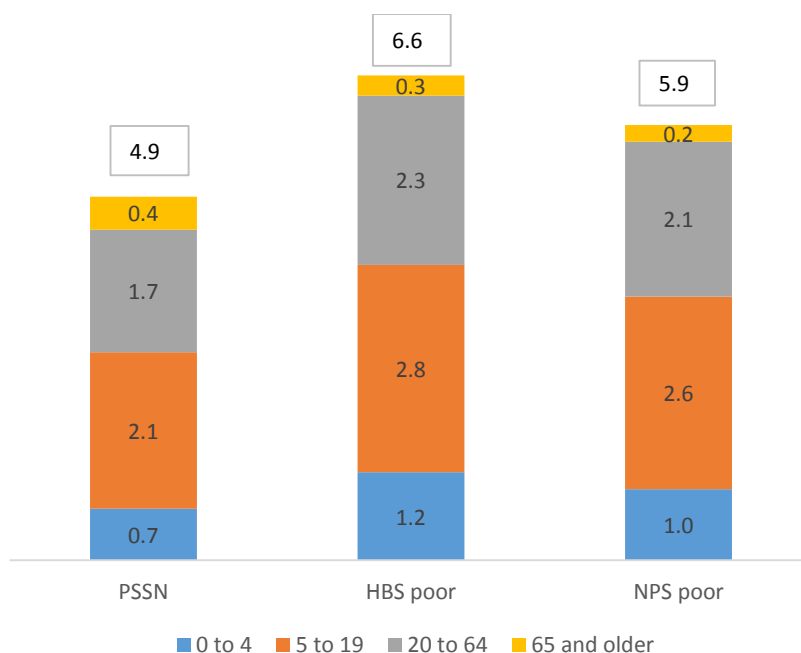
The population pyramid suggests inaccuracies in reporting for children under 5, which implies more effort is needed to improve reporting so households receive the full amount they are due. Among PSSN beneficiaries, 14 percent of the population is under five, while this share is 18 percent among the national poor. However, as seen in Figure 9A, the pyramid for PSSN beneficiaries has a very narrow base for children under 5, lower than what is expected given the percent of the population in the next oldest age group (5 to 10 years). This suggests that the lower share of children under five in the sample population is not a consequence of lower birth rates among PSSN households, but is likely a problem of under-reporting. This finding is important for two reasons: (i) the program explicitly targets this age group for health transfers, thus effort is needed to ensure complete reporting of compliance data for under-fives so the right amount is delivered; and (ii) to the extent that households misreporting under-fives have different outcomes than those reporting, the health outcomes presented will not be fully representative of the true outcomes.

FIGURE 9. POPULATION PYRAMID, COMPARISON TO THE NATIONAL POOR



Household size is smaller than the national poor, but this is partly explained by the under-reporting of small children. As shown in Figure 10, the average number of children under 5 in the IE sample is of 0.7 per household, a figure that appears to be small when compared to 1.2 and 1.0 as estimated with HBS and NPS data respectively. This has an impact on the average size of PSSN households of 4.9 members, a small number compared to HBS and NPS data that indicate nationally poor households have 6.6 and 5.9 members, respectively. In addition, another indication of under-reporting is that age-specific fertility rates among PSSN women are higher for all age groups above 20 years of age relative to the national trend in the 2010 DHS.²³

FIGURE 10. AVERAGE NUMBER OF MEMBERS OF THE HOUSEHOLD BY AGE



The dependency ratio in PSSN households is higher than among the national population, putting pressure on the working age to generate income. Every PSSN household member between 15 and 64 years of age has to generate income for themselves and an additional 1.37 persons, while the national poor need to do so for an additional 1.22 people according to the NPS (Table 5). This higher dependency ratio is a consequence of (i) the older age among PSSN household’s members discussed above, and (ii) a higher total fertility rate. PSSN women at the end of their fertile years would have given birth to 8 children according to current age specific fertility rates, while the total fertility rate at the national level is of 5.4 children per woman according to the DHS.²⁴

²³ Estimated following 2010 DHS, Age-specific fertility rate is the number of births occurring per 1,000 women in the age group. However, estimated age-specific fertility rates in the IE data are lower than expected for women ages 15 to 19 due to a less comprehensive data collection approach.

²⁴ Total fertility rate is the number of children that would be born to a woman if she were to live to the end of her childbearing years and bear children in accordance with current age-specific fertility rates. Age-specific fertility rate refers to the number of births occurring during a given reference period per 1,000 women of reproductive age.

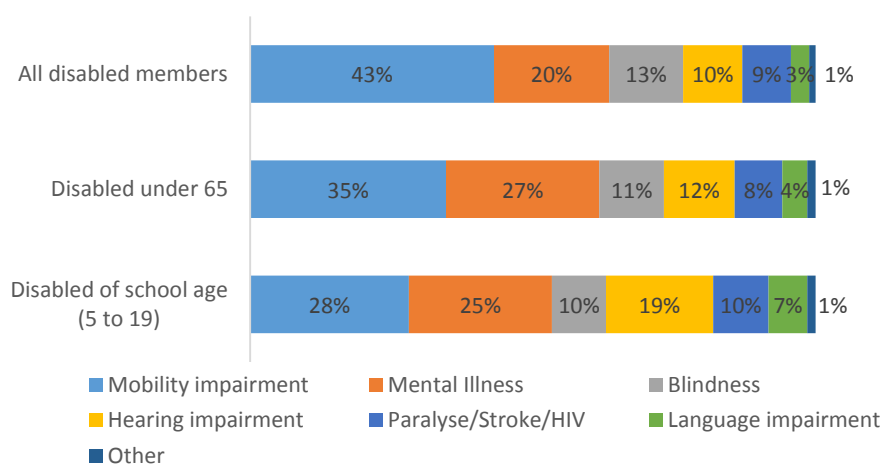
TABLE 5. PSSN HOUSEHOLD COMPOSITION COMPARED TO NATIONAL SURVEYS

Indicator	Baseline value	HBS Poor	NPS poor
Average age	24.9	21.2	21.1
Average HH size	4.9	6.6	5.9
HH dependency ratio	1.37	1.35	1.22
HH child dependency ratio	1.16	1.24	1.13
HH elderly dependency ratio	0.20	0.12	0.09
% of male headed HH	50.9%	76.9%	70.9%

PSSN households are more likely to be female-headed, who tend to have lower incomes than male-headed ones in the Tanzanian population. Over half (51 percent) of PSSN households have a woman as head, compared to less than one-third among the national poor. This figure is consistent with administrative data for all households in the IE PAAs collected as part of the PMT process, in which 50 percent of heads are women, and reflects the fact that community members are selecting a large proportion of female-headed households as beneficiaries. This finding is important as, based on Tanzania’s most recent poverty assessment, households headed by women tend to be worse off than those headed by men (WB, 2015a), and this situation has not been improving over time. Given the large reach of the program and the high proportion of PSSN households with women heads, the PSSN provides a unique opportunity to increase welfare among this disadvantaged group.

A significant share of PSSN households have a member with a disability, but the proportion is lower than among the national poor. Twenty percent of PSSN households have a member with a disability, compared to 32 percent among the national poor. In absolute terms, only 5 percent of the sample has disabilities – a hearing, language or mobility impairment, a seeing difficulty, or a mental illness, while this figure is 9 percent among the national poor. The most common disability among all PSSN household members is a mobility impairment (43 percent), followed by mental illness, seeing difficulty and hearing impairment.

FIGURE 11. MOST COMMON DISABILITIES AMONG PSSN HOUSEHOLD MEMBERS

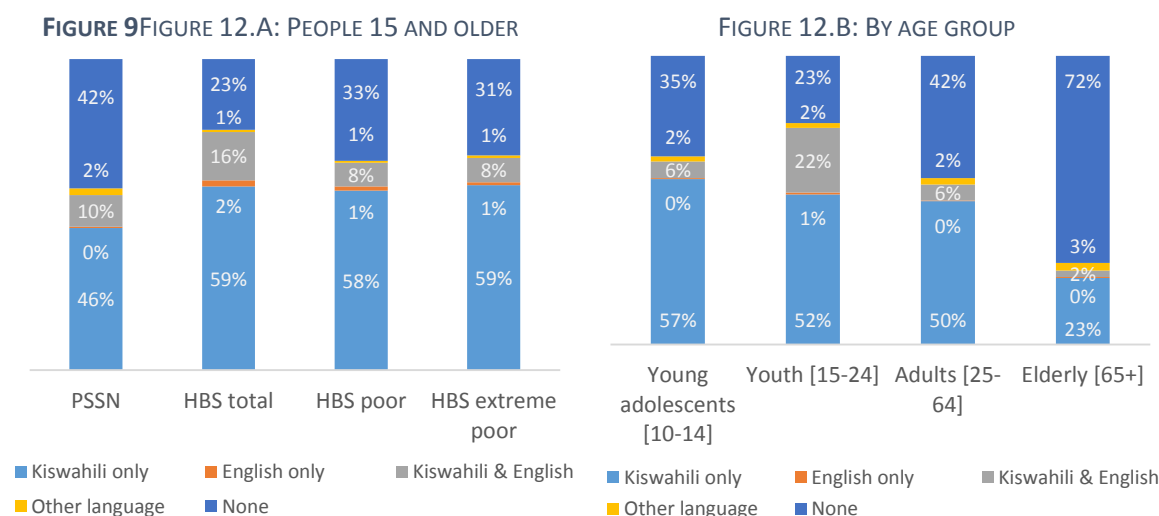


B. Education

Literacy levels among members of PSSN households are low, even when compared to Tanzania's poor.

In general terms, two out of every five (42 percent) PSSN beneficiaries ages 15 and above in PSSN households cannot read a simple text any language, compared to about one-third among the national poor (Figure 12.A). This large gap could be explained in part by the older PSSN population. However, even when restricting the analysis to those ages 15 to 64 years of age, illiteracy levels remain 6 percentage points higher among PSSN beneficiaries than among their national poor counterparts. The highest illiteracy rates are among women at 48 percent (compared to 32 percent for men) and in rural areas at 47 percent (versus 19 percent in Dar es Salaam, 27 percent in other urban areas, and 35 percent in Zanzibar).

FIGURE 12. LITERACY LEVELS - PEOPLE 15 YEARS OF AGE AND OLDER AND BY AGE GROUP

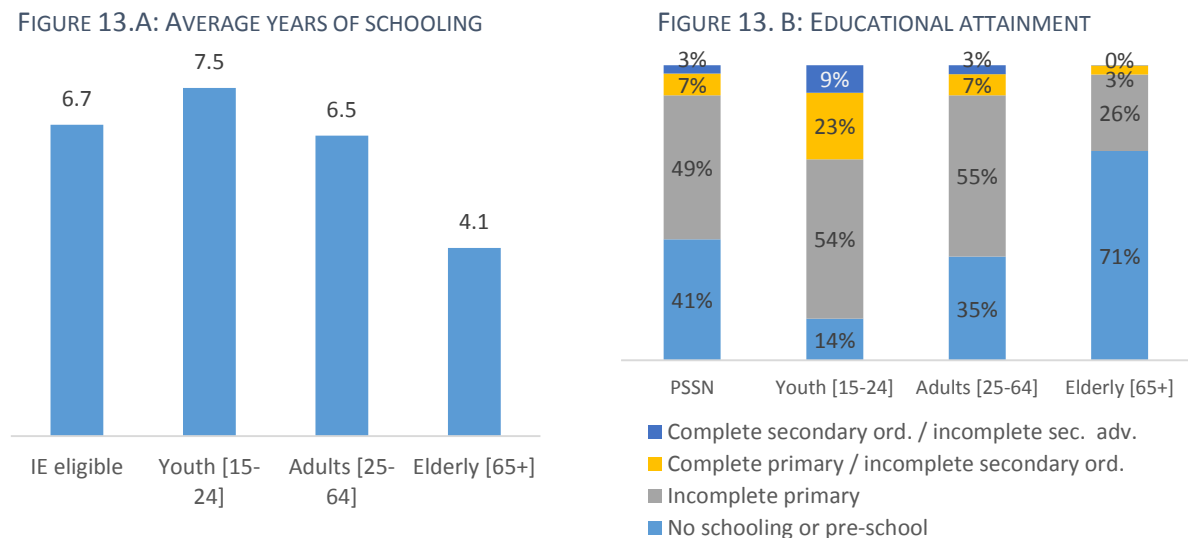


Literacy levels are increasing over time, but the program has room to have an impact particularly on young adolescents, especially girls who lag behind boys. Based on program design, the higher levels of illiteracy among adults and the elderly are not likely to be changed by the program, while literacy levels among youth are difficult to impact as many of them have already left the schooling system. More than one-third (35 percent) of young adolescents (ages 10 to 14) are illiterate, suggesting PSSN has strong potential to achieve its objective of improving educational outcomes among future generations (Figure 12.B). Female young adolescents between the age of 10 and 14 have lower levels of illiteracy than males.

The low levels of literacy are linked to low levels of educational attainment among PSSN household members. According to the Education and Training Policy Framework of the Ministry of Education, Science, Technology and Vocational Training, by the age of 14 Tanzanians should have completed all primary level grades after a seven-year education cycle. Education in Tanzania between the ages of 7 and 13 is compulsory, but less than half (46 percent) of PSSN household members 14 years of age and above have completed primary school. They enter school on average at age 7.9 among those of working age, and age 7.3 when restricted to those ages 15 to 19. These low levels of educational attainment are similar to those found among the national poor (47 percent).

Decomposing the level of school attainment by age groups shows that younger generations exhibit better schooling outcomes. Similar to the differences found in the literacy levels among age groups, educational attainment among the elderly is considerably lower than that of younger generations (6 percent versus 63 percent for primary level). As shown in Figure 13.A, while those 65 and above only have 4.1 years of schooling on average, this number increases to 6.5 and 7.5 for adults (25 to 64) and youth (15 to 24), respectively. On average, adults and the elderly have less than the seven years of schooling than those required to complete primary level, while on average youth are above this threshold.

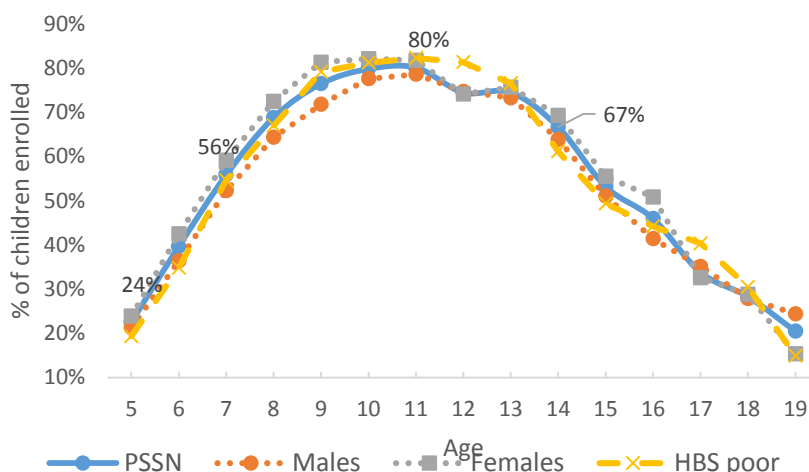
FIGURE 13. EDUCATIONAL ATTAINMENT, TOTAL AND BY AGE GROUP



School enrollment rates²⁵ among PSSN beneficiaries are low, especially among the youngest and oldest children. Around three of every five children of school age (5 to 19) are enrolled in school (57 percent). Enrollment rates follow an inverse-U shape, with enrollment peaking at ages 9 to 11 when around 80 percent of the children are in school (Figure 14). At age 7, the mandatory age of school entry, only 56 percent of children are enrolled. After the age of 12 school dropout starts, and there is a high dropout rate around the time children reach 14, when according to education policy children should be entering secondary (Form I). By the time they reach age 17, which should coincide with the last year of secondary ordinary, only one third (34 percent) are still in school. In addition, only 56 percent of those enrolled in primary 7, the final grade in primary, are estimated to progress to Secondary Form I. The low progression especially at higher levels of education suggests that PSSN's benefit structure with transfers increasing with the benefit level is contextually appropriate.

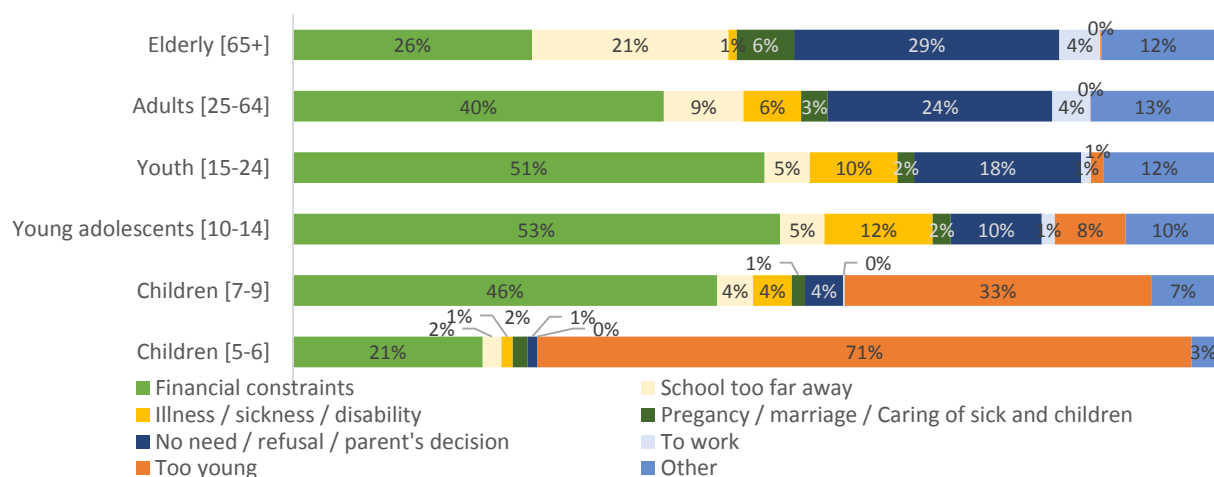
²⁵ Enrollment rates are calculated as the share of children enrolled for a given age.

FIGURE 14. ENROLLMENT RATES, BY AGE AND GENDER AND COMPARISON WITH THE NATIONAL POOR



Financial constraints are the most significant barrier to school enrollment among PSSN households and this proportion has increased over time due to supply side improvements and changes in perceptions. The percentage of PSSN household members who have never been to school because of distance to institutions is only 3 percent among children compared to 21 percent among the elderly (Figure 15). Similarly, perceptions of the importance of schooling have shifted positively. Despite this change, more than half (56 percent) of the children ages 5 to 9 who have never been in school were not enrolled because they are too young. Even when considering only those between 7 and 9 to account for the mandatory age of school entry, one third (33 percent) are not enrolled because they are perceived as being too young. At the same time, financial constraints are increasingly being reported as a reason for never going to school, with this being the main reason for one in every two young adolescents.²⁶ PSSN transfers could both reduce the age of school entry and the financial barriers preventing enrollment.

FIGURE 15. MAIN REASONS FOR NEVER HAVING GONE TO SCHOOL, BY AGE GROUP

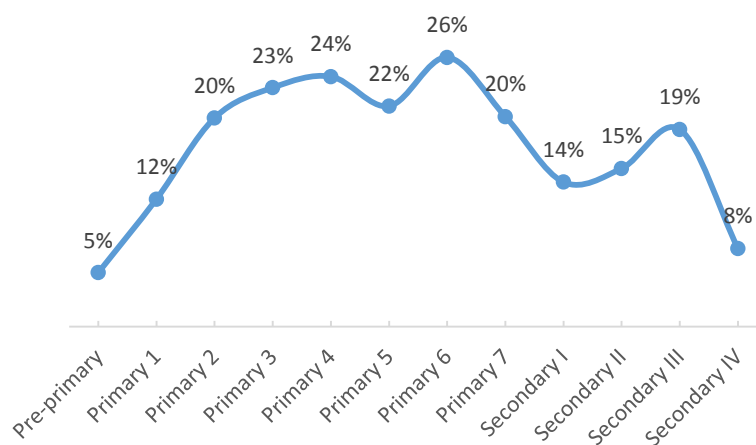


²⁶ Financial costs include the additional costs households face when enrolling children in school, these include the cost of school materials such as uniforms and exercise books, which about 90 percent of school-going children have compared to a negligible proportion among out-of-school children (see Annex 4).

Due to repetition and age of entry into school, children in PSSN households face high risk of dropout.

Among school-age children who are enrolled in school, almost one of every five has repeated a grade, with an average repetition of 1.4 years. An analysis of the share of those repeating a grade shows that it has an upward trend between pre-primary and primary level 4, before declining steeply close to entry into secondary (Figure 16). This is consistent with low progression into secondary, as evidence suggests children who have repeated at least one grade tend to be more likely to drop out of school (No et al, 2016). The high repetition results in almost one of every three children being behind the expected school grade. On average, PSSN children of school age are 2.1 years behind, which can increase their risk of dropout as they lose interest in school, especially when reaching adolescence when they could begin participating in the labor force.

FIGURE 16. REPEATERS AMONG ENROLLED, BY CURRENT GRADE



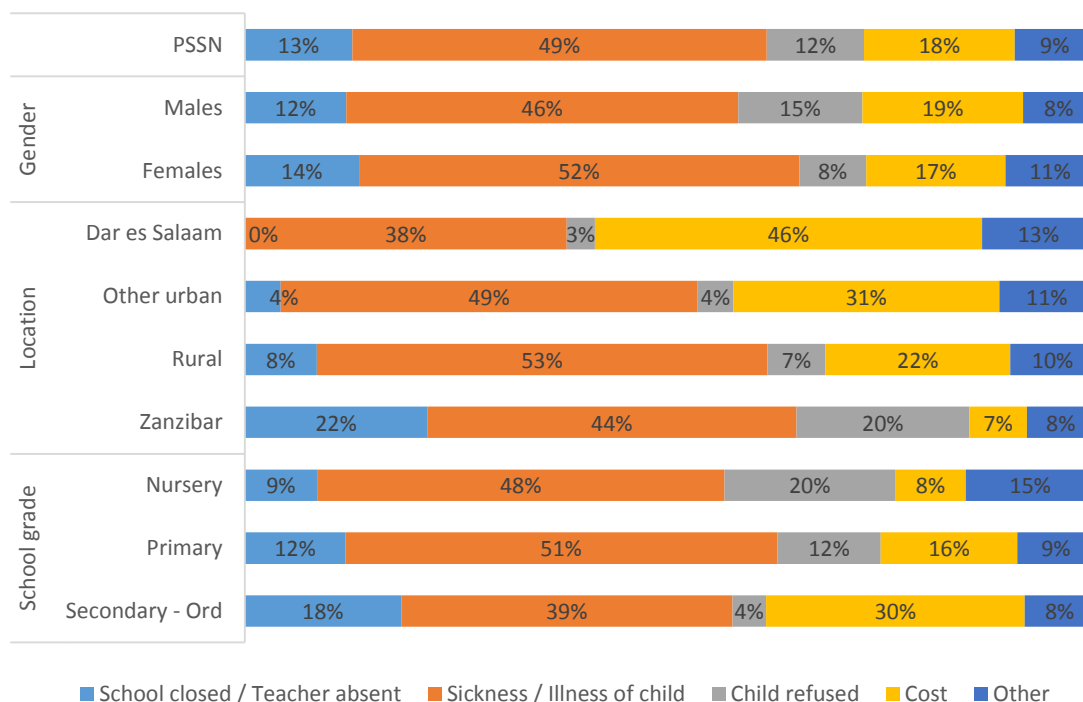
For those enrolled in school, attendance tends to be high, indicating this is not likely to be an area where the program would have substantive positive impacts. The majority of enrolled children (88 percent) report not missing any school days in the past two weeks and 92 percent attend more than 80 percent of the time.²⁷ However, children who are missing school miss on average 5.1 days every two weeks. Statistically significant differences are found when decomposing by age group and gender. Attendance levels are slightly higher among children 5 to 9 (94 percent) than among young adolescents and youth (90 percent and 91 percent respectively). Girls are slightly more likely to be attending school, although attendance levels are high for both genders (91 percent for boys vs. 93 percent for girls). These high levels of attendance imply a high cost-benefit to monitoring school attendance of all children, instead targeted monitoring of vulnerable children might be more effective.

The main reason for school absence is illness of the child with financial constraints the second main constraint. Half of the children who miss school days do so due to illness, with this reason being reported equally by both girls and boys. The second most common reason for not attending school is not being able to meet the costs of schooling, with this reported for one of every 5 children. This reason is most prevalent

²⁷ At the time of baseline data collection 15 percent of enrolled children were on school break, and are therefore excluded from this analysis. However, breaks are not expected to be correlated with any variable of interest.

in Dar es Salaam (46 percent) but much less important in Zanzibar (7 percent). In some areas, school closures and teacher absenteeism are affecting children’s access to education; for example, 22 percent of children in Zanzibar reported not going to school because the institution was closed or the teacher was absent. This means that in some areas children’s education is affected by supply issues, on which the program has very limited influence. This is consistent with data from the World Bank Service Delivery Indicators (SDI) showing that 23 percent of Tanzanian teachers are absent from school and half of them (53 percent) are absent from the classroom.

FIGURE 17. MAIN REASONS FOR SCHOOL ABSENCE

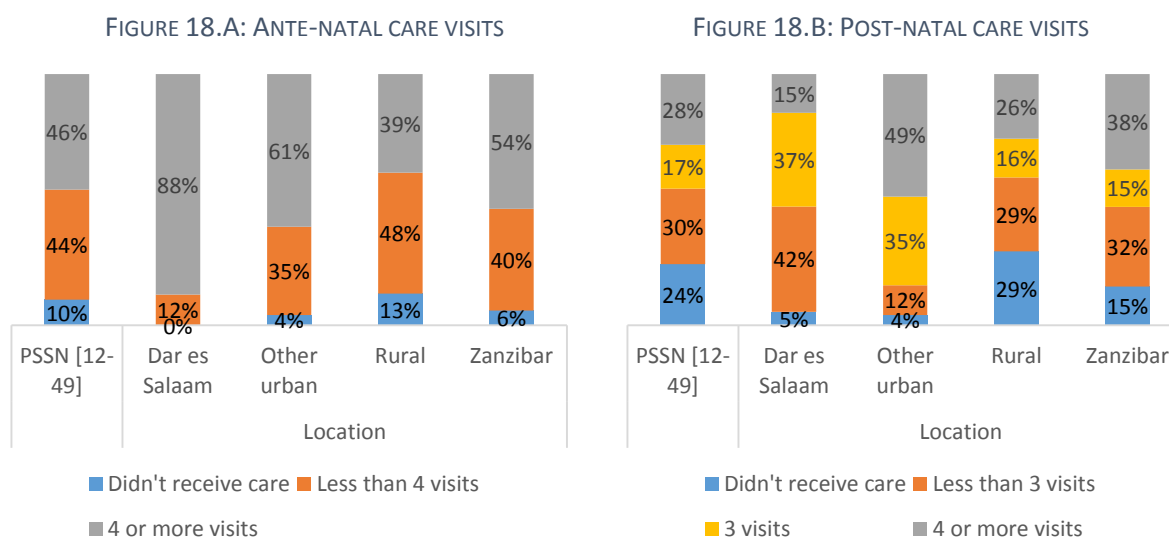


Supply side constraints could emerge due to higher demand from the program, particularly since most children attend public schools. Almost all (97 percent) of children in PSSN households go to public schools. While distance is not mentioned as key constraint to schooling, the average time spent to go to school is 47 minutes, and there are not statistically significant differences across geographical areas. Although primary enrollment rates are high, secondary enrollment is low and to the extent the program encourages secondary school, additional enrollment especially in secondary could lead to significant capacity issues. The most common way of reaching school facilities is on foot, with 97 percent of all school age children using this mode of transport. As expected, there are some differences by location and while public transport is used by 13 percent of the children in Dar es Salaam, less than 2 percent use this mode of transport in other areas.

C. Health-seeking Behavior

Half of pregnant women in PSSN households received the recommended minimum of four antenatal care visits or more, similar to national levels. Nearly half (46 percent) of all the females in reproductive age (between 12 and 49 years of age) received four or more antenatal visits during their last pregnancy, as recommended by the World Health Organization. This is similar to take-up at the national level as measured by the 2010 Demographic and Health Surveys (2010 DHS). The level of utilization of antenatal care does not change with age among women of reproductive age. Conversely location is a strong predictor: the share of women receiving antenatal care is much higher in Dar es Salaam (88 percent) than in other areas. Nonetheless, even in rural areas, almost nine of every ten women are already receiving antenatal care at least once during pregnancy (Figure 18.A). The fact that women already take-up antenatal care, even if at a lower than optimal level, suggests this may be an area where the PSSN could more easily encourage behavioral change.

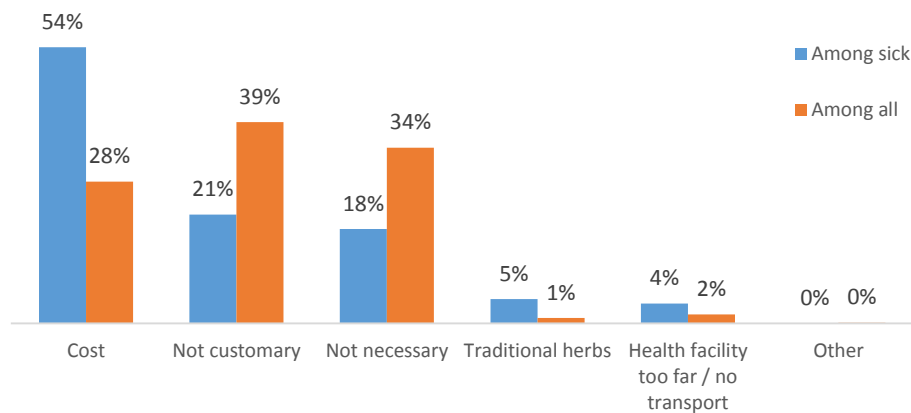
FIGURE 18. MATERNAL HEALTH INDICATORS BY AREA



Institutional birth delivery within PSSN households is higher than the national levels, but post-natal care levels are very low. More than half (59 percent) of children under 24 months were delivered at a hospital or clinic (compared to 50 percent nationally), but one in four women did not receive any post-natal care visits in the first 8 weeks of their child's life during their last pregnancy. The first few weeks after birth are critical for the lives of both mothers and newborns as most maternal and infant deaths occur during this time (WHO, 2013). International guidelines recommend four or more post-natal care visits if the birth is at home and at least three if the birth is in a health facility. Similar to antenatal care, post-natal visits are not associated with the age of the mother, but vary depending on location. More than half of the women report receiving postnatal care less than three times, a percentage that is of almost 60% in rural areas (Figure 18.B). The data available on post-natal care does not allow a cross-check with institutional births, but even in Dar es Salaam – where 92 percent of all children under 24 months were delivered at a clinic or hospital – only half of the women received at least three post-natal visits. Similar to ante-natal care, post-natal care is an area where the PSSN could have a significant impact.

PSSN households' members tend to be sicker than the national poor and have lower health care use, driven primarily by cost constraints and social norms.²⁸ Almost one-third (31 percent) of adults has been sick in the last 4 weeks compared to 22 percent among the national poor. Among PSSN adults, only a little over half of the sick visited a health provider (54 percent), including traditional healers; this is also lower than among the national poor (64 percent). Most (92 percent) of those visiting a health provider do so because they are sick, suggesting that preventive medicine is not sought out by adults. This is confirmed by the fact that most adults, when not sick, think it is either unnecessary or not customary to visit a health facility. Cost is the main barrier to seeking healthcare when sick, followed by perception that it is unnecessary or not customary (Figure 19).

FIGURE 19. MAIN REASONS FOR NOT SEEKING HEALTHCARE, ADULTS (25-64)

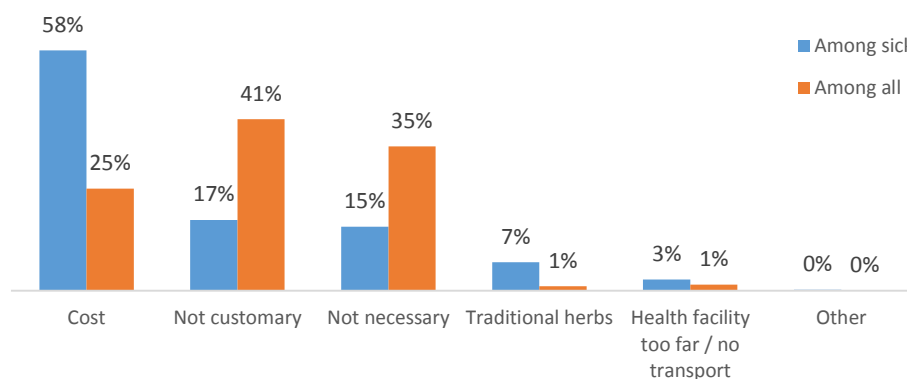


Similar to adults, children under five are not taken to the doctor mainly due to costs and social norms, aspects which the program could impact. Overall, in a month only 23 percent of children under five visit a health provider and only a little more than one-third (63 percent) of those who are sick do so. The national health protocols suggest a monthly visit for children under 24 months and biannual visits for children between 24 and 60 months. However, most (90 percent) of children under five who visit a health provider do so because they are sick, suggesting that these routine checks are rare. This is driven primarily by social norms around receiving treatment, with more than three in four children not taken to a provider because parents think it is not customary or unnecessary. On the other hand, the fact that when children are sick this plays a smaller role suggests social norms are not binding: among children under five who are sick, cost is the most common barrier to access (Figure 20). This hypothesis is validated by high immunization rates among children under five, with 81 percent of children reportedly fully immunized.²⁹ The program, through the transfer, is expected to relax cost constraints, and could also help further reduce the influence of social norms on routine health checks.

²⁸ More frequent illness among PSSN beneficiaries is not simply as a result of older age as the poor tend to be less sick than PSSN households' members in every age group. This results hold using both HBS and NPS data.

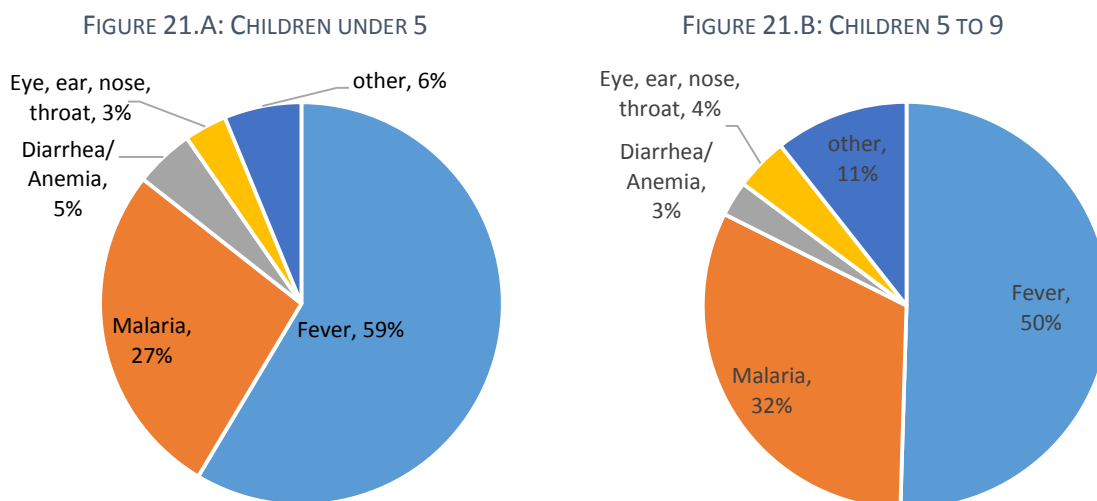
²⁹ This is much higher than national the average of 64 percent (2010 DHS), suggesting possible reporting inaccuracies. Enumerators checked vaccination cards, but the data does not distinguish confirmed from reported answers.

FIGURE 20. MAIN REASONS FOR NOT SEEKING HEALTHCARE, CHILDREN UNDER 5



The most common illnesses among PSSN beneficiaries are fever and malaria. More than half of children under five were affected by fever in the past four weeks, and close to one-third had their activities disrupted by malaria (Figure 21.A). Diarrhea is also another common illness among younger children, affecting 10 percent of those under 24 months and 2 percent of those from 24 to 60 months. However, reported diarrhea incidence among under-fives appears to be low, as the 2010 DHS national estimate is 15 percent, compared to only 3 percent of PSSN under-fives.³⁰ Among children from five to nine, the most common illnesses were also fever and malaria (Figure 21.B).

FIGURE 21. MOST COMMON ILLNESSES

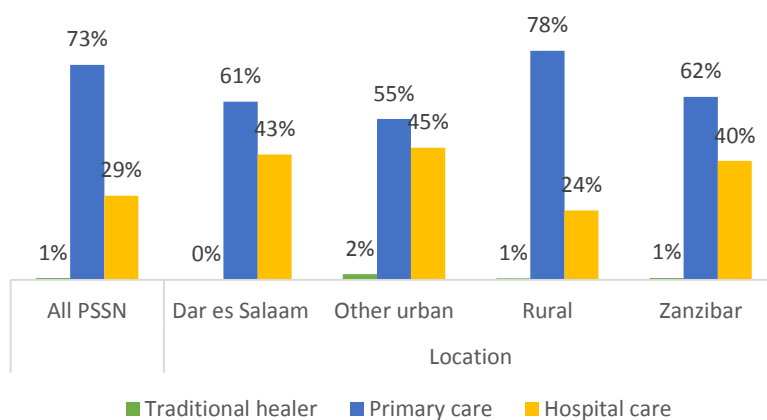


In seeking healthcare, PSSN households rely primarily on public facilities in the form of dispensaries, similar to the national poor. Almost three of every four (73 percent) PSSN beneficiaries use primary health care services (such as dispensaries and health centers on the Mainland and primary health care units and health centers in Zanzibar). This is similar to the use of primary health care services among the national poor (74 percent). However, there are important geographical differences; while in rural areas primary health care facilities are more commonly used, in Zanzibar and urban areas on the Mainland there is

³⁰ This comparison between surveys is only indicative, as the incidence of diarrhea tends to be seasonal.

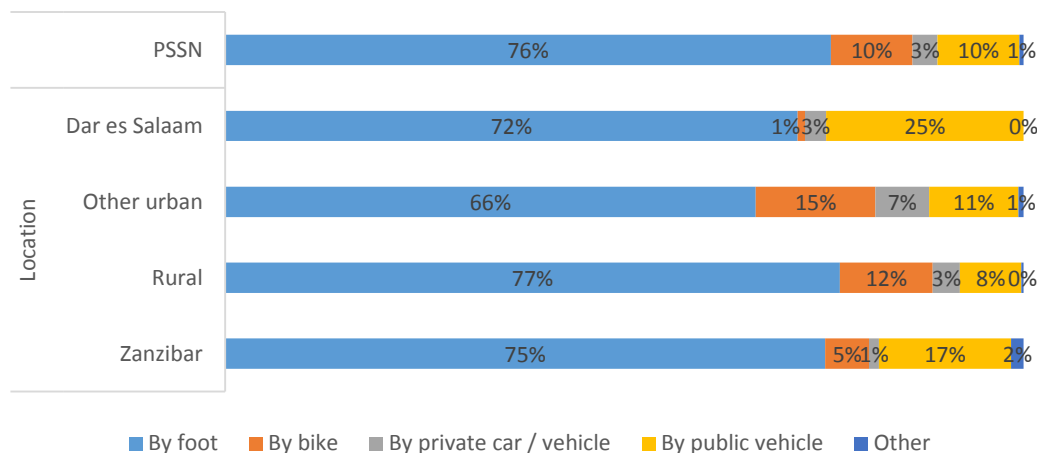
greater use of health centers (Figure 22). Most of the health facilities visited are public (79 percent). On average all children under five visit health facilities 0.5 times every four weeks (0.5 for children under 24 months and 0.4 for children between 24 and 60 months). PSSN, through the co-responsibilities, is aiming to increase this visits to once per month for children under 24 months, and once every two months for children between 24 and 60 months.

FIGURE 22. TYPE OF HEALTH PROVIDER VISITED³¹



As with education, access to basic healthcare exists but constraints could emerge due to higher demand from the program. Although distance is not cited as a key constraint to accessing healthcare, households spend on average 62 minutes to reach the closest health provider. Here again, there are significant geographical differences, with Zanzibar having more immediate access (average distance of 35 minutes) compared to Mainland (71 minutes), and within mainland Tanzania urban areas (50 minutes) have easier access than rural areas (74 minutes). A little over three in every four households mainly access health providers on foot.

FIGURE 23. MODE OF TRANSPORT TO NEAREST HEALTH PROVIDER



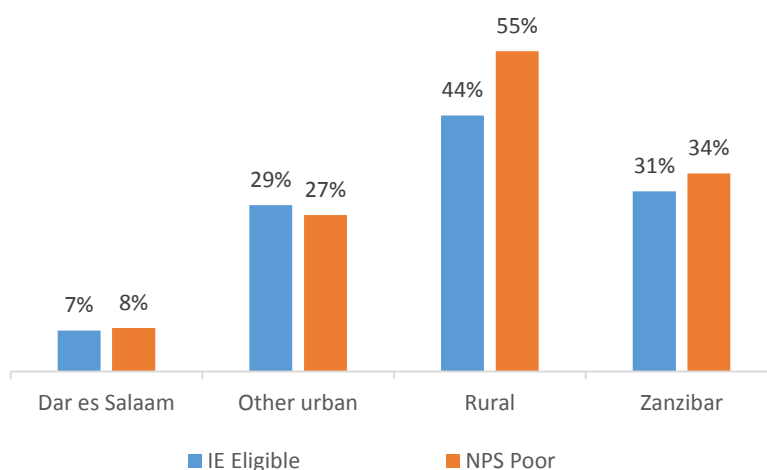
³¹ Due to small sample size, Dar-es-Salaam and other urban areas on the Mainland are not presented separately.

D. Consumption and Food Security

The share of food in total consumption among PSSN households is very high, suggesting that PSSN households are among the poorest in the country. Poorer households tend to spend a higher share of their consumption on food. By this metric, PSSN households are substantially poorer than the national poor, based on an analysis of per adult equivalent consumption constructed following the 2012/13 National Panel Survey (NPS) methodology.³² Both the median and the average monthly consumption of PSSN households – both below TZS 30,000 (equivalent to roughly \$15) – are lower than the national food poverty line adjusted for 2015 prices of TZS 31,600. This translates into 69 percent of households identified as eligible living below the basic needs poverty line.³³ In rural areas, the food share is higher (91 percent) than in Dar es Salaam and Zanzibar (80 and 85 percent respectively). Very high food expenditure shares are also considered a key indicator of food insecurity (WFP, 2013).

The majority of PSSN households derive substantial part of their consumption from their own production and in-kind transfers, paralleling the situation of the national poor. The majority (82 percent) of PSSN households report that some of their consumption comes from in-kind sources, similar to levels among the national poor based on 2012/13 NPS data and once again indicative that PSSN households are among Tanzania’s poorest. On average, PSSN households derive 39 percent of food consumption from gifts or from the household’s own production. This is expected to come primarily from own production, based on the NPS data indicating that poor households typically derive only 20 percent of in-kind consumption from gifts. Analysis by location shows important differences, with higher prevalence of consumption from in-kind sources in rural areas and Zanzibar of above 80 percent compared to 37 percent in Dar es Salaam. Also, the share of in-kind consumption in total food consumption varies from 7 percent in Dar es Salaam to 44 percent in rural areas (Figure 24).

FIGURE 24. SHARE OF IN-KIND FOOD IN FOOD CONSUMPTION, BY LOCATION

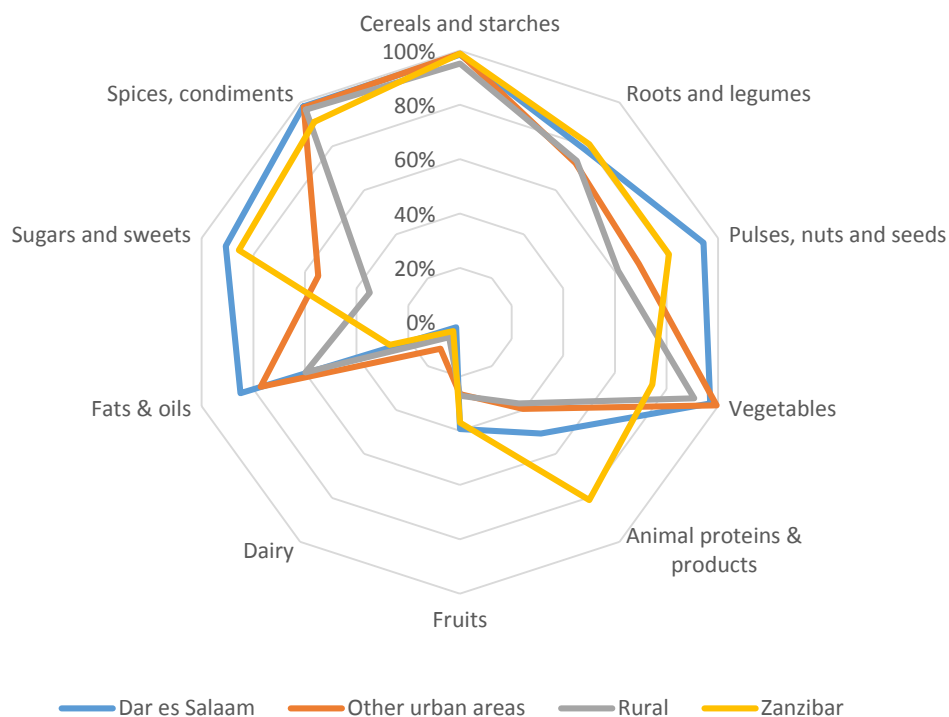


³² The NPS approach to measuring consumption was used instead of the HBS as it requires a data collection process that is less complex and shorter in duration. The 2012/13 NPS methodology for adult equivalency scales by gender and age was applied to account for differences in consumption needs.

³³ A more detailed analysis of poverty among targeted households can be found in Section VI.A.

Food security is low among PSSN households, even relative to Tanzania’s poorest households. The majority (67 percent) of PSSN households have low diet diversity, a key measure of food security.³⁴ This figure is severe even when benchmarked against the national poor (50 percent) based on the 2012/13 NPS 2012. It is of particular concern that 16 percent of households consumed food items from fewer than three groups in the 7 days previous to the survey. Similarly, the two food groups with the highest nutrient density, animal proteins and dairy products³⁵ are consumed by less than 46 percent and 6 percent of the households respectively (Figure 25). Food security as measured by the food consumption score, which takes into account dietary diversity, frequency of consumption, and nutrient composition, is also low (WFP, 2008). The food consumption score is on average 19.3, below the threshold delineating a poor and a borderline score and almost two thirds of PSSN households (65 percent) have a poor food consumption score. These high levels of food insecurity once again indicate the program’s design is well-suited to impact the targeted households.

FIGURE 25. CONSUMPTION OF KEY FOOD GROUPS, BY LOCATION



³⁴ See World Food Programme (2013) for the methodology. Under this approach, households consuming four or fewer of the seven key food groups during the week-long reporting period are considered to have low diet diversity. Food groups are: 1) cereals, roots and tubers; 2) pulses and legumes; 3) dairy products; 4) oils and fats; 5) meat, fish, eggs; 6) fruit; and 7) vegetables. The exceptionally low diet diversity compared to the national might indicate some over-reporting of food security questions and thus these data should be interpreted with caution.

³⁵ According to WFP (2008), “‘nutrient density’ is a term used to subjectively describe a food group’s quality in terms of caloric density, macro and micro nutrient content, and actual quantities typically eaten.”

Aside from food, utilities represent the highest share of household expenditure, and only a very small amount goes toward children’s clothing. Households spend on average 5 percent of their expenditure on utilities, and a further 6 percent on other household expenses, transport and communications. When including clothing in total consumption, less than two percent of expenditures goes towards children’s clothing (Figure 26).³⁶ PSSN households spend more on children’s clothing than on adult’s clothing (TZS 375 versus TZS 194 on average). Analyzing expenditure on children’s clothing is of interest because cash transfer programs in various countries, including Tanzania (Evans et al, 2014), have shown to have a positive effect on the amount of money households set aside for these items.

FIGURE 26. SHARE OF EACH GROUP IN TOTAL CONSUMPTION, TOTAL INCLUDING EXPENSES ON CLOTHING

FIGURE 26.A: TOTAL CONSUMPTION INCLUDING CLOTHING

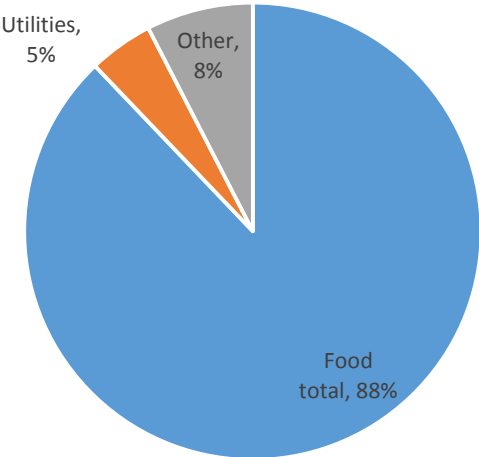
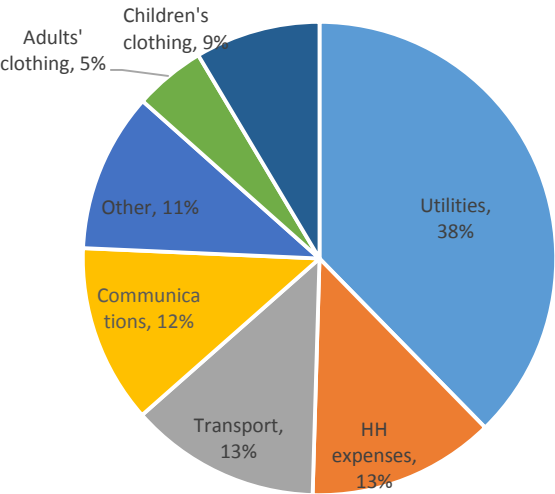


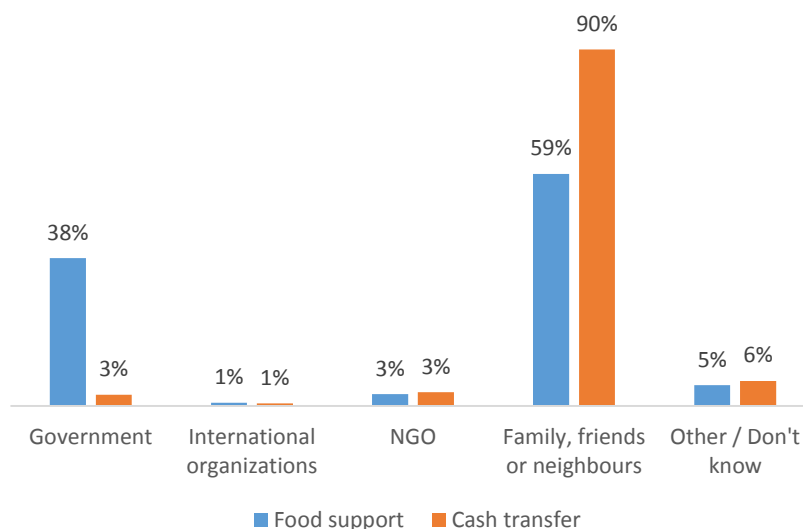
FIGURE 26.B: CONSUMPTION WITHOUT FOOD



Few PSSN households receive external support in the form of transfers, with food and cash being the most common types. Only about a quarter (26 percent) of PSSN households received some form of transfer in the last 12 months. Among PSSN household, 17 percent received food support coming from programs such as free food distribution and food for work and another 9 percent received support in cash. Other forms of support were rare, such as inputs in exchange for work (less than 1 percent), scholarships or bursaries (1 percent), and other support (7 percent). Most of the cash support comes from friends, family or neighbors, while the food support comes from both friends and family, and government.

³⁶ NPS poverty estimates, which this analysis replicates for comparability, do not include clothing expenses in total household consumption. However, adding to the total household consumption the money spent on clothing leads to a very small drop in the share of food, utilities and other expenses.

FIGURE 27. MOST COMMON SOURCE OF TRANSFERS



The PSSN CCT transfer size as a percent of household consumption is in line with benchmarks for similar programs. Taking into consideration household composition, on average the CCT transfer is approximately TZS 21,000 (approximately US\$13), representing 21 percent of monthly total consumption among PSSN households and 24 percent of monthly food consumption.³⁷ As expected, there are differences across geographical areas since the transfer size does not vary based on location. At 25 percent, the transfer represents the highest proportion of household monthly consumption in rural areas, while lower in other urban areas and Zanzibar at 17 percent, and lowest in Dar es Salaam at 14 percent. Benchmarking against key poverty indicators, the transfer represents 10 percent of the national basic needs poverty line and 13 percent of the food poverty line or 113 percent and 156 percent of the amount poor households would need to close the basic needs poverty food poverty gap, respectively. Taken together, this evidence indicates the PSSN transfer amount is consistent with global experience³⁸ and is not creating a risk of dependency as it covers only a portion of PSSN households' basic consumption needs.

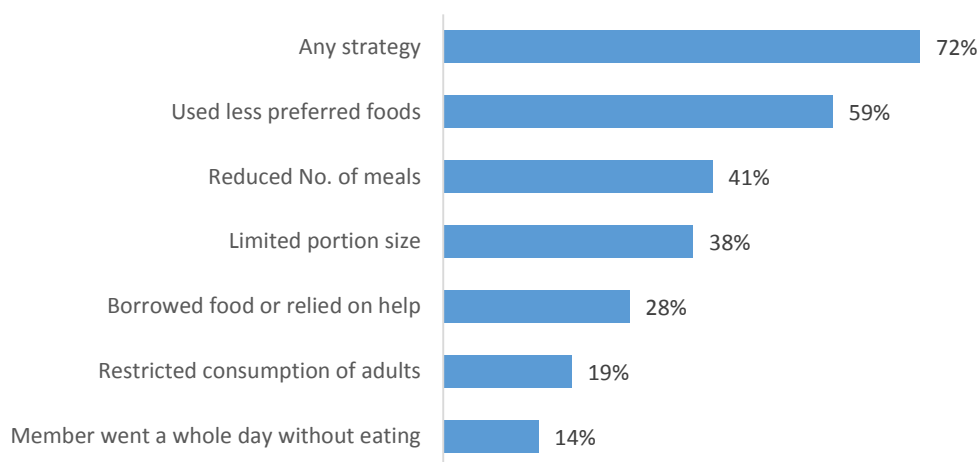
³⁷ This results in a transfer of TZS 20,800 assuming all eligible children comply with co-responsibilities. The lower bound, that is, assuming only currently enrolled children comply, results in an average transfer of TZS 17,500, 18 percent of household monthly consumption, and 96 percent of basic needs poverty gap.

³⁸ See Stampini and Tornarolli (2012) for evidence that the CCT transfer size in most countries represents more than 20 percent of poor beneficiaries' income. See Garcia and Moore's (2012) recent review of cash transfers in sub-Saharan Africa showing the household monthly transfer size ranges from US\$8 to US\$15; a study by UNICEF (2015) shows average social transfer values in sub-Saharan Africa range from US\$8 to US\$25 per household per month and impacts on consumption are seen when transfer size is at least 15-20 percent of household food consumption.

E. Shocks and Coping Strategies

PSSN households rely on negative coping strategies when facing food insecurity, and are more prone to employing them than the national poor. Almost three of every four (72 percent) PSSN households used at least one negative coping strategy to respond to food shortages (Figure 28). To assess the combined risk of employing a negative strategy, analysis of the coping strategy index (CSI) was conducted, which gives lower weight to coping strategies that are more reversible such as eating less preferred foods, limiting portion size and reducing the number of meals per day, and higher weight to more severe responses that indicate longer periods of food shortages.³⁹ PSSN households have a higher CSI of 7.5 than among the national poor as estimated with NPS data (5.2), signaling higher risk of using negative coping mechanisms.

FIGURE 28. COPING STRATEGIES EMPLOYED FOR FOOD INSECURITY

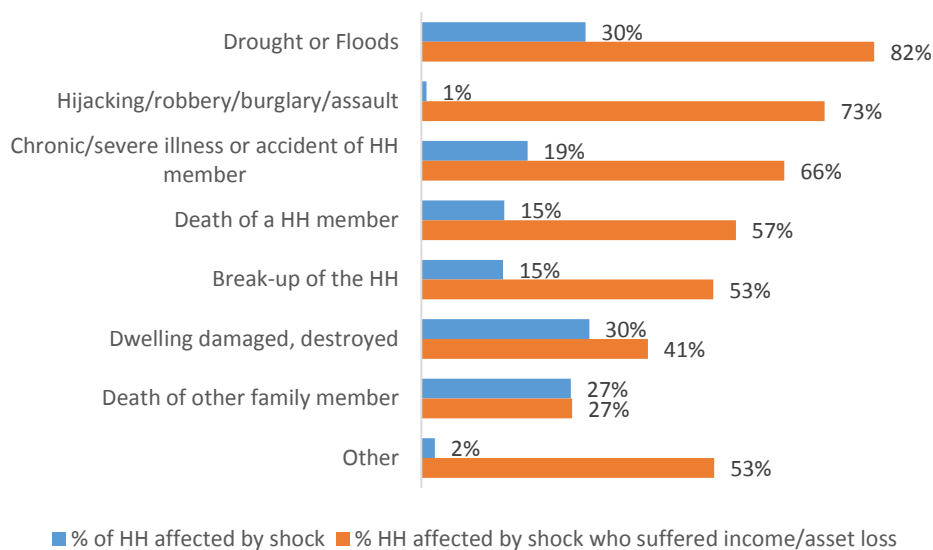


Almost one third of PSSN households suffered any shock in the past 12 months and more than half of these shocks led to an income or asset loss or both. Among PSSN households who faced a shock in the last year, 70 percent faced only one event and the remaining 30 percent suffered two or more. The most prevalent type of shocks, suffered by around 30 percent of households are: damages to dwelling, drought or floods, and death of a family member outside the household. Of these three, the most severe is droughts or floods, as more households lost income or assets as a consequence of this event (Figure 29).⁴⁰ While a household member's death, illness, or accident are less common, when these shocks occur they are more likely to deplete assets and income. These findings validate the PSSN design, particularly the combination of interventions to build resilience to both idiosyncratic and covariate shocks. They also provide some options to consider when communities are affected by covariate shocks: (i) beyond the CCT program, labor-intensive public works could be used as a tool to dampen the effects, for example through scale up or specific works aimed at restoring damaged infrastructure or crops; and (ii) co-responsibilities could be temporarily waived as school and health providers are also likely to be affected.

³⁹ See WFP (2013) and Maxwell and Caldwell (2008) for details on the CSI methodology.

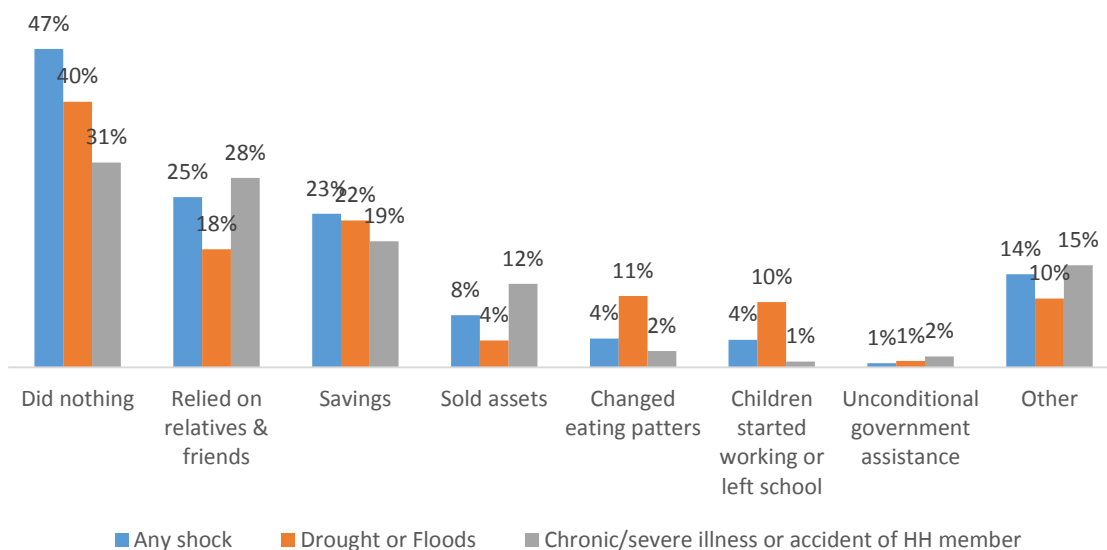
⁴⁰ Results related to droughts or floods should not be extrapolated to the national population as the randomization process did not take into account climatic or other shocks.

FIGURE 29. INCIDENCE AND IMPACT OF SHOCKS



Most households who used a coping strategy in response to shocks depleted savings or relied on informal safety nets. It has been widely documented that vulnerable households may respond to shocks through strategies that could be damaging in the long run, such as taking children out of school, selling productive assets and obtaining credit at high rates. Overall, almost half of the households report not having reacted to shocks, possibly because they were not severe enough or due to a perception of the chosen response as inactive rather than active. Some events tend to be more severe than others. When the dwelling is damaged or a family member dies close to half of the households used a coping mechanism, while after droughts or floods and after illnesses or accidents the number using of households using a coping strategy is higher (60 and 70 percent, respectively). Of particular interest for the program is the fact that it is after droughts or floods that children are more likely to leave school (Figure 30).

FIGURE 30. COPING STRATEGIES USED BY HOUSEHOLDS



F. Jobs, Livelihoods, and Time Use

PSSN households are heavily reliant on agricultural activities to meet their consumption needs. A large share (69 percent) of PSSN households own, cultivate or raise land and livestock. More than half (61 percent) of PSSN households own or cultivated land and 36 percent own or raised livestock. The percent cultivating land is higher among the national poor (86 percent according to the 2012 NPS) and the NPS data suggests that among the poor there is a positive relationship between participation in farming activities and consumption. This relationship is negative among all households in Tanzania, but positive when only poor households are considered. In other words, poorer households are more likely to be involved in farming activities than non-poor households, but among the poor, the poorest households are less likely to be engaged in these activities.

Only one third of PSSN farming households diversify their income sources. Among all PSSN households, 31 percent diversify their activities to generate income through activities other than farming, including wage employment and non-farming activities (Figure 31.A). Among all PSSN farm households, 17 percent diversified their income with a non-farm business, which compares to 33 percent among poor rural households nationally (2012 NPS). Diversification of income sources is desirable, especially to reduce household dependency on one single source of income. Also, as seen Figure 31.B, diversification strategies already used by PSSN households result in higher monthly consumption. Data from 2012 NPS suggests that as beneficiary households start receiving the transfer, the composition of income sources among PSSN households may change. While poorest families may engage in farming activities, those relatively wealthier may establish a non-farm business.

FIGURE 31. LIVELIHOODS AMONG PSSN HOUSEHOLDS

FIGURE 31.A: SOURCES OF INCOME

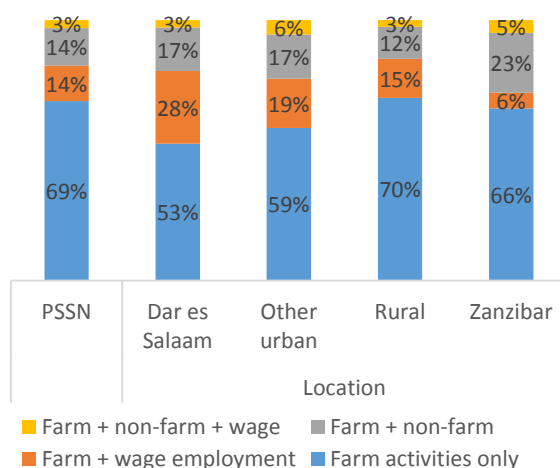


FIGURE 31.B: MEDIAN MONTHLY HOUSEHOLD CONSUMPTION



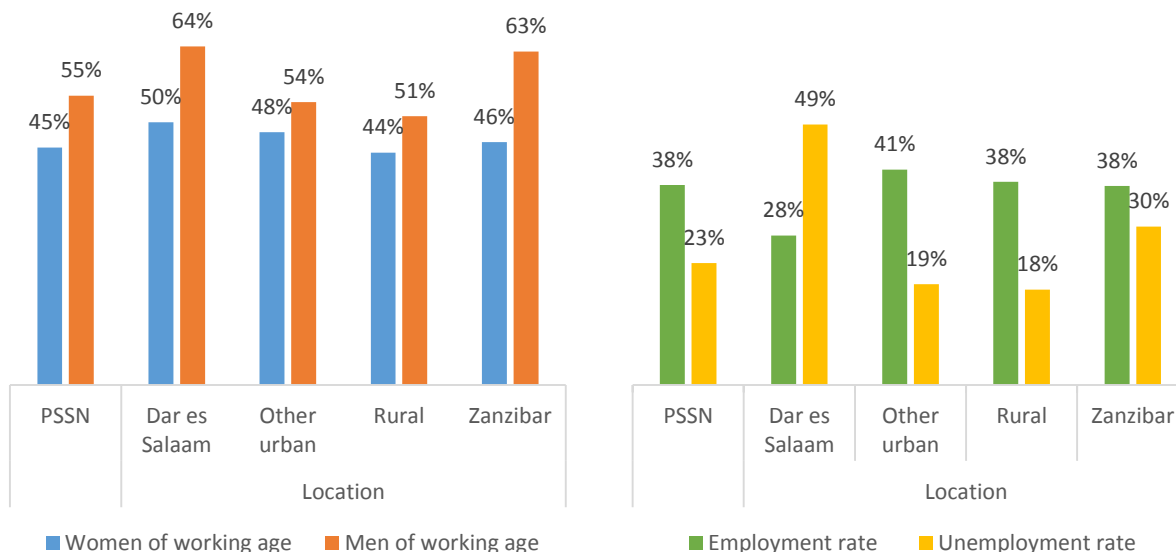
Labor force participation is relatively low and unemployment is high among PSSN beneficiaries. Only 49 percent of PSSN household members between 15 and 64 years of age are economically active, compared to participation of 88 percent among the national population (2014 ILFS). More than one in five PSSN beneficiaries are unemployed, double the unemployment rate at the national level (NBS, 2015). There are significant gender gaps in labor force participation (45 percent for women versus 55 percent for men),

which is of particular interest for PSSN considering that in 82 percent of PSSN households the household representative is a woman and in over half of PSSN households have a woman as head. These gender gaps are widest in Zanzibar and Dar es Salaam (Figure 32.A). Less than two in every five PSSN beneficiaries of working age are employed and almost a quarter of those in the labor force are unemployed (Figure 32.B). The share of employed women is significantly lower than that of men (35 vs. 42 percent), but there are no significant gender differences in unemployment.

FIGURE 32. LABOR FORCE PARTICIPATION, EMPLOYMENT AND UNEMPLOYMENT RATE

FIGURE 32.A: LABOR FORCE PARTICIPATION BY GENDER

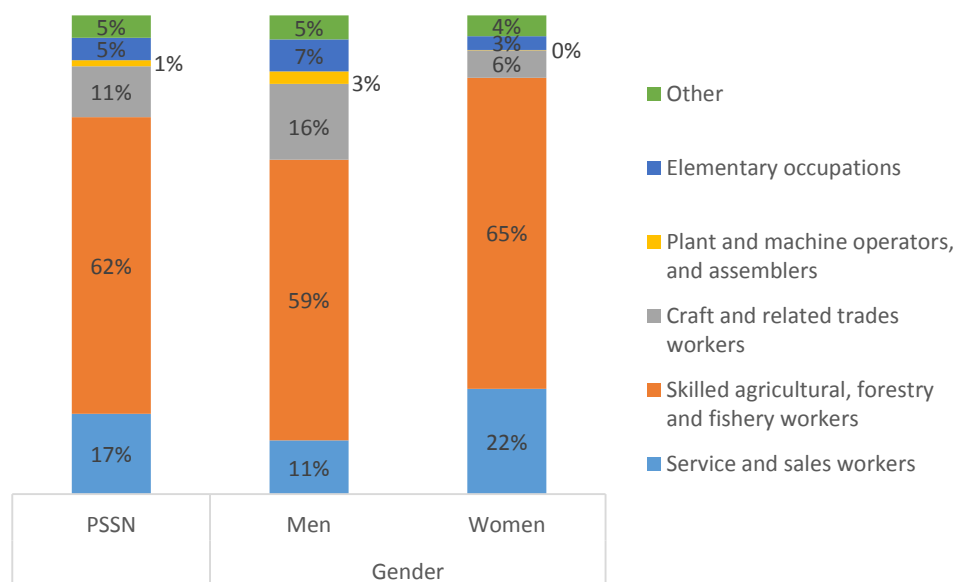
FIGURE 32.B: EMPLOYMENT AND UNEMPLOYMENT RATE



Most workers in PSSN households have low job security. More than half (62 percent) of PSSN employed workers ages 15 to 64 have jobs in agricultural, forestry and fishing activities, which are by nature unstable as they provide job opportunities only in certain months of the year. In addition, 27 percent of all employed workers ages 15 to 64 in PSSN household have unpaid jobs, and more than half (54 percent) are self-employed. The majority of the unpaid workers and the self-employed (85 and 58 percent respectively) work on agricultural activities. Among the 19 percent of the workers who are in wage employment, the majority (81 percent) have casual or seasonal jobs. All of the previous translates in less than 2 percent of PSSN beneficiaries who are working in wage employment with a stable job. This vulnerability is confirmed by the fact that most (87 percent) of the employed lack a contract.

The economic sectors in which male and women are employed differ, generating differences that need to be considered by the PW component. Women are more likely than men to be involved in service and sales, and agricultural, forestry and fishing activities. In contrast, the opposite is the case for crafts and related activities, and plant and machine operators or assemblers (Figure 33). These gender differences suggest the type of jobs that are provided through PW could affect household labor decisions and these could differ by gender of the beneficiary. This is an important consideration given that more PSSN households have women heads. Communications related to the PW component should aim to encourage participation of both women and men in various activities to avoid perpetuating occupational segregation.

FIGURE 33. EMPLOYMENT BY SECTOR AND GENDER



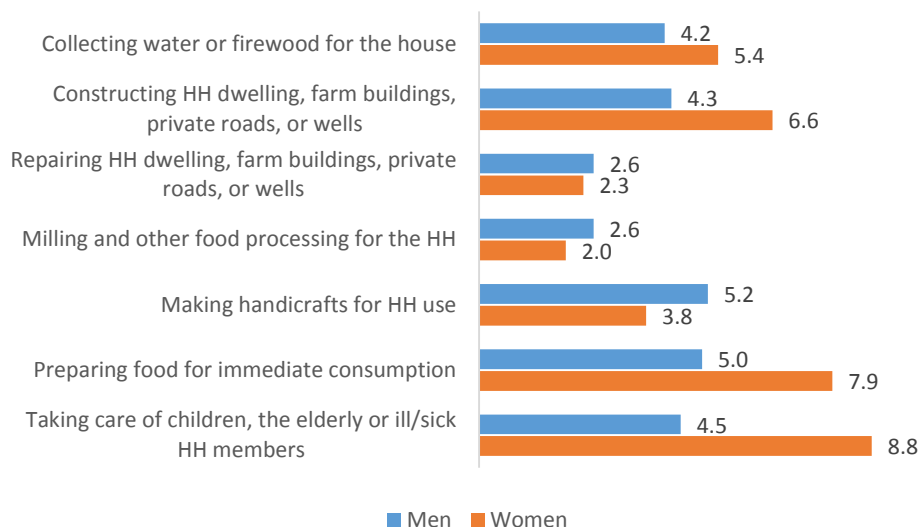
The PSSN is not expected to create labor disincentives based on the labor profile of the beneficiaries. Given the low labor force participation, high unemployment, and prevalence of self-employment, the program has the potential to generate job opportunities both through public works and by providing capital through cash transfers. With cash transfers, there tends to be a concern that they could create labor disincentives.⁴¹ However, given that PSSN's average transfer represents only 11 percent of current labor income among beneficiaries who receive income, this does not seem to be of major concern in the Tanzanian's context.⁴² This is also supported by the fact that the cash transfer covers only a portion of the households' consumption needs (see Section D). However, this will be tested through the IE.

Women spend more time on household activities and men on milling and food processing activities. Men spend significantly more time in milling and food processing, while women in activities such as collecting water or firewood, constructing household dwelling, farm buildings, private roads or wells, preparing food, and taking care of children, the elderly or sick household members (Figure 34). Among children of school age most of these gender differences are significant, except for the time spent in construction of household dwelling that is similar for both girls and boys. As expected, when compared to other locations, in rural areas more time is spent collecting water and firewood for the household. The time devoted by PSSN beneficiaries in Zanzibar on making handicrafts (6 hours a week) is considerably higher than the time used in other locations (under 4 hours a week). The IE will examine shifts in household labor allocation that might occur as a result of the program.

⁴¹ Evidence of the Impacts of CCT programs on adult labor is inconclusive. While some studies have found that these programs create modest disincentives for adult work, others find no evidence (Fiszbein and Schady, 2009).

⁴² Just under 15 percent of all PSSN beneficiaries that are currently employed reported having no labor income.

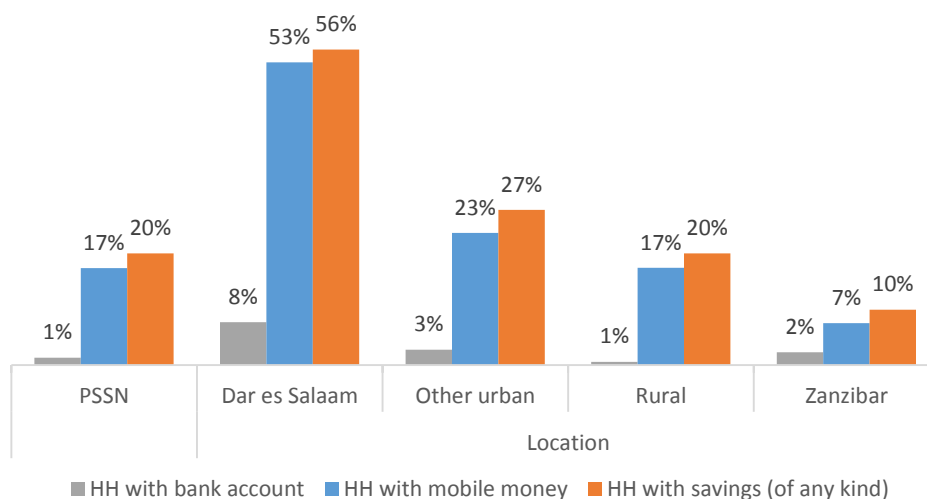
FIGURE 34. AVERAGE HOURS A WEEK SPENT IN EACH HOUSEHOLD ACTIVITY



G. Access to Finance

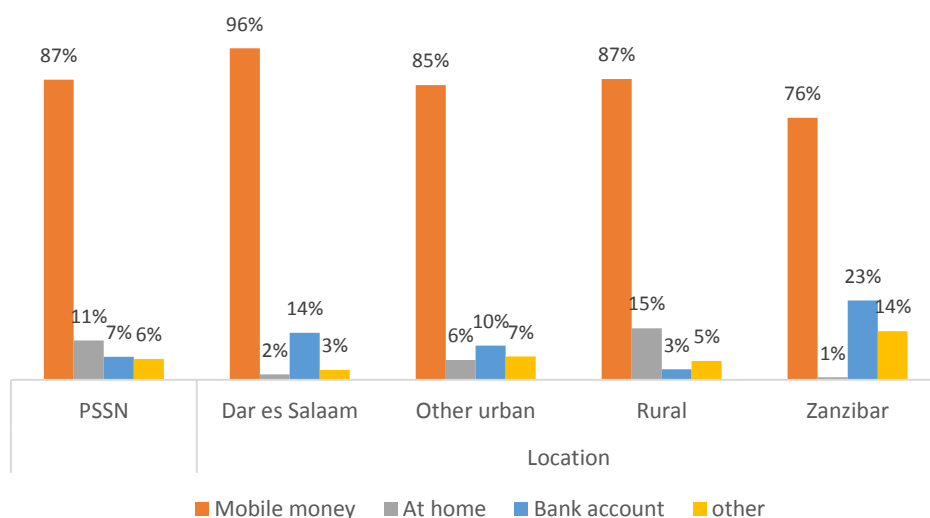
Very few PSSN households have a financial account and access to banking is more common in urban areas. Among all PSSN households, less than 2 percent have at least one member holding a bank account and 18 percent have a member with a mobile banking account. These levels of mobile banking penetration are associated with the share of PSSN households with any kind of savings (Figure 35). There are important differences by location: Dar es Salaam as expected has the highest access to banking of all types. Somewhat surprisingly, access to mobile money accounts and savings accounts is lower in Zanzibar than in rural areas in the mainland.

FIGURE 35. ACCESS TO BANKING



Most PSSN households that save use mobile money accounts to store their savings. Among the 20 percent of PSSN households that report having savings, most (87 percent) keep them in a mobile money account, with only a small proportion (7 percent) keeping savings in a bank account. There are important differences by location: Dar es Salaam as expected having the highest access to banking of all types and in Zanzibar it is less common for households with savings to store them in mobile money than other locations. The recent steady growth in mobile phone subscription⁴³ and the financial behavior of PSSN households suggests that mobile banking has strong potential to be used as a payment method. Encouraging PSSN households to open a mobile account could also potentially promote savings.

FIGURE 36. MOST COMMON PLACES TO KEEP SAVINGS

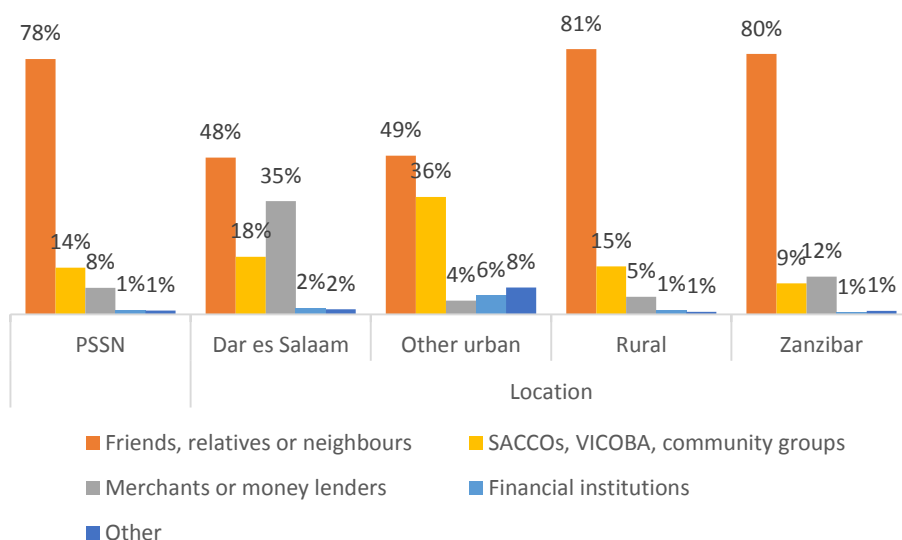


Note: Other includes SACCOs, village funds and other places to keep savings.

PSSN households have access to loans, but mostly through informal sources and for subsistence purposes. Only a small proportion of PSSN households (26 percent) requested a loan in the last 3 months and among those who applied for a loan, less than 10 percent were denied. In addition, more than half (67 percent) of households reported they could borrow money in the next two weeks if needed (median amount TZS 20,000). Among PSSN households that borrowed money in the last 3 months, most borrowed from friends, relatives, or neighbors (Figure 37). Loans taken from friends or relatives tend to be small (median TZS 20,000), while larger loans are taken from community savings groups (median TZS 100,000). Most loans requested by PSSN households are used for subsistence needs (64 percent), medical costs (32 percent), business expenses (11 percent) and school fees (10 percent), suggesting that households receiving PSSN transfers will most likely use the cash to cover their basic needs.

⁴³ This has increased from a little under 3 million subscriptions in 2005 to almost 32 million in 2014, according to data reported by the Tanzania Communications Regulatory Authority (TCRA, 2014).

FIGURE 37. MOST COMMON SOURCES OF LOANS



H. Intra-household and Community Cohesion

Women of reproductive age have less bargaining power within the household when they have a partner.

Women are more likely to be the sole decision-makers across all categories of decisions within the household when they are single, separated, divorced or widowers, than when married or living with a partner. Among women with partners, joint decision making is very common, but for around two of every five PSSN women, their partners are the sole decision makers when it comes to children’s healthcare and schooling, household purchases, and contraceptive use (Figure 38). Women with partners in Zanzibar tend to be the least likely to make decisions on their own: in all categories except for decisions about their own earnings, the share of women who rely on their partners to make decisions, or make joint decisions, is above the PSSN average. These findings suggest PSSN, in which 54 percent of cash transfer recipients are women, could affect intra-household dynamics.

FIGURE 38. WOMEN’S POWER ON HOUSEHOLD DECISION-MAKING

FIGURE 38.A: WOMEN CURRENTLY WITHOUT A PARTNER

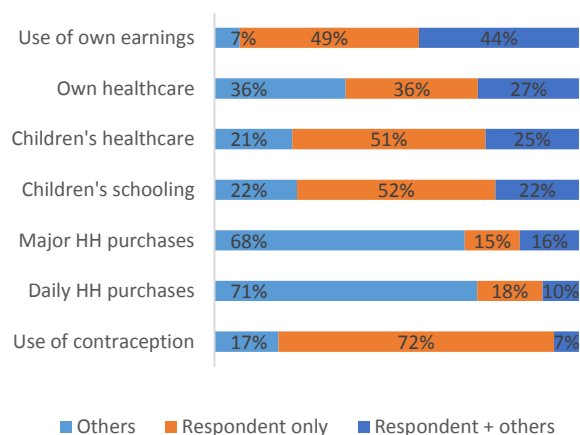
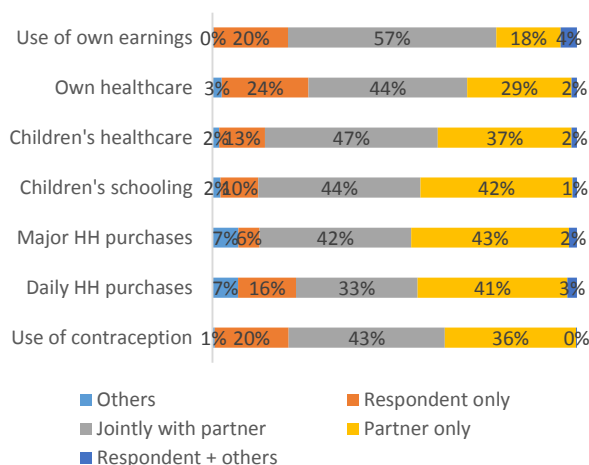
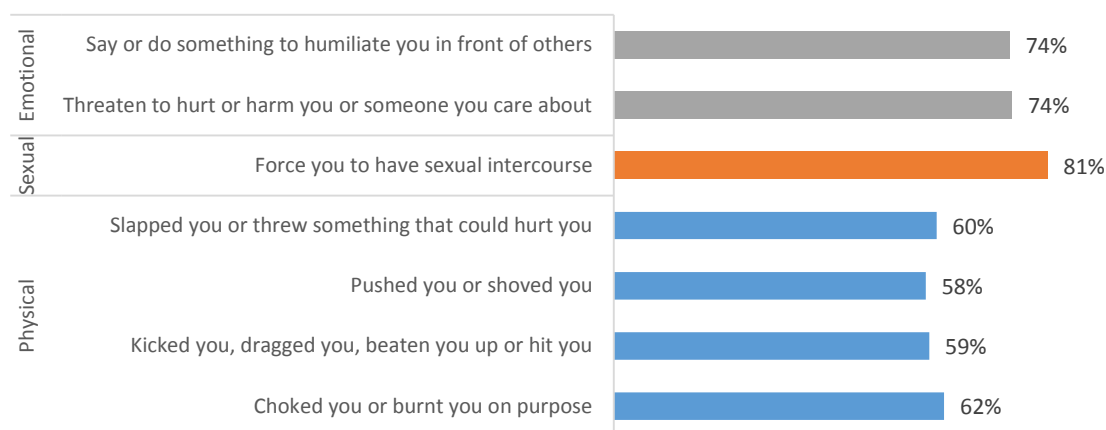


FIGURE 38.B: WOMEN CURRENTLY WITH PARTNER



Women in PSSN households report suffering from frequent incidents of domestic violence. One in every five women of reproductive age (between ages 15 and 49) report ever being a victim of domestic violence by their husband or partner.⁴⁴ This is lower than the national level estimates of 46 percent among women in the lowest quintile according to the 2010 DHS; however, this difference may be partially due to comparability issues.⁴⁵ Emotional violence is the most common type of violence (14 percent), followed by physical violence (11 percent) and sexual violence (6 percent). In all categories considered more than half of the victims reported the events had occurred in the last three months. Acts of sexual violence have the highest frequency, with more than 80 percent of victims reporting this incident occurred in the last three months (Figure 39). These findings highlight the need to link PSSN households to existing domestic violence support services as well as to encourage expansion of these services in PSSN communities.

FIGURE 39. VIOLENT ACTS SUFFERED BY WOMEN VICTIMS, LAST THREE MONTHS

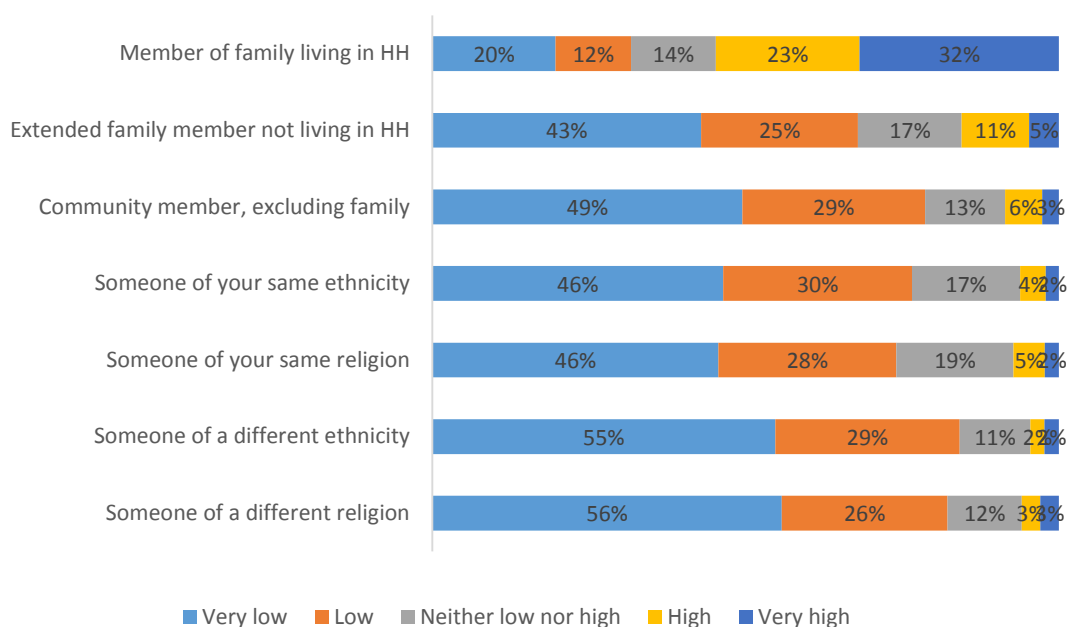


PSSN households have low levels of trust in people living outside their households and have relatively low participation in the community. More than half of PSSN household heads (55 percent) trust family members who live within the household, but trust levels drop significantly for individuals outside the household regardless of religion, ethnicity, or kinship (Figure 40). The highest levels of trust are found in Zanzibar and the lowest in rural areas, but in general PSSN beneficiaries have low trust in people outside the household (Annex 4). In terms of participation in community meetings, PSSN household heads are split equally between those who were present at community meetings in the last month, those who were not, and those who reported that no community meeting was held. Contrary to what was found for trust indicators across location, social cohesion as measured by participation in community meetings is lowest in Zanzibar and highest in rural areas, and these type of meetings appear to be less frequent in Dar es Salaam. By injecting cash into select households, PSSN could potentially increase trust within targeted communities, particularly if there are positive spillovers to non-beneficiaries, or could create a larger wedge.

⁴⁴ To collect data on intra-household violence, female enumerators were relied upon. In addition, all enumerators were provided training on how to collect sensitive information and maintain the confidentiality of responses.

⁴⁵ All of the violence acts were included in the IE questionnaire; however, DHS uses more questions to collect the same data which could result in more accurate reporting.

FIGURE 40. LEVELS OF TRUST IN DIFFERENT GROUPS⁴⁶



I. Adolescent Behaviors, Expectations and Aspirations

Although adolescent fertility and early family formation in PSSN households are below national levels, they are likely disrupting schooling. A non-negligible proportion (13 percent) of adolescent girls have started childbearing, and this is higher in rural areas (17 percent). Adolescent childbearing is statistically similar to national levels, family formation in terms of marriage is significantly below the national level (Table 6). These indicators are important in the context of this evaluation for two main reasons. First, being pregnant and having a husband or partner significantly lowers the probability of being enrolled in school. Second, the substantially lower levels of adolescent marriage accompanied by similar levels of adolescent childbearing relative to the national population suggests increased vulnerability of PSSN adolescents. PSSN could have positive impacts on this vulnerability by reducing the probability of marriage and pregnancy of school age girls, as has occurred in other CCT programs (Baird et al., 2010). This is particularly relevant in rural areas where the percentage of adolescents who have partners or children is higher.

TABLE 6. ADOLESCENT FAMILY FORMATION, COMPARISON WITH DHS

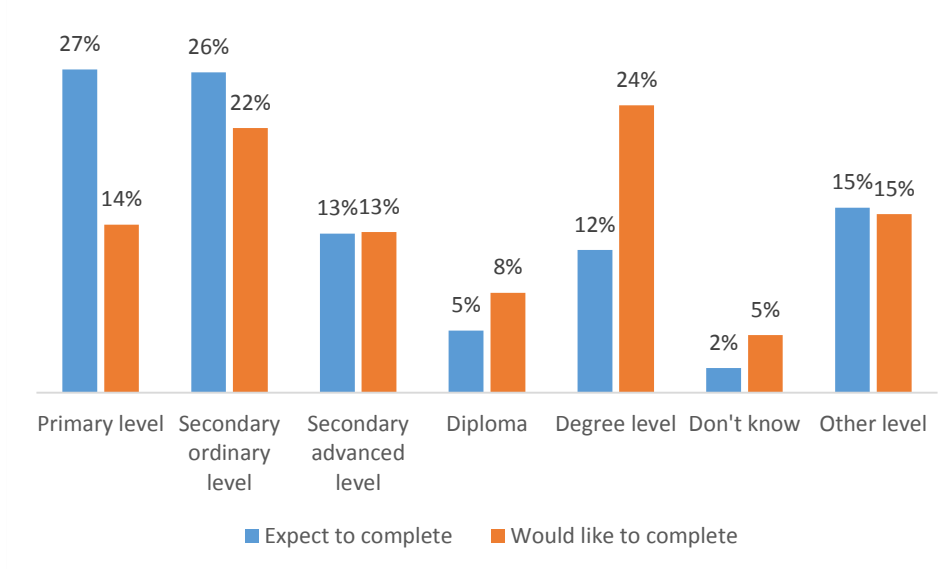
	PSSN	DHS
<i>Women [15-19] who have given birth</i>	13.3%	14.9%
<i>Average No. of children per girl [15-19]</i>	0.16	0.20
<i>Women [15-19] never married</i>	90.2%	79.9%

⁴⁶ Following Andrabi and Das (2010), trust is measured by asking: “Imagine you were walking down a street and dropped a TZS 10,000 note without noticing. Now imagine a person was walking behind you without you knowing and picked it up. If that person walking behind you was [PERSON], what is the likelihood that he/she would return the TZS 10,000 note to you?”

Adolescents expect to marry younger and have lower educational levels than what they would prefer.

Young men and women would like to marry at an average age of 25 years, but they think they will do so 1.3 years before their aspiration. This gap is wider in Dar es Salaam where youngsters aspire to marry at age 27 but expect to marry at 23. Women have an aspiration to marry younger than men (24 and 26 years respectively), but their expectation is also to marry at a younger age than their male counterparts. When it comes to educational attainment, young girls and boys aspire to have more than 12 years of schooling but they think they will get around 11. While a half of PSSN adolescents expect to reach secondary ordinary education or lower, just over one third think this is their preferred level of schooling (Figure 41).

FIGURE 41. ADOLESCENT EXPECTATIONS AND ASPIRATIONS OF EDUCATIONAL ATTAINMENT



VI. Targeting Performance and Program Awareness

This section analyzes PSSN's accuracy in selecting the poorest Tanzanian households in the scale up. All countries, and developing countries in particular, face resource constraints that limit the funds available for poverty reduction programs such as the PSSN. This leads to a focus on choosing wisely who will benefit and how to identify them efficiently. The PSSN scale up relied on targeting system combining geographical, community based, and PMT targeting (Section III.A). These mechanisms aimed to reach the poorest by identifying the geographical areas most in need, using community knowledge to identify the poorest households in these areas, while maintaining an objective verification of eligibility through the PMT. This section analyzes: (i) PSSN's targeting performance in reaching the poorest; (ii) how successful community based targeting is at identifying the poorest and if there is possible elite capture or bias; and (iii) how successful the PMT is in reducing inclusion errors. Since the IE consumption data is comparable to the most recent NPS, the analysis of targeting performance relies on a combination of NPS and IE data.⁴⁷

This section also assesses the levels of awareness community members have about the program at baseline. The community's perception and knowledge about PSSN is key for various reasons. Guaranteeing that beneficiaries have complete understanding of their rights, entitlements and responsibilities can increase the program's accountability (Jones et al., 2013). In addition, information flow increases a program's acceptability, reduces chances of mistargeting, and lessens tensions between beneficiaries and non-beneficiaries by creating fair understanding of the eligibility criteria (van Stolk, 2010; Jones et al, 2013). The analysis of community knowledge about the PSSN at baseline can help inform future information, education, and communication efforts.

A. Targeting Performance

In terms of consumption levels and spending patterns, PSSN is clearly targeted towards the poor. On average, PSSN households consume 70 cents for every \$1 consumed by non-selected households. PSSN households spend 89 percent of consumption on food items compared to 82 percent among non-selected households (and 75 percent among the non-targeted). As a result, PSSN households spend significantly less on utilities, transport and communications. The consumption distribution of PSSN households is also significantly lower than that of non-selected households (Figure 42.A), translating into a higher poverty incidence. Applying the strict definition of poverty based on the program's adjusted food poverty line,⁴⁸ almost two thirds (64 percent) of PSSN beneficiaries are poor, compared to less than half (48 percent) of those not selected. In addition, the majority of PSSN beneficiaries (83 percent) are in the bottom 40 percent of the consumption distribution and almost half (48 percent) are in the lowest decile (Figure 42.B).

⁴⁷ Cross-country benefit incidence data is from the ASPIRE database: Programa de Asignaciones Familiares (Honduras), Child Grant Program (Lesotho), Stipend for Students and dropouts (Bangladesh), Bono de Desarrollo Humano (Ecuador), Mahatma Gandhi National Rural Employment Guarantee (India), Samurdhi (Sri Lanka), Familias en Acción (Colombia), Tekopora (Paraguay), Programme of Advancement Through Health and Education (Jamaica), Asignaciones Familiares (Uruguay), Subsidio Familiar (Chile), Pantawid Pamilyang Pilipino Program (Philippines), Oportunidades/Prospera (Mexico), Benazir Income Support Programme (Pakistan), Bolsa Familia (Brazil), Asignación Universal por Hijo (Argentina), Juntos (Peru), Red de Oportunidades (Panama).

⁴⁸ PSSN targets 15 percent of the population, including the 10 percent living under the food poverty line plus an additional 5 percent of the population in transient poverty.

FIGURE 42. HOUSEHOLDS' CONSUMPTION DISTRIBUTION AND DISTRIBUTION OF BENEFICIARIES

FIGURE 43.A: CONSUMPTION DENSITY FUNCTION

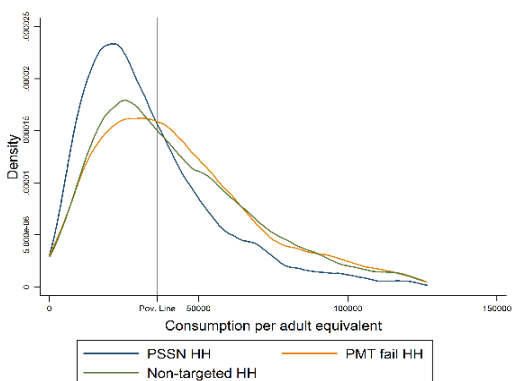
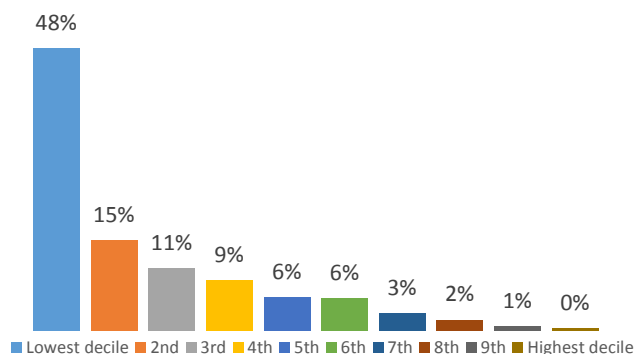


FIGURE 43.B: PSSN DISTRIBUTION OF BENEFICIARIES BY CONSUMPTION DECILES



PSSN outperforms the targeting accuracy of many other cash transfer programs, showing minimal leakage that does not go to the richest. A cross-country comparison of CCT programs' benefit incidence indicates that PSSN has one of the highest shares of beneficiaries in the lowest consumption (or income) quintile (Figure 43.A). As with all programs, PSSN has some errors of inclusion, with 12 percent of beneficiaries in the five highest consumption deciles. However, given that Tanzania's consumption distribution is relatively flat (WB, 2015a), the key question is whether there is leakage to the top end of the distribution. In PSSN's case, this is very low, with less than 3 percent of beneficiaries located in the top three deciles. In addition, based on recent evidence from CCT programs in Latin America, PSSN outperforms most programs at similar coverage levels (Figure 43.B).⁴⁹

FIGURE 43. COMPARISON OF PSSN'S TARGETING PERFORMANCE WITH OTHER CCTS

FIGURE 43.A: BENEFIT INCIDENCE TO LOWEST QUINTILE

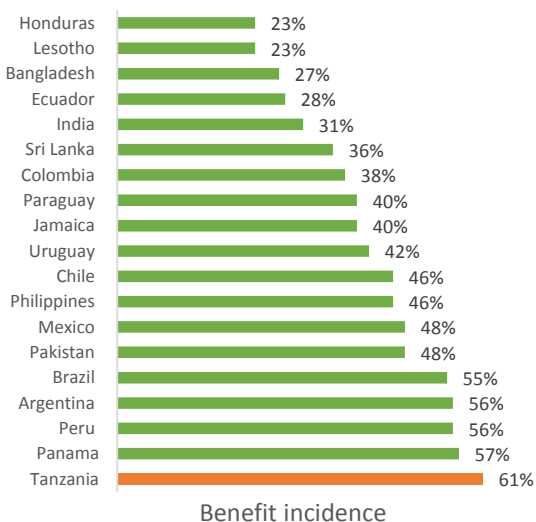
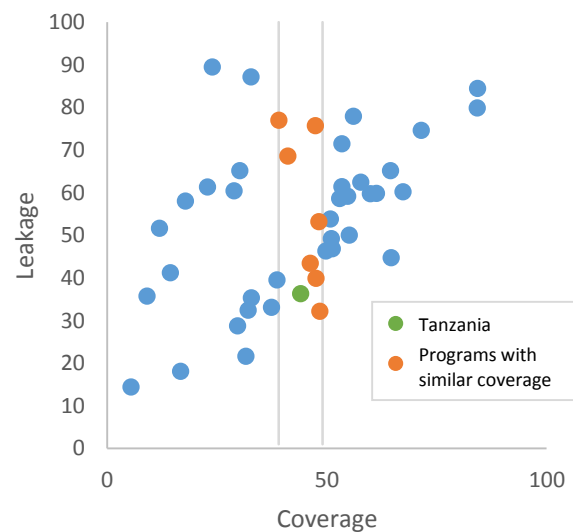


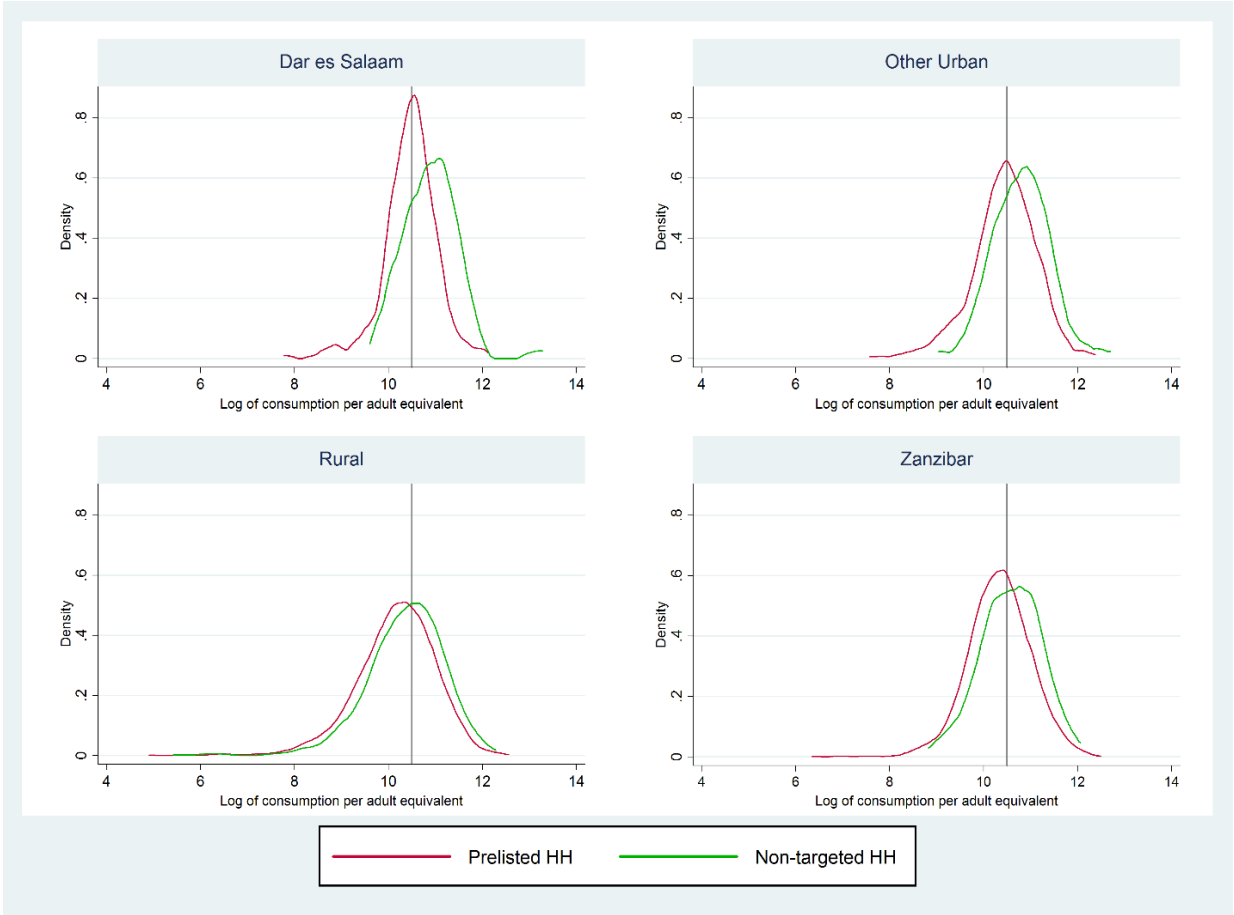
FIGURE 43.B: LEAKAGE VERSUS COVERAGE IN CCTS



⁴⁹ Stampini & Tornarolli (2014) only for programs with 39 to 49 percent coverage of extreme poor, similar to PSSN.

The profile of prelisted households is not fully aligned with PSSN’s target group, but communities incorporate information on shocks. Having a person with disabilities, the number of elderly, and the head’s age influence whether a household is prelisted. This mirrors communities’ perception of PSSN’s target group, which is skewed toward people with disabilities and the elderly (Section VI.B). However, prelisted households are also more likely to have suffered a negative shock, have less savings, less non-agricultural businesses, and higher food insecurity (Annex 5). This is in line with evidence from elsewhere that communities’ concept of poverty takes into account more than current consumption, such as earning potential and ability to smooth shocks (J-PAL, 2013; Alatas et al., 2012). It also suggests community knowledge may be useful in identifying households suffering recent shocks, which are not typically captured well by PMTs (Mills et al, 2015). Since PSSN’s PW component aims to mitigate negative seasonal shocks, community knowledge seems to add value especially in the Tanzanian context, where a large share of the non-poor is clustered around the poverty line and vulnerable to falling into poverty (WB, 2015a).

FIGURE 44. LOG CONSUMPTION DENSITY FUNCTION BY AREA AND HOUSEHOLD TYPE

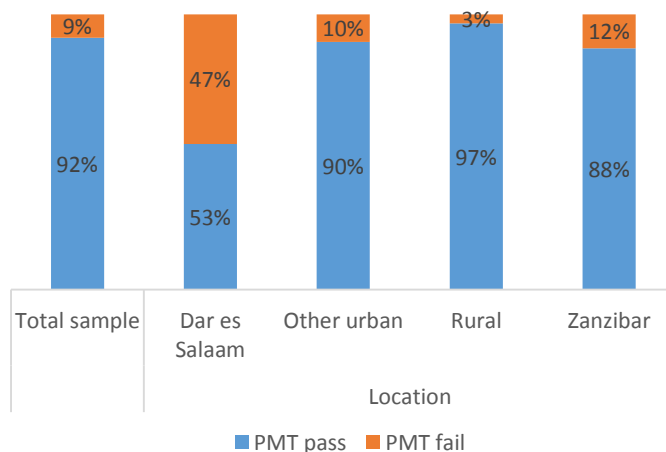


Overall, community-based targeting is effective at identifying poorer households, but there are geographical differences. The consumption of households prelisted by the community is lower than that of non-targeted households. This translates into a higher poverty incidence among prelisted households compared to non-targeted households (54 percent vs. 41 percent), confirming that there is no substantial

elite capture by the community at the community stage. The community approach is more effective in identifying the poor in urban areas both in terms of exclusion errors and difference between consumption density functions of prelisted households compared to those not prelisted (Figure 44). The result observed may stem from more heterogeneous poverty and higher inequality in urban areas, which makes it easier to differentiate between the richer and the poorer (Alatas et al, 2012).⁵⁰ However, inclusion errors are higher in urban areas, indicating there may be some degree of elite capture in urban areas. This is consistent with anecdotal evidence from TASAF field teams, which suggests the targeting processes do not function as well in urban settings where community ties are weaker.

As expected the PMT carries an important tradeoff between inclusion and exclusion errors, and urban households are less likely to pass the PMT.⁵¹ Since it is a prediction, the PMT has built-in errors of inclusion and exclusion, and as one decreases the other increases. This tradeoff, combined with the targeting errors associated with the geographical and community-based targeting stages, limits PSSN’s ability to reach even higher coverage. PSSN’s coverage of its target group, the bottom 15 percent, is 44 percent within targeted communities. There are also differences in the proportion passing the PMT by location, with a much lower proportion passing the PMT in Dar es Salaam (Figure 45). This is explained primarily by higher wealth levels in the capital, as the PMT performs similarly in Dar es Salaam and other urban areas. However, relative to the rural areas, the predictive power of the PMT is playing a role, as the PMT appears to correlate with consumption more accurately in rural areas.

FIGURE 45. PMT HOUSEHOLD VERIFICATION PASS RATE



Overall, the PMT acts as a cost-effective tool for PSSN in minimizing inclusion. The PMT successfully excluded 35,000 non-poor households that were mistargeted by the community. This would have implied an annual cost of about US\$ 5.5 million per year based on an average household monthly transfer of US\$13. Since the PMT costs only US\$12 per questionnaire administered, using the PMT led to a cost savings of

⁵⁰ This could reflect the fact that in urban areas the PMT was more likely to exclude all prelisted households, so these communities are not in the IE sample; but this is unlikely as only 4 communities were excluded.

⁵¹ Inclusion is the proportion of beneficiary households who are non-poor and exclusion is the proportion of the poor not selected. Misclassified are those selected but non-poor or not selected despite being non-poor.

close to US\$4.3 million in the first year alone. This represents a lower bound PMT cost-effectiveness ratio of 4/1. However, there are two issues to be considered. First, given that Tanzania's consumption distribution is relatively flat, particularly around the poverty line, more than half of the non-poor beneficiaries (52 percent) are in the third and fourth consumption deciles. Therefore, leakage needs to be weighed carefully against exclusion errors in future retargeting or recertification efforts. Second, this analysis does not take into account exclusion costs, including the cost of resolving grievances; however, this is less of a concern as the percentage incorrectly excluded by the community is similar to the PMT.

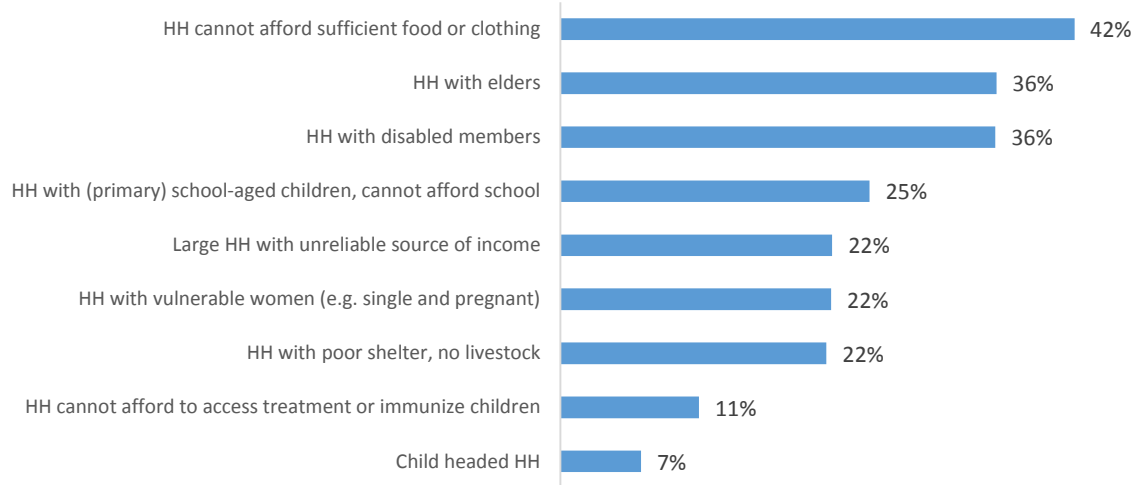
On net, these findings indicate PSSN's targeting system is performing well, but as with all targeting systems it would benefit from periodic updates. PSSN's precision at identifying eligible households improves at each targeting stage but regular updates to the targeting system are recommended, including: (i) incorporating the new geospatial poverty maps to improve the geographical targeting stage (WB, 2015c); and (ii) conducting updates to the PMT formula as new rounds of HBS data become available. The improvements to the PMT could include exploring recalibration of the cutoff points or revisiting whether area-specific models work better than a single model.

B. Community Knowledge and Perceptions

The PSSN targeting process is mostly perceived positively, especially among households prelisted by the community. The process of selecting beneficiary households is seen as fair and transparent by 66 percent of non-targeted households and by 86 percent of households prelisted by the community. This positive perception could indicate the community involvement helped ease tensions around selection. Additionally, 75 percent of households prelisted by the community are satisfied with the process and 78 percent think it was not influenced by personal interest. These percentages, as expected, are lower among non-targeted households at 57 percent and 73 percent respectively. There is no statistically significant difference in perceived transparency, influence on the process, or fairness between those who failed and those who passed the PMT, which is a signal that beneficiaries did not have knowledge of their status in the program. These indicators will be analyzed at the follow up to assess satisfaction with the targeting process.

Perceptions of PSSN's target group were skewed towards elderly and people living with disabilities and program knowledge is limited. Among surveyed households, the majority thought beneficiary households should be those lacking enough resources for food and clothing, with members with disabilities and the elderly (Figure 46). The latter inevitably influenced the community targeting process and may be a legacy from the pilot implemented prior to PSSN, which targeted the elderly. One third (34 percent) of prelisted households do not know beneficiaries will have co-responsibilities. Among those who are aware, 74 percent mention that beneficiaries are supposed to send children to school, 52 percent thought all household members must visit a health care provider, and 41 percent knew that children should attend a clinic. TASAF has been working with partners at all levels to strengthen communication efforts and recent field visits have found increased awareness; the midline will attempt to confirm these findings.

FIGURE 46. CHARACTERISTICS OF THE TARGET POPULATION REPORTED BY HOUSEHOLDS



VII. Conclusions

The Government of Tanzania created and scaled up the PSSN to reduce extreme poverty and break the intergenerational transmission of poverty and designed a randomized IE to evaluate it. The objective of the PSSN is to increase income and consumption and improve the ability to cope with shocks among targeted vulnerable populations while enhancing and protecting the human capital of their children. In 2013, the Government of Tanzania made the decision to scale up the PSSN to cover all households in or at risk of falling into extreme poverty and by 2015 the program was delivering cash transfers to over one million households across the country. To demonstrate that the scaled up PSSN is generating the intended impact at the household level, a randomized IE was built into the scale up design.

The IE baseline results suggest there is strong internal validity of the study as well as external validity to Tanzania's poor population. The IE identification strategy relies on randomization at the community level and uses the full list of targeted households in the PAAs randomly selected for the IE as a sampling frame. The baseline confirms that the randomization resulted in balance between treatment and control groups, signaling strong internal validity of the study. External validity to the broader poor population in the country is also strong, as overall surveyed households are generally representative of PSSN's target group. However, PSSN beneficiaries are slightly older than the national poor and there is likely under-reporting of children under five. In extrapolating the IE findings to the broader poor, these differences should be taken into account, particularly as they relate to health and food security outcomes, which exhibit the largest deviations. In addition, greater efforts are needed both within program administration and in follow up surveys to accurately capture the number of children under five.

PSSN's targeting performance is highly effective at reaching the poorest compared to programs internationally, but regular updates are needed to ensure it is dynamic. PSSN households are poorer than non-targeted households within targeted communities and the majority of beneficiaries are in the bottom two quintiles of consumption. Confirming previous evidence from targeting assessments, the age structure in PSSN households is older, which reflects the legacy from the CB-CCT pilot as well as communities' initial perception of the elderly as the target population for the PSSN. Based on the baseline data the program is among the best targeted cash transfer programs in the world. To sustain these results, PSSN should continue regularly adjust the targeting mechanisms to adapt to changes in beneficiaries' profile and poverty context and as new technology and data become available. TASAF in partnership with NBS and with support from the World Bank, has already developed poverty maps that are expected to be applied to future retargeting efforts (WB, 2015c). Efforts are also needed to collect regular, national statistics on the program coverage through the HBS to continue to monitor targeting performance.

PSSN is expected to have positive effects on household consumption and food security, although possible spillovers should be monitored. Extensive global evidence shows that cash transfer programs increase consumption and improve spending on higher-quality sources of nutrients. By providing a regular, additional source of income PSSN is expected to increase the currently low levels of expenditures and food security among PSSN households. There may also be positive spillovers to the rest of the community if the cash injection increases demand, but an alternative hypothesis is that the cash injection could be inflationary in targeted communities. To the extent it is feasible, the follow up surveys should seek to measure these spillovers.



There is high potential for impacts on human capital, but monitoring changes induced by the program and co-responsibilities will be critical. The low level of human capital among PSSN beneficiaries suggests the program has significant potential to reduce intergenerational transmission of poverty through investments in this area. Specific program design parameters are likely to enhance these impacts, such as the CCT benefit structure, which places more weight on secondary schooling where enrollment declines steeply. Others may need refining: for instance, high rates of enrollment and attendance in primary but lower in secondary may make it worth lifting primary school co-responsibilities and adding bonuses for graduation to higher levels. Global evidence also shows that robust systems to track compliance are critical as households' perceptions of the importance of meeting co-responsibilities influences behavioral change. Finally, as PSSN relaxes demand side barriers, issues around access,

quality, and appropriateness of services could gain importance due to shifts in the number and profile of those accessing services. The follow up survey findings on how the program affects these aspects will help guide future reforms.

PSSN could also increase households' productive potential. PSSN households' have limited productive opportunities. Labor force participation is low among PSSN beneficiaries and unemployment is high, even relative to the broader poor population. Most households are engaged in farming, while only a limited number diversifies their income through household enterprises. These incomes tend to be volatile by nature, which exposes households to large risks. By providing a reliable, regular source of income and temporary work, PSSN can reduce household risk and allow households to make important investments in existing activities and to expand into new ones. By relaxing capital constraints, PSSN could also enable more productive investments. International evidence shows that cash transfers can increase investments in agricultural inputs and livestock assets (Bastagli et al., 2016). Given that PSSN households are heavily reliant on agricultural activities, the impacts of the program on productive capacity could be of great value. TASAF is in the process of defining a livelihood strategy and interventions to complement the cash transfers.

PSSN should also seek to maintain the adequacy, regularity, and timeliness of cash transfers. International evidence shows that cash transfers with a low benefit size fail to achieve even the most basic outcome of increased consumption (Fiszbein and Schady, 2009). The baseline data demonstrate that the PSSN transfer size is in line with similar programs. However, it is important to maintain the real value of the transfer in the future, by periodically updating it to account for changes in economic conditions. Regular and timely payments are key to avoid disrupting the program's potential impacts. For example, international evidence shows that providing reliable transfers leads to uninterrupted consumption of nutritious food, and well-timed payment of school fees.

Achieving the expected gains will require a long-term commitment and well-coordinated complementary interventions. Many PSSN

beneficiaries have consumption levels well below the poverty line, making it difficult for them to move out of poverty in the short term. Global experience also shows that the increases in health care use only translate into better child nutritional levels when households have had a longer exposure to cash transfers (Bastagli et al., 2016). In addition, some of the households that graduate out of PSSN may continue to require support from other government programs. Such access to other interventions can help prevent households from strategically limiting their productive potential to maintain their eligibility for PSSN, and also from falling back into poverty.

Linking PSSN households to complementary livelihoods enhancement activities and concurrently promoting the supply side of social service delivery will also be key to PSSN's success. Finally, PSSN's beneficiary registry has significant potential to support government in prioritizing other policies and programs, especially given the strong targeting performance. Therefore, there is a need to devise a strategy to gradually transform the PSSN registry into a National Social Registry.



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Annex 1: PSSN CCT Penalties

Non-compliance type	Non-compliance type detail	Penalty	Amount (Tsh.)	Penalty cap
<i>Individual non-compliance infants 0-5</i>	Infant not complying with health conditionalities	Loss of infants benefit	4000	Total HH infants benefit
<i>Individual non-compliance primary</i>	Child in primary not complying with education	Loss of individual primary benefit	2000 per non-compliant child	Total HH primary benefit
<i>Individual non-compliance junior secondary</i>	Child in lower secondary not complying with education	Loss of individual JSS benefit	4000 per non-compliant child	Total HH JSS benefit
<i>Individual non-compliance senior secondary</i>	Child in upper secondary not complying with education	Loss of individual SSS benefit	6000 per non-compliant child	Total HH SSS benefit
<i>Complete non-compliance</i>	No children complying after 3 compliance cycles	Loss of family benefit and individual	4000 + all individual benefits	Total HH variable benefits

**This includes school repetition: child can have maximum one school repetition, but benefit can be reinstated with grade advancement.*

Annex 2: Additional Sampling Information

As shown in Figure 5, the first stage of randomization consists of the random selection of IE villages, proportional to PAA size (i.e., total PSSN villages in each PAA). The table below shows the total number of IE villages to be selected in each IE PAA.

TABLE A2.1: NUMBER OF VILLAGES / SHEHIA SELECTED FOR THE IMPACT EVALUATION BY REGION

Region	PAA	PSSN villages / shehia per PAA	% of villages / shehia over total	IE villages / shehia
Mainland				
Tanga	Handeni DC	62	8%	18
Morogoro	Kilosa DC	76	9%	23
Pwani	Kisarawe DC	36	4%	11
Dar es Salaam	Ilala MC	64	8%	19
Ruvuma	Songea DC	38	5%	11
Iringa	Mufindi DC	11	1%	3
Mbeya	Rungwe DC	87	11%	26
Tabora	Uyui DC	67	8%	20
Rukwa	Sumbawanga DC	52	6%	15
Kigoma	Kibondo DC	30	4%	9
Shinyanga	Kahama TC	39	5%	12
Kagera	Ngara DC	48	6%	14
Mwanza	Missungwi DC	52	6%	16
Njombe	Njombe TC	40	5%	12
Simiyu	Itilima DC	67	8%	20
Geita	Mbongwe DC	37	5%	11
Zanzibar				
Kaskazini Unguja	Kaskazini A	22	11%	10
Kaskazini Unguja	Kaskazini B	17	9%	8
Kusini Unguja	Kati	23	12%	10
Kusini Unguja	Kusini	14	7%	6
Mjini/Magharibi Unguja	Magharibi	24	12%	11
Mjini/Magharibi Unguja	Mjini	29	15%	13
Kaskazini Pemba	Wete	19	10%	9
Kaskazini Pemba	Micheweni	15	8%	7
Kusini Pemba	Chake Chake	19	10%	8
Kusini Pemba	Mkoani	18	9%	8

Some PSSN villages that were initially selected to participate in the IE had to be replaced due to low count of targeted households, that is, villages with less than 16 households prelisted by the communities and passed the PMT. The table below shows the total number of villages replaced by PAA. The replacement villages were selected following the randomization order, with the next villages in the random sequence taken as replacements.

TABLE A2.2: TOTAL VILLAGES REPLACED

Area	Region	PAA	Total villages replaced
Mainland	Dar es Salaam	Ilala	4
Zanzibar	Unguja	Kaskazini A	2
Zanzibar	Unguja	Kaskazini B	1
Zanzibar	Unguja	Kusini	1
Zanzibar	Unguja	Magharibi	1
Zanzibar	Pemba	Wete	3
Zanzibar	Pemba	Micheweni	2
Zanzibar	Pemba	Chake Chake	3
Zanzibar	Pemba	Mkoani	1

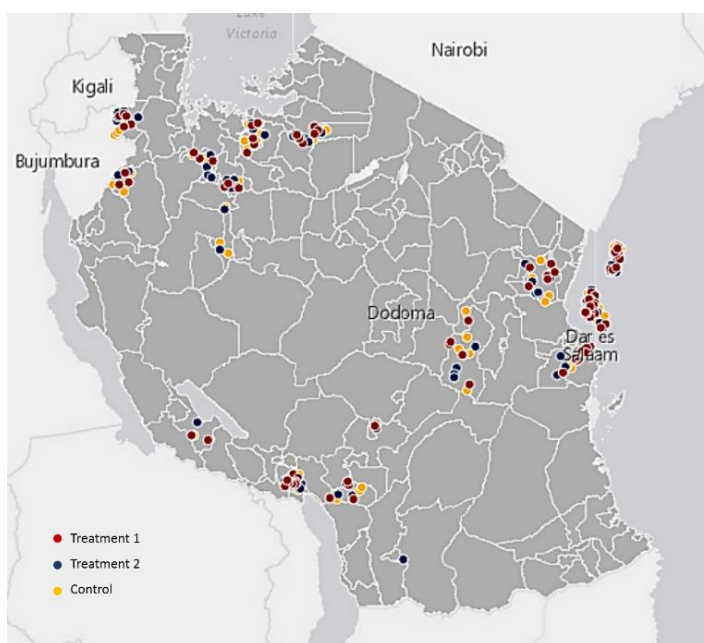
In the second stage of randomization, 16 beneficiary households were selected in each cluster. In treatment villages an additional 10 non-selected households were randomized (5 households who had failed the PMT and another 5 non-targeted households).

The selection of non-targeted households (those not prelisted by the community) was done through a listing exercise following structured in-field sampling protocols:

Before the fieldwork:

- One Enumeration Area (EA) was randomly selected in each one of the treatment IE villages. Corresponding EA maps were printed.
- A smartphone application was developed specifically to support the systematic random sampling approach. This application allowed to generate random numbers and record the outcomes of each lottery process, this was useful to improve on usual downsides of manually conducting lotteries in the field.

FIGURE A2.3: LOCATION OF SAMPLED HOUSEHOLDS



During the fieldwork:

- Enumerators were asked to collaborate with community leaders to list all households within selected EAs using the predefined paper listing tool.
- Households that had participated in the PMT survey were excluded from this list. Community leaders were part of both the community targeting exercises and thus were key in validating this information.
- Under the assumption that households within an EA are similar, supervisors were responsible for selecting 5 households through systematic random sampling, using the smartphone application. Systematic random sampling reduces the chances that all selected households fall within a certain area of the EA, thus ensuring the 5 selected households are well spread in the EA.

Annex 3: Balance Test Results

	CCT only		CCT + PW		Control group		Significance in difference		
	Mean	SE	Mean	SE	Mean	SE	T1 v. C	T2 v. C	T1 v. T2
Demographic									
Mean age	25.5	0.554	24.5	0.516	24.7	0.527	0.276	0.844	0.196
% of males in sample	0.46	0.015	0.47	0.014	0.44	0.015	0.020	0.009	0.824
Education									
Literacy	0.40	0.047	0.42	0.049	0.39	0.055	0.774	0.458	0.616
School enrolment rate	0.77	0.038	0.78	0.056	0.78	0.039	0.864	0.943	0.833
% of children missing school	0.12	0.080	0.13	0.073	0.11	0.082	0.580	0.303	0.644
No. of days child was absent	0.6	0.091	0.7	0.091	0.6	0.071	0.706	0.388	0.662
Health									
% of people sick	0.28	0.041	0.26	0.046	0.26	0.038	0.400	0.938	0.400
No. of visits to health facility (under5)	1.97	0.157	2.05	0.180	1.92	0.119	0.809	0.556	0.738
No. of visits to health facility (all)	1.97	0.157	2.05	0.180	1.92	0.119	0.809	0.556	0.738
Labor force participation rate	0.35	0.040	0.36	0.039	0.37	0.045	0.423	0.598	0.763
Households characteristics									
Size of household	4.85	0.137	4.94	0.161	4.97	0.145	0.533	0.870	0.675
Dependency ratio	138.1	4.292	132.7	3.489	138.9	4.755	0.899	0.288	0.324
Male to female ratio	1.04	0.035	1.06	0.030	0.96	0.031	0.095	0.030	0.731
No. children < 18 in HH	2.6	0.101	2.6	0.109	2.7	0.108	0.387	0.782	0.566
No. children < 5 in HH	0.6	0.036	0.7	0.048	0.7	0.044	0.280	0.606	0.115
No. children 5 to 18 in HH	2.1	0.080	2.1	0.078	2.2	0.081	0.534	0.514	0.983
No. females 18 to 60 in HH	1.0	0.032	1.1	0.040	1.0	0.039	0.511	0.667	0.263
No. able bodied adults in HH	1.4	0.050	1.5	0.060	1.5	0.055	0.419	0.918	0.510
Rural	0.8	0.199	0.9	0.160	0.9	0.166	0.848	0.700	0.587
Non-agricultural business	0.2	0.064	0.2	0.069	0.2	0.069	0.633	0.432	0.736
Agricultural business	0.6	0.084	0.6	0.066	0.6	0.076	0.582	0.918	0.626
Household head characteristics									
Age of head	56.8	0.779	55.1	0.739	56.2	0.686	0.580	0.275	0.119
Head of working age (15-64)	0.6	0.052	0.7	0.050	0.6	0.047	0.510	0.355	0.130
Head 65 or older	0.4	0.052	0.3	0.051	0.4	0.047	0.542	0.317	0.125
Male	0.5	0.051	0.5	0.037	0.5	0.051	0.591	0.396	0.143
Literate	0.5	0.064	0.5	0.050	0.4	0.069	0.406	0.052	0.285
Up to primary school	1.0	0.087	0.9	0.073	1.0	0.107	0.424	0.868	0.244
Working	0.5	0.052	0.5	0.048	0.5	0.056	0.477	0.486	0.966
Food security									
Food consumption score	18.9	0.775	19.6	0.661	19.5	0.728	0.565	0.952	0.510
Coping Strategies Index	7.3	0.349	7.5	0.371	7.7	0.416	0.556	0.758	0.771
Days skipping meals - Head	0.2	0.029	0.3	0.030	0.3	0.041	0.325	0.689	0.483
Assets									
Possession of basic assets	0.1	0.006	0.1	0.007	0.1	0.008	0.488	0.169	0.389
Possession of luxury assets	0.0	0.001	0.0	0.001	0.0	0.001	0.769	0.778	0.600

Annex 4: Additional Baseline Results

TABLE A4.1: MARITAL STATUS 15 TO 64 YEARS OF AGE

	Monogamous married	Polygamous married	Living together	Separated	Divorced	Never married	Widow(er)
<i>PSSN</i>	29.9%	4.9%	5.2%	7.1%	3.4%	40.7%	8.7%
<i>Dar es Salaam</i>	31.7%	1.5%	3.4%	4.6%	3.1%	46.4%	9.4%
<i>Other urban</i>	22.7%	1.8%	8.5%	11.1%	0.2%	44.1%	11.6%
<i>Rural</i>	29.9%	4.6%	6.9%	9.1%	2.6%	37.8%	9.2%
<i>Zanzibar</i>	31.2%	7.4%	0.1%	1.0%	6.5%	47.0%	6.7%
<i>Males</i>	30.9%	4.5%	5.5%	3.1%	0.9%	53.8%	1.4%
<i>Females</i>	29.3%	5.3%	5.0%	10.0%	5.3%	30.8%	14.3%

TABLE A4.2: PSSN HOUSEHOLD COMPOSITION, AVERAGES

	HH size	Children under 5	School age children	Adults 20 to 64	Elderly (65+)
<i>PSSN</i>	4.9	0.7	2.1	1.7	0.4
<i>Dar es Salaam</i>	5.6	0.7	2.3	2.2	0.3
<i>Other urban</i>	4.7	0.6	2.1	1.7	0.3
<i>Rural</i>	4.7	0.7	2.0	1.5	0.5
<i>Zanzibar</i>	5.6	0.7	2.5	2.0	0.4

TABLE A4.3: YEARS OF SCHOOLING AND AGE OF ENTRY, 15 AND OLDER

	Average years of schooling	Average age of school entry
<i>PSSN</i>	6.7	7.6
<i>Dar es Salaam</i>	7.2	7.7
<i>Other urban areas</i>	7.1	8.1
<i>Rural</i>	6.3	8.3
<i>Zanzibar</i>	7.6	7.3
<i>Males</i>	6.6	7.7
<i>Females</i>	6.8	7.4
<i>Youth [15-24]</i>	7.5	7.4
<i>Adults [25-64]</i>	6.5	8.3
<i>Elderly [65+]</i>	4.1	9.4
<i>Heads</i>	5.8	8.7

TABLE A4.4: HEALTH STATUS

	% of people sick	Avg. days sick (among sick)	Avg. days sick (among all)
<i>PSSN</i>	27%	9.7	2.6
<i>Dar es Salaam</i>	20%	9.2	1.8
<i>Other urban</i>	25%	8.3	2.1
<i>Rural</i>	30%	9.8	2.9
<i>Zanzibar</i>	20%	9.9	2.0
<i>Males</i>	25%	9.5	2.3
<i>Females</i>	29%	9.9	2.8
<i>Early childhood</i>	33%	6.8	2.2
<i>Children 5 to 9</i>	20%	6.5	1.3
<i>Young adolescents</i>	20%	7.3	1.4
<i>Youth [15-24]</i>	17%	7.5	1.3
<i>Adults [25-64]</i>	31%	11.0	3.4
<i>Elderly</i>	49%	15.7	7.7

TABLE A4.5: DIET DIVERSITY, AVERAGE NUMBER OF DAYS EACH FOOD GROUP IS CONSUMED

	Dar es Salaam	Other urban	Rural	Zanzibar	PSSN
<i>Cereals and starches</i>	5.47	6.20	6.36	4.11	6.10
<i>Roots and legumes</i>	2.42	3.86	4.35	3.56	4.11
<i>Pulses, nuts and seed</i>	3.15	3.09	3.41	2.16	3.23
<i>Vegetables</i>	4.77	5.99	5.51	2.59	5.18
<i>Animal proteins & products</i>	1.81	1.65	2.01	4.50	2.83
<i>Fruits</i>	3.37	2.52	3.76	3.75	3.66
<i>Dairy</i>		2.78	3.49		3.35
<i>Fats & oils</i>	6.79	5.62	5.27	2.86	5.21
<i>Sugars and sweets</i>	6.03	5.18	5.10	6.35	5.53
<i>Spices, condiments</i>	6.42	6.50	6.74	6.60	6.69
<i>Beverages non-alcoholic</i>			2.33	3.11	2.60
<i>Beverages alcoholic</i>			3.29		3.27

TABLE A4.6: CONSUMPTION MEANS PER ADULT EQUIVALENT PER MONTH

TZS	Food & beverages	Alcohol & tobacco	Food total	Utilities	Hygiene and repairs	Transport	Communication	Other	Total cons.
<i>PSSN</i>	26,227	339	26,566	1,328	327	655	479	331	29,684
<i>Dar es Salaam</i>	34,686	31	34,717	4,996	31	2,957	1,035	220	43,956
<i>Other urban</i>	31,587	222	31,809	1,885	655	648	599	199	35,797
<i>Rural</i>	25,475	449	25,924	930	400	377	279	259	28,169
<i>Zanzibar</i>	25,477	93	25,571	1,624	94	1,007	947	604	29,846

TABLE A4.7: MEAN PER ADULT EQUIVALENT CONSUMPTION PER MONTH

	Total consumption	Adults' clothing	Children's clothing	Total consumption, incl. clothing
<i>PSSN</i>	29,684	194	375	30,253
<i>Dar es Salaam</i>	43,956	44	145	44,145
<i>Other urban</i>	35,797	373	478	36,648
<i>Rural</i>	28,169	137	180	28,486
<i>Zanzibar</i>	29,846	361	1,000	31,206

TABLE A4.8: DIET DIVERSITY, NUMBER OF FOOD GROUPS CONSUMED BY HOUSEHOLDS

No. of groups consumed	Dar es Salaam	Other urban	Rural	Zanzibar	PSSN
0	1.6%	0.0%	1.2%	0.7%	1.1%
1	1.9%	4.3%	6.7%	4.3%	5.9%
2	5.4%	13.4%	20.1%	15.3%	18.3%
3	10.2%	25.2%	22.8%	29.1%	23.6%
4	26.8%	24.5%	23.4%	27.0%	24.3%
5	35.4%	18.4%	16.5%	17.0%	17.5%
6	18.6%	8.3%	7.5%	6.1%	7.8%
7	0.0%	5.8%	1.7%	0.6%	1.6%
<i>Low diet diversity</i>	45.9%	67.4%	74.3%	76.3%	73.1%
<i>Sufficient diet diversity</i>	54.1%	32.6%	25.7%	23.7%	26.9%

TABLE A4.9: IMPACT OF NEGATIVE SHOCKS ON HOUSEHOLDS

	Income loss	Asset loss	Loss of both	Neither
<i>Drought or Floods</i>	61.5%	11.9%	8.6%	18.0%
<i>Chronic/severe illness or accident of HH member</i>	46.6%	3.4%	15.8%	34.2%
<i>Death of a HH member</i>	37.5%	5.7%	13.7%	43.0%
<i>Death of other family member</i>	22.8%	1.9%	2.7%	72.7%
<i>Break-up of the HH</i>	17.5%	18.0%	17.4%	47.1%
<i>Hijacking/robbery/burglary/assault</i>	-	-	-	-
<i>Dwelling damaged, destroyed</i>	17.4%	13.9%	9.7%	59.0%
<i>Other</i>	24.5%	14.1%	14.5%	46.9%
<i>Any shock</i>				39.6%

TABLE A4.10: LABOR FORCE PARTICIPATION

	Working age population [15+]	Working age population [15-64]	Working age women	Working age	Working age HH heads
<i>PSSN</i>	45.7%	49.2%	45.0%	54.8%	63.5%
<i>Dar es Salaam</i>	50.8%	55.8%	49.8%	64.2%	69.9%
<i>Other urban</i>	49.0%	50.5%	47.9%	53.6%	65.2%
<i>Rural</i>	43.1%	46.9%	44.0%	50.9%	57.8%
<i>Zanzibar</i>	51.6%	53.9%	46.0%	63.2%	81.2%

TABLE A4.11: EMPLOYMENT TO POPULATION RATIO

	Adults [15+]	Adults [15-64]	Women [15-64]	Men [15-64]	HH heads [15-64]
<i>PSSN</i>	36.1%	37.9%	34.7%	42.0%	54.8%
<i>Dar es Salaam</i>	26.3%	28.3%	23.7%	34.8%	46.5%
<i>Other urban</i>	40.5%	40.8%	37.0%	45.5%	56.9%
<i>Rural</i>	36.1%	38.5%	36.5%	41.2%	50.2%
<i>Zanzibar</i>	37.2%	37.7%	31.6%	44.9%	71.9%

TABLE A4.12: TYPE OF WORK

	Wage employment	Self-employment	Unpaid workers
<i>PSSN</i>	19%	54%	27%
<i>Dar es Salaam</i>	42%	57%	1%
<i>Other urban</i>	19%	63%	18%
<i>Rural</i>	21%	44%	35%
<i>Zanzibar</i>	11%	82%	7%

TABLE A4.13: UNEMPLOYMENT RATE

	Adults [15+]	Adults [15-64]	Women [15-64]	Men [15-64]	HH heads [15-64]
<i>PSSN</i>	21.1%	23.1%	22.8%	23.4%	13.8%
<i>Dar es Salaam</i>	48.4%	49.4%	52.6%	46.0%	33.5%
<i>Other urban</i>	17.4%	19.1%	22.8%	15.1%	12.6%
<i>Rural</i>	16.3%	18.0%	17.1%	19.2%	13.2%
<i>Zanzibar</i>	27.9%	30.0%	31.4%	28.9%	11.4%

TABLE A4.14: USE OF LOANS

	All sources	Friends, relatives or neighbors	SACCOs, VICOBA, other community group
<i>Subsistence needs</i>	63.5%	63.1%	51.6%
<i>Medical costs</i>	32.4%	35.7%	26.1%
<i>School fees</i>	10.2%	7.4%	20.9%
<i>Ceremonies & weddings</i>	1.7%	1.6%	2.8%
<i>Purchase of land and/or dwelling</i>	2.7%	2.1%	6.6%
<i>Investment in productive assets</i>	10.5%	7.8%	23.8%
<i>Other</i>	0.9%	0.9%	1.5%
<i>Respond to shocks</i>	1.1%	1.2%	0.9%

TABLE A4.15: HIGH TRUST

High or very high trust in:	Dar es Salaam	Other urban	Rural	Zanzibar	PSSN
<i>Member of family living in HH</i>	68.4%	28.8%	52.0%	69.4%	54.8%
<i>Extended family member not living in HH</i>	13.0%	11.9%	10.8%	34.9%	15.5%
<i>Someone from community, not including family members</i>	1.7%	12.7%	5.8%	19.7%	8.6%
<i>Someone of your same ethnicity</i>	2.1%	12.3%	4.7%	11.0%	6.2%
<i>Someone of your same religion</i>	9.3%	19.2%	6.3%	7.2%	7.3%
<i>Someone of a different ethnicity</i>	1.2%	12.2%	4.1%	5.0%	4.6%
<i>Someone of a different religion</i>	0.7%	18.4%	5.7%	4.9%	6.0%

Annex 5: Profile Across Target Groups

TABLE A5.1: POVERTY LEVELS BY HOUSEHOLD TYPE

Group	% under food poverty line			% under adjusted food poverty line			% under basic needs line		
	All	Urban	Rural	All	Urban	Rural	All	Urban	Rural
Total sample	46.4	29.0	51.3	53.8	35.6	58.9	58.0	39.3	63.2
PSSN	55.8	47.1	57.2	63.5	56.4	64.7	69.2	64.6	70.0
PMT fail	35.4	35.9	34.8	45.9	48.2	43.2	53.0	57.1	48.2
Non-targeted	41.2	21.8	47.7	48.2	26.8	55.3	51.2%	28.2	58.9

TABLE A5.2: COMPARISON BETWEEN PRELISTED HOUSEHOLDS AND NON-TARGETED HOUSEHOLDS

	Prelisted households		Non-targeted households		T-test
	Mean	SE	Mean	SE	
Demographic					
Mean age	25.1	0.302	23.0	0.508	0.000
% of males in sample	46%	0.008	48%	0.025	0.042
Education					
Illiteracy	37%	0.033	25%	0.064	0.000
Years of schooling	5.7	0.049	6.4	0.171	0.000
Age of school entry	7.5	0.036	7.5	0.062	0.259
% of people repeating a school grade	7%	0.023	8%	0.052	0.294
School enrolment rate	78%	0.026	82%	0.065	0.046
Health					
% of people sick	26%	0.024	23%	0.060	0.052
Child born in hospital or clinic	5%	0.017	6%	0.040	0.001
% of women with 4+ antenatal visits	2%	0.031	2%	0.060	0.046
Percentage with disabilities	5%	0.025	2%	0.065	0.000
Labor force					
Labor force participation rate	46%	0.023	50%	0.058	0.091
Employment rate	36%	0.023	41%	0.065	0.053
Unemployment rate	22%	0.043	18%	0.075	0.123
Wage employment	20%	0.040	22%	0.110	0.513
Intra-household violence	19%	0.064	19%	0.127	0.954
Adolescents expectations & aspirations					
Age of wedding - aspiration	13.2	0.427	12.1	0.941	0.317
Age of wedding - expectation	11.7	0.426	10.6	1.006	0.300
Below secondary ordinary - aspiration	6%	0.020	5%	0.061	0.036
Below secondary ordinary - expectation	10%	0.015	8%	0.037	0.007

Household size					
Size of household	4.81	0.084	4.83	0.147	0.906
Number of children under 5 in HH	0.67	0.025	0.72	0.043	0.350
Number of children 5 to 19 in HH	2.0	0.045	1.9	0.098	0.290
Number of adults 20 to 64 in HH	1.7	0.032	1.9	0.066	0.000
Number of elderly [65+] in HH	0.4	0.014	0.2	0.024	0.000
Coping Strategies Index	7.5	0.209	4.2	0.324	0.000
HH suffering a negative shock	30%	0.035	24%	0.077	0.023
Livelihoods					
Farming/livestock business	67%	0.049	67%	0.104	0.953
Non-agricultural business	17%	0.038	26%	0.070	0.000
HH received transfers in	27%	0.040	16%	0.068	0.000
Banking					
HH borrowed money	23%	0.030	18%	0.065	0.008
HH has savings	21%	0.040	43%	0.076	0.000
Household head					
Age of head	55.6	0.445	47.3	0.845	0.000
Gender of head	51%	0.026	70%	0.076	0.000
Widowed, divorced or separated	48%	0.028	22%	0.072	0.000
Age of 1st wedding	22.1	0.153	23.6	0.386	0.000
Illiteracy	48%	0.037	25%	0.078	0.000
Years of schooling	5.9	0.065	6.9	0.214	0.000
Age of school entry	8.6	0.072	8.5	0.129	0.418
% of people repeating a school grade	4%	0.039	6%	0.082	0.043
Number of children born	6.6	0.088	5.6	0.230	0.000
% sick	39%	0.033	26%	0.070	0.000
Head has a disability	11%	0.037	4%	0.091	0.000
Labor force participation rate	52%	0.029	66%	0.067	0.000
Employment rate	46%	0.030	57%	0.071	0.000
Unemployment rate	12%	0.047	13%	0.097	0.674
Wage employment	18%	0.046	23%	0.103	0.134

Annex 6: Definition of Key Indicators

	<i>Concept</i>	<i>Definition</i>
Demographics	Aged dependency ratio	Number of people over the age of 65 against the population 15 to 64
	Age-specific fertility rate	Number of births occurring per 1,000 women in the age group
	Child dependency ratio	Number of people aged 0 to 14 to those aged 15 to 64
	Dependency ratio	Number of dependents, aged 0 to 14 and over the age of 65, to the population aged 15 to 64
Education	Educational attainment	Highest degree of education an individual has completed
	Enrollment rate	Percentage of population aged 5 to 19 enrolled in school
	Repeaters	Share of population currently enrolled in school that have ever repeated a grade
Health	Antenatal and postnatal care	Women between 12 and 49 years of age receiving care during their last pregnancy
	Sickness	People reporting being sick in the 4 weeks prior to the survey
Consumption and food security	Food consumption	Includes household consumption of food inside the household
	Non-food consumption	Includes household expenditures on utilities, transport and communication costs, and other household expenses such as cleaning and personal hygiene products and business expenses
	Total consumption	Household consumption on both food and non-food items
	Total consumption including clothing	Includes both adults' and children's clothing
	Diet diversity	Number of different foods or food groups eaten in the previous seven days, irrespective of the frequency of consumption within the period. Households consuming four or less of seven key food groups during the week-long reporting period are considered to have low diet diversity.
	Food consumption score	Composite score based on dietary diversity, food frequency, and relative nutritional importance of the different food groups consumed by a household during the 7 days before the survey. A food consumption score below 21 points is considered to be poor. See WFP (2008) for methodological details.
Shocks and coping	Coping strategy index	An index which assigns all households a score based on the behaviors undertaken by the household to cope with food shortages experienced in the previous seven days. The coping strategies considered by the index include: 1) relied on less preferred foods; 2) limiting portion size at meal times; 3) reducing the number of meals eaten in a day; 4) restricting consumption by adults for small children to eat; 5) borrowing food, or relating on help from a friend or relative. See WFP (2013) and Maxwell and Caldwell (2008) for methodological details.

	<i>Concept</i>	<i>Definition</i>
Livelihoods	Farming households	Refers to all households cultivating land or raising livestock.
	Employed population	Individuals aged 15 to 64 who worked for at least one hour in the last full week prior to the interview in any work for pay, profit, barter, home use or as an apprentice. Individuals who were temporarily absent from work are also considered among the employed.
	Unemployed population	Individuals aged 15 to 64 who were without employment, available for work in the last week, and seeking employment in the last four weeks.
	Labor force	People between 15 and 64 years of age who are either employed or unemployed.
	Adolescent childbearing	Women 15 to 19 who have given birth or are currently pregnant.
Other indicators	Food poverty line	Poverty line of TZS 31,662 monthly per capita consumption, representing the bottom 9.7 percent of the weighted NPS 2013 sample adjusted for 2015 food prices
	Adjusted food poverty line	Poverty line of TZS 36,184 monthly per capita consumption, representing the bottom 14.7 percent of the weighted NPS 2013 sample adjusted for 2015 food prices
	Basic needs poverty line	Poverty line of TZS 39,978 monthly per capita consumption, representing the bottom 28.2 percent of the weighted NPS 2013 sample adjusted for 2015 food prices
	Poor	Households whose total consumption is below the specified poverty lines
	Non-poor	Households whose total consumption is above the specified poverty line, either basic needs, food poverty, or adjusted food poverty
	Coverage	Percentage of poor covered by the program
	Errors of inclusion / leakage	Percentage of program beneficiaries that are non-poor