Intra-Rural Migration in Tanzania and Pathways of Welfare Change

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Motivation

- Knowledge gaps around how rural people manage to exit poverty and the role of different types of migration.
- Most attention paid to rural-urban migration flows.
- Yet intra-rural migration is prevalent in many developing countries, including in sub-Saharan Africa (Bilsborrow 1998; Lucas 2015).
- Migration has been found to improve economic wellbeing, even for those who move to a rural area (Beegle et al. 2011; Garlick et al. 2015).

Transmission channels of welfare change



- Strong relationship between land access and rural household income (Jayne et al. 2003)
- Rising land pressures (Jayne et al. 2014)
- Some evidence of rural migration being driven by land shortages / land availability (Potts 2006; Beegle et al. 2011; Jayne and Muyanga 2012; Wineman and Liverpool-Tasie 2015)

Transmission channels of welfare change



- Strong link between soil quality and economic well-being (Titonnell and Giller 2013; Barrett and Bevis 2015)
- Intra-rural migrants could potentially access land of greater agricultural potential (e.g., better soil fertility).
- Speculation that this drives migration (Baland et al. 2007)

Transmission channels of welfare change



- Decline in rural poverty partly attributed to shift into rural nonfarm economy, migration to secondary towns (Christiaensen et al. 2013)
- Why migrate to larger villages/ secondary towns?
 - Lower migration costs
 - Higher likelihood of finding an unskilled job (Christiaensen and Todo 2014)

Our plan

- Assess whether intra-rural migrants achieve higher consumption growth, relative to other household members
- What *else* is changing especially for migrants that can be linked to consumption growth?
 - > Does this differ by type of rural destination?

Hypotheses explored:

- 1. They obtain larger farms.
- 2. They obtain higher quality farms.
- 3. They incorporate more offfarm income into their income portfolios (i.e., shift away from reliance on the farm).



Method

Using two waves of the LSMS Tanzania national tracking data set, & focusing on the rural working-age population:



Validated with a multinomial treatment effects model:

$$\Delta Y_{ih,2013-2009} = \alpha + M_{ih,2013}\beta + X_{ih,2009}\gamma + l_{iM}\lambda_M + \varepsilon_{ih}$$

Latent characteristics that determine migration destination

Method

Using two waves of the LSMS Tanzania national tracking data set, & focusing on the rural working-age population:

 $\Delta Y_{ih,2013-2009} = \alpha + M_{ih,2013}\beta + X_{ih,2009}\gamma + \delta_h + \varepsilon_{ih}$

Change in **outcome variable**:

- Value of consumption per adult equivalent per day (In);
- Land area accessed;
- Indicator of local soil quality;
- Farm profits per acre;
- Individual income-generating activities; measures of household reliance on farm versus other sources of income

Individual's **migrant status** in 2013: Self-reported + triangulated by location

'Urban' = main town in district + other urban areas



Descriptive results

Prevalence of migration from rural households, 2008/09 to 2012/13

| | Status in 2012/13 | | | | | |
|----------------------------|-------------------|----------------|--------------|--|--|--|
| | Remained in | Migrated to | | | | |
| | same location | urban location | | | | |
| Rural residence in 2008/09 | 88.21% | 8.07% | 3.72% | | | |
| N=4,844 | | | | | | |
| representing 12.64 million | 11.15 million | 1.02 million | 0.47 million | | | |

Characteristics of migration

| | | Distanc |
|---|--------|----------|
| | | Moved |
| | | Moved |
| | in si | Moved |
| | | Moved |
| | all of | Moved |
| | | rural lo |
| A descent the second second second second | | Moved |
| Brane Little Little States | | popula |
| | | Ohserv |

| Distance moved (km) | Mean = 125 |
|--------------------------------------|------------|
| Moved within the same district | 46% |
| Moved to new district in same region | 20% |
| Moved to new region | 34% |
| Moved to an urban center | 32% |
| Moved to a more densely populated | |
| rural location | 22% |
| Moved to an equally or less densely | |
| populated rural location | 46% |
| Observations | 539 |
| | |

Results

| | (1) | | (2) | | (3) |
|--|---------------------|-----------------------------------|----------------|----------------|--------------|
| | | First-stage MMNL 1=Migrated to | | | Second-stage |
| | DID-INNFE | | | | MSL |
| | Δ | urban | more densely | less densely | Δ |
| | consumption | location | populated | populated | consumption |
| | (ln) | location | rural location | rural location | (ln) |
| | | | | | |
| Migrated to | | | | | |
| 1= urban location | 0.63*** | | | | 0.19*** |
| 1= more densely populated rural location | 0.31*** | | | | 0.45*** |
| 1= less densely populated rural location | 0.17** | | | | 0.25** |
| 1= Head or spouse | | -0.82** | -2.21*** | -1.04*** | |
| 1= Son of HH head | | -0.71* | -1.66*** | -1.02*** | |
| Age rank in HH | | -0.03 | 0.32** | 0.12 | |
| Distance to district headquarters (km) | | -0.00 | -0.01** | -0.00 | |
| Individual characteristics (2008/09) | Y | Y | Y | Y | Y |
| Household characteristics (2008/09) | | Y | Y | Y | Y |
| Initial household fixed effects (IHHFE) | Y | | | | |
| λ (Migrated to urban location) | | | | | 0.55*** |
| $\lambda(\dots$ more densely populated rural | | | | | _0 16*** |
| location) | | | | | -0.10 |
| $\lambda(\dots$ less densely populated rural location) | | | | | -0.12*** |
| Observations | 4,742 | 4,742 | 4,742 | 4,742 | 4,742 |
| Adjusted R-squared | 0.79 | | | | |
| Sargan statistic P-value | | 0.33 | | | |
| Standard errors clustered at HH level; *** p< | <0.01, ** p<0.05, * | * p<0.1 | | | |

Multinomial treatment effects model estimated with 2,000 simulation draws.

Results

| | | | | | \triangle 1= Individual is | | |
|--|---|--|---|-------------------|---------------------------------------|---|--|
| | △ HH land per capita (acres) | △ Net value crop harvest per acre | △ 1= Soil not severely nutrient- constrained | self- employed | a non- agricultura wage work | an agricultural er wage worker | |
| Migrated to | | | | | | | |
| 1= urban location | -0.74*** | 0.17 | 0.12 | 0.03 | 0.26*** | -0.04 | |
| 1= more densely populated rural location 1= less densely populated rural | -1.04* | 0.72** | 0.14* | 0.06 | 0.14* | 0.00 | |
| location | -0.12 | 0.45 | -0.00 | 0.05 | 0.08 | 0.08 | |
| Individual controls and IHHFE | Y | Y | Y | Y | Y | Y | |
| Obs. | 4,742 | 3,594 | 4,742 | 4,742 | 4,742 | 4,742 | |
| | △ Share off-farr source | HH income fi n non-f s sour | rom farm rces agricu | △ 1= H | IH specializes self- n ployment | in on-agricultural wage work | |
| Migrated to 1= urban location | 0.36** | * 0.38 | *** -0.28 | }*** | 0.09 | 0.32*** | |
| 1= more densely populated rural location 1= less densely populated rural | 0.32*** | * 0.23 | *** | l***) (|).17** | 0.06 | |
| location | 0.08* | 0.0 | .06 -0. | 05 | 0.06+ | 0.03 | |
| Individual controls and IHHFE | Y | Y | Y Y | | Y | Y | |
| Obs. | 4,742 | 4,7 | <u>42 4,7</u> | 42 | 4,742 | 4,742 | |

An example of a densely populated rural settlement in the Kagera region



Established: ~1995 Status: Rural Population: ~2,000 households, 12,000 people Population density: ~200 persons/km² (per village boundaries) ~70% first-generation migrants Ethno-linguistic fractionalism index: 0.8 (extremely diverse)

Main findings

- Rural population is quite mobile.
- 68% of rural migrants move to another rural location.
- Migration results in consumption growth, regardless of destination.
- Intra-rural migration not generally used to access more land, though perhaps to obtain better quality (more profitable) farms.
- Intra-rural migrants are fashioning income portfolios of reduced agricultural emphasis
 → Importance of rural nonfarm economy.



Further research

- Distinguish between permanent/ temporary migration
- Consider perspectives of the sending/ receiving households and communities
- Alternate pathways of welfare change

Implications for policy makers and researchers

- Facilitate labor mobility
- Development strategies should encompass growing villages/ hotspots of rural in-migration.
- Consider role of intra-rural migration in the structural transformation process

Thanks for your attention!



Extra descriptive results

Changes associated with migration (Mean Δ)

| | | More densely populated | Less densely populated | |
|---|--------------|---------------------------|---------------------------|---------|
| Variable (2012/13 minus 2008/09 values) | Urban | rural | rural | Did not |
| | location | location | location | mgrate |
| Land accessed per capita (acres) | -0.37*** | -0.30** | 0.02 | 0.13*** |
| Net value crop/tree crop harvest per acre (100,000s TSh) ^a | 0.42 | 0.52** | 0.60** | 0.14** |
| 1= Has done non-agricultural wage work in past year | 0.29*** | 0.16*** | 0.11*** | 0.03*** |
| Share HH income from non-farm sources | 0.47*** | 0.19*** | 0.10*** | 0.06*** |
| Observations | 183 | 106 | 250 | 4,203 |

Note: Asterisks reflect the results of a Wald test of the null hypothesis that the mean change equals zero;

^a Applicable if individual resided in a cropping household in both 2008/09 and 2012/13.

Extra robustness checks: 'Migrant' definition

| | | | | △ 1= | |
|--|--|---|--|--|---|
| | | \triangle HH | \triangle 1= Soil | Individual is a | riangle Share HH |
| DID-IHHFE | | land per | not severely | non- | income from |
| Migrant definition: | riangle consumption | capita | nutrient- | agricultural | off-farm |
| Self-reporters and movers | (ln) | (acres) | constrained | wage worker | sources |
| Migrated to | | | | | |
| 1= urban location | 0.62*** | -0.80*** | 0.13* | 0.26*** | 0.36*** |
| 1= more densely populated | 0 78*** | 1 23 | 0.11* | 0 12* | 0.28*** |
| rural location | 0.28 | -1.23 | 0.11 | 0.12 | 0.20 |
| 1= less densely populated | 0.15* | 0.15 | 0.00 | 0.07+ | 0.00** |
| rural location | 0.15 | -0.13 | 0.00 | 0.07 | 0.09** |
| | | | | | |
| | | | | | |
| | | | | △ 1= | |
| | | | \triangle 1= Soil | \triangle 1= Individual is a | \triangle Share HH |
| | \bigtriangleup | riangle HH land | \triangle 1= Soil not severely | △ 1= Individual is a non- | \triangle Share HH income from |
| Moved for reasons other than | \triangle consumption | △ HH land per capita | △ 1= Soil not severely nutrient- | △ 1= Individual is a non- agricultural | △ Share HH income from off-farm |
| Moved for reasons other than school or marriage | \triangle consumption (ln) | △ HH land per capita (acres) | △ 1= Soil not severely nutrient- constrained | △ 1= Individual is a non- agricultural wage worker | △ Share HH income from off-farm sources |
| Moved for reasons other than school or marriage Migrated to | △ consumption (ln) | △ HH land per capita (acres) | △ 1= Soil not severely nutrient- constrained | △ 1= Individual is a non- agricultural wage worker | △ Share HH income from off-farm sources |
| Moved for reasons other than school or marriage Migrated to 1= urban location | $\bigcirc \\ \text{consumption} \\ (\ln) \\ 0.60***$ | △ HH land per capita (acres) -0.72*** | \triangle 1= Soil not severely nutrient- constrained 0.06 | \triangle 1= Individual is a non- agricultural wage worker 0.33*** | △ Share HH income from off-farm sources 0.30*** |
| Moved for reasons other than school or marriage Migrated to 1= urban location 1= more densely populated | \triangle consumption (ln) 0.60*** | \triangle HH land per capita (acres) -0.72*** | $\triangle 1 = Soil$ not severely nutrient- constrained 0.06 | $\triangle 1=$ Individual is a non-agricultural wage worker 0.33^{***} 0.10* | △ Share HH income from off-farm sources 0.30*** 0.24*** |
| Moved for reasons other than school or marriage Migrated to 1= urban location 1= more densely populated rural location | △ consumption (ln) 0.60*** 0.26 | △ HH land per capita (acres) -0.72*** -0.78** | △ 1= Soil not severely nutrient- constrained 0.06 0.09 | △ 1= Individual is a non-agricultural wage worker 0.33*** 0.19* | △ Share HH income from off-farm sources 0.30*** 0.34*** |
| Moved for reasons other than school or marriage Migrated to 1= urban location 1= more densely populated rural location 1= less densely populated rural | \triangle consumption (ln) 0.60*** 0.26 0.10 | △ HH land per capita (acres) -0.72*** -0.78** 0.06 | $\triangle 1 = Soil$ not severely nutrient- constrained 0.06 0.09 0.00 | $\triangle 1=$ Individual is a non- agricultural wage worker 0.33*** 0.19* 0.12* | △ Share HH income from off-farm sources 0.30*** 0.34*** |

Individual controls and IHHFE in all regressions; N=4,742

Extra robustness checks: Model specification

| Multinomial treatment effects model | △ HH land per capita (acres) | △ 1= Soil not severely nutrient- constrained | △ 1= Individual is a non-agricultural wage worker | △ Share HH income from off-farm sources | \triangle 1= HH specializes in agriculture |
|--|------------------------------------|---|--|--|--|
| Migrated to | | | | | |
| 1= urban location 1= more densely populated | -0.15 | 0.11* | 0.32*** | 0.35*** | -1.24** |
| rural location | -0.50** | 0.11* | 0.40*** | 0.54*** | -0.45 |
| l= less densely populated | 0.11 | 0.00 | 0.12*** | 0.07 | 0.10 |
| | -0.11 | -0.00 | 0.12*** | 0.06 | -0.19 |