Outsourcing Service Delivery in a Fragile State: Experimental Evidence from Liberia

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> > RISE

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How to improve service delivery in fragile states?

# Give money

- ▶ Bottleneck imposed by state capacity → Standard development aid is usually least effective in these places (Burnside & Dollar, 2000; Collier & Dollar, 2002)
- Build state capacity
  - Hard and slow. Efforts to build stronger institutions often fail (Pritchett & Woolcock, 2004)
- Outsourcing provision to sidestep "poor governance"
  - Private management better than public (Bloom & Van Reenen, 2010; Bloom, Sadun, & Van Reenen, 2015)
  - Contractors have incentives to cut quality on non-contracted/non-monitored processes/outcomes (Hart, Shleifer, & Vishny, 1997)

Introduction

Context: Low learning & a weak state

The experiment: Private management of public schools

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Liberia: Case study in low-state capacity



Among adult women who reached fifth grade in Liberia, only 1 in 5 can read a single sentence

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The experiment: Private management of public schools



- free
- non-selective
- staffed by teachers on government payroll

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- and managed by 8 private contractors
- with a \$50 per pupil subsidy





### Sample students from enrollment records prior to treatment

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### Results

### Test scores

Learning gains varied by provider Contracting details matter What explains learning gains?

# **Closing remarks**

# Test scores increased by .19 $\sigma$

	One year follow-up							
	Difference	Difference Difference Differe						
		(F.E.)	(F.E. + Controls)					
	(1)	(2)	(3)					
English	0.17**	0.17***	0.18***					
	(0.08)	(0.04)	(0.03)					
Math	0.17***	0.19***	0.18***					
	(0.07)	(0.04)	(0.03)					
Abstract	0.05	0.05	0.05					
	(0.05)	(0.04)	(0.04)					
Composite	0.17**	0.19***	0.19***					
	(0.07)	(0.04)	(0.03)					
Observations	3,492	3,492	3,492					

▶ Teaching to the test? ▶ First wave ▶ Timing

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"Business as usual" learning is  $\sim 0.3\sigma$  per academic year





## Treatment is roughly $\sim 0.62$ extra years of schooling



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Learning gains varied by provider

Contracting details matter What explains learning gains?

**Closing remarks** 

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Two problems when comparing providers

1. They work in different contexts

Raw estimates for each provider are correct (internal validity)

But they aren't immediately comparable (external validity)

2. Sample sizes for most providers are small

### Learning outcomes by provider



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All contractors allowed to cap class sizes

Largest provider bypassed the competitive procurement and negotiated a bilateral agreement

Lump-sum grants (as opposed to per-pupil funding)

 Limitations on removing government teachers verbally stipulated (as opposed to written in the contract)

No effect on total enrollment, but in constrained schools enrollment went down



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## Removing students from schools where class sizes were large



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What explains learning gains?

# What changed? (Experimental)

# Which changes mattered for learning outcomes? (Non-experimental)

What explains learning gains?

# What changed? (Experimental)

 Which changes mattered for learning outcomes? (Non-experimental)

Teachers are more likely to be in school...





# ...and quality of instruction is higher





Teachers per school: baseline, entry, and exit



### Teachers per school: baseline, entry, and exit



### Teachers per school: baseline, entry, and exit



# Treatment schools get new teaching graduates

	(1) Treatment	(2) Control	(3) Difference	(4) Difference (F.E)
Age in years	39.09	46.37	-7.28***	-7.10***
	(11.77)	(11.67)	(1.02)	(0.68)
Experience in years	10.59	15.79	-5.20***	-5.26***
	(9.20)	(10.77)	(0.76)	(0.51)
% has worked at a private school	47.12	37.50	9.62**	10.20***
	(49.95)	(48.46)	(3.76)	(2.42)
Test score in standard deviations	0.13	-0.01	0.14*	0.14**
	(1.02)	(0.99)	(0.07)	(0.06)



What explains learning gains?



# Which changes mattered for learning outcomes? (Non-experimental)

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### Selected mediators

"Double Lasso" to selects relevant controls

Mediator

Teachers' age Teacher attendance Hrs/week Teachers' Experience % time management

### Where teacher attendance increases, so do test scores



# Correlation between treatment effects at the match-pair level

Variable	Learning
Teachers' age	-0.37***
Teacher attendance	0.20*
Teachers' experience	-0.16
Hours/Week	0.15
% time management	0.057

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Material inputs don't matter, teachers do (and so does teacher attendance)

Mediator	% of total treatment effect
Teachers' age	60.77%
Teacher attendance	15.43%
Hrs/week	14.70%
Teachers' Experience	-13.51%
% time management	3.59%
Direct	19.02%

► DAG ► Key assumption ► Plot

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Can outsourcing public education raise learning levels in fragile states?

- .19 $\sigma$  ~0.62 extra years of schooling
- Highest performing= $0.26\sigma$ , lowest=0
- Largest provider unenrolled pupils from schools with large class sizes and removed 74% of incumbent teachers
- Questions regarding contracts/procurement
  - Broad statements about PPP may be simplistic
  - Managing/contracting providers requires some state capacity
  - Contracts are incomplete and subject to regulatory capture
  - Mission alignment (Besley & Ghatak, 2005)
  - Competition requires active encouragement

Thank you



### Asante Sana

### Merci





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Extra tables



Extra tables



# PSL and traditional public schools

	Control schools	PSL treatment schools
Management		
Who owns school building?	Government	Government
Who employs and pays teachers?	Government	Government
Who manages the school and teachers?	Government	Provider
Who sets curriculum?	Government	${\sf Government} + {\sf provider} \; {\sf supplement}$
Funding		
Primary user fees (annual USD)	Zero	Zero
ECE user fees (annual USD)	\$38	Zero
Extra funding per pupil (annual USD)	NA	50 + independent fund-raising
Staffing		
Pupil-teacher ratios	NA	Promised one teacher per grade, allowed to cap class sizes at 45-65 pupils
New teacher hiring	NA	First pick of new teacher-training graduates

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	Liberia PSL	South Africa	UK Academy	USA Charters	Punjab PSSP	Punjab vouchers	Philippines vouchers	India RTE	Uganda Secondary	
Year started	2016	2016	2001	1991	2016	2006	2005	2012	2007	
# Schools	93	7	5,000	7,000	500	1,700	c. 6,000	91,000	800	
# Students	27,000	6,000	2million+	2.7million	c. 50,000	500,000	c. 1million	c. 1.7mill	440,000	
Туре	Contract Mgmt	Contract Mgmt	Contract Mgmt	Contract Mgmt	Contract Mgmt	Voucher	Voucher	Subsidy	Subsidy	
No fee?	~	~	$\checkmark$	<ul> <li>✓</li> </ul>	>	×	×	~	×	
Non-profit?	×	<ul> <li>✓</li> </ul>	$\checkmark$	-	~	×	×	$\checkmark$	×	
Non-selective?	✓	<ul> <li>✓</li> </ul>	<ul> <li>✓</li> </ul>	<ul> <li>✓</li> </ul>	~	✓	×	×	×	
Govt teacher contracts	~	-	-	×	×	×	×	×	×	
Teachers in unions	✓	<ul> <li>✓</li> </ul>	<ul> <li>✓</li> </ul>	×	×	×	×	×	×	
Accountable for outcomes	~	~	~	~	~	~	~	×	×	
National curriculum	✓	~	×	-	~	~	~	~	~	
Govt buildings	✓	~	$\checkmark$	-	$\checkmark$	×	×	×	×	
More public American More pri										



What do providers do? Depends on the provider

- Textbooks/Paper/Notebook: YMCA/BRAC/MtM
- Technology (e.g., scripted lessons in tablets): Bridge/Omega

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- Community engagement: MtM/Rising/St Child
- Teacher training: Rising
- Teacher guides: Rising/MtM/Bridge

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# What do providers do? Depends on the provider

	Provider								
t		Stella M	YMCA	Omega	BRAC	Bridge	Rising	St. Child	MtM
dd	Provider staff visits at least once a week(%)	0	54	13	93	76	94	91	96
dnS Jovider Sudo Has an	Heard of PSL(%)	42	85	61	42	87	90	68	85
	Heard of provider(%)	46	96	100	95	100	100	100	100
	Has anyone from (provider) been to this school?(%)	42	88	100	94	100	100	99	100
٩	<b>T</b>	10	0.0	70	0.4	00	74	0.1	0.0
	Iextbooks(%)	12	96	73	94	99	/1	94	96
	Teacher training(%)	0	11	62	85	87	97	93	96
σ	Teacher received training since Aug 2016(%)	23	46	58	45	50	81	58	37
ge	Teacher guides (or teacher manuals)(%)	0	69	75	54	97	94	68	98
§	School repairs(%)	0	12	25	24	53	52	13	93
r p	Paper(%)	0	92	30	86	70	97	88	98
Ř	Organization of community meetings(%)	0	54	27	69	73	87	83	91
	Food programs(%)	0	8	2	1	1	10	0	17
	Copybooks(%)	4	65	30	92	18	97	94	91
	Computers, tablets, electronics(%)	0	0	94	0	99	3	3	2
	Provide/deliver educational materials(%)	0	4	45	17	18	26	29	50
	Observe teaching practices and give suggestions(%)	0	19	45	81	65	45	74	85
i;	Monitor/observe PSL program(%)	0	12	23	11	13	13	35	65
Ę	Monitor other school-based government programs(%)	0	0	7	5	10	6	18	9
G	Monitor health/sanitation issues(%)	0	8	9	2	5	0	10	28
ě	Meet with PTA committee(%)	0	12	8	10	7	0	21	41
lost	Meet with principal(%)	0	12	54	36	38	6	51	63
Σ	Deliver information(%)	0	12	36	16	8	6	16	35
	Check attendance and collect records(%)	42	23	43	56	39	19	66	70
	Ask students questions to test learning(%)	4	4	24	33	18	58	44	43



### Net primary enrollment in 2015 was 38%



Note: Authors' calculations based on 2014 Household Income and Expenditures Survey.

# Schooling $\neq$ learning



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# Test scores increased by .19 $\sigma$

	One year follow-up						
	Difference	Difference	Difference				
	(1)	(F.E.) (2)	(F.E. + Controls) (3)				
English	0.17**	0.17***	0.18***				
	(0.08)	(0.04)	(0.03)				
Math	0.17***	0.19***	0.18***				
	(0.07)	(0.04)	(0.03)				
Abstract	0.05	0.05	0.05				
	(0.05)	(0.04)	(0.04)				
Composite	0.17**	0.19***	0.19***				
	(0.07)	(0.04)	(0.03)				
New modules	0.17**	0.20***	0.19***				
	(0.07)	(0.04)	(0.04)				
Conceptual	0.12**	0.13***	0.12***				
	(0.05)	(0.04)	(0.04)				
Observations	3,492	3,492	3,492				



# What do providers do? Depends on the provider

		Provider							
t		Stella M	YMCA	Omega	BRAC	Bridge	Rising	St. Child	MtM
odd	Provider staff visits at least once a week(%)	0	54	13	93	76	94	91	96
Provider Sup	Heard of PSL(%)		85	61	42	87	90	68	85
	Heard of provider(%)	46	96	100	95	100	100	100	100
	Has anyone from (provider) been to this school?(%)	42	88	100	94	100	100	99	100
	Textbooks(%)	12	96	73	94	99	71	94	96
	Teacher training(%)	0	77	62	85	87	97	93	96
_	Teacher received training since Aug 2016(%)	23	46	58	45	50	81	58	37
ded	Teacher guides (or teacher manuals)(%)	0	69	75	54	97	94	68	98
<u>Š</u>	School repairs(%)	0	12	25	24	53	52	13	93
r pi	Paper(%)	0	92	30	86	70	97	88	98
Ř	Organization of community meetings(%)	0	54	27	69	73	87	83	91
	Food programs(%)	0	8	2	1	1	10	0	17
	Copybooks(%)	4	65	30	92	18	97	94	91
	Computers, tablets, electronics(%)	0	0	94	0	99	3	3	2
	Provide/deliver educational materials(%)	0	4	45	17	18	26	29	50
	Observe teaching practices and give suggestions(%)	0	19	45	81	65	45	74	85
.±	Monitor/observe PSL program(%)	0	12	23	11	13	13	35	65
<is< td=""><td>Monitor other school-based government programs(%)</td><td>0</td><td>0</td><td>7</td><td>5</td><td>10</td><td>6</td><td>18</td><td>9</td></is<>	Monitor other school-based government programs(%)	0	0	7	5	10	6	18	9
ent	Monitor health/sanitation issues(%)	0	8	9	2	5	0	10	28
rec	Meet with PTA committee(%)	0	12	8	10	7	0	21	41
lost	Meet with principal(%)	0	12	54	36	38	6	51	63
Σ	Deliver information(%)	0	12	36	16	8	6	16	35
	Check attendance and collect records(%)	42	23	43	56	39	19	66	70
	Ask students questions to test learning(%)	4	4	24	33	18	58	44	43

# Schools in the RCT are better than the average public school in the country $% \left( {{{\rm{CT}}_{\rm{sch}}} \right)$

	(1)	(2)	(3)
	RCT (Treatment and control)	Other public schools	Difference
Students: ECE	142.68	112.71	29.97***
	(73.68)	(66.46)	(5.77)
Students: Primary	151.55	132.38	19.16*
	(130.78)	(143.57)	(10.18)
Students	291.91	236.24	55.67***
	(154.45)	(170.34)	(12.15)
Classrooms per 100 students	1.17	0.80	0.37***
	(1.63)	(1.80)	(0.13)
Teachers per 100 students	3.04	3.62	-0.58**
	(1.40)	(12.79)	(0.28)
Textbooks per 100 students	99.21	102.33	-3.12
	(96.34)	(168.91)	(7.88)
Chairs per 100 students	20.71	14.13	6.58***
	(28.32)	(51.09)	(2.38)
Food from Gov or NGO	0.36	0.30	0.06
	(0.48)	(0.46)	(0.04)
Solid building	0.36	0.28	0.08*
	(0.48)	(0.45)	(0.04)
Water pump	0.62	0.45	0.17***
	(0.49)	(0.50)	(0.04)
Latrine/toilet	0.85	0.71	0.14***
	(0.33)	(0.45)	(0.03)
Observations	185	2,420	2,605



# Balance using EMIS data

	(1)	(2)	(3)	(4)
	Treatment	Control	Difference	Difference (F.E)
Students: ECE	148.51	136.72	11.79	11.03
	(76.83)	(70.24)	(10.91)	(9.74)
Students: Primary	159.05	143.96	15.10	15.68
	(163.34)	(86.57)	(19.19)	(16.12)
Students	305.97	277.71	28.26	27.56
	(178.49)	(124.98)	(22.64)	(19.46)
Classrooms per 100 students	1.21	1.13	0.09	0.08
	(1.62)	(1.65)	(0.24)	(0.23)
Teachers per 100 students	3.08	2.99	0.09	0.09
	(1.49)	(1.30)	(0.21)	(0.18)
Textbooks per 100 students	102.69	95.69	7.00	7.45
	(97.66)	(95.40)	(14.19)	(13.74)
Chairs per 100 students	18.74	22.70	-3.96	-4.12
	(23.06)	(32.81)	(4.17)	(3.82)
Food from Gov or NGO	0.36	0.36	-0.01	-0.01
	(0.48)	(0.48)	(0.08)	(0.05)
Solid building	0.39	0.33	0.06	0.06
	(0.49)	(0.47)	(0.07)	(0.06)
Water pump	0.56	0.67	-0.11	-0.12*
	(0.50)	(0.47)	(0.07)	(0.06)
Latrine/toilet	0.85	0.86	-0.01	-0.01
	(0.35)	(0.32)	(0.05)	(0.05)
Observations	92	93	185	185

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# PPP increased test scores by .19 $\sigma$

	Bas	seline		One year follow-up					
	Difference	Difference (F.E.) (2)	Difference	Difference (F.E.) (4)	Difference (F.E. + Controls) (5)	Difference (ANCOVA) (6)			
<b>F</b> 111	(-)	(-)	0.17**	0.17***	0.10***	0.12***			
English	0.05 (0.08)	(0.05)	(0.08)	(0.04)	(0.03)	(0.02)			
Math	0.08	0.08*	0.17***	0.19***	0.18***	0.14***			
	(0.07)	(0.04)	(0.07)	(0.04)	(0.03)	(0.02)			
Abstract	0.04	0.05	0.05	0.05	0.05	0.03			
	(0.06)	(0.05)	(0.05)	(0.04)	(0.04)	(0.04)			
Composite	0.07	0.08*	0.17**	0.19***	0.19***	0.14***			
	(0.07)	(0.05)	(0.07)	(0.04)	(0.03)	(0.02)			
New modules			0.17**	0.20***	0.19***	0.16***			
			(0.07)	(0.04)	(0.04)	(0.03)			
Conceptual			0.12**	0.13***	0.12***	0.10***			
			(0.05)	(0.04)	(0.04)	(0.04)			
Observations	3,496	3,496	3,492	3,492	3,492	3,492			

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### First round of data is "contaminated" by short-run treatment effects

Test scores (all questions)



Baseline test date

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No	effect	on	total	enrollment,	but	attendance	increases
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	(1)	(2)	(3)	(4)
	Treatment	Control	Difference	Difference (F.E)
Panel A: School level data (N =	175)			
Enrollment 2015/2016	298.45	264.11	34.34	34.18*
	(169.74)	(109.91)	(21.00)	(20.28)
Enrollment 2016/2017	309.71	252.75	56.96***	56.89***
	(118.96)	(123.41)	(18.07)	(16.29)
15/16 to $16/17$ enrollment change	11.55	-6.06	17.61	24.60*
	(141.30)	(82.25)	(17.19)	(14.35)
Attendance % (spot check)	48.02	32.84	15.18***	15.56***
	(24.52)	(26.54)	(3.81)	(3.13)
% of students with disabilities	0.59	0.39	0.20	0.21
	(1.16)	(0.67)	(0.14)	(0.15)
Panel B: Student level data (N =	= 3,627)			
% enrolled in the same school	80.74	83.34	-2.61	0.79
	(39.45)	(37.27)	(3.67)	(2.07)
% enrolled in school	94.14	94.00	0.14	1.22
	(23.49)	(23.76)	(1.33)	(0.87)
Days missed, previous week	0.85	0.85	-0.00	-0.06
	(1.42)	(1.40)	(0.10)	(0.07)

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# No effect on total enrollment, but in constrained schools, enrollment went down

	(1) $\Delta$ enrollment	(2) % same school	(3) % in school	(4) Test scores
$Constrained=0 \times Treatment$	5.30***	4.04***	1.64**	0.15***
	(1.11)	(1.39)	(0.73)	(0.034)
$Constrained{=}1  imes Treatment$	-11.7*	-12.8	0.070	0.35***
	(6.47)	(7.74)	(4.11)	(0.11)
No. of obs.	1,635	3,625	3,485	3,490
Mean control (Unconstrained)	-0.75	82.09	93.38	0.13
Mean control (Constrained)	-7.73	84.38	94.81	-0.08
$\alpha_0 = \text{Constrained} - \text{Unconstrained}$	-17.05	-16.79	-1.57	0.20
p-value ( $H_0: lpha_0 = 0$ )	0.01	0.03	0.71	0.07

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# More inputs and more and better teachers

	(1)	(2)	(3)	(4)
	Treatment	Control	Difference	Difference (F.E)
Panel A: School-level outcomes (N	l = 185)			
Number of teachers	9.62	7.02	2.60***	2.61***
	(2.82)	(3.12)	(0.44)	(0.37)
Pupil-teacher ratio (PTR)	32.20	39.95	-7.74***	-7.82***
	(12.29)	(18.27)	(2.31)	(2.12)
New teachers	4.81	1.77	3.03***	3.01***
	(2.56)	(2.03)	(0.34)	(0.35)
Teachers dismissed	3.35	2.17	1.18**	1.16**
	(3.82)	(2.64)	(0.48)	(0.47)
Panel B: Teacher-level outcomes (	N = 1,167			
Age in years	39.09	46.37	-7.28***	-7.10***
	(11.77)	(11.67)	(1.02)	(0.68)
Experience in years	10.59	15.79	-5.20***	-5.26***
	(9.20)	(10.77)	(0.76)	(0.51)
% has worked at a private school	47.12	37.50	9.62**	10.20***
	(49.95)	(48.46)	(3.76)	(2.42)
Test score in standard deviations	0.13	-0.01	0.14*	0.14**
	(1.02)	(0.99)	(0.07)	(0.06)
Panel C: Classroom observation (N	V = 185)			
Number of seats	20.64	20.58	0.06	0.58
	(13.33)	(13.57)	(2.21)	(1.90)
% with students sitting on the floor	2.41	4.23	-1.82	-1.51
	(15.43)	(20.26)	(2.94)	(2.61)
% with chalk	96.39	78.87	17.51***	16.58***
	(18.78)	(41.11)	(5.29)	(5.50)
% of students with textbooks	37.08	17.60	19.48***	22.60***
	(43.22)	(35.25)	(6.33)	(6.32)
% of students with pens/pencils	88.55	79.67	8.88**	8.16**
	(19.84)	(30.13)	(4.19)	(4.10)

# Management improves

	(1)	(2)	(3)	(4)
	Treatment	Control	Difference	Difference (F.E)
% school in session	92.47	83.70	8.78*	8.66*
	(26.53)	(37.14)	(4.75)	(4.52)
Instruction time (hrs/week)	20.40	16.50	3.90***	3.93***
	(5.76)	(4.67)	(0.77)	(0.73)
Intuitive score (out of 12)	4.08	4.03	0.04	0.02
	(1.35)	(1.38)	(0.20)	(0.19)
Time management score (out of 12)	5.60	5.69	-0.09	-0.10
	(1.21)	(1.35)	(0.19)	(0.19)
Principal's working time (hrs/week)	21.43	20.60	0.83	0.84
	(11.83)	(14.45)	(1.94)	(1.88)
% of time spent on management	74.06	53.64	20.42***	20.09***
	(27.18)	(27.74)	(4.12)	(3.75)
Index of good practices (PCA)	0.41	-0.00	0.41***	0.40***
	(0.64)	(1.00)	(0.12)	(0.12)
Observations	92	93	185	185

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	(1)	(2)	(3)	(4)
	Treatment	Control	Difference	Difference (F.E)
Panel A: Spot checks ( $N = 185$ )				
% on schools campus	60.32	40.38	19.94***	19.79***
	(23.10)	(25.20)	(3.56)	(3.48)
% in classroom	47.02	31.42	15.60***	15.37***
	(26.65)	(25.04)	(3.80)	(3.62)
Panel B: Student reports ( $N = 185$ )				
Teacher missed school previous week (%)	17.69	25.12	-7.43***	-7.55***
	(10.75)	(14.92)	(1.91)	(1.94)
Teacher never hits students (%)	54.71	48.21	6.50**	6.56***
	(18.74)	(17.06)	(2.63)	(2.52)
Teacher helps outside the classroom $(\%)$	50.00	46.59	3.41	3.55
	(18.22)	(18.05)	(2.67)	(2.29)
Panel C: Classroom observations ( $N = 185$ )				
Instruction (active + passive) (% of class time)	49.68	35.00	14.68***	14.51***
	(32.22)	(37.08)	(5.11)	(4.70)
Classroom management (% class time)	19.03	8.70	10.34***	10.25***
	(20.96)	(14.00)	(2.62)	(2.73)
Teacher off-task (% class time)	31.29	56.30	-25.01***	-24.77***
	(37.71)	(42.55)	(5.91)	(5.48)
Student off-task (% class time)	50.41	47.14	3.27	2.94
	(33.51)	(38.43)	(5.30)	(4.59)

# Teachers attendance and time on-task increases

# Lee bounds

	(1)	(2)	(3)	(4)	(5)
	Treatment	Control	Difference	Difference (F.E)	90% CI
					Lee bounds
Panel A: Spot check ( $N = 929$ )					
% on schools campus	68.15	52.40	15.75***	14.17***	2.51
	(46.64)	(50.00)	(4.45)	(3.75)	28.11
% in classroom	50.96	41.05	9.91**	9.96**	-1.34
	(50.04)	(49.25)	(4.78)	(3.86)	24.44
B: Classroom observation (N = 143	)				
Active instruction (% class time)	38.12	30.13	7.98	7.62	-4.75
	(28.93)	(32.11)	(4.86)	(4.75)	19.92
Passive instruction (% class time)	16.24	12.80	3.44	4.72	-4.93
	(17.18)	(19.83)	(2.95)	(3.23)	9.62
Classroom management (% class time)	20.82	10.67	10.16***	10.33***	0.77
	(21.06)	(14.83)	(2.85)	(3.32)	16.99
Teacher off-task (% class time)	24.82	46.40	-21.58***	-22.66***	-40.24
	(32.65)	(41.09)	(5.92)	(6.26)	-10.32
Student off-task (% class time)	55.06	57.60	-2.54	-5.19	-16.05
	(31.23)	(34.87)	(5.26)	(4.88)	12.63
Panel C: Inputs (N = 143)					
Number of seats	20.64	20.58	0.06	0.58	-7.22
	(13.33)	(13.57)	(2.21)	(1.90)	5.36
% with students sitting on the floor	2.41	4.23	-1.82	-1.51	-7.48
	(15.43)	(20.26)	(2.94)	(2.61)	2.76
% with chalk	96.39	78.87	17.51***	16.58***	9.47
	(18.78)	(41.11)	(5.29)	(5.50)	27.85
% of students with textbooks	37.08	17.60	19.48***	22.60***	-1.21
	(43.22)	(35.25)	(6.33)	(6.32)	34.87
% of students with pens/pencils	88.55	79.67	8.88**	8.16**	1.36
	(19.84)	(30.13)	(4.19)	(4.10)	20.98

# Students and parents like PPP schools more

	(1)	(2)	(3)	(4)	
	Treatment	Control	Difference	Difference (F.E)	
Panel A: Household behavior (N = $1,115$ )					
% satisfied with school	74.87	67.46	7.42**	7.44**	
	(19.25)	(23.95)	(3.20)	(3.23)	
% paying any fees	48.11	73.56	-25.45***	-25.69***	
	(50.01)	(44.14)	(4.73)	(3.26)	
Fees (USD/year)	5.72	8.04	-2.32**	-2.89***	
	(10.22)	(9.73)	(0.96)	(0.61)	
Expenditure (USD/year)	65.52	73.61	-8.09	-6.74	
	(74.78)	(79.53)	(6.96)	(4.13)	
Engagement index (PCA)	-0.11	-0.09	-0.02	-0.03	
	(0.84)	(0.91)	(0.07)	(0.06)	Back
Panel B: Student attitudes ( $N = 3,492$ )					
School is fun	0.58	0.53	0.05**	0.05**	
	(0.49)	(0.50)	(0.02)	(0.02)	
I use what I'm learning outside of school	0.52	0.49	0.04	0.04***	
	(0.50)	(0.50)	(0.02)	(0.02)	
If I work hard, I will succeed.	0.60	0.55	0.05*	0.04***	
	(0.49)	(0.50)	(0.03)	(0.02)	
Elections are the best way to choose a president	0.90	0.88	0.03*	0.03***	
	(0.30)	(0.33)	(0.01)	(0.01)	
Boys are smarter than girls	0.69	0.69	-0.00	0.01	
	(0.46)	(0.46)	(0.02)	(0.01)	
Some tribes in Liberia are bad	0.76	0.79	-0.03	-0.03**	
	(0.43)	(0.41)	(0.02)	(0.01)	

Decompose the treatment effect - Mediation analysis

Causal relationships under different models





Under assumption sequential ignorability

Note: Based on Figure 1 in Heckman and Pinto (2015).



Decompose the treatment effect - Mediation analysis

$$M_{isg} = \alpha_g + \beta_1 treat_g + \gamma_1 X_i + \delta_1 Z_s + u_i$$
(1)  

$$Y_{isg} = \alpha_g + \beta_2 treat_g + \gamma_2 X_i + \delta_2 Z_s + \theta_2 M_{is} + \varepsilon_i$$
(2)

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# Key assumption

### Sequential ignorability (Imai, Keele, & Yamamoto, 2010)]

$$Y_i(t',m), M_i(t) \perp T_i | X_i = x$$
(3)

$$Y_i(t',m) \perp M_i(t) | X_i = x, T_i = t$$
(4)



# Material inputs don't matter, teachers do (and so does teacher attendance)



### Direct and mediation effects

# 1. How do we allow for differences in context? Adjust for baseline differences

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	BRAC	Bridge	LIYONET	MtM	Omega	Rising	St. Child	Stella M	p-value
									equality
Students	31.94	156.19***	-23.03	35.49	-0.83	31.09	-19.16	-22.53	.00092
	(27.00)	(25.48)	(49.01)	(27.69)	(53.66)	(34.74)	(59.97)	(59.97)	
Teachers	1.23*	2.72***	1.42	1.70**	1.16	0.59	1.13	0.76	.66
	(0.70)	(0.66)	(1.28)	(0.72)	(1.40)	(0.90)	(1.56)	(1.56)	
PTR	-4.57	5.77*	-8.47	-5.45	-6.02	2.34	-10.62	-7.29	.079
	(3.27)	(3.09)	(5.94)	(3.36)	(6.50)	(4.21)	(7.27)	(7.27)	
Latrine/Toilet	0.18**	0.28***	0.26*	0.25***	0.23	0.22**	0.06	0.18	.96
	(0.08)	(0.07)	(0.14)	(0.08)	(0.16)	(0.10)	(0.17)	(0.17)	
Solid classrooms	0.63	2.81***	2.64*	-0.11	1.85	1.59*	-1.95	1.30	.055
	(0.75)	(0.71)	(1.36)	(0.77)	(1.49)	(0.97)	(1.67)	(1.67)	
Solid building	0.28***	0.22***	0.19	0.09	0.26*	0.19*	0.23	0.23	.84
	(0.08)	(0.07)	(0.14)	(0.08)	(0.15)	(0.10)	(0.17)	(0.17)	
Nearest paved road (KM)	-9.25***	-10.86***	-7.13*	-8.22***	-4.47	-7.13***	-4.56	-7.79*	.78
	(2.03)	(1.91)	(3.67)	(2.08)	(4.01)	(2.60)	(4.48)	(4.48)	

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### Learning outcomes by provider





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