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ADAPTING HOUSEHOLD BEHAVIOR TO AGRICULTURAL TECHNOLOGY IN WEST BENGAL, INDIA:

WAGE LABOR, FERTILITY AND CHILD SCHOOLING DETERMINANTS

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ABSTRACT

Despite substantial research on the determinants and impacts of the green revolution, little attention has been given to how this new agricultural technology is related to the allocation of resources among persons and activities within households. This problem has been addressed here with data from farm-households in the State of West Bengal, India, using a framework where adoption of new technology, participation of men and women in the hired agricultural labor force, fertility and child schooling are jointly determined. Results show that the new technology has changed time allocation patterns of men and women promoting higher fertility and population growth. Some of the income gains of the new technology are being invested in larger families rather than increased schooling of children. Greater education and increased wages of women are likely to contribute to their higher labor force participation, reduction in fertility and increase in the schooling of the next generation of children.

KEYWORDS: Agricultural technology, agricultural wage labor, fertility, child schooling.

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I. Introduction

The emergence of the High Yielding Varieties (HYV) as alternatives to Traditional Varieties (TV) of wheat, rice and several other crops has been a major event in many developing countries during the last two decades. The output, income, and employment augmenting effects of this modern technology have been documented in many regions of the world (Ruttan, 1977). The existing studies have focussed on aggregate economic indicators at national, regional or sectoral levels. Analyses of technological change and household well-being are now needed to explore the implications of this process for intra-household allocation of the resources among persons and activities. The critical household activity is labor force participation -- in the market, on own enterprise, or in home-production -- by male, female and child members of the household. These activities change as household demand for children changes and parents become able and willing to invest more in the health, nutrition, schooling and training of their children and thereby improve their productivity (quality). Analysis of these interrelated household decisions help clarify efficient policies for rural development, and trace through the repercussions of these policies for the society.

II. Background and Objective

Although much has been written on the green revolution technology in India at the national level and for some regions, few studies have dealt with the eastern region of the country. The question assumes special significance for the eastern Indian states because of several factors. First, this region produces about three-fourths of the country's output of rice, the major food crop, but the yield per acre is less than in other regions. The new technology in rice came to this region at a later date and its adoption has varied widely within the states. The Gangetic delta region has favorable levels of rainfall, soil moisture, and fertility. It has been suggested that the unrealized potential for growth in yields is high here (Mukhopadhyay, 1982, 1990b; Widawsky and O'Toole, 1990). The region is also noted for its high population density, small farm size, and high incidence of rural poverty. Understanding how technological change is interrelated to

economic and demographic factors at the household level in eastern India should help improve agricultural and rural development policies.

My objective here is to analyze rural households within a framework where adoption of a new technology, labor force participation, fertility and child education are endogenously determined subject to physical, economic, demographic and policy constraints. The model of the farm-household assumes that utility is maximized subject to income and time constraints. The household coordinates production, consumption, health, nutrition and issues relating to fertility, child education and gender differences (Rosenzweig and Evenson, 1977; Singh, Squire and Strauss, 1986; Schultz, 1990; Pitt, Rosenzweig and Hassan, 1990; Rosenzweig, 1991). The paper deals with this problem for land cultivating or landed households in West Bengal and concentrates on their off-farm work as hired agricultural labor. Information is not available on other labor activities or types of households. In Section III the hypotheses and basic model are presented. Section IV discusses the data, variables and estimation. Section V presents the results, and Section VI states the conclusion.

III. Hypothesis and Model

A distinctive feature of a farm-household (household engaged in farming on own and/or leased-in land) is that it may employ part or all of its family labor while a landless household cannot do so. It can only hire out its labor to work in the market. Also, on the consumption side, farm households may use part or all of their food output for their own consumption. The behavioral responses of household members to changes in technology, prices, wages and profit vary according to the nature of the household and its resource endowments. Technological change in agriculture implies switching over to new seed and other inputs. Such changes involve several simultaneous adjustments within households. The HYV technology is often associated with greater use of family and hired labor. However, the different farming tasks are often sex-specific, and the new technology thereby affects male and female labor differently. It has been observed, for instance, that the use of weedicides displaces labor for weeding, a task predominantly done by women. Similar effects are documented for the introduction of machines (Boserup, 1984; Ghosh and Mukhopadhyay, 1984, 1988). However, the new technology increases cropping intensity, which in turn helps increase the total demand for

¹Based upon the experience in South-east Asia, it has been argued that the Green Revolution technology had two phases of its effect on labor use. In the first phase labor use increased while in the second phase it decreased (Jayasuriya and Shand, 1986). Even if this argument holds in South Asia, eastern India would still be in the first phase now.

both male and female labor in agriculture (Mukhopadhyay, 1990a). The aggregate effects of change in technology would, therefore, depend upon the relative magnitudes of these negative and positive effects.

Adoption of HYV technology and adjustment in labor use may then be expected to affect the house-hold's pattern of consumption including the demand for number and quality of children. If children are assumed to be normal good, the effects of income should be to increase demand for them. The net effect of changes in relative prices would depend upon how male and female wages influence fertility and their movement due to technical change. The increased value of male time is expected to have a reinforcing positive income effect on fertility, and increased value of women's time is expected to have an offsetting negative effect on the demand for children (Schultz, 1981). If the latter is not strong enough to balance the positive income effect, household demand for children would rise with technical change. Investment in human capital of children, nutrition, health and patterns of consumption may also change.

The Model²

Consider a farm-household producing and consuming one composite staple commodity Q. The household's technology adoption probability function (V) is given by

$$V_i = V(Z_{1i}, Z_{2i}, Z_{1i}Z_{2i}), i = 1, ..., n \text{ households};$$
 (1)

where Z_{1i} are regional variables describing the location-specific stock of available technology, climate and soils that combine to determine the expected returns; Z_{2i} are household endowments and characteristics; $Z_{1i}Z_{2i}$ are potential interactions between community and household endowments.

The production of Q is given by the function

$$Q_i = Q(L_i, K_i, V_i L_i, V_j K_i, V_j), j = 1, 2, ..., R \text{ regions},$$
 (2)

where L, K are labor and non-labor inputs, V_j is the relevant technology in region j, and V_jL_i , V_jK_i are potential interaction variables affecting production.

The farm-household has a total time constraint:

$$T_{i,m} = t_{i,m,O} + t_{i,m,H} + t_{i,m,N} + t_{i,m,S} + t_{i,m,\ell}$$
(3a)

$$T_{i,f} = t_{i,f,O} + t_{i,f,H} + t_{i,f,N} + t_{i,f,S} + t_{i,f,\ell} \tag{3b}$$

²The model relies on Becker and Lewis, 1974; DeTray, 1974; Schultz, 1981; and Singh, Squire and Strauss, 1986.

where T stands for total time available for male ('m') and female ('f') members of the household; t's refer to allocation of time into five categories; 'O' represents labor on own farm, 'H' is work off own farm, 'N' is number of children, 'S' is quality of children (Schooling, health, etc.); and 'l' is leisure.

With no savings or intertemporal allocations to complicate lifetime choices, the farm-household's market income constraint is:

$$PX_{i} = PQ_{i} - [w_{m}(L_{i,m} - t_{i,m,O}) + w_{f}(L_{i,f} - t_{i,f,O})] + [w_{m}t_{i,m,H} + w_{f}t_{i,f,H}]$$

$$(4)$$

where X is the household's consumption of Q the produced commodity; P is the single price of the commodity, L is the own farm input of hired and family labor by sex, w_m , w_f stand for wage rates for male and female labor, respectively.

Substituting the production function (2) and time constraints (3a) and (3b) into the market income constraint (4), we have one single constraint for the farm-household:

$$PX_{i} + [w_{m}(t_{i,m,N} + t_{i,m,S} + t_{i,m,\ell}) + w_{f}(t_{i,f,N} + t_{i,f,S} + t_{i,f,\ell})$$

$$= [PQ_{i} - (w_{m}L_{i,m} + w_{f}L_{i,f})] + w_{m}T_{i,m} + w_{f}T_{i,f}$$

$$= \Pi + w_{m}T_{i,m} + w_{f}T_{i,f} = I_{i}^{*}$$
(5)

where II is profit and I^* full income consistent with profit maximizing output of the household.

The household is assumed to maximize a twice differentiable single utility function

$$U_i = U(X, t_{m,\ell}, t_{f,\ell}, N, S)$$
(6)

subject to constraint (5).

Constrained maximization of utility would yield demand functions for the household's choice variables in terms of prices, wages and income. The reduced form functions for adoption, labor force participation patterns, fertility and child quality depend upon profitability, physical-infrastructure and factors affecting the value of time (e.g., technology, market determined wages, demographic variables, etc.). The new technology has certain attributes that affect men and women differently. This is expected to have differential effects upon labor force participation by men and women. Within the household, differences in human and non-human resource endowments interact with market and community factors to determine desired fertility and investment in the quality of children.

IV. Data and Empirical Specification

The study is based on data from a stratified random survey of households conducted as part of the 'Differential Impact Study of Technological Change in Rice Cultivation in West Bengal' sponsored by the Rockefeller Foundation and conducted at the Indian Statistical Institute, Calcutta. The area of study covered 60 villages in 12 blocks of 6 districts in the state (see Appendix A and B) including 1930 households and 11,575 persons. This paper deals with farm-households only, and explores the determinants of their technology adoption, labor supply as agricultural wage labor, fertility and child schooling. Variables have been constructed at three levels: (i) individual persons, (ii) households, and (iii) communities. Definitions and sample statistics of variables are reported in Table 1. Methods of construction of village level technology variables and sample selection corrected wage rates for men and women are given below.

Ratios of Yields and Yield Variances

Two community variables have been constructed to represent exogenous technology characteristics. First, ratios of rice yield per acre for HYV to TV have been estimated for each village on the basis of mean yields averaged over preceding seven years and reported from each village.³ This yield-ratio is assumed to be a lagged exogenous variable that represents profitability of the HYV to TV technology (see Griliches, 1957). The yields are given in Appendix C. Second, in order to construct a measure of risk, village-level ratios of variances of HYV to TV yields were estimated from farm data. Yield was regressed on farm-household endowments and regional dummies. Results show that regional agro-climatic characteristics, land size and land quality are strong determinants of yield variation (Appendix D).

Regional Dummies

The sample districts, blocks and villages have been identified by (i) agro-climatic and soil characteristics (e.g. annual rainfall, soil moisture and land level), and (ii) physical and social-economic infrastructure (e.g. public irrigation in village, electrification, presence of schools, health centers, markets). Based on these characteristics each district, block and village has been classified as either favorable (F) or unfavorable (UF) for agricultural development. The 60 villages were then grouped into 8 $(2 \times 2 \times 2)$ regional clusters representing production environment in the state. Dummy variables have been used for these regions in the yield functions (see Appendix B for list of sample districts, blocks and villages and their classification).

³This estimate is discussed and used in a study using village data (Mukhopadhyay, 1990).

Participation and Wage Functions

Participation in agricultural wage employment as shown in our sample, is 32 percent for adult men and only 4 percent for adult women (Appendix E).⁴ The rate is highest in age group 25-49 for both men and women. Participation by schooling shows that for both men and women the bulk of agricultural wage labor is supplied by persons with no schooling. At the primary education level, male participation is the lowest and female participation is virtually nil. However, participation increases at the secondary education level, especially for women.

Daily wage rate functions have been estimated for men and women separately, correcting for the selective sample of wage earners. The probit sample selection equation for wage employment status has been estimated as a reduced form specification. It includes individual level variables to represent demographic and human capital characteristics, e.g., age, age-squared, and education; household level variables, e.g., land, land quality, irrigation, and assets that represent household endowments affecting wage labor participation. In West Bengal, muslim women are "proscribed" from working in field as farm labor and so religion (muslim or not) is included. Village level ratios of yield and yield variance of HYV to TV rice are also included to examine the effects of technology characteristics upon wage labor status. The semi-logarithmic wage equations include the same variables as the wage labor status equation minus religion, land quality, and irrigation. These identifying variables are assumed to raise the shadow value of a person's time in non-market, selfemployment, or non-farm activities and thus reduce the probability that the person will participate as wage labor in agriculture. The wage functions (Table 2) suggest that education reduces participation in hired agricultural labor force, but increases wages for both men and women workers. The mean educational level of women agricultural wage earners (1.52 years) is lower than that of men (3.95 years). The private rate of return to schooling, represented by the proportionate wage gain associated with a year of schooling, is 3.5 percent for women as against 1.6 percent for men. Land size, land quality and assets reduce wage labor participation of men and women as expected. Muslim religion, and technology variables also reduce female

⁴Participation in agricultural wage labor market is only a part of the total labor supply of farm-household. Analysis of the allocation of labor to self-employment, non-farm employment and unpaid family employment is outside the scope of this paper because relevant data are not available. (For discussion on the extent of alternative types of work of rural households and their differences between men and women, see Boserup, 1990; Dixon, 1982; Ghosh, 1990; and Pradhan and Bennett, 1981.)

TABLE 1
Variable Definitions and Sample Statistics

	Variable Definition	Mean (SD)		Variable Definition	Mean (SD)
IA.	Individual Endogenous Variables:		IB.	Individual Exogenous Variables:	
1.	Average agricultural wage (In) for hired male labor (Rupees per day)	2.78 (0.44)	5.	Age of Adult Men (age 15-65)	35.1 (15.3)
2.	Average agricultural wage (ln) for hired female wage (Rupees per day) (ln) for hired female	2.65 (0.50)		Age of Adult Women (age 15-65)	35.4 (15.4)
3.	Proportion of men working as agricultural wage labor	.452 (.50)		Years of education: Adult Male	5.24 (4.20)
4.	Proportion of women working as agricultural wage labor	.060 (.23)	8.	Years of education: Male Wage Earners	3.95 (4.08)
	agricultural wago tabor	(.23)	9.	Years education: Adult Women	2.75 (3.66)
			10.	Years of education: Female Wage Earners	1.46 (2.50)
ПА.	Household Endogenous Variables:		пв.	Household Exogenous Variables:	
11.	Proposition of Rice area under high yielding variety	.334 (.39)	17.	Average years of schooling for Adult Men (age 15-65)	4.82 (3.79)
12.	Number of days worked on agriculture as wage labor per (age 15-65) during preceding year	127. (66.35)	18.	Average years of schooling for adult woman (age 15-65)	2.54 (3.00)
13.	Number of days worked on agriculture as wage labor per	8.86 (31.92)	19.	Cultivable land owned by household (acre)	1.72 (1.83)
	agriculture as wage labor per during preceding year	(31.52)	20.	Proportion of land suitable for high yielding variety rice cultivation	.328 (.33)
14.	Number of children age 0-9 per woman age 15-49 in household	1.59 (1.39)	21.	Proportion of land irrigated	.600 (.41)
15.	Years of Schooling per Child Age 7–14 relative to village average: Boys	.854 (.77)	22.	Value of assets per household (in 1000 Rupees)	29.5 (55.16)
16.	Years of schooling per child age 7-14 relative to village average: Girls	.848 (.83)			

TABLE 1, continued

Variable Definition	Mean (SD)	Variable Definition	Mean (SD)
Variable Definition		III. Community Exogenous Variables: 23. Ratio of yield per acre of high yielding to traditional variety rice: estimated at village level 24. Ratio of variance of yield per acre of high yielding to traditional variety rice: estimated at village level 25. Proportion of muslims in sample households 26. Regional Dummy Variables Region 1 Region 2 Region 3 Region 4 Region 6 Region 7	
		Region 8	.163 (.37)

Sample Size Number
6
12
60
1930
6053
5522

TABLE 2
Sample Selection Corrected Wage Function for Men and Women Age 15-65

	М	Men		nen
Dependent Variable Estimation Method	Agricultural Wage Labor Status ML Probit	Log of Daily Wage Rate Heckman	Agricultural Wage Labor Status ML Probit	Log of Daily Wage Rate Heckman
Explanatory Variables:				
Age in Years	.0833 (10.19)	.044 (6.83)	.0582 (3.12)	.0309 (1.67)
Age ²	00113 (11.43)	000523 (6.15)	000957 (3.84)	000465 (1.81)
Years of Schooling	064 (11.05)	.0161 (3.39)	0570 (4.50)	.0352 (3.21)
Religion Dummy (Muslim = 1)	.118 (1.96)		694 (4.94)	
Land in Acres	00138 (12.06)	000209 (1.70)	000876 (2.99)	.000582 (2.01)
Land Quality	014 (.20)		495 (4.51)	
Irrigation	.292 (5.16)		.526 (.95)	
Asset in Rupees ($\times 10^{-3}$)	00133 (3.08)		0011 (.95)	
Village Level Yield Ratio	.0866 (.79)	.0731 (1.45)	-1.18 (6.35)	.111 (.66)
Village Level Yield Variance Ratio	155 (2.48)	.0302 (1.02)	269 (2.37)	0573 (.52)
Intercept	713 (2.89)	1.486 (8.82)	218 (.50)	3.81 (10.07)
Wage-earner Status (\(\lambda\)		.458 (4.61)		566 (4.75)
Loglikelihood	-2088.0		-598.81	
χ^2 (d.f.)	855.53		239.75	
R^2		.192		.167
Dependent Variable Mean	.45	2.78	.06	2.65
Sample Size	3654	1651	3166	190

in hired agricultural labor. (More about these effects in Section V).⁵ I have used Heckman's (Heckman, 1979) two-stage sample selection correction using the inverse of Mill's ratio (λ) from the wage status probit as an independent variable and have consistently corrected the standard errors of the second stage estimates for the fact that λ is a predicted variable. The coefficients for lambda are significant for both men and women but their signs are opposite, suggesting that low wage male workers are likely to work in wage employment while high wage female workers are more likely to work in agricultural wage labor. Wage rates estimated by these equations have been used in the reduced form equations for households. Reduced form equations have been estimated for: (i) Technology adoption probability function; (ii) supply function of adult male labor for agriculture wage employment; (iii) supply function of adult female labor for agricultural wage employment; (iv) number of children; (v) schooling of male children; and (vi) schooling of female children.

V. Results of the Estimates of Reduced Form Equations

Ordinary Least Squares and Tobit estimates of the reduced form equations are presented in Tables 3-5. Discussion is based mainly upon the Tobit estimates because of the censored nature of dependent variables that might cause OLS estimates to be biased (Maddala, 1988).

Technology Adoption

A farmer's decision to adopt the new agricultural technology (HYV) depends upon discounted returns per unit cost and the added risk or uncertainty that HYVs may entail compared to TVs. Expected returns are determined by the farm-household's endowments and community factors. Estimates of the technology adoption probability function show (Table 3) that quality of land owned and availability of irrigation encourage adoption. Village level profitability of the new relative to traditional technology also has positive effects on adoption. However, the size of land owned and the value of assets of the household are not important. This is consistent with the idea that the green revolution technology is scale neutral.⁶ Levels of schooling also appear not significant. Formal education might facilitate and motivate change, but it is farmers'

⁵I tried an alternative specification of education by using primary (up to 3 years) and higher levels of schooling. Interactions between levels of education and village level technology variables were also included. Results showed that the total returns to education were virtually nil until 3 years of schooling. This may imply that dropping out of school in three years would not add as much to farm skill as one would gain by working in the field.

⁶Rosenzweig, 1991, however, found positive land and wealth effects for an all-India (except Orissa and West Bengal) study based upon district level data.

TABLE 3

Adoption of High Yielding Variety Technology in Rice Cultivation in Rural West Bengal 1990^a

Estimation Method	OLS	ML Tobit
Explanatory Variables:	(1)	(2)
Market wages in log of Rupees per day in agriculture: Men ^b Women ^b	0889 (1.33) .104 (1.77)	177 (1.68) .143 (2.00)
Average years of schooling per adult in household: Men Women	0035 (1.00) 00084 (.24)	00102 (.20) 00103 (.19)
Land owned in acres by household (\times 10 ⁻³)	0895 (1.47)	0952 (1.02)
Proportion of land suitable for high yielding variety rice	.268 (11.14)	.431 (10.99)
Proportion of cultivable land irrigated	.477 (24.81)	.756 (23.12)
Value of total assets of households in Rupees ($\times 10^{-3}$)	.00209 (1.25)	.00378 (1.49)
Ratio of yield per acre of high yielding to traditional variety of rice ^c	.117 (2.85)	.157 (2.33)
Ratio of variances of yield per acre of high yielding to traditional variety rice ^d	.0124 (.55)	.0184 (.517)
Intercept	263 (1.03)	632 (1.56)
R^2	.354	
F(df)	87.5 (10,1595)	
Log Likelihood		-1034.4
Dependent Variable Mean Dependent Variable (Standard Deviation)	.334 (.389)	
Number of Observations	1606	

^aAbsolute values of t-ratios and asymptotic t-ratios are reported for OLS and Tobit estimates respectively beneath coefficients in parentheses.

^bDaily wage rates (*l*n) imputed from sample selection corrected wage equations reported in Table 2.

^cEstimated from village level yields of high yielding and traditional variety yields reported in Appendix C.

^dEstimated from variances of yield equations reported in Appendix D.

knowledge of local conditions, on-the-job experience, and availability of extension services that is more relevant to their decision to adopt. It has been argued that the new technology has higher yield variability (Sen, 1971; Mehra, 1981) which might act as risk to deter adoption. Recently, Rosenzweig (1991) found a small effect of risk related to weather deterring adoption in semi-arid central India. Evidence also exists that the HYVs are not more risk prone than the TVs (Mukhopadhyay, 1976; Hazell, 1980). Most of the earlier studies are based on aggregate data, whereas the present study uses farm data to estimate ratios of variances in yield for new relative to traditional technology. The observed variance in the new technology is higher than that in traditional technology only by a small margin; the mean value of this ratio is 1.07 and standard deviation is 0.36. With given land quality, assured irrigation and expected higher profit, additional risk in yields does not affect farmers' decision to adopt. Farmers appear to be influenced by considerations of cost minimization. The new technology uses a higher proportion of male to female labor (Mukhopadhyay, 1985, 1988). An increase in wages of men would increase cost and decrease the proportion of land under the high yielding variety. Conversely, an increase in women's wage would decrease area under traditional varieties and encourage adoption of the new technology.

Labor Supply of Men and Women

Equations for participation by men and women in agricultural wage labor market are reported in Table 4. The own wage effects on labor supply of both men and women are positive and significant. Cross wage effects are negative, though not statistically significant. This pattern of own and cross wage effects suggests substitution in non-market time as has been found in several studies in India and elsewhere (Rosenzweig, 1984; Duraisamy, 1988; Schultz, 1990). According to my estimates, a one standard deviation increase in (n) wage (.44) of a man would raise the number of days worked off-farm by 52 days per adult male in household, an increase of 41% from a sample mean of 127 days. For a woman with slightly higher standard deviation (.50) the increase would be 33 days, more than three times the sample mean of 9 days. The average level of education of adult men in the household has a negative effect upon both men's and women's supply of agricultural wage labor. Formal schooling encourages participation in managerial, supervisory and non-farm activities (Rosenzweig, 1984). This tendency may be responsible for the results obtained for male education. However, the level of education of women in the family does not show a significant effect upon their hired agricultural wage labor supply.

TABLE 4
Supply of Agricultural Wage Labor of Men and Women Age 15-65 in Rural West Bengal 1990^a

Dependent Variable		of Days Worl	ted in Agriculture per Adult Woman		
Estimation Method Explanatory Variables:	OLS (1)	ML Tobit (2)	OLS (3)	ML Tobit (4)	
Market wages in log of Rupees/Day in agriculture: Men ^b Women ^b	8.098	8.47	817	388	
	(5.98)	(5.69)	(1.26)	(.08)	
	-1.200	-1.40	1.38	7.65	
Average years of schooling per adult in household: Men	(1.09) 380 (5.71)	(1.20) 384 (5.30)	(2.73) 121 (3.77)	(1.82) 809 (3.25)	
Women	.101	.098	032	215	
	(1.40)	(1.24)	(.92)	(.74)	
Land owned in acres by household ($\times 10^{-3}$)	00153	00127	00108	00974	
	(1.24)	(.94)	(1.83)	(1.87)	
Proportion of land suitable for high yielding variety rice	-1.64	-1.73	-1.20	-6.35	
	(3.36)	(3.24)	(5.14)	(3.71)	
Proportion of cultivable land irrigated	1.37	1.90	.031	2.80	
	(3.51)	(4.23)	(.16)	(1.88)	
Value of total assets of household ($\times 10^{-3}$)	00686	00853	00297	00482	
	(2.01)	(2.28)	(1.83)	(2.31)	
Ratio of yield per acre of high yielding to traditional variety rice ^c	1.14	1.091	-2.85	-18.77	
	(1.34)	(1.19)	(7.16)	(6.10)	
Ratio of variances of yield per acre of high yielding to traditional rice ^d	831	961	.153	-1.94	
	(1.81)	(1.91)	(.70)	(6.10)	
Intercept	-5.97	-6.77	7.01	36.63	
	(1.15)	(1.18)	(2.82)	(1.90)	
\mathbb{R}^2	.079		.091		
χ^2 (d.f.)					
F (d.f.)	13.71 (10,1595)		15.99 (10,1595)		
Log Likelihood		-5079.0		-1036.0	
Dependent Variable Mean (Dependent Variable Standard Deviation)	127 (66.		88.67 (31.92)		
Number of Observations	160	06	1606		

^aAbsolute values of t-ratios and asymptotic t-ratios are reported for OLS and Tobit estimates respectively beneath coefficients in parentheses.

^bDaily wage rates (*l*n) imputed from sample selection corrected wage equations reported in Table 2.

^cEstimated from village level yields of high yielding and traditional variety yields reported in Appendix C.

^dEstimated from variances of yield equations reported in Appendix D.

The size and quality of land, and total assets of households reduce hired agricultural labor supply of both men and women. This may be due to larger productivity and income leading to increased demand for leisure. The proportion of women's labor is reduced in the HYV technology as shown in the negative effect of the ratio of HYV to TV yields at the village level. Irrigation increases off-farm labor supply of men and women. This suggests that in order to supplement cash incomes farmers often rent out irrigation pumps as well as other implements and bullocks along with the labor to operate them. Farmers also minimize risks of income loss through allocation of labor between on-farm and off-farm activities consistent with their physical and human capital endowments.⁷ Such adjustments in allocation of labor of men and women among on-farm, off-farm and non-farm activities are observed in other Asian countries undergoing technical change in agriculture (see Castillo et al., 1986 and other articles in Shand, 1986).

Fertility and Schooling of Children

The bearing and rearing of children uses more of women's time than men's. If the value of women's time is their earnings potential, and it increases relative to men's, the perceived costs of having children rise and fertility is likely to decrease. Earnings potential is measured commonly by market wage opportunities. Self-employment and unpaid family work are also related to earnings potential through the opportunity cost of wages foregone, assuming the same type of labor for these different activities. Thus increases in market wages of women compared to those of men should be associated with lower fertility. Higher parental education, earnings, and non-earned family resources are expected to affect positively investment in child quality.

Table 5 reports estimates of fertility, and schooling of boys and girls less than age 15. As expected, market wages of women have a negative effect upon fertility, while the effect of men's wages are positive, confirming that the value of women's time adds to the cost of children. Effects on fertility of education of both women and men are negative. The amount of land owned and the village level yield ratio signifying technological potential have positive effects upon fertility. This is perhaps due to the relatively lower use of women's labor in HYVs and their withdrawal into home production activities that do not conflict with child bearing. Other aggregate studies on district level data in India have found corroborating evidence (Vosti and Lipton, 1991).

The significant coefficients in the equations for child schooling show that schooling of boys is affected positively by the wages and education levels of both men and women. For girls, however, both wage effects

⁷These observations are of course tentative because I am considering here only one type of labor supply and the conclusions cannot be confirmed without evidence on the other types.

 $\label{table 5}$ Fertility and Schooling of Boys and Girls Age 0–14, in Rural West Bengal, 1990^a

Dependent Variable	Number of Children Age 0-9 per Woman Age 15-49		per boy ag household		Years of schooling per girl age 5-14 in household as propor- of Village Average	
Estimation Method Explanatory Variables	OLS (1)	ML Tobit (2)	OLS (3)	ML Tobit (4)	OLS (5)	ML Tobit
Market Wages in log of Rupees per day in agriculture: Men ^b Women ^b	1.857 (6.70) -1.759 (8.15)	2.177 (6.74) -2.156 (8.35)	.225 (1.03) .303 (1.71)	.217 (.75) .453 (1.93)	337 (1.42) 124 (.63)	680 (1.20) 154 (.55)
Average years of schooling per adult in household: Men	0738	0861	.0408	.0535	.0692	.118
	(5.41)	(5.45)	(3.91)	(3.86)	(6.02)	(7.03)
Women	.115 (.78)	.0242 (1.42)	.0182	.0247 (1.67)	.0332 (2.65)	.0394 (2.25)
Land owned in acres by household $(\times 10^{-3})$.819	1.117	.159	.182	.142	.178
	(3.24)	(3.75)	(.76)	(.66)	(.64)	(.54)
Proportion of land suitable for high yielding variety rice	123	144	0034	.0571	.154	.241
	(1.23)	(1.25)	(.04)	(.58)	(1.88)	(2.02)
Proportion of cultivable land irrigated	.0241	.0135	.0404	.0630	.124	.178
	(.30)	(.15)	(.70)	(.78)	(1.90)	(1.89)
Value of total assets of household in Rupees (\times 10 ⁻³)	.000226	.000179	.000505	.00812	.000910	.000944
	(.03)	(.22)	(.07)	(.08)	(1.31)	(.95)
Ratio of yield per acre of high yielding to traditional variety rice ^c	1.096	1.313	0341	0775	.0615	0174
	(6.44)	(6.61)	(.25)	(.43)	(.42)	(.08)
Ratio of variances of yield per acre of high yielding to traditional variety rice ^d	155	198	0619	0348	0785	0229
	(1.65)	(1.82)	(.86)	(.37)	(1.05)	(.20)
Intercept	163	407	793	-1.41	1.53	2.09
	(.15)	(5.45)	(.45)	(1.26)	(1.68)	(1.61)
R^2 χ^2 (d.f.)	.126		.105		.148	
F (d.f.)	23.12 (10,1595)		10.52 (10.891)		14.69 (10.845)	
Log Likelihood		-1714.8		-1117.4		-1075.7
Dependent Variable Mean (Dependent Variable Standard Deviation)	1.598		.854		.848	
	(1.39)		(.771)		(.834)	
Number of Observations	16	06	90	02	856	

^aAbsolute values of t-ratios and asymptotic t-ratios are reported for OLS and Tobit estimates respectively beneath coefficients in parentheses.

^bDaily wage rates (ln) imputed from sample selection corrected wage equations reported in Table 2.

^cEstimated from village level yields of high yielding and traditional variety yields reported in Appendix C.

^dEstimated from variances of yield equations reported in Appendix D.

are negative (though not significant for women's wages). The education of both adult men and women in the household is positively and significantly associated with children going to school. For given levels of wages, parental education induces higher schooling of both boys and girls. With higher wages, both men and women would invest more in the schooling of boys and withdraw girls from schools perhaps to substitute for women in the household who have joined the wage labor force. With more education, however, both men and women increase the schooling of boys as well as girls.

VI. Conclusions

Substantial attention has been given in economic development literature to the effects of the green revolution upon agricultural production and income. However, little is known about its consequences on household behavior. This paper has used cross-section data from a survey of rural households in West Bengal, India, and examined the determinants of adoption of the HYV technology by farm-households, labor supply by male and female members of such households to agricultural labor market, fertility and child schooling.

The empirical findings suggest that the farmers' decision to adopt new technology depends mainly upon the quality of their land, access to irrigation and profitability. The wage rate of male labor is negatively related to the proportion of land under HYV, while the wage of female labor is positively related to HYV adoption. This is consistent with efforts to minimize labor costs because HYVs use a higher proportion of male-to-female labor than do TVs.

Both men and women respond positively to their own wage rates in working for the agricultural labor market. But education, land ownership and value of household assets tend to reduce wage labor participation in off farm work in agriculture. Extent of HYV technology in the village has a negative influence upon women's wage labor supply as expected.

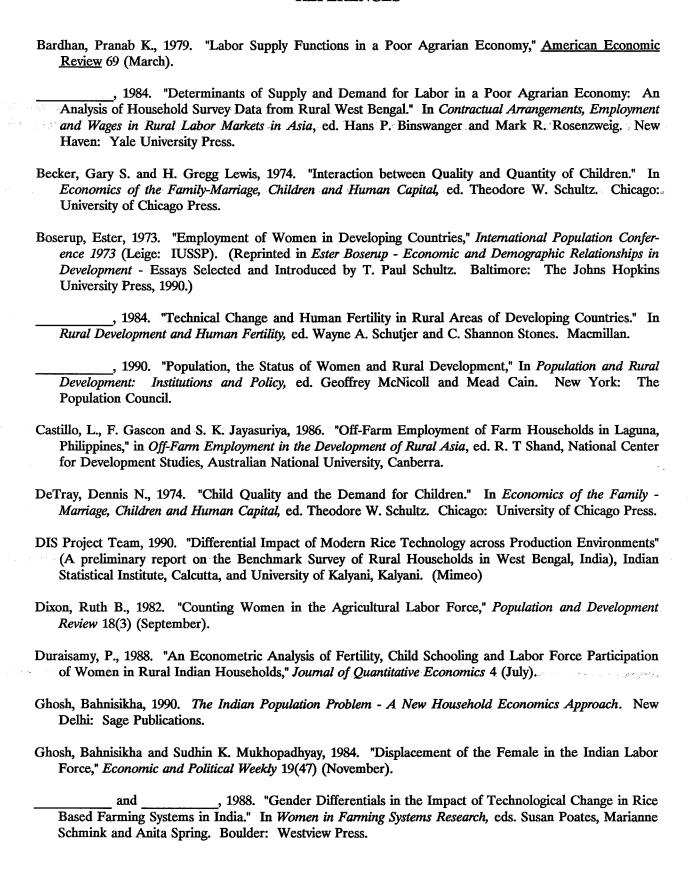
Fertility, or the demand for children, is affected negatively by women's wage rate and positively by men's wage rate. Land ownership and technology have positive effects upon fertility. Education of both men and women have strong negative effects upon fertility. Education has also unequivocally positive effects upon the schooling of children, both boys and girls. The results also suggests a tendency for households to withdraw girls from schools probably to substitute for adult women in household production when the latter have better opportunities to work in the agricultural labor market.

In sum, the new agricultural technology may have raised the income of farm-households, but its impacts upon the status of women is more ambiguous. The new technology has changed their time allocation pattern

and thereby promoted higher fertility and population growth. If labor force participation in agricultural wage employment for women decreases relative to men and more of women's labor is allocated to the production of HYV crops on their own farms, women's status and control over economic resources may actually be diminished. The increase in fertility associated with many aspects of HYV's compared to TV's also suggests that some of the income gains achieved through the new agricultural techologies are being invested in larger families rather than increased schooling of children. Greater education of women and increased wages of women are more likely to be changes that will contribute to a reduction in fertility and an increase in the schooling of the next generation of children in east India.

Due to data limitations, the paper has been restricted to the study of farm-households and the participation of their members only in agricultural wage employment. The next step in analysis is to extend this study to landless and non-farm rural households, and collect information on their time allocated to self-employment, non-farm employment, and unpaid family work. A more comprehensive understanding of the relationships between change in agricultural technology and household behavior will be obtained when all major labor allocations are jointly studied for landless and landed rural households in India.

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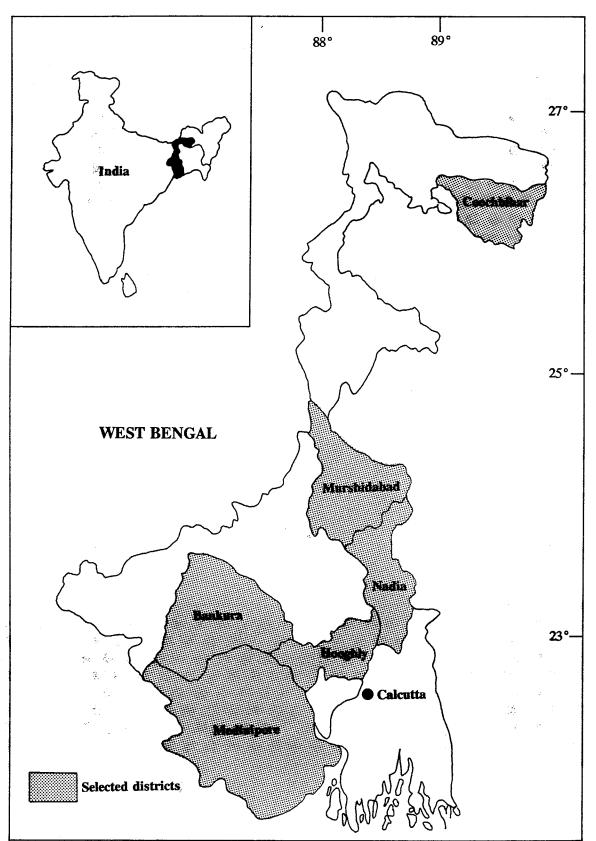


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APPENDIX A

Map of Study Area



APPENDIX B
Sample Districts, Blocks and Villages Classified by Development Environment

	District			Block			Village			
No.	Classif- ication	Name	No.	Classif- ication	Name	No.	Classif- cation	Name		
	D.	Nadia	1	F	Haringhata	1 2 3 4 5	F F UF UF	Chanda Shimulpukuria Bhandarkona Moraldanga Sonakur		
	1 F		2	UF	Santipur	6 7 8 9 10	F F UF UF UF	Lalmath Krishipally Kandokhola Nobla Barjiakur		
2	2 F	Hooghly	F Hooghly	3	F	Pandua	11 12 13 14 15	F F UF UF	Panchghora Jamgram Ilchhoba Rosna Mohnod	
				4	UF	Khanakul	16 17 18 19 20	F F UF UF UF	Kohiba Kurkuri Lalsar Patul Mahikul	
2	3 F	F Murshidabad	5	F	Beldanga	21 22 23 24 25	F F UF UF	Ratanpur Pulinda Gopinathur Benada Dalna		
3			6	UF	Kandi	26 27 28 29 30	F UF UF UF	Ranagram Indrahata Srikrishnapur Bhabanandapur Ranipur		

APPENDIX B, continued

	District		Block			Village			
No.	Classif- ication	Name	No.	Classif- ication	Name	No.	Classif- cation	Name	
4	ITE	Coochbihar	7	F	Tufanganj	31 32 33 34 35	F F UF UF	Chilakhana Bhelakhoba Soladanga N. Moradanga Gobindapur	
4	4 UF		8	UF	Coochbihar-1	36 37 38 39 40	F F UF UF UF	Gosaiganj Patachora Latlapur Lonkabor Panishala	
5	5 UF 1	Bankura	9	F	Taldanga	41 42 43 44 45	F F UF UF	Belsalya Radhamohanpur Barameshya Chakshyampur Brahmakanya	
			Dankura	Junua	10	UF	Chhatna	46 47 48 49 50	F F UF UF UF
6	6 UF	F Medinipur —	11	F	Debra	51 52 53 54 55	F F UF UF	Nachipur Dhamtal Bhagabanbasan Rampurchak Jalimpur	
0			12	UF	Nandigram	56 57 58 59 60	F F UF UF UF	Rasikachak Srikrishnapur Dibakarpur Bamunara Baroghuni	

Note: 'F' and 'UF' stand for 'Favorable' and 'Unfavorable' respectively for agricultural development.

APPENDIX C

Average Village-level Rice Yields (Kilogram per Acre) for High Yielding and Traditional Varieties and Their Ratio for 60 Sample Villages

	Rice Yield (kg per acre)		Rice Yield	(kg per acre)
Serial No. of Village	HYV (1)	TV (2)	Serial No. of Village	HYV (1)	TV (2)
1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27	1507 1887 1689 1725 1833 1669 1802 1841 1625 1500 1729 1511 1821 1794 1775 1655 1732 1665 1724 1633 1484 1551 1344 1435 1508 1354	1005 1043 1081 978 1098 1063 978 974 1006 948 880 1047 1027 1007 1086 1029 1014 955 2027 1097 1116 1052 1109 845 775 787 837	31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57	1397 1477 1142 1082 1486 1395 1457 1488 1458 1444 1457 1489 1446 1095 1181 1361 1362 1441 1463 1449 1482 1872 1576 1590 1616 1686 1772	807 853 1010 987 1076 829 815 795 1014 1003 947 973 998 979 989 793 842 802 729 738 905 975 1039 1012 1134 996 939
28 29 30	1159 1218 1422	1017 1012 839	58 59 60	1777 1439 1652	921 826 994

APPENDIX D

Functions for Rice Yield (Kilogram per acre) for High Yielding and Traditional Varieties

	Dependent Variable:	Rice Yield per Acre
Explanatory Variables:	High Yielding Variety	Traditional Variety
Land owned in acres	.237 (2.19)	010 (.10)
Proportion of land suitable for high yielding variety rice	23.41 (.59)	55.3 (2.28)
Proportion of land irrigated	184. (1.64)	71.3 (1.15)
Average years of schooling per adult male in household	7.93 (1.06)	9.29 (1.61)
Average years of schooling per adult female in household	.130 (.004)	14.1 (2.83)
Regional Dummies:		
Region 1 (× 10 ³)	.141 (10.98)	.851 (10.52)
Region 2 (\times 10 ³)	.147 (11.01)	.775 (8.30)
Region 3 (\times 10 ³)	.124 (8.67)	.681 (5.16)
Region 4 (\times 10 ³)	.159 13.91	.815 (10.47)
Region 5 (\times 10 ³)	.124 (11.32)	.866 (11.93)
Region 6 (\times 10 ³)	.945 (6.27)	.878 (11.93)
Region 7 (\times 10 ³)	.126 (11.61)	.647 (9.22)
Region 8 (× 10 ³)	.111 (9.53)	.668 (9.57)
\mathbb{R}^2	0.82	0.65
Mean and Standard Deviation of Dependent Variable	1543.79 (758.91)	902.26 (664.48)
Number of observations	784	1153

Absolute t-values are given in parentheses beneath coefficients.

APPENDIX E

Participation in Agricultural Wage Labor by Age, Sex and Levels of Education
Farm-Households in Rural West Bengal, 1990
Wage labor in agriculture as percent of population

Years of					Age			
Schooling	Sex	5-14	15-24	25-34	35-49	50-64	65+	Total
0	M F	4 1	68 13	76 13	70 11	52 5	30 2	45 8
1-3	M F	<u> </u>	59 3	56 6	57 2	42 0	20 0	19 —
4-6	M F	<u></u>	49 2	56 4	48 3	28 0	21 0	34 2
7–10	M F	_ _	17 1	39 2	42 1	34 0	13 0	27 1
10+	M F		6 5	29 8	50 36	40 0	0 0	26 10
Total	M F	<u>1</u>	36 6	52 8	54 8	40 4	23 1	32 4

^{*}Based on Total Sample age above 5: Male = 5425, Female = 4917.