# DETERMINANTS OF ACCESS TO SOCIAL ASSISTANCE PROGRAMMES IN INDONESIA: EMPIRICAL EVIDENCE FROM THE INDONESIAN FAMILY LIFE SURVEY EAST 2012

JAN PRIEBE, FIONA HOWELL AND PAULINA PANKOWSKA

TNP2K WORKING PAPER 11b-2014

June 2014

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# Determinants of Access to Social Assistance Programmes in Indonesia: Empirical evidence from the Indonesian Family Life Survey East 2012

#### Jan Priebe, Fiona Howell and Paulina Pankowska<sup>1</sup>

#### **ABSTRACT**

In the past 15 years, the Government of Indonesia has implemented a variety of social assistance programmes intended to improve the lives of the poor and help them escape poverty. Many of these programmes are now operating at a national scale and cover millions of Indonesians.

Using a new household survey dataset that covers the eastern areas of Indonesia (Indonesian Family Life Survey East 2012), this paper investigates the household-level determinants of access to social assistance programmes. The analysis reveals that social assistance programmes are relatively more available in poorer provinces and that poorer households—all things being equal—are more likely to access social assistance programmes than nonpoor households, which suggests that social assistance programmes in eastern Indonesia are successful in their efforts to target the poor (poverty targeting), both across regions and households. However, poverty targeting still has scope for improvement in terms of accuracy.

Besides the poverty status (as measured in per capita consumption expenditures), the authors found that several other factors influence programme access. Having a disabled household member or having a household head who is a widow(er) appears to increase the likelihood of receiving social assistance programmes. Likewise, the level of trust and conflict in a community affects access to social assistance programmes. Particularly in the case of Raskin, we found that the programme is distributed more widely among those communities that are characterized by higher levels of conflict and lower levels of trust. The authors did not find that poor access to infrastructure and remoteness influences household access to social assistance programmes once they controlled for province fixed effects in the regression framework. Furthermore, the findings suggest that possession of a local 'poverty letter' strongly improves household access to social assistance programmes, even after controlling for a wide set of socioeconomic characteristics. In general, determinants of programme access differ significantly among provinces and between rural and urban areas.

Keywords: social assistance, Indonesia, poverty, targeting, welfare.

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#### **Abbreviations**

ASLUT Asistensi Sosial Usia Lanjut (Social Assistance for Older Persons)

ASODKB Asistensi Sosial untuk Orang Dengan Kecacatan Berat (Social Assistance for

Severely Disabled People)

BLT Bantuan Langsung Tunai (Unconditional Cash Transfer)

BPS Badan Pusat Statistik (Central Bureau of Statistics)

BSM Bantuan Siswa Miskin (Social Assistance for Poor Students)

HH household

IFLS Indonesian Family Life Survey

Jamkesda Jaminan Kesehatan Daerah (Regional Health Insurance)

Jamkesmas Jaminan Kesehatan Masyarakat (Health Insurance for the Poor)

NTT Nusa Tenggara Timur

PKH Program Keluarga Harapan (Family Hope Programme)

PKSA Program Kesejahteraan Sosial Anak (Child Social Welfare Programme)

Raskin Beras Miskin (Rice for Poor Households)

Rp Rupiahs

SKTM Surat Keterangan Tidak Mampu (poverty letter)

Susenas Survey Sosial dan Ekonomi Nasional (National Social and Economic Survey)



#### 1. Introduction

Despite strong economic growth and falling poverty in the past decade, many households continue to live on the edge of poverty in Indonesia. Although poverty rates have fallen from 23.4 percent in 1999 to 11.37 percent in 2013, much of Indonesia's population is clustered just above the poverty line (Central Bureau of Statistics 2013). According to the World Bank (2012g and 2012e), around 24 percent of Indonesians lived below the official Indonesian near-poor poverty line in 2011 (1.2 times the normal poverty line), whereas about 38 percent of the population lived below 1.5 times the poverty line.

Due to the high poverty levels during the 1997/1998 economic and financial crises as well as in the context of fuel subsidy cuts in 2005, the Government of Indonesia introduced a variety of social assistance programmes intended to fight poverty and break intergenerational transmission of poverty in the country. The largest social assistance programmes include the following:

- Social Assistance for Poor Students (Bantuan Siswa Miskin or BSM)
- Rice for Poor Households (Beras Miskin or Raskin)
- Health Insurance for the Poor (Jaminan Kesehatan Masyarakat or Jamkesmas)
- Regional Health Insurance (Jaminan Kesehatan Daerah or Jamkesda)

These larger programmes have been supplemented by smaller social assistance programmes that are increasingly operating at a larger, even national, scale. For example, these include:

- Social Assistance for Older Persons (Asistensi Sosial Usia Lanjut or ASLUT)
- Social Assistance for Severely Disabled People (Asistensi Sosial untuk Orang Dengan Kecacatan Berat or ASODKB)
- Child Social Welfare Programme (Program Kesejahteraan Sosial Anak or PKSA)
- Family Hope Programme (Program Keluarga Harapan or PKH)

All the social assistance programmes provide important benefits to their recipients. However, many of the social assistance programmes suffer from targeting problems, that is, not covering all the poor or wrongly including rich households (World Bank 2012g and 2012e). Empirical evidence is limited on the factors that determine a household's access to or inclusion in social assistance programmes, especially for poor households and groups vulnerable to poverty in eastern Indonesia.

The objective of this paper is therefore to shed light on the targeting accuracy of social assistance programmes in eastern Indonesia and to provide a better understanding of how these programmes operate at the local level, especially regarding the factors that influence household access to social assistance programmes.

<sup>&</sup>lt;sup>1</sup> Social assistance is defined in this report as cash or in-kind social transfers, subsidies, or fee waivers designed for low-in-come/vulnerable groups, noncontributory, and funded from general taxation.

In order to address the objective, we made use of the first round of the Indonesian Family Life Survey (IFLS) for the eastern areas of Indonesia (IFLS East 2012), collected in 2012 by SurveyMETER on behalf of TNP2K. Using this new dataset programme has several advantages:

- Compared with other surveys in Indonesia, the IFLS East 2012 collects more detailed information on social assistance programmes and on factors that affect the allocation of these programmes. For instance, the IFLS East 2012 covers information on the Unconditional Cash Transfer (Bantuan Langsung Tunai or BLT), BSM, Jamkesmas, Dana Sehat (Health Fund, a prepaid health scheme operating at the community level), and Raskin programmes in more detail than the National Social and Economic Survey (Survey Sosial dan Ekonomi Nasional or Susenas) rounds conducted by the Central Bureau of Statistics (Badan Pusat Statistik or BPS).
- Likewise, the IFLS East 2012 captures information on many important background variables—such as access to infrastructure (e. g., access to electricity or shorter distance to health centres) and the level of conflict and trust within the local community—which are likely to influence the way social assistance programmes operate and are implemented at the local level.
- The IFLS East 2012 can be considered to be a dataset of very high quality; its questionnaire design, training of enumerators, and sampling strategy closely follow those in IFLS rounds in 1993, 1997, 2000, and 2006, the results of which have been used in many academic studies. Survey-METER worked with the Rand Corporation in designing and implementing the IFLS rounds from 2000 and 2006 and followed the same standards in implementing IFLS East 2012.

The remainder of this paper is organised as follows: section 2 describes the IFLS East 2012 dataset, and section 3 presents descriptive statistics on coverage rates of various social assistance programmes at the provincial level and in rural/urban areas, along with wealth status. Section 4 presents and discusses a multivariate analysis on access to social assistance programmes. Section 5 investigates the subsidised rice programme for the poor, Raskin, in more detail, in particular allocation of kilograms, range of prices, and programme quality. Section 6 analyses the role of SKTM in accessing social assistance programmes in Indonesia. Section 7 summarizes the report's results.

## 2. Data Description

This paper uses data from the Indonesian Family Life Survey East 2012. The IFLS East 2012 follows the same survey structure (sampling, questionnaires, and enumerator training) of IFLS rounds in 1993, 1997, 2000, and 2006. In contrast, however, the IFLS East 2012 focuses exclusively on the eastern part of Indonesia and covers seven provinces:, Kalimantan Timur, Maluku, Maluku Utara, Nusa Tenggara Timur (NTT), Papua Barat, Papua, and Sulawesi Tenggara.

In each of these provinces, 14 villages—both rural and urban (desa and kelurahan) were randomly selected for inclusion in the survey<sup>2</sup>. Subsequently, a pre-determined number of households in each village was randomly selected (20 households in each urban village and 30 households in each rural village)<sup>3</sup>. Overall, about 3,150 households were interviewed, spread across 99 villages. However, complete interviews were conducted in 2,547 households, which constitute the overall sample of this study. Figure 1 shows the distribution of surveyed households across the provinces.

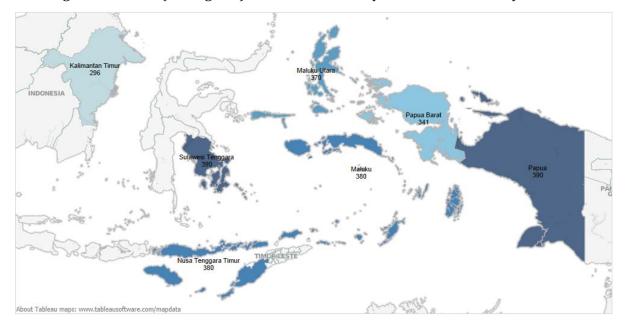


Figure 1: Number (Unweighted) of Households Surveyed in IFLS East 2012 by Province

<sup>&</sup>lt;sup>2</sup> The sampling frame for the selection of villages was based on the villages included in the Susenas July 2010 round. Therefore, only a sub-sample of all villages in Indonesia constitutes the sampling frame.

<sup>&</sup>lt;sup>3</sup> In cases of household refusal to participate in the survey or failure to contact the households, replacement households were randomly selected until the target had been reached.

## 3. Overview of Social Assistance Programmes in Eastern Indonesia

#### Coverage Rates of Selected Social Assistance Programmes

The IFLS East 2012 collected detailed information on individual/household access and coverage of some of Indonesia's major social assistance programmes—most notably Raskin, Health Card or Kartu Sehat (Jamkesmas)<sup>4</sup>, Dana Sehat, BLT, BSM, ASLUT, Disability Benefits, PKSA, and the Troubled Youth Programme<sup>5</sup>. The IFLS East 2012 also asked questions about whether a household possesses a poverty letter (surat keterangan tidak mampu or SKTM)<sup>6</sup>.

Because some of the programmes (ASLUT, Disability Benefits, PKSA, and the Troubled Youth Programme) are characterised by very low coverage rates in the seven IFLS East 2012 provinces, they were not included in the main analysis<sup>7</sup>.

Table 1 and figure 2 present coverage rates for each of the social assistance programmes<sup>8</sup>. The data show that Raskin has the highest coverage rates: about 54 percent of households report having received Raskin within the preceding 12 months. As expected, coverage rates vary a great deal across provinces: Kalimantan Timur shows the lowest (24.95 percent) and Maluku (74.67 percent) the highest coverage rates. The Kartu Sehat programme (Jamkesmas/Jamkesda) has the second highest coverage rates (34.43 percent); its provincial coverage rates range from 12.76 percent in Kalimantan Timur to 59.38 percent in Nusa Tenggara Timur. The Kartu Sehat is followed by BLT (20.64 percent), BSM (5.97 percent), and Dana Sehat (3.1 percent). The provincial coverage rates for BLT range from 7.63 percent (Kalimantan Timur) to 34.55 percent (Nusa Tenggara Timur), for BSM from 1.45 percent (Papua) to 12.4 percent (Papua Barat), and for Dana Sehat from 0.63 percent (Maluku) to 4.00 percent (Kalimantan Timur). Furthermore, about 14.21 percent of surveyed households stated they possessed an SKTM, ranging from 6.99 percent in Maluku Utara to 19.8 percent in NTT.

Noteworthy regional variations exist in the coverage of social assistance programmes. NTT, for example, has high coverage rates for social assistance programmes compared with all other eastern provinces, except for the Dana Sehat program. This is a positive result because NTT has the lowest average real expenditures per capita among all seven provinces surveyed in the IFLS East 2012, while it has one of the highest poverty rates in Indonesia (see table 1 and figure 3). Likewise, Kalimantan Timur, which has one of the lowest poverty rates in Indonesia, has relatively low overall coverage rates with social assistance programmes.

<sup>&</sup>lt;sup>4</sup> If the household has the Jamkesda card, it is also likely to be included in the Kartu Sehat programme.

<sup>&</sup>lt;sup>5</sup> In Indonesia, the Disability Benefits and Troubled Youth programmes are referred to respectively as Program Jaminan Sosial Penyandang Cacat or PJSPC, and Program Bantuan Santunan Anak Muda Bermasalah. Questions on PKH were not included in the IFLS East 2012 because, in 2012, PKH operated only in a very limited number of areas that were part of the IFLS East 2012.

<sup>&</sup>lt;sup>6</sup> The possession of an SKTM can give households access to a variety of social assistance programmes (including some of the programmes not covered in the IFLS East 2012). Ownership of an SKTM can function as a general proxy for access to social assistance programmes at the local level. Therefore, we included the SKTM in our list of social assistance programmes.

See table A.1 in the appendix for the coverage rates of all the social assistance programmes for which data were collected in the IFLS East 2012.

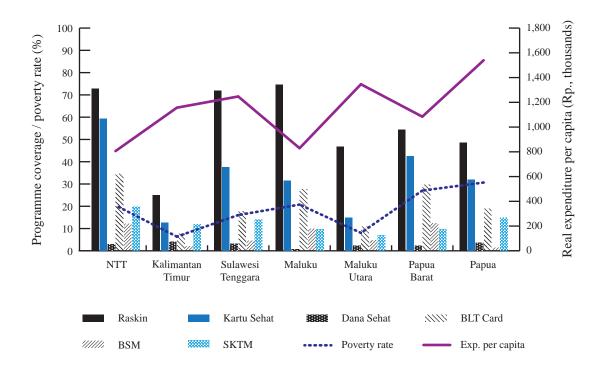
<sup>&</sup>lt;sup>8</sup> See table A.2 in the appendix for the coverage rates per province and wealth level.

Table 1: Coverage Rates of Social Assistance Programmes, Poverty Rates, and Expenditure by Province

| Province          | Raskin<br>(%) | Kartu<br>Sehat<br>(%) | Dana<br>Sehat<br>(%) | BLT<br>Card<br>(%) | BSM<br>(%) | SKTM<br>(%) | Expenditures<br>per capita<br>(thousands<br>Rp) | Poverty<br>Rate<br>(%) |
|-------------------|---------------|-----------------------|----------------------|--------------------|------------|-------------|---|------------------------|
| NTT               | 72.83         | 59.38                 | 2.89                 | 34.55              | 12.16      | 19.80       | 805.95  | 20.41                  |
| Kalimantan Timur  | 24.95         | 12.76                 | 4.00                 | 7.63               | 1.95       | 11.91       | 1,156.67  | 6.38                   |
| Sulawesi Tenggara | 71.90         | 37.65                 | 3.19                 | 17.77              | 4.55       | 13.98       | 1,247.20  | 13.06                  |
| Maluku            | 74.67         | 31.54                 | 0.63                 | 27.57              | 10.02      | 9.79        | 829.37  | 20.76                  |
| Maluku Utara      | 46.88         | 15.02                 | 2.25                 | 10.78              | 4.79       | 6.99        | 1,346.00  | 8.06                   |
| Papua Barat       | 54.35         | 42.60                 | 2.32                 | 29.76              | 12.40      | 9.68        | 1,084.17  | 27.04                  |
| Papua             | 48.55         | 31.93                 | 3.55                 | 18.84              | 1.45       | 14.77       | 1,539.49  | 30.66                  |
| All provinces     | 54.12         | 34.43                 | 3.10                 | 20.64              | 5.97       | 14.21       | 1,140.70  | -                      |

Note: Poverty rate refers to the official BPS poverty rate for September 2012. Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines for September 2012 (rural and urban province-specific poverty lines). Survey weights applied.

Figure 2: Coverage Rates of Social Assistance Programmes Poverty Rates and Expenditure by Province



In general, social assistance programmes in eastern Indonesia appear to be relatively more available in areas where poverty rates are higher, which suggests that social assistance programmes are targeted towards poor regions. However, the observed relationship between poverty rates and coverage by social assistance programmes is not perfect. Based on IFLS East 2012 data, one would expect some provinces to have higher or lower coverage rates when benchmarked against the official province poverty rates.

#### Coverage Rates by Wealth Levels

There is a debate in Indonesia on how well social assistance programmes are targeted towards the poor and how to improve targeting (Olken 2006, Alatas et al. 2013a, Alatas et al. 2013b)<sup>9</sup>. To assess targeting effectiveness for the different social assistance programmes, we classified households into deciles, ranging from poor (1st decile) to rich (10th decile), based on household expenditures per capita<sup>10</sup> information.

Table 2 and figure 3 depict coverage rates for each of the social assistance programmes by household expenditure data. Apart from BSM and Dana Sehat, most programmes appear to show continuously declining coverage rates along the wealth distribution (from poor to rich)<sup>11</sup>.

The results show that Raskin has the highest coverage rates across all deciles, ranging from 30.69 percent in the 10th (richest) decile to 77.12 percent in the 1st (poorest) decile.

However, all of these programmes provide a substantial share of their benefits to households in richer deciles, undermining the poverty targeting efficiency. Although all programmes face this problem, the leakage of benefits in Raskin is the strongest<sup>12</sup>; a very large share of non-poor and richer households receive Raskin. The negative slope of Raskin coverage rates (figure 4) implies that the likelihood of receiving Raskin decreases substantially with higher wealth levels. The slopes of the other programmes, such as BSM and SKTM, are much flatter, indicating that they are marginally less able to distinguish between the poor and the nonpoor.

In order to check for robustness and consistency of the findings described above, we contrasted the results using an asset index rather than per capita expenditures as a wealth proxy<sup>13</sup>. Table 3 and figure 4 present the results obtained using an asset index, which largely confirm the previous findings when using expenditure per capita as a measure of welfare.

<sup>&</sup>lt;sup>9</sup> It is important to note that, when analysing coverage rates across deciles, the targeting accuracy of a programme tends to look slightly worse compared with its true accuracy. This is because the statistics are calculated over a household's wealth status after receiving the programme (ex post), while ideally an assessment of the targeting accuracy of a programme is based on a household's wealth status before receiving the programme (ex ante).

<sup>&</sup>lt;sup>10</sup> The nominal expenditure values provided in IFLS East 2012 were adjusted using the ratio of BPS poverty lines for September 2012 as a spatial price deflator in order to derive real expenditure values.

<sup>&</sup>lt;sup>11</sup> In the case of BSM, coverage rates only start to show declining trends for higher wealth levels (deciles 9 and 10). Dana Sehat, however, does not exhibit any clear relationship between wealth levels and coverage rates.

<sup>&</sup>lt;sup>12</sup> Leakage refers to share of benefits received by non-poor households.

The asset index is based on principal component analysis (Filmer and Pritchett 2001). The following variables were used in order to create the asset index: whether the household owns the house/apartment in which the household lives (dummy variable); whether the household owns any additional houses/apartments apart from the one the household is living in (dummy variable); whether the household owns any vehicles, that is, cars, boats, bicycles, or motorbikes (dummy variable); whether the household owns any household appliances (dummy variable); whether the house has a kitchen inside (dummy variable); whether the house has a ccess to electricity (dummy variable); whether the toilet is inside the dwelling area (dummy variable); the size of the housing area in square meters (continuous variable); number of rooms in the house (continuous variable); main material of the floor of the house (ordinal variable); material used in outer walls of the house (ordinal variable); materials used for roof of the house (ordinal variable); the household's main source of drinking water (ordinal variable); type of sewage disposal in the house (ordinal variable) see table A.4 in the appendix for a structured description of all variables used.

Table 2: Coverage Rates of Selected Social Assistance Programmes by Expenditure Decile

| Expenditure<br>Decile | Raskin<br>(%) | Kartu<br>Sehat (%) | Dana<br>Sehat (%) | BLT Card<br>(%) | BSM<br>(%) | SKTM<br>(%) |
|-----------------------|---------------|--------------------|-------------------|-----------------|------------|-------------|
| 1                     | 77.12         | 59.54              | 2.39              | 40.75           | 12.37      | 21.89       |
| 2                     | 73.60         | 53.96              | 5.14              | 33.82           | 4.59       | 20.45       |
| 3                     | 67.46         | 50.01              | 3.97              | 23.64           | 7.84       | 12.29       |
| 4                     | 65.47         | 39.37              | 3.80              | 24.68           | 10.78      | 17.75       |
| 5                     | 62.04         | 38.76              | 2.17              | 21.54           | 4.80       | 15.06       |
| 6                     | 52.85         | 32.99              | 1.49              | 16.50           | 8.46       | 14.60       |
| 7                     | 47.28         | 30.83              | 2.10              | 15.85           | 5.87       | 13.12       |
| 8                     | 41.93         | 21.87              | 2.26              | 14.26           | 4.00       | 15.08       |
| 9                     | 36.13         | 16.32              | 4.78              | 12.61           | 2.38       | 6.48        |
| 10                    | 30.69         | 16.49              | 3.86              | 6.76            | 0.63       | 8.18        |
| All deciles           | 54.12         | 34.43              | 3.10              | 20.64           | 5.97       | 14.21       |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

Raskin 80 Programme coverage (%) Kartu Sehat 70 Dana Sehat 60 50 BLT Card 40 BSM 30 SKTM 20 10

Expenditure decile

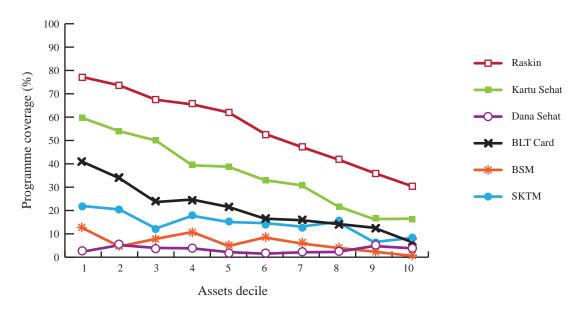
Figure 3: Coverage Rates of Selected Social Assistance Programmes by Expenditure Decile

Table 3: Coverage Rates of Selected Social Assistance Programmes by Asset Index Decile

| Asset Decile | Raskin<br>(%) | Kartu<br>Sehat (%) | Dana<br>Sehat (%) | BLT Card<br>(%) | BSM (%) | SKTM<br>(%) |
|--------------|---------------|--------------------|-------------------|-----------------|---------|-------------|
| 1            | 76.69         | 54.99              | 5.21              | 36.28           | 15.28   | 24.32       |
| 2            | 69.03         | 47.75              | 3.49              | 31.09           | 9.89    | 22.41       |
| 3            | 65.96         | 41.00              | 7.14              | 25.70           | 6.21    | 21.15       |
| 4            | 61.48         | 34.43              | 2.82              | 18.98           | 8.44    | 14.63       |
| 5            | 53.66         | 39.00              | 2.72              | 21.01           | 7.30    | 15.93       |
| 6            | 45.98         | 26.37              | 3.74              | 16.84           | 7.47    | 14.14       |
| 7            | 51.07         | 31.86              | 1.56              | 20.86           | 3.81    | 8.31        |
| 8            | 54.91         | 32.20              | 1.01              | 16.46           | 2.39    | 13.37       |
| 9            | 44.55         | 28.75              | 1.76              | 17.03           | 2.07    | 6.30        |
| 10           | 33.32         | 20.26              | 3.03              | 11.32           | 1.25    | 5.13        |
| All deciles  | 76.69         | 54.99              | 5.21              | 36.28           | 15.28   | 24.32       |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

Figure 4: Coverage Rates of Selected Social Assistance Programmes by Asset Index Decile



#### Coverage Rates by Wealth Levels of Vulnerable Groups

Social assistance programmes should, by design, be targeted towards the poor. The previous section showed that the poorer the household, the more likely it is to be included in a particular programme. Besides the poverty criteria, policy makers are also concerned with the inclusion of particular vulnerable groups in society whose poverty rates are significantly higher than among the general population and who might face informal restrictions in accessing social assistance programmes. Because nearly none of the Indonesian social assistance programmes considered here mentioned particular vulnerable subgroups as their specific target beneficiaries, it is ultimately an empirical question to assess whether being part of a particular vulnerable group affects programme access and, if so, whether vulnerable groups receive preferential access to social assistance programmes or face more difficulties in accessing them.

The subsequent analysis focuses on three different vulnerable groups: households with a disabled person, households whose head is a widow(er), and households whose head is a woman.

#### Disability

Table 4 shows coverage rates (percentage) of social assistance programmes by wealth level and by whether a household has a person with a disability or not<sup>14</sup>. Our descriptive results suggest that disability is an important factor in accessing Raskin, Kartu Sehat, BLT, and to a smaller extent, BSM. On the one hand, among these four programmes, households with a member with a disability are more likely to receive social assistance programmes across all wealth deciles than households who do not have a household member with a disability. On the other hand, disability does not seem to play a role as a criterion for access to the Dana Sehat and SKTM programmes.

#### Household Head Is Widow(er)

Table 5 presents results on coverage rates (percentage) of social assistance programmes by wealth level and by whether the household head is a widow(er). We found that households with a widow(er) appear to have higher coverage rates across all wealth levels for the Raskin, Kartu Sehat, BLT, and BSM programmes, although for Dana Sehat and SKTM, fewer differences exist in coverage rates between widow(er) and non-widow(er) households.

#### Women as Household Head

The Government of Indonesia has recently initiated the Empowering Women for Poverty Reduction (Maju Perempuan Indonesia untuk Penanggulangan Kemiskinan or MAMPU) project, which emphasises that female-headed households are an important vulnerable group whose welfare status and economic potential needs improvement. Likewise, strong empirical evidence exists from many countries in the world, including Indonesia, that poverty rates among female-headed households are often higher than those among male-headed households (Pekka 2014). Table 6 shows coverage rates of selected social assistance programmes by wealth level and by the gender of the household head. In contrast to the disability and widow(er) analyses, for most social assistance programmes, the sex of the household head does not seem to be strongly correlated with programme access.

<sup>&</sup>lt;sup>14</sup> A person is defined as disabled if s/he has significant difficulties in at least 1 of the 17 selected disability variables (detailed coding can be obtained from the authors). The 17 variables list very specific activity limitations or participation constraints.

Table 4: Coverage Rates of Selected Social Assistance Programmes by Expenditure Decile and Disability

| Fynenditure | Raski      | Raskin (%)       | Kartu S    | Kartu Sehat (%)  | Dana Se    | Dana Sehat (%)   | BLT Ca     | BLT Card (%)     | BSM (%)    | (%)              | SKTM (%)   | I (%)            | HH (number) | ımber)           |
|-------------|------------|------------------|------------|------------------|------------|------------------|------------|------------------|------------|------------------|------------|------------------|-------------|------------------|
| Decile      | Disability | No<br>Disability | Disability  | No<br>Disability |
| 1           | 90.91      | 76.21            | 62.80      | 59.33            | 00.00      | 2.55             | 68.33      | 38.94            | 37.02      | 10.75            | 26.33      | 21.59            | 15          | 229              |
| 2           | 92.45      | 72.09            | 82.69      | 52.70            | 0.00       | 5.55             | 41.12      | 33.23            | 11.70      | 4.02             | 8.45       | 21.41            | 19          | 224              |
| 3           | 86.70      | 66.11            | 52.59      | 49.83            | 0.00       | 4.25             | 27.79      | 23.35            | 5.03       | 8.04             | 23.36      | 11.51            | 19          | 225              |
| 4           | 55.16      | 90.99            | 30.95      | 39.86            | 10.52      | 3.41             | 2.62       | 25.96            | 2.67       | 11.25            | 0.00       | 18.77            | 14          | 229              |
| S           | 89.33      | 60.30            | 30.51      | 39.28            | 0.00       | 2.31             | 11.46      | 22.18            | 4.50       | 4.82             | 6.13       | 15.63            | 15          | 229              |
| 9           | 83.25      | 50.81            | 50.27      | 31.83            | 0.00       | 1.59             | 37.82      | 15.07            | 8.06       | 8.49             | 20.88      | 14.18            | 15          | 228              |
| 7           | 51.70      | 47.02            | 24.35      | 31.21            | 0.00       | 2.23             | 0.00       | 16.77            | 10.71      | 5.60             | 10.71      | 13.25            | 14          | 230              |
| 8           | 56.07      | 40.92            | 41.77      | 20.44            | 0.00       | 2.42             | 20.98      | 13.78            | 0.00       | 4.29             | 31.51      | 13.90            | 17          | 226              |
| 6           | 53.27      | 35.33            | 42.71      | 15.09            | 90.6       | 4.58             | 30.67      | 11.77            | 0.00       | 2.49             | 0.00       | 82.9             | 10          | 234              |
| 10          | 35.28      | 30.46            | 24.19      | 16.11            | 15.23      | 3.30             | 30.16      | 5.60             | 0.00       | 99.0             | 5.19       | 8.33             | 13          | 230              |
| All deciles | 69.93      | 53.14            | 43.79      | 33.85            | 2.81       | 3.12             | 26.94      | 20.25            | 69.7       | 5.87             | 14.43      | 14.20            | 151         | 2,284            |
|             |            |                  |            |                  |            |                  |            |                  |            |                  |            |                  |             |                  |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

Table 5: Coverage Rates of Selected Social Assistance Programmes by Expenditure Decile and Widow/Non-Widow Status

| Frnenditure | Raskin (%) | (%) u          | Kartu Sehat (%) | ehat (%)       | Dana Sehat (%) | hat (%)        | BLT Card (%) | rd (%)         | BSM (%) | (%)            | SKTM (%) | (%)]           | HH (number) | mber)          |
|-------------|------------|----------------|-----------------|----------------|----------------|----------------|--------------|----------------|---------|----------------|----------|----------------|-------------|----------------|
| Decile      | Widow      | Not a<br>widow | Widow           | Not a<br>widow | Widow          | Not a<br>widow | Widow        | Not a<br>widow | Widow   | Not a<br>widow | Widow    | Not a<br>widow | Widow       | Not a<br>widow |
| 1           | 100.00     | 75.38          | 29.88           | 61.80          | 0.00           | 2.57           | 62.54        | 39.09          | 15.40   | 12.14          | 30.70    | 21.22          | 13          | 231            |
| 2           | 72.63      | 73.70          | 70.38           | 52.20          | 0.00           | 5.69           | 47.65        | 32.33          | 6.67    | 4.04           | 4.40     | 22.17          | 21          | 222            |
| 3           | 82.56      | 66.51          | 74.08           | 48.50          | 0.00           | 4.22           | 37.32        | 22.78          | 8.70    | 7.79           | 9.43     | 12.47          | 18          | 226            |
| 4           | 59.72      | 66.37          | 22.02           | 42.11          | 5.14           | 3.59           | 15.35        | 26.15          | 30.31   | 7.70           | 4.18     | 19.89          | 29          | 214            |
| 5           | 70.82      | 61.20          | 46.37           | 38.04          | 0.00           | 2.38           | 21.86        | 21.51          | 7.73    | 4.53           | 20.89    | 14.51          | 22          | 222            |
| 9           | 79.93      | 50.65          | 55.00           | 31.20          | 0.00           | 1.61           | 24.98        | 15.81          | 37.61   | 6.10           | 11.83    | 14.82          | 13          | 230            |
| 7           | 48.00      | 47.19          | 36.73           | 30.13          | 0.00           | 2.36           | 15.16        | 15.94          | 10.97   | 5.26           | 20.94    | 12.18          | 26          | 218            |
| 8           | 77.62      | 38.61          | 43.30           | 19.87          | 0.00           | 2.47           | 14.53        | 14.24          | 6.67    | 3.76           | 16.00    | 14.99          | 21          | 222            |
| 6           | 44.92      | 34.75          | 42.90           | 12.16          | 8.20           | 4.24           | 27.70        | 10.25          | 1.74    | 2.48           | 9.43     | 6.02           | 30          | 214            |
| 10          | 41.87      | 28.85          | 21.30           | 15.70          | 7.30           | 3.29           | 14.53        | 5.48           | 0.00    | 0.73           | 5.89     | 8.56           | 32          | 211            |
| All deciles | 62.09      | 53.25          | 40.76           | 33.74          | 2.84           | 3.13           | 25.82        | 20.07          | 11.70   | 5:35           | 12.34    | 14.42          | 225         | 2,210          |
|             | -          |                | :               |                | ;              |                |              |                |         | ,              |          |                | ;           | :              |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

Table 6: Coverage Rates of Selected Social Assistance Programmes by Expenditure Decile and Gender of Household Head

| Fynanditura | Raski             | Raskin (%)                     | Kartu Sehat (%)                | ehat (%)        | Dana Sehat (%)    | hat (%)         | BLT Card (%)      | rd (%)          | BSM (%)           | (%)             | SKTM (%)          | I (%)           | HH (number)       | mber)           |
|-------------|-------------------|--------------------------------|--------------------------------|-----------------|-------------------|-----------------|-------------------|-----------------|-------------------|-----------------|-------------------|-----------------|-------------------|-----------------|
| Decile      | HH head<br>female | HH head HH head<br>female male | HH head HH head<br>female male | HH head<br>male | HH head<br>female | HH head<br>male |
| 1           | 90.29             | 75.52                          | 45.32                          | 61.27           | 00.00             | 2.68            | 44.55             | 40.29           | 11.66             | 12.45           | 28.37             | 21.10           | 30                | 204             |
| 2           | 79.46             | 72.58                          | 61.07                          | 52.74           | 0.00              | 6.03            | 46.27             | 31.66           | 5.85              | 4.37            | 12.82             | 21.77           | 34                | 209             |
| 3           | 65.27             | 67.85                          | 46.32                          | 50.67           | 0.00              | 4.68            | 31.18             | 22.29           | 9.97              | 7.46            | 13.09             | 12.15           | 36                | 208             |
| 4           | 64.41             | 65.65                          | 30.97                          | 40.84           | 5.58              | 3.49            | 17.87             | 25.87           | 29.66             | 7.48            | 15.63             | 18.12           | 34                | 209             |
| 5           | 62.12             | 62.02                          | 39.78                          | 38.59           | 1.98              | 2.20            | 24.60             | 21.02           | 3.84              | 4.97            | 20.99             | 14.06           | 36                | 208             |
| 9           | 53.96             | 52.58                          | 41.94                          | 30.89           | 1.15              | 1.57            | 15.89             | 16.64           | 15.20             | 6.88            | 4.67              | 16.93           | 40                | 203             |
| 7           | 43.35             | 48.20                          | 32.82                          | 30.37           | 3.75              | 1.72            | 14.39             | 16.20           | 7.10              | 5.58            | 18.48             | 11.85           | 44                | 200             |
| 8           | 59.18             | 39.44                          | 29.12                          | 20.82           | 0.00              | 2.58            | 12.02             | 14.59           | 7.33              | 3.52            | 5.96              | 16.39           | 29                | 214             |
| 6           | 33.42             | 37.08                          | 22.73                          | 14.07           | 7.72              | 3.75            | 15.19             | 11.70           | 0.00              | 3.21            | 6.30              | 6.54            | 57                | 187             |
| 10          | 33.58             | 29.66                          | 14.31                          | 17.27           | 0.33              | 5.11            | 8.08              | 6.29            | 0.00              | 0.85            | 7.42              | 8.45            | 56                | 187             |
| All deciles | 54.54             | 52.12                          | 34.68                          | 33.24           | 3.26              | 2.31            | 20.64             | 20.64           | 5.60              | 7.75            | 14.74             | 11.69           | 396               | 2,039           |
| ;           |                   |                                |                                | ;               | ;                 | ,               |                   |                 |                   |                 |                   |                 | i                 |                 |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

#### Coverage Rates by Wealth Levels in Rural and Urban Areas

As in most countries in the world, Indonesian poverty rates are significantly higher in rural areas compared with urban areas. One might then expect that a higher share of the rural population would be covered by social assistance programmes compared with the urban population. However, due to difficult access to eastern Indonesian villages and high transportation costs in eastern Indonesia, it is not clear a priori whether and on what scale a particular social assistance programme operates in rural areas. Furthermore, there are likely to be important differences in the role of cultural and community norms in rural and urban areas that could affect coverage rates of the various programmes differently in rural and urban areas.

Table 7 and figures 5, 6, and 7 show coverage rates for the different programmes by rural and urban status. Except for SKTM and Dana Sehat, all social assistance programmes reach significantly higher coverage rates in rural compared with urban areas (figure 5), indicating pro-poor regional targeting in programme implementation. However, some notable exceptions exist by province and social assistance programme, for instance, higher BSM coverage rates in urban compared with rural Maluku Utara.

Furthermore, figures 6 and 7 show a positive correlation across the various social assistance programmes in both rural and urban areas; high coverage rates in a particular province for a specific programme are usually associated with relatively high coverage rates for the remaining programmes and vice versa. Those correlations are particularly noticeable in the case of Raskin, Kartu Sehat, and BLT.

Table 7: Coverage Rates of Selected Social Assistance Programmes by Rural/Urban Area and Province

| Province             | Raski | n (%) | Kartu<br>(% | Sehat | Dana (% |       | BLT<br>(% |       | BSM   | (%)   | SKTN  | A (%) |
|----------------------|-------|-------|-------------|-------|---------|-------|-----------|-------|-------|-------|-------|-------|
|                      | Urban | Rural | Urban       | Rural | Urban   | Rural | Urban     | Rural | Urban | Rural | Urban | Rural |
| Kalimantan<br>Timur  | 21.16 | 52.42 | 12.78       | 12.61 | 4.17    | 2.80  | 7.52      | 8.41  | 1.76  | 3.33  | 11.94 | 11.74 |
| Maluku               | 40.65 | 88.74 | 17.76       | 37.25 | 1.19    | 0.40  | 14.01     | 33.18 | 0.00  | 14.16 | 10.97 | 9.30  |
| Maluku<br>Utara      | 11.20 | 77.18 | 9.32        | 19.86 | 2.57    | 1.98  | 5.61      | 15.17 | 5.73  | 4.00  | 7.27  | 6.75  |
| NTT                  | 50.92 | 80.11 | 46.56       | 63.64 | 0.98    | 3.52  | 22.68     | 38.49 | 10.10 | 12.85 | 21.26 | 19.31 |
| Papua                | 28.77 | 62.30 | 18.67       | 41.15 | 2.48    | 4.29  | 7.92      | 26.43 | 0.86  | 1.87  | 17.48 | 12.88 |
| Papua<br>Barat       | 32.27 | 61.19 | 21.66       | 49.10 | 3.54    | 1.94  | 21.53     | 32.32 | 5.33  | 14.59 | 16.38 | 7.60  |
| Sulawesi<br>Tenggara | 37.50 | 82.07 | 16.03       | 44.05 | 0.00    | 4.13  | 6.75      | 21.02 | 1.80  | 5.36  | 7.16  | 16.00 |
| All                  | 28.52 | 74.70 | 19.10       | 46.75 | 2.87    | 3.28  | 10.21     | 29.01 | 2.98  | 8.37  | 13.76 | 14.57 |

Note: Survey weights applied.

Figure 5: Coverage Rates of Social Assistance Programmes by Rural/Urban Area

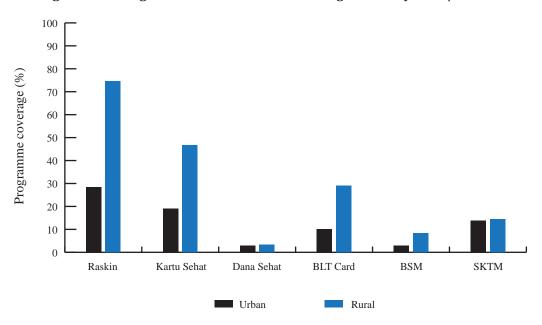
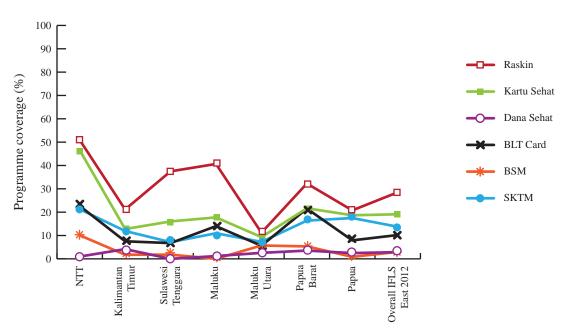


Figure 6: Coverage Rates of Social Assistance Programmes for Urban Areas by Province



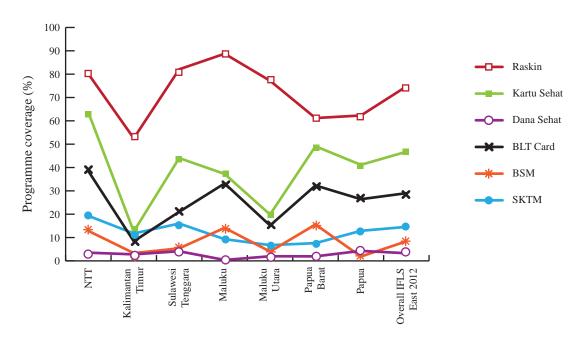


Figure 7: Coverage Rates of Social Assistance Programmes for Rural Areas by Province

Commonalities as well as crucial differences exist with respect to coverage rates across wealth deciles between rural and urban areas. As shown in table 8, in both rural and urban areas, coverage rates along the wealth distribution (from poor to rich) tend to decrease, apart from BSM and Dana Sehat.

The coverage rates per expenditure decile for rural and urban areas (table 8 and figures 8A and 8B) support a similar conclusion. For the majority of programmes and expenditure deciles, the levels of social assistance programmes in rural areas exceed those in urban areas. This is particularly prominent for the Raskin, Kartu Sehat, and BLT programmes. It is important to note, however, that the coverage rate of Raskin in the first (poorest) decile is somewhat lower in rural than urban areas. This may suggest that this programme is less available for the poorest 10 percent of the rural population than those of the urban population.

Another important finding is that coverage rates of social assistance programmes (in particular Raskin, Kartu Sehat, BLT, and SKTM) appear to decrease with wealth levels in a much more steady and continuous manner in urban than rural areas. This result seems to suggest that, in rural areas, it is more difficult for programme administrators to discriminate between poor and better-off households, or stronger community cohesion in rural areas affects programme access. As has been widely reported in Indonesia, the practice of sharing programme benefits among all households in a village irrespective of the welfare of an individual household (*bagi rata*) is a common practice in rural areas, whereas it is largely uncommon for urban areas.

Table 8: Coverage Rates of Social Assistance Programmes by Rural/Urban Area and Expenditure Decile

| Expendi-<br>ture | Raski | n (%) |       | Sehat<br>6) | Dana<br>(% |       | BLT   |       | BSM   | [ (%) | SKTN  | M (%) |
|------------------|-------|-------|-------|-------------|------------|-------|-------|-------|-------|-------|-------|-------|
| Decile           | Urban | Rural | Urban | Rural       | Urban      | Rural | Urban | Rural | Urban | Rural | Urban | Rural |
| 1                | 83.27 | 75.59 | 51.02 | 61.66       | 0.00       | 2.98  | 34.18 | 42.38 | 6.82  | 13.75 | 48.17 | 15.35 |
| 2                | 54.83 | 83.02 | 45.85 | 58.04       | 6.69       | 4.36  | 20.28 | 40.61 | 0.43  | 6.68  | 28.75 | 16.28 |
| 3                | 48.36 | 78.09 | 38.85 | 56.22       | 6.42       | 2.61  | 20.75 | 25.25 | 3.59  | 10.21 | 10.50 | 13.29 |
| 4                | 43.83 | 79.40 | 24.86 | 48.73       | 3.87       | 3.76  | 11.15 | 33.40 | 9.84  | 11.38 | 21.23 | 15.50 |
| 5                | 25.44 | 82.10 | 23.06 | 47.36       | 2.04       | 2.24  | 8.49  | 28.69 | 2.17  | 6.25  | 12.47 | 16.49 |
| 6                | 19.41 | 82.20 | 12.40 | 51.06       | 0.47       | 2.39  | 6.08  | 25.64 | 6.22  | 10.43 | 14.97 | 14.27 |
| 7                | 23.21 | 71.07 | 19.47 | 42.07       | 1.44       | 2.76  | 10.88 | 20.76 | 5.49  | 6.25  | 9.83  | 16.37 |
| 8                | 20.65 | 64.56 | 10.32 | 34.14       | 1.18       | 3.40  | 5.90  | 23.16 | 0.80  | 7.42  | 11.51 | 18.87 |
| 9                | 16.49 | 61.61 | 9.14  | 25.65       | 4.81       | 4.74  | 5.91  | 21.31 | 0.00  | 5.46  | 7.19  | 5.56  |
| 10               | 10.17 | 57.43 | 6.42  | 29.62       | 2.76       | 5.29  | 1.14  | 14.08 | 1.11  | 0.00  | 7.42  | 9.17  |
| All              | 28.52 | 74.70 | 19.10 | 46.75       | 2.87       | 3.28  | 10.21 | 29.01 | 2.98  | 8.37  | 13.76 | 14.57 |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

Figure 8A: Coverage Rates of Social Assistance Programmes for Urban Areas by Expenditure Decile

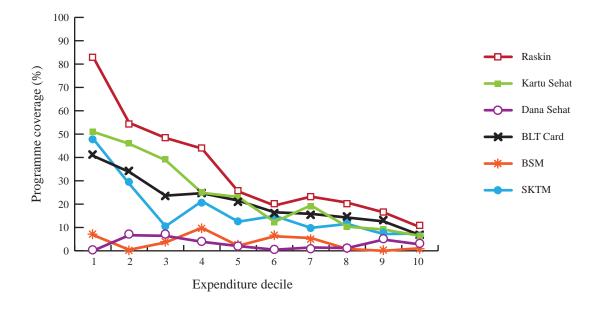
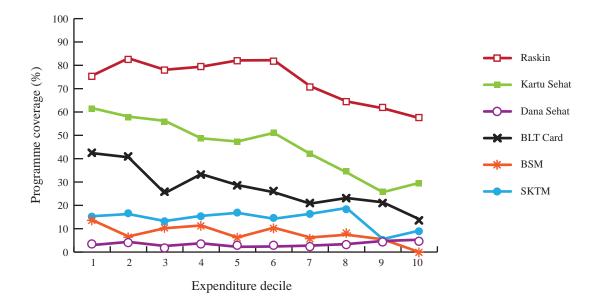


Figure 8B: Coverage Rates of Social Assistance Programmes for Rural Areas by Expenditure Decile



## 4. Determinants of Access to Social Assistance Programmes

Many factors can be used to explain the differences in programme coverage among households and across geographical areas. Many of these factors are present at the same time and interact with each other, so it is necessary to apply a multivariate regression framework to model the determinants of access to a particular social assistance programme (BLT, BSM, Kartu Sehat, Raskin, and SKTM). Regressions are run at the household level on the overall IFLS East 2012 sample, and also for rural and urban areas in order to sufficiently take into account the underlying relationship between certain factors and programme access that can differ substantially between rural and urban areas.

To estimate the determinants of programme access, we estimated linear probability models, choosing a categorical variable as the dependent variable, which takes the value 1 if a household receives a particular programme and 0 otherwise. As standard in the economic literature, we always showed three different regression specifications: the baseline model, the extended model, and the full model. The baseline model specification includes a basic set of control variables, for example, age of the household head, education level of the household head, and household size; whereas the extended model specification also includes variables from one of the following categories: infrastructure, trust, conflict, and wealth quintiles/SKTM<sup>15</sup>. The full model specification includes the whole set of variables (baseline model plus all extended model variables). Table A.5 in the appendix describes the exact coding of each of the variables.

The selected explanatory variables (factors) fall broadly into the following categories <sup>16</sup>:

- Socioeconomic household characteristics
- Demographic characteristics
- Religion
- Geography
- · Violence and social conflict
- Infrastructure
- SKTM

#### Access to Raskin

Table 9 (entire IFLS East 2012 sample), table 10 (urban sample), and table 11 (rural sample) depict the regression results. The following analysis focuses largely on the full model column in order to keep the interpretations simple.

#### **Basic Household Characteristics**

The baseline and extended model specifications show that larger households and households in which the head has received relatively low levels of education are more likely to access Raskin. However, once the poverty status / expenditure quintile position is controlled for (poverty or full columns), the

<sup>&</sup>lt;sup>15</sup> We included information on whether a household holds an SKTM as a further control variable.

<sup>&</sup>lt;sup>16</sup> Unfortunately, the IFLS-East 2012 did not collect information on birth and marriage certificates, which in some contexts are documents that need to be shown/submitted to access social assistance programmes in a particular area.

variables on household size and educational level of the household head lose their statistical significance, which suggests that they directly affect the poverty status of a household but nothing beyond. These results are largely the same when the regressions are estimated for rural and urban areas separately, although in urban areas, a lower number of years of schooling is associated with a higher chance of receiving Raskin beyond the effects of per capita expenditure levels.

Our results further indicate that, everything else being constant, households in rural areas seem more likely to receive Raskin than in urban areas. These findings are consistent with Raskin being shared (bagi rata) much more widely in rural than in urban areas.

#### Infrastructure

There are three infrastructure variables: electricity access in household, walking distance in minutes to the household's main water source, and walking distance in minutes to the nearest health centre (puskesmas). Although we did not find any significant effects for the distance variables, we did find that access to electricity seems to increase the chance of receiving Raskin. This result is puzzling and is largely driven by the sample of rural households. Although access to electricity seems to increase the chance of a household receiving Raskin in rural areas, it decreases the chance of receiving Raskin in urban areas. The results may suggest that, in urban areas, besides the poverty status (expenditure levels) of a household, the community may take into account not living in a dwelling connected to electricity in determining poverty levels, which therefore increases the chance of receiving Raskin. However, in rural areas, supply-side factors related to Raskin delivery might matter more. Raskin may not be available or is significantly less available in the remotest rural areas without electricity. This could help to explain the positive association between household access to electricity and receiving Raskin in rural areas.

#### Village Conflict and Trust

There may be good reasons to believe that level of conflict affects the chances of receiving Raskin. For instance, Raskin might not be delivered at all or be delivered in much smaller quantities to areas in which violent conflicts take place. The IFLS East 2012 contains information on whether violent conflicts took place in the past 12 months (the 'violent conflict' variable) and how safe households rate their village to be (the 'village safety' variable; larger values indicate higher safety). The IFLS East 2012 data show that, in rural areas with higher incidences of violent conflict, households are more likely to receive Raskin. Although this finding contradicts the expected relationship between level of conflicts and access to Raskin, it can potentially be explained by the bagi rata principle for rural areas. To mitigate conflict, equal sharing of Raskin rice is more likely to occur in areas where conflict takes place. Raskin rice allocations may then function to smooth conflict at the local level.

In this context, another set of variables might affect a household's chance of receiving Raskin. It is reported that local elites, such as village chiefs, allocate Raskin rice to households based on patronage networks. In this case, the connection between a household and the local elite or the majority ethnic group or religious group might impact receipt of Raskin rice. We tried to control for this relationship by using information on three variables that can proxy for trust and social inclusion. The three variables are willingness to help others (question on how willing a household is to help others in the village), trust within an ethnic group (question on whether a household trusts persons in its own ethnic group more than other ethnic groups in the village), and feeling taken advantage of (question on whether the household head believes s/he is being taken advantage of by other villagers). The analysis reveals that feeling taken advantage of is the only variable correlated with the chance of receiving Raskin rice. Households that report feeling taken advantage of are less likely to receive the rice. Although this result is consistent with socially excluded households being less likely to receive Raskin rice, the interpretation is not straightforward. It might be that household members who do not receive Raskin would feel they have been excluded undeservedly. At the least, it may indicate that households do not entirely agree with how Raskin rice is distributed at the local level.

#### **Poverty**

We grouped all households into expenditure per capita quintiles and included quintile-specific dummy variables in the regressions (quintile 5, the richest quintile is the reference category). In addition, we included information on whether a household holds an SKTM as a further control variable. The results show that, in all the settings considered (full sample, and rural/urban), poorer households are more likely to receive Raskin. However, the strength of the effect differs between rural and urban areas: rural areas only marginally use poverty status as a criterion for distributing Raskin. In line with these results, we found that holding an SKTM significantly increases the chance of receiving Raskin in urban areas, even when controlling for actual expenditure levels, which underscores the importance of holding an SKTM card for receiving access to social assistance programmes. However, we did not find the same effect from holding an SKTM card in rural areas, which underscores that Raskin distribution (at least when measured against the indicator of receiving Raskin or not) is not related to rural household welfare and poverty status.

#### **Vulnerable Groups**

Although the previous analysis showed that households with a disabled member and whose head is a widow(er) seem to have higher coverage rates under the Raskin programme, we found that none of the three indicators for vulnerable groups (disability, widow[er], and female-headed household) tended to be statistically significant in the regression framework. The results suggest that, after controlling for household wealth level and its sociodemographic composition, belonging to a vulnerable group does not have an additional effect on the likelihood of accessing Raskin rice.

Table 9: Linear Probability Model, Dependent Variable: Raskin (1=yes, 0=no)

| V7 - 11                                 | Baseline   |                | Extende    | d Model    |            | E-1136      |
|---|------------|----------------|------------|------------|------------|-------------|
| Variable                                | Model      | Infrastructure | Trust      | Conflict   | Poverty    | Full Mode   |
| Age                                     | 0.0102     | 0.0140**       | 0.0127*    | 0.0128*    | 0.00912    | 0.0161**    |
| Age <sup>2</sup>                        | -0.00009   | -0.000123*     | -0.000114  | -0.000114  | -0.00008   | -0.000143** |
| Sex (1 if male)                         | 0.0117     | 0.0171         | 0.0200     | 0.0191     | 0.0108     | 0.0261      |
| Married                                 | -0.0999*** | -0.0875**      | -0.101**   | -0.0979**  | -0.0948*** | -0.0796**   |
| Widow (1 if yes)                        | -0.0423    | -0.0403        | -0.0609    | -0.0553    | -0.0404    | -0.0508     |
| Schooling (years)                       | -0.00923** | -0.0100***     | -0.00968** | -0.00962** | -0.00575   | -0.00704*   |
| Muslim (1 if yes)                       | 0.192      | 0.147          | 0.213*     | 0.210      | 0.186      | 0.180       |
| Christian (1 if yes)                    | 0.133      | 0.0967         | 0.169      | 0.163      | 0.112      | 0.125       |
| Urban                                   | -0.347***  | -0.367***      | -0.335***  | -0.339***  | -0.339***  | -0.345***   |
| HH size                                 | 0.0559***  | 0.0505***      | 0.0499**   | 0.0522***  | 0.0291     | 0.0189      |
| HH size²                                | -0.00269** | -0.00237*      | -0.00230   | -0.00245*  | -0.00120   | -0.000587   |
| Children under 5<br>(number)            | 0.0207     | 0.0297*        | 0.0295     | 0.0298     | 0.00649    | 0.0211      |
| Children 6 to 15 (number)               | 0.0143     | 0.0120         | 0.0117     | 0.0132     | 0.0102     | 0.00661     |
| Elderly (number)                        | 0.0229     | 0.0109         | 0.0153     | 0.0126     | 0.0215     | 0.00691     |
| Member of HH<br>disabled (1 if yes)     | 0.0102     | -0.000711      | 0.00768    | 0.00965    | 0.00202    | -0.00522    |
| Electricity in HH<br>(1 if yes)         |            | 0.120**        |            |            |            | 0.117**     |
| Distance to water source (in minutes)   |            | 0000498        |            |            |            | -0.0000533  |
| Distance to health centre (in minutes)  |            | 0.000171       |            |            |            | 0.000258    |
| Willingness to help<br>villagers        |            |                | 0.0534**   |            |            | 0.0526**    |
| Trust same ethnicity more               |            |                | -0.00501   |            |            | -0.00584    |
| Feeling taken<br>advantage of by others |            |                | 0.0354***  |            |            | 0.0354***   |
| Violent conflict                        |            |                |            | 0.0374     |            | 0.0266      |
| Village safety                          |            |                |            | -0.0475*   |            | -0.0417     |
| Expenditure quintile 1                  |            |                |            |            | 0.140***   | 0.158***    |
| Expenditure quintile 2                  |            |                |            |            | 0.158***   | 0.167***    |
| Expenditure quintile 3                  |            |                |            |            | 0.0821**   | 0.0884**    |
| Expenditure quintile 4                  |            |                |            |            | 0.0111     | 0.0118      |
| SKTM                                    |            |                |            |            | 0.191***   | 0.170***    |
| Constant                                | 0.316*     | 0.182          | 0.0500     | 0.312*     | 0.290*     | -0.0673     |
| Observations                            | 2,536      | 2,381          | 2,398      | 2,398      | 2,536      | 2,255       |
| Adjusted R <sup>2</sup>                 | 0.293      | 0.288          | 0.297      | 0.296      | 0.323      | 0.320       |

Table 10: Linear Probability Model, Dependent Variable: Raskin (1=yes, 0=no), Urban Areas

| Variable                               | Baseline   |                |            |            |           |              |
|--|------------|----------------|------------|------------|-----------|--------------|
|  | Model      | Infrastructure | Trust      | Conflict   | Poverty   | Full Model   |
| Age                                    | 0.0203     | 0.0333***      | 0.0233*    | 0.0227     | 0.0173*   | 0.0333***    |
| Age <sup>2</sup>                       | -0.000233  | -0.000360***   | -0.000265* | -0.000258  | -0.000185 | -0.000352*** |
| Sex (1 if male)                        | 0.00485    | 0.0203         | 0.0197     | 0.0181     | 0.00766   | 0.0341       |
| Married                                | -0.142***  | -0.104*        | -0.134**   | -0.130**   | -0.0959*  | -0.0469      |
| Widow (1 if yes)                       | -0.117     | -0.119         | -0.152*    | -0.153*    | -0.0921   | -0.121       |
| Schooling (years)                      | -0.0316*** | -0.0316***     | -0.0339*** | -0.0334*** | -0.0213** | -0.0239**    |
| Muslim (1 if yes)                      | 0.248**    | 0.237**        | 0.207*     | 0.220*     | 0.183**   | 0.153*       |
| Christian (1 if yes)                   | 0.347***   | 0.323***       | 0.340***   | 0.356***   | 0.248**   | 0.232**      |
| HH size                                | 0.0370     | 0.0296         | 0.0284     | 0.0276     | -0.00115  | -0.0149      |
| HH size²                               | -0.00139   | -0.000396      | -0.000846  | -0.000778  | 0.000265  | 0.00131      |
| Children under 5 (number)              | 0.0136     | 0.0180         | 0.0329     | 0.0330     | -0.0139   | 0.00988      |
| Children 6 to 15 (number)              | 0.0395*    | 0.0209         | 0.0318     | 0.0348     | 0.0356**  | 0.0203       |
| Elderly (number)                       | 0.0577     | 0.0445         | 0.0437     | 0.0392     | 0.0577    | 0.0585       |
| Member of HH<br>disabled (1 if yes)    | 0.0183     | -0.0320        | 0.00308    | 0.00905    | 0.0186    | -0.0158      |
| Electricity in HH (1 if yes)           |            | -0.342***      |            |            |           | -0.403**     |
| Distance to water source (in minutes)  |            | 0.000061       |            |            |           | 0.000041     |
| Distance to health centre (in minutes) |            | 0.00604**      |            |            |           | 0.00461**    |
| Willingness to help<br>villagers       |            |                | 0.0750     |            |           | 0.0718       |
| Trust same ethnicity more              |            |                | 0.00118    |            |           | -0.0138      |
| Being taken advantage of by others     |            |                | 0.0201     |            |           | -0.00932     |
| Violent conflict                       |            |                |            | -0.0391    |           | -0.103       |
| Village safety                         |            |                |            | -0.0777*   |           | -0.0554      |
| Expenditure quintile 1                 |            |                |            |            | 0.272***  | 0.249***     |
| Expenditure quintile 2                 |            |                |            |            | 0.198***  | 0.190**      |
| Expenditure quintile 3                 |            |                |            |            | 0.00468   | -0.0515      |
| Expenditure quintile 4                 |            |                |            |            | 0.00503   | -0.0223      |
| SKTM                                   |            |                |            |            | 0.297***  | 0.293***     |
| Constant                               | 0.0152     | -0.0173        | -0.206     | 0.141      | -0.0265   | 0.000544     |
| Observations                           | 751        | 638            | 696        | 696        | 751       | 594          |
| Adjusted R <sup>2</sup>                | 0.197      | 0.239          | 0.224      | 0.225      | 0.285     | 0.365        |

Table 11: Linear Probability Model, Dependent Variable: Raskin (1=yes, 0=no), Rural Areas

| Variable                               | Baseline   | Extended Model |            |            |           |            |
|--|------------|----------------|------------|------------|-----------|------------|
|  | Model      | Infrastructure | Trust      | Conflict   | Poverty   | Full Model |
| Age                                    | 0.00705    | 0.00718        | 0.00961    | 0.00965    | 0.00610   | 0.0105     |
| Age²                                   | -0.000041  | -0.000040      | -0.000066  | -0.000064  | -0.000032 | -0.000073  |
| Sex (1 if male)                        | 0.0260     | 0.0158         | 0.0272*    | 0.0270     | 0.0248    | 0.0169     |
| Married                                | -0.0696    | -0.0963        | -0.0715    | -0.0660    | -0.0822   | -0.107**   |
| Widow (1 if yes)                       | -0.0173    | -0.0282        | -0.0230    | -0.0175    | -0.0275   | -0.0447    |
| Schooling (years)                      | 0.00493    | 0.00331        | 0.00455    | 0.00407    | 0.00610   | 0.00408    |
| Muslim (1 if yes)                      | 0.198      | 0.155          | 0.216      | 0.214      | 0.180     | 0.171      |
| Christian (1 if yes)                   | 0.0370     | 0.00542        | 0.0553     | 0.0511     | 0.00797   | 0.00670    |
| HH size                                | 0.0809**   | 0.0770*        | 0.0812*    | 0.0820**   | 0.0661    | 0.0546     |
| HH size²                               | -0.00541** | -0.00530**     | -0.00563** | -0.00584** | -0.00415* | -0.00385   |
| Children under 5<br>(number)           | 0.0239     | 0.0281         | 0.0266     | 0.0300     | 0.0189    | 0.0277     |
| Children 6 to 15 (number)              | 0.00104    | 0.00571        | 0.00113    | 0.00256    | -0.00332  | 0.00197    |
| Elderly (number)                       | 0.00818    | -0.00163       | 0.0100     | 0.00628    | 0.00432   | -0.00564   |
| Member of HH<br>disabled (1 if yes)    | 0.0268     | 0.0255         | 0.0267     | 0.0286     | 0.0248    | 0.0208     |
| Electricity in HH<br>(1 if yes)        |            | 0.0936*        |            |            |           | 0.0985*    |
| Distance to water source (in minutes)  |            | -0.000049      |            |            |           | -0.000046  |
| Distance to health centre (in minutes) |            | 0.000168       |            |            |           | 0.000253   |
| Willingness to help<br>villagers       |            |                | 0.0259     |            |           | 0.0322     |
| Γrust same ethnicity more              |            |                | -0.00634   |            |           | 0.000669   |
| Being taken advantage of by others     |            |                | 0.0362*    |            |           | 0.0435**   |
| Violent conflict                       |            |                |            | 0.148**    |           | 0.170**    |
| Village safety                         |            |                |            | -0.0265    |           | -0.0229    |
| Expenditure quintile 1                 |            |                |            |            | 0.0823    | 0.117      |
| Expenditure quintile 2                 |            |                |            |            | 0.114     | 0.130*     |
| Expenditure quintile 3                 |            |                |            |            | 0.145**   | 0.168***   |
| Expenditure quintile 4                 |            |                |            |            | 0.0190    | 0.0352     |
| SKTM                                   |            |                |            |            | 0.0542    | 0.0462     |
| Constant                               | 0.256      | 0.281          | 0.0628     | 0.222      | 0.262     | 0.0266     |
| Observations                           | 1,785      | 1,743          | 1,702      | 1,702      | 1,785     | 1,661      |
| Adjusted R <sup>2</sup>                | 0.106      | 0.119          | 0.111      | 0.114      | 0.122     | 0.148      |

#### Access to Kartu Sehat

#### **Basic Household Characteristics**

In contrast to the analysis of access to Raskin, demographic characteristics seem to play a more important role in determining access to Kartu Sehat (Jamkesmas/Jamkesda). In particular, households with elderly members are more likely to be able to access Kartu Sehat. Given that elderly people are more likely to suffer from health problems than younger persons, it seems that the health card programmes do consider and take into account the elderly's higher need and demand for health care. However, we found that families with young children (below the age of 6) with equally high needs for health care, seem less likely to be included in the health card programmes. Regarding differences between rural and urban areas, we found that the coefficient on the share of elderly in the household remains positive for both locations. Given the lower number of observations in the split samples, it seems that smaller sample size is driving this result.

#### Infrastructure

We did not find a significant effect of the infrastructure variables on the chance of receiving Kartu Sehat. Access to Kartu Sehat does not seem to depend on remoteness or access to basic infrastructure/services. It is likely that differences in infrastructure might be proxied by province fixed effects and the rural/urban dummy variable used when estimating all regressions.

#### Village Conflict and Trust

Similar to Raskin, many reasons exist that might explain why the level of conflict can impact availability and distribution of the Kartu Sehat programme. Although we did not find any effect of conflict variables in the separate regressions for the rural and urban samples, we did find a positive and statistically significant effect of the conflict variables on receiving Kartu Sehat in the regressions on the complete sample. Unfortunately, research and access data on Jamkesmas/Jamkesda is limited; therefore, the driving force behind this positive association remains unclear.

Furthermore, we found that lower levels of trust in other ethnic groups (other than that of the head of the household interviewed) are associated with lower levels of access to Kartu Sehat. Although this result is consistent with the assumption that socially excluded households are less likely to receive access to social assistance programmes in Indonesia, the interpretation is not straightforward. It might be that a household that does not receive Kartu Sehat feels therefore undeservedly excluded from the programme. At the least, it may indicate that households do not entirely agree with how Kartu Sehat is distributed at the local level.

#### **Poverty**

From the descriptive analysis in the previous section on Raskin, we found that the targeting of Kartu Sehat is imperfect because many recipients of the programme are classified as belonging to the richer wealth levels. However, the likelihood of households receiving Kartu Sehat declines with increased levels of wealth. The multivariate analysis confirms the descriptive findings: in all three samples (overall, rural, and urban), we found that households in the poorer per-capita expenditure quintiles are more like-

ly to receive Kartu Sehat. Furthermore and in line with findings for Raskin, we found that possession of an SKTM card improves access to Kartu Sehat, which underscores that the SKTM plays an important role in providing access to social assistance programmes in Indonesia.

#### **Vulnerable Groups**

Although the previous descriptive analysis on Kartu Sehat showed that households with a disabled member and households whose head is a widow(er) seem to have higher coverage rates for Kartu Sehat, we found that none of the three indicators for vulnerable groups (disability, widow[er], female-headed household) tends to be statistically significant in the regression framework. The results suggest that after controlling for the wealth level of the household and its sociodemographic composition, belonging to a vulnerable group does not have an additional effect on the likelihood of accessing Kartu Sehat.

Table 12: Linear Probability Model, Dependent Variable: Kartu Sehat (1=yes, 0=no)

| Variable                               | Baseline  |                | Extende   |           |           |           |
|--|-----------|----------------|-----------|-----------|-----------|-----------|
|  | Model     | Infrastructure | Trust     | Conflict  | Poverty   | Full Mode |
| Age                                    | 0.00343   | 0.00452        | 0.00279   | 0.00243   | 0.00275   | 0.00570   |
| Age²                                   | -0.000024 | -0.000035      | -0.000021 | -0.000016 | -0.000014 | -0.000050 |
| Sex (1 if male)                        | 0.0217    | 0.0250         | 0.0180    | 0.0199    | 0.0225    | 0.0245    |
| Married                                | 0.00441   | -0.00714       | 0.00197   | 0.00280   | 0.0111    | -0.00310  |
| Widow (1 if yes)                       | 0.00784   | -0.0290        | 0.0169    | 0.0167    | 0.00886   | -0.0165   |
| Schooling (years)                      | -0.00213  | -0.00189       | -0.00136  | -0.00244  | 0.00263   | 0.00395   |
| Muslim (1 if yes)                      | 0.0505    | 0.0396         | 0.0754    | 0.0763    | 0.0460    | 0.0770    |
| Christian (1 if yes)                   | 0.138     | 0.138          | 0.163     | 0.170     | 0.117     | 0.154     |
| Urban                                  | -0.148*** | -0.144**       | -0.139*** | -0.144*** | -0.134*** | -0.129*** |
| HH size                                | 0.0234    | 0.0276         | 0.0203    | 0.0204    | -0.00663  | -0.0111   |
| HH size²                               | -0.000188 | -0.000451      | 0.000184  | 0.000186  | 0.00153   | 0.00195   |
| Children under 5<br>(number)           | -0.00553  | -0.00538       | -0.00568  | -0.00409  | -0.0262*  | -0.0303*  |
| Children 6 to 15 (number)              | 0.0313**  | 0.0305*        | 0.0342**  | 0.0327**  | 0.0252    | 0.0282    |
| Elderly (number)                       | 0.0557**  | 0.0614**       | 0.0634**  | 0.0615**  | 0.0533**  | 0.0732**  |
| Member of HH<br>disabled (1 if yes)    | 0.00264   | -0.00187       | -0.00679  | -0.00746  | -0.0126   | -0.0218   |
| Electricity in HH<br>(1 if yes)        |           | 0.0434         |           |           |           | 0.0528    |
| Distance to water source (in minutes)  |           | 0.000008       |           |           |           | -0.000003 |
| Distance to health centre (in minutes) |           | -0.000050      |           |           |           | 0.000018  |
| Willingness to help<br>villagers       |           |                | -0.0151   |           |           | -0.00573  |
| Trust same ethnicity more              |           |                | -0.0348** |           |           | -0.0311** |
| Being taken advantage of by others     |           |                | 0.000514  |           |           | -0.00319  |
| Violent conflict                       |           |                |           | 0.0853*   |           | 0.0957*   |
| Village safety                         |           |                |           | -0.00338  |           | -0.000131 |
| Expenditure quintile 1                 |           |                |           |           | 0.251***  | 0.295***  |
| Expenditure quintile 2                 |           |                |           |           | 0.194***  | 0.219***  |
| Expenditure quintile 3                 |           |                |           |           | 0.111***  | 0.135***  |
| Expenditure quintile 4                 |           |                |           |           | 0.0500    | 0.0807**  |
| SKTM                                   |           |                |           |           | 0.0912*   | 0.0859**  |
| Constant                               | 0.236     | 0.179          | 0.349     | 0.244     | 0.170     | 0.117     |
| Observations                           | 2,536     | 2,381          | 2,398     | 2,398     | 2,536     | 2,255     |
| Adjusted R <sup>2</sup>                | 0.196     | 0.187          | 0.197     | 0.197     | 0.226     | 0.225     |

Table 13: Linear Probability Model, Dependent Variable: Kartu Sehat (1=yes, 0=no), Urban Areas

| Variable                               | Baseline   |                | Extende    | d Model    |            | Full Model |
|--|------------|----------------|------------|------------|------------|------------|
| variable                               | Model      | Infrastructure | Trust      | Conflict   | Poverty    | r un Mouel |
| Age                                    | 0.00837    | 0.00672        | 0.00412    | 0.00388    | 0.00660    | 0.00550    |
| Age <sup>2</sup>                       | -0.00012   | -0.00010       | -0.00008   | -0.00008   | -0.00009   | -0.00009   |
| Sex (1 if male)                        | 0.0140     | 0.0224         | 0.0122     | 0.0125     | 0.0173     | 0.0232     |
| Married                                | 0.0445     | 0.0493         | 0.0466     | 0.0495     | 0.0655     | 0.0668     |
| Widow (1 if yes)                       | 0.0787     | 0.0167         | 0.0902     | 0.0960     | 0.0857     | 0.0384     |
| Schooling (years)                      | -0.0220*** | -0.0213***     | -0.0227*** | -0.0234*** | -0.0159*** | -0.0158*** |
| Muslim (1 if yes)                      | 0.192*     | 0.169*         | 0.184      | 0.164      | 0.141      | 0.0993     |
| Christian (1 if yes)                   | 0.299**    | 0.269**        | 0.308**    | 0.292**    | 0.237**    | 0.203**    |
| HH size                                | -0.000332  | 0.00755        | 0.00198    | 0.00294    | -0.0230    | -0.00965   |
| HH size²                               | 0.00204    | 0.00215        | 0.00207    | 0.00205    | 0.00300    | 0.00289    |
| Children under 5<br>(number)           | -0.0187    | -0.0286        | -0.0150    | -0.0149    | -0.0405    | -0.0489    |
| Children 6 to 15 (number)              | 0.0177     | 0.00188        | 0.0145     | 0.0146     | 0.0157     | -0.00119   |
| Elderly (number)                       | 0.0822     | 0.0782         | 0.0912     | 0.0883     | 0.0807     | 0.110      |
| Member of HH<br>disabled (1 if yes)    | 0.0138     | 0.00315        | -0.00662   | -0.00876   | 0.0119     | -0.00113   |
| Electricity in HH (1 if yes)           |            | -0.0857        |            |            |            | -0.0808    |
| Distance to water source (in minutes)  |            | -0.000034      |            |            |            | -0.000015  |
| Distance to health centre (in minutes) |            | 0.00512***     |            |            |            | 0.00484*** |
| Willingness to help<br>villagers       |            |                | 0.0163     |            |            | 0.0111     |
| Trust same ethnicity more              |            |                | -0.0194    |            |            | -0.0171    |
| Being taken advantage of by others     |            |                | 0.0175     |            |            | -0.00451   |
| Violent conflict                       |            |                |            | 0.0694     |            | 0.0891     |
| Village safety                         |            |                |            | -0.0233    |            | 0.00253    |
| Expenditure quintile 1                 |            |                |            |            | 0.241***   | 0.245*     |
| Expenditure quintile 2                 |            |                |            |            | 0.158*     | 0.157      |
| Expenditure quintile 3                 |            |                |            |            | 0.0511     | 0.0264     |
| Expenditure quintile 4                 |            |                |            |            | 0.0275     | 0.0517     |
| SKTM                                   |            |                |            |            | 0.0842*    | 0.0684     |
| Constant                               | 0.152      | 0.179          | 0.234      | 0.319      | 0.121      | 0.176      |
| Observations                           | 751        | 638            | 696        | 696        | 751        | 594        |
| Adjusted R <sup>2</sup>                | 0.186      | 0.194          | 0.205      | 0.206      | 0.222      | 0.248      |

Table 14: Linear Probability Model, Dependent Variable: Kartu Sehat (1=yes, 0=no), Rural Areas

| Variable                               | Baseline  |                | Extende   | ed Model  |           | Full Model |
|--|-----------|----------------|-----------|-----------|-----------|------------|
| variabic                               | Model     | Infrastructure | Trust     | Conflict  | Poverty   | I un Mouel |
| Age                                    | 0.00258   | 0.00506        | 0.00279   | 0.00243   | 0.00275   | 0.00570    |
| Age²                                   | 0.0000090 | -0.0000213     | -0.000021 | -0.000016 | -0.000014 | -0.000050  |
| Sex (1 if male)                        | 0.0310    | 0.0304         | 0.0180    | 0.0199    | 0.0225    | 0.0245     |
| Married                                | -0.00627  | -0.0244        | 0.00197   | 0.00280   | 0.0111    | -0.00310   |
| Widow (1 if yes)                       | -0.0199   | -0.0502        | 0.0169    | 0.0167    | 0.00886   | -0.0165    |
| Schooling (years)                      | 0.0115**  | 0.0108**       | -0.00136  | -0.00244  | 0.00263   | 0.00395    |
| Muslim (1 if yes)                      | 0.0127    | 0.00404        | 0.0754    | 0.0763    | 0.0460    | 0.0770     |
| Christian (1 if yes)                   | 0.125     | 0.126          | 0.163     | 0.170     | 0.117     | 0.154      |
| HH size                                | 0.0545*   | 0.0585*        | -0.139*** | -0.144*** | -0.134*** | -0.129***  |
| HH size²                               | -0.00317  | -0.00374*      | 0.0203    | 0.0204    | -0.00663  | -0.0111    |
| Children under 5<br>(number)           | -0.00876  | -0.00768       | 0.000184  | 0.000186  | 0.00153   | 0.00195    |
| Children 6 to 15<br>(number)           | 0.0384**  | 0.0417**       | -0.00568  | -0.00409  | -0.0262*  | -0.0303*   |
| Elderly (number)                       | 0.0481    | 0.0541*        | 0.0342**  | 0.0327**  | 0.0252    | 0.0282     |
| Member of HH<br>disabled (1 if yes)    | -0.0103   | -0.00799       | 0.0634**  | 0.0615**  | 0.0533**  | 0.0732**   |
| Electricity in HH<br>(1 if yes)        |           | 0.0256         | -0.00679  | -0.00746  | -0.0126   | -0.0218    |
| Distance to water source (in minutes)  |           | 0.00001        |           |           |           | 0.0528     |
| Distance to health centre (in minutes) |           | -0.00008       |           |           |           | -0.000003  |
| Willingness to help villagers          |           |                |           |           |           | 0.000018   |
| Trust same ethnicity more              |           |                | -0.0151   |           |           | -0.00573   |
| Being taken advantage of by others     |           |                | -0.0348** |           |           | -0.0311**  |
| Violent conflict                       |           |                | 0.000514  |           |           | -0.00319   |
| Village safety                         |           |                |           | 0.0853*   |           | 0.0957*    |
| Expenditure quintile 1                 |           |                |           | -0.00338  |           | -0.000131  |
| Expenditure quintile 2                 |           |                |           |           | 0.251***  | 0.295***   |
| Expenditure quintile 3                 |           |                |           |           | 0.194***  | 0.219***   |
| Expenditure quintile 4                 |           |                |           |           | 0.111***  | 0.135***   |
| SKTM                                   |           |                |           |           | 0.0500    | 0.0807**   |
| Constant                               | 0.0705    | 0.0275         |           |           | 0.0912*   | 0.0859**   |
| Observations                           | 1,785     | 1,743          | 2,398     | 2,398     | 2,536     | 2,255      |
| Adjusted R <sup>2</sup>                | 0.137     | 0.148          | 0.349     | 0.244     | 0.17      | 0.117      |

#### Access to BSM

#### Basic household characteristics

BSM aims to support children from poor families in attending school. In line with this explicit targeting criterion, we found that the age structure of a household determines its access to BSM. Households with a relatively high share of children between 6 and 15 years are more likely to receive BSM than other households.

#### Infrastructure

We did not find a significant effect of the infrastructure variables on the chance of receiving BSM. Access to BSM in either rural or urban areas does not seem to depend on access to basic infrastructure/services or degree of remoteness. Evidently, differences in infrastructure might be proxies for province fixed effects and the rural/urban dummy variable, which were used when estimating all regressions.

#### Village Conflict and Trust

In contrast to Raskin, the allocation of BSM depends much less on the level of conflict and trust among villagers. At the local level, the Dinas Pendidikan (district education office) along with local school principals and teachers are more likely to influence which students have a chance to receive BSM, despite the Ministry of Education and Culture and the Ministry of Religious Affairs explicitly advocating use of poverty criteria in selecting BSM students. Therefore, the likelihood of receiving BSM depends much less on a household's relation to the village elite, for example the village head, than in the case of Raskin. In line with this reasoning, we did not find that conflict or trust affect receipt of BSM.

# Poverty

BSM should target poor households. However, when looking at the quintile dummies, we found little evidence that BSM does this. BSM targets poor households only to some degree by including expenditures per capita as a criterion. However, in this context, it is important to note that access to BSM seems to improve significantly in both rural and urban areas if a household holds an SKTM. Given that schools compile BSM lists<sup>17</sup> at the local level and school principals and teachers have limited information on households' welfare, it appears that schools have strongly adopted the approach of using the SKTM as an eligibility criterion for accessing BSM.

#### **Vulnerable Groups**

Although the analysis for other programmes earlier shows that households with a disabled member and households whose head is a widow(er) seem to have higher coverage rates under the BSM programme, further analysis finds that none of the three indicators for vulnerable groups (disability, widow[er], and female-headed household) tends to be statistically significant in the regression framework. The results suggest that, after controlling for the wealth level of the household and its sociodemographic composition, belonging to a vulnerable group does not have an additional effect on the likelihood of accessing BSM.

<sup>&</sup>lt;sup>17</sup> Lists of potential BSM recipients, which are then sent to the Dinas Pendidikan for verification, confirmation, and validation.

Table 15: Linear Probability Model, Dependent Variable: BSM (1=yes, 0=no)

| **                                     | Baseline   |                | Extende    | ed Model   |            | F. 11      |
|--|------------|----------------|------------|------------|------------|------------|
| Variable                               | Model      | Infrastructure | Trust      | Conflict   | Poverty    | Full       |
| Age                                    | -0.000288  | -0.000348      | 0.000300   | 0.000460   | -0.000669  | 0.000204   |
| Age <sup>2</sup>                       | 0.000004   | 0.000004       | -0.000004  | -0.000006  | 0.000008   | -0.000005  |
| Sex (1 if male)                        | 0.00225    | 0.00362        | 0.00287    | 0.00193    | 0.00180    | 0.00404    |
| Married                                | -0.0824*** | -0.0884***     | -0.0818*** | -0.0830*** | -0.0817*** | -0.0877*** |
| Widow (1 if yes)                       | 0.00625    | -0.00575       | 0.00383    | 0.00407    | 0.00659    | -0.00835   |
| Schooling (years)                      | 0.000580   | 0.000873       | 0.000515   | 0.000708   | 0.000829   | 0.00127    |
| Muslim (1 if yes)                      | -0.0843*** | -0.0759***     | -0.0506    | -0.0499    | -0.0887*** | -0.0429    |
| Christian (1 if yes)                   | -0.0844*** | -0.0730***     | -0.0502    | -0.0500    | -0.0904*** | -0.0419    |
| Urban                                  | -0.0282*   | -0.0344**      | -0.0288    | -0.0298*   | -0.0297*   | -0.0361**  |
| HH size                                | 0.0253***  | 0.0252***      | 0.0246***  | 0.0247***  | 0.0196***  | 0.0169**   |
| HH size²                               | -0.00173** | -0.00165**     | -0.00158** | -0.00159** | -0.00141** | -0.00106   |
| Children under 5 (number)              | -0.0148*   | -0.0158*       | -0.0178*   | -0.0183*   | -0.0148    | -0.0206*   |
| Children 6 to 15 (number)              | 0.0377***  | 0.0389***      | 0.0356***  | 0.0364***  | 0.0378***  | 0.0366***  |
| Elderly (number)                       | 0.00611    | 0.00607        | 0.00483    | 0.00464    | 0.00550    | 0.00445    |
| Member of HH<br>disabled (1 if yes)    | -0.0131    | -0.00864       | -0.0110    | -0.0110    | -0.0112    | -0.00495   |
| Electricity in HH (1 if yes)           |            | -0.00104       |            |            |            | -0.00567   |
| Distance to water source (in minutes)  |            | -0.000009      |            |            |            | -0.000023  |
| Distance to health centre (in minutes) |            | 0.000040       |            |            |            | 0.000044   |
| Willingness to help<br>villagers       |            |                | 0.00813    |            |            | 0.0128     |
| Trust same ethnicity more              |            |                | 0.00659    |            |            | 0.00454    |
| Being taken advantage of by others     |            |                | 0.00769    |            |            | 0.00699    |
| Violent conflict                       |            |                |            | 0.00757    |            | 0.00613    |
| Village safety                         |            |                |            | 0.0199     |            | 0.0200     |
| Expenditure quintile 1                 |            |                |            |            | -0.0136    | 0.00236    |
| Expenditure quintile 2                 |            |                |            |            | 0.0248*    | 0.0375**   |
| Expenditure quintile 3                 |            |                |            |            | 0.00956    | 0.0213     |
| Expenditure quintile 4                 |            |                |            |            | 0.00831    | 0.0141     |
| SKTM                                   |            |                |            |            | 0.0947***  | 0.0894***  |
| Constant                               | 0.166**    | 0.156**        | 0.0782     | 0.0874     | 0.173***   | 0.0245     |
| Observations                           | 2,536      | 2,381          | 2,398      | 2,398      | 2,536      | 2,255      |
| Adjusted R <sup>2</sup>                | 0.098      | 0.098          | 0.094      | 0.095      | 0.119      | 0.116      |

Table 16: Linear Probability Model, Dependent Variable: BSM (1=yes, 0=no), Urban Areas

| Variable                               | Baseline Extended Model |                |            |            |           |           |  |  |
|--|-------------------------|----------------|------------|------------|-----------|-----------|--|--|
| variable                               | Model                   | Infrastructure | Trust      | Conflict   | Poverty   | Full      |  |  |
| Age                                    | 0.000827                | 0.00173        | 0.00127    | 0.00122    | 0.000513  | 0.00223   |  |  |
| Age <sup>2</sup>                       | -0.000008               | -0.000022      | -0.000015  | -0.000014  | -0.000001 | -0.000025 |  |  |
| Sex (1 if male)                        | 0.0185**                | 0.0219***      | 0.0198**   | 0.0197**   | 0.0165**  | 0.0215**  |  |  |
| Married                                | -0.0337                 | -0.0311        | -0.0337    | -0.0350    | -0.0259   | -0.0236   |  |  |
| Widow (1 if yes)                       | 0.0225                  | 0.0161         | 0.0248     | 0.0238     | 0.0349    | 0.0354    |  |  |
| Schooling (years)                      | -0.00272                | -0.00273       | -0.00287   | -0.00266   | -0.000989 | -0.000520 |  |  |
| Muslim (1 if yes)                      | 0.0573                  | 0.0527         | 0.0575     | 0.0631*    | 0.0426    | 0.0364    |  |  |
| Christian (1 if yes)                   | 0.0441*                 | 0.0431*        | 0.0410     | 0.0465*    | 0.0155    | 0.00594   |  |  |
| HH size                                | 0.0220**                | 0.0223*        | 0.0243**   | 0.0249**   | 0.0104    | 0.0100    |  |  |
| HH size²                               | -0.000873               | -0.000752      | -0.000946  | -0.000996  | -0.000213 | -0.00004  |  |  |
| Children under 5<br>(number)           | -0.0152                 | -0.0158        | -0.0185    | -0.0185    | -0.0146   | -0.0227   |  |  |
| Children 6 to 15<br>(number)           | 0.00988                 | 0.0103         | 0.00716    | 0.00799    | 0.00954   | 0.00808   |  |  |
| Elderly (number)                       | -0.0187**               | -0.0195**      | -0.0155*   | -0.0168**  | -0.0243** | -0.0204   |  |  |
| Member of HH<br>disabled (1 if yes)    | -0.0423***              | -0.0403***     | -0.0480*** | -0.0475*** | -0.0337*  | -0.0346   |  |  |
| Electricity in HH<br>(1 if yes)        |                         | 0.0327         |            |            |           | 0.0414    |  |  |
| Distance to water source (in minutes)  |                         | -0.000021**    |            |            |           | -0.000012 |  |  |
| Distance to health centre (in minutes) |                         | -0.000990      |            |            |           | -0.00121* |  |  |
| Willingness to help<br>villagers       |                         |                | 0.00887    |            |           | 0.0194    |  |  |
| Trust same ethnicity more              |                         |                | 0.000557   |            |           | -0.00235  |  |  |
| Being taken advantage of by others     |                         |                | -0.00107   |            |           | -0.000493 |  |  |
| Violent conflict                       |                         |                |            | 0.00593    |           | -0.00717  |  |  |
| Village safety                         |                         |                |            | 0.0104     |           | 0.00945   |  |  |
| Expenditure quintile 1                 |                         |                |            |            | -0.0345   | -0.0109   |  |  |
| Expenditure quintile 2                 |                         |                |            |            | 0.0413**  | 0.0658*** |  |  |
| Expenditure quintile 3                 |                         |                |            |            | 0.0279    | 0.0431*   |  |  |
| Expenditure quintile 4                 |                         |                |            |            | 0.0207    | 0.0264*   |  |  |
| SKTM                                   |                         |                |            |            | 0.116***  | 0.116**   |  |  |
| Constant                               | -0.0144                 | -0.0732        | -0.0429    | -0.0490    | -0.0132   | -0.153    |  |  |
| Observations                           | 751                     | 638            | 696        | 696        | 751       | 594       |  |  |
| Adjusted R <sup>2</sup>                | 0.096                   | 0.098          | 0.099      | 0.099      | 0.154     | 0.166     |  |  |

Table 17: Linear Probability Model, Dependent Variable: BSM (1=yes, 0=no), Rural Areas

| Variable                               | Baseline Extended Model |                |            |            |            |            |  |  |
|--|-------------------------|----------------|------------|------------|------------|------------|--|--|
| variabic                               | Model                   | Infrastructure | Trust      | Conflict   | Poverty    | Full       |  |  |
| Age                                    | -0.000437               | -0.000244      | 0.000376   | 0.000277   | -0.00107   | 0.000191   |  |  |
| Age <sup>2</sup>                       | 0.0000051               | 0.0000040      | -0.0000059 | -0.0000054 | 0.0000104  | -0.0000052 |  |  |
| Sex (1 if male)                        | -0.0117                 | -0.00895       | -0.0119    | -0.0134    | -0.0118    | -0.00961   |  |  |
| Married                                | -0.121**                | -0.126**       | -0.119**   | -0.117**   | -0.127**   | -0.127**   |  |  |
| Widow (1 if yes)                       | -0.00261                | -0.0116        | -0.00847   | -0.00567   | -0.00671   | -0.0228    |  |  |
| Schooling (years)                      | 0.00295*                | 0.00317        | 0.00264    | 0.00298*   | 0.00214    | 0.00235    |  |  |
| Muslim (1 if yes)                      | -0.100***               | -0.0896***     | -0.0636    | -0.0651    | -0.104***  | -0.0536    |  |  |
| Christian (1 if yes)                   | -0.0709*                | -0.0597        | -0.0282    | -0.0331    | -0.0682*   | -0.0133    |  |  |
| HH size                                | 0.0351*                 | 0.0361*        | 0.0286     | 0.0270     | 0.0358**   | 0.0264     |  |  |
| HH size²                               | -0.00300*               | -0.00297*      | -0.00238   | -0.00223   | -0.00308** | -0.00210   |  |  |
| Children under 5<br>(number)           | -0.0158                 | -0.0173        | -0.0183    | -0.0191    | -0.0152    | -0.0208    |  |  |
| Children 6 to 15 (number)              | 0.0525***               | 0.0520***      | 0.0510***  | 0.0520***  | 0.0526***  | 0.0499***  |  |  |
| Elderly (number)                       | 0.0280                  | 0.0273         | 0.0253     | 0.0239     | 0.0290     | 0.0260     |  |  |
| Member of HH<br>lisabled (1 if yes)    | -0.00945                | -0.00765       | -0.00346   | -0.00390   | -0.00954   | -0.00251   |  |  |
| Electricity in HH<br>(1 if yes)        |                         | -0.00382       |            |            |            | -0.00723   |  |  |
| Distance to water source (in minutes)  |                         | -0.000012      |            |            |            | -0.000030  |  |  |
| Distance to health centre (in minutes) |                         | 0.000046       |            |            |            | 0.000048   |  |  |
| Willingness to help<br>villagers       |                         |                | 0.0132     |            |            | 0.0115     |  |  |
| Trust same ethnicity more              |                         |                | 0.0183*    |            |            | 0.0166     |  |  |
| Being taken advantage of by others     |                         |                | 0.0177     |            |            | 0.0173     |  |  |
| Violent conflict                       |                         |                |            | -0.00431   |            | -0.00177   |  |  |
| Village safety                         |                         |                |            | 0.0235     |            | 0.0231*    |  |  |
| Expenditure quintile 1                 |                         |                |            |            | -0.0297    | -0.0116    |  |  |
| Expenditure quintile 2                 |                         |                |            |            | 0.00372    | 0.0147     |  |  |
| Expenditure quintile 3                 |                         |                |            |            | -0.00895   | 0.00521    |  |  |
| Expenditure quintile 4                 |                         |                |            |            | -0.00203   | 0.00751    |  |  |
| SKTM                                   |                         |                |            |            | 0.0866***  | 0.0780***  |  |  |
| Constant                               | 0.157                   | 0.140          | 0.0124     | 0.0864     | 0.174*     | -0.0240    |  |  |
| Observations                           | 1,785                   | 1,743          | 1,702      | 1,702      | 1,785      | 1,661      |  |  |
| Adjusted R <sup>2</sup>                | 0.110                   | 0.111          | 0.108      | 0.106      | 0.123      | 0.122      |  |  |

# 5. Raskin: Quantities and Prices

# **Overview of Quantities and Prices**

In addition to whether a household has received Raskin in the preceding 12 months, the IFLS East 2012 asked households about the quantity of purchases (in kg), frequency of purchases (number of times per year), expenditures (in Rp) on Raskin rice, and its householder-assessed quality.

According to official programme guidelines for 2012, beneficiary households are supposed to receive 15 kg of Raskin rice for 1,600 Rp per kilogram each month (12 disbursements at 15 kg a month). As shown in Table 18 and figure 9, households in all provinces received on average significantly less Raskin rice and, in most cases (with the exception of NTT), had to pay higher prices per kilogram than was stipulated in the Raskin programme guidelines. Likewise, we observed significant provincial differences in the implementation of Raskin. Households in Maluku Utara that received Raskin rice at least once during the preceding 12 months received an average of 2.28 kg per month (lowest amount among the seven provinces), and households in Papua received an average of 6.90 kg per month (the highest among the seven provinces).

As widely documented (World Bank 2007, 2012f; Priebe and Howell 2014), Raskin rice is often not distributed monthly, but depending on the location, often only three to four times a year and households purchase larger quantities at each disbursement than the 15 kg stipulated by Raskin guidelines. Households purchased Raskin rice 2 or 3 times on average during the 12 months preceding the survey, with strong regional variations.

Furthermore, significant variations exist across regions in terms of the price paid for Raskin rice. The price charged for Raskin seems positively correlated with the market price of rice; areas that have a higher market price of rice also charge a higher price for Raskin rice. The lowest Raskin price was observed in NTT (about 1,200 Rp per kg); whereas the highest price was in Kalimantan Timur (about 2,500 Rp per kg). However, the ratio of the price of Raskin rice to the market price of rice seems constant; the price of Raskin was about 20–35 percent of the rice market price.

Table 18: Raskin (Coverage, Quantity, Price, and Quality) and Poverty Rates by Province

| Province             | Raskin<br>pro-<br>gramme<br>coverage<br>(%) | Average<br>frequency<br>Raskin<br>bought in<br>past 12<br>months | Average<br>monthly<br>amount<br>of<br>Raskin<br>bought<br>in past<br>12<br>months<br>(kg) | Amount<br>bought<br>last<br>time<br>(kg) | Price<br>per<br>kg of<br>Raskin<br>(Rp) | Market<br>price<br>per kg<br>of rice<br>(Rp) | Ratio of<br>Raskin<br>price to<br>market<br>price,<br>X 100 | Average<br>monthly<br>savings<br>from<br>buying<br>Raskin<br>(Rp)* | Quality<br>of<br>Raskin† | Poverty<br>rate<br>(%)‡ |
|----------------------|---|--|---|--|---|--|---|--|--------------------------|-------------------------|
| NTT                  | 72.83                                       | 2.01   | 4.93  | 31.20                                    | 1,235.91                                | 5,403.52                                     | 22.87   | 20,553.26  | 2.17                     | 20.41                   |
| Kalimantan<br>Timur  | 24.95                                       | 3.62   | 5.75  | 20.67                                    | 2,527.92                                | 8,577.84                                     | 29.47   | 34,802.16  | 2.48                     | 6.38                    |
| Sulawesi<br>Tenggara | 71.90                                       | 4.01   | 4.54  | 13.77                                    | 1,673.02                                | 4,828.74                                     | 34.65   | 14,321.71  | 2.28                     | 13.06                   |
| Maluku               | 74.67                                       | 2.57   | 5.11  | 25.11                                    | 2,209.8                                 | 8,326.69                                     | 26.54   | 31,251.80  | 2.51                     | 20.76                   |
| Maluku<br>Utara      | 46.88                                       | 1.66   | 2.28  | 18.29                                    | 1,844.51                                | 6,798.76                                     | 27.13   | 11,303.95  | 2.55                     | 8.06                    |
| Papua Barat          | 54.35                                       | 2.78   | 5.63  | 29.52                                    | 2,346.35                                | 9,161.90                                     | 25.61   | 38,388.59  | 2.37                     | 27.04                   |
| Papua                | 48.55                                       | 2.57   | 6.90  | 33.04                                    | 2,359.46                                | 8,025.20                                     | 29.40   | 39,107.77  | 2.30                     | 30.66                   |
| All provinces        | 54.12                                       | 2.71   | 5.24  | 26.05                                    | 1,843.63                                | 6,628.88                                     | 27.81   | 25,074.71  | 2.31                     | _                       |

Note: Data in this table represent responses from Raskin recipients who had received Raskin in the past 12 months.

Analysis of the average monthly savings levels per household from buying Raskin rice reveals substantial disparities across the different provinces. The savings are the highest in Papua (average monthly per household savings of 39,000 Rp<sup>18</sup>); whereas the savings are lowest in Maluku Utara (average monthly per households savings of about 11,000 Rp).

The perceived quality of Raskin rice has been stable across regions. On a scale of 1 to 3 in which 1 is considered low and 3 high, perceived quality ranged from 2.17 in Nusa Tenggara Timur to 2.55 in Maluku Utara based.

Similar to the findings on Raskin coverage, the amount of Raskin rice across provinces also correlated positively with BPS poverty rates for these provinces, implying that more Raskin rice is provided to poorer provinces.

<sup>\*</sup> Average monthly savings are calculated by multiplying the difference between the market price of rice and Raskin's price by the average monthly amount of Raskin bought.

<sup>†</sup> Quality of Raskin rice was measured on a scale from 1 (low) to 3 (high).

<sup>‡</sup> Poverty rate refers to official BPS poverty rate for September 2012. Survey weights applied.

<sup>&</sup>lt;sup>18</sup> The calculation for Papua is based on multiplying the price difference between the market price of rice (6,629 Rp) and the Raskin price (1,844 Rp) with the average quantity (kg) of Raskin rice purchased (5.24 kg). Calculations for other provinces follow the same approach.

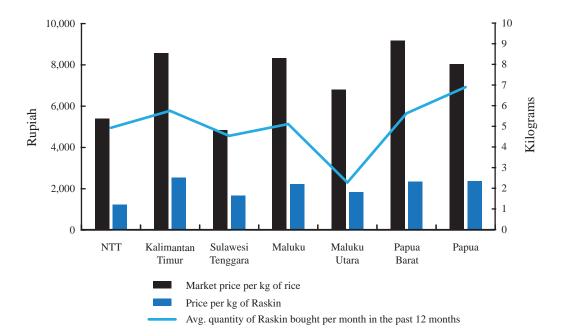


Figure 9: Raskin (Coverage, Quantity, and Price) and Poverty Rates by Province

# Raskin by Expenditure Decile

Section IV describes the declining trend in coverage rates of Raskin across the wealth distribution. However, to understand Raskin's targeting performance, it is important not only to see whether coverage rates vary by wealth levels but also whether they vary by other indicators of Raskin allocation, such as prices, kilogram purchases, frequency of purchases, and the quality of Raskin rice. Table 19 shows the respective descriptive results (mean values).

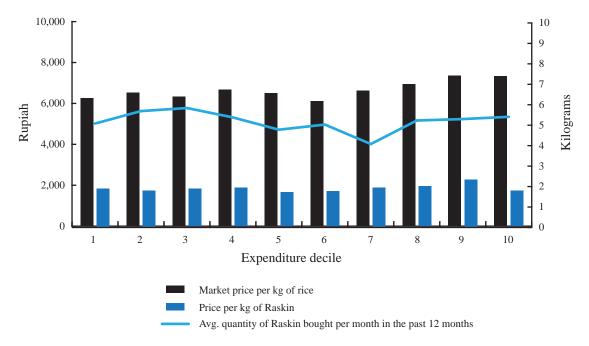
The second column, which shows Raskin coverage rates, reproduces the earlier results, which show a declining trend in coverage rates as households become wealthier. In contrast, the prices of Raskin, quantities of Raskin rice purchased, frequency of Raskin purchases, and quality of Raskin rice do not vary significantly with household wealth; the mean values for all these indicators are very similar across the entire wealth distribution. Compared with what richer households spend on average on 1 kg of rice at market price (7,340 Rp per kg in decile 10, compared with 6,264 Rp per kg in decile 1), the resulting savings in Rupiahs by purchasing Raskin is largest for richer households.

Table 19: Raskin (Coverage, Quantity, Price, and Quality) by Expenditure Decile

| Expenditure<br>decile* | Raskin<br>coverage<br>rate (%) | Average<br>frequency<br>Raskin<br>bought in<br>past 12<br>months | Average<br>monthly<br>amount<br>of<br>Raskin<br>bought<br>in past<br>12<br>months<br>(kg) | Amount<br>bought<br>last time<br>(kg) | Price<br>per kg of<br>Raskin<br>(Rp) | Market<br>price per<br>kg of rice<br>(Rp) | Ratio of<br>Raskin<br>price to<br>market<br>price,<br>X 100 | Average<br>monthly<br>savings<br>from<br>buying<br>Raskin<br>(Rp)† | Quality<br>of<br>Raskin‡ |
|------------------------|--------------------------------|--|---|---------------------------------------|--------------------------------------|---|---|--|--------------------------|
| 1                      | 77.12                          | 2.65   | 5.08  | 25.20                                 | 1,837.74                             | 6,264.28                                  | 29.34   | 22,505.27  | 2.29                     |
| 2                      | 73.60                          | 2.62   | 5.69  | 27.59                                 | 1,736.99                             | 6,530.27                                  | 26.60   | 27,257.79  | 2.32                     |
| 3                      | 67.46                          | 3.04   | 5.84  | 26.45                                 | 1,829.56                             | 6,340.55                                  | 28.85   | 26,351.70  | 2.27                     |
| 4                      | 65.47                          | 2.60   | 5.38  | 26.75                                 | 1,874.23                             | 6,684.05                                  | 28.04   | 25,860.80  | 2.21                     |
| 5                      | 62.04                          | 2.58   | 4.78  | 25.71                                 | 1,662.43                             | 6,499.42                                  | 25.58   | 23,136.94  | 2.28                     |
| 6                      | 52.85                          | 2.34   | 5.03  | 29.71                                 | 1,706.39                             | 6,109.30                                  | 27.93   | 22,142.97  | 2.26                     |
| 7                      | 47.28                          | 2.42   | 4.08  | 24.24                                 | 1,892.79                             | 6,628.90                                  | 28.55   | 19,299.65  | 2.38                     |
| 8                      | 41.93                          | 3.10   | 5.23  | 21.79                                 | 1,953.47                             | 6,947.08                                  | 28.12   | 26,112.42  | 2.41                     |
| 9                      | 36.13                          | 3.05   | 5.30  | 25.73                                 | 2,284.23                             | 7,367.98                                  | 31.00   | 26,918.46  | 2.37                     |
| 10                     | 30.69                          | 2.59   | 5.41  | 27.78                                 | 1,732.99                             | 7,340.53                                  | 23.61   | 30,318.10  | 2.29                     |
| All deciles            | 54.12                          | 2.71   | 5.24  | 26.05                                 | 1,843.63                             | 6,628.88                                  | 27.81   | 25,074.71  | 2.31                     |

Note: Data in this table represent responses from Raskin recipients who had received Raskin in the past 12 months.

Figure 10: Raskin (Coverage, Quantity, Price, and Quality) by Expenditure Decile



<sup>\*</sup> Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

 $<sup>\</sup>dagger$  Average monthly savings are calculated by multiplying the difference between the market price of rice and Raskin's price by the average monthly amount of Raskin bought.

<sup>‡</sup> Quality of Raskin rice was measured on a scale from 1 (low) to 3 (high).

# Differences between Rural and Urban Areas

Most indicators (coverage rates, Raskin price per kilogram, and quantity in kilograms of Raskin purchases) do not show any differences along the wealth distribution in rural areas. Poorer households pay the same price and receive the same amount and same frequency of Raskin compared with richer households (table 20). In contrast, significant differences exist in urban areas between poorer and richer households. Compared with richer households, poorer households purchase Raskin more frequently but at lower volumes per purchase than richer households. On average, in the past 12 months, poorer and richer households (conditional on buying any Raskin) received about the same amounts in urban areas. However, it is important to note that, in urban areas, richer households on average are charged higher prices for Raskin compared with poorer households.

Table 20: Raskin by Rural/Urban Area and Expenditure Decile

| G   | Area  |        |        | De     | ciles on l | Real Exp | enditure | s per cap | oita    |        |        | A 33   |
|---|-------|--------|--------|--------|------------|----------|----------|-----------|---------|--------|--------|--------|
| Statistic   | Type  | 1      | 2      | 3      | 4          | 5        | 6        | 7         | 8       | 9      | 10     | All    |
| Raskin  | Urban | 83.27  | 54.83  | 48.36  | 43.83      | 25.44    | 19.41    | 23.21     | 20.65   | 16.49  | 10.17  | 28.52  |
| Coverage  | Rural | 75.59  | 83.02  | 78.09  | 79.4       | 82.1     | 82.2     | 71.07     | 64.56   | 61.61  | 57.43  | 74.70  |
| No. of times  | Urban | 4.00   | 3.07   | 4.26   | 3.13       | 2.57     | 2.36     | 2.37      | 3.59    | 2.54   | 2.58   | 3.27   |
| Raskin bought<br>in past 12<br>months                     | Rural | 2.28   | 2.47   | 2.62   | 2.41       | 2.58     | 2.33     | 2.44      | 2.93    | 3.23   | 2.60   | 2.54   |
| Avg. quantity   | Urban | 6.82   | 5.58   | 5.98   | 5.34       | 5.76     | 5.55     | 3.27      | 5.49    | 5.53   | 8.86   | 5.73   |
| of Raskin<br>bought per<br>month in the<br>past 12 months | Rural | 4.61   | 5.72   | 5.79   | 5.39       | 4.62     | 4.92     | 4.33      | 5.14    | 5.21   | 4.61   | 5.09   |
| Amount  | Urban | 19.75  | 24.47  | 20.67  | 19.00      | 29.63    | 31.43    | 20.84     | 18.93   | 29.91  | 36.67  | 23.08  |
| bought last<br>time                                       | Rural | 26.69  | 28.62  | 28.44  | 29.51      | 25.05    | 29.35    | 25.34     | 22.77   | 24.28  | 25.73  | 26.97  |
| Price per kg of   | Urban | 1,871  | 2,075  | 2,186  | 1,940      | 2,208    | 2,274    | 2,113     | 2,469   | 3,060  | 2,655  | 2,234  |
| Raskin  | Rural | 2,351  | 2,118  | 2,220  | 2,340      | 2,094    | 2,095    | 2,348     | 2,273   | 2,511  | 1,958  | 1,722  |
| Market price  | Urban | 6,852  | 7,968  | 7,448  | 7,701      | 9,078    | 6,751    | 8,059     | 6,682   | 7,285  | 7,702  | 7,643  |
| per kg of rice  | Rural | 8,166  | 8,017  | 7,811  | 8,233      | 8,135    | 7,929    | 8,070     | 8,822   | 9,143  | 8,810  | 6,338  |
| (Raskin price/  | Urban | 27.31  | 26.04  | 29.35  | 25.19      | 24.32    | 33.69    | 26.21     | 36.95   | 42.00  | 34.47  | 27.31  |
| market price)<br>X 100                                    | Rural | 28.79  | 26.42  | 28.42  | 28.43      | 25.75    | 26.42    | 29.10     | 25.76   | 27.47  | 22.22  | 28.79  |
| Average   | Urban | 33,953 | 32,867 | 31,452 | 30,773     | 39,569   | 24,862   | 19,461    | 277,595 | 23,386 | 44,709 | 30,974 |
| monthly saving<br>due to buying<br>Raskin                 | Rural | 26,806 | 33,761 | 32,392 | 31,763     | 27,891   | 28,712   | 24,799    | 33,660  | 34,563 | 31,589 | 23,498 |
| Quality of  | Urban | 2.47   | 2.47   | 2.33   | 2.18       | 2.43     | 2.30     | 2.63      | 2.49    | 2.33   | 1.94   | 2.40   |
| Raskin  | Rural | 2.24   | 2.27   | 2.26   | 2.22       | 2.25     | 2.26     | 2.30      | 2.39    | 2.38   | 2.37   | 2.28   |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.



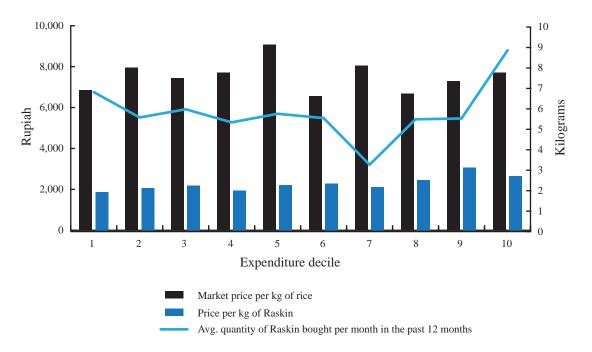
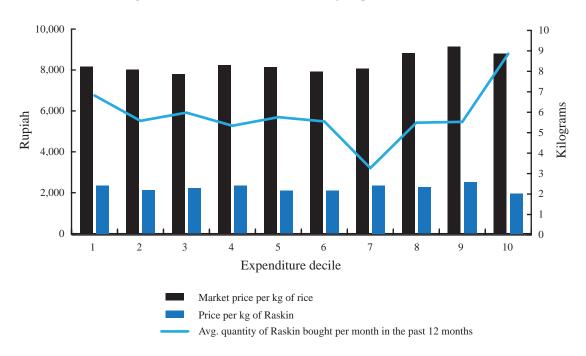


Figure 12: Raskin for Rural Areas by Expenditure Decile



#### 6. Overview of SKTM

Section IV on the determinants of access to Raskin, Kartu Sehat, and BSM showed that the SKTM plays an important role at the local level in determining households' access to social assistance programmes. This section looks more closely at the factors that determine which households receive the SKTM.

# **Coverage Rates and Poverty**

Significant variations exist across provinces in the use and number of SKTM cards issued. Compared with province-specific poverty rates from BPS, we found that, in three provinces (Maluku, Papua, and Papua Barat), significantly fewer SKTM cards had been issued than expected (figure 13). However, household coverage rates of SKTM cards seem to correspond roughly to BPS poverty rates in the remaining four provinces (Kalimantan Timur, Maluku Utara, NTT, and Sulawesi Tenggara). Across all provinces, a small positive correlation exists between provincial poverty rates and the share of households covered by SKTM.

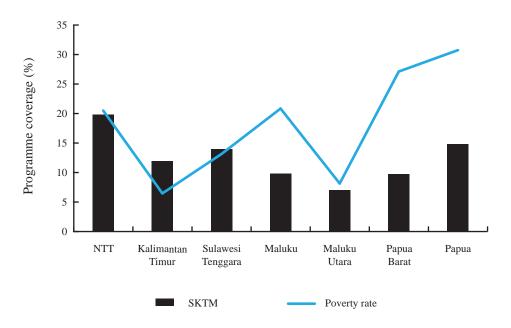
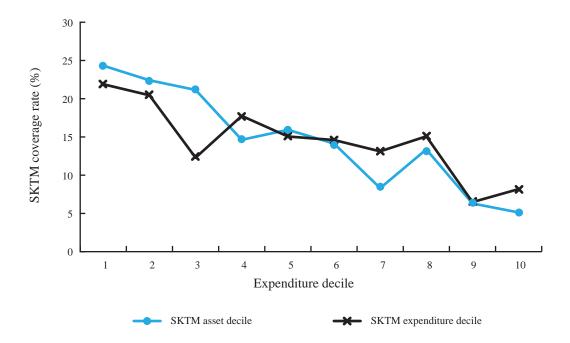


Figure 13: Coverage Rates of SKTM and Poverty Rate by Province

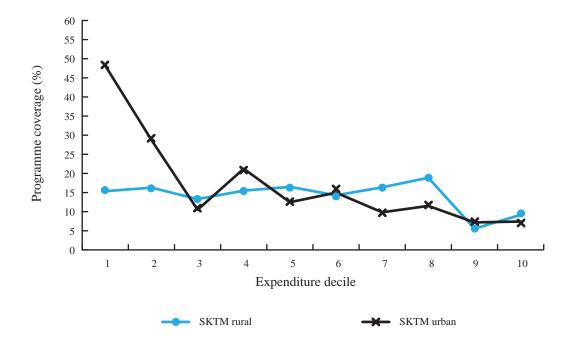
However, a weak positive correlation between poverty rates and SKTM coverage is found at the household level. Using expenditure per capita and asset decile statistics from the IFLS East 2012, we found that SKTM coverage rates do not steadily decrease across either expenditure or asset deciles (figure 14). Given the importance of SKTM in granting access to social assistance programmes, this is quite a worrying finding and suggests that the selection of SKTM beneficiaries is far from perfect.





Consistent with the results for Raskin, significant differences exist between rural and urban areas in terms of the selection process of beneficiaries. As shown in figure 15, SKTM coverage rates are more pro-poor in urban areas compared with rural ones. Particularly for rural areas, no significant differences exist in coverage rates across the wealth distribution.

Figure 15: Coverage Rates of SKTM by Rural and Urban Area and Per Capita Expenditure Decile



#### **Determinants of Access to SKTM**

This section applies the same regression framework as introduced in section IV in the analysis of access to BSM, Kartu Sehat, and Raskin. Therefore, we estimated a linear probability model using an ordinary least square estimator. The dependent variable was whether a household possessed an SKTM (=1) or not (=0). The explanatory variables again fall broadly into the following categories: basic household characteristics, infrastructure, conflict, trust, and poverty.

#### **Basic Household Characteristics**

The results show that larger household size is associated with a higher chance of receiving an SKTM. This finding holds for all three samples (overall sample and rural and urban samples) and holds when the poverty indicators (expenditure per capita quintiles) are included in the regression specification. The age structure of a household does not seem to play a role in the allocation of SKTM to households.

#### Infrastructure

The results show that better access to infrastructure (such as access to electricity or shorter distance to health centres) leads to a higher chance of receiving SKTM. This finding holds both for rural and urban areas. There are different ways of interpreting this finding, and without further research, it is difficult to establish which interpretation is more valid. For example, less developed areas may not use or issue an SKTM as frequently as developed areas. In addition, the allocation of SKTM to households is not optimal, so households that are closer to the seat of the local government may be able to ask for or be considered for an SKTM.

#### Village Trust and Conflict

The analysis shows that the level of conflict and trust at the local level does not seem to affect a household's chance of receiving an SKTM.

#### **Poverty**

In contrast to the analysis of what determines access to BSM, Kartu Sehat, or Raskin, we found that expenditure levels and poverty are not correlated with access to SKTM. These results seem largely driven by the fact that the majority of the IFLS East 2012 sample is drawn from rural areas. For rural areas, we found that access to an SKTM is largely independent of a household's wealth situation, whereas for urban areas, we found that households classified into the poorest expenditure quintile are significantly more likely to have access to an SKTM.

#### **Vulnerable Groups**

The descriptive analysis of SKTM coverage rates among vulnerable groups showed that allocation of an SKTM seems uncorrelated with a household belonging to any of the three analysed vulnerable groups. The regression results confirm these findings; after controlling for the wealth level of the household and its sociodemographic characteristics, belonging to a vulnerable group does not have an effect on the likelihood of receiving an SKTM (table 21).

The overall findings on access to SKTM are somewhat worrying. As section IV has shown, possession of an SKTM card plays an important role in accessing social assistance programmes in Indonesia, especially in urban areas. The weak link between the wealth-level indicators (expenditure quintiles) on the one hand and the finding that households are more likely to receive an SKTM if they have better access to infrastructure on the other hand seems to suggest that SKTMs are not optimally distributed and targeted. For rural areas, it might be argued that the particularly weak poverty targeting of SKTM might be less important, as SKTMs seem to play a lesser role in accessing social assistance programmes than in urban areas. Particularly in the case of BSM, teachers and school principals make extensive use of an SKTM as an eligibility criterion for access to BSM in both rural and urban areas. The weak relationship of SKTM to actual expenditure levels seems to suggest that the poorest students are not selected for BSM in the rural areas of the country.

Table 21: Linear Probability Model, Dependent Variable: SKTM (1=yes, 0=no)

| Variable                               | Baseline    |                | Extende     | ed Model    |             | E-11-34    |
|--|-------------|----------------|-------------|-------------|-------------|------------|
| Variable                               | Model       | Infrastructure | Trust       | Conflict    | Poverty     | Full Model |
| Age                                    | 0.00434     | 0.00411        | 0.00381     | 0.00427     | 0.00434     | 0.00373    |
| Age²                                   | -0.000045   | -0.000042      | -0.000034   | -0.000038   | -0.000044   | -0.000032  |
| Sex (1 if male)                        | 0.00565     | 0.00571        | 0.00779     | 0.00594     | 0.00642     | 0.0101     |
| Married                                | -0.0283     | -0.0358        | -0.0289     | -0.0300     | -0.0270     | -0.0381    |
| Widow (1 if yes)                       | -0.0284     | -0.0487        | -0.0412     | -0.0377     | -0.0280     | -0.0658    |
| Schooling (years)                      | -0.00323    | -0.00356       | -0.00310    | -0.00289    | -0.00264    | -0.00288   |
| Muslim (1 if yes)                      | -0.0258     | -0.0361        | -0.0336     | -0.0337     | -0.0266     | -0.0469    |
| Christian (1 if yes)                   | -0.00608    | -0.00382       | -0.0105     | -0.0123     | -0.00818    | -0.0125    |
| Urban                                  | 0.0264      | 0.0172         | 0.0262      | 0.0250      | 0.0277      | 0.0149     |
| HH Size                                | 0.0526***   | 0.0538***      | 0.0510***   | 0.0513***   | 0.0486***   | 0.0468**   |
| HH Size²                               | -0.00279*** | -0.00281***    | -0.00265*** | -0.00272*** | -0.00253*** | -0.00226** |
| Children under 5<br>(number)           | 0.00981     | 0.0101         | 0.0128      | 0.0127      | 0.00761     | 0.0102     |
| Children 6 to 15<br>(number)           | 0.00220     | -0.000886      | 7.26e-05    | 0.00206     | 0.00162     | -0.00357   |
| Elderly (number)                       | 0.00132     | 0.00104        | -0.00831    | -0.00838    | -0.000206   | -0.0117    |
| Member of HH<br>disabled (1 if yes)    | -0.000360   | 0.00449        | 0.00295     | 0.00313     | -0.00169    | 0.00634    |
| Electricity in HH<br>(1 if yes)        |             | 0.0656***      |             |             |             | 0.0689***  |
| Distance to water source (in minutes)  |             | 0.000046*      |             |             |             | 0.000052*  |
| Distance to health centre (in minutes) |             | -0.000119**    |             |             |             | -0.000110* |
| Willingness to help<br>villagers       |             |                | 0.00661     |             |             | 0.0129     |
| Trust same ethnicity more              |             |                | 0.0216      |             |             | 0.0232     |
| Being taken advantage of by others     |             |                | 0.0276      |             |             | 0.0280     |
| Violent conflict                       |             |                |             | 0.0352      |             | 0.0320     |
| Village safety                         |             |                |             | 0.0150      |             | 0.0158     |
| Expenditure quintile 1                 |             |                |             |             | 0.0447      | 0.0427     |
| Expenditure quintile 2                 |             |                |             |             | 0.0149      | 0.0274     |
| Expenditure quintile 3                 |             |                |             |             | 0.0227      | 0.0328     |
| Expenditure quintile 4                 |             |                |             |             | 0.0359      | 0.0489     |
| Constant                               | -0.0313     | -0.0713        | -0.144      | -0.0625     | -0.0497     | -0.257*    |
| Observations                           | 2,536       | 2,381          | 2,398       | 2,398       | 2,536       | 2,255      |
| Adjusted R <sup>2</sup>                | 0.042       | 0.047          | 0.045       | 0.042       | 0.044       | 0.054      |

Table 22: Linear Probability Model, Dependent Variable: SKTM (1=yes, 0=no), Urban Areas

| Would blo                              | Baseline    |                | Extende     | d Model     |             | E-II Madal |
|--|-------------|----------------|-------------|-------------|-------------|------------|
| Variable                               | Model       | Infrastructure | Trust       | Conflict    | Poverty     | Full Model |
| Age                                    | 0.00450     | 0.00258        | 0.00173     | 0.00313     | 0.00370     | 0.000802   |
| Age <sup>2</sup>                       | -0.000074   | -0.000052      | -0.000034   | -0.000049   | -0.000064   | -0.000022  |
| Sex (1 if male)                        | 0.00880     | 0.0145         | 0.0151      | 0.0129      | 0.0123      | 0.0267     |
| Married                                | -0.113*     | -0.122*        | -0.114      | -0.116*     | -0.100      | -0.110     |
| Widow (1 if yes)                       | -0.126      | -0.179         | -0.150      | -0.143      | -0.121      | -0.198     |
| Schooling (years)                      | -0.0147***  | -0.0147***     | -0.0138**   | -0.0148**   | -0.0132**   | -0.0126**  |
| Muslim (1 if yes)                      | 0.0775      | 0.0613         | 0.0791**    | 0.0568      | 0.0607      | 0.0422     |
| Christian (1 if yes)                   | 0.179***    | 0.168***       | 0.182***    | 0.162***    | 0.166**     | 0.157***   |
| HH Size                                | 0.0808***   | 0.0891***      | 0.0817***   | 0.0810***   | 0.0770***   | 0.0868***  |
| HH Size²                               | -0.00405*** | -0.00410**     | -0.00412*** | -0.00412*** | -0.00401*** | -0.00409** |
| Children under 5<br>(number)           | 0.00521     | -0.00238       | 0.0181      | 0.0178      | -0.00238    | 0.00688    |
| Children 6 to 15 (number)              | -0.00227    | -0.0144        | -0.00732    | -0.00638    | -0.00128    | -0.0200    |
| Elderly (number)                       | 0.0208      | 0.0204         | 0.00113     | 0.00800     | 0.0224      | 0.00574    |
| Member of HH<br>disabled (1 if yes)    | -0.0536     | -0.0491        | -0.0471     | -0.0468     | -0.0561     | -0.0509    |
| Electricity in HH<br>(1 if yes)        |             | 0.133*         |             |             |             | 0.137**    |
| Distance to water source (in minutes)  |             | -0.00003       |             |             |             | -0.00003   |
| Distance to health centre (in minutes) |             | 0.00191        |             |             |             | 0.00113    |
| Willingness to help<br>villagers       |             |                | -0.0110     |             |             | -0.0179    |
| Trust same ethnicity more              |             |                | 0.00300     |             |             | 0.00864    |
| Being taken advantage of by others     |             |                | 0.0479**    |             |             | 0.0382*    |
| Violent conflict                       |             |                |             | 0.0438      |             | 0.0397     |
| Village safety                         |             |                |             | -0.0286     |             | -0.0266    |
| Expenditure quintile 1                 |             |                |             |             | 0.143*      | 0.121*     |
| Expenditure quintile 2                 |             |                |             |             | -0.0115     | -0.0168    |
| Expenditure quintile 3                 |             |                |             |             | -0.00692    | -0.00995   |
| Expenditure quintile 4                 |             |                |             |             | 0.00848     | 0.00930    |
| Constant                               | 0.0117      | -0.120         | -0.0492     | 0.0735      | -0.00289    | -0.159     |
| Observations                           | 751         | 638            | 696         | 696         | 751         | 594        |
| Adjusted R <sup>2</sup>                | 0.111       | 0.123          | 0.118       | 0.113       | 0.126       | 0.144      |

Table 23: Linear Probability Model, Dependent Variable: SKTM (1=yes, 0=no), Rural Areas

| ** • • • •                             | Baseline  |                | Extende   | ed Model  |           | F. 11.16   |
|--|-----------|----------------|-----------|-----------|-----------|------------|
| Variable                               | Model     | Infrastructure | Trust     | Conflict  | Poverty   | Full Model |
| Age                                    | 0.00768   | 0.00769*       | 0.00663   | 0.00689   | 0.00779*  | 0.00669    |
| Age <sup>2</sup>                       | -0.000066 | -0.000067      | -0.000054 | -0.000057 | -0.000067 | -0.000055  |
| Sex (1 if male)                        | 0.00687   | 0.00381        | 0.00747   | 0.00519   | 0.00803   | 0.00553    |
| Married                                | 0.0623    | 0.0506         | 0.0622    | 0.0667    | 0.0599    | 0.0464     |
| Widow (1 if yes)                       | 0.0398    | 0.0286         | 0.0288    | 0.0320    | 0.0338    | 0.00527    |
| Schooling (years)                      | 0.00446   | 0.00379        | 0.00396   | 0.00474   | 0.00457   | 0.00343    |
| Muslim (1 if yes)                      | -0.0131   | -0.0210        | -0.0216   | -0.0258   | -0.0193   | -0.0365    |
| Christian (1 if yes)                   | -0.0467   | -0.0385        | -0.0458   | -0.0556   | -0.0516   | -0.0413    |
| HH Size                                | 0.0165    | 0.0157         | 0.0127    | 0.00765   | 0.0141    | 0.00313    |
| HH Size²                               | -0.000840 | -0.000925      | -0.000504 | -0.000111 | -0.000546 | 0.000204   |
| Children under 5 (number)              | 0.0187    | 0.0213         | 0.0173    | 0.0164    | 0.0190    | 0.0204     |
| Children 6 to 15 (number)              | 0.0108    | 0.0115         | 0.0116    | 0.0134    | 0.0107    | 0.0133     |
| Elderly (number)                       | -0.00751  | -0.0100        | -0.0146   | -0.0158   | -0.00831  | -0.0178    |
| Member of HH<br>disabled (1 if yes)    | 0.0341    | 0.0359         | 0.0380    | 0.0353    | 0.0358    | 0.0415     |
| Electricity in HH (1 if yes)           |           | 0.0505**       |           |           |           | 0.0513**   |
| Distance to water source (in minutes)  |           | 0.000059*      |           |           |           | 0.000069*  |
| Distance to health centre (in minutes) |           | -0.000089*     |           |           |           | -0.000093* |
| Willingness to help villagers          |           |                | 0.0138    |           |           | 0.0304     |
| Trust same ethnicity more              |           |                | 0.0374    |           |           | 0.0338     |
| Being taken advantage of by others     |           |                | 0.0112    |           |           | 0.0180     |
| Violent conflict                       |           |                |           | 0.0245    |           | 0.0117     |
| Village safety                         |           |                |           | 0.0478*   |           | 0.0428     |
| Expenditure quintile 1                 |           |                |           |           | 0.0115    | 0.0115     |
| Expenditure quintile 2                 |           |                |           |           | 0.0182    | 0.0354     |
| Expenditure quintile 3                 |           |                |           |           | 0.0321    | 0.0410*    |
| Expenditure quintile 4                 |           |                |           |           | 0.0670    | 0.0813*    |
| Constant                               | -0.141    | -0.165         | -0.246    | -0.185    | -0.158    | -0.405**   |
| Observations                           | 1,785     | 1,743          | 1,702     | 1,702     | 1,785     | 1,661      |
| Adjusted R <sup>2</sup>                | 0.038     | 0.046          | 0.042     | 0.042     | 0.042     | 0.060      |

# 7. Summary

In the past 15 years, the Government of Indonesia has introduced a variety of social assistance programmes for poor households to alleviate and escape intergenerational poverty. Several of these programmes operate at a very large scale all over Indonesia. Using new data from the IFLS East 2012 household survey, we found that in general all social assistance programmes are targeted towards the poor. Poorer regions seem to receive relatively higher shares of programme benefits and have more beneficiaries, whereas at the household level, we found that poorer households are more likely to receive social assistance benefits than richer households. However, many of the social assistance programmes have scope for improvement in terms of targeting accuracy and actual implementation across and within regions (Alatas et al. 2013a and 2013b, World Bank 2012g and 2012e).

Likewise, we observed remarkable differences in terms of targeting accuracy and access procedures across programmes. For instance, in the case of Raskin, we found that a substantial share of programme benefits go to richer households. However, Raskin implementation processes differ significantly between rural and urban areas, affecting the programme's performance; Raskin is significantly better targeted towards the poor in urban areas compared with rural areas. In urban areas, the poor are more likely to receive Raskin in higher quantities (kg) and at lower prices (Rp) than richer households. In contrast, we found that, in rural areas, richer households are equally as likely to receive Raskin as poorer households and to receive the same Raskin quantities at the same price. Similar findings can be made for other programmes such as BSM and Jamkesmas/Jamkesda, although each of these programmes face their own challenges and shortcomings.

When analysing the determinants of access to social assistance programmes, we found that one of the most important criteria for whether a household receives benefits of a social assistance programme is the possession of an SKTM. Even after controlling for wealth status and demographic, household, geographic, infrastructure, and violent conflict / social trust characteristics, we found that the possession of an SKTM significantly increases the chance of access to social assistance programmes, particularly in urban areas. This analysis finds that poor households are more likely to have received an SKTM than richer households. However, the relationship between expenditure levels and SKTM possession is far from perfect, as many richer households also possess an SKTM. The possession of an SKTM plays a lesser role in access to social assistance programmes within rural areas, except for in the BSM programme in which school principals/teachers identify eligible pupils based on SKTM ownership.

Our analysis further revealed that access to social assistance programmes by poor people is only mildly affected by lack of infrastructure or remoteness. However, this may be due to BPS's Susenas 2010 sampling frame, which was used to collect the IFLS East 2012 data and does not cover some of the remotest areas in the country, thereby biasing these results. Access to some social assistance programmes (in particular Raskin and Kartu Sehat) is partly affected by the level of trust and violent conflict, although a clear causal relationship cannot be established within the existing data. However, this initial analysis of the relationship between violent conflict and access to social assistance programmes suggests that violent conflict of itself does not necessarily result in lower levels of access and availability of social assistance programmes. Raskin allocations in rural areas are more likely to be shared across the entire village in areas with higher levels of violent conflict. This finding suggests that the benefits of social assistance programmes might be used to mitigate tensions or to avoid aggravating tensions. However, we did not find similar effects in the operation of BSM or Jamkesmas/Jamkesda.

Furthermore, the findings suggest that vulnerable groups, in particular households with a disabled member and those in which the household head is a widow(er), are more likely to be included in certain social assistance programmes such as BLT, BSM, Kartu Sehat, and Raskin, because vulnerable households are more likely to be poor and have a higher share of elderly household members. Once we controlled for the economic and sociodemographic composition of households, we did not observe any additional effect of having a disabled household member or widow(er) as the household head on access to social assistance programmes.

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# **Appendix**

Table A.1: Description of the Social Assistance Programmes Covered in IFLS-East 2012

| Programme          | Description  |
|--------------------|--|
| Raskin             | The Raskin programme is a national programme intended to help poor households in meeting their food needs and reducing their financial burdens through subsidised rice.                                      |
| Kartu Sehat        | Health Cards for the Poor; also referred to as the Jamkesmas or Health Card. If the household has the Jamkesda card, it is also likely to be included in the Kartu Sehat programme.                          |
| Dana Sehat         | Community-based programme for health funds.  |
| BLT Card           | Temporary unconditional cash transfer; designed to supplement consumption for poor households facing unprecedented price increases.  |
| BLSM Card*         | Card entitling holder to BLSM transfers, unconditional cash transfers for the poorest Indonesian households.   |
| BSM                | Cash transfer for poor students; transfers of cash payments once enrolment, attendance, and other criteria have been verified.   |
| JSLU†              | Social cash transfer for the elderly.  |
| Disability Benefit | Jaminan Sosial Penyandang Cacat cash transfer for individuals with very severe disability or disabilities.   |
| PKSA               | Social cash transfer for disadvantaged children.   |
| Troubled Youth     | Program Bantuan Santunan Anak Muda Bermasalah. This programme provides benefits to a variety of children belonging to so-called vulnerable groups, such as street children, children with disabilities, etc. |
| SKTM               | Poverty letter entitling recipient to various social benefits.   |

Note: Information on Raskin can be obtained from World Bank (2007); on Kartu Sehat from World Bank (2012c); on the BLT card from World Bank (2012b); on the BLSM card from World Bank (2013); on BSM from World Bank (2012a); on JSLU/ASLUT from World Bank (2012d); and on SKTM from Sparrow, Suryahadi, and Widyantil (2010).

 $<sup>*</sup> BLSM\ stands\ for\ Bantuan\ Langsung\ Sementara\ Masyarakat\ (unconditional\ cash\ transfers).$ 

 $<sup>\ \, \</sup>dot{\tau} \, \textit{JSLU} \, (\textit{Jaminan Sosial Lanjut Usia or old-age insurance}) \, \textit{changed its name to ASLUT in 2013}. \\$ 

Table A.2: Coverage Rates of Social Assistance Programmes in the IFLS East 2012 by Province

| Province             | Raskin<br>(%) | Kartu<br>Sehat<br>(%) | Dana<br>Sehat<br>(%) | BLT<br>Card<br>(%) | BLSM<br>Card*<br>(%) | BSM<br>(%) | JSLU†<br>(%) | Disability Benefits (%) | PKSA<br>(%) | Troubled Youth Programme (%) | SKTM<br>(%) | Pover-<br>ty Rate<br>(%) |
|----------------------|---------------|-----------------------|----------------------|--------------------|----------------------|------------|--------------|-------------------------|-------------|------------------------------|-------------|--------------------------|
| NTT                  | 72.83         | 59.38                 | 2.89                 | 34.55              | 0.00                 | 12.16      | 0.26         | 0.00                    | 0.46        | 0.00                         | 19.80       | 20.41                    |
| Kalimantan<br>Timur  | 24.95         | 12.76                 | 4.00                 | 7.63               | 0.00                 | 1.95       | 1.01         | 0.00                    | 0.77        | 0.26                         | 11.91       | 6.38                     |
| Sulawesi<br>Tenggara | 71.90         | 37.65                 | 3.19                 | 17.77              | 0.29                 | 4.55       | 0.26         | 0.00                    | 0.00        | 0.00                         | 13.98       | 13.06                    |
| Maluku               | 74.67         | 31.54                 | 0.63                 | 27.57              | 0.24                 | 10.02      | 0.26         | 0.24                    | 0.13        | 0.00                         | 9.79        | 20.76                    |
| Maluku<br>Utara      | 46.88         | 15.02                 | 2.25                 | 10.78              | 0.00                 | 4.79       | 0.27         | 0.35                    | 0.00        | 0.95                         | 6.99        | 8.06                     |
| Papua<br>Barat       | 54.35         | 42.60                 | 2.32                 | 29.76              | 0.00                 | 12.40      | 0.59         | 0.00                    | 0.37        | 0.00                         | 9.68        | 27.04                    |
| Papua                | 48.55         | 31.93                 | 3.55                 | 18.84              | 0.00                 | 1.45       | 0.26         | 0.35                    | 0.26        | 0.00                         | 14.77       | 30.66                    |
| All provinces        | 54.12         | 34.43                 | 3.10                 | 20.64              | 0.06                 | 5.97       | 0.36         | 0.11                    | 0.38        | 0.12                         | 14.21       | -                        |

Note: Survey weights applied.

 $<sup>* \</sup>textit{BLSM stands for Bantuan Langsung Sementara Masyarakat (unconditional \ cash \ transfers)}.$ 

 $<sup>\ \, \</sup>dot{\tau}\, \textit{JSLU}\, (\textit{Jaminan Sosial Lanjut Usia or old-age insurance})\, \textit{changed its name to ASLUT in 2013}. \\$ 

Table A.3: Coverage Rates of Social Assistance Programmes in the IFLS East 2012 by Province and Expenditure Quintile

| Province     | Expenditure<br>Quintile | Raskin<br>(%) | Kartu Sehat | Dana Sehat<br>(%) | BLT Card<br>(%) | BSM<br>(%) | SKTM<br>(%) |
|--------------|-------------------------|---------------|-------------|-------------------|-----------------|------------|-------------|
| NTT          | 1                       | 75.52         | 77.44       | 4.31              | 54.21           | 14.37      | 21.96       |
|              | 2                       | 78.35         | 72.53       | 6.46              | 38.08           | 3.31       | 19.32       |
|              | 3                       | 83.72         | 79.89       | 3.02              | 30.34           | 12.65      | 14.56       |
|              | 4                       | 82.71         | 53.24       | 0.00              | 39.09           | 23.38      | 24.57       |
|              | 5                       | 68.47         | 62.57       | 2.33              | 31.42           | 4.57       | 20.02       |
| Kalimantan   | 1                       | 70.72         | 24.33       | 0.00              | 27.80           | 0.00       | 39.22       |
| Timur        | 2                       | 45.30         | 37.68       | 6.73              | 14.74           | 0.00       | 24.80       |
|              | 3                       | 35.49         | 23.23       | 9.15              | 18.55           | 6.36       | 19.55       |
|              | 4                       | 33.55         | 26.77       | 6.27              | 6.82            | 6.82       | 14.34       |
|              | 5                       | 24.73         | 5.67        | 4.46              | 0.00            | 4.73       | 14.57       |
| Sulawesi     | 1                       | 91.05         | 74.42       | 0.00              | 13.19           | 8.96       | 24.60       |
| Tenggara     | 2                       | 95.34         | 59.28       | 3.37              | 32.06           | 6.83       | 26.22       |
|              | 3                       | 89.86         | 35.86       | 7.79              | 17.92           | 3.54       | 10.38       |
|              | 4                       | 84.17         | 39.95       | 5.38              | 28.04           | 0.00       | 5.00        |
|              | 5                       | 83.24         | 28.34       | 1.99              | 22.73           | 7.11       | 18.30       |
| Maluku       | 1                       | 84.16         | 41.62       | 0.00              | 33.53           | 26.84      | 14.65       |
|              | 2                       | 93.02         | 35.06       | 0.00              | 45.66           | 14.69      | 9.67        |
|              | 3                       | 87.44         | 41.28       | 0.00              | 31.55           | 5.71       | 3.67        |
|              | 4                       | 79.45         | 49.23       | 0.00              | 22.66           | 2.34       | 20.92       |
|              | 5                       | 80.59         | 31.48       | 1.84              | 25.01           | 7.42       | 7.41        |
| Maluku Utara | 1                       | 81.36         | 17.72       | 0.00              | 16.80           | 9.36       | 5.44        |
|              | 2                       | 79.15         | 26.71       | 2.29              | 9.75            | 4.44       | 2.29        |
|              | 3                       | 82.90         | 30.73       | 0.00              | 30.35           | 10.56      | 2.47        |
|              | 4                       | 62.52         | 9.35        | 1.68              | 8.71            | 15.54      | 10.35       |
|              | 5                       | 58.76         | 27.21       | 2.74              | 26.95           | 0.00       | 7.37        |
| Papua Barat  | 1                       | 82.49         | 45.26       | 6.67              | 40.25           | 24.48      | 6.41        |
|              | 2                       | 69.99         | 43.19       | 0.00              | 18.49           | 6.53       | 12.04       |
|              | 3                       | 63.48         | 53.41       | 0.00              | 35.89           | 23.32      | 8.46        |
|              | 4                       | 62.77         | 38.96       | 2.77              | 51.78           | 13.43      | 17.34       |
|              | 5                       | 66.34         | 53.88       | 1.92              | 20.21           | 13.00      | 10.10       |
| Papua        | 1                       | 67.83         | 46.17       | 0.00              | 32.86           | 0.00       | 16.19       |
|              | 2                       | 50.21         | 52.72       | 10.40             | 55.66           | 0.00       | 37.38       |
|              | 3                       | 58.74         | 53.38       | 0.00              | 12.66           | 0.00       | 6.77        |
|              | 4                       | 78.31         | 46.43       | 9.59              | 30.42           | 2.44       | 23.33       |
|              | 5                       | 53.00         | 40.59       | 0.00              | 19.64           | 0.00       | 13.05       |

Note: Expenditures per capita were obtained by dividing average monthly household expenditures by household size and adjusting for spatial price differences by using BPS's official poverty lines. Survey weights applied.

Table A.4: Description of Variables Used in the Construction of the Asset Index

| Variable Name           | Variable Type  | Description   |
|-------------------------|--|---|
| House, land             | Dummy (1 if yes; 0 if no)  | Whether the household owns the house/<br>apartment in which the household lives                                 |
| Other building          | Dummy (1 if yes; 0 if no)  | Whether the household owns any additional houses/apartments apart from the one in which the household is living |
| Vehicles                | Dummy (1 if yes; 0 if no)  | Whether the household owns any vehicles, that is, cars, boats, bicycles, or motorbikes                          |
| Appliances              | Dummy (1 if yes; 0 if no)  | Whether the household owns any household appliances   |
| Furniture               | Dummy (1 if yes; 0 if no)  | Whether the household owns any furniture  |
| Kitchen in house        | Dummy (1 if yes; 0 if no   | Whether the house has a kitchen inside  |
| Access to electricity   | Dummy (1 if yes; 0 if no)  | Whether the house has access to electricity   |
| Living area per capita  | Continuous (m²)  | The size of the housing area in square meters divided by the number of household members                        |
| No. of Rooms per capita | Continuous   | Number of rooms in the house divided by the number of household members   |
| Floor of house          | Cardinal (scale from 1 to 6: 1. ceramic/marble/granite/stone; 2. tiles/terrazzo; 3. cement/bricks; 4. lumber/board; 5. bamboo, 6. dirt)  | Main material of the floor of the house   |
| Walls of house          | Cardinal (scale from 1 to 3: 1. masonry (cement/prefabricated bricks); 2. lumber/board/plywood; 3. bamboo/woven/mat)   | Material used in outer walls of the house   |
| Roof of house           | Cardinal (scale from 1 to 6: 1. concrete; 2. wood; 3. metal plates; 4. roof tiles/shingles; 5. asbestos; 6. foliage/palm leaves/grass/bamboo)  | Main material used for roof of the house  |
| Source drinking water   | Cardinal (scale from 1 to 9: 1. pipe water; 2. well water w/pump; 3. well water [no pump]; 4. spring water; 5. rain water; 6. river or creek water; 7. pond, fish pond; 8. water collection basin; 9. aqua/air mineral)  | Main source of drinking water in the household  |
| Sewage disposal         | Cardinal (scale from 1 to 9: 1. drainage ditch [flowing]; 2. drainage ditch [stagnant]; 3. permanent pit; 4. disposed into river; 5. disposed of in yard; 6. pond; 7. hole; 8. paddy field; 9. sea, beach)   | Type of sewage disposal in the house  |
| Garbage disposal        | Cardinal (scale from 1 to 9: 1. disposed of in trash can, collected by sanitation service; 2. Burned; 3. Disposed of in river/creek; 4. disposed of in yard and left to decompose; 5. disposed of in pit; 6. forest, montane; 8. sea, lake, beach; 9. paddy field) | Type of garbage disposal in the house   |

Table A.5: Description of Variables Used in the Regression Analyses

| Specification                  | Variable                  | Description   |  |  |  |
|--------------------------------|---------------------------|---|--|--|--|
|                                | Age                       | Age of household head; continuous variable  |  |  |  |
|                                | Age <sup>2</sup>          | Age of household head squared; continuous polynomial  |  |  |  |
|                                | Sex                       | Sex of household head; dummy variable: 1 if male / 0 if female  |  |  |  |
|                                | Married                   | Marital status of household head; dummy variable: 1 if married / 0 if not                                 |  |  |  |
|                                | Schooling (years)         | Proxy for education level of household head; continuous variable  |  |  |  |
|                                | Muslim                    | Religion of household head; dummy variable: 1 if Muslim / 0 if not  |  |  |  |
|                                | Christian                 | Religion of household head; dummy variable: 1 if Christian / 0 if not                                     |  |  |  |
|                                | Urban                     | Area type household is located in; dummy variable: 1 if urban / 0 if rural                                |  |  |  |
| Baseline<br>Model              | HH Size                   | Number of household members; continuous variable  |  |  |  |
|                                | HH Size²                  | Number of household members squared; continuous polynomial  |  |  |  |
|                                | Children under 5 (number) | Number of children aged 5 or less in household; continuous variable                                       |  |  |  |
|                                | Children 6 to 15 (number) | Number of children aged 6 to 15 in household; continuous variable   |  |  |  |
|                                | Elderly (number)          | Number of elderly aged 60 or more in the household; continuous variable                                   |  |  |  |
|                                | HH member is disabled     | At least 1 household member has a disability: 1 if yes / 0 if not   |  |  |  |
|                                | Widow                     | Household head is widow/widower: 1 if yes / 0 if not  |  |  |  |
|                                | Electricity in HH         | Provides information on whether household has electricity; dummy variable: 1 if yes / 0 if not            |  |  |  |
| Extended Model: Infrastructure | Distance to water source  | Distance from the household to the nearest health centre; continuous variable: measured in minutes        |  |  |  |
|                                | Distance to health centre | Distance from the household to the nearest water source; continuous variable: measured in minutes walking |  |  |  |

Table A.5: Description of Variables Used in the Regression Analyses (continued)

| Specification                           | Variable                                   | Description  |  |  |  |  |
|---|--|--|--|--|--|--|
|   | Willingness to<br>help villagers           | Provides information on the degree to which the household head indicated s/he agreed (on a scale of 1 to 3 where 1 indicates disagree, 2 agree, and 3 strongly agree) with the following statement: I am willing to help people in this village if they need it; ordinal variable                    |  |  |  |  |
| Extended                                | Trust same ethnicity more                  | Provides information on the degree to which the household head indicated s/he agreed (on a scale of 1 to 3 where 1 indicates strongly agree, 2 agree, and 3 disagree) with the following statement: I trust people with the same ethnicity as mine more; ordinal variable                            |  |  |  |  |
| Model: Village<br>Conflict and<br>Trust | Feeling taken<br>advantage of<br>by others | Provides information on the degree to which the household head indicates s/he agreed (on a scale of 1 to 3 where 1 indicates strongly agree, 2 agree and 3 disagree) with the following statement: In this village I have to be alert or someone is likely to take advantage of me; ordinal variable |  |  |  |  |
|   | Violent conflict                           | Provides information on the degree to which the household head indicated s/he feels safe in the village given a scale of 1 to 4 ( $1 = \text{very safe}$ and $4 = \text{very unsafe}$ ); ordinal variable  |  |  |  |  |
|   | Village safety                             | Provides information on whether violent conflicts have occurred in the village in the 12 months preceding the survey; dummy variable: 1 if yes / 0 if not  |  |  |  |  |
|   | Expenditure quintile 1                     |  |  |  |  |  |
| Extended                                | Expenditure quintile 2                     | Variables indicating the per capita real expenditure quintile the household  |  |  |  |  |
| Model:<br>Poverty                       | Expenditure quintile 3                     | belongs to; 4 dummy variables: quintile 1 is the poorest quintile and quintile 5 (used as a reference category) is the richest.  |  |  |  |  |
|   | Expenditure quintile 4                     |  |  |  |  |  |
|   | SKTM                                       | Household possess an SKTM card: 1 if yes / 0 if not  |  |  |  |  |



In the past 15 years, the Government of Indonesia has implemented a variety of social assistance programmes intended to improve the lives of the poor and help them escape poverty. Many of these programmes are now operating at a national scale and cover millions of Indonesians.

Using a new household survey dataset that covers the eastern areas of Indonesia (Indonesian Family Life Survey East 2012), this paper investigates the household-level determinants of access to social assistance programmes. The analysis reveals that social assistance programmes are relatively more available in poorer provinces and that poorer households—all things being equal—are more likely to access social assistance programmes than nonpoor households, which suggests that social assistance programmes in eastern Indonesia are successful in their efforts to target the poor (poverty targeting), both across regions and households. However, poverty targeting still has scope for improvement in terms of accuracy.

Besides the poverty status (as measured in per capita consumption expenditures), the authors found that several other factors influence programme access. Having a disabled household member or having a household head who is a widow(er) appears to increase the likelihood of receiving social assistance programmes. Likewise, the level of trust and conflict in a community affects access to social assistance programmes. Particularly in the case of Raskin, we found that the programme is distributed more widely among those communities that are characterized by higher levels of conflict and lower levels of trust. The authors did not find that poor access to infrastructure and remoteness influences household access to social assistance programmes once they controlled for province fixed effects in the regression framework. Furthermore, the findings suggest that possession of a local 'poverty letter' strongly improves household access to social assistance programmes, even after controlling for a wide set of socioeconomic characteristics. In general, determinants of programme access differ significantly among provinces and between rural and urban areas.

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