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Comparative assessment between beneficiaries and nonbeneficiaries of MGNREGA in Arunachal Pradesh: A case of two districts

7 ABSTRACT

8 The present study conducted in two districts of Arunachal Pradesh viz., Lower Subansiri district and 9 West Siang district. The study is based on the responses from 120 respondents comprises of 10 beneficiaries and non-beneficiaries selected from the four gram panchayat selected from two randomly selected blocks in the district. Socio-personal attributes like status of self-reliance, self-11 12 confidence, self-esteem, social participation and social inclusiveness were reflective of no statistically significant change. Among beneficiaries and non-beneficiaries, significant difference could be 13 observed in terms of educational status of family members, expenditure pattern, extent of 14 15 cosmopoliteness and social mobility pattern to mean that MGNREGA could not make any impact on those counts. In case of consumption pattern, there was significant difference in terms of pulses and 16 vegetables consumption while in cases of cereals and protein (meat and fish) the differences between 17 18 mean values were found to be insignificant.

19 Keywords: Socio-personal attributes; Beneficiaries; Non-beneficiaries

20 1. INTRODUCTION

21 The National Rural Employment Guarantee Act (NREGA) had its roots in the policy of creating 22 guaranteed employment through public works that dates back to the 1970s when Maharashtra 23 government introduced Employment Guarantee Scheme under the aegis of Maharashtra Employment 24 Guarantee Act, 1977 which offered statutory support to the right to work and thus making employment 25 to be an entitlement to empower the rural poor. The programme became effective since January 26, 26 1979. The principal aim was to provide gainful and productive employment to the people ready to 27 work in the rural areas. The guarantee to provide work was restricted to unskilled manual work only. 28 The delineation of the scheme was suggestive of the fact that on completion of the works undertaken, 29 some durable community assets should be created and the wages paid to the workers should be 30 linked with the quantity of work done. Another feature of the scheme was to ban contractors. It was 31 also treated as a powerful tool for drought management and drought proofing [1]. After a lapse of 32 almost two and half decades from then, keeping focus on enhancing livelihood security of households 33 in rural areas of the country by providing at least one hundred days of guaranteed wage employment 34 in a financial year to every household whose adult members volunteer to do unskilled manual work, 35 the National Rural Employment Guarantee Scheme (NREGS) came into existence with the enactment 36 of a Parliamentary Act "NREGA" on September 7, 2005. Since October 2, 2009 it was re-named as 37 Mahatma Gandhi National Rural Employment Guarantee Act (MGNREGA or popularly MNREGA). As 38 per the MGNREGA, apart from providing one hundred days of guaranteed wage employment in a 39 financial year on demand to the families below poverty line, creation of durable assets and 40 strengthening of livelihood resource base of the rural poor had also constituted to be its vital 41 objectives. While projecting the scheme to be a paradigm shift from our conventional approach to 42 rural development and eradication of abject poverty in disadvantaged vis-a-vis vulnerable areas, the 43 MGNREGA had also been proclaimed to be given rise to the largest employment programme in terms 44 of its thrust, architecture and scale of potentials in wage employment programme as well. Along with 45 taking an important step towards realization of the right to work in order to potentially transform the 46 geography of poverty, the scheme was also supposed to enhance people's livelihoods on a sustained 47 basis by developing the economic and social infrastructure in rural areas. According to [2], impact of 48 MGNREGA on the beneficiaries in case of Meghalaya to uplift their socio-economic conditions was 49 found to be positive. It was further observed that due to increased income, expenditure on certain 50 food items like meat, fruits, vegetables and betel nut had increased and so also the purchasing power 51 of the beneficiaries for assets like TV, radio, poultry and pigs. A conducted in West Bengal by [3] 52 could identify 100% respondents to be in low empowerment category before MNREGA. In contrast 53 while 75.5% of the respondents were found to be under low empowerment category after working 54 under MNREGA, 24.5% of them were found to have attained medium empowerment category. 55 Significant positive changes were also found in the level of aspiration, self-confidence and self-56 reliance of the respondents after commencement of the scheme. Increase in income has led to an 57 upsurge in food consumption level of both cereals and non-cereals by all the categories of rural 58 households. A diversification had been observed in the dietary pattern of different households, which 59 is again a solid indicator of improved food consumption. These have resulted into a significant rise in 60 calorie-intake as well as protein-intake by different categories of households, leading to a diminution 61 in undernourished and nutrition-deficit household by 8-9 per cent. To sum-up, MGNREGA had 62 positive impact and was effective in changing dietary pattern, increased household food consumption and providing nutritional food security to the deprived rural households of India [4]. While drawing 63 64 conclusion in the backdrop of the performance of MNREGA in Madhya Pradesh, study conducted by 65 [5] were expressive of the good impact of the programme in attaining enhanced livelihood security in 66 rural areas in the sense that higher percentage of the medium income category beneficiaries could be 67 observed to be able to increase their annual income and thus to attain higher income category. In the 68 context of strategies for improvement of benefits of the programme, more than one third of the 69 beneficiaries were found to have suggested that, in terms of a household, the entitlement of 100 days 70 guaranteed employment in a financial year should be increased of and proper monitoring of work 71 should be done in time. From his study in West Bengal, [6] found occurrence of significant changes in 72 the food security, income security, habitat security, health security and environmental security of the 73 respondents. But no significant change could be found on the educational security of the respondents 74 before and after MNREGA. In case of social security also, no significant change was found before 75 and after MNREGA. From another study in terms of the impact of National Rural Employment 76 Guarantee Scheme conducted by [7] at Birbhum district of West Bengal no statistically significant 77 impact on economic outcomes at household level could be traced out. But it did find a statistically 78 significant and substantial relation between reduction of stress related to joblessness and access to the NREGS. Based upon a study conducted in Gujarat by [8], it was reported that even though 79 80 NREGA had brought changes in the quality of life of beneficiaries especially from economically and 81 socially backward communities, a lot more had still to be done to achieve the expectations of the 82 society at large. People were still not empowered to use their right to demand and ensure 83 transparency in the implementation of this scheme. The study also called for intervention by 84 authorities to ensure smooth functioning of this programme, free from malpractices and corruption so 85 that it could act as a tool to rejuvenate the otherwise unproductive and under productive areas.

86 2. METHODOLOGY

87 2.1 Research Methods

88 For this study expost-facto research design was adopted. Two districts of Arunachal Pradesh 89 *viz.*, West Siang district and Lower Subansiri were selected for the study purpose. Two blocks from 90 each of the selected districts namely Aalo East and Aalo West from West Siang districts and Ziro-I 91 and Ziro-II blocks were selected randomly for the study purpose. Thereafter four Gram Panchayats 92 namely Pulo Uru, Passa, Bene and Jirdin were selected from Ziro-I, Ziro-II, Aalo West and Aalo East 93 blocks respectively. A total of 120 respondents were selected out of which 80 respondents were 94 beneficiaries and remaining 40 respondents being non-beneficiaries.

95 2.3 Method of analysis

The data was collected using well-structured and pre-tested interview schedule. Relevant data pertaining to the study was collected, analyzed using z-test. For this particular study data were collected for five years period between 2009-10 and 2013-14.

99 **z-test**:

100 It is a statistical test used to determine whether two population means are different when the 101 variances are known and the sample size is large. The test statistic is assumed to have a normal 102 distribution and nuisance parameters such as standard deviation should be known in order for an 103 accurate z-test to be performed.

$$z = \frac{\overline{x} - \sigma}{\sqrt{2}}$$

105 Where,

106 \overline{X} is the sample mean

107 Δ is a specified value to be tested

108 σ is the population standard deviation and

109 *n* is the size of the sample.

110 **3. RESULTS AND DISCUSSION**

3.1 Before-after comparative assessment of selected variables

112 Here an effort was made to find out whether the changes in the mean values of nine of the 113 identified variables viz. income pattern, consumption pattern (cereals, pulses, vegetables and 114 protein), expenditure pattern, material possession, self- reliance, self-confidence, self-esteem, social 115 participation, and social inclusiveness, were either statistically significant or not through z-test. Apart 116 from the said z-test, in cases of income pattern, consumption pattern (cereals, pulses, vegetables and 117 protein), expenditure pattern and material possession, before-after percentage change in those 118 counts were also estimated. There was a significant difference in the mean values for variables like 119 income pattern, expenditure pattern and material possession. In case of consumption pattern there 120 were significant difference in case of cereals, vegetables and protein (meat and fish) while the 121 difference was insignificant in the case of pulses (Table 1).

122Table 1. Before-after comparative assessment and percentage change of selected explaining123variables (n=80)

Variable	Mean		'z' value	% change
	В	Α		
Income pattern (`/month)	3456.88	3938.75	4.11*	12.23
Consumption pattern (gms/capita/day)	<u> </u>			<u> </u>

Variable	Mean		'z' value	% change
	В	Α		
Cereals	502.80	425.97	4.83*	-18.03
Pulses	40.18	36.34	1.60	-10.56
Vegetables	377.65	321.11	3.30*	-14.94
Protein (meat and fish)	147.22	105.26	9.98*	-39.86
Expenditure pattern (`)	3257.50	4091.13	6.91*	20.38
Material possession status	15.51	19.54	3.81*	20.62

124 *Significant at 0.05 level; B- Before, A- After

125 3.1.1 Income pattern

126 There was a significant difference in the mean values for income pattern as the calculated 127 value was found to be more than that of the critical value i.e. 1.96 (two-tailed test). Simultaneously, 128 although income of the beneficiaries was found to have increased by 12.23 per cent over the 5 years 129 spanning between 2009-10 and 2013-14, it might still be inferred that this was not due to the 130 contribution of MGNREGA (Table 1). On an average the beneficiaries received less than 8 days of 131 work per year and with daily wage of `155/- under MGNREGA, it was no way enough to make any 132 impact on their income. Because of this situation, they had been forced to look for other sources of 133 income like wage labour, farming, etc. Further inquisition by the researcher revealed that the daily 134 wage rate at private level was around `400/- including perguisites which was much higher than the 135 prevailing minimum wage rate as per state Govt. standards. This also was assumed to have 136 significantly contributed to the increase of absolute income of the beneficiaries.

137 3.1.2 Consumption pattern

138 Change in consumption pattern of the beneficiaries before and after working under 139 MGNREGA was studied focusing on cereals, pulses, vegetable and protein (Table 1). There was 140 significant difference in the cases of consumption of cereals, vegetables and protein as the calculated 141 z' value was more than the corresponding critical value for those cases. Contrarily, in case of pulses 142 the consumption pattern was observed to be insignificant. As regards percentage change that had 143 occurred for consumption of cereals, it was found to have declined by 18.03 per cent for the 144 respondents following the national trend where 7.00 per cent decrease in consumption of cereal in 145 rural India was found from 1993-94 onwards [9]. Similarly, although daily average consumption of 146 vegetables and protein was found to be statistically significant as revealed from table 1, in reality, it 147 was reduced by 14.94 per cent and 39.86 per cent respectively. In case of pulse consumption also, 10.56 per cent reduction could be noticed. As a matter of fact, although 12.23 per cent average 148

increase in monthly income of the beneficiary families was recorded during the five year period
spanning between 2009-10 and 2013-14, in actual rupee value it was around `482.00 per month only.
So, contextual to soaring market price of all food and other consumable items *vis-a-vis* ever
increasing cost of living in a costly state like Arunachal Pradesh, reduction in consumption seemed to
be quite normal.

154 3.1.3 Expenditure pattern

Since the calculated value was more than the critical value i.e. 1.96 (two-tailed test), so significant difference was there in the before-after mean values of expenditure pattern (Table 1). Moreover, 20.38 per cent change was observed in the expenditure pattern of the respondents from 2009-10, when they first started working under MGNREGA. This increase again was felt to be natural in the backdrop of inflation rate and increased price of commodities and it is opined that MGNREGA did not have much to contribute in this regard through provisioning of meager income from few days of work only.

162 **3.1.4 Material possession**

163 Table 1 indicated significant difference in the before-after situation of material possession as 164 the calculated value was more than that of corresponding critical value. Material possession of the 165 respondents was found to have increased by 20.62 per cent but, as indicated by the beneficiaries, 166 MGNREGA was having no contribution in it. To state further that the major contributing factor behind 167 such increase was chiefly due to the addition of mobile phones in the households which has by now 168 almost become to be an common utility item in lieu of what it was in 2009-10 from when the change in 169 material possession due to MGNREGA got studied. Earlier, mobile phones were considered as luxury 170 items due to their high cost and hence their availability in rural households was virtually non-existent.

171 **3.1.5 Other socio-personal attributes**

Socio-personal attributes like status of self-reliance, self-confidence, self-esteem, social participation and social inclusiveness was perceived for the present study to be having relationship with MGNREGA. So, here also effort was made through z-test to find out whether there occurred any significant change in the mean values of those attributes in before-after situation.

176 Table 2. Before-after comparative assessment of selected socio-personal attribute (n=80)

Variables	Me	Mean	
	В	A	-
Status of self-reliance	2.89	3.01	0.78
Status of self-confidence	2.90	3.00	0.78
Status of self-esteem	2.79	2.85	0.57
Status of social participation	2.07	2.16	1.21
Social inclusiveness status	30.40	30.76	1.80

177 * Significant at 0.05 level; B- Before, A- After

178 It became evident from perusal of Table 2 that there occurred no significant change amongst 179 the beneficiaries after being associated with MGNREGA. It was fairly explained by the fact that on an 180 average work under MGNREGA was available for only around eight days a year and since the 181 respondents had virtually no involvement with the scheme, as a quite natural case, it did not have any 182 significant effect on the respondents' socio-personal attributes.

3.2 Comparative assessment of socio-personal attributes between beneficiaries and non-beneficiaries

As the MGNREGA was clearly expressive of bettering the poverty of rural poor, it was felt necessary to examine as to how far this had occurred. Having assessed the before-after scenario of the beneficiaries, therefore, an effort was then made to compare as to whether there existed any difference in the mean values of the identified explaining variables like consumption pattern, expenditure pattern and socio-personal attributes between the beneficiaries and non-beneficiaries (who were having greater resource endowment as APL families and acted as the social control group) to gain better understanding of the impact of MGNREGA. And for this purpose, z-test was employed.

192 **3.2.1 Consumption pattern**

193 Consumption patterns, studied under daily per capita consumption of cereals, pulses, 194 vegetables and protein (meat and fish) showed varied difference (Table 3). In case of consumption 195 pattern, there was significant difference in terms of pulses and vegetables consumption at 0.05 per 196 cent level of significance since the calculated value was more than that of the corresponding critical 197 values.

198Table 3. Comparative assessment and percentage change in consumption pattern between199beneficiaries and non-beneficiaries (n=80 for B & n=40 for NB)200

Variables	Me	'z' value	
	В	NB	
Consumption pattern (gm/capita/day)			
Cereals	425.97	412.30	0.89
Pulses	36.34	50.65	4.49*
Vegetables	321.11	389.30	3.05*
Protein (Meat and fish)	105.26	110.97	0.93

201 * Significant at 0.05 level; B- Beneficiaries, NB- Non-beneficiaries

202 In cases of cereals and protein (meat and fish) the differences between mean values were 203 found to be insignificant as it was less than that of the corresponding critical values. Even though the 204 beneficiary and non-beneficiary group did not have significant difference in terms of cereal 205 consumption, however, in terms of actual quantum of consumption, it requires to be pointed out that 206 the beneficiary group was observed to be consuming more cereals compared to their non-beneficiary 207 counterparts. Though apparently this might seem erratic, it nevertheless appeared to be quite logical 208 to the present researcher in the sense that the poor people are having a general tendency, of course 209 due to their financial constraints, to compulsorily remain over-dependent on cereals in order to fill up 210 their appetite. Also, it was felt to be happening so due to the fact that being staple food of the region 211 and its comparatively lower price as well, cereal is the major source of food to the beneficiaries

- belonging to the BPL category. The non-beneficiaries, belonging to the resource rich APL category,
- on the other hand have diverse source of food and need not to depend solely or highly on cereals.

Table 4. Comparative assessment between beneficiaries and non-beneficiaries in terms of expenditure pattern, educational status, cosmopoliteness and social mobility pattern (n=80 for

216 B & n=40 for NB)

Variables	Mean		'z' value
	В	NB	
Expenditure pattern (in)	4091.13	8843.75	10.21*
Educational status of family members	2.31	3.10	5.10*
Extent of cosmopoliteness	20.62	21.10	3.07*
Social mobility pattern	18.85	24.02	11.50*

217 * Significant at 0.05 level; B- Beneficiaries, NB- Non-beneficiaries

218 Significant differences could be observed in terms of expenditure pattern, educational status 219 of family members, extent of cosmopoliteness and social mobility pattern since the non-beneficiaries

220 were from APL category and having had more access to resources (Table 4).

4. CONCLUSION

222 During the five years period between 2009-10 and 2013-14, consumption pattern was found 223 to have decreased among the beneficiaries. Though expenditure pattern, income pattern and material 224 possession had increased over those years, as per the views of the respondents themselves, 225 MGNREGA had nothing to do in that regard. The before-after comparison of perceived socio-personal 226 attributes like status of self-reliance, self-confidence, self-esteem, social participation and social 227 inclusiveness were reflective of no statistically significant change. Among beneficiaries and non-228 beneficiaries (who were chosen from comparatively resource endowed APL families), significant 229 difference could be observed in terms of educational status of family members, expenditure pattern, 230 extent of cosmopoliteness and social mobility pattern to mean that MGNREGA could not make any 231 impact on those counts. In case of consumption pattern, there was significant difference in terms of 232 pulses and vegetables consumption while in cases of cereals and protein (meat and fish) the 233 differences between mean values were found to be insignificant.

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