

SUPPLEMENT TO “GENERAL EQUILIBRIUM EFFECTS OF CASH  
TRANSFERS: EXPERIMENTAL EVIDENCE FROM KENYA”  
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APPENDIX A is contained in the Main Appendix (in print with the article). Appendices B, C, and D are in the online Supplemental Material. All appendices A–K, including A–D, are also contained in a single file with the Online Replication Material.

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## APPENDIX B: SUPPORTING FIGURES AND TABLES

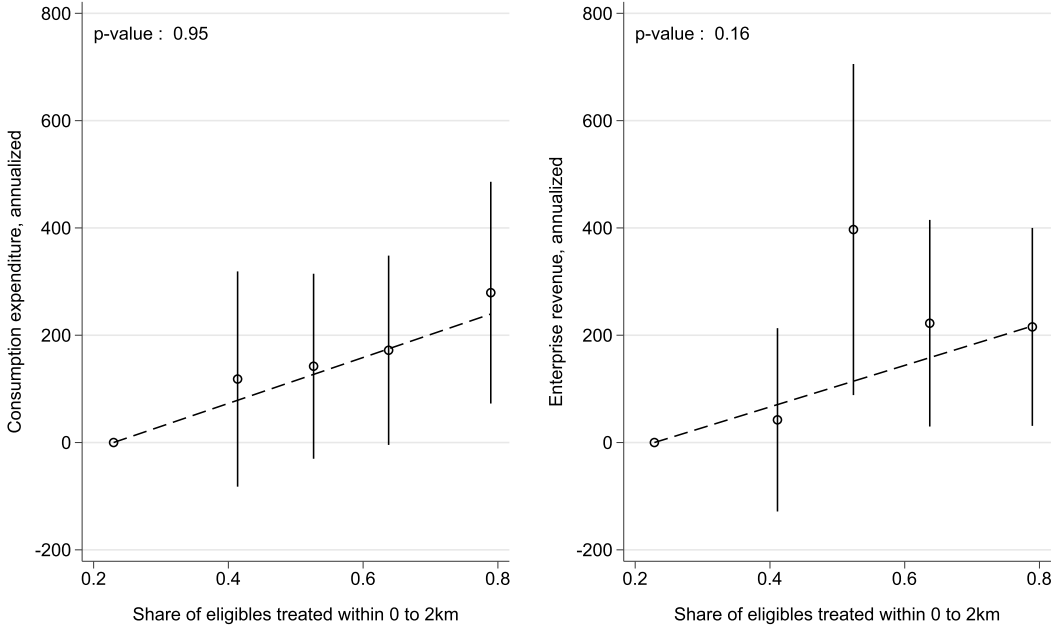


FIGURE B.1.—Nonlinear spillover estimates. *Notes:* Each panel represents a reduced form regression of household consumption and enterprise revenue on 5 quintile bins of the share of eligibles assigned to treatment 2 km around each household / enterprise. Effects are relative to the lowest quantile. For consumption, we control for direct effects by including eligibility and a dummy for treatment status of each household. For enterprises, we include interactions with dummies for three enterprise types (within homestead, outside homestead, and own-farm). We then sum and weight coefficients to obtain total revenue effects per household in our study area. We control for baseline revenue at the village-by-enterprise-type level and use inverse sampling weights. Ninety-five percent confidence intervals are obtained using Conley (2008). Dashed lines start at zero, the slope coming from the same regression, with quantile bins of treatment intensity replaced by a linear term (and weighted across enterprise types as above). We cannot formally reject that our estimated non-linear regression is linear, that is, that  $\frac{\beta_2 - \beta_1}{\Delta X_2} = \dots = \frac{\beta_n - \beta_{n-1}}{\Delta X_n}$ . The  $p$ -values of this test are 0.95 and 0.16 for consumption and revenue, respectively. We did the same test for all 10 pre-specified primary outcomes and treated/untreated households separately; we cannot reject linearity at the 10% level for any of them.

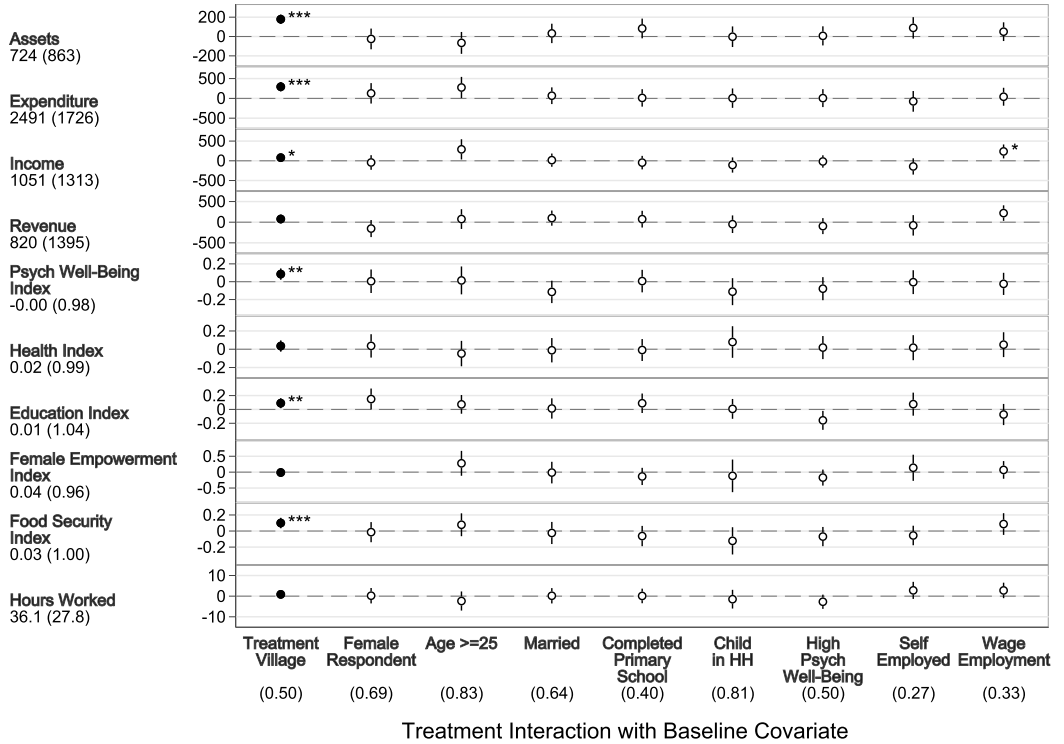


FIGURE B.2.—Little heterogeneity in pre-specified primary outcomes. *Notes:* This figure presents estimates for treatment effect heterogeneity for eligible households in pre-specified primary outcomes along eight pre-specified dimensions of heterogeneity (Haushofer, Miguel, Niehaus, and Walker (2017)). Each plotted coefficient is from a separate regression. Each row represents a separate primary outcome; the mean (SD) for eligible households in control, low-saturation villages is reported below the outcome label. The first column (Treatment Village) plots estimated effects for the coefficient on an indicator for being in a treatment village from Equation (1), where the sample is restricted to eligible households. Columns 2 through 8 plot the coefficient on the interaction term of the listed baseline covariate with the treatment village indicator; this interaction term and baseline covariate are added to Equation (1). Values in parentheses on the x-axis denote the mean of the baseline covariate. Standard errors are clustered at the village level. Reported significance levels correspond to FDR q-values, calculated following Benjamini, Krieger, and Yekutieli (2006).

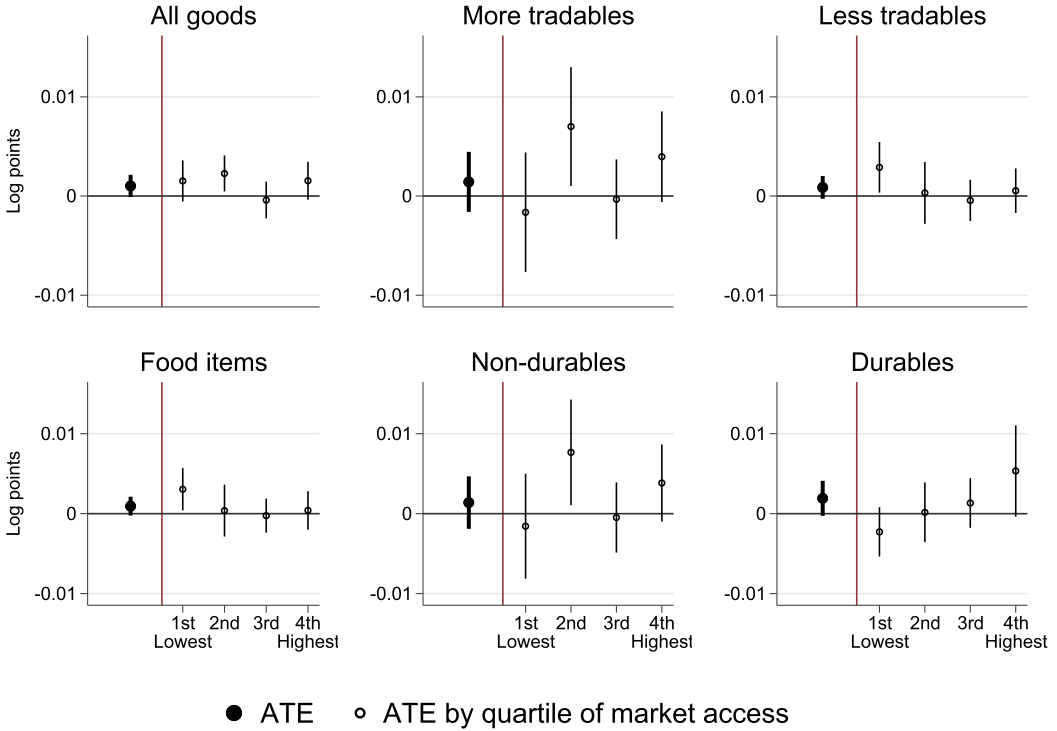


FIGURE B.3.—Output price effects by market access. *Notes:* Each panel represents a regression of the logarithm of a price index on the “optimal” number of lags and distance radii bands of per capita GiveDirectly transfers in each band, as calculated for the overall price index. The number of radii bands and lags is chosen sequentially by minimizing the BIC, as pre-specified, for the overall price index. Regressions include a full set of market and month fixed effects. We report the implied ATE, calculated by evaluating the “optimal” regression specification at the average level of treatment intensity between September 2014 and March 2017, the time during which transfers went out. Bold markers correspond to the ATE across all markets. Hollow markers break down this average by quartiles of market access (with low market access referring to more remote markets), defined as  $MA_m = \sum_{r=1}^{10} r^{-\theta} N_r$ , where  $\theta = 8$  and  $N_r$  is the population in the  $r - 1$  to  $r$  km band around each market. Bars represent 95% confidence intervals based on standard errors as in Conley (2008), where we allow for spatial correlation up to 10 km and autocorrelation up to 12 months.

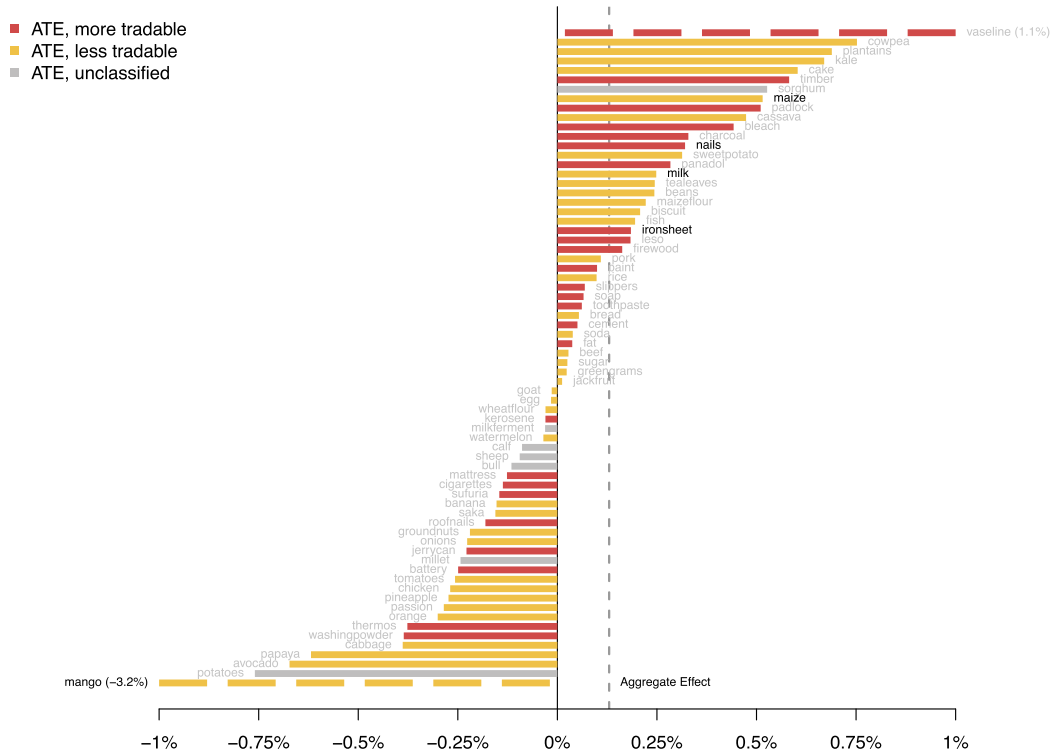


FIGURE B.4.—Output price effects at the product level. *Notes:* Each bar represents a regression of the logarithm of a median price index for each good, using a 4 km distance band and no lags (the “optimal” number of lags and distance bands of per capita GiveDirectly transfers for the overall price index). The number of radii bands and lags is chosen sequentially by minimizing the BIC, as pre-specified. Regressions include a full set of market and month fixed effects. Colors denote our classification into more tradable versus less tradable goods. For each good, we report the implied ATE, calculated by evaluating the regression specification at the average level of treatment intensity between September 2014 and March 2017, the time during which transfers went out. Bold product names indicate significance at the 95% level.

TABLE B.I  
HOUSEHOLD ASSETS BY PRODUCTIVITY STATUS.

|                                | (1)                            | (2)               | (3)                      | (4)                               |
|--------------------------------|--------------------------------|-------------------|--------------------------|-----------------------------------|
|                                | Recipient Households           |                   | Non-Recipient Households | Control, Low-Saturation Mean (SD) |
|                                | 1 (Treat Village) Reduced Form | Total Effect IV   | Total Effect IV          |                                   |
| Assets (non-land, non-house)   | 174.49<br>(25.51)              | 175.62<br>(46.95) | 151.53<br>(82.92)        | 1205.22<br>(1459.67)              |
| Productive Agricultural Assets | 4.26<br>(0.93)                 | 4.16<br>(1.96)    | -0.37<br>(2.47)          | 32.50<br>(38.93)                  |
| Potentially Productive Assets  | 90.03<br>(25.85)               | 52.80<br>(49.31)  | 36.46<br>(65.84)         | 700.16<br>(1025.10)               |
| Livestock Assets               | 50.60<br>(17.03)               | 44.81<br>(27.90)  | -6.88<br>(35.77)         | 461.88<br>(723.23)                |
| Non-Ag Assets                  | 37.10<br>(10.43)               | 24.64<br>(22.85)  | 25.71<br>(23.15)         | 218.90<br>(423.88)                |
| Non-Productive Assets          | 79.00<br>(9.32)                | 92.71<br>(14.28)  | 52.49<br>(29.60)         | 449.32<br>(468.53)                |

*Note:* This table presents results on household asset ownership based on classifications of assets by productivity status. Productive agricultural assets include agricultural tools. Potentially productive assets include livestock and non-agricultural assets, made up of the following: bicycle, motorcycle, car, boat, kerosene stove, sewing machine, electric iron, computer, mobile phone, car battery, solar (panels or system), and generators. Non-productive assets include: radio/cd player, kerosene lantern, bed, mattress, bednet, table, sofa, chair, cupboards, clock, television, iron sheets. Column 1 reports the coefficient on an indicator for treatment village from a regression using data from eligible households (as classified by the GE census team), and includes an indicator for saturation status of the sublocation (Equation (1)). Column 2 reports the total effect on treated households (eligible recipients) from the “optimal” IV spatial regression of each outcome on the amount transferred per capita to a household’s own village  $v$  (instrumented by village treatment status), and to villages other than  $v$  in each 2 km radii band around the household (instrumented by the share of eligible households assigned to treatment in villages other than  $v$  inside the band), as in Equation (2). For this analysis, the sample is restricted to eligible households, including 5420 observations. Column 3 presents the average spillover effect on eligible households in control villages as well as ineligible households, coming from a stacked spatial regression of each outcome on the amount transferred per capita GDP to each 2 km radii band around each household (instrumented by the share of eligibles assigned to treatment in each band), as in Equation (3). We have 5505 observations. The reported average effect comes from a population-share-weighted average effect experienced by those two groups, and is representative of the average untreated household. The number of radii bands included in columns 2 and 3 is chosen, as pre-specified, by minimizing the BIC for total assets (Row 1). Column 4 reports the weighted mean and standard deviations of the outcome variables in low-saturation control villages (across eligible and ineligible households). Each regression is weighted by inverse sampling weights and contains baseline values of the outcome when available. Standard errors are clustered at the village level in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.

TABLE B.II  
ENTERPRISE REVENUE EFFECTS BY SECTOR.

|                       | (1)                              | (2)                | (3)                | (4)  |
|-----------------------|----------------------------------|--------------------|--------------------|--|
|                       | Treatment Villages               |                    | Control Villages   |  |
|                       | 1(Treat Village)<br>Reduced Form | Total<br>Effect IV | Total Effect<br>IV | Control,<br>Low-Saturation<br>Weighted Mean (SD) |
| Retail revenue        | 65.46<br>(41.84)                 | 160.21<br>(68.09)  | 81.50<br>(43.38)   | 235.98<br>(414.95)                               |
| Manufacturing revenue | -49.59<br>(73.46)                | 92.74<br>(46.42)   | 108.51<br>(70.22)  | 81.19<br>(177.10)                                |
| Services revenue      | -77.25<br>(40.75)                | 7.20<br>(46.57)    | 43.37<br>(31.35)   | 115.09<br>(175.76)                               |
| Agriculture revenue   | 3.11<br>(1.27)                   | 5.51<br>(1.43)     | 2.15<br>(1.29)     | 37.91<br>(46.39)                                 |

*Note:* Column 1 reports the coefficient on an indicator for treatment village, and includes an indicator for saturation status of the sublocation (Equation (8) in Appendix G.2). Column 2 reports the total effect on enterprises in treatment villages (own-village effect plus across-village spillover) from the “optimal” IV spatial regression of each outcome on the amount transferred per capita to a enterprise’s own village  $v$  (instrumented by village treatment status), and to villages other than  $v$  in each 2 km radii band around the enterprise (instrumented by the share of eligible households assigned to treatment in villages other than  $v$  inside the band). Column 3 reports the total effect on enterprises in control villages (across-village spillover only). For non-agricultural sectors (retail, services, and manufacturing), we stack two separate regressions for non-agricultural enterprises operated within the household, and non-agricultural enterprises operated outside the household, due to our independent sampling across these enterprise categories (as in Equation (9) in Appendix G.2). We have 1300 observations for retail enterprises, 576 for manufacturing, 400 for services, and 7896 for agriculture. The number of radii bands included in columns 2 and 3 is chosen, as pre-specified, by minimizing the BIC. Column 4 reports the weighted mean and standard deviations of the outcome variables in low-saturation control villages (across all enterprise categories). Each regression is weighted by inverse sampling weights and contains village-level baseline averages of the outcome variable by enterprise category when available. We convert effects to a per-household level by multiplying the average effect per enterprise in each enterprise category by the number of enterprises in that category, dividing by the number of households in our study area, and summing over all enterprise categories. Standard errors are clustered at the village level in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.

TABLE B.III  
ENTERPRISE OUTCOMES BY OWNER ELIGIBILITY.

|  | (1)                            | (2)               | (3)                  | (4)  |
|--|--------------------------------|-------------------|----------------------|--|
|  | Recipient Owners               |                   | Non-Recipient Owners | Control, Low-Saturation Weighted Mean (SD) |
|  | 1 (Treat Village) Reduced Form | Total Effect IV   | Total Effect IV      |  |
| <i>Panel A: All enterprises</i>              |                                |                   |                      |  |
| Enterprise profits, annualized               | 6.78<br>(7.39)                 | 18.51<br>(11.08)  | 43.55<br>(14.44)     | 156.79<br>(292.84)                         |
| Enterprise revenue, annualized               | 51.79<br>(22.82)               | 100.98<br>(86.46) | 171.83<br>(42.78)    | 494.45<br>(1223.07)                        |
| Enterprise costs, annualized                 | 24.04<br>(9.41)                | 28.11<br>(17.39)  | 37.27<br>(17.18)     | 117.22<br>(263.46)                         |
| Enterprise wagebill, annualized              | 21.13<br>(8.69)                | 27.71<br>(17.48)  | 36.93<br>(17.10)     | 97.35<br>(237.01)                          |
| Enterprise profit margin                     | -0.05<br>(0.02)                | -0.05<br>(0.05)   | -0.01<br>(0.04)      | 0.33<br>(0.30)                             |
| <i>Panel B: Non-agricultural enterprises</i> |                                |                   |                      |  |
| Enterprise inventory                         | 2.88<br>(2.79)                 | 7.74<br>(7.47)    | 5.58<br>(3.91)       | 50.41<br>(131.86)                          |
| Enterprise investment, annualized            | -5.15<br>(5.34)                | -15.61<br>(15.75) | 5.49<br>(8.36)       | 46.57<br>(167.44)                          |

*Note:* Column 1 reports the coefficient on an indicator for treatment village, and includes an indicator for saturation status of the sublocation, among matched eligible enterprise owners (Equation (8) in Appendix G.2). Column 2 reports the total effect on enterprises with a treated owner relative to eligible owners in control villages (own-village effect plus across-village spillover) from the “optimal” IV spatial regression of each outcome on the amount transferred per capita to a enterprise’s own village  $v$  (instrumented by village treatment status), and to villages other than  $v$  in each 2 km radii band around the enterprise (instrumented by the share of eligible households assigned to treatment in villages other than  $v$  inside the band). We have between 5424 and 5555 owner-matched observations for all enterprises, and 415 for non-agricultural outcomes. Column 3 reports the total effect on enterprises with untreated owners (spillover only), where we have between 6584 and 6739 observations for all enterprises, and 1454 to 1459 for non-ag outcomes. For each column, we stack three separate regressions for own-farm enterprises, non-agricultural enterprises operated within the household, and non-agricultural enterprises operated outside the household, due to our independent sampling across these enterprise categories (Equation (9) in Appendix G.2). The number of radii bands included in columns 2 and 3 is chosen, as pre-specified, by minimizing the BIC. Column 4 reports the weighted mean and standard deviations of the outcome variables in low-saturation control villages (across all enterprise categories). Each regression is weighted by inverse sampling weights and contains village-level baseline averages of the outcome variable by enterprise category when available. We convert effects to a per-household level by multiplying the average effect in each enterprise category by the number of enterprises in that category, dividing by the number of households in our study area, and summing over all enterprise categories. Standard errors are clustered at the village level in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.



TABLE B.IV  
INPUT PRICES AND QUANTITIES: ADDITIONAL LABOR SUPPLY OUTCOMES.

|  | (1)                            | (2)             | (3)                      | (4)                               |
|--|--------------------------------|-----------------|--------------------------|-----------------------------------|
|  | Recipient Households           |                 | Non-Recipient Households | Control, Low-Saturation Mean (SD) |
|  | 1 (Treat Village) Reduced Form | Total Effect IV | Total Effect IV          |                                   |
| Household hours worked on own farm                     | 2.07<br>(1.15)                 | 0.97<br>(2.30)  | -6.26<br>(2.61)          | 35.32<br>(38.79)                  |
| Individual hours worked in self-employment             | 1.80<br>(1.14)                 | 4.23<br>(1.96)  | -1.38<br>(1.76)          | 26.82<br>(23.53)                  |
| Individual hours employed last week                    | 0.52<br>(0.98)                 | -1.37<br>(2.32) | 2.51<br>(2.67)           | 23.60<br>(25.95)                  |
| Individual hours employed last week in agriculture     | -1.53<br>(0.56)                | -2.28<br>(0.75) | 0.33<br>(1.11)           | 6.00<br>(12.78)                   |
| Individual hours employed last week not in agriculture | 1.67<br>(1.03)                 | 0.62<br>(2.31)  | 1.93<br>(2.65)           | 17.08<br>(26.40)                  |
| Hourly wage earned by employees                        | 0.10<br>(0.03)                 | 0.04<br>(0.04)  | 0.19<br>(0.10)           | 0.70<br>(0.89)                    |
| Hourly wage earned by employees in agriculture         | 0.15<br>(0.06)                 | 0.21<br>(0.08)  | -0.06<br>(0.13)          | 0.67<br>(0.67)                    |
| Hourly wage earned by employees not in agriculture     | 0.04<br>(0.08)                 | 0.08<br>(0.10)  | 0.20<br>(0.23)           | 1.09<br>(1.45)                    |

*Note:* Column 1 reports the coefficient on an indicator for treatment village from a regression using data from eligible households (as classified by the GE census team), and includes an indicator for saturation status of the sublocation (Equation (1)). Column 2 reports the total effect on treated households (eligible recipients) from the “optimal” IV spatial regression of each outcome on the amount transferred per capita to a household’s own village  $v$  (instrumented by village treatment status), and to villages other than  $v$  in each 2 km radii band around the household (instrumented by the share of eligible households assigned to treatment in villages other than  $v$  inside the band), as in Equation (2). For this analysis, the sample is restricted to eligible households, including between 5420 observations at the household level, and between 1201 and 4085 observations for individual-level outcomes. Column 3 presents the average spillover effect on eligible households in control villages as well as ineligible households, coming from a stacked spatial regression of each outcome on the amount transferred per capita GDP to each 2 km radii band around each household (instrumented by the share of eligibles assigned to treatment in each band), as in Equation (3). We have 5505 household observations, and between 1019 and 3486 individuals. The reported average effect comes from a population-share-weighted average effect experienced by those two groups, and is representative of the average untreated household. The number of radii bands included in columns 2 and 3 is chosen, as pre-specified, by minimizing the BIC. Column 4 reports the weighted mean and standard deviations of the outcome variables in low-saturation control villages (across eligible and ineligible households). Each regression is weighted by inverse sampling weights and contains baseline values of the outcome when available. In addition, prices are quantity-weighted. That is, wages are weighted by the number of hours worked. Standard errors are clustered at the sublocation in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.

TABLE B.V  
INPUT PRICES AND QUANTITIES: ADDITIONAL LAND OUTCOMES.

|                                    | (1)                            | (2)                | (3)                      | (4)                               |
|------------------------------------|--------------------------------|--------------------|--------------------------|-----------------------------------|
|                                    | Recipient Households           |                    | Non-Recipient Households | Control, Low-Saturation Mean (SD) |
|                                    | 1 (Treat Village) Reduced Form | Total Effect IV    | Total Effect IV          |                                   |
| Acres of land owned                | -0.19<br>(0.14)                | -0.10<br>(0.09)    | 0.08<br>(0.10)           | 1.42<br>(2.37)                    |
| Acres of land rented out           | -0.04<br>(0.11)                | -0.05<br>(0.21)    | 0.06<br>(0.18)           | 0.93<br>(0.91)                    |
| Acres of land rented in            | 0.03<br>(0.03)                 | 0.04<br>(0.06)     | 0.08<br>(0.07)           | 0.70<br>(0.64)                    |
| Acres of land used for crops       | 0.03<br>(0.02)                 | -0.03<br>(0.04)    | 0.09<br>(0.06)           | 0.96<br>(1.18)                    |
| Land price per acre                | 168.02<br>(201.18)             | 366.46<br>(290.85) | 557.44<br>(412.34)       | 3952.48<br>(3147.29)              |
| Monthly land rental price per acre | -0.05<br>(0.56)                | -0.02<br>(0.96)    | 1.80<br>(1.41)           | 9.71<br>(8.33)                    |
| Total ag land rental costs         | 6.97<br>(2.47)                 | 8.99<br>(5.21)     | 10.14<br>(9.39)          | 51.76<br>(39.67)                  |

*Note:* Column 1 reports the coefficient on an indicator for treatment village from a regression using data from eligible households (as classified by the GE census team), and includes an indicator for saturation status of the sublocation (Equation (1)). Column 2 reports the total effect on treated households (eligible recipients) from the “optimal” IV spatial regression of each outcome on the amount transferred per capita to a household’s own village  $v$  (instrumented by village treatment status), and to villages other than  $v$  in each 2 km radii band around the household (instrumented by the share of eligible households assigned to treatment in villages other than  $v$  inside the band), as in Equation (2). For this analysis, the sample is restricted to eligible households, including between 352 and 5418 observations (indicating land markets are often thin). Column 3 presents the average spillover effect on eligible households in control villages as well as ineligible households, coming from a stacked spatial regression of each outcome on the amount transferred per capita GDP to each 2 km radii band around each household (instrumented by the share of eligibles assigned to treatment in each band), as in Equation (3). We have between 348 and 5505 observations. The reported average effect comes from a population-share-weighted average effect experienced by those two groups, and is representative of the average untreated household. The number of radii bands included in columns 2 and 3 is chosen, as pre-specified, by minimizing the BIC. Column 4 reports the weighted mean and standard deviations of the outcome variables in low-saturation control villages (across eligible and ineligible households). Each regression is weighted by inverse sampling weights and contains baseline values of the outcome when available. In addition, prices are quantity-weighted. That is, land prices and rental rates are weighted by land size. Standard errors are clustered at the sublocation in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.

TABLE B.VI  
NON-MARKET OUTCOMES AND EXTERNALITIES.

|                                | (1)                            | (2)             | (3)                      | (4)                               |
|--------------------------------|--------------------------------|-----------------|--------------------------|-----------------------------------|
|                                | Recipient Households           |                 | Non-Recipient Households | Control, Low-Saturation Mean (SD) |
|                                | 1 (Treat Village Reduced Form) | Total Effect IV | Total Effect IV          |                                   |
| Psychological well-being index | 0.09<br>(0.03)                 | 0.12<br>(0.07)  | 0.08<br>(0.06)           | 0.01<br>(1.01)                    |
| Health index                   | 0.03<br>(0.03)                 | 0.06<br>(0.06)  | 0.01<br>(0.05)           | 0.03<br>(1.01)                    |
| Food security index            | 0.10<br>(0.03)                 | 0.05<br>(0.07)  | 0.08<br>(0.06)           | 0.01<br>(1.00)                    |
| Children food security         | 0.13<br>(0.04)                 | 0.17<br>(0.08)  | 0.09<br>(0.09)           | -0.04<br>(1.12)                   |
| Education index                | 0.09<br>(0.04)                 | 0.09<br>(0.05)  | 0.10<br>(0.06)           | 0.01<br>(1.02)                    |
| Female empowerment index       | -0.01<br>(0.07)                | 0.08<br>(0.14)  | 0.09<br>(0.15)           | 0.05<br>(0.94)                    |
| Security index                 | 0.11<br>(0.04)                 | -0.02<br>(0.07) | -0.02<br>(0.07)          | 0.03<br>(0.96)                    |

*Note:* Outcome indices in each row are calculated as weighted, standardized indices of multiple survey questions, as described in detail in Appendix F.1. Column 1 reports the coefficient on an indicator for treatment village from a regression using data from eligible households (as classified by the GE census team), and includes an indicator for saturation status of the sublocation (Equation (1)). Column 2 reports the total effect on treated households (eligible recipients) from the “optimal” IV spatial regression of each outcome on the amount transferred per capita to a household’s own village  $v$  (instrumented by village treatment status), and to villages other than  $v$  in each 2 km radii band around the household (instrumented by the share of eligible households assigned to treatment in villages other than  $v$  inside the band), as in Equation (2). For this analysis, the sample is restricted to eligible households, including between 4121 and 5423 observations (and a subset of 1118 for female empowerment). Column 3 presents the average spillover effect on eligible households in control villages as well as ineligible households, coming from a stacked spatial regression of each outcome on the amount transferred per capita GDP to each 2 km radii band around each household (instrumented by the share of eligibles assigned to treatment in each band), as in Equation (3). We have between 4048 and 5509 observations (and a subset of 978 for female empowerment). The reported average effect comes from a population-share-weighted average effect experienced by those two groups, and is representative of the average untreated household. The number of radii bands included in columns 2 and 3 is chosen, as pre-specified, by minimizing the BIC. Column 4 reports the weighted mean and standard deviations of the outcome variables in low-saturation control villages (across eligible and ineligible households). Each regression is weighted by inverse sampling weights and contains baseline values of the outcome when available. Standard errors are clustered at the sublocation in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.

TABLE B.VII  
INEQUALITY.

|   | (1)                               | (2)                | (3)                | (4)   |
|---|-----------------------------------|--------------------|--------------------|---|
|   | Treatment Villages                |                    | Control Villages   |   |
|   | 1 (Treat Village)<br>Reduced Form | Total Effect<br>IV | Total Effect<br>IV | Control,<br>Low-Saturation<br>Weighted Mean<br>(SD) |
| <i>Panel A: Expenditure</i>                     |                                   |                    |                    |   |
| Gini coefficient                                | 0.7<br>(0.7)                      | 0.8<br>(1.3)       | 0.2<br>(1.1)       | 32.3<br>(7.8)                                       |
| Counterfactual Gini coefficient                 | -1.1<br>(0.7)                     | -2.1<br>(1.3)      | 0                  | 32.3<br>(7.8)                                       |
| <i>p</i> -value: effect = counterfactual effect | <i>p</i> = 0.08                   | <i>p</i> = 0.05    | <i>p</i> = 0.84    |   |
| <i>Panel B: Assets</i>                          |                                   |                    |                    |   |
| Gini coefficient                                | -1.1<br>(0.9)                     | 2.2<br>(1.6)       | 2.8<br>(1.4)       | 45.4<br>(10.1)                                      |
| Counterfactual Gini coefficient                 | -7.6<br>(0.8)                     | -6.7<br>(0.5)      | 0                  | 45.8<br>(10.7)                                      |
| <i>p</i> -value: effect = counterfactual effect | <i>p</i> = 0.00                   | <i>p</i> = 0.00    | <i>p</i> = 0.04    |   |

*Note:* This table reports results on village-level inequality as measured by Gini coefficients (0–100). Panel A presents expenditure-based Gini coefficients and Panel B presents assets-based Gini coefficients. For each panel, the first row presents results on actual Gini coefficients measured from our data. The second row estimates the same specifications as the first row, but using counterfactual Gini coefficients assuming that only recipient households gained from the cash transfers, and untreated households experienced no spillovers. We construct a hypothetical consumption expenditure and assets distribution from its baseline distribution (for assets) or by imputing a baseline distribution based on endline non-missing values in control and low-saturation villages (for expenditure). We add in the associated gain, assuming recipients spend 66% of the transfer on consumption, and 34% on assets, following the relative magnitude of the point estimates on expenditure and assets in Table I. This is also in line with our preferred dynamic MPC estimates, where we find recipients spent 93% of the transfer in the first 29 months, 63% on non-durables and 30% on durable assets (see Appendix C for details). The *p*-value reported in the third row tests if the actual effect (Row 1) equals the counterfactual effect (Row 2). Gini estimates and effect estimates are weighted by inverse sampling probabilities and village size. Standard errors are clustered at the village level in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2 and 3.

TABLE B.VIII  
EXPENDITURES, SAVINGS, AND INCOME: EXTENDED VERSION.

|  | Recipient Households              |                       | Non-Recipient Households |                      |                    | (6)                                     |
|--|-----------------------------------|-----------------------|--------------------------|----------------------|--------------------|---|
|  | (1)                               | (2)                   | (3)                      | (4)                  | (5)                |   |
|  | 1 (Treat Village)<br>Reduced Form | Total<br>Effect<br>IV | Total<br>Effect<br>IV    | Control<br>Eligibles | Ineligibles        | Control,<br>Low-Saturation<br>Mean (SD) |
| <i>Panel A: Expenditure</i>                              |                                   |                       |                          |                      |                    |   |
| Household expenditure, annualized                        | 293.59<br>(60.11)                 | 338.57<br>(109.38)    | 334.77<br>(123.20)       | 21.03<br>(83.76)     | 411.55<br>(147.81) | 2536.01<br>(1933.51)                    |
| Non-durable expenditure,<br>annualized                   | 187.65<br>(58.59)                 | 227.20<br>(99.63)     | 227.20<br>(119.76)       | 24.68<br>(79.05)     | 389.31<br>(144.86) | 2470.69<br>(1877.23)                    |
| Food expenditure, annualized                             | 72.04<br>(36.96)                  | 133.84<br>(63.99)     | 133.30<br>(58.56)        | 10.59<br>(50.09)     | 163.33<br>(71.26)  | 1578.05<br>(1072.00)                    |
| Temptation goods expenditure,<br>annualized              | 6.55<br>(5.79)                    | 5.91<br>(8.82)        | -0.68<br>(6.50)          | 10.65<br>(8.02)      | -3.46<br>(7.80)    | 37.07<br>(123.54)                       |
| Durable expenditure, annualized                          | 95.09<br>(12.64)                  | 109.01<br>(20.24)     | 8.44<br>(12.50)          | 5.69<br>(16.83)      | 9.12<br>(15.00)    | 59.41<br>(230.83)                       |
| <i>Panel B: Assets</i>                                   |                                   |                       |                          |                      |                    |   |
| Assets (non-land, non-house), net<br>borrowing           | 178.78<br>(24.66)                 | 183.38<br>(44.26)     | 133.06<br>(78.33)        | -12.25<br>(39.93)    | 168.63<br>(98.04)  | 1131.66<br>(1419.70)                    |
| Housing value  | 376.92<br>(26.37)                 | 477.29<br>(38.80)     | 80.65<br>(215.81)        | 26.90<br>(37.33)     | 93.80<br>(268.31)  | 2032.11<br>(5028.27)                    |
| Land value   | 51.28<br>(186.22)                 | 158.47<br>(260.91)    | 544.85<br>(459.57)       | 192.35<br>(291.51)   | 631.12<br>(545.93) | 5030.03<br>(6604.66)                    |
| <i>Panel C: Household balance sheet</i>                  |                                   |                       |                          |                      |                    |   |
| Household income, annualized                             | 79.43<br>(43.80)                  | 135.70<br>(92.10)     | 224.96<br>(85.98)        | 83.37<br>(58.32)     | 259.61<br>(105.27) | 1023.36<br>(1634.02)                    |
| Net value of household transfers<br>received, annualized | -1.68<br>(6.81)                   | -7.43<br>(13.06)      | 8.85<br>(19.11)          | -6.84<br>(10.27)     | 12.69<br>(23.18)   | 130.08<br>(263.65)                      |
| Tax paid, annualized                                     | 1.94<br>(1.28)                    | -0.09<br>(2.02)       | 1.68<br>(2.02)           | -0.92<br>(1.65)      | 2.31<br>(2.39)     | 16.92<br>(36.50)                        |
| Profits (ag & non-ag), annualized                        | 26.24<br>(23.67)                  | 35.85<br>(47.66)      | 36.37<br>(44.88)         | -1.74<br>(36.54)     | 45.70<br>(55.63)   | 485.56<br>(786.92)                      |
| Wage earnings, annualized                                | 42.43<br>(32.23)                  | 73.66<br>(60.82)      | 182.63<br>(65.53)        | 90.01<br>(39.13)     | 205.30<br>(80.22)  | 494.95<br>(1231.12)                     |

*Note:* See Table I for a description of columns 1 to 3 and 6. Columns 4 and 5 break out the total effects from column 3 separately for eligible households in control villages and ineligible households (in both treatment and control villages), respectively. Standard errors are clustered at the village level in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2-5.

TABLE B.IX  
EXPENDITURES, SAVINGS, AND INCOME RESULTS EXCLUDING RESPONDENTS THAT MIGRATED.

|   | (1)                            | (2)                | (3)                      | (4)                               |
|---|--------------------------------|--------------------|--------------------------|-----------------------------------|
|   | Recipient Households           |                    | Non-Recipient Households |                                   |
|   | 1 (Treat Village) Reduced Form | Total Effect IV    | Total Effect IV          | Control, Low-Saturation Mean (SD) |
| <i>Panel 1: Full Sample</i>                           |                                |                    |                          |                                   |
| Respondent migrated                                   | 0.01<br>(0.01)                 | -0.03<br>(0.02)    | -0.00<br>(0.01)          | 0.05<br>(0.22)                    |
| Net change in household members since baseline        | 0.03<br>(0.04)                 | 0.02<br>(0.08)     | -0.18<br>(0.08)          | -0.10<br>(1.30)                   |
| Household size  | 0.02<br>(0.05)                 | 0.03<br>(0.09)     | -0.10<br>(0.08)          | 4.05<br>(2.35)                    |
| <i>Panel 2: Non-Migrant Sample</i>                    |                                |                    |                          |                                   |
| <i>Panel 2.A: Expenditure</i>                         |                                |                    |                          |                                   |
| Household expenditure, annualized                     | 312.43<br>(61.11)              | 376.89<br>(113.62) | 325.86<br>(120.61)       | 2511.75<br>(1926.63)              |
| Non-durable expenditure, annualized                   | 200.77<br>(59.11)              | 261.03<br>(101.60) | 307.48<br>(117.66)       | 2445.60<br>(1868.88)              |
| Food expenditure, annualized                          | 81.11<br>(38.00)               | 152.28<br>(67.15)  | 124.06<br>(60.61)        | 1572.87<br>(1069.55)              |
| Temptation goods expenditure, annualized              | 4.50<br>(6.15)                 | 1.91<br>(9.51)     | -0.61<br>(6.83)          | 37.91<br>(125.53)                 |
| Durable expenditure, annualized                       | 102.07<br>(13.19)              | 113.36<br>(20.84)  | 8.56<br>(12.63)          | 60.03<br>(231.69)                 |
| <i>Panel 2.B: Assets</i>                              |                                |                    |                          |                                   |
| Assets (non-land, non-house), net borrowing           | 175.10<br>(25.28)              | 173.60<br>(50.55)  | 136.72<br>(84.10)        | 1145.54<br>(1414.55)              |
| Housing value   | 403.73<br>(27.55)              | 473.12<br>(39.64)  | 44.72<br>(216.19)        | 2096.91<br>(5132.21)              |
| Land value  | 51.69<br>(193.43)              | 87.92<br>(279.70)  | 525.14<br>(464.96)       | 5141.36<br>(6685.90)              |
| <i>Panel 2.C: Household balance sheet</i>             |                                |                    |                          |                                   |
| Household income, annualized                          | 39.63<br>(43.31)               | 84.96<br>(95.51)   | 197.25<br>(87.03)        | 992.84<br>(1600.14)               |
| Net value of household transfers received, annualized | 0.69<br>(7.03)                 | -10.87<br>(14.04)  | 10.58<br>(20.71)         | 135.84<br>(266.48)                |
| Tax paid, annualized                                  | 1.58<br>(1.32)                 | -0.95<br>(2.28)    | 1.42<br>(2.21)           | 16.65<br>(35.72)                  |
| Profits (ag & non-ag), annualized                     | 13.45<br>(23.56)               | -3.07<br>(52.34)   | 14.64<br>(41.43)         | 488.97<br>(786.27)                |
| Wage earnings, annualized                             | 16.03<br>(31.57)               | 67.17<br>(59.78)   | 175.24<br>(67.66)        | 460.98<br>(1185.04)               |

*Note:* Panel 1 presents estimates of migration impacts on three indicators of migration: whether the respondent themselves migrated out of the study area, the net change in household members since baseline, and the endline household size. Panel 2 reports results from Table I for respondents that have not migrated, where migration is defined as living in another administrative sublocation for over 4 months. See Table I for a description of columns 1–4. In Panel A, we have between 5403 and 5422 observations for columns 1–2 and 5489 and 5508 for column 3. In Panels B and C, we have 4982 to 5024 observations in columns 1–2 and 5170 to 5220 observations in column 3. Standard errors are clustered at the village level in column 1, and calculated following Conley (2008) using a uniform kernel out to 10 km in columns 2–5.

### APPENDIX C: ESTIMATING THE MARGINAL PROPENSITY TO CONSUME AND SPEND LOCALLY

This appendix section provides details on the marginal propensity to consume (MPC) estimates reported in Section 4.2.

We focus on recipients' propensity to spend as a result of the transfer, which is directly relevant for the first-round spending impacts in the local economy. To the extent that recipient households generate additional earned income as the result of the transfer, and also spend out of this income, the main marginal propensity to consume estimate may be an overestimate. Below, we therefore also present recipient expenditure effects relative to the transfer amount received plus any additional income generated as a result of the transfer. (We are also able to obtain an estimate of the marginal propensity to consume among transfer non-recipients, by taking the ratio of spending impacts relative to income effects over the same time period. In fact, the estimates for non-recipients are quantitatively similar to those estimated among cash transfer recipients. Since income is likely to be imperfectly measured relative to expenditure in this context, see [Deaton and Zaidi \(2002\)](#), and because first-round spending impacts are particularly important, we focus on the MPC among transfer recipients.)

In rural African settings like ours, formal sector financial savings (e.g., in bank accounts) or cash savings are limited. Only 11% of households in our study area report having a bank account at endline. In ongoing work in a similar Kenyan context, total savings in mobile money, cash, and bank accounts amounted to roughly 100 USD PPP in the control group, a small share of total assets. The effect on total savings of a 1000 USD PPP transfer (which is roughly half the size of the transfer in our study) after 14 months was only roughly 25 USD PPP, or 2.5% of the transfer. Instead, most household saving comes in the form of purchases of relatively liquid durable assets such as livestock or even housing materials. In what follows, we separately present recipient spending on durable assets and non-durable consumption goods. From an intertemporal decision-making perspective, the latter represents pure "consumption," while the former is likely have both a "consumption" and a "savings" component.

Whether they are "consumed" or "saved," expenditures on both durables and non-durables are predominantly local: over 95% of respondents report shopping locally for both types of goods. In a context where financial savings options are limited, high marginal propensities to spend—which as noted above, is not necessarily the same as to consume—should not be unexpected. From the perspective of quantifying the transfer multiplier, it is this marginal propensity to *spend* that matters, as spending on both "consumption goods" and "savings goods" show up as revenue for local firms, and have a similar stimulus effect on the local economy. Our main estimate of the MPC (MPC total) therefore includes both components.

Importantly, recipient expenditures only enter the local economy, and thus generate a local multiplier, if they occur locally and contribute to the income of another local agent. We call the measure of this type of expenditure the marginal propensity to spend locally (MPC local). Since the vast majority of individuals in the study sample work locally and firms are overwhelmingly locally owned (as noted in the main text), we expect nearly all factor payments to remain in the local economy. The main reason why local revenue might not end up as local income is the importing of intermediate goods. In Appendix Section D.1, we calculate that up to 19% of non-durable consumption and 20% of durable purchases indirectly reflect imports of intermediate goods from outside the study area. Our preferred measure of the MPC local adjusts the overall marginal propensity to spend

TABLE C.I  
ESTIMATES OF RECIPIENTS' MARGINAL PROPENSITY TO CONSUME.

|               | (1)              | (2)            | (3)            | (4)            | (5)                     | (6)            | (7)            |
|---------------|------------------|----------------|----------------|----------------|-------------------------|----------------|----------------|
|               | Transfer         |                |                |                | Transfer + Income Gains |                |                |
|               | MPC Non-Durables |                | MPC Durables   | MPC Total      | MPC Local               | MPC Total      | MPC Local      |
|               | q1-q3            | q4-q10         |                |                |                         |                |                |
| Our data only | -0.21<br>(0.22)  | 0.29<br>(0.12) | 0.30<br>(0.05) | 0.38<br>(0.21) | 0.30<br>(0.17)          | 0.34<br>(0.17) | 0.27<br>(0.14) |
| Rarieda data  | 0.35<br>(0.11)   | 0.29<br>(0.12) | 0.30<br>(0.05) | 0.93<br>(0.15) | 0.76<br>(0.13)          | 0.84<br>(0.12) | 0.68<br>(0.10) |

*Note:* This table presents estimates of recipients' marginal propensity to consume. Columns 1 and 2 report total effects on non-durable expenditure over the first 3 and the next 7 quarters after the transfer, respectively, relative to the average treatment amount received, and estimated dynamically according to Equation (7). Column 3 adds the effect on accumulated durable assets (including house value) for recipients at endline, estimated using Equation (2). Column 4 sums up columns 1–3, presenting our main marginal propensity to spend (MPC total). Column 5 adjusts column 4 by accounting for an estimated 20% of durables and 18% of non-durables expenditure that reflects imports of intermediates, yielding the marginal propensity to spend locally (MPC local). See Appendix D.1 for details. Columns 6 and 7 present these effects relative to the average transfer amount plus the average additional income recipients generated over the 27 months after the transfer, again estimated using Equation (2). The first row estimates the MPC using only data from this study. The second row estimates the first 3 quarters of the non-durable expenditure effect in column 1 using midline expenditure data from households in neighboring Rarieda county that received similar transfers as part of Haushofer and Shapiro (2016), which has the advantage of capturing the immediate expenditure response to the transfer. It is estimated analogously using Equation (7), but excluding spillover terms. Standard errors (in parentheses) come from 2000 iterations of a wild-bootstrap, clustered at the sublocation level for our data, and the village level for Rarieda data.

(MPC total) to account for such imports, leading the MPC local to be smaller in magnitude than MPC total.

Row 1 in Table C.I presents MPC estimates using data only from this study. We estimate a marginal propensity to spend on non-durables of 0.08 over the first 10 quarters after the initial transfer, and 0.30 on durables. Combined, this yields a marginal propensity to spend of 0.38. We are thus able to directly account for 38% of the transfer. Adjusted for imported intermediates, the MPC local is 0.30.

As noted in the main text, this estimate faces the important limitation that the endline data collection started about 9 months after transfers in a village went out (see Figure A.1b). Recall periods for non-durable consumption range from a week to a month, making it hard to convincingly estimate *direct* spending effects for recipients on non-durables in the initial months after the transfer. Regarding measures from our data, we show in Figure 1 that the observed variation in transfer amounts received in the 3 quarters prior to our surveys is limited, leading to imprecise estimates (that are also small or even negative). This limitation is less relevant for the estimation of across-village spillovers because transfers to surrounding villages may have randomly gone out earlier or later relative to the timing of the survey, thus providing ample variation to estimate early spillover effects over a short time horizon. Note that estimates of durables expenditure effects do not face the same problem as non-durable consumption, since we measure these as the difference in the stock of durables at endline (between treatment and control), rather than as an integral of flows.

To overcome this limitation, the second row of Table C.I brings in additional evidence using data collected as part of a closely related project in the neighboring sub-county



of Rarieda that collected more detailed data on household spending in the months immediately after receipt of similar GiveDirectly transfers (Haushofer and Shapiro, 2016). Endline surveys were conducted an average of 9 months after transfers. In addition, a random subset of this sample was surveyed in each of the first 6 months after transfers went out. Here, we use the combined midline and endline data for households which were surveyed in both rounds to estimate the short-run impacts of transfers on recipient spending<sup>1</sup>. The setting of the Rarieda study is remarkably similar to the one studied in this paper: same implementing partner, same eligibility criteria, similar geography and economic structure, and only 3 years between them. However, there are two key features that differed and warrant discussion.

First, the Rarieda study randomized treatment among eligibles *within* villages, while in our study, all eligibles within a village are treated. Moreover, the Rarieda study design did not incorporate geographic density of treatment across villages. Thus, the Rarieda data allow us to obtain only estimates of the *direct* impact of cash transfers on recipient spending, not including within-village spillovers or across-village spillovers. We expect the bias from excluding spillovers to be small for the initial non-durable spending impacts on recipients. Table I shows that across-village spillover effects for recipient non-durable spending are small 18 months after transfers (compare columns (1) and (2)). As we expect spillovers to increase over time, as money begins circulating, they are likely to be even smaller in the initial months. Moreover, Haushofer and Shapiro (2016) showed that within-village spillovers in their setting were small and not statistically significant over the first 9 months.

Second, average transfer amounts in Rarieda were only about half the size of transfers in our study—recipients randomly received either 404 USD PPP or 1525 USD PPP—and transfers were randomly sent either as a lump sum or monthly installments over 9 months. In our study, transfers were sent in three installments over 8 months, a schedule that lies somewhere in between the two Rarieda transfer schedules. For estimation, we assume that recipient spending effects are linear in transfer amounts, and do not vary with the scheduling of transfers. Haushofer and Shapiro (2016) showed that although initial spending impacts increase slightly less than linearly with the transfer amount, there is also a larger increase in early purchases of large, expensive items in the lump-sum arm. While the former may lead estimates from Rarieda to be overstated compared to our larger transfers, the latter may lead to a bias in the opposite direction.

Although we cannot exactly estimate the potential bias resulting from differences in study design, we can test whether estimated impacts on recipients' spending path are comparable between Rarieda and our data at a time horizon where we have sufficient data in both studies. The  $p$ -value for the hypothesis that the impact of cash on recipient non-durable spending 4–5 quarters after transfer is the same in our data and in Rarieda is  $p = 0.26$ . Together with the considerations above, we view these two studies as broadly comparable.

In our preferred estimate of the marginal propensity to consume, we therefore estimate the non-durable spending impact for recipients in the first 3 quarters from Rarieda data, and use our own data thereafter. Specifically, we estimate the dynamic impact of transfers on recipient spending according to Equation (7) as we do for our data, but excluding spillover terms as discussed above. We deflate monetary values using the overall Kenyan CPI for Rarieda, and our own market price indices for the GE data. Using per-dollar coefficient estimates from Rarieda data, we then simulate the initial spending impact from

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<sup>1</sup>Note that Haushofer and Shapiro (2016) focused solely on endline data.

transfers sent according to the schedule in our study, that is, three transfers totalling USD 1871 PPP (USD 1000 nominal) over 8 months based on the Rarieda coefficients.

Column 1 shows that initial direct spending impacts on non-durable goods in Rarieda were indeed far higher than what we estimate in our data, at 0.35. Combined with our data on non-durable expenditure in the quarters thereafter, we estimate that recipients spend 64% of the transfer on non-durables over the first 10 quarters. Adding in durable expenditure yields our preferred estimate of the marginal propensity to spend (MPC total) of 0.93. This indicates that we are close to accounting for the entire transfer amount being spent, and highlights that the study population can be characterized as largely hand-to-mouth consumers. Even when we account for increased income generated by recipients over the same period in column 6, the estimate of the total marginal propensity to spend remains very high, at 0.84. This is again in line with the observation that savings in formal financial products or even in cash are unlikely to be substantial in this context.

The preferred estimate of the marginal propensity to spend locally, which accounts for imports of intermediate goods, is presented in column 5, and yields an estimated MPC local of 0.76. An alternative estimate that accounts for any additional income generated (among transfer recipients) is similar, at 0.68 (column 7). These calculations illustrate that a large share of transfer is spent by recipient households within our study period, and roughly three quarters re-enters the local economy and ends up as income of another local agent. In a simple static Keynesian framework, an MPC local in the range of 0.68 to 0.76 implies a local economy transfer multiplier  $\frac{MPC}{1-MPC}$  between 2.1 to 3.2

#### APPENDIX D: TRANSFER MULTIPLIER—ROBUSTNESS

This section conducts three main robustness checks regarding the multiplier analysis. In the first subsection, we attempt to account for transactions between agents in our study area and those located outside it. Using a combination of household and enterprise data, and conservative assumptions on import shares by type of enterprise, we provide an upper bound on the share of the expenditure multiplier that may reflect increased imports from outside the study area. The second subsection makes alternative assumptions about the expenditure effects in the initial months after transfers, which as noted in the main text, are noisily estimated in our data because the average endline survey took place 18 months after the first transfers were received. Third, we present estimates in nominal terms (rather than real terms).

##### D.1. *Accounting for Imports of Intermediate Goods*

As described in Section 5, the main expenditure multiplier incorrectly includes imports which are not part of local value added. There are many reasons to believe that any resulting bias is relatively small. From household shopping patterns, we know that only 10% of households report ever shopping at a market outside our study area. Non-farm businesses report only 5% of customers coming from outside the study area. In addition, the estimated effects on household consumption and enterprise revenue are fairly similar, suggesting that consumer spending was quite localized and direct imports by households are relatively small. The main concern is therefore imported intermediate goods.

To gauge whether this bias is quantitatively important, we first assign each component of our non-durable expenditure and durable asset measures to one of 48 enterprise types where it is most likely to be purchased. When there are multiple possible types of enterprises, we use overall revenue shares of different enterprise types to distribute expenditure between them. Reassuringly, this correspondence implies expenditure shares by

enterprise type that match their revenue shares from the enterprise survey fairly well (correlation coefficient of 0.62). For each enterprise type, we then obtain an upper bound for the share of intermediate inputs in overall value added as:  $1 - \frac{1}{N} \sum_i w_i \frac{\text{cost}_i + \text{profit}_i}{\text{revenue}_i}$  where  $i$  denotes a firm and  $N$  is the total number of firms of that type, and  $w_i$  the revenue weight of firm  $i$  (re-scaled to sum to 1). This is clearly an upper bound, since the enterprise survey cost measure only contains selected components of firm costs.

Next, we make assumptions based on an understanding of the local context about what share of intermediate inputs is imported from outside the study area. In doing so, we try to err on the side of an import share that is too high. The total share of imports in consumption expenditure and assets is then calculated as the expenditure-weighted share of imports of intermediate goods for each expenditure and asset category. For the exact correspondence between each consumption good or asset and enterprise types, consult Tables D.I and D.II.

Using this methodology, the upper-bound estimate of the share of imports in non-durable consumption goods is 18%, and for assets, the figure is 20%. This shows that imports of intermediate goods may be non-negligible, but that a large majority of spending still reflects local economic activity (and recall that these figures are upper bounds). To get a sense of how this impacts the multiplier estimate, we further assume that (i) all inventories are in the form of intermediate goods rather than final goods (leading us to err on the side of overstating their import share, at 62%), (ii) the import share of enterprise investment is the same as that of household assets (in our context, household and enterprise assets are often comparable or even shared), and (iii) imports scale linearly with expenditure. We then compute the share of the expenditure-based multiplier that is spent locally (see Table D.III). Even under the set of conservative assumptions discussed above, the transfer multiplier for local expenditure remains similar at 2.01.

## D.2. *Alternative Assumptions for Initial Expenditure Responses*

Figure A.1 illustrates the timing of endline household surveys and enterprise surveys, and the substantial time lag between when the first transfers were scheduled in each village and survey administration (with time lags of 9 and 18 months, respectively). This limitation implies that treatment effects on expenditures in the three quarters post-transfer are quite imprecisely estimated, as discussed in detail in Appendix Section C.

We conduct two additional robustness tests to partially address these concerns. First, from the perspective of minimizing mean squared error, it may be preferable to exclude the noisily estimated initial quarters for all components of the multiplier that rely on flow values. This almost certainly leads to a substantial downward bias, since all early spending, profits, and investment are excluded, but may improve statistical precision. The results of this exercise are presented in Panel A of Table D.IV. As expected, the estimated expenditure and income multipliers are both lower compared to the main specifications, with the average of both multipliers falling to 1.75. The standard error on this estimate also declines substantially, by more than half. When testing both multipliers jointly, we reject a multiplier smaller than 1 with a  $p$ -value of 0.03.

Second, we utilize data from a closely related project in a neighboring county Rarieda that collected more detailed data on recipient household spending in the months immediately after they received similar GiveDirectly transfers a few years prior to this experiment (Haushofer and Shapiro, 2016). While this project did not collect data on ineligible households, its data complement our data precisely where we think the timing of surveys and transfers imposes the most significant limitation for us, namely, for estimating the direct

TABLE D.I  
NON-DURABLE EXPENDITURE: INTERMEDIATE INPUT AND IMPORT SHARES.

| Item                           | Bought at Enterprise Type                | (1)                      | (2)                             | (3)                                 | (4)                  |
|--------------------------------|--|--------------------------|---------------------------------|-------------------------------------|----------------------|
|                                |  | Expenditure Share (Data) | Intermediate Input Share (Data) | Intermediate Import Share (Assumed) | Overall Import Share |
| Cereals                        | Cereals                                  | 5.9%                     | 60%                             | 50%                                 | 30%                  |
|                                | Posho mill                               | 5.9%                     | 26%                             | 0%                                  | 0%                   |
|                                | Small retail                             | 2.9%                     | 65%                             | 75%                                 | 49%                  |
| Roots and tubers               | Food stall/Raw food and fruits vendor    | 2.6%                     | 44%                             | 25%                                 | 11%                  |
| Pulses                         | Food stall/Raw food and fruits vendor    | 3.7%                     | 44%                             | 25%                                 | 11%                  |
| Vegetables                     | Food stall/Raw food and fruits vendor    | 8.6%                     | 44%                             | 25%                                 | 11%                  |
| Fruits                         | Food stall/Raw food and fruits vendor    | 2.9%                     | 44%                             | 25%                                 | 11%                  |
| Meat                           | Butcher                                  | 4.2%                     | 58%                             | 0%                                  | 0%                   |
|                                | Livestock/Animal (Products)/Poultry Sale | 0.5%                     | 20%                             | 50%                                 | 10%                  |
| Fish                           | Fish Sale/Mongering                      | 6.0%                     | 41%                             | 0%                                  | 0%                   |
| Dairy and eggs                 | Food stall/Raw food and fruits vendor    | 4.6%                     | 44%                             | 25%                                 | 11%                  |
| Other animal products          | Livestock/Animal (Products)/Poultry Sale | 0.5%                     | 20%                             | 50%                                 | 10%                  |
| Cooking fat                    | Small retail                             | 3.7%                     | 65%                             | 75%                                 | 49%                  |
| Sugar products                 | Jaggery                                  | 2.6%                     | 54%                             | 0%                                  | 0%                   |
|                                | Small retail                             | 2.6%                     | 65%                             | 75%                                 | 49%                  |
| Jam, honey, sweets, candies    | Small retail                             | 0.2%                     | 65%                             | 75%                                 | 49%                  |
| Tea, coffee                    | Small retail                             | 1.5%                     | 65%                             | 75%                                 | 49%                  |
| Salt, pepper, condiments, etc. | Small retail                             | 0.7%                     | 65%                             | 75%                                 | 49%                  |
| Food eaten outside the house   | Food stand/Prepared food vendor          | 0.8%                     | 56%                             | 25%                                 | 14%                  |
|                                | Restaurant                               | 0.6%                     | 48%                             | 50%                                 | 24%                  |
|                                | Bar                                      | 0.2%                     | 41%                             | 100%                                | 41%                  |
| Alcohol, tobacco               | Homemade alcohol/liquor                  | 1.0%                     | 52%                             | 0%                                  | 0%                   |
|                                | Small retail                             | 0.5%                     | 65%                             | 75%                                 | 49%                  |
|                                | Small retail                             | 0.3%                     | 65%                             | 75%                                 | 49%                  |
| Other foods                    | Small retail                             | 0.3%                     | 65%                             | 75%                                 | 49%                  |
| Clothing and shoes             | Clothes/Mtumba/Boutique                  | 1.0%                     | 37%                             | 100%                                | 37%                  |
|                                | Tailor                                   | 1.8%                     | 18%                             | 100%                                | 18%                  |
| Personal items                 | Barber shop                              | 0.8%                     | 0%                              | 100%                                | 0%                   |
|                                | Beauty shop/Salon                        | 0.2%                     | 12%                             | 100%                                | 12%                  |
|                                | Photo studio                             | 0.0%                     | 0%                              | 100%                                | 0%                   |
|                                | Small retail                             | 1.0%                     | 65%                             | 75%                                 | 49%                  |
| Household items                | Small retail                             | 2.3%                     | 65%                             | 75%                                 | 49%                  |
| Transport, travel              | Guesthouse/ Hotel                        | 0.5%                     | 18%                             | 75%                                 | 14%                  |
|                                | Petrol station                           | 2.3%                     | 86%                             | 100%                                | 86%                  |
|                                | Piki driver                              | 1.9%                     | 26%                             | 100%                                | 26%                  |
| Airtime and phone expenses     | M-Pesa                                   | 2.7%                     | 54%                             | 100%                                | 54%                  |
| Internet                       | Cyber café                               | 0.1%                     | 18%                             | 100%                                | 18%                  |
| Firewood, charcoal, kerosene   | Charcoal sale/burning                    | 1.6%                     | 16%                             | 0%                                  | 0%                   |
|                                | Kerosene                                 | 0.1%                     | 36%                             | 100%                                | 36%                  |
|                                | Timber/Firewood                          | 0.1%                     | 45%                             | 50%                                 | 22%                  |
| Electricity                    | Local                                    | 0.3%                     |                                 | 0%                                  | 0%                   |

(Continues)

TABLE D.I

*Continued.*

| Item                         | Bought at Enterprise Type | (1)                      | (2)                             | (3)                                 | (4)                  |
|------------------------------|---------------------------|--------------------------|---------------------------------|-------------------------------------|----------------------|
|                              |                           | Expenditure Share (Data) | Intermediate Input Share (Data) | Intermediate Import Share (Assumed) | Overall Import Share |
| Water                        | Local                     | 0.3%                     |                                 | 0%                                  | 0%                   |
| Recreation                   | Bookshop                  | 0.0%                     | 21%                             | 100%                                | 21%                  |
|                              | Small retail              | 0.1%                     | 65%                             | 75%                                 | 49%                  |
|                              | Video Room/Football hall  | 0.0%                     | 57%                             | 100%                                | 57%                  |
| Lottery tickets and gambling | Small retail              | 0.1%                     | 65%                             | 75%                                 | 49%                  |
| Religious expenses           | Local                     | 0.6%                     |                                 | 0%                                  | 0%                   |
| Weddings, funerals           | Local                     | 1.0%                     |                                 | 0%                                  | 0%                   |
| Charitable expenses          | Local                     | 0.1%                     |                                 | 0%                                  | 0%                   |
| House rent/mortgage          | Local                     | 0.5%                     |                                 | 0%                                  | 0%                   |
| School expenses              | Local                     | 10.7%                    |                                 | 0%                                  | 0%                   |
| Medical expenses             | Chemist                   | 2.3%                     | 27%                             | 100%                                | 27%                  |
| Other expenses               | Local                     | 4.2%                     |                                 | 0%                                  | 0%                   |
| <i>Total</i>                 |                           | <b>100.0%</b>            |                                 |                                     | <b>18%</b>           |

*Note:* Each row corresponds to an item in the expenditure module of our household surveys. We match each expenditure item to the enterprise type (from our enterprise census) at which it was most likely purchased (using revenue shares where possible to distribute expenditure where a good may be purchased in multiple enterprise types). Column 1 contains expenditure shares (sample-weighted across all households). Column 2 reports the upper bound of the share of intermediates in value added for each enterprise type, calculated from our enterprise surveys as  $1 - \frac{1}{N} \sum_i w_i \frac{\text{cost}_i + \text{profit}_i}{\text{revenue}_i}$  (where we first winsorize at the 1% and 99% cut-offs, then average across enterprises of each type using revenue weights  $w_i$ , and cap at 0 and 1). Column 3 contains our upper-bound assumptions about the share of intermediate goods for each enterprise type that is imported, and column 4 displays the implied import share for this item (multiplying columns 2 and 3). The last row is expenditure-weighted across all categories.

impacts of transfers on *recipients* in the initial period post-transfer. In this exercise, we replace the noisily estimated consumption impacts among recipient households in the first 3 quarters post-transfer with estimates from the Rarieda data. Specifically, we estimate the same Equation (7) as we do for our data, but exclude across-village spillover terms (see Appendix C for more details). For all other components, and for responses among non-recipients, the inputs into the multiplier estimate are unchanged.

Panel B of Table D.IV shows that augmenting the spending impact estimates with the data from Haushofer and Shapiro (2016) leads to a larger expenditure multiplier estimate of 3.14 (that is also slightly more precisely estimated than our main estimate). When testing both multipliers jointly, we reject a multiplier smaller than 1 with a  $p$ -value of 0.04. In Table D.V, we take this augmented estimate of the expenditure multiplier, and additionally adjust for imported intermediates using the same methodology as in Section D.1. Combining these adjustments, the expenditure multiplier is estimated to be 2.52.

### D.3. The Nominal Transfer Multiplier

The main multiplier estimate is based on real GDP, in which transfer amounts and all outcome measures are deflated to January 2015 US Dollars using the overall consumer price index in the geographically closest market to each household or enterprise (see Section 3.6 for a description of the price data). Table D.VI presents the same exercise in nominal terms. Since we estimate small treatment effects on prices, the difference between the real and nominal measures is mainly driven by overall inflation in the study

TABLE D.II  
DURABLE ASSETS: INTERMEDIATE INPUT AND IMPORT SHARES.

| Item                | Bought at Enterprise Type                | (1)                | (2)                             | (3)                                 | (4)                  |
|---------------------|--|--------------------|---------------------------------|-------------------------------------|----------------------|
|                     |  | Asset Share (Data) | Intermediate Input Share (Data) | Intermediate Import Share (Assumed) | Overall Import Share |
| Bicycle             | Bicycle repair/mechanic shop             | 0.5%               | 0%                              | 100%                                | 0%                   |
|                     | Import                                   | 0.5%               |                                 | 100%                                | 100%                 |
| Motorcycle          | Motorcycle Repair/Shop                   | 0.5%               | 45%                             | 100%                                | 45%                  |
|                     | Import                                   | 1.9%               |                                 | 100%                                | 100%                 |
| Car                 | Import                                   | 2.5%               |                                 | 100%                                | 100%                 |
| Boat                | Import                                   | 0.0%               |                                 | 100%                                | 100%                 |
| Bed                 | Carpenter                                | 2.0%               | 10%                             | 75%                                 | 7%                   |
| Chair               | Carpenter                                | 1.1%               | 10%                             | 75%                                 | 7%                   |
| Table               | Carpenter                                | 1.3%               | 10%                             | 75%                                 | 7%                   |
| Cupboard            | Carpenter                                | 1.5%               | 10%                             | 75%                                 | 7%                   |
| Sofa                | Carpenter                                | 4.2%               | 10%                             | 75%                                 | 7%                   |
| Mattress            | Import                                   | 1.8%               |                                 | 100%                                | 100%                 |
| Bednet              | Hardware store                           | 0.1%               | 41%                             | 100%                                | 41%                  |
| Solar energy system | Electric accessory/repair                | 0.3%               | 6%                              | 100%                                | 6%                   |
|                     | Import                                   | 1.0%               |                                 | 100%                                | 100%                 |
| Generator           | Hardware store                           | 0.1%               | 41%                             | 100%                                | 41%                  |
| Car battery         | Hardware store                           | 0.2%               | 41%                             | 100%                                | 41%                  |
| Kerosene            | Kerosene                                 | 0.1%               | 36%                             | 100%                                | 36%                  |
| Lantern             | Hardware store                           | 0.2%               | 41%                             | 100%                                | 41%                  |
| Clock               | Electric accessory/repair                | 0.1%               | 6%                              | 100%                                | 6%                   |
| Radio               | Electric accessory/repair                | 0.6%               | 6%                              | 100%                                | 6%                   |
| Sewing machine      | Electric accessory/repair                | 0.4%               | 6%                              | 100%                                | 6%                   |
| Electric iron       | Electric accessory/repair                | 0.0%               | 6%                              | 100%                                | 6%                   |
| Mobile phone        | Import                                   | 0.7%               |                                 | 100%                                | 100%                 |
|                     | Electric accessory/repair                | 0.7%               | 6%                              | 100%                                | 6%                   |
| Television          | Electric accessory/repair                | 0.7%               | 6%                              | 100%                                | 6%                   |
| Computer            | Electric accessory/repair                | 0.0%               | 6%                              | 100%                                | 6%                   |
|                     | Import                                   | 0.0%               |                                 | 100%                                | 100%                 |
| Cattle              | Livestock/Animal (Products)/Poultry Sale | 11.4%              | 20%                             | 50%                                 | 10%                  |
| Pig                 | Livestock/Animal (Products)/Poultry Sale | 0.3%               | 20%                             | 50%                                 | 10%                  |
| Sheep               | Livestock/Animal (Products)/Poultry Sale | 0.6%               | 20%                             | 50%                                 | 10%                  |
| Goat                | Livestock/Animal (Products)/Poultry Sale | 0.6%               | 20%                             | 50%                                 | 10%                  |
| Chicken             | Livestock/Animal (Products)/Poultry Sale | 1.4%               | 20%                             | 50%                                 | 10%                  |
| Other birds         | Livestock/Animal (Products)/Poultry Sale | 0.1%               | 20%                             | 50%                                 | 10%                  |
| Farm tools          | Hardware store                           | 0.6%               | 41%                             | 100%                                | 41%                  |
| Ox plow             | Hardware store                           | 0.1%               | 41%                             | 100%                                | 41%                  |
| Wheel barrow        | Hardware store                           | 0.3%               | 41%                             | 100%                                | 41%                  |
| Hand cart           | Hardware store                           | 0.0%               | 41%                             | 100%                                | 41%                  |
| Iron sheets         | Hardware store                           | 0.4%               | 41%                             | 100%                                | 41%                  |

(Continues)

TABLE D.II  
*Continued.*

| Item                                   | Bought at Enterprise Type | (1)                | (2)                             | (3)                                 | (4)                  |
|--|---------------------------|--------------------|---------------------------------|-------------------------------------|----------------------|
|  |                           | Asset Share (Data) | Intermediate Input Share (data) | Intermediate Import Share (Assumed) | Overall Import Share |
| House value (maintenance, improvement) | Welding/metalwork         | 12.3%              | 0%                              | 100%                                | 0%                   |
|  | Carpenter                 | 12.3%              | 10%                             | 75%                                 | 7%                   |
|  | Hardware store            | 18.4%              | 41%                             | 100%                                | 41%                  |
|  | Local                     | 18.4%              |                                 | 0%                                  | 0%                   |
| <i>Total</i>                           |                           | <b>100.0%</b>      |                                 |                                     | <b>20%</b>           |

*Note:* Each row corresponds to an item in the asset module of our household surveys. We match each asset to the enterprise type (from our enterprise census) at which it was most likely purchased (using revenue shares where possible to distribute assets where a good may be purchased in multiple enterprise types). Column 1 contains asset shares (sample-weighted across all households). Column 2 reports the upper bound of the share of intermediates in value added for each enterprise type, calculated from our enterprise surveys as  $1 - \frac{1}{N} \sum_i w_i \frac{\text{cost}_i + \text{profit}_i}{\text{revenue}_i}$  (where we first winsorize at the 1% and 99% cut-offs, then average across enterprises of each type using revenue weights  $w_i$ , and cap at 0 and 1). Column 3 contains our upper-bound assumptions about the share of intermediate goods for each enterprise type that is imported, and column 4 displays the implied import share for this item (multiplying columns 2 and 3). The last row is asset-share-weighted across all categories.

area. As shown in Figure G.1, prices in the study area rose by about 10% per year on average. Roughly in line with this, the nominal multiplier over the first two years after transfers went out is roughly 3% larger than the real multiplier (2.66 versus 2.58) on the expenditure side, and approximately 10% larger (2.71 versus 2.47) on the income side.

TABLE D.III  
TRANSFER MULTIPLIER ESTIMATES: ADJUSTING FOR IMPORTED INTERMEDIATES.

|  | (1)        | (2)            | (3)             |
|--|------------|----------------|-----------------|
|  | M Estimate | Share Imported | Import Adjusted |
| <i>Panel A: Expenditure multiplier</i> | 2.58       | 0.20           | 2.05            |
| Household non-durable expenditure      | 1.20       | 0.18           | 0.98            |
| Household durable expenditure          | 0.84       | 0.20           | 0.67            |
| Enterprise investment                  | 0.48       | 0.20           | 0.38            |
| Enterprise inventory                   | 0.07       | 0.62           | 0.03            |

*Note:* Results from the joint estimation of the expenditure multiplier (as in Table V). Column 1 reports our main point estimates of the expenditure multiplier components. Each component is estimated individually and the multiplier is obtained by aggregating components as described in the main text. Column 2 presents our upper-range estimates of the share of imports captures for each expenditure component, and column 3 presents the import-share adjusted estimate of the multiplier on local expenditure only.

TABLE D.IV  
TRANSFER MULTIPLIER: ALTERNATIVE ASSUMPTIONS FOR THE INITIAL SPENDING IMPACT.

|  | (1)            | (2)  | (3)                             | (4)                             | (5)   | (6)                             | (7)                             |
|--|----------------|--|---------------------------------|---------------------------------|---|---------------------------------|---------------------------------|
|  | Main Estimate  | Alternative Specification I:<br>Setting initial 3 quarters = 0 |                                 |                                 | Alternative Specification II:<br>Initial 3 quarters from Haushofer & Shapiro (2016) |                                 |                                 |
|  |                | M Estimate   | $H_0: M < 0$<br><i>p</i> -value | $H_0: M < 1$<br><i>p</i> -value | M Estimate  | $H_0: M < 0$<br><i>p</i> -value | $H_0: M < 1$<br><i>p</i> -value |
| <i>Panel A: Expenditure multiplier</i>             | 2.58<br>(1.44) | 2.07<br>(0.67)   | 0.00                            | 0.05                            | 3.14<br>(1.41)  | 0.01                            | 0.06                            |
| Household non-durable expenditure                  | 1.20<br>(1.31) | 1.00<br>(0.64)   | 0.06                            |                                 | 1.76<br>(1.28)  | 0.08                            |                                 |
| Household durable expenditure                      | 0.84<br>(0.05) | 0.84<br>(0.05)   | 0.00                            |                                 | 0.84<br>(0.05)  | 0.00                            |                                 |
| Enterprise investment                              | 0.48<br>(0.43) | 0.17<br>(0.11)   | 0.08                            |                                 | 0.48<br>(0.42)  | 0.14                            |                                 |
| Enterprise inventory                               | 0.07<br>(0.03) | 0.07<br>(0.03)   | 0.02                            |                                 | 0.07<br>(0.03)  | 0.02                            |                                 |
| <i>Panel B: Income multiplier</i>                  | 2.47<br>(1.71) | 1.44<br>(0.61)   | 0.01                            | 0.25                            | 2.47<br>(1.80)  | 0.08                            | 0.20                            |
| Enterprise profits                                 | 1.68<br>(1.27) | 0.01<br>(0.32)   | 0.49                            |                                 | 1.68<br>(1.32)  | 0.10                            |                                 |
| Household wage bill                                | 0.69<br>(1.09) | 1.34<br>(0.51)   | 0.00                            |                                 | 0.69<br>(1.12)  | 0.28                            |                                 |
| Enterprise capital income                          | 0.06<br>(0.17) | 0.08<br>(0.06)   | 0.09                            |                                 | 0.06<br>(0.18)  | 0.36                            |                                 |
| Enterprise taxes paid                              | 0.04<br>(0.03) | 0.01<br>(0.01)   | 0.04                            |                                 | 0.04<br>(0.03)  | 0.09                            |                                 |
| <i>Panel C: Expenditure and income multipliers</i> |                |  |                                 |                                 |   |                                 |                                 |
| Average of both multipliers                        | 2.52<br>(1.39) | 1.75<br>(0.56)   | 0.00                            | 0.09                            | 2.80<br>(1.43)  | 0.02                            | 0.10                            |
| Joint test of both multipliers                     |                |  | 0.00                            | 0.03                            |   | 0.01                            | 0.04                            |

*Note:* Results from the joint estimation of expenditure and income multipliers. Column 1 reports our main point estimates of both multipliers and their respective components from Table V. Columns 2–4 repeat this exercise, imposing that the impact of each dynamically estimated flow component is zero in the first 3 quarters after the transfer. Columns 5–7 estimate the initial 3 quarters of the impact on non-durable consumption expenditure for recipients using data from a related project that collected more detailed data for recipient expenditure in the initial months after the transfer (Haushofer and Shapiro, 2016). All other components remain the same as in our main specification. Transfer amounts and outcome variables are deflated to January 2015 using the overall consumer price index in the geographically closest market. Standard errors are computed by 2000 replications of a clustered wild clustered bootstrap.



TABLE D.V

TRANSFER MULTIPLIER ESTIMATES: ADDING INITIAL QUARTERS FROM HAUSHOFER AND SHAPIRO (2016)  
AND ADJUSTING FOR IMPORTED INTERMEDIATES.

|  | (1)                   | (2)            | (3)             |
|--|-----------------------|----------------|-----------------|
|  | $\mathbb{M}$ Estimate | Share imported | Import adjusted |
| <i>Panel A: Expenditure multiplier</i> | 3.14                  | 0.20           | 2.52            |
| Household non-durable expenditure      | 1.76                  | 0.18           | 1.44            |
| Household durable expenditure          | 0.84                  | 0.20           | 0.67            |
| Enterprise investment                  | 0.48                  | 0.20           | 0.38            |
| Enterprise inventory                   | 0.07                  | 0.59           | 0.03            |

*Note:* Results from the joint estimation of the expenditure multiplier, using data from Haushofer and Shapiro (2016) for the expenditure response of recipients in the first 3 quarters (as in Table D.IV). Column 1 reports our main point estimates of the expenditure multiplier components. Each component is estimated individually and the multiplier is obtained by aggregating components as described in the main text. Column 2 presents our upper-range estimates of the share of imports captures for each expenditure component, and column 3 presents the import-share adjusted estimate of the multiplier on local expenditure only.

TABLE D.VI

NOMINAL TRANSFER MULTIPLIER.

|  | (1)                   | (2)                              | (3)                              |
|--|-----------------------|----------------------------------|----------------------------------|
|  | $\mathbb{M}$ Estimate | $H_0: \mathbb{M} < 0$ $p$ -Value | $H_0: \mathbb{M} < 1$ $p$ -Value |
| <i>Panel A: Expenditure multiplier</i>             | 2.66                  | 0.03                             | 0.13                             |
|  | (1.49)                |                                  |                                  |
| Household non-durable expenditure                  | 1.22                  | 0.18                             |                                  |
|  | (1.35)                |                                  |                                  |
| Household durable expenditure                      | 0.90                  | 0.00                             |                                  |
|  | (0.06)                |                                  |                                  |
| Enterprise investment                              | 0.47                  | 0.16                             |                                  |
|  | (0.44)                |                                  |                                  |
| Enterprise inventory                               | 0.08                  | 0.02                             |                                  |
|  | (0.04)                |                                  |                                  |
| <i>Panel B: Income multiplier</i>                  | 2.71                  | 0.06                             | 0.17                             |
|  | (1.75)                |                                  |                                  |
| Enterprise profits                                 | 1.66                  | 0.10                             |                                  |
|  | (1.26)                |                                  |                                  |
| Household wage bill                                | 0.94                  | 0.20                             |                                  |
|  | (1.12)                |                                  |                                  |
| Enterprise capital income                          | 0.07                  | 0.34                             |                                  |
|  | (0.17)                |                                  |                                  |
| Enterprise taxes paid                              | 0.04                  | 0.08                             |                                  |
|  | (0.03)                |                                  |                                  |
| <i>Panel C: Expenditure and income multipliers</i> |                       |                                  |                                  |
| Average of both multipliers                        | 2.69                  | 0.03                             | 0.12                             |
|  | (1.44)                |                                  |                                  |
| Joint test of both multipliers                     |                       | 0.01                             | 0.06                             |

*Note:* This table is analogous to Table V (see table notes for detail). The only difference is that here, monetary values are nominal, whereas in Table V, transfer amounts and outcome variables are deflated to January 2015 using the overall consumer price index in the geographically closest market. Standard errors and test statistics are computed from 2000 replications of a wild clustered bootstrap.

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