

What kind of work is the most meaningful? The impact of job type on eudaimonic well-being

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Quality of life and personal well-being: Research and data showcase, London, 27 November 2017



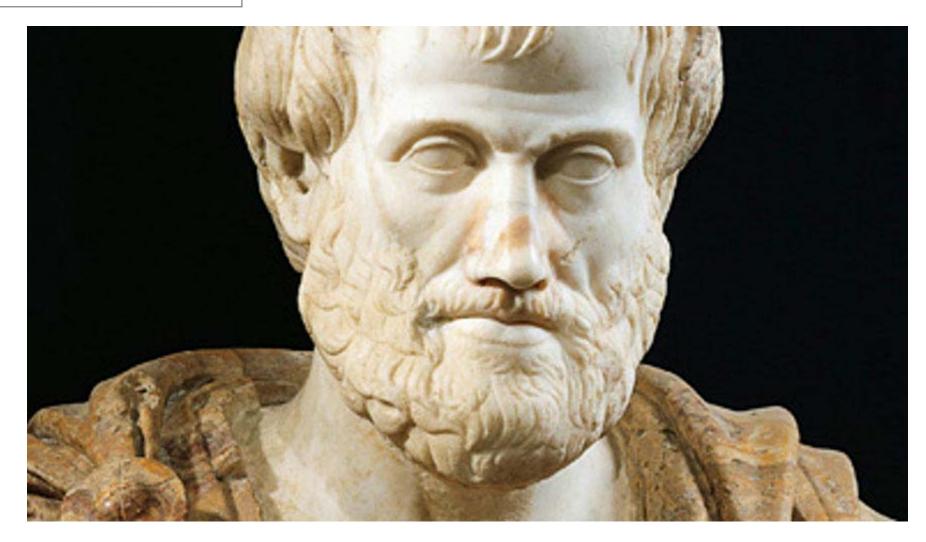


What is eudaimonic well-being?





Aristotle







Bentham







Utility versus eudaimonia

Utility	Eudaimonia
Subjective – every person has different preferences	Prescriptive – a person with eudaimonia has certain set of characteristics, deeming him/her to be "praiseworthy"
Amoral – you don't have to be good to feel good	Moral – the vicious person does not have eudaimonia even if he/she is happy, only virtuous people can have eudaimonia
Cumulative – utility is experienced instantaneously and accumulates over the life course	Teleological – eudaimonia is a goal or a purpose which we aim towards
Passive – utility is experienced as a result of choices	Active – eudaimonia is experienced through action
Maximising – the best outcome is where utility is maximised	Moderating – eudaimonia is achieved through a balanced life avoiding extremes of character





Eudaimonic well-being at work



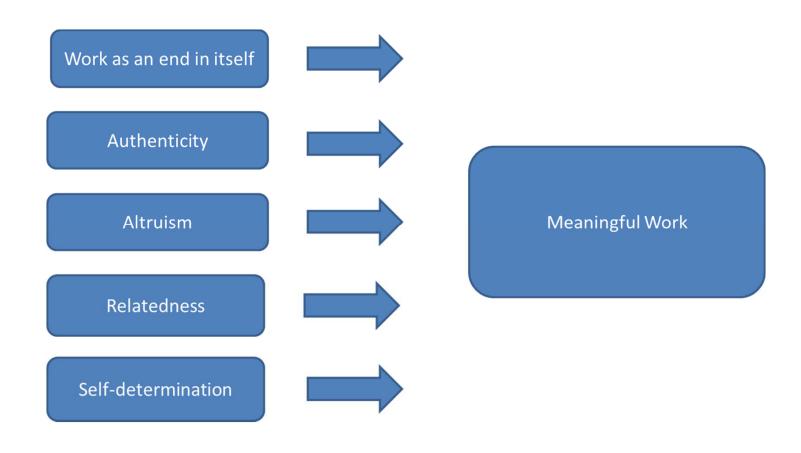


$U_{\text{JOB}} = f(X_{\text{EXTRINSIC}}, X_{\text{INTRINSIC}})$

- Besley and Ghatak (2005, AER) Some workers have preferences for "mission" (making a positive contribution to society through their work) so working for a mission-oriented employer compensates for lower extrinsic rewards
- Akerlof and Kranton (2005, JEP) Workers get utility directly from effort if this affirms their sense of identity











Analysis of US data





Data (US)

- American Time Use Survey 20,055 employed individuals surveyed in 2010, 2012 and 2013 (subsample of CPS)
- Respondents report everything they did in the last 24 hours – categorised into activity types
- For three randomly selected activities, they report how meaningful they found that activity (scale of 0-6) – 20,055 x 3 = 60,165 observations
- They also report how they were feeling during the same activities, in terms of happiness, sadness, pain, stress and tiredness





Model (US)

- Each observation (activity) is coded into one of 18 top level categories giving a set of dummy variables $(A_{1in}, A_{2in}, ..., A_{18in})$ describing the nth activity of individual i, where $n = \{1,2,3\}$. $A_{1in} = 1$ denotes that the activity is "work-related". A_{in} is the 17x1 vector containing these activity types dummies.
- Other activity-level characteristics (time of day, duration etc.) are contained in X_{in}
- In each model, each individual is categorised into one of K job types, each of which is interacted with whether or not the activity is work-related giving a set of interaction parameters $(J_{1i}A_{1in}, J_{2i}A_{1in}, ..., J_{Ki}A_{1in})$. J_{in} is the (K-1)x1 vector containing these interactions.
- All parameters are demeaned across *n* and thus relative meaningfulness (and other well-being outcomes) of each activity can be estimated by the fixed effects specification:

$$\ddot{S}_{in} = \alpha + \ddot{\mathbf{J}}'_{in}\mathbf{\beta} + \ddot{\mathbf{A}}'_{in}\mathbf{\gamma} + \ddot{\mathbf{X}}'_{in}\mathbf{\delta} + \ddot{\varepsilon}_{in}$$





	Meaning	Нарру	Pain	Sad	Stress	Tired
Working and work-related activities	4.42	3.96	5.12	5.32	3.78	3.61
Personal care	3.83*	3.16*	3.09*	4.62*	4.04	2.12*
Household activities	4.13*	4.15*	5.18*	5.48*	4.78*	3.73*
Caring for and helping household	5.17*	4.76*	5.45*	5.66*	4.62*	3.30*
members						
Caring for and helping non-household	4.90*	4.72*	5.29*	5.41	4.76*	3.75
members						
Educational activities	4.58	3.73*	5.45*	5.39	3.38*	3.07*
Consumer purchases	3.82*	4.18*	5.32*	5.50*	4.66*	3.98*
Professional and personal care services	4.31	3.86	4.82*	5.12*	4.26*	3.87*
Household services	4.03	3.62	5.37	5.50	4.33*	4.02
Government services and civic	4.50	3.17*	5.28	5.78	4.06	4.61*
obligations						
Eating and drinking	4.46	4.61*	5.33*	5.55*	4.93*	3.88*
Socialising, relaxing and leisure	4.05*	4.48*	5.29*	5.50*	5.05*	3.65
Sports, exercise and recreation	5.03*	4.85*	4.93*	5.70*	5.19*	3.94*
Religious and spiritual activities	5.66*	5.04*	5.51*	5.43*	5.34*	4.49*
Volunteer activities	5.16*	4.79*	5.35*	5.74*	4.68*	4.11*
Telephone calls	4.74*	4.42*	5.15	5.21	4.55*	3.78
Travelling	3.97*	4.37*	5.33*	5.46*	4.67*	3.80*
Unknown	4.42	4.34*	5.24*	5.47*	4.64*	3.63

Star (*) denotes that the mean is significantly different to the mean of work and work-related activities, according to a pairwise mean test (95% confidence interval). Note that the scales for pain, sadness, stress and tiredness have been reversed and therefore a higher score denotes higher well-being.





	Meaning	Нарру	Pain	Pain Sad		Tired	
Work	0.034	-0.181	-0.016	-0.014	-0.285	-0.024	
	(0.097)	(0.077)**	(0.053)	(0.058)	(0.080)***	(0.090)	
Work * Govt	-0.096	-0.102	0.007	-0.106	-0.206	-0.096	
	(0.087)	(0.069)	(0.048)	(0.052)**	(0.072)***	(0.081)	
Work * Profit	-0.218	-0.119	0.006	-0.089	-0.179	-0.113	
	(0.072)***	(0.057)**	(0.039)	(0.043)**	(0.059)***	(0.066)*	
Work * Non-	0.102	-0.024	0.008	-0.066	-0.266	-0.030	
profit							
	(0.105)	(0.083)	(0.057)	(0.062)	(0.087)***	(0.097)	
"A" controls	Yes	Yes	Yes	Yes	Yes	Yes	
"X" controls	Yes	Yes	Yes	Yes	Yes	Yes	
R^2	0.09	0.05	0.02	0.01	0.08	0.08	
N	60,108	60,108	60,108	60,108	60,108	60,108	

Omitted variable: Work * Self-employed; * p<0.1; ** p<0.05; *** p<0.01





Top five most meaningful occupations

- Community and social service
- Education, training and library
- Legal
- Healthcare practitioner and technical
- Arts, design, entertainment, sports and media

Bottom five least meaningful occupations

- Transportation and material moving
- Office and administrative support
- Production
- Installation, maintenance and repair
- Protective service





Top five most meaningful industries

- Educational services
- Agriculture, forestry, fishing and hunting
- Professional and technical services
- Health care and social services
- Real estate and rental and leasing

Bottom five least meaningful industries

- Manufacturing non-durable goods
- Transportation and warehousing
- Wholesale trade
- Management, administrative and waste management
- Public administration





Analysis of UK data





Data (UK)

- Annual Population Survey cross-sectional dataset, over 800,000 people pooled across the years 2011/12 to 2015/16
- Each person is asked to report their well-being on four 0-10 scales: life satisfaction, happiness yesterday, anxiety yesterday, and "to what extent do you feel that the things you do in your life are worthwhile?" – this is the proxy for eudaimonic well-being
- Pre-treatment variables characteristics that may determine but not be determined by career choice: gender, age, ethnicity, qualifications, religion, marital status, disability, region.
- Treatment variables dummy variables denoting current labour market status: whether working, whether economically active, whether selfemployed, whether public sector, dummy variables for each sector (type of organisation), industry and occupation.
- Job covariates whether full time, whether temporary job, whether new job, log of earnings





Model (UK)

- Each individual i either receives or does not receive a "treatment" (i.e. their current labour market status either does or does not fit a defined category) such that $J_i = \{0,1\}$
- Their propensity for receiving the treatment assumed to depend on a vector of pretreatment characteristics \mathbf{X}_i such that $e(\mathbf{X}_i) = p(J_i = 1 | \mathbf{X}_i)$
- The average treatment effect of job type J_i on well-being S_i is estimated by inverse probability weighting such that:

$$\tau = E\left[\frac{J_i S_i}{e(\mathbf{X}_i)} - \frac{(1 - J_i) S_i}{1 - e(\mathbf{X}_i)}\right]$$





Pre-treatment weights:	Birth pre-treatments only				All pre-treatments			
Dependent variable	Worthwhile	Satisfied	Нарру	Anxious	Worthwhile	Satisfied	Нарру	Anxious
Whether working	0.400 (0.004)***	0.381 (0.004)***	0.249 (0.005)***	0.236 (0.006)***	0.155 (0.004)***	0.145 (0.004)***	-0.006 (0.005)	0.011 (0.007)
Whether active	0.285 (0.004)***	0.220 (0.004)***	0.188 (0.005)***	0.200 (0.007)***	-0.019 (0.004)***	-0.070 (0.004)***	-0.114 (0.005)***	-0.088 (0.007)***
Whether self-employed	0.133 (0.005)***	0.032 (0.005)***	0.105 (0.006)***	0.002 (0.008)	0.154 (0.005)***	0.044 (0.005)***	0.116 (0.006)***	0.026 (0.009)***
Whether public sector	0.206 (0.005)***	0.047 (0.006)***	0.066 (0.007)***	-0.025 (0.010)**	0.143 (0.005)***	0.008 (0.006)	0.033 (0.007)***	-0.013 (0.010)

Each cell represents a separate regression and shows the coefficient and associated standard error pertaining to the explanatory variable of interest in the WLS regression. Other covariates not shown are whether full time, whether permanent, whether new job and log net weekly earnings. The Working and Active regressions do not include any covariates and the Self-employed regression only includes whether full time and whether new job; *p<0.1; *p<0.05; ***p<0.01





Top five industries for feeling that the things you do in your life are worthwhile

- Education
- Health and social work
- Other service activities
- Agriculture, forestry and fishing
- Households as employers

Bottom five industries for feeling that the things you do in your life are worthwhile

- Wholesale, retail, repair of vehicles
- Admin and support services
- Information and communication
- Accommodation and food services
- Financial and insurance activities





Top five occupations for feeling that the things you do in your life are worthwhile

- Construction and building trades supervisors
- Welfare professionals
- Therapy professionals
- Senior officers in protective services
- Health professionals

Bottom five occupations for feeling that the things you do in your life are worthwhile

- Elementary sales occupations
- Elementary storage occupations
- Elementary cleaning occupations
- Sales assistants and retail cashiers
- Information technology and telecommunications professionals

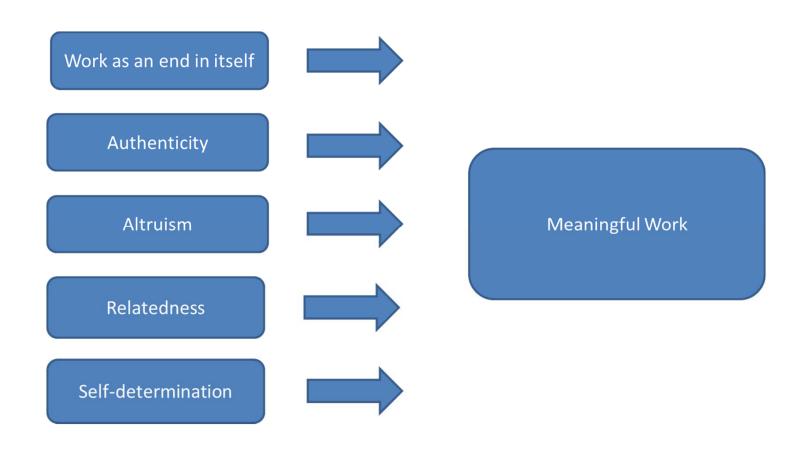




Discussion

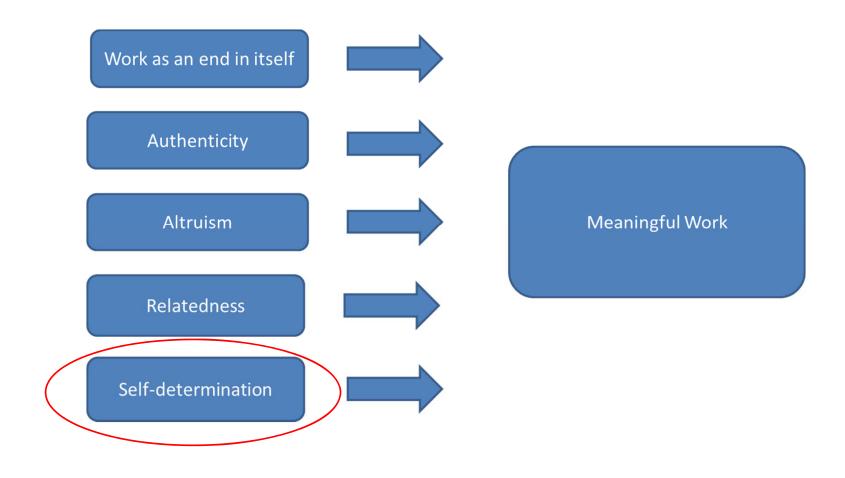






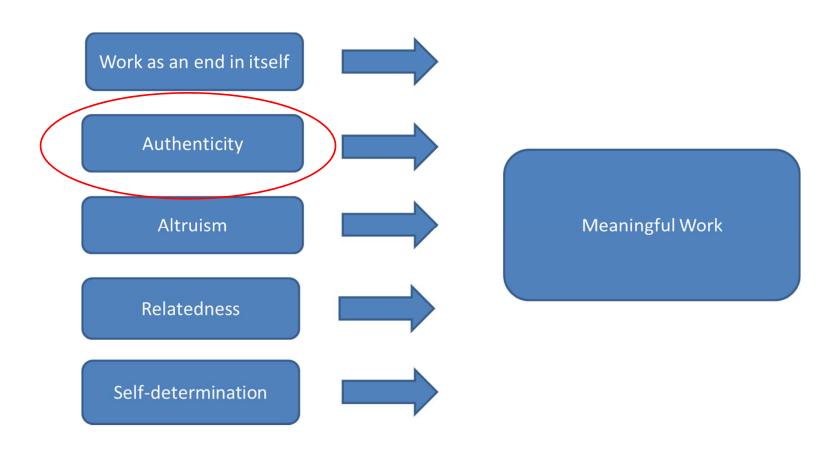






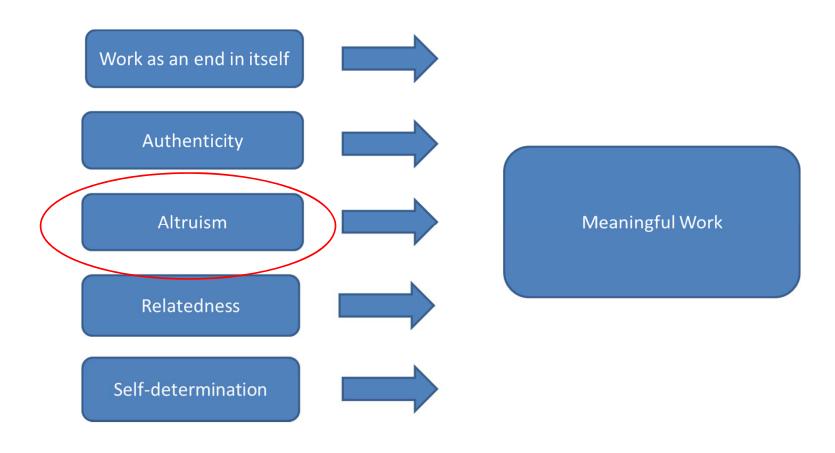






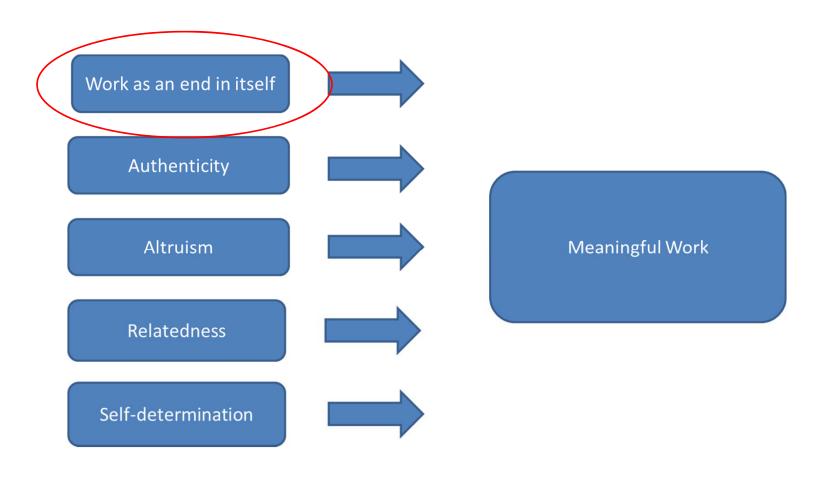
















Conclusions





Conclusions

- This research suggests that some types of work are considered more meaningful than others
- Higher skilled / higher authority occupations associated with more meaningfulness, perhaps due to more scope for authenticity and selfdetermination
- Work that has a direct and substantial impact on the lives of others is also found to be more meaningful
- Having a job makes life feel more worthwhile but working is not the most meaningful activity that people do
- Eudaimonic well-being plays an important role in labour supply





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