Measuring and Enhancing Construction Worker Welfare in Dakar

What are the effects of offering jobs in the construction sector and non-cognitive skill training to low-skilled workers?

Bus Rapid Transit (BRT) and Regional Express Train (TER) Projects

**PROJECT STATUS:**
Under Implementation

**TARGET AREA:**
Dakar, Senegal - 3.5 million people within an area of 550 km²

**OBJECTIVE:**
Respond to the large need for fast, reliable transport in Dakar

**COMPONENTS:**
BRT consists of 18.3km with 23 stations in the northern part of Dakar going to Guediawaye. TER consists of 36km with 14 stations in the southern part of Dakar going to Diamniadio

**IMPLEMENTING AGENCIES:**
Executive Council of Urban Transport in Dakar (CETUD) and APIX

**Context**

The Government of Senegal has adopted two flagship projects to improve urban mobility in the Greater Dakar Area (GDA): i) a modern bus transport system with high level of service (BRT) linking the city center to the north of the city; and ii) a railway express line (TER) linking the city center to the south of the city. Combined, these projects are expected to create direct and indirect employment for about 30,000 workers, of whom several thousand will be employed in the construction phase.

As is common to many large cities in Sub-Saharan Africa, the predominantly young population of Senegal faces limited opportunities for participation in the formal labor market. The high job insecurity and labor informality, especially among the poor and the youth, raises major concerns about how to provide jobs and livelihoods for Africa’s youth. Rapid population growth and urbanization is also placing substantial demands on Africa’s infrastructure with major investments in public infrastructure, including transport, telecommunications, and public housing,
crucially needed. The labor-intensive nature of such projects provides an opportunity for job creation in the sector, which is one of the main sectors of employment for young men.

Yet, while jobs can be created through large infrastructure projects, we do not know much about the actual impact of obtaining these jobs. They may improve consumption and other outcomes through the direct benefit of receiving wages, but it is possible that there is no long-term effect if after the duration of the project those construction workers then again join the ranks of the unemployed.

Impact Evaluation Research

Given these large investments in infrastructure, and the fact that job creation is often cited as an additional benefit of infrastructure investment generally, this Impact Evaluation (IE) aims to study and quantify the impacts of these jobs on workers. It will use the TER, which is currently under construction, as a pilot to conduct qualitative data collection on the experience of the construction workers. It will also study a pilot complementary non-cognitive training intervention using a randomized controlled trial to test if this additional training can improve current job outcomes and ability to obtain a job at the end of the construction project. This pilot will help to inform a study conducted with the construction workers that will be employed in the construction of the BRT to test the impact of a number of interventions on employment and welfare outcomes for these workers. Outcomes include retention of work, wage income, consumption, credit, health, job satisfaction, skills acquired, and employment status after completion of construction projects. The specific interventions to be studied with the BRT will depend on the data collected during the pilot.

Policy Relevance

Youth unemployment is a major concern for African governments, in particular in urban areas. Yet not all jobs are equally welfare improving, there is very little research and knowledge quantifying the benefits or negative externalities of obtaining a job in the construction sector, especially through large, government-funded infrastructure investments. This question is critical from a policy point of view because often infrastructure projects are touted for their job creation, potentially decreasing pressure on governments to explore different types of job creation policies. Yet, if the jobs created do not provide long term benefits, it may be necessary for policy makers to explore alternative job creation mechanisms or complementary policies that can magnify and maximize the benefits from obtaining a job through these large infrastructure projects. This IE will inform government organizations in Senegal as well as other developing countries on the effect of job generation from large infrastructure projects on the welfare of individuals employed in the construction of the infrastructure itself.

Additionally, this IE will look at complementary policies that could be implemented in order to improve the welfare effects of the construction jobs by studying how providing complementary training affects the ability of workers to find jobs in the future. The results will provide governments with estimates of the benefits of complementary worker training when it undertakes the building of large infrastructure projects.

For more information email dimetransport@worldbank.org or visit www.worldbank.org/en/research/dime/brief/transport