# Measurement of the informal sector

The case of Guatemala

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## Guatemala experience



Estimates (for internal use): 2002-2004 y 2006

Measuring the informal sector: 2013-2021

SNA93 Implementation: Reference year 2001 SNA2008 Implementation: reference year 2013



## Measurement objectives

Identify the informal sector in the SNA.



Determine its impact in the national economy.



Characterize the economic aspects of informality.

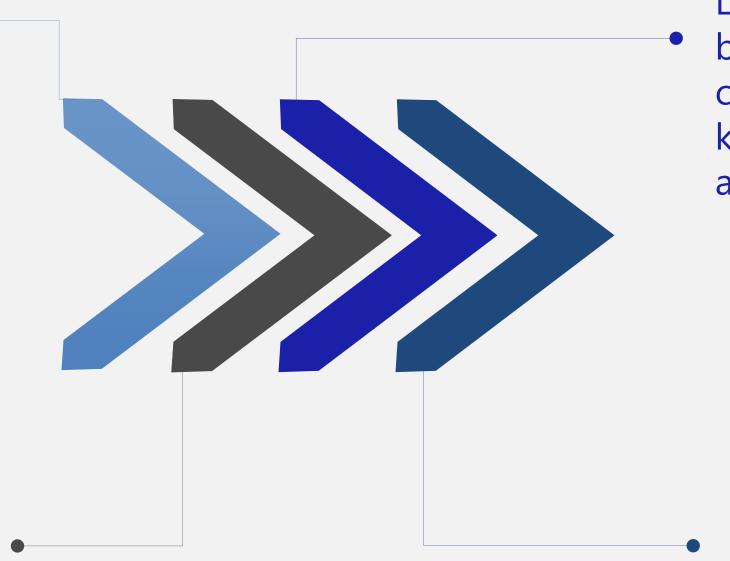




# Definition of the Informal Sector according to the ILO

Are production units in form of household unincorporated enterprises.

These units typically operate at a low level of organization, with little or no division between labour and capital as factors of production and on a small scale.



Labour relation are based mostly on casual employment, kinship or personal and social relations...

... rather than contractual arrangements with formal guarantees.

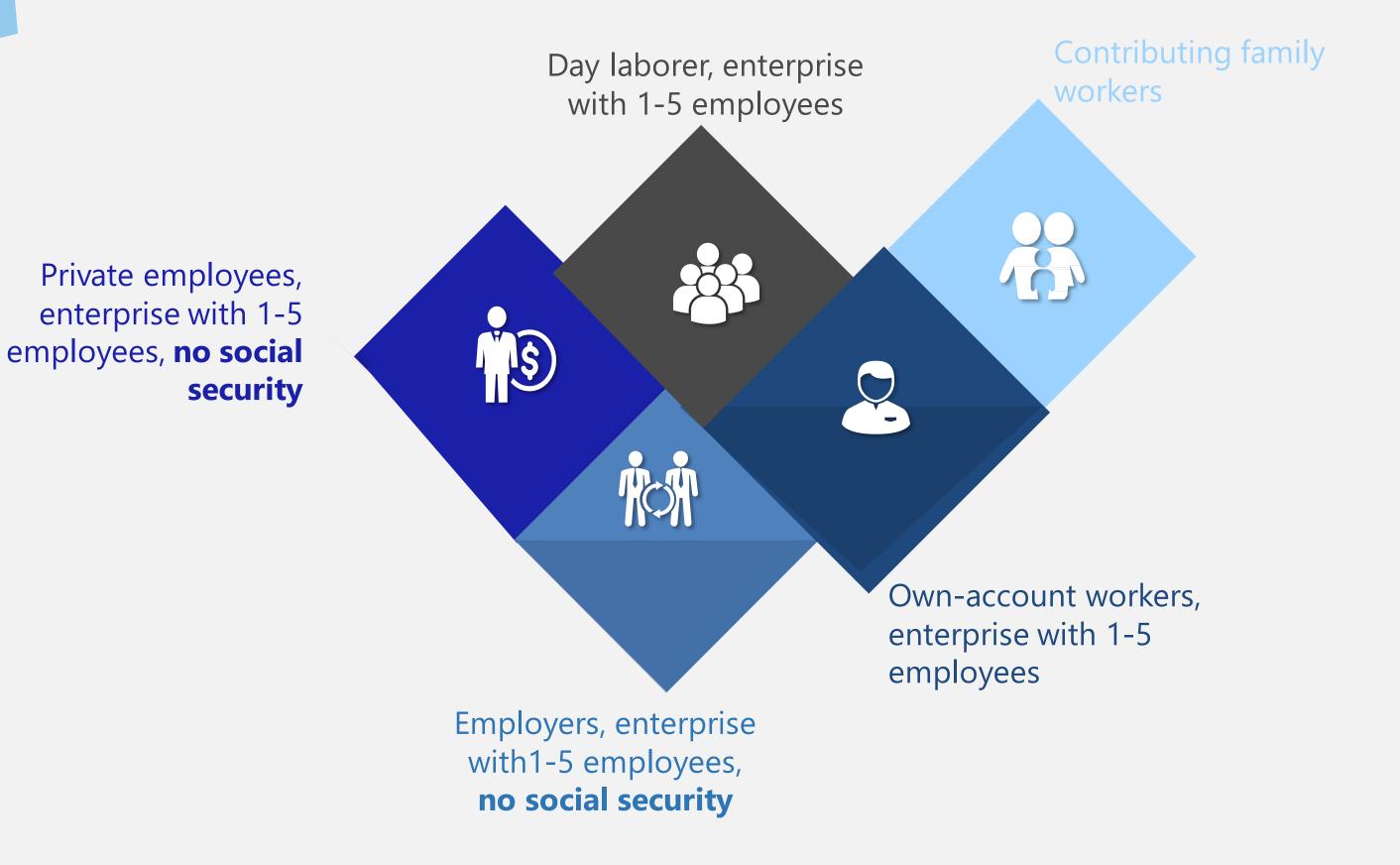


## Conceptual framework National definition



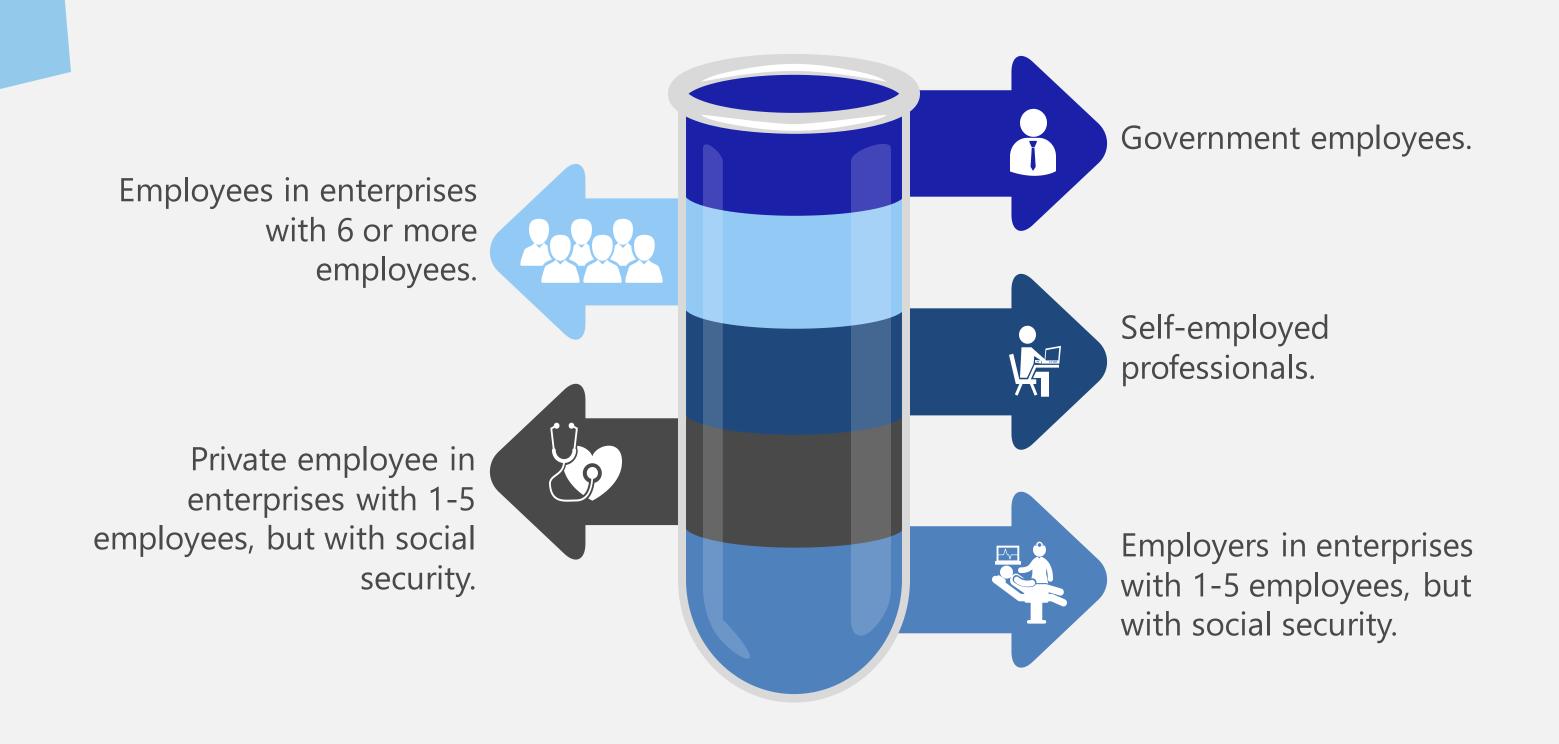


## Statistical definition for Guatemala





## Excluded components





## Types of corporation

							and .
Type of enterprise	Non-financial corporations	Financial corporations	General government	Households		NPISHs	
Corporations and quasi-corporations	Formal	Formal					
Non-profit institutions financed by enterprises	Formal	Formal					
Non-profit institutions serving households							Formal
Unincorporated enterprises owned by government units			Formal				
Unincorporated enterprises owned by households				Informal	Formal	Other	



### Sources of information

#### **ENIGFAM 2009-2010**

National Survey of Household Income and Expenditure

#### **ENEI**

National Survey of Employment and Income



EMPLOYMENT AND INCOME MATRIX (MEI)



### **Surveys** characteristics:



The units of reference are the households and the units of observation are the members of it.



Include questions related to the definition of the informal sector, which allows the employment and income measurement associated with units that are part of this sector.



### Calculation of the value added



 $VA_{informal} = EC + MI$ 

#### EC

Employees compensation

#### Source:

Information provided by the households surveys.

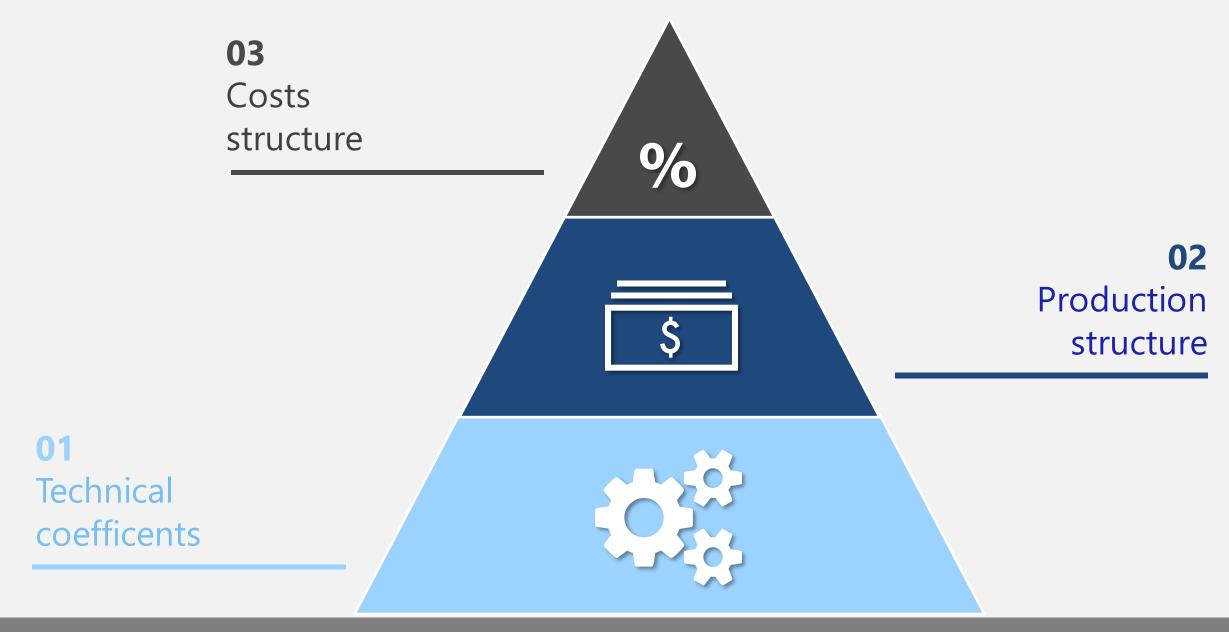


#### MI

Mixed income



## Calculation of the production



Source of information

- Own calculations based on the Economic Survey
- Special calculations for the agricultural, manufacturing, mining and construction industries.



## Methodologies <a href="http://www.banguat.gob.gt/">http://www.banguat.gob.gt/</a>



Banco de Guatemala

#### Matriz de Empleo e Ingresos

En el marco del cambio de año de referencia 2013 y adopción del SCN 2008

> Aspectos conceptuales, metodológicos y fuentes de información



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#### Medición del sector informal

En el marco del cambio de año de referencia 2013 y adopción del SCN 2008

> Aspectos conceptuales, metodológicos y fuentes de información

> > Diciembre 2019



## Statistics publication



Acerca del Banco
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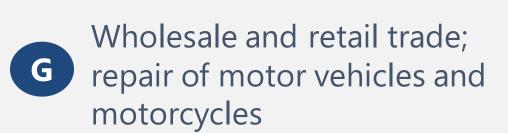


12. Valor agregado bruto del sector informal por actividad económica

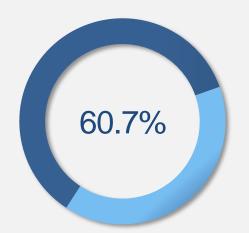


# Informal Sector Value added participation



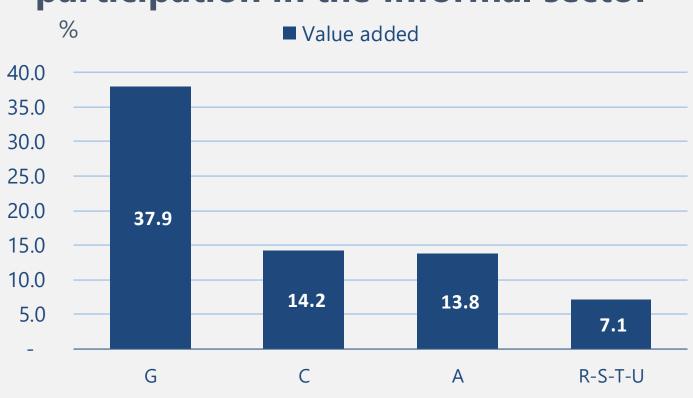


- C Manufacturing
- A Agriculture, forestry and fishing
- R-S T-U Other service activities



Value added of the informal sector in the households sector.

### **Economic activities with greater** participation in the informal sector





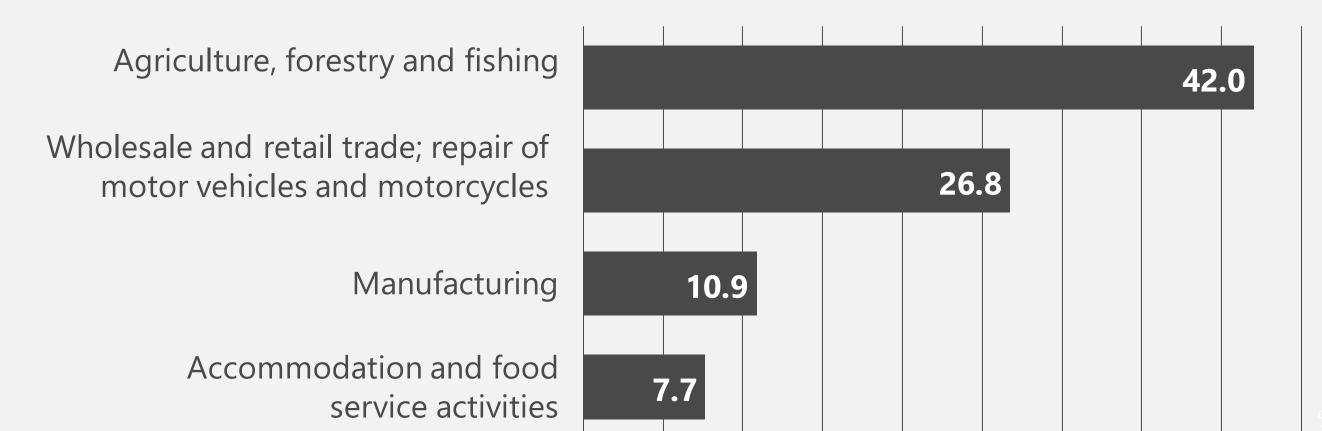
## Informal Sector Jobs participation in the economy

56.8%

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Jobs in the total economy belong to the informal sector

**Economic activities with greater participation in the informal sector** 





## Informal Sector Jobs and labor income structure of the inform

sector



**Employees** 



Self-employed

