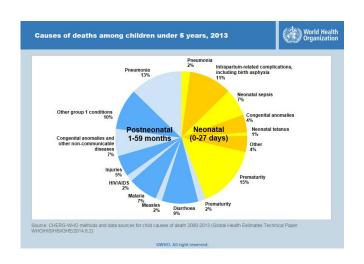
Water, Sanitation and Human Capital

Marcella Alsan Stanford and NBER

IGC January 2016

One Compelling Reason to Invest in Water and Sanitation



Capital

Why Doesn't Capital Flow from Rich to Poor Countries?

By ROBERT E. LUCAS, JR.*

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$$(1) y = Ax^{\beta},$$

where y is income per worker and x is capital per worker. Then the marginal prod-

Human Capital

A CONTRIBUTION TO THE EMPIRICS OF ECONOMIC GROWTH*

N. GREGORY MANKIW DAVID ROMER DAVID N. WEIL

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Let the production function be

(8)
$$Y(t) = K(t)^{\alpha}H(t)^{\beta}(A(t)L(t))^{1-\alpha-\beta},$$

What is Human Capital?

• Education (and Health) of Population

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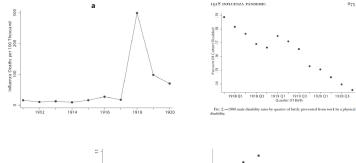
- Education (and Health) of Population
- Early investments in life tend to yield high returns

What is Human Capital?

- Education (and Health) of Population
- Early investments in life tend to yield high returns
- Economists- in utero health (nice identification); "fetal origins" starting to expand their time frame

Early Economic Evidence (Almond: "Is the 1918 Influenza Pandemic Over?")

1920 O1



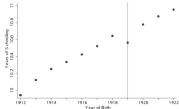


Fig. 3.-1960 average years of schooling: men and women born in the United States

Some Medical Evidence



Maternal and Child Undernutrition 2

Maternal and child undernutrition: consequences for adult health and human capital

Cesar G Victora, Linda Adair, Caroline Fall, Pedro C Hallal, Reynaldo Martorell, Linda Richter, Harshpal Singh Sachdev, for the Maternal and Child Undernutrition Study Group*

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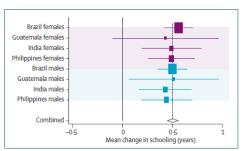


Figure 3: Forest plot for effect of height-for-age at 2 years on attained schooling

Child Nutrition and WASH (1)

WASH-related infections contribute to undernutrition:



50% of undernutrition is associated with repeated diarrhoea or intestinal worm infections caused by unsafe and inadequate water, sanitation and hygiene (WASH).





Frequent diarrhoea prevents the body from absorbing nutrients.



Parasitic worms transmitted through contaminated soil and water, such as hookworm, can cause blood loss and undernutrition.

Frequent faecal-oral transmission of pathogens is thought to lead to environmental enteropathy, which

permanently damages the intestine.

Child Nutrition and WASH (2)

How undernutrition affects children

Undernutrition compromises children's ability to fight disease and can lead to irreversible growth and developmental delays.



Stunting — caused by chronic undernutrition — leads to cognitive impairment and increases



Undernutrition in childhood can lead to a host of



Obstructed labour = a major risk factor for maternal and newborn morbidity and mortality = which is more common in women who are stunted.







Adequate sanitation, access to safe water and good hygiene practices help prevent undernutrition.