PRELIMINARY DRAFT-NOT FOR QUOTATION

Informal Care and Labor Force Participation, Subjective Health and Life
Satisfaction of Middle-Aged Family Members:

Evidence from Japanese Panel Survey*

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Abstract

In Japan, giving care to frail elderly people is still a primary role of family members. Whether such a role prevents them from working outside the home is a big concern. Based on a longitudinal data on Japanese middle-aged men and women, this study investigates whether they become less likely to have a job and whether they decrease a sense of well-being when they have a family member who needs care. We find a consistent negative impact of having a family member who needs care on labor force participation for both men and women, but no impact on their subjective health and life satisfaction. Even after the introduction of Long-Term Care Insurance, the adverse impact on labor force participation is not mitigated.

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