

# The Impacts of Shadow Education on High School Student Achievement

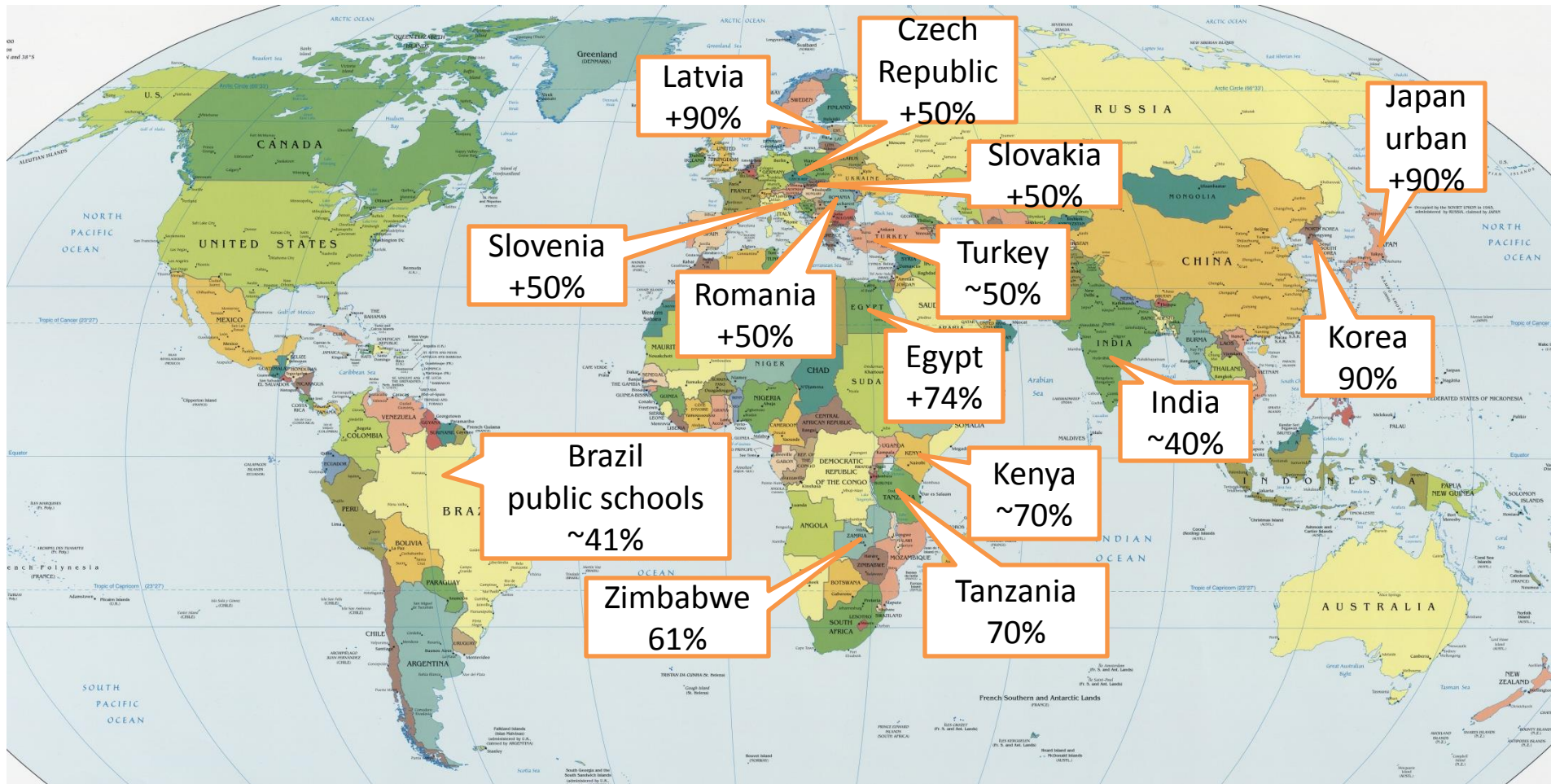
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# There is a high and increasing prevalence of shadow education across the world

(Bray, 2006; Baker et al., 2001; Wolf, 2000; Guimarães & Sampaio, 2011)



Growing in UK and USA/Canada

# High school students participate even more in shadow education – why?

High school students want to:

- qualify for college and elite colleges – e.g. pressure to perform well on entrance exams (Lee & Shouse, 2011; Baker and LeTendre 2005; Bray 1999; C. Lee et al. 2009; Stevenson and Baker 1992)
- complement low-quality schooling (enhance academic skills, prepare for college)
- improve low school grades (catch up with peers) (Baker et al., 2001)

# However, shadow education can be costly

## ***Financially:***

- High fees (tuition and materials)
- Opportunity costs (time including travel)

## ***But even academically:***

- Students may engage less in school (which could lead to lower achievement)
- Psychological/mental fatigue; greater pressure/stress (which could lead to lower achievement)

# The direct financial stakes can be high

- Estimated 100+ billion US dollars globally (Forbes, 2012)
  - Korea: ~\$14 billion, 2.79% of GDP (Nam, 2007)
  - India: ~\$6.4 billion
  - Japan: ~\$12 billion
  - United States: ~\$5 billion
- If shadow education has a negligible impact on academic achievement or college access (or if it has negative outcomes) given the costs, it is inefficient.

Another problem: Shadow education might also contribute to inequality in achievement/college access (and thus social inequality)

Whether shadow education does this depends on:

- Whether low/high social class kids participate more in shadow education
- shadow education affects low/high social class kids differently

# Is shadow education worth it?

- Does shadow education improve achievement (& access to college)?
- Does shadow education increase/decrease inequality in achievement (access to college)?

# Studies of the impacts of shadow education on achievement show mixed findings

- Medium-size positive impacts (more than 0.1 SD)
  - Buchman et al. (2010)
- Small positive impacts (less than 0.1 SD for reading and/or math)
  - Zimmer et al. (2007); Byun & Park for EA Americans (2011); Dang (2007)
- Negligible
  - Scott-Little et al. (2002); Zief et al. (2004), Byun & Park (2011)

## **Implications for inequality:**

- Shadow education increases inequality in the United States (Buchmann et al., 2010; Buchmann et al., 1992)  
vs.
- Shadow education can also help low-income kids (Lauer et al., 2003)



# Limitations of past studies: Weak causal evidence

(Zimmer et al., 2010; Hollister, 2003; Fashola, 1998)

- Regression with covariate adjustments
  - Byun & Park (2011), Buchman et al. (2010); Aysit Tansel (2005), Stevenson & Baker (1992)
- Propensity score matching
  - Zimmer et al. (2010); Domingue et al. (2009); Hansen (2004)
- OLS with tests for omitted variable bias
  - Guimarães et al. (2011)
- Control for time-invariant characteristics
  - Zimmer et al. (2007), Zimmer et al. (2010)
- Instrumental variables
  - Dang (2007) – **believable?**
- Only a few, pre-1990, small RCTs in the US
  - Allalouf & Ben-Shakhar (1998)

# Objective

- The purpose of our paper is to provide a better measure of the causal impact of shadow education on high school student achievement.
- And test whether the impact differs for different subgroups of students (by achievement level, social class, gender)—whether shadow education contributes to inequality.

# Russian survey data

## Spring 2010 survey

- 3 Russian regions highly varied by the indicators of economic development
- Respondents:
  - 2938 final year (11<sup>th</sup> grade) students in 127 schools,
  - 182 math and 182 Russian language teachers
- Multistage stratified random sample
- Students' outcomes – individual math and Russian USE scores

# Basic OLS

(traditional way of measuring effects of shadow education)

$$y_{is} = \alpha_s + x'_{is}\beta_{1s} + s'_{is}\beta_{2s} + t'_s \beta_{3s} + \varepsilon_{is}$$

where

$y_{is}$  - students  $i$  tests results on subject  $s$  (math, Russian)

$x'_{is}$  - shadow education of student  $i$  on a subject  $s$

$s'_{is}\beta_{2s}$  - vector of a student  $i$  subject  $s$  specific characteristics ( )

$t'_s\beta_{3s}$  - vector of a teacher  $s$ , subject  $s$  curriculum characteristics (teacher experience, category, subject exposure, )

$\varepsilon_{is}$  - error term

Limitations of OLS

# Student fixed effects model

$$y_{is} - \bar{y}_i = (x_{is} - \bar{x}_i)' \beta_{1s} + (st_{is} - \overline{st}_i)' \beta_{2s} + (t_{is} - \bar{t}_i)' \beta_{3s} + \varepsilon_{is}$$

where

$y_{is}$  - students i tests results on subject s

$x_{is}$  - shadow education of student i on a subject s

$$\bar{x}_i = S^{-1} \sum_{s=1}^S x_{is}$$

$st_{is} \beta_{2s}$  - vector of a student i subject s specific characteristics

$t_s \beta_{3s}$  - vector of a teacher s, subject s curriculum characteristics

$\varepsilon_{is}$  - error term

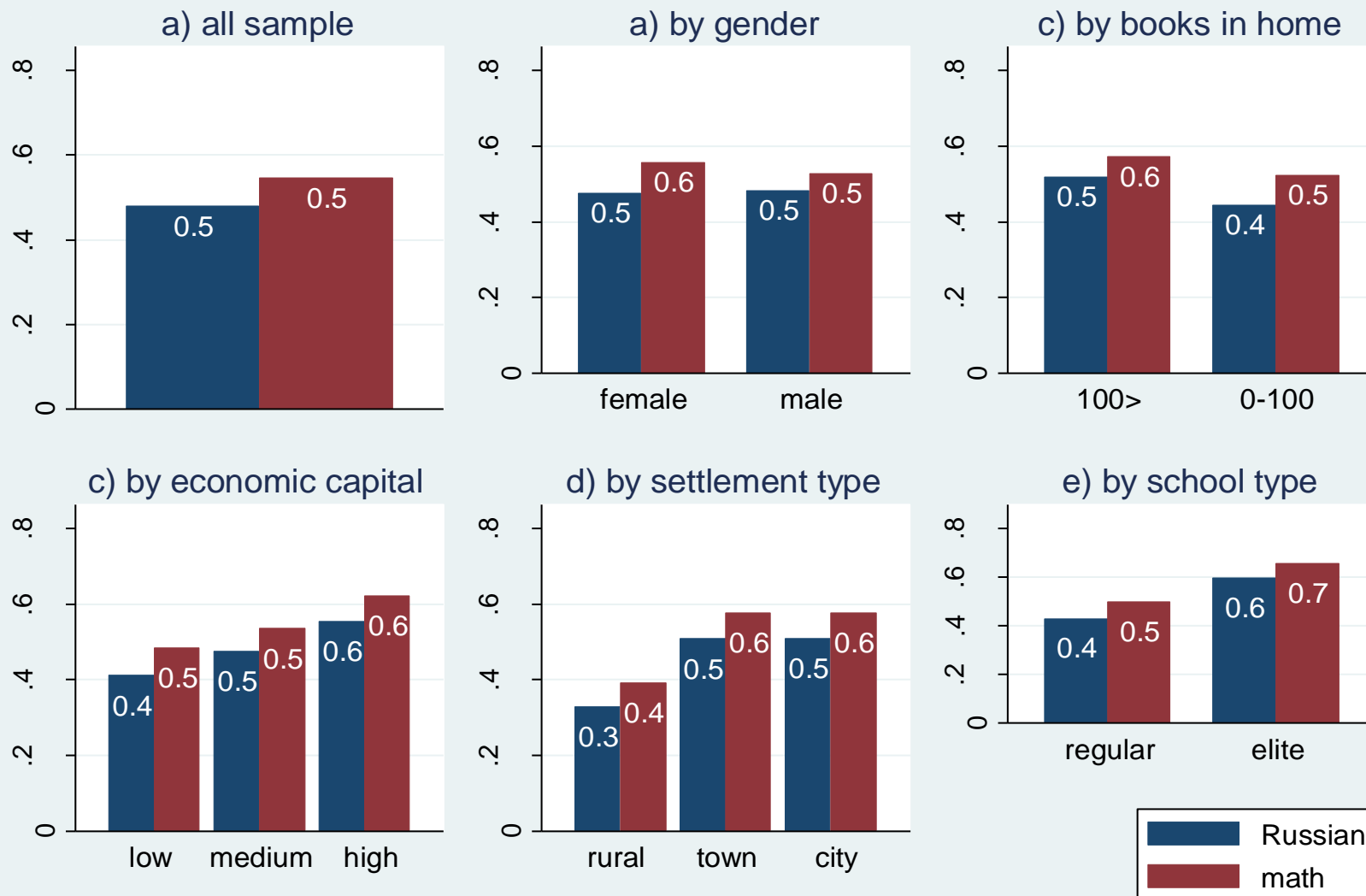
The data has been analyzed as a short panel data with  $t=2$  (Russian - math): fixed effect (within student) estimation with error correction for cluster (student)

# Results for Russia

(11<sup>th</sup> grade students, USE scores)

# Descriptive statistics: What is the prevalence of shadow education?

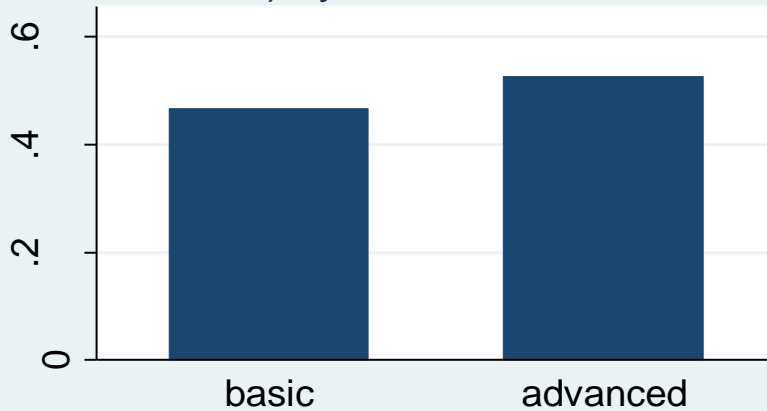
% of students who took shadow education



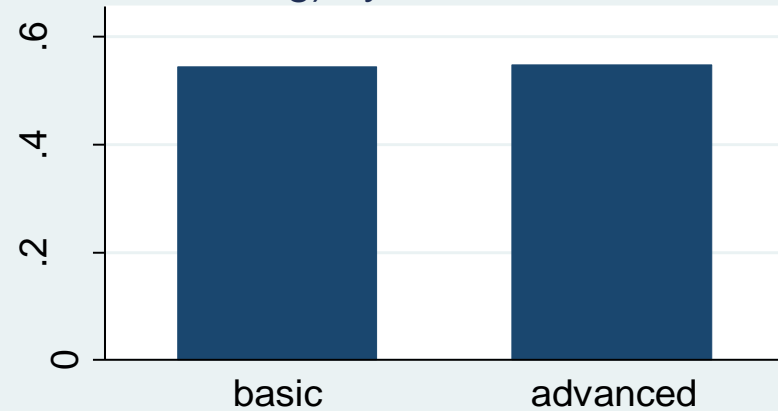
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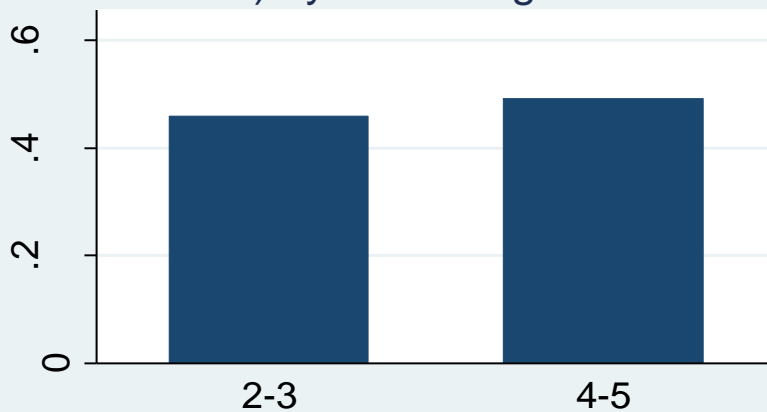
f) by Russian track



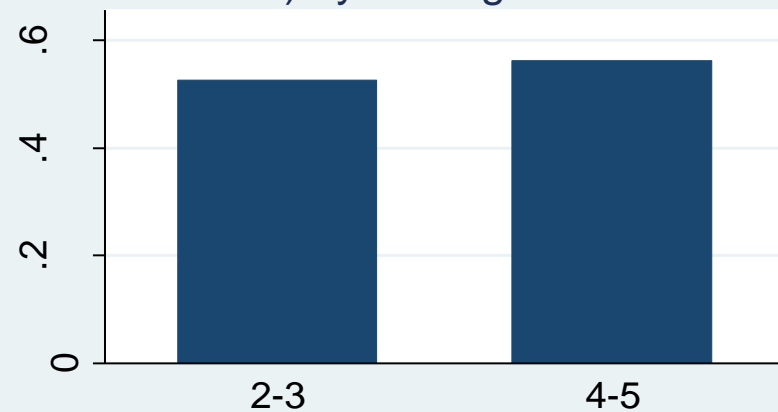
g) by math track



h) by Russian grades



i) by math grades







# Heterogeneity analysis: What is the effect of shadow education for different groups of students?

VARIABLES	(1)	(2)	(3)	(4)
Shadow education (0=no, 1=yes)	-0.06 (0.04)	0.02 (0.04)	0.05 (0.05)	0.02 (0.04)
10th grade final grades (0=2-3, 1=4-5)	0.29*** (0.04)	0.35*** (0.03)	0.35*** (0.03)	0.35*** (0.03)
Shadow education * 10th grade	0.13** (0.05)			
Advanced study (0=no, 1=yes)	0.17*** (0.06)	-0.20 (0.20)	0.17*** (0.06)	0.17*** (0.06)
Shadow education * Advanced study		-0.00 (0.05)		
Shadow education * College chosen <11th grade			-0.10 (0.07)	
Shadow education * Family economic capital				0.02 (0.03)
Control for teachers and class characteristics	YES	YES	YES	YES
Constant	-0.11 (0.16)	-0.15 (0.16)	-0.15 (0.16)	-0.15 (0.16)
R-squared	0.063	0.062	0.062	0.062
Total N	5,872	5,872	5,872	5,872
N of students	2,936	2,936	2,936	2,936

Robust standard errors in parentheses \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

## **International Results**

(TIMSS 1995 Math and Literacy Scores;  
Students in Last Year of High School)

# Summary of results

We find that shadow education

- has no impact on high school student achievement
- has no impact on students of lower social class
- has a slight positive impact on higher achieving students (in Russia)

# Conclusion

Altogether, shadow education appears to be inefficient (no effects but high costs) and may lead to some inequality (in Russia).

*Next step: find out more about why shadow education has few significant impacts*

THANK YOU!