## Violence Against Women at Work & Home

Abi Adams Kristiina Huttunen Emily Nix Ning Zhang





Gender Wage Gap Project Celebration

#### Harassment Questions

- In the past 12 months, in the course of your work, have you had one or more people systematically:
  - make sexual propositions to you
  - say obscene or degrading things to you
- In the past 12 months, in the course of your work, have you been physically or sexually assaulted by your colleagues or superiors?
- ► At work, I hear derogatory remarks or jokes about women

Who knows at least one person who would answer "yes" to one of these questions?

### Our Paper

- ► Harness unique Finnish data to provide new insights into the impact of workplace violence
  - Who suffers more severe labor market impacts: victims or perpetrators?
  - How does the relationship between victim/perpetrator affect outcomes?
  - Are there spillover effects on wider recruitment and retention?
  - What role does management play in mediating negative impacts?

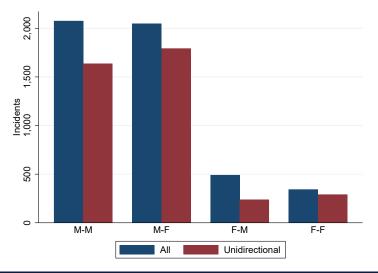
#### Contribution

- Sexual harassment: Folke & Rickne (2022); Dahl and Knepper (2022); Sharma (2021); Batut et al. (2021)
  - We consider realized events, asymmetry in impacts on and role of the relationship between victims/perpetrator, and impacts on the broader firm.
- ▶ Role of Management: Bertrand and Schoar (2003); Bloom et al. (2007,2013); Bandiera et al. (2007,2020); Sarsons (2022); Egan et al. (2022); Chakraborty et al. (2021)
  - Male perpetrators face more severe impacts with female managers, mediating the impact on women within the wider firm.
- ► Peer Effects: Brune et al. (2020); Papay et al. (2020); Nix (2015); Cullen and Perez-Truglia (2019); Stoddard et. al. (2022)
  - The impacts of violence at work creates spillovers to the wider workforce.

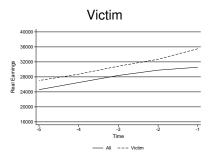
#### Data

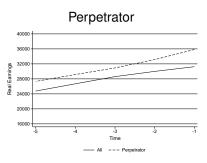
- ▶ Universe of police reports filed in Finland from 2006-2019
- Merge with administrative data on tax records, employment, & demographics
- Police reports: first step in a police investigation (before charging)
  - Can be filed online or in person at a police station (but not by telephone)
  - After an investigation, case only charged if the prosecutor considers sufficient evidence to convict on basis of police's case
- Violence between colleagues: a police report filed and both the victim and perpetrator worked in the same firm

# Gender Composition of Workplace Violence

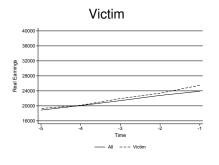


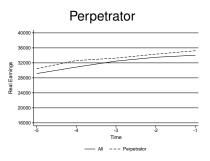
# Male-Male Raw Means: Earnings



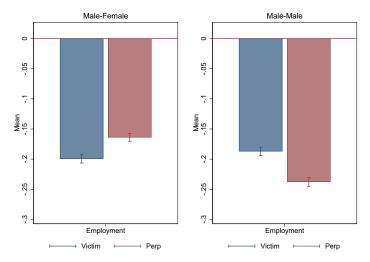


# Male-Female Raw Means: Earnings





# Descriptive Impacts on Employment



#### Concerns

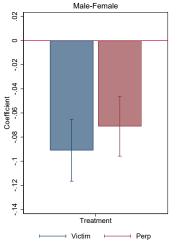
- Precipitous employment losses following violence between colleagues in the raw data might not be caused by the violence itself
- Some workers always separate from employers; poor labor market potential might lead someone to assault a colleague (or more exposed to abuse)
- To mitigate these concerns, we employ a matched difference-in-differences design with individual fixed effects

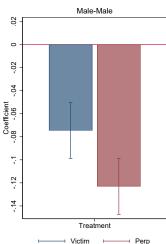
#### Matched Difference-in-Differences

$$Y_{ibt} = \sum_{j=-5, j\neq -1}^{5} \delta_j D_{b,t-j} + \alpha_i + \gamma_t + \gamma_j + Age_{it} + \epsilon_{ibt}$$
 (1)

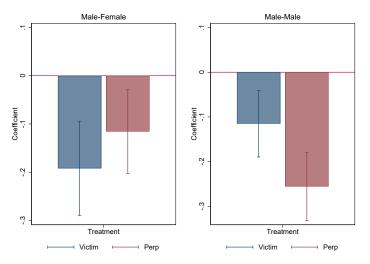
- Y<sub>ibt</sub>: individual employment and earnings, as well as firm outcomes (turnover, share female, profits, etc.)
- ▶  $D_{b,t-j}$ : an indicator variable for the treatment (workplace violence) for year j since the event, in year t
- $\triangleright$   $\delta_j$ : the coefficients of interest
- $ightharpoonup \alpha_i$  individual (firm) fixed effects
- $ightharpoonup \gamma_t$ : year fixed effects
- $ightharpoonup \gamma_j$ : time since event fixed effects
- ► Age<sub>it</sub>: age

## Asymmetry in Impacts: Employment





# Asymmetry in Impacts: Earnings



#### Victim-Perpetrator Inequality: Male-Female



Table: Matched Non-Violence Control

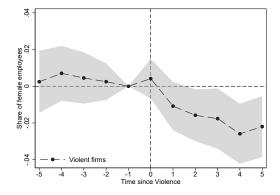
| Employment of:                       | Victims           |                   | Perpetrators      |                   |
|--------------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                      | (1)               | (2)               | (3)               | (4)               |
| Treatment*Perpetrator is Manager     | -0.056<br>(0.029) |                   | 0.059<br>(0.018)  |                   |
| Treatment*Income Gap                 | ,                 | -0.018<br>(0.017) | ,                 | 0.065<br>(0.017)  |
| Treatment                            | -0.079<br>(0.012) | -0.075<br>(0.014) | -0.058<br>(0.012) | -0.085<br>(0.016) |
| Year fixed effects                   | ✓                 | ✓                 | ✓                 | ✓                 |
| Time since crime fixed effects       | $\checkmark$      | $\checkmark$      | $\checkmark$      | $\checkmark$      |
| Individual fixed effects             | $\checkmark$      | $\checkmark$      | $\checkmark$      | $\checkmark$      |
| Age x time since crime               | ✓                 | ✓                 | ✓                 | ✓                 |
| Observations Dependant variable mean | 29,813<br>0.824   | 29,813<br>0.824   | 30,056<br>0.845   | 30,056<br>0.845   |

# Spillover Effects on Other Employees?

$$Y_{fbt} = \sum_{j=-5, j\neq -1}^{5} \delta_j D_{b,t-j} + \alpha_f + \gamma_t + \gamma_j + \epsilon_{fbt}$$
 (2)

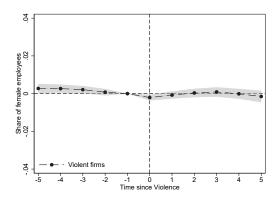
- $ightharpoonup Y_{fbt}$ : firm outcomes (turnover, share female, profits, etc.)
- ▶  $D_{b,t-j}$ : an indicator variable for the treatment (workplace violence) for year j since the event, in year t
- $\triangleright$   $\delta_i$ : the coefficients of interest
- $ightharpoonup \alpha_f$  firm fixed effects
- $ightharpoonup \gamma_t$ : year fixed effects
- $ightharpoonup \gamma_j$ : time since event fixed effects

# Impact on Share Female Employees: Male-Female

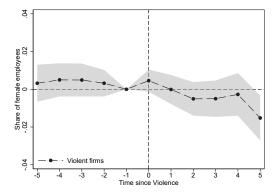


## Impact on Share Female Employees: Male-Female

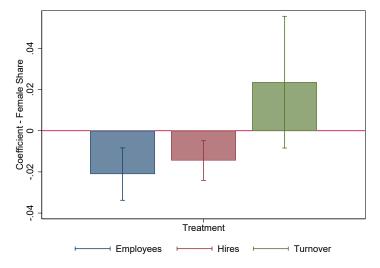
Figure: Non-Colleague Violence Counterfactual



# Impact on Share Female Employees: Male-Male



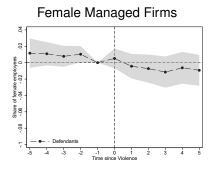
# Channels Contributing to Fall in Female Share

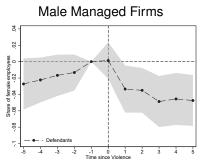


# Motivation for Examining Managers

- Managers play a vital role in determining profits and direction of firm
  - Bertrand and Schoar (2003), Bloom et al. (2007), Bandiera et al., (2007), Ichniowski et al. (1995), Alan et al. (2021)
- Recent evidence that the gender composition of management might affect how firms react to negative behavior by male and female employees
  - Egan et al. (2021): gender asymmetry in punishment of misconduct is mediated by female management
  - Chakraborty et al. (2021): male and female managers react differently when workers send them angry message

### Management Gender and Share Female Workers





# Employment Impact: Female Management

|                                                                      | Male    | e-Female    | Ma      | le-Male     |
|----------------------------------------------------------------------|---------|-------------|---------|-------------|
|                                                                      | Victim  | Perpetrator | Victim  | Perpetrator |
|                                                                      | (1)     | (2)         | (3)     | (4)         |
| Treatment*Female Manager                                             | -0.018  | -0.044      | 0.016   | -0.047      |
|                                                                      | (0.017) | (0.017)     | (0.017) | (0.018)     |
| Treatment                                                            | -0.075  | 0.030       | -0.050  | -0.082      |
|                                                                      | (0.015) | (0.014)     | (0.014) | (0.014)     |
| Year fixed effects Time since crime fixed effects Firm fixed effects | √       | √           | √       | √           |
|                                                                      | √       | √           | √       | √           |
|                                                                      | √       | √           | √       | √           |
| Observations                                                         | 29,813  | 30,056      | 27,618  | 28,046      |
| Non-Violent Mean                                                     | 0.824   | 0.845       | 0.819   | 0.828       |

# Female Share Impact: Female Management

|                                                                      | Male-Female          |                      |                   | Male-Male         |                      |                   |
|----------------------------------------------------------------------|----------------------|----------------------|-------------------|-------------------|----------------------|-------------------|
|                                                                      | (1)                  | (2)                  | (3)               | (4)               | (5)                  | (6)               |
| Treatment*Fem Manager                                                | 0.021<br>(0.008)     |                      | 0.001<br>(0.013)  | 0.005<br>(0.006)  |                      | -0.019<br>(0.006) |
| Treatment*PerpUE                                                     | ,                    | 0.016<br>(0.009)     | -0.005<br>(0.014) | ,                 | 0.005<br>(0.005)     | -0.008<br>(800.0) |
| Treatment*Fem Manager*PerpUE                                         |                      | ,                    | 0.029<br>(0.016)  |                   | ,                    | 0.0324<br>(0.010) |
| Treatment                                                            | -0.020<br>(0.008)    | -0.034<br>(0.008)    | -0.021<br>(0.012) | -0.015<br>(0.005) | -0.011<br>(0.005)    | -0.004<br>(0.007) |
| Year fixed effects Time since crime fixed effects Firm fixed effects | <b>√</b><br><b>√</b> | <b>√</b><br><b>√</b> | ✓<br>✓<br>✓       | ✓<br>✓<br>✓       | <b>√</b><br><b>√</b> | ✓<br>✓<br>✓       |

## Summary of Results

- We found that:
  - Victims suffer significant and persistent employment impacts from workplace violence
  - Perpetrators of workplace violence face significantly weaker employment impacts when victims are female; Power dynamics play a key role in explaining this difference
- In terms of broader impacts for the firm:
  - Current & future female employees impacted by these events, with greater impacts in male-managed firms
  - Whisper networks are not strong contributors to firm effects
  - Female managers do at least one important thing differently: fire perpetrators

#### Discussion

- Weak incentives for female victims to report
  - Few perpetrators lose their jobs
- Relying on informal information channels to reduce exposure to perpetrators of assault appears fragile
  - Whisper networks do not seem to explain firm hiring effects
- Workplace violence creates pressures for gender segregation in the workforce
  - Following male-female violence, the gender composition of male-managed firms becomes more male

### Rethinking Domestic Violence

"The first feature of control was financial. As soon as I had less economic independence that's when the [violence] started."

Testimony

"Economic abuse is designed to reinforce or create economic instability... Lack of resources can result in women staying with abusive men for longer, experiencing more harm as a result."

Select Committee Evidence

#### **Existing Literature**

- Focus has often been on causal mechanism running in opposite direction, i.e. quasi-exogenous "shocks" on prevalence of domestic violence
  - Economic: Aizer (2010); Heath (2014); Anderberg et al (2016);
     Bhalotra et al (2021); Erten & Keskin (2021); Sanin (2022).
  - ► Emotional: Card & Dahl (2009); Sanz-Barbero et al (2018)
  - Covid: Berniell & Facchini (2021); Leslie & Wilson (2020); Beland et al (2020) Hsu & Henke (2021); Arenas-Arroyo (2021)
- Data limitations holding back dynamic analysis
  - Survey data centered on point of report
  - Few panel data sets that track individuals across relationships

- Develop a new set of facts on the evolution of women's economic outcomes from the point of cohabitation
  - Universe of police reports filed in Finland matched to register employment & demographic data
- Causal identification is tricky leverage rich data environment to harness two complementary identification strategies:
  - Matched Control Event Study: compare post-cohabitation economic outcomes of observationally identical women cohabiting with non-abusive observationally identical men
  - Within-Victim Across-Relationship: triple-difference design across non-abusive relationships that victims form

- Establish three new stylized facts
  - Large, immediate falls in victims' economic outcomes from point of cohabitation
    - 12% fall in employment rates & 26% fall in earnings relative to their matched controls & other relationships
    - Robust to battery of tests for reverse causality & "relationship" effect
  - Men who are violent towards women suppress the economic outcomes of all women they cohabit with, even if no physical violence is reported
    - Analyse economic outcomes of women who cohabit with partners that are reported for physical violence towards women in other settings
    - Bounds a selection into reporting effect
  - 3. Decline in outcomes is non-monotonic in victims' outside options
    - Declines largest for those with "intermediate" outside options defined by education or pre-cohabitation earnings

- Establish three new stylized facts
  - Large, immediate falls in victims' economic outcomes from point of cohabitation
    - 12% fall in employment rates & 26% fall in earnings relative to their matched controls & other relationships
    - Robust to battery of tests for reverse causality & "relationship" effect
  - Men who are violent towards women suppress the economic outcomes of all women they cohabit with, even if no physical violence is reported
    - Analyse economic outcomes of women who cohabit with partners that are reported for physical violence towards women in other settings
    - Bounds a selection into reporting effect
  - Decline in outcomes is non-monotonic in victims' outside options
    - Declines largest for those with "intermediate" outside options defined by education or pre-cohabitation earnings

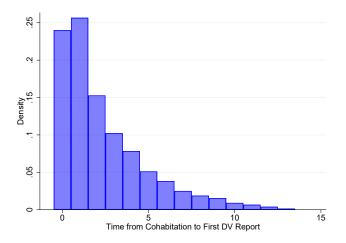
- Establish three new stylized facts
  - Large, immediate falls in victims' economic outcomes from point of cohabitation
    - 12% fall in employment rates & 26% fall in earnings relative to their matched controls & other relationships
    - Robust to battery of tests for reverse causality & "relationship" effect
  - Men who are violent towards women suppress the economic outcomes of all women they cohabit with, even if no physical violence is reported
    - Analyse economic outcomes of women who cohabit with partners that are reported for physical violence towards women in other settings
    - Bounds a selection into reporting effect
  - 3. Decline in outcomes is non-monotonic in victims' outside options
    - Declines largest for those with "intermediate" outside options defined by education or pre-cohabitation earnings

- Develop a novel theoretical framework to rationalize our findings
  - ► Women do not perfectly observe partner's type at cohabitation
  - Abusive men have an incentive to exert coercive control early in the relationship to reduce a woman's outside option and ability to exit the relationship
- ► Harness model predictions to revisit some classic results
  - ► Aizer (AER, 2010): local labor markets with ↑ female outside options ↓ domestic violence due to within household change in bargaining power
  - Our paper: this variation is linked crucially to break-up dynamics (see also Stevenson & Wolfers (2006) & Sanin (2022))
  - Policy should also include support to exit bad matches & we include some suggestive evidence on the role of women's shelters

#### Data

- Universe of police reports filed in Finland from 2006-2019 matched perfectly with administrative data on tax records, employment, demographics, and cohabitation status
  - Police data contains personal IDs for both perpetrators and victims
- Police reports: first step in a police investigation before charging
  - Can be filed online or in person at a police station
- Identify a report as domestic violence following Statistics Finland approach:
  - List of violent crimes recommended by SF
  - Perpetrator & victim were either cohabiting at the time of the crime or had cohabited in the previous five years
- ▶ Prevalence: 2.9% of cohabitation spells starting in 2006 associated with at least one report of domestic abuse

## Time to First Report



## Demographics at Cohabitation (t = -1)

|              | DV-Violent |         | MF-Violent |         | Non-Violent |         |     |      |
|--------------|------------|---------|------------|---------|-------------|---------|-----|------|
|              | Women      | Men     | Women      | Men     | Women       | Men     |     |      |
| Age          | 31.43      | 33.73   | 29.47      | 31.59   | 29.38       | 31.16   |     |      |
|              | (10.7)     | (10.57) | (10.61)    | (10.45) | (10.62)     | (10.94) |     |      |
| College      | 0.10       | 0.12    | 0.12       | 0.08    | 0.24        | 0.18    |     |      |
|              | (0.295)    | (0.32)  | (0.337)    | (0.27)  | (0.425)     | (0.387) |     |      |
| High School  | 0.53       | 0.47    | 0.56       | 0.49    | 0.6         | 0.61    |     |      |
|              | (0.499)    | (0.499) | (0.496)    | (0.500) | (0.490)     | (0.488) |     |      |
| Dropouts     | 0.38       | 0.42    | 0.31       | 0.43    | 0.17        | 0.21    |     |      |
|              | (0.485)    | (0.493) | (0.464)    | (0.496) | (0.372)     | (0.405) |     |      |
| Employed t-1 | 0.51       | 0.51    | 0.57       | 0.53    | 0.67        | 0.66    |     |      |
|              | (0.500)    | (0.500) | (0.495)    | (0.499) | (0.471)     | (0.473) |     |      |
| Earnings t-1 | 12,137     | 16,549  | 13,248     | 16,213  | 16,138      | 22,008  |     |      |
|              | (14520)    | (19907) | (14891)    | (19470) | (16439)     | (23440) |     |      |
| Prior Crimes | 0.09       | 0.77    | 0.07       | 1.04    | 0.01        | 0.02    |     |      |
|              | (0.747)    | (3.169) | (0.747)    | (3.923) | (0.207)     | (0.279) |     |      |
| Observations | 13,        | 767     | 41,646     |         | 41,646 57   |         | 577 | ,550 |

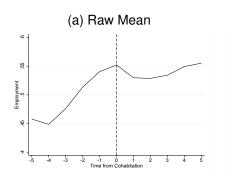
## **Empirical Strategy**

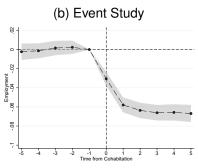
- Event of Interest: cohabitation with an abusive partner
- Causal identification is tricky
  - Decision of whether and when to cohabit, and who to cohabit with are not random events
  - Women forming relationships with abusive men have worse economic outcomes pre-cohabitation
- ► Cohabitation with an abusive partner is a bundled treatment
  - Multiple dimensions to their behaviour that might be driving observed effects (e.g. coercive fertility and migration; physical violence; coercive control)

## **Empirical Strategy**

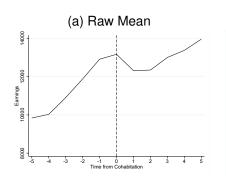
- Leverage the rich data available in our context in a series of matched difference-in-differences event study designs
- Harness the following key sources of variation
  - Changes in victims' outcomes before-after cohabitation with a partner who is violent to them relative to observationally equivalent women who cohabit with non-violent men
  - Changes in victims' outcomes before-after cohabitation with a partner who is violent to them relative to observationally equivalent women who cohabit with non-violent men compared to the change in victims' relative outcomes in non-violent relationships that they form
  - Changes in women's outcomes before-after cohabitation with a partner who is violent to other women relative to observationally equivalent women who cohabit with non-violent men

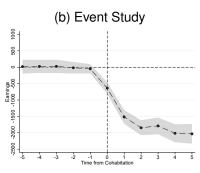
# Impacts of Cohabitation on Victim Employment



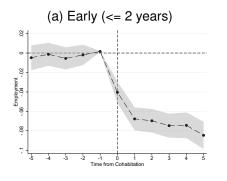


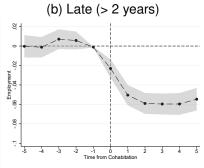
# Impacts of Cohabitation on Victim Earnings



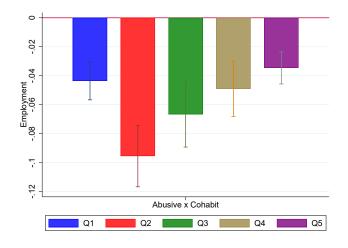


# Heterogeneity: Timing of Report

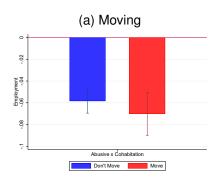


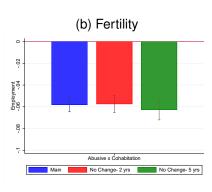


# Heterogeneity: By Victim's Earnings



# Heterogeneity: Choices





## Reverse Causality

- ► Key threat to identification: cohabit with an abusive partner due to negative economic shock
- Do victims' experience systematically different economic shocks?
  - Local labour market level: Bartik index,  $\bar{Y}_{rget} = \sum_{j} \gamma_{rge0j} Y_{\neg rgetj}$ Firm level indicators for those employed at t = -1

|                                  | (1)                | (2)                 | (3)                 | (4)                | (5)                    |
|----------------------------------|--------------------|---------------------|---------------------|--------------------|------------------------|
|                                  | Bartik Index       | Av. Earnings        | Firm Size           | Turnover           | Emp at $t = -1$        |
| Abusive × Cohabit                | 0.0003<br>(0.0006) | -12.9972<br>(92.83) | -18.0727<br>(10.46) | 0.0012<br>(0.0026) | -0.0463***<br>(0.0032) |
| Observations<br>Dependent Mean   | 709484<br>.647     | 318812<br>23228     | 318812<br>469       | 303348<br>.282     | 429360<br>1.000        |
| Fixed effects                    | ,                  | ,                   | ,                   | ,                  | l z                    |
| Year Time cohabit $\times$ Match | <b>√</b>           | <b>√</b>            | <b>V</b>            | <b>√</b>           | \ \frac{1}{}           |

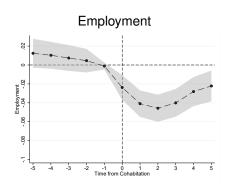
### "Relationship" Effect

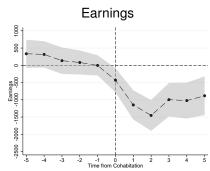
- ► Our treatment is a combination of two events: (i) cohabitation; (ii) partner is abusive
- Note: matched controls also start new cohabitation spell at t = 0
- Concern: victims' may systematically reduce their LFP in all relationships they form
- Within-Individual Across-Relationship Design: compare the difference in employment outcomes for victims relative to their matched controls in their abusive and non-abusive relationships

$$Y_{it} = \sum_{j=-5, j \neq -1}^{5} \left( \delta_{j} \underbrace{(V_{i,j} \times A_{i,j})}_{D_{i,j}} + \omega_{j} V_{i,j} + \mu_{j} A_{i,j} + \alpha_{m(i),j} \right) + \gamma_{t} + \epsilon_{it}$$
(1)

23/54

# Triple DiD Using Victim's Other Relationships

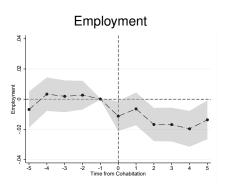


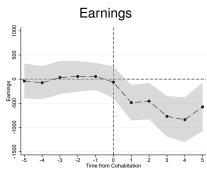


## Male Types & Reporting

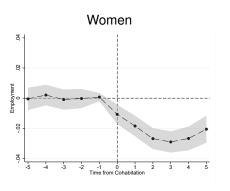
- ► If reporting is more likely with large declines in economic outcomes, we will overstate the impact of cohabiting with an abusive man
- We observe the universe of men who are reported as being violent towards women (intimate partners and in other settings)
  - Identify women who cohabit with these men but who do not report domestic violence to the police
  - Includes perpetrators of domestic violence in other relationships they form
  - What is the impact of cohabiting with a man who is physically violent to women?
  - ► Address potential selection into reporting and probe whether exists a male "type"
- $\blacktriangleright$  Still find a significant drop in economic outcomes at cohabitation of  $\sim$  2 p.p  $_{\mbox{\tiny Results}}$

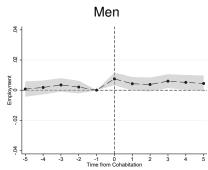
# Non-Reporting Women with DV-Violent Partner





# Non-Reporting Women with Violent Partner





#### Conclusion

- Analyze women's economic outcomes with an abusive partner from point of cohabitation
- Document new stylized facts on the dynamics of abusive relationships
  - ► Find large & significant costs of cohabiting with an abusive spouse
  - Fall in women's economic outcomes across all relationships abusers form, even if no physical abuse reported
  - Economic costs of abuse non-monotonic in victim pre-cohabitation outside options
- Develop a dynamic model of strategic economic suppression & violence to rationalize these findings

### Conclusion

- Reinterpretation of findings on relationship between outside options and incidence of domestic violence
- Show that break up appears to be a key mediating factor for reducing exposure to abuse
- Important policy implications to inform an ongoing public discourse around coercive control and how best to serve victims