# Living Wage Benchmark Series



## FairWage Network Typical Family Methodology

## How does the methodology meet the IDH criteria

**Check our website for more information** 





#### 1. COLLECTING DATA

Regional/local benchmarks are complemented with data collected who survey workers and markets surveys.



#### 2. COST OF LIVING OF A TYPICAL FAMILY

Typical-sized families are identified through local surveys or national birth-rate data.



#### 3. ITEMS OF COST OF LIVING

Family costs include sufficient food, housing that meets UN criteria, child care, education, healthcare and a small percentage for savings or leisure.



#### 4. WORKING ADULTS

Typical number of working adults based on local surveys or national employment data.



#### **5. SUFFICIENT NET WAGE**

Gross values include income taxes and other contributions paid.



#### 6. DIFFERENCES IN CONTEXT

Benchmarks are available at the regional and city level.



#### 7. CONFLICT OF INTEREST

FWN's database is based on objective criteria and is not influenced by companies.



#### 8. TRANSPARENCY

Methodology is available via their website.



#### 9. INFLATION ESTIMATION

Database is updated at least once a year to reflect inflation and new data.

## What is the FairWage Network?

The Fair Wage Network (FWN) was created in 2009 with the objective of improving wage practices in global supply chains. With more than 50 researchers across the globe, FWN provides three key services to companies: fair wage assessments, remediation and local certification; advisory support to help define and develop a company's overall wage strategy; and an online living wage database with living wage benchmarks for nearly 200 countries and more than 1500 regions and cities. Beyond the Typical Family Methodology which meets IDH's nine criteria for recognition, FWN also uses other methodologies to produce benchmarks, such as the single-earner family methodology. Benchmarks are available for purchase by contacting the Fair Wage Network.

**Read more** 

Fair Wage Network.

### **BEIJING, CHINA**

**XXXXXXX** (**XXXXX USD**)

2021

Find out if there is a benchmark in your region

( Check our website

**METHODOLOGY APPROACH** 



#### Survey

Surveys are carried out at the local region and city level, also rural and urban.



**Data Collectors** 

Field-level surveys cover market prices and cost of living.



**Model-based** 

Specificity

Regional and city-specific



**Publishing Data** 

Data collected daily, integrated into database yearly to ensure stability