



RONALD COASE INSTITUTE

Measuring the Cost of Formalization in Brazil

Adopting RCI methodology to measure start up costs of firms in the garment industry.

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São Paulo - May 22, 2004







Structure

- ▶ **Motivation**
- ▶ **Methodology**
- ▶ **Results**
- ▶ **Implications**
- ▶ **Next Steps**



Motivation

- ▶ Measuring transaction costs
- ▶ Business environment
- ▶ Costs of doing business

Why?

- Promote institutional changes
- Promising institutional arrangements
- Learn from international experience.







Results

- ▶ Number of procedures
- ▶ Time to register the business
- ▶ Cost to start up the business
- ▶ Contrasts

























