

## Why Equality is Better for Everyone

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Public Health Network Cymru Video Conference

2<sup>nd</sup> March 2023



## **Income inequality**

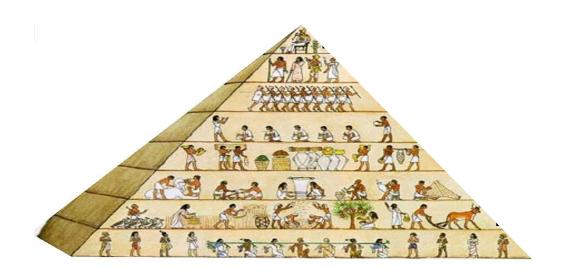
The naïve view: Inequality only matters if it creates poverty or if income differences seem unfair.

A more accurate view: Inequality brings out features of our evolved psychology to do with dominance and subordination, superiority and inferiority. It affects how we treat each other and feel about ourselves. Inequality increases status competition and status insecurity. It increases anxieties about self-worth, and intensifies worries about how we are seen and judged - whether as attractive or unattractive, interesting or boring etc...

# Bigger material differences create bigger social distances and increase social class differentiation:



- residential segregation increases,
- fewer interclass marriages,
- community life weakens,
- social mobility declines.



### **Class and Status**

Sociologists have argued about the 'correct' way to categorize people into classes.

But perhaps what matters most (and maybe what income differences are telling us) is how far apart those social classes are and/or how strongly people are cast as superior and inferior.

Robert Walker et al.

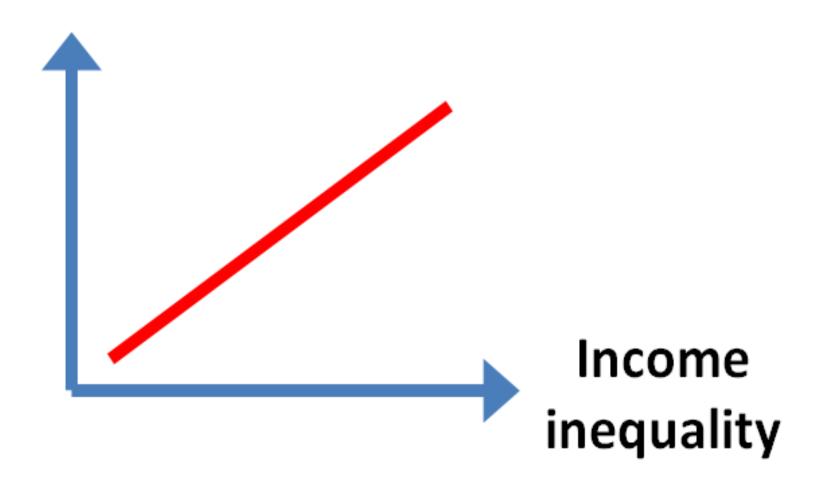
Poverty in global perspective

Journal of Social Policy

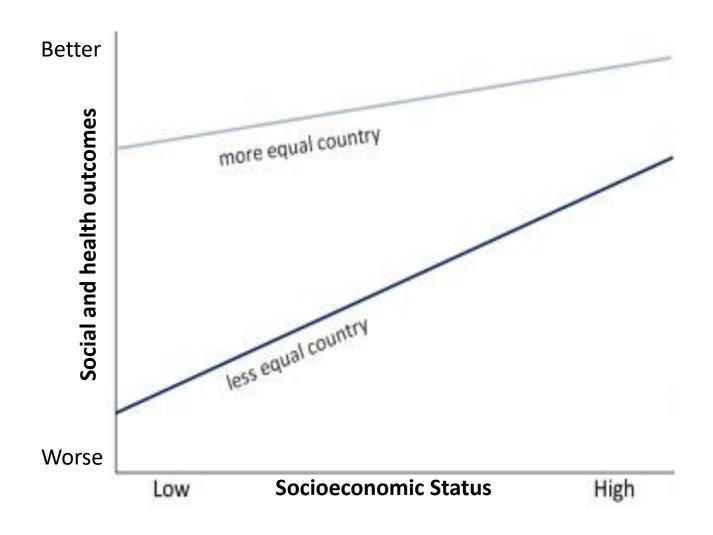
2013; 42, 215-233



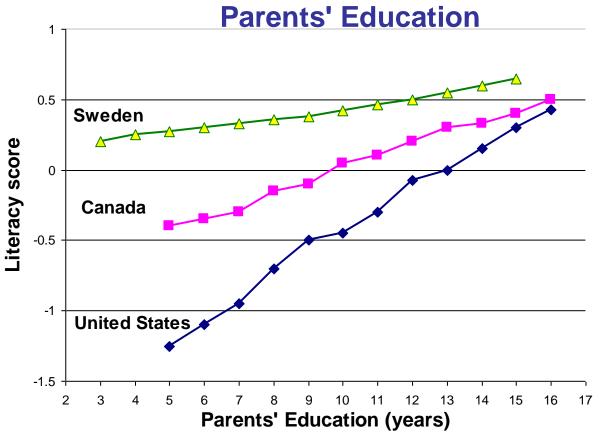
### **Problems**



# Social gradients tend to be steeper and average performance poorer in more unequal societies

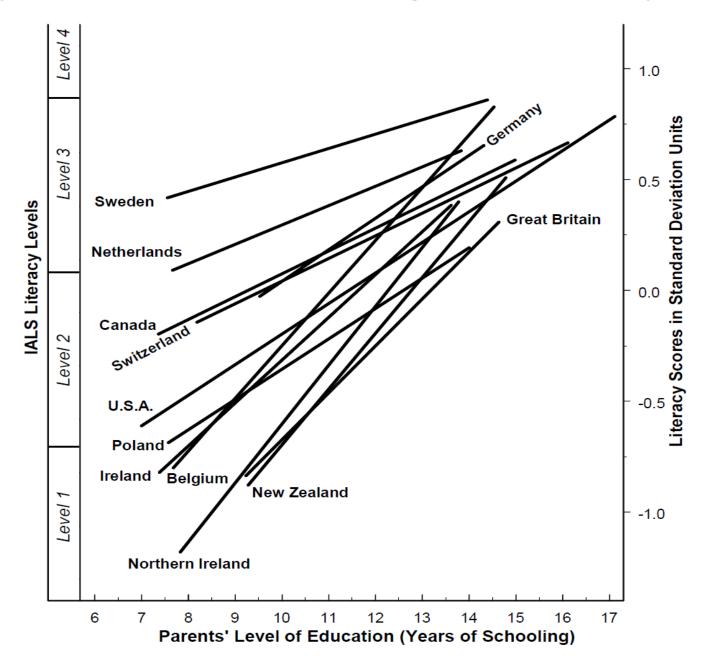


## Literacy Scores of 16-25 year olds by Parents' Education



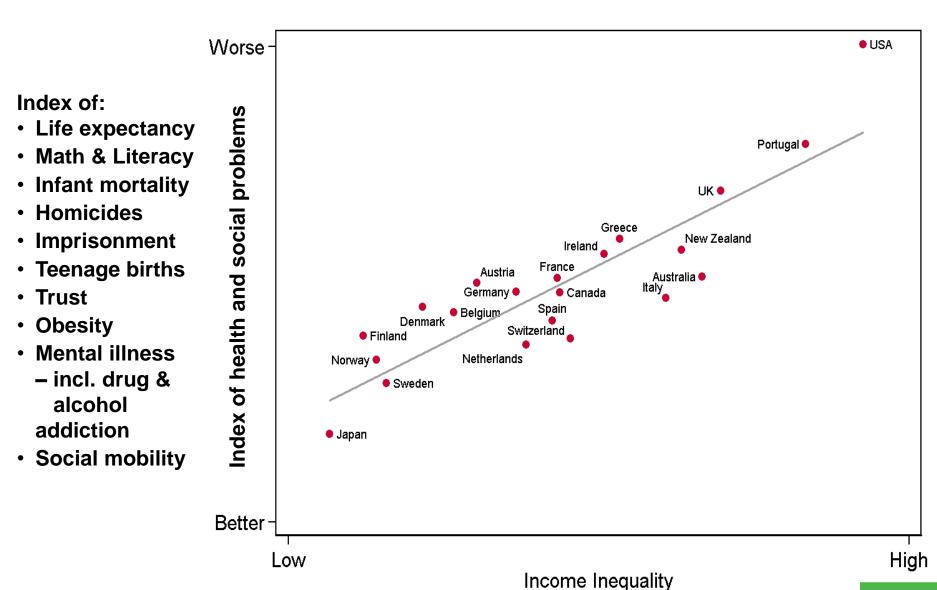
Source: Willms JD. 1997. Data from OECD Programme for International Student Assessment.

### Average literacy levels are lower where social gradients are steeper



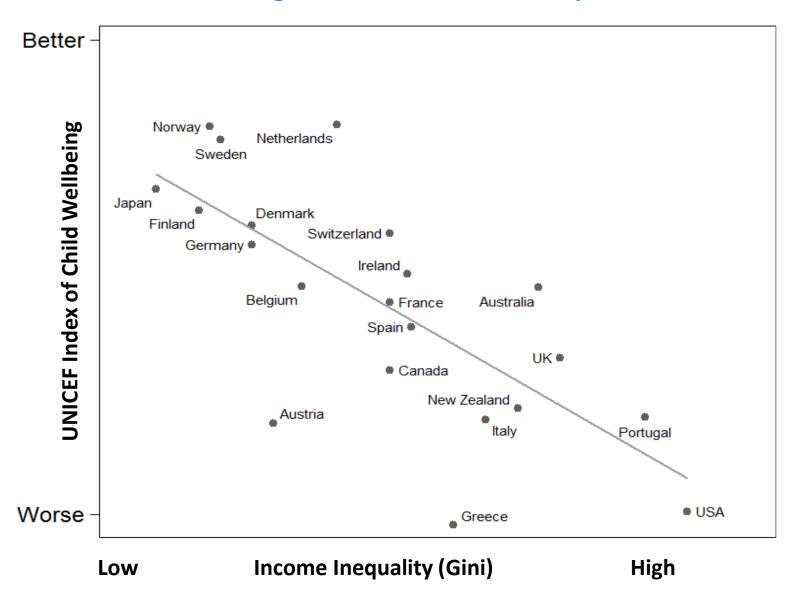
Sloat E, Willms JD. The international adult literacy survey. Canadian J Educ. 2000 Jan 1:218-33.

## Health and social problems are worse in more unequal countries



be Equality Trust

#### Child Wellbeing is lower in more unequal countries



Pickett & Wilkinson, Pediatrics 2015; 135 (1): S39-S47

# Covid-19 incidence and mortality are higher in more unequal countries

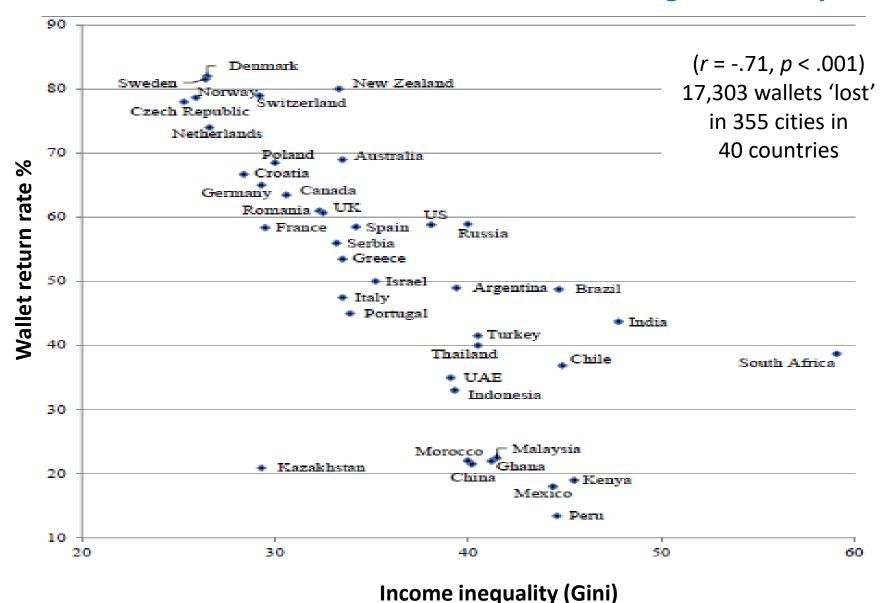
Elgar, F. J., et al. (2020). "Research paper The trouble with trust: Timeseries analysis of social capital, income inequality, and COVID-19 deaths in 84 countries." *Social Science & Medicine*: 113365

Oronce, C. I. A., et al. (2020). "Association Between State-Level Income Inequality and COVID-19 Cases and Mortality in the USA." *Journal of General Internal Medicine*: 1-3

Mollalo, A., et al. (2020). "GIS-based spatial modeling of COVID-19 incidence rate in the continental United States" *Science of The Total Environment:* 138884

Davies JB. Economic Inequality and COVID-19 Deaths and Cases in the First Wave: A Cross-Country Analysis. Canadian Public Policy. 2021 Dec 1;47(4):537-53.

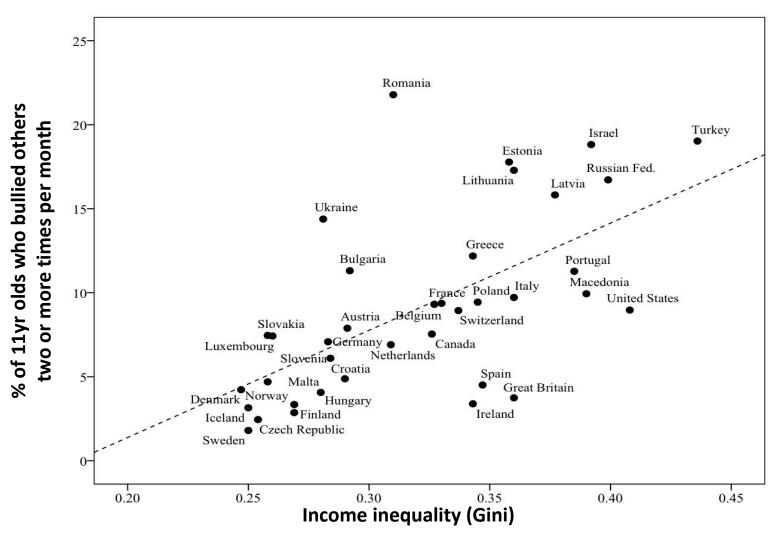
#### Fewer lost wallets are returned in countries with greater inequality



Du H, Chen A, Chi P, King RB. 2020. Income Inequality Reduces Civic Honesty

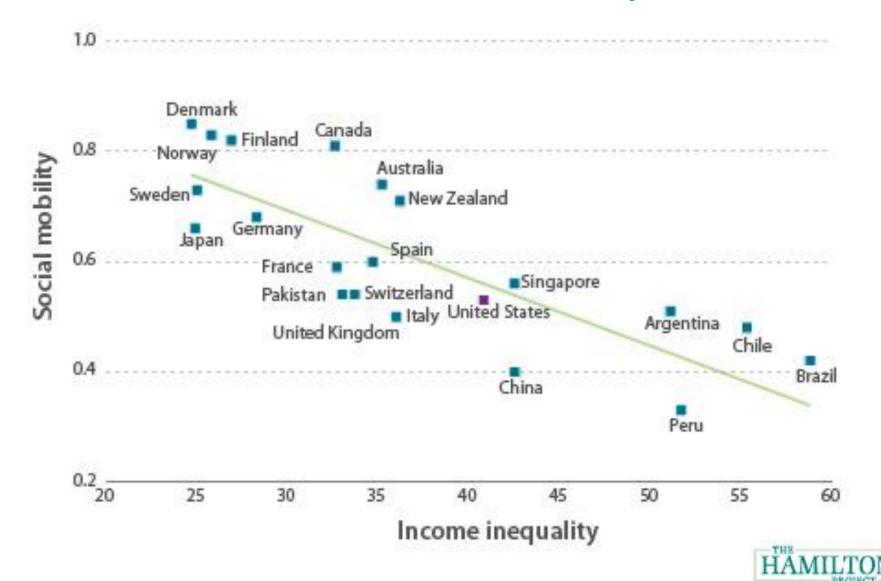
## School bullying is much more common in countries with bigger income differences.

11-year-olds in 37 countries (r = .62)

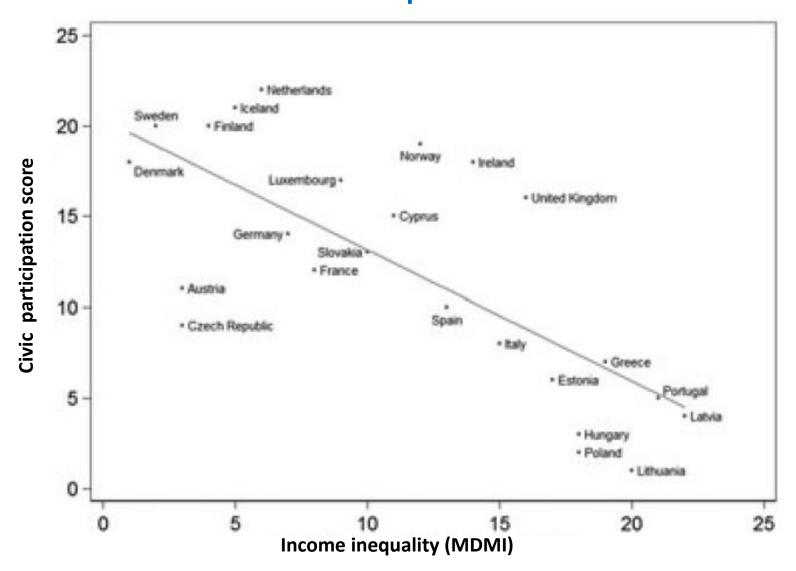


Elgar FJ. et al. School bullying, homicide and income inequality. *International Journal of Public Health 58, 237-245, 2013.* 

# Where income inequalities are larger, there is less social mobility

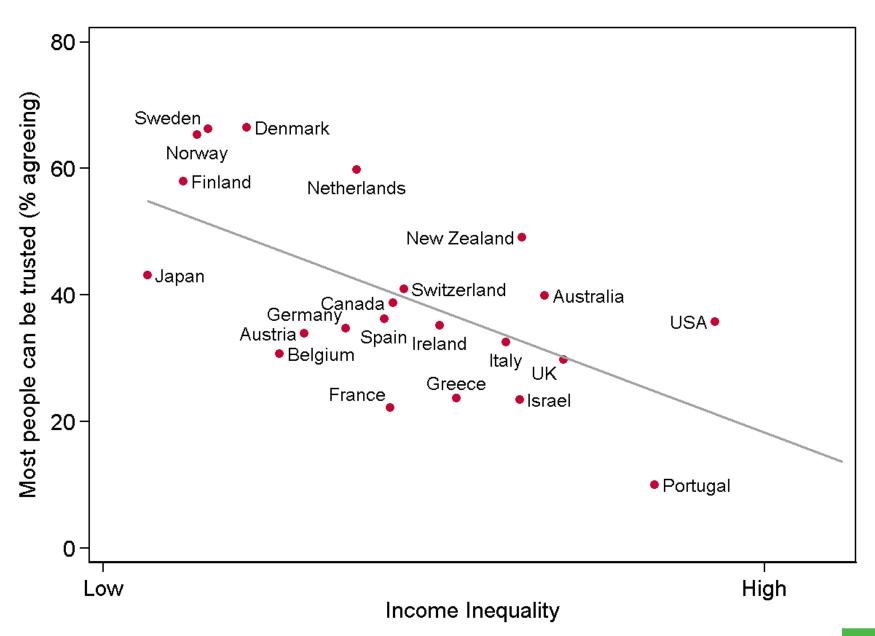


## Participation in local groups and voluntary organisations is lower in more unequal societies

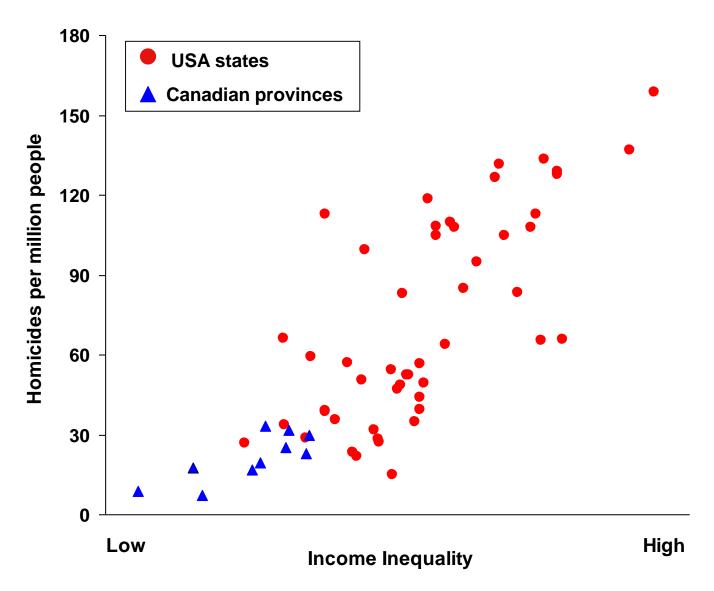


Lancee B, Van de Werfhorst HG. Income inequality and participation: A comparison of 24 European countries. Social Science Research. 2012; 41(5):1166-78.

### People in more unequal countries trust each other less

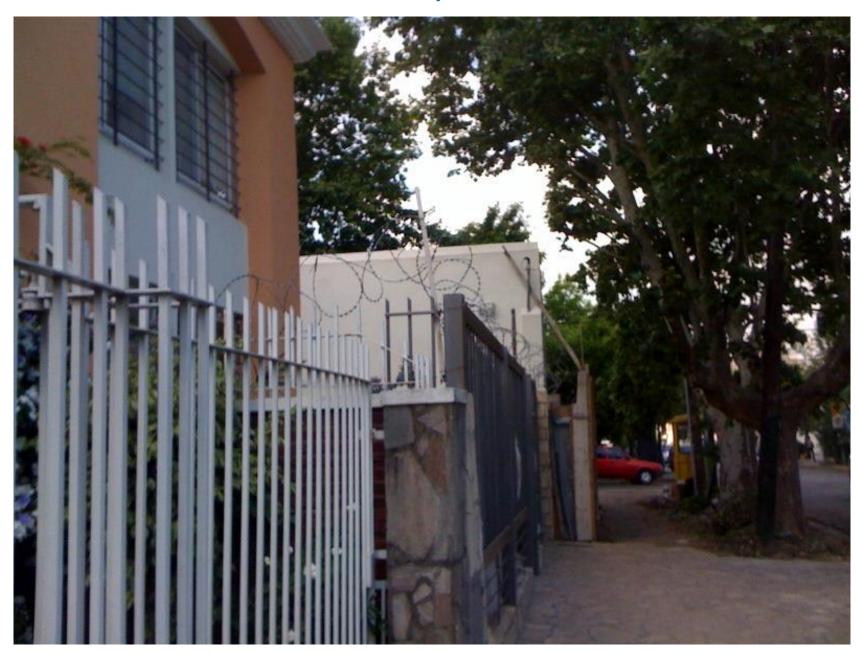


# Homicide rates are higher in more unequal US states and Canadian provinces



Daly M, Wilson M, Vasdev S. Income inequality and homicide rates in Canada and the United States. Can J Crim 2001; 43: 219-36.

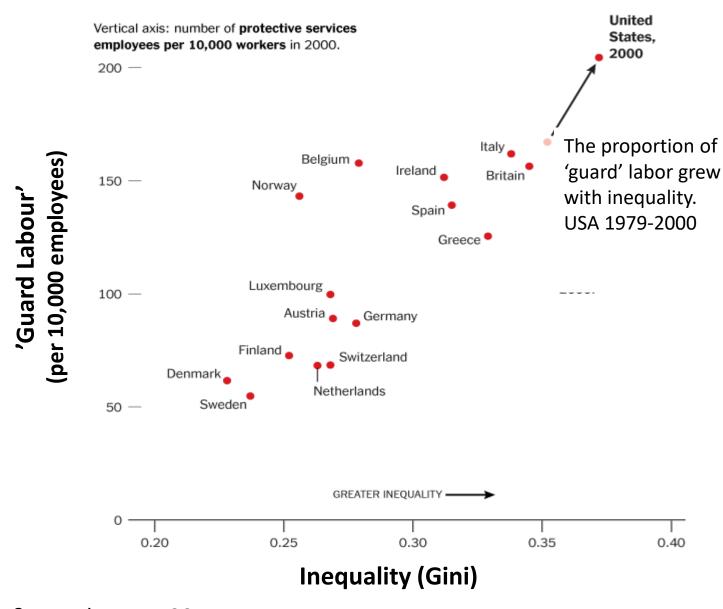
### Cuernavaca, Mexico



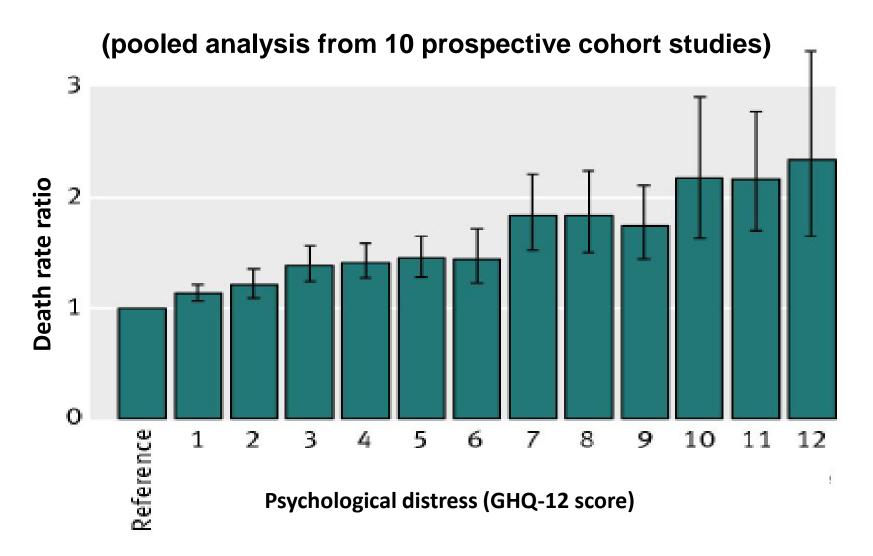
'Armed Response' - Pretoria, South Africa.



### More unequal societies need more "guard labor"

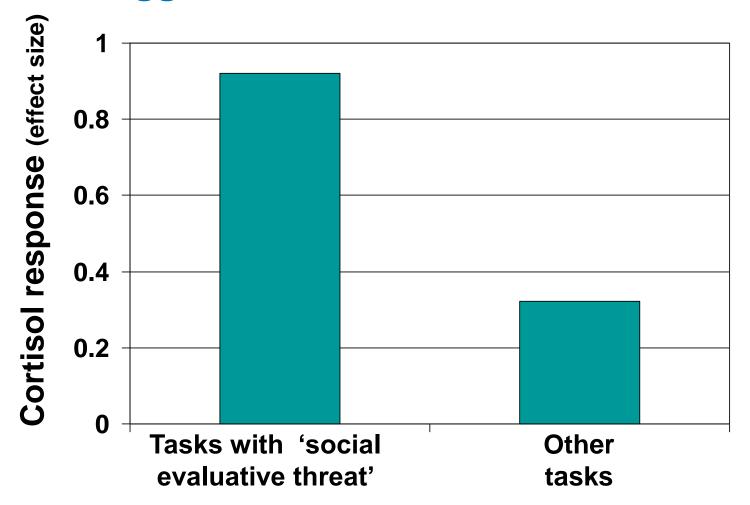


#### **Even low levels of stress raise death rates**



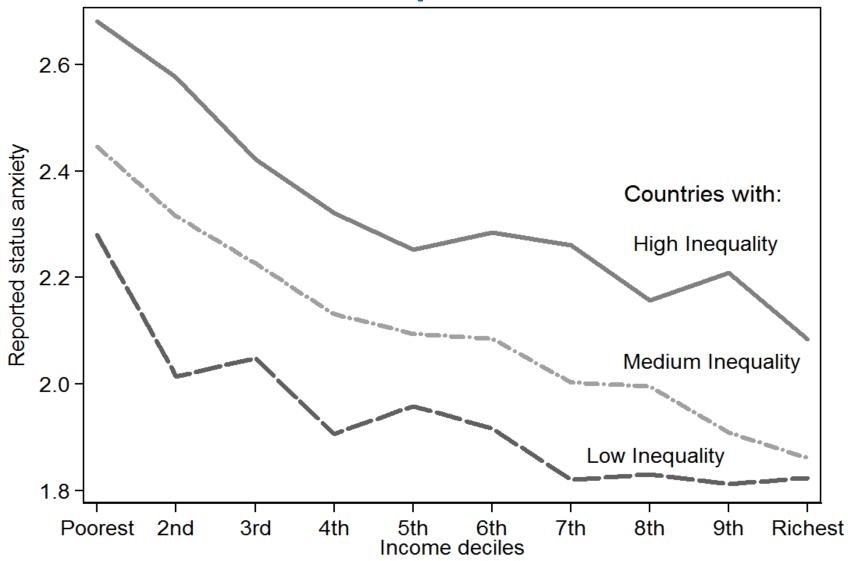
Russ TC, Stamatakis E, Hamer M, Starr JM, Kivimäki M, Batty GD. Association between psychological distress and mortality. BMJ 2012; 345: e4933.

# What kinds of stress cause the biggest rise in stress hormones?



Dickerson SS, Kemeny ME. Acute stressors and cortisol responses. *Psychological Bulletin* 2004; 130(3): 355-91.

# Status anxiety is higher at all income levels in more unequal countries



Redrawn from Layte and Whelan (2014), data kindly provided by Richard Layte

# Inequality increases conspicuous consumption and consumerism

 People in more unequal areas of the USA are more likely to buy high status cars

Bricker J., et al. Signaling Status: The Impact of Relative Income on Household Consumption. <u>Finance and Economics Discussion Series</u>, <u>Divisions of Research & Statistics and Monetary Affairs</u>, <u>Federal Reserve Board</u>, <u>Washington</u>, <u>D.C. 2014</u>

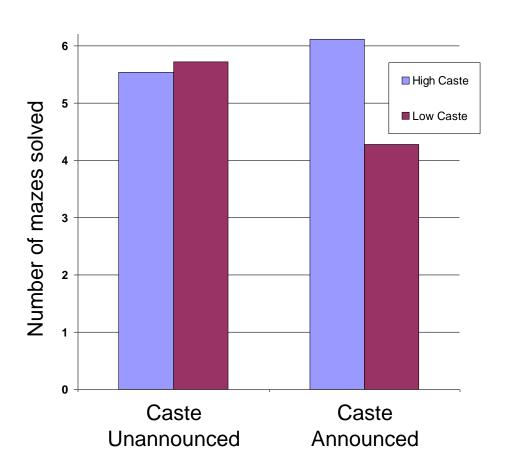
 People in more unequal US states and more unequal countries are more likely to buy status goods

Walasek L, Brown GDA. "Income Inequality, Income, and Internet Searches for Status Goods. <u>Social Indicators Research: 1-14. 2015.</u> Walasek L, Brown GD. "Inequality and status seeking. <u>Psychol Sci. 2015</u>; 26(4):527-33



### **Stereotype Threat**

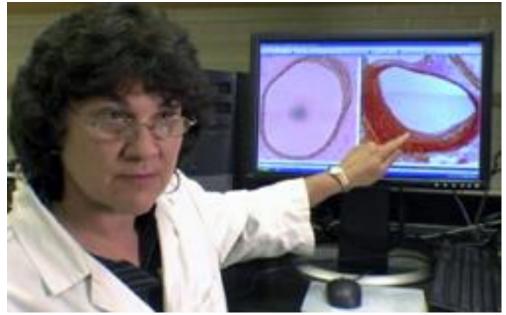
### The effect of caste identity on children's performance



### Social hierarchy in non-human primates

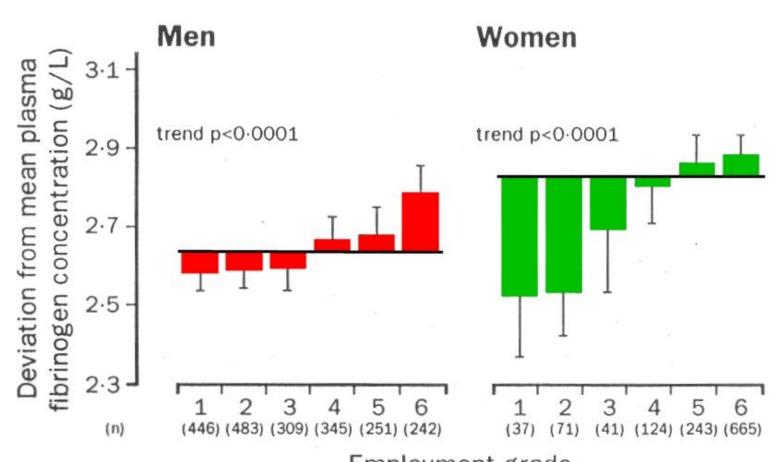
Robert Sapolsky studies baboons in the wild

Carol Shively studies macaques in captivity





# Plasma fibrinogen by employment grade among Civil Servants, Whitehall II.



Employment grade (Adjusted for age, ethnic origin and women's menopausal status)

Brunner E, Davey Smith G, Marmot M, et al. Lancet 1996; 347: 1008-1013

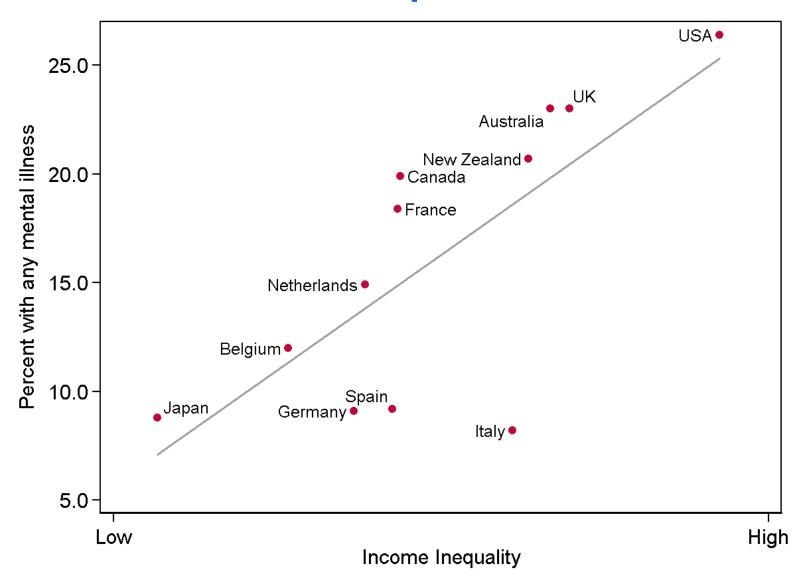
### The Dominance Behavioural System

Johnson SL, Leedom LJ, Muhtadie L. The Dominance Behavioral System and Psychopathology. *Psychological Bulletin*, 2012; 138(4): 692-743.

### Findings:-

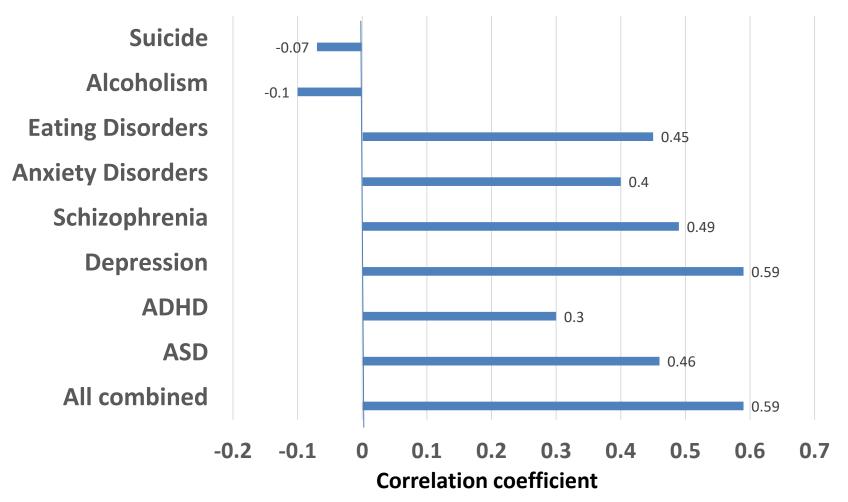
- Anxiety and depression are related to subordination, to submissiveness and to the desire to avoid subordination.
- Disruptive behavior disorders, mania and narcissistic traits are related to inflated self-perceptions of power or a heightened focus on achieving social dominance and recognition

# Mental illness is more common in more unequal societies

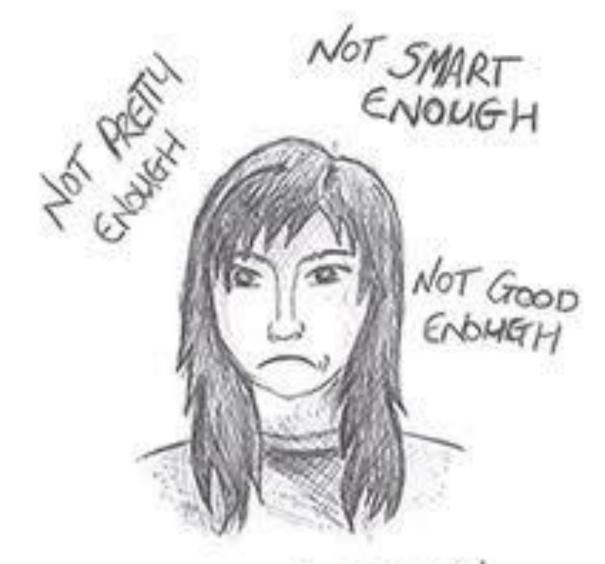


### Psychological problems and income inequality

36 OECD countries

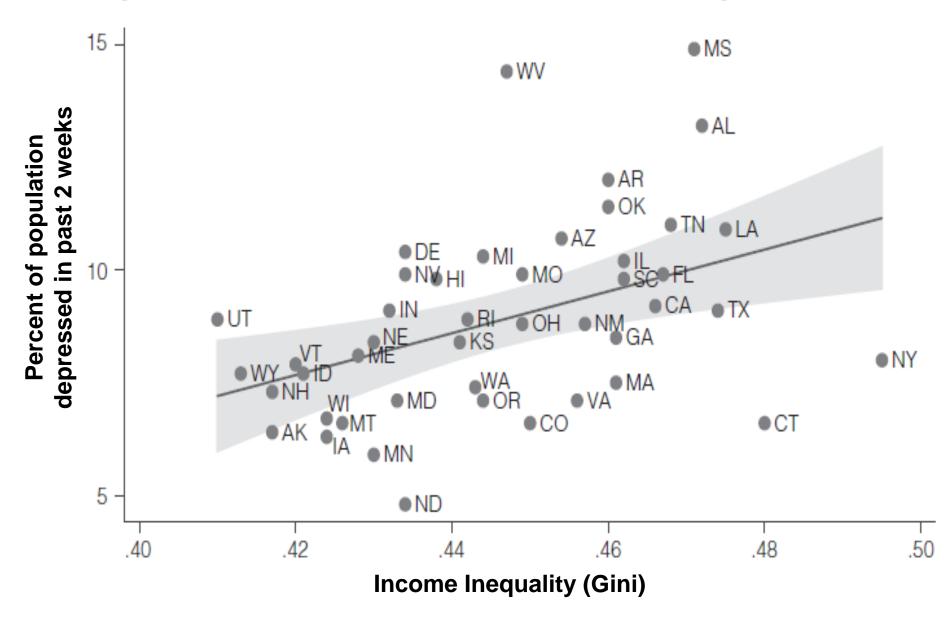


Barbalat G, Franck N. Ecological study of the association between mental illness with human development, income inequalities and unemployment across OECD countries. BMJ open. 2020 Apr 1;10(4):e035055



NOTFUNNY ENOUGH

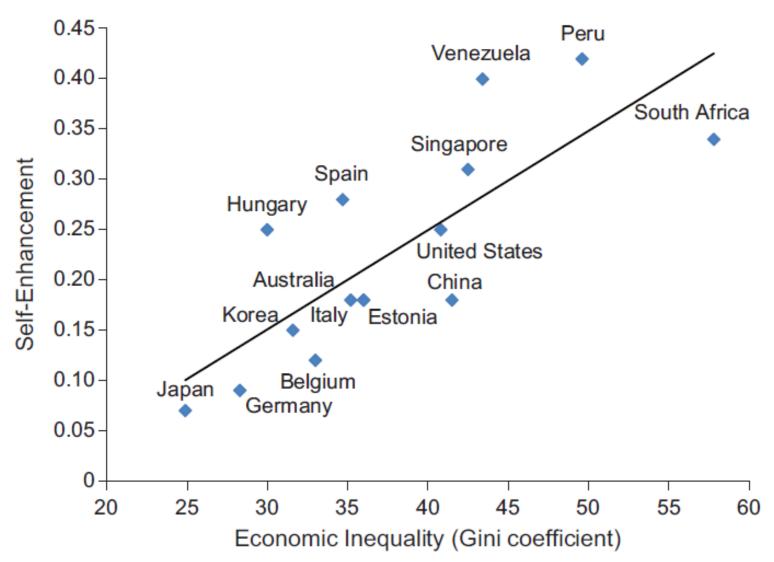
### Depression is more common in more unequal states



Messias E, Eaton WW, et al. . Economic grand rounds: Income inequality and depression across the United States: an ecological study." Psychiatric Services, 2011; 62(7): 710-2.



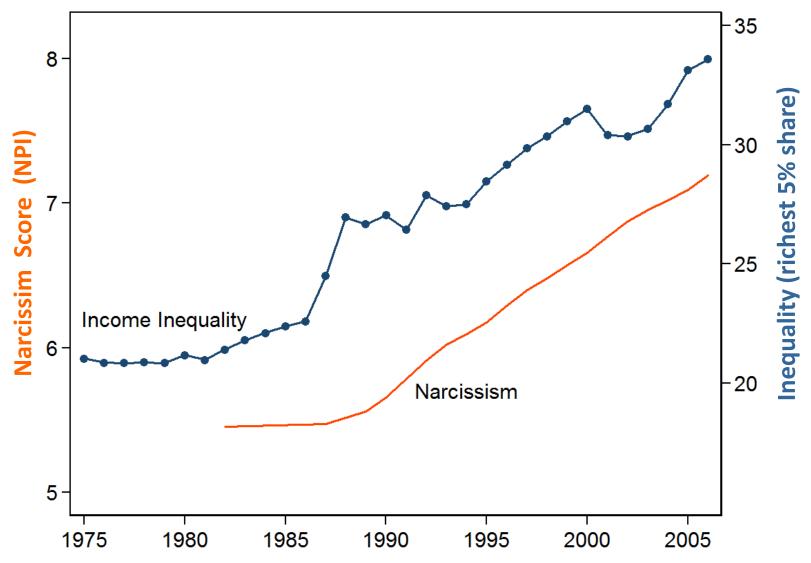
### Self-enhancement increases in more unequal societies



Loughnan S, et al. Economic Inequality is linked to biased self-perception.

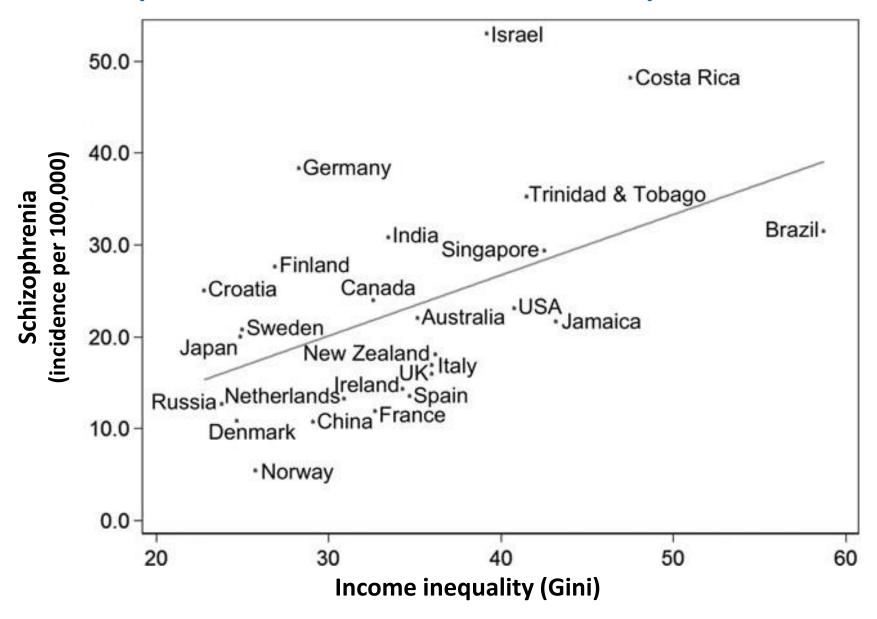
\*Psychological Science\*, 2011; 22: 1254\*

## US college students became more narcissistic as income inequality increased



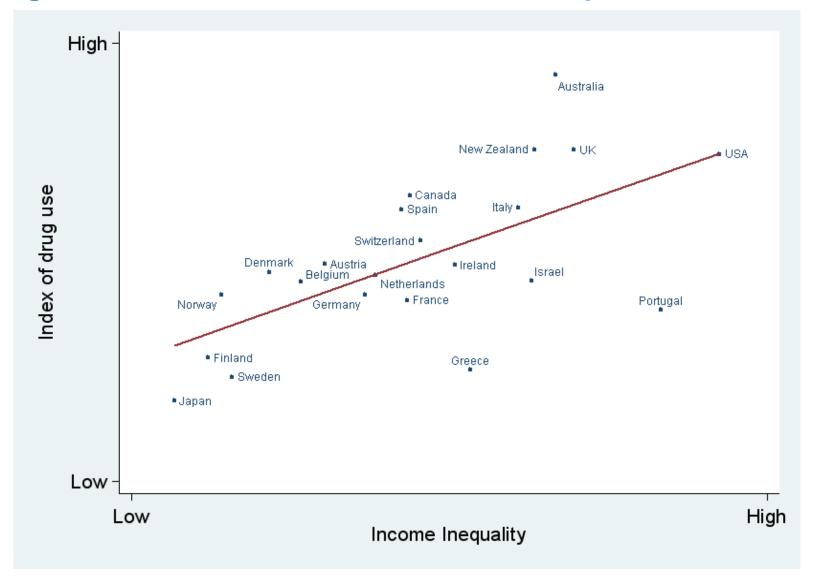
Inequality data from World Top Incomes Database Narcissism data from Twenge JM, et al., Journal of Personality 2008; 76(4): 875-901.

#### Schizophrenia is more common in more unequal countries



Burns JK, et al.. Int J Soc Psychiatry, 2013; 60(2), 185-96.

#### **Drug Use is More Common in More Unequal Countries**



Index of use of: opiates, cocaine, cannabis, ecstasy, amphetamines





# The Jekyll & Hyde of Public Health?

 Social status (dominance hierarchies, pecking orders) are orderings based on power, coercion and privileged access to resources – regardless of the needs of others.

 Friendship in contrast, is based on reciprocity, mutuality, social obligations, sharing and a recognition of each other's needs.

### **Companion**

Spanish: Compañero;

French: Copain

from the Latin "Con" (with)
and "Pan" (bread)
- someone with whom you eat bread

"Gifts make friends and friends make gifts"



Marshall Sahlins, Stone Age Economics (1974)

# For at least 90% of human existence, we lived in highly egalitarian societies

The San, South Africa. Paintings up to 26,000 years old

Lascaux, France.
Paintings around 20,000
years old



### What can be done?

# Income differences before tax

Stronger Trade Unions

 Increase company democracy employee ownership etc



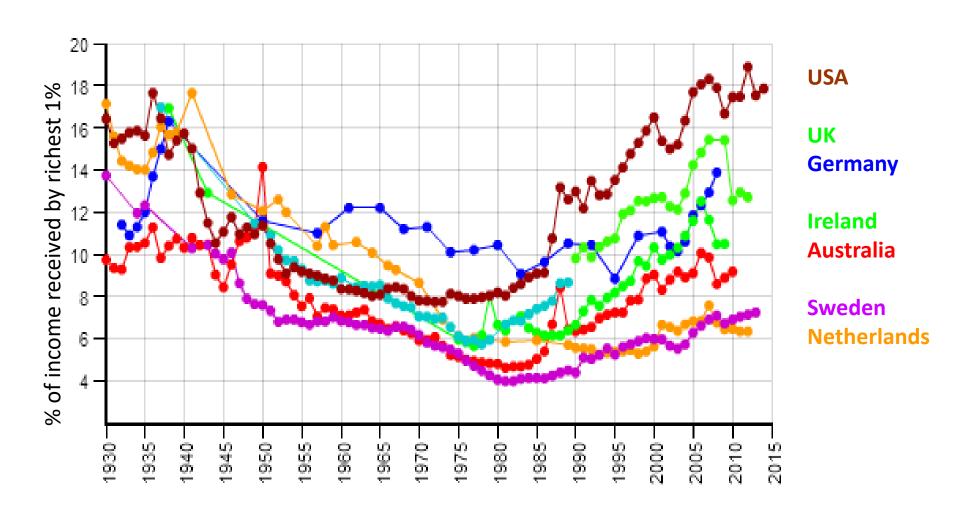
#### **Taxes & benefits**

- Stop tax avoidance
- End tax havens
- Make taxation progressive again

 Promote more directors from within companies

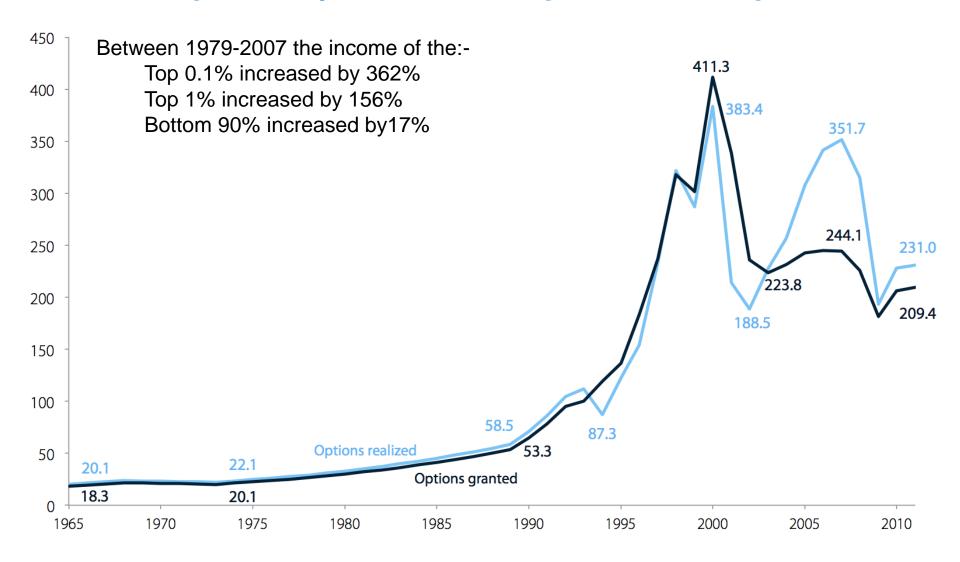
Sustainability needs greater equality

#### Percent of all income going to top 1% 1930-2014



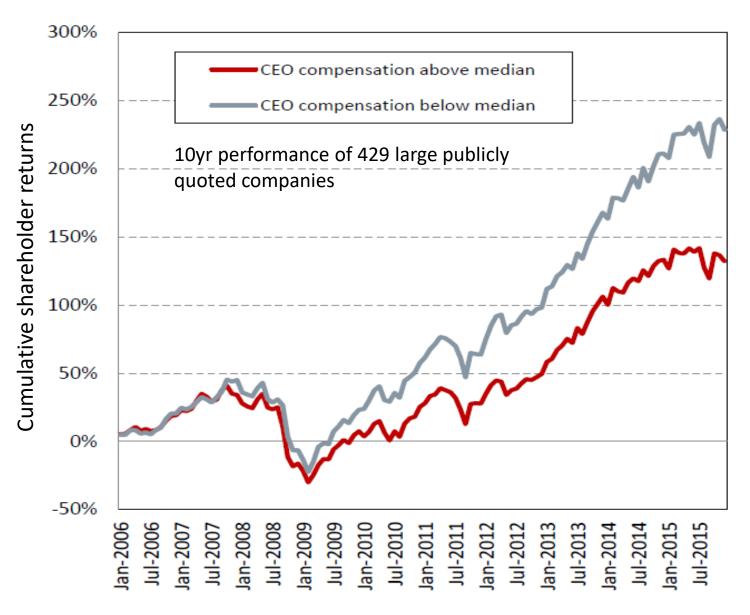
Source: World Top Incomes Database

## Changing ratio of CEO pay to average pay of production & non-supervisory workers in top 350 US companies



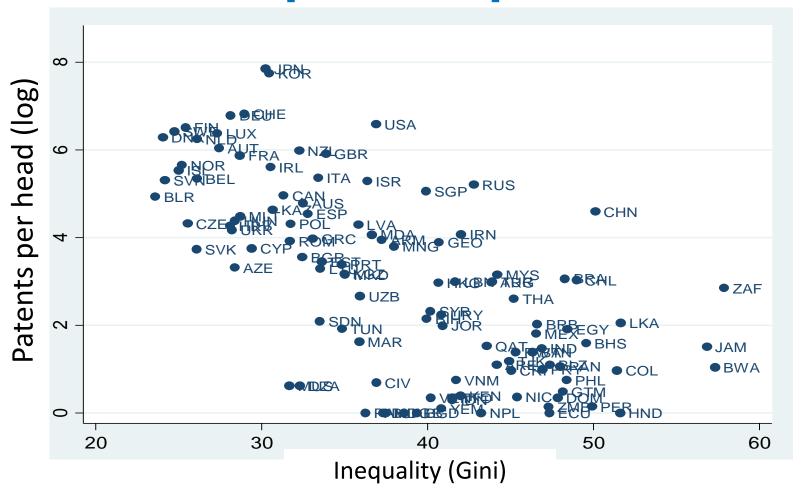
Mishel L, Sabadish N. Economic Policy Institute Brief #331. Washington, May 2012

### Companies paying CEOs above the median performed less well than those paying below the median

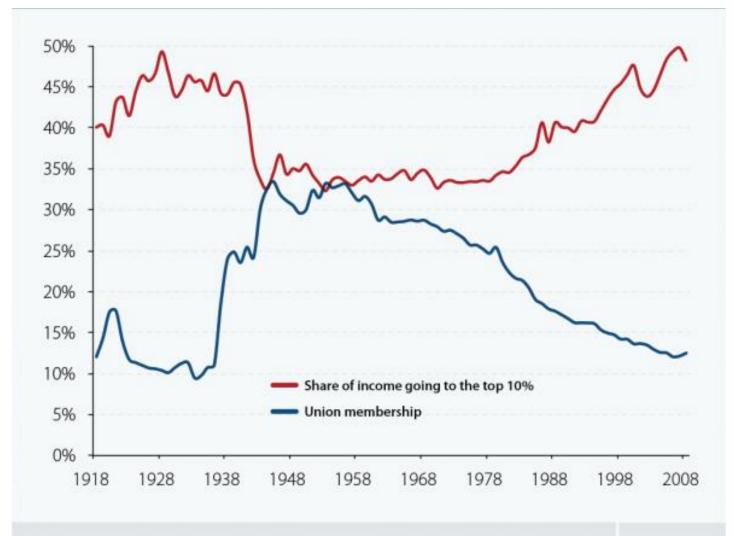


Marshall R, Lee L. Are CEOs paid for performance? MSCI 2016

# More unequal countries have fewer patents per head



## Trade Unions membership (% workforce) and Share of Income going to top 10% (USA, 1918-2008)



Colin Gordon's analysis of Historical Statistics for the US, unionstats.com, Piketty and Saez 2003, and World Top Incomes Database. Economic Policy Institute, Washington DC.

### **Economic democracy:-**

- "turns companies from being pieces of property into communities"
- reduces pay ratios within companies
- transforms the experience of work
- redistributes wealth & reduces unearned income
- improves productivity
- makes companies more environmentally & socially responsible

Boards can include employee, community and consumer representatives

Thank You

### Individual differences may explain who falls, but the height of the hurdles explains how many fall

