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umæQual demæcracy

The Political Economy of the New Gilded Age

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Figure 1.1 Family Incomes by Income Percentile, 1947-2005

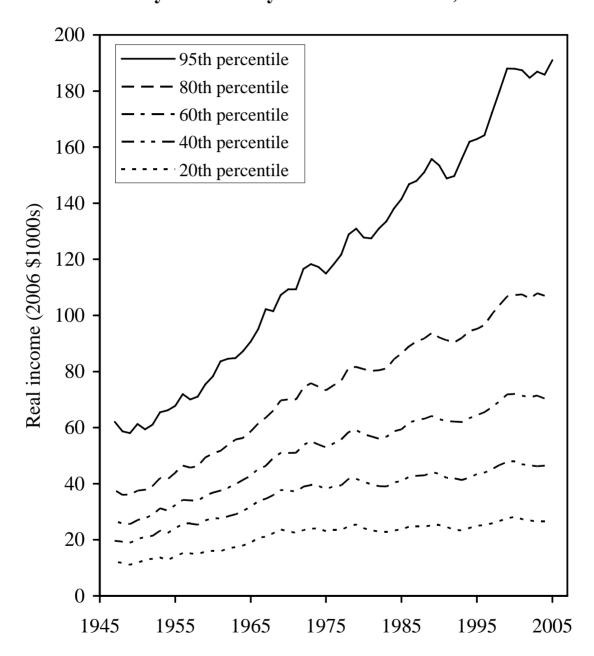


Figure 1.4
Income Shares of Top 5% and Top 1%, 1917-2005

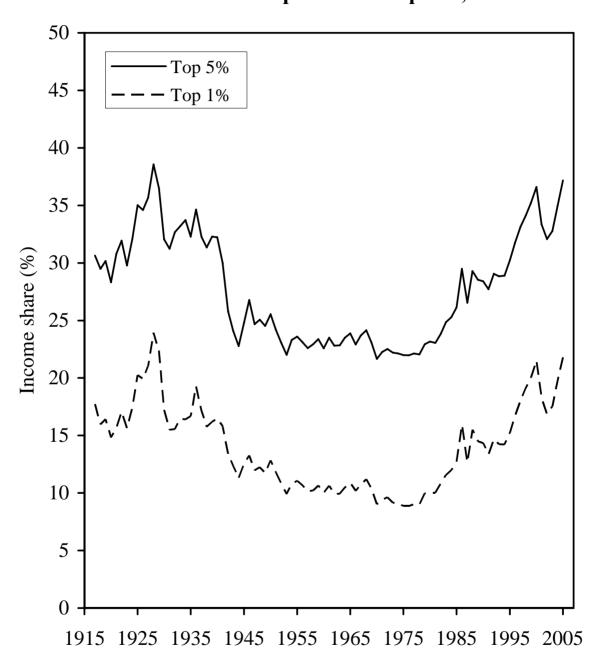
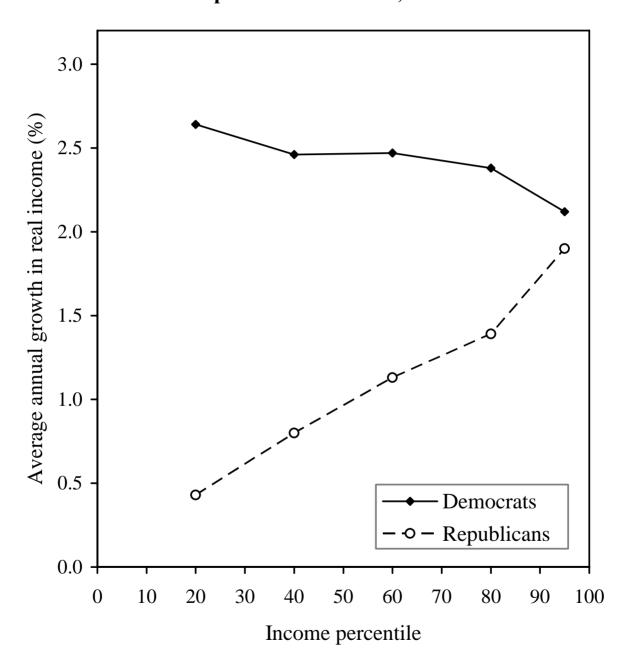


Figure 2.1
Income Growth by Income Level under Democratic and Republican Presidents, 1948-2005



*Table 2.3*Statistical Analysis of Income Growth, 1949-2005

Annual real pre-tax income growth (%) for families at various points in the income distribution. Parameter estimates from Seemingly Unrelated Regression models (with standard errors in parentheses). Partisan control measured from one year following inauguration to one year following subsequent inauguration. "Linear trend" and "Quadratic trend" reflect cumulative change from 1949 through 2005.

	20th	40th	60th	80th	95th
	percentile	percentile	percentile	percentile	percentile
Democratic president	2.32	1.60	1.53	1.23	.50
	(.80)	(.56)	(.52)	(.51)	(.64)
Oil prices	032	031	035	030	032
(lagged %A)	(.016)	(.011)	(.011)	(.010)	(.013)
Labor force participation (۵%)	4.66 (1.44)	4.46 (1.02)	2.95 (.95)	2.69 (.93)	3.58 (1.16)
Lagged	191	249	286	296	040
growth	(.084)	(.074)	(.077)	(.090)	(.114)
Lagged 95th	.395	.244	.201	.187	-
percentile	(.151)	(.111)	(.104)	(.109)	
Linear	-12.84	-13.71	-8.76	-5.30	-4.18
trend	(5.88)	(4.17)	(3.88)	(3.75)	(4.71)
Quadratic	9.68	10.18	5.33	2.54	2.83
trend	(5.75)	(4.06)	(3.78)	(3.67)	(4.61)
Intercept	2.68	3.80	3.60	3.17	2.80
	(1.26)	(.89)	(.83)	(.81)	(1.01)
Std err of reg	2.89	2.02	1.89	1.84	2.31
R^2	.41	.52	.45	.37	.29
N	57	57	57	57	57

Source: Census Bureau Historical Income Tables.

Figure 2.4
Post-Tax Income Growth under Democratic and Republican Presidents, 1980-2003

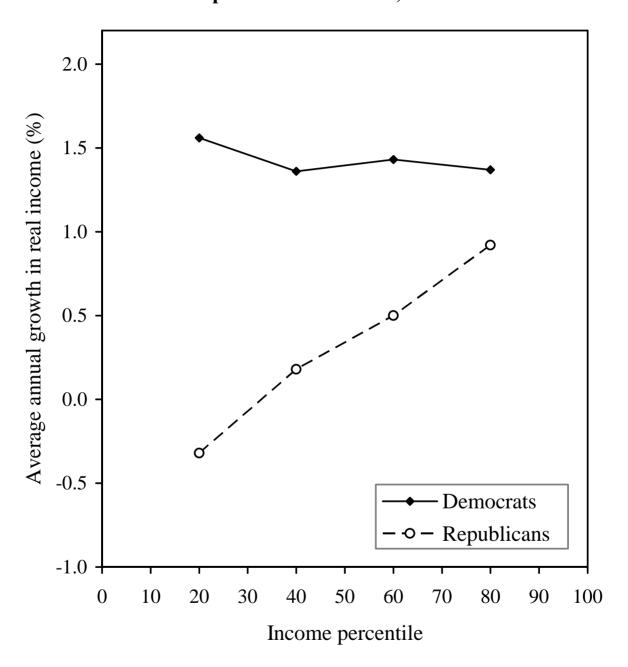


Figure 2.5
Projected Income Inequality under Republican and Democratic Presidents, 1947-2005

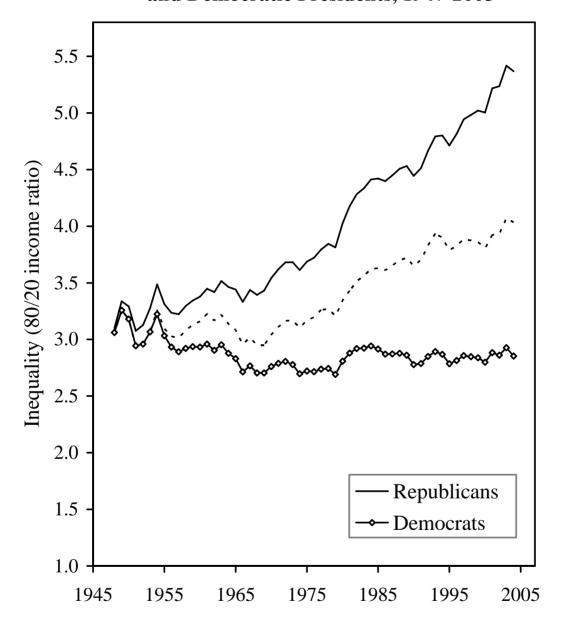


Figure 4.3
Electoral Cycle in Income Growth under Republican and Democratic Presidents, 1948-2005

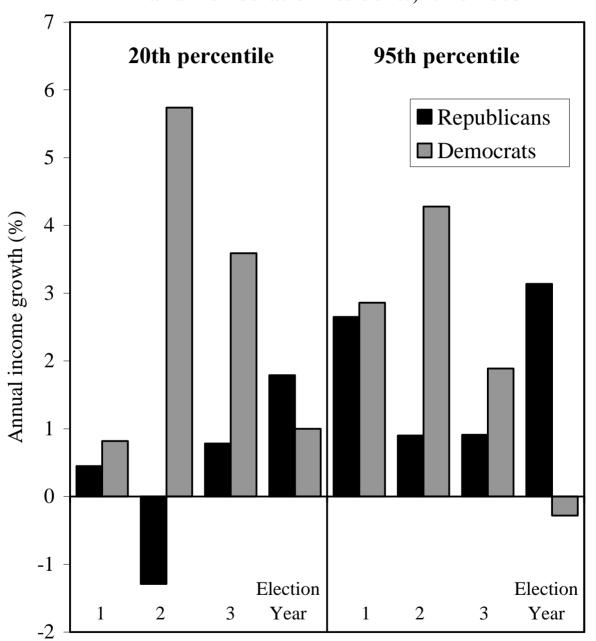


Figure 4.4
Income Growth in Presidential Election
Years, by Party, 1948-2004

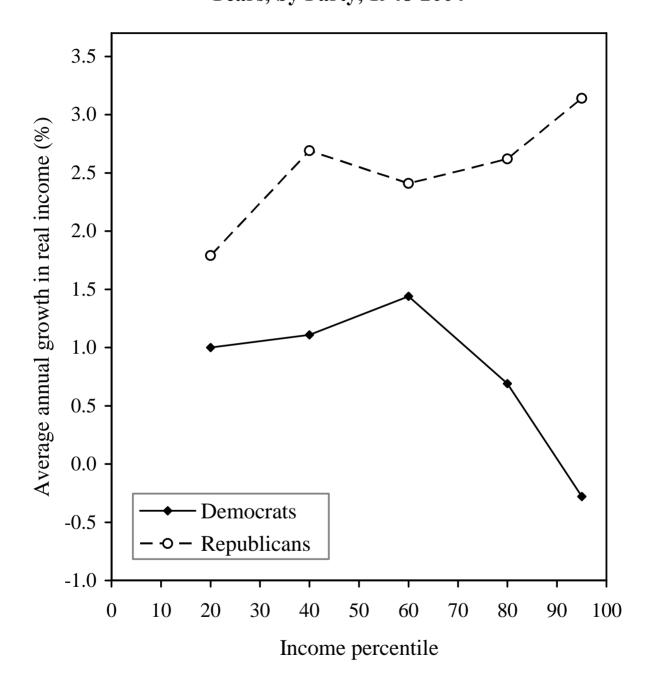


Table 5.1 **Public Support for Egalitarian Values**

	Agree strongly	Agree somewhat	Neither; DK	Disagree somewhat	Disagree strongly	
Our society should do whatever is necessary to make sure that everyone has an equal opportunity to succeed						
	60.2%	27.5%	5.3%	5.0%	2.0%	
If people were treated more equally in this country we would have many fewer problems						
	30.5%	34.0%	13.7%	15.5%	5.6%	
One of the big problems in this country is that we don't give everyone an equal chance						
	21.6%	29.7%	14.1%	23.8%	10.9%	

 ${\it Table~5.4} \\ {\it ``Feeling~Thermometer''~Ratings~for~Selected~Social~Groups,~2004}$

Ratings on 0 (least favorable) to 100 (most favorable) "feeling thermometer."

	Average rating	Percentage over 50	N
Working class people	82.3	92.7%	1,056
Middle class people	76.7	86.3%	1,051
Poor people	73.2	79.4%	1,049
Business people	69.2	74.7%	1,047
Rich people	59.9	54.9%	1,043
The Democratic Party	57.7	55.2%	1,178
Labor unions	57.7	54.9%	1,048
People on welfare	55.9	47.4%	1,045
Big business	55.7	51.9%	1,045
The Republican Party	54.2	50.8%	1,176

Figure 5.2
Perceptions of Increasing Income Differences
by Ideology and Information Level

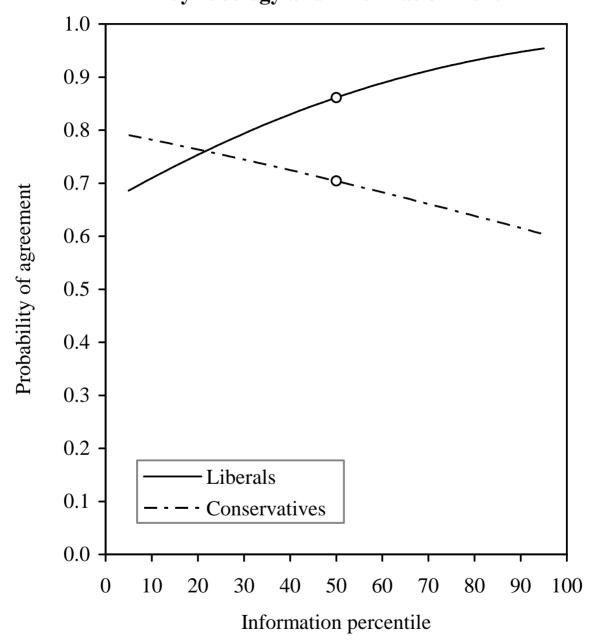


Figure 5.3
Probability of Recognizing and Regretting
Increasing Income Differences

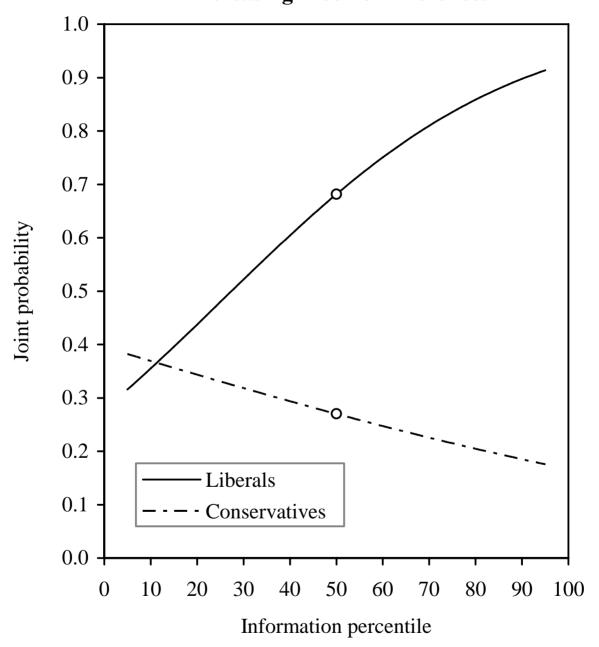
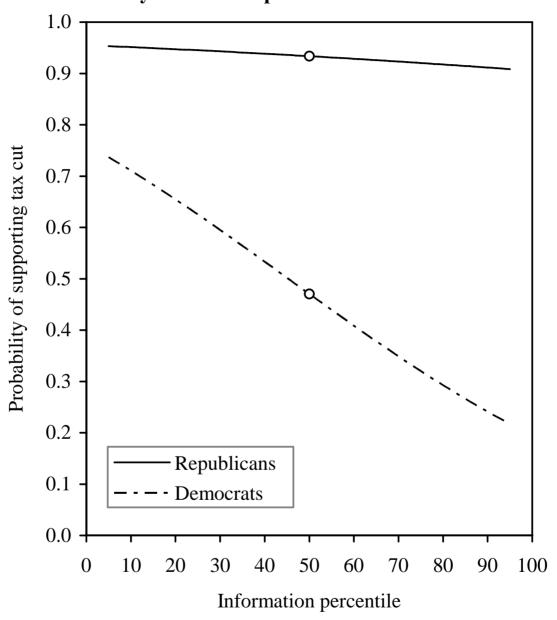


Figure 6.2
Support for the 2001 Tax Cut
by Partisanship and Information Level



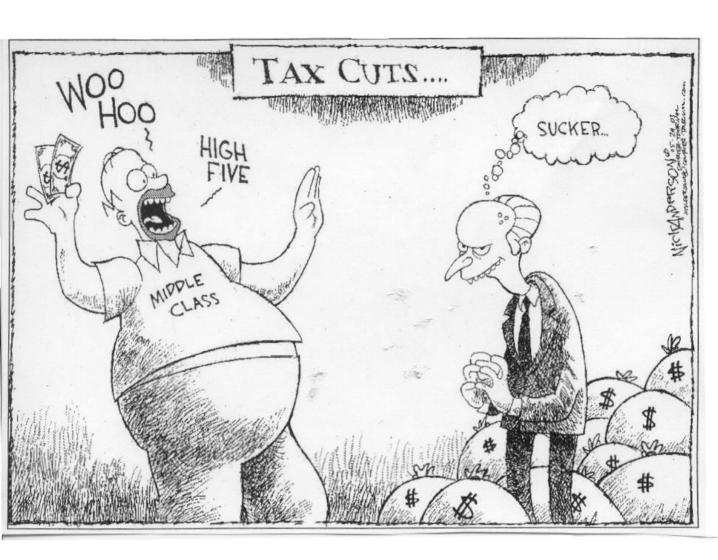


Figure 7.2
Support for Estate Tax Repeal
by Partisanship and Information Level

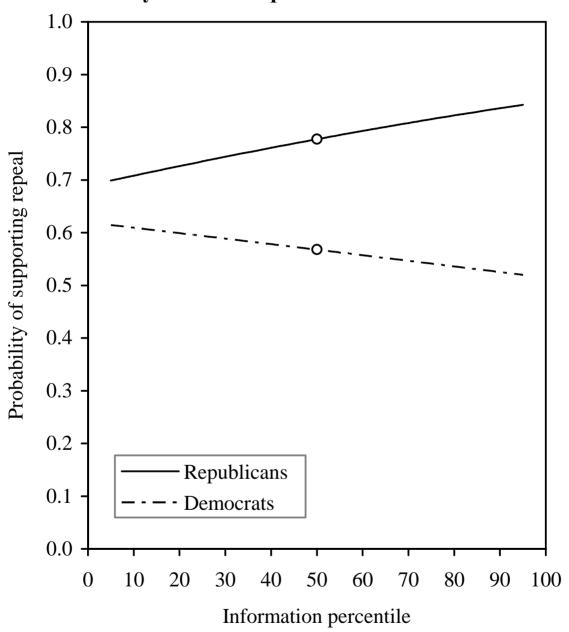


Table 7.1 Obtuse Support for Repealing the Estate Tax

"There has been a lot of talk recently about doing away with the tax on large inheritances, the so-called ['estate tax'/'death tax']. Do you FAVOR or OPPOSE doing away with the [estate tax/death tax]?"

	Favor repeal	Oppose repeal	N
Total sample	67.6%	27.2%	1,346
Among those who		·	
have family incomes of less than \$50,000	62.9%	29.9%	620 (46%)
want more spending on most government programs	66.3%	28.3%	1,232 (92%)
say income gap has increased and that is a bad thing	64.9%	31.9%	596 (40%)
say government policy contributes to differences in income	64.6%	30.1%	813 (63%)
say rich people pay less than they should in federal income taxes	65.2%	31.4%	674 (50%)
All of the above	63.4%	32.8%	134 (10%)

Source: 2002 National Election Study survey.

Working people's views about inheritance taxes, 1976

From Jennifer Hochschild's What's Fair? American Beliefs about Distributive Justice

If I'm working and I'm banking my money, I'm planning for *their* [his children's] future. So hey, if I turn around and pass away, they got every right in the world to get what I worked for.

[I]t's wrong, taking away money from somebody that has earned it. You pay taxes all your life on the money you earn, and then when you pass away and you leave some money to your relatives, you gotta take *more* money out of it. It seems like tax on top of tax.

[A]wful, because it's in the family, and the family has a perfect right to hand it down to their children if they want to.

Why should I work all my life and run the risk that three idiots that got jobs out of patronage are going to decide whether my daughter is going to get my money? No way. Before I'll do that, I'll stop working.

Probably shouldn't be one. It's his money, he can do what he wants.

[These quotations come, respectively, from an unskilled worker, an assembly line maintenance man, a widowed housewife, a chemical manufacturer, and a nineteen-year-old living with his parents and working in his father's corner store.]

Figure 8.1
The Real Value of the Minimum Wage, 1948-2006

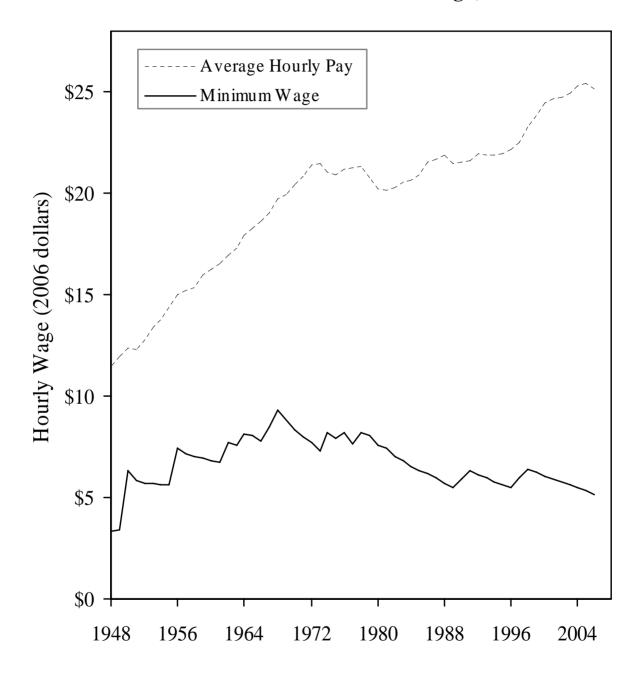


Figure 9.1
Constituency Opinion and Senators'
Roll Call Votes, by Party

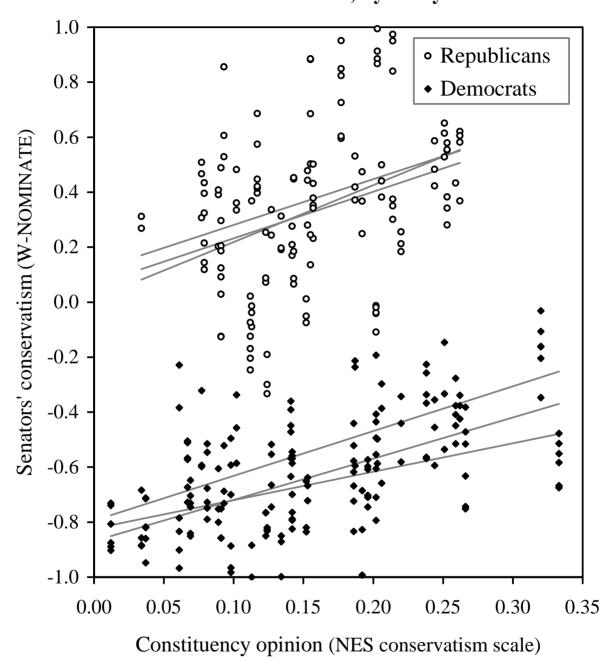


Figure 9.2
Senators' Responsiveness to Income Groups
(W-NOMINATE Scores)

