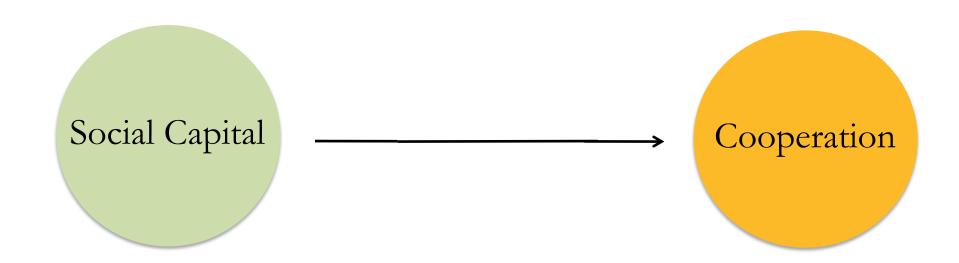
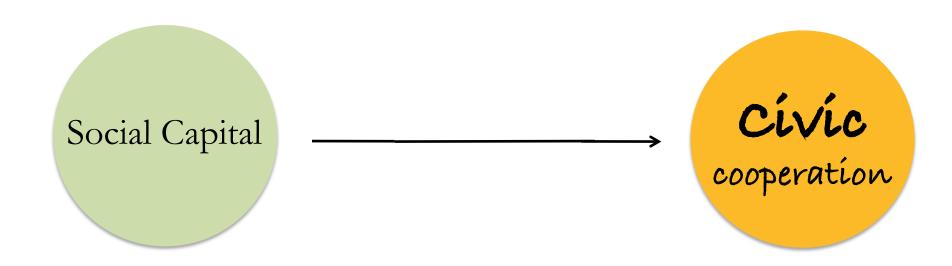
## Social Capital under Good and Bad Governance

Filippos Exadaktylos Reading University, UK

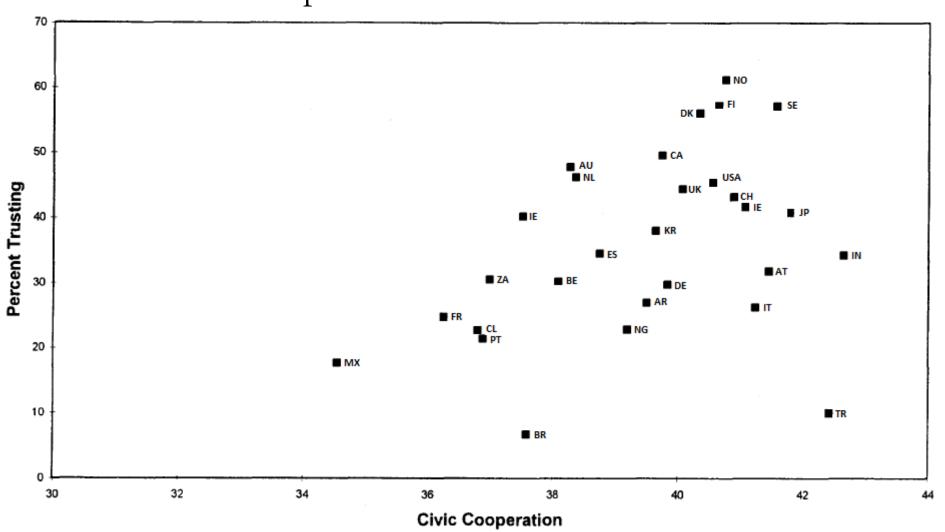
Laboratory for Comparative Social Research

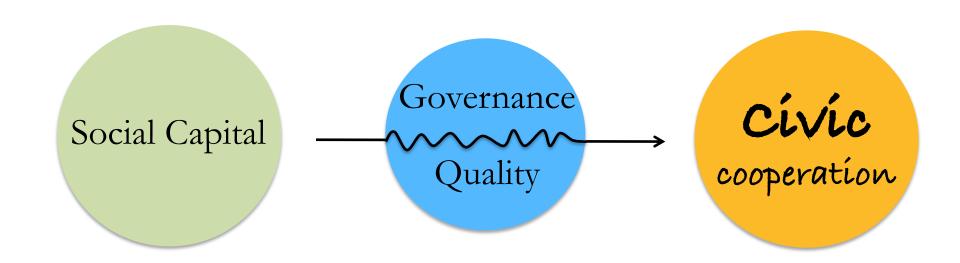
Moscow, April 2016





Knack and Keefer, 1997 partial correlation of .39







- Do you believe most people can be trusted?
- Are you a member of the following organizations? Religious, Sport, Art, Labor, Political, Environmental, Professional, Humanitarian, Consumer, Other



- Do you believe most people can be trusted?
- Are you a member of the following organizations? Religious, Sport, Art, Labor, Political, Environmental, Professional, Humanitarian, Consumer, Other



- Cheat on taxes if you have the chance to
- Claim government benefits which you are not entitled to
- Accept a bribe in the course of their duties
- Avoid a fare on public transport



- Do you believe most people can be trusted?
- Are you a member of the following organizations? Religious, Sport, Art, Labor, Political, Environmental, Professional, Humanitarian, Consumer, Other

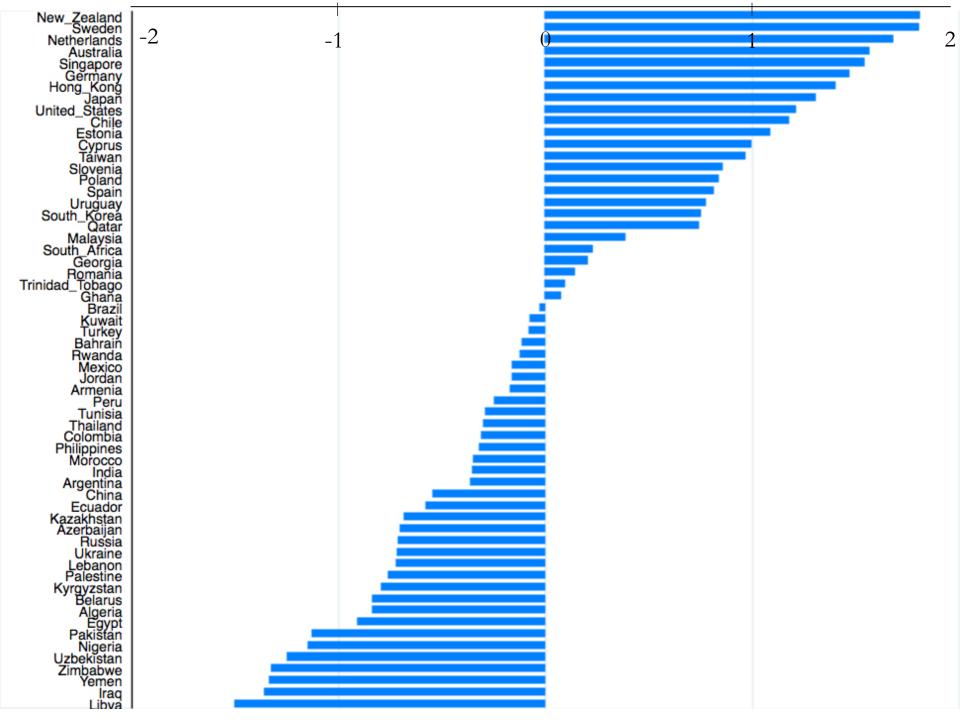


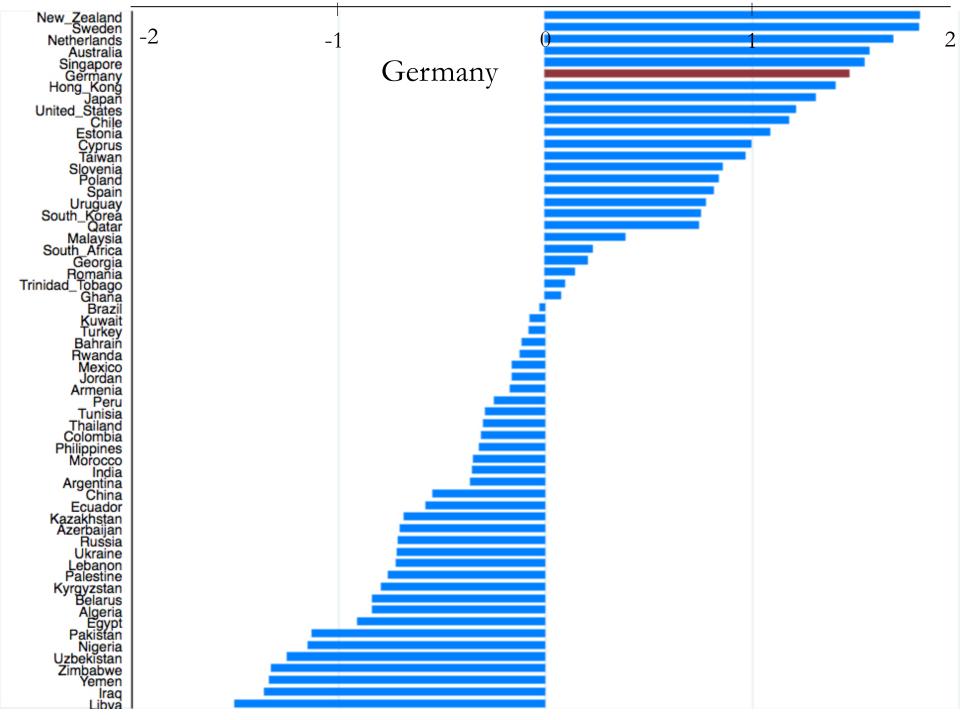
- Cheat on taxes if you have the chance to
- Claim government benefits which you are not entitled to
- Accept a bribe in the course of their duties
- Avoid a fare on public transport

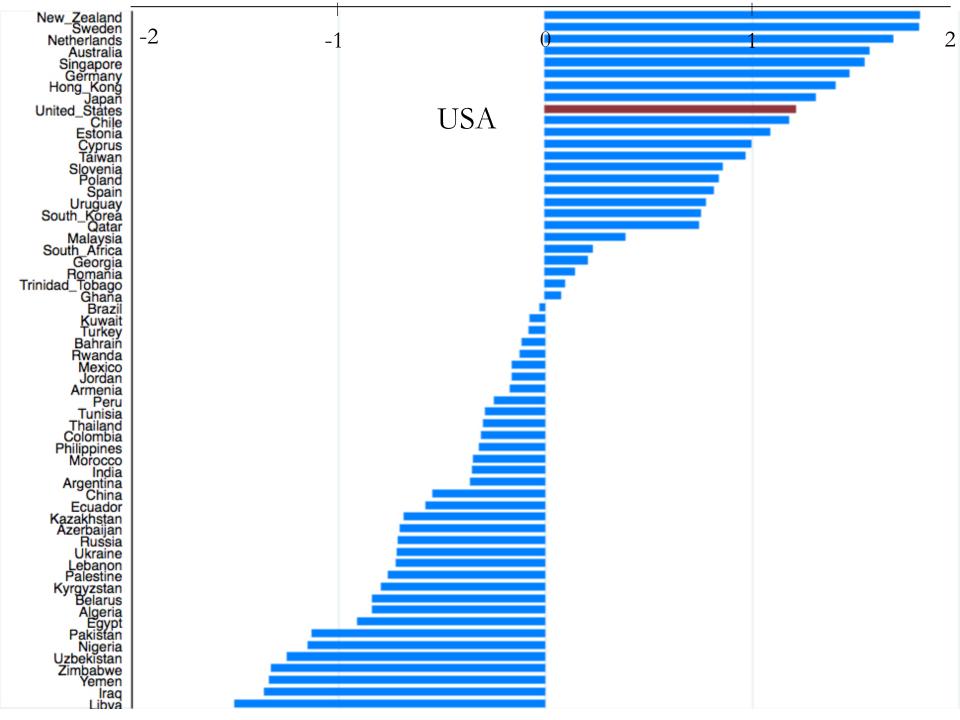
## Quality of Governance

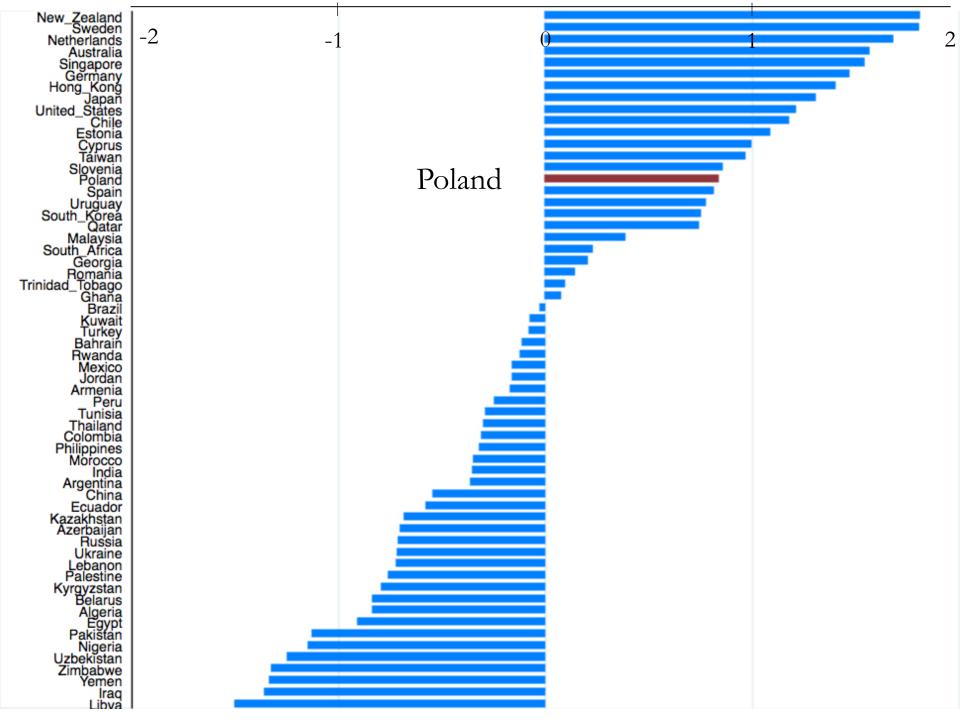
#### **Worldwide Governance Indicators**

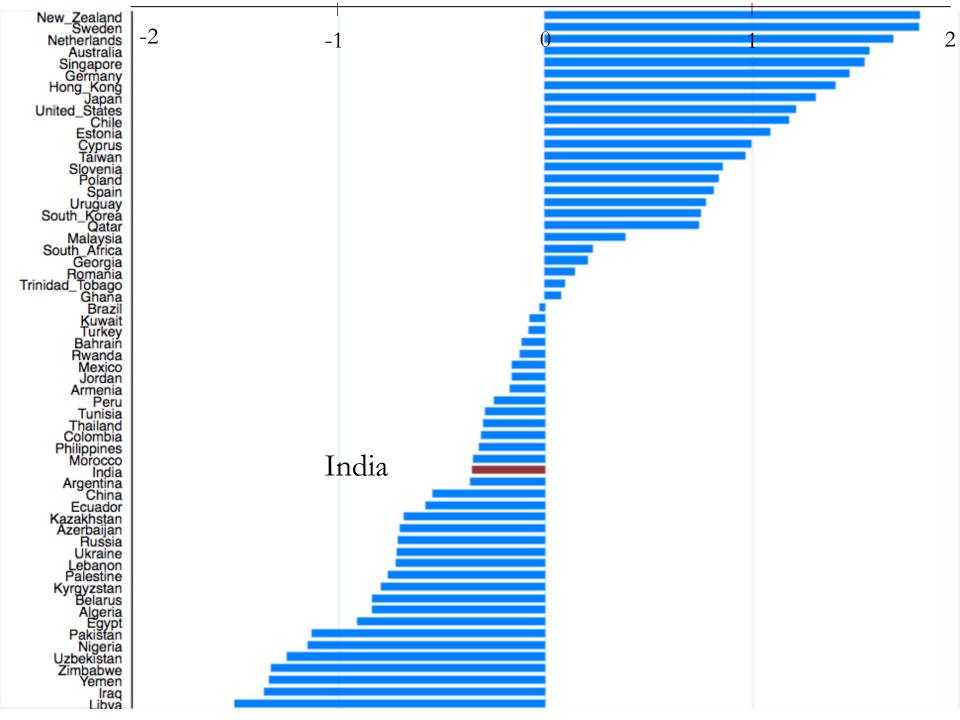
- Control of Corruption
- Rule of Law
- Government Effectiveness
- Voice and Accountability
- Political Stability
- Regulatory Quality

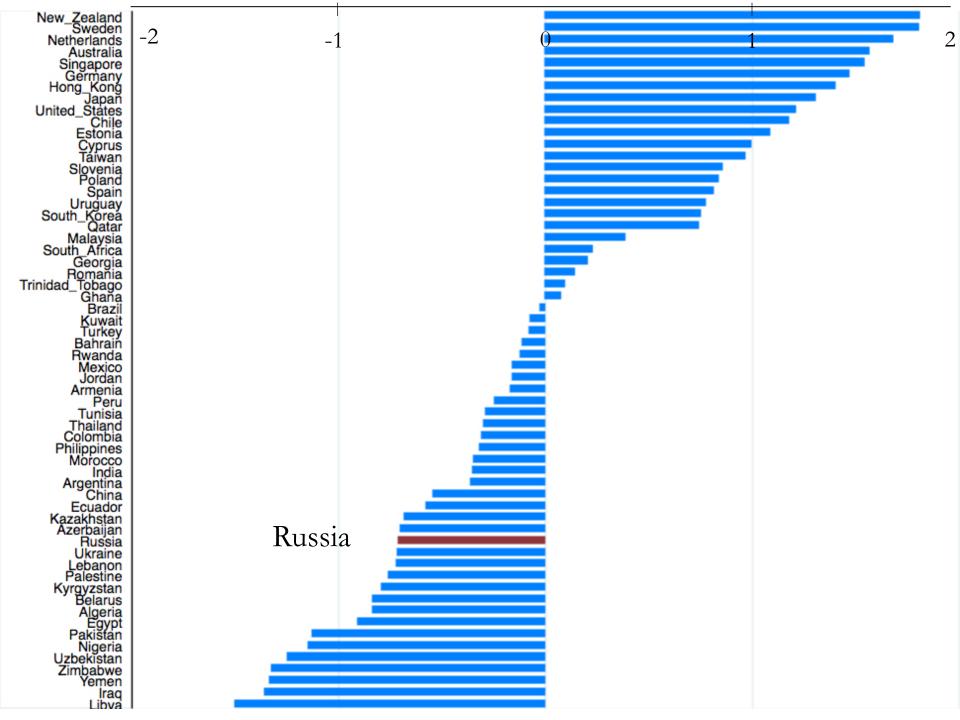


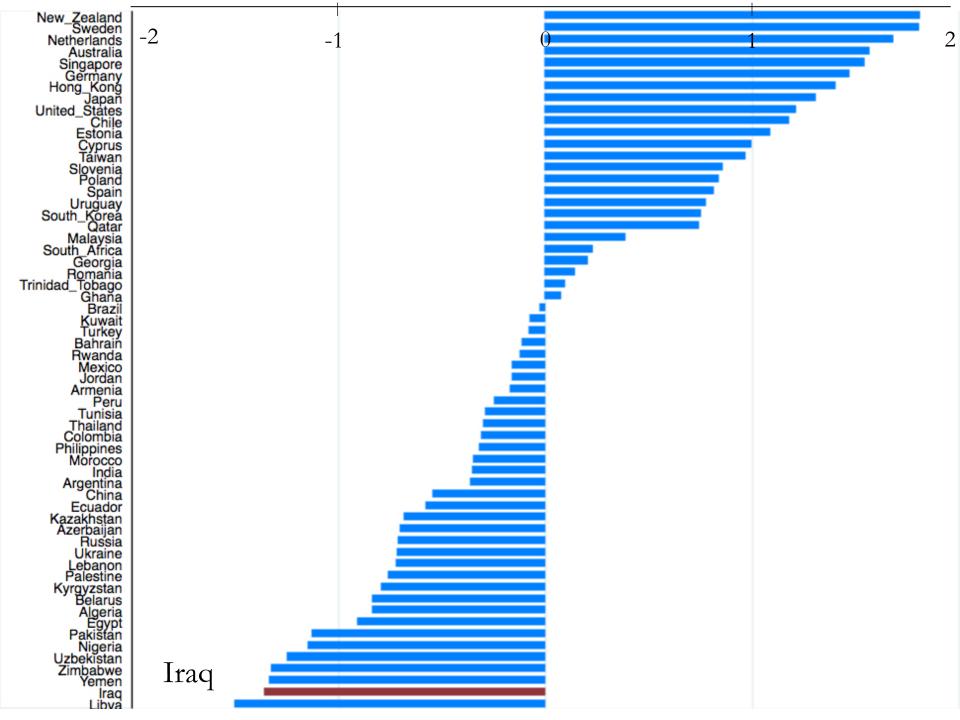


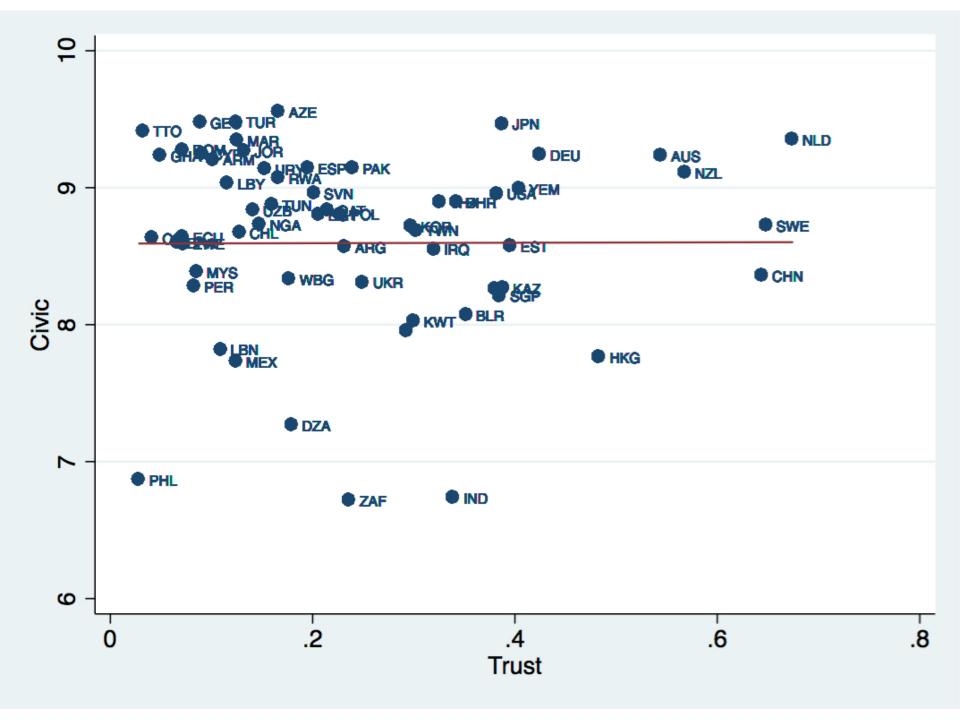


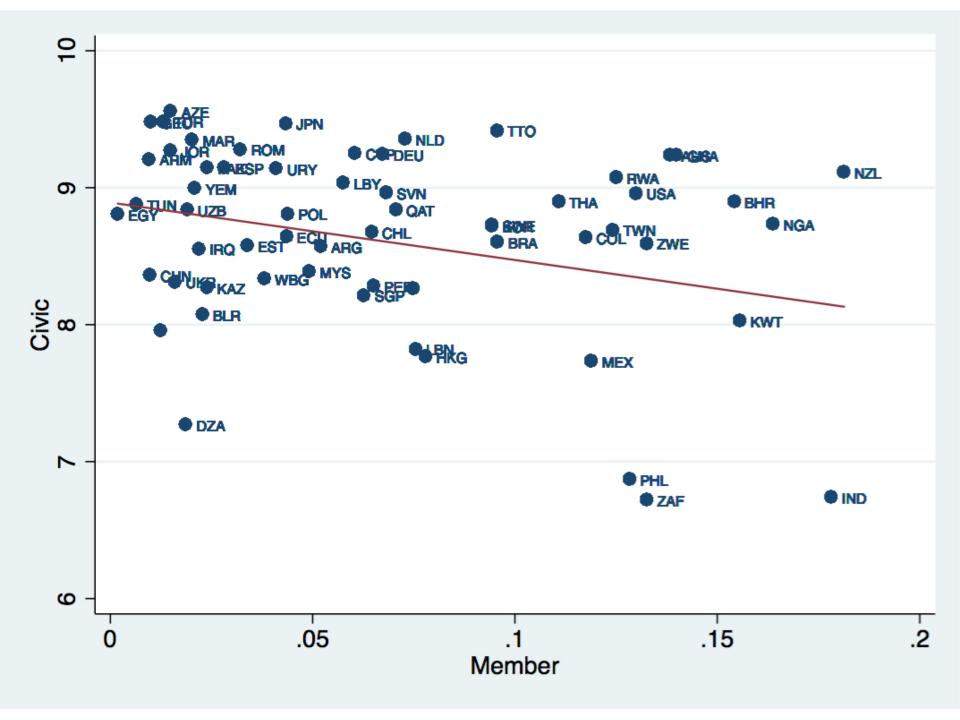


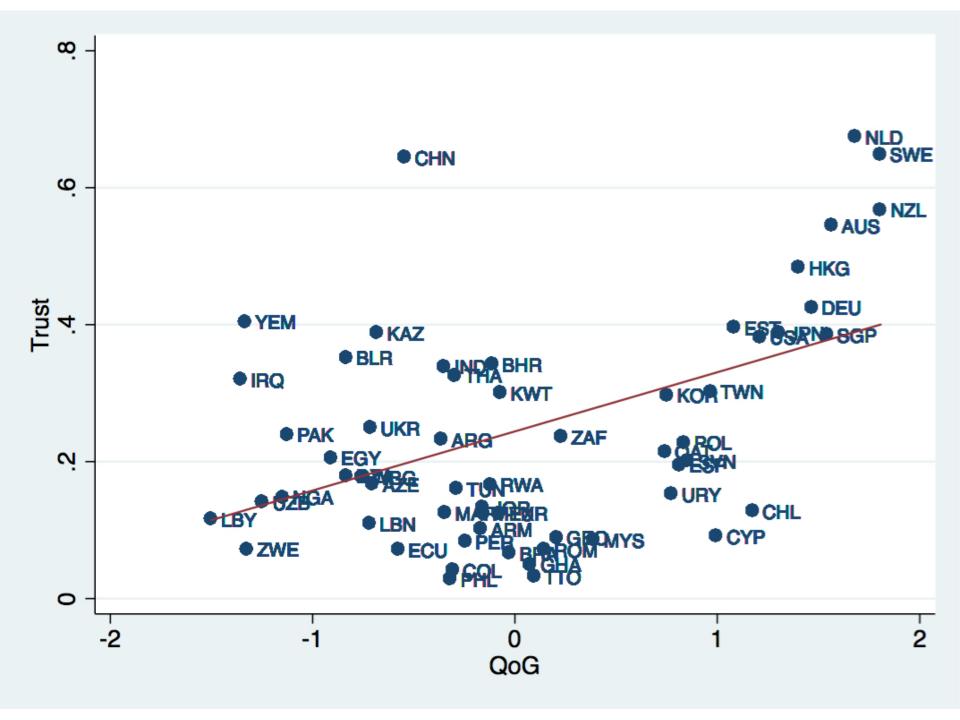


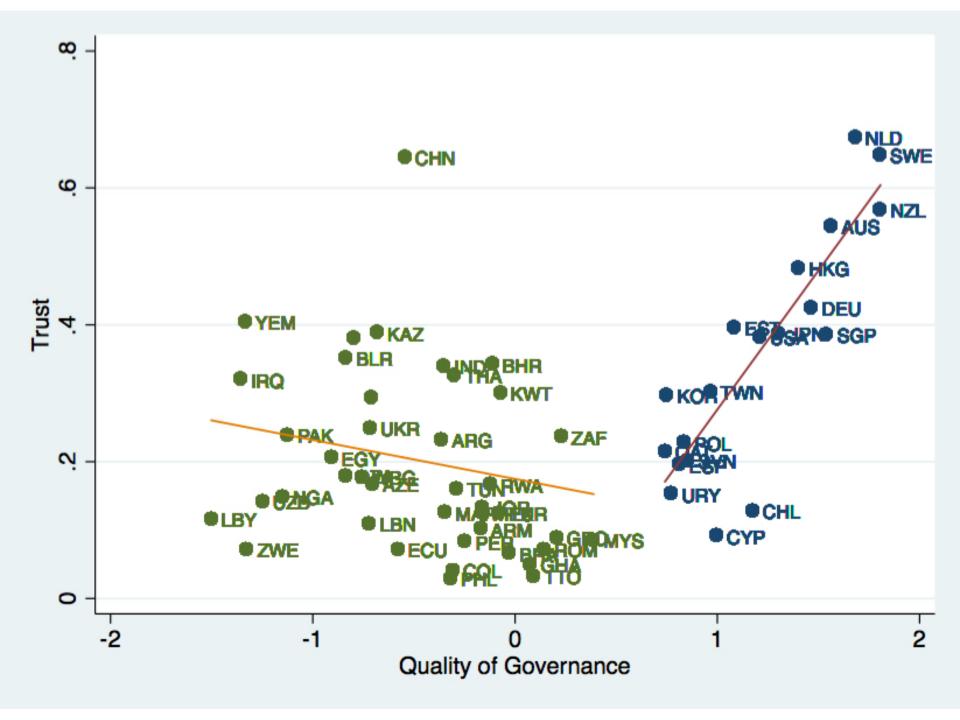












	Explaining Civic Cooperation: a multilevel model								
Fixed Effects									
Intercept Age									
Female									
Married									
Education									
Income Delicipation									
Religiosity National Pride									
Conf. in State Inst.									
Trust									
Country Factors									
QoG									
Trust * QoG									
Variance Components									
Individual Level									
Country Level									
Social Capital									
N individual Level/									
country level									
LR									

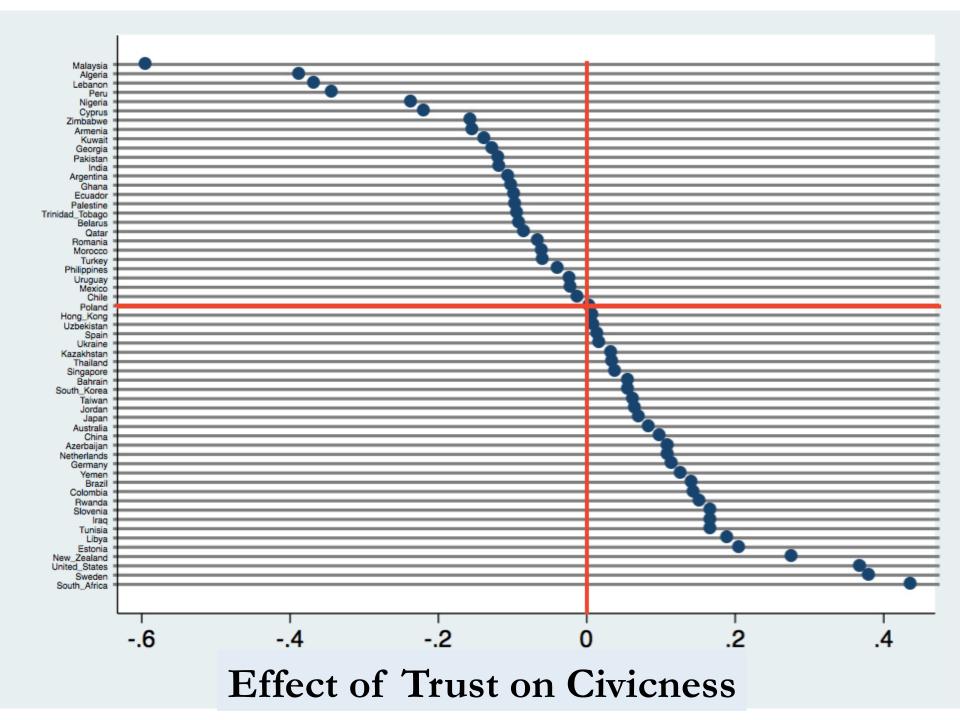
	Explaining Civic Cooperation: a multilevel model						
	Empty Model						
Fixed Effects							
Intercept							
Age Female							
Married							
Education							
Income							
Religiosity National Pride							
Conf. in State Inst.							
Trust							
Country Factors							
QoG							
Trust * QoG							
Variance Components							
Individual Level	2.59						
Country Level	.42						
Social Capital							
N individual Level/	85237/60						
country level	03231700						
LR	15040.61***						

	Explaining Civic Cooperation: a multilevel model						
Eine 4	Tr.C	Empty Model					
Fixed	Effects						
	Intercept Age Female Married Education Income Religiosity National Pride Conf. in State Inst.						
	Trust						
Coun	try Factors						
	QoG						
	Trust * QoG						
Varia	nce Components						
	Individual Level Country Level	2.59 .42	0/0	due	to co	untry o	diffs
	Social Capital						
	lividual Level/ try level	85237/60					
LR		15040.61***					

	Explaining Civic Cooperation: a multilevel model								
Fixed	Effects	Empty Model	Level 1						
	Intercept		7.44***						
	Age Female Married Education Income Religiosity National Pride Conf. in State Inst.		.01*** .06*** .12*** .19***21***01 .19*** .03***						
	Trust		<b>00</b> (0.756)						
Coun	try Factors								
	QoG								
	Trust * QoG								
Varia	nce Components								
	Individual Level	2.59	.40						
	Country Level	.42	2.51						
	Social Capital								
	lividual Level/ try level	85237/60	74007/59						
LR		15040.61***	12953.70***						

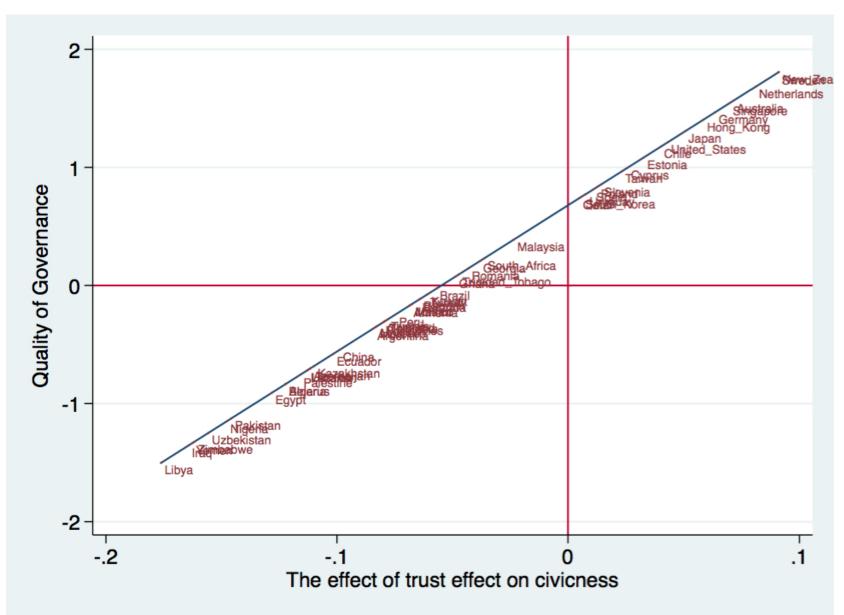
	Explaining Civic Cooperation: a multilevel model							
Eiro 4 Efforts	Empty Model	Level 1	Multilevel					
Fixed Effects Intercept		7.44***	7.44***					
Age Female Married Education Income Religiosity National Pride Conf. in State Inst.		.01*** .06*** .12*** .19***21***01 .19*** .03***	.01*** .06*** .12*** .19***21***01* .19*** .03***					
Trust		<b>00</b> (0.756)	<b>00</b> (0.74)					
Country Factors								
QoG			<b>.14*</b> (.096)					
Trust * QoG								
Variance Components								
Individual Level	2.59	.40	.38					
Country Level	.42	2.51	2.5					
Social Capital								
N individual Level/ country level	85237/60	74007/59	74007/59					
LR	15040.61***	12953.70***	12583.63 ***					

	Explaining Civic Cooperation: a multilevel model							
E: 1EC .	Empty Model	Level 1	Multilevel	Multilevel (random ef.)				
Fixed Effects		7.44***	7.44***	7.43***				
Age Female Married Education Income Religiosity National Pride Conf. in State Inst.		.01*** .06*** .12*** .19***21***01 .19*** .03***	.01*** .06*** .12*** .19*** 21*** 01* .19***	.01*** .05*** .12*** .19*** 21*** 01 .19*** .03***				
Trust		<b>00</b> (0.756)	<b>00</b> (0.74)	<b>05*</b> (.08)				
Country Factors								
QoG			<b>.14*</b> (.096)	<b>.12</b> (.22)				
Trust * QoG								
Variance Components								
Individual Level	2.59	.40	.38	.38				
Country Level	.42	2.51	2.5	2.51225				
Social Capital				.04				
N individual Level/ country level	85237/60	74007/59	74007/59	74007/59				
LR	15040.61***	12953.70***	12583.63 ***	12708.50***				

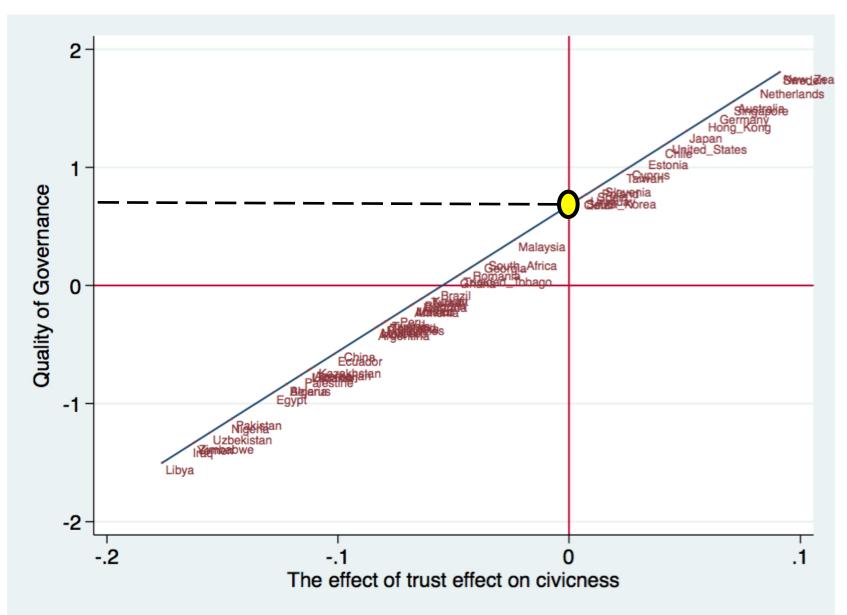


	Explaining Civic Cooperation: a multilevel model						
Fixed Effects	Empty Model	Level 1	Multilevel	Multilevel (random ef.)	Cross-level interaction		
Intercept		7.44***	7.44***	7.43***	7.43***		
Age Female Married Education Income Religiosity National Pride Conf. in State Inst.		.01*** .06*** .12*** .19***21***01 .19*** .03***	.01*** .06*** .12*** .19***21***01* .19***	.01*** .05*** .12*** .19***21***01 .19*** .03***	.01*** .05*** .12*** .19***21***01 .19*** .03***		
Trust		<b>00</b> (0.756)	<b>00</b> (0.74)	<b>05*</b> (.08)	<b>-0.5*</b> (.056)		
Country Factors							
QoG			<b>.14*</b> (.096)	<b>.12</b> (.22)	<b>.11</b> (.19)		
Trust * QoG					.08*** (.009)		
Variance Components							
Individual Level	2.59	.40	.38	.38	.38		
Country Level	.42	2.51	2.5	2.51225	2.512285		
Social Capital				.04	.03		
N individual Level/ country level	85237/60	74007/59	74007/59	74007/59	74007/59		
LR	15040.61***	12953.70***	12583.63 ***	12708.50***	12595.16***		

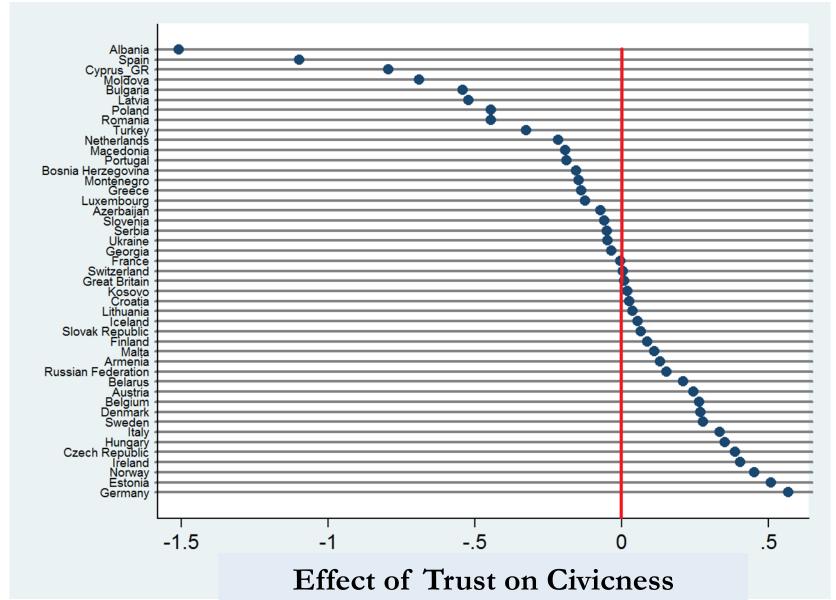
## The effect of Trust on Civicness as a function of Q.of Governance



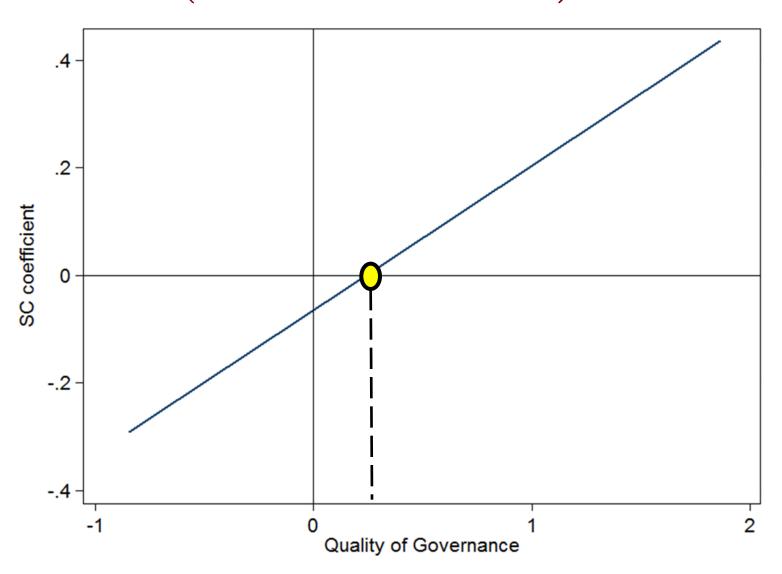
## The effect of Trust on Civicness as a function of Q.of Governance



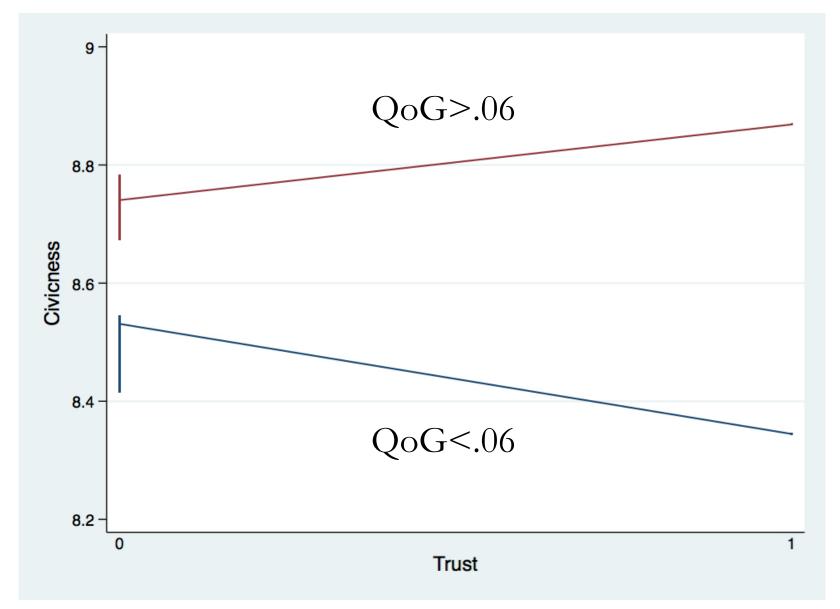
# European Values Survey (2008 – 47 countries)



# European Values Survey (2008 – 47 countries)



## Social Capital under Good and Bad Governance





- Cheat on taxes if you have the chance to (Tax Morale)
- Claim government benefits which you are not entitled to
- Pay cash for services to avoid taxes
- Accept a bribe in the course of their duties
- Avoid a fare on public transport



Active Engagement

## Is it justifiable to:

- Cheat on taxes if you have the chance to (Tax Morale)
- Claim government benefits which you are not entitled to
- Pay cash for services to avoid taxes
- Accept a bribe in the course of their duties
- Avoid a fare on public transport

#### Have you ever:

- Signed a petition
- Attended peaceful demonstration
- Joined a Boycott
- Joined a Strike
- Other



- Cheat on taxes if you have the chance to (Tax Morale)
- Claim government benefits which you are not entitled to
- Pay cash for services to avoid taxes
- Accept a bribe in the course of their duties
- Avoid a fare on public transport

Active Engagement

### Have you ever:

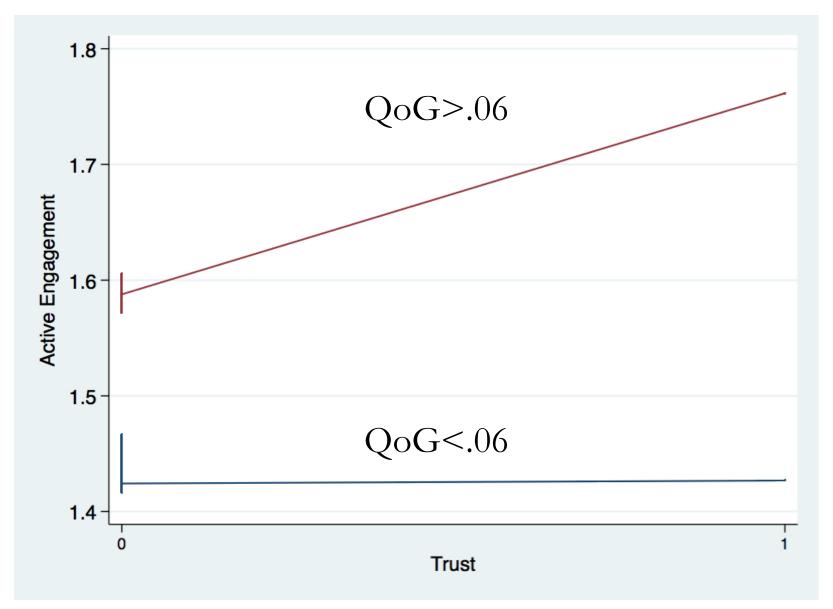
- Signed a petition
- Attended peaceful demonstration
- Joined a Boycott
- Joined a Strike
- Other

Tolerance

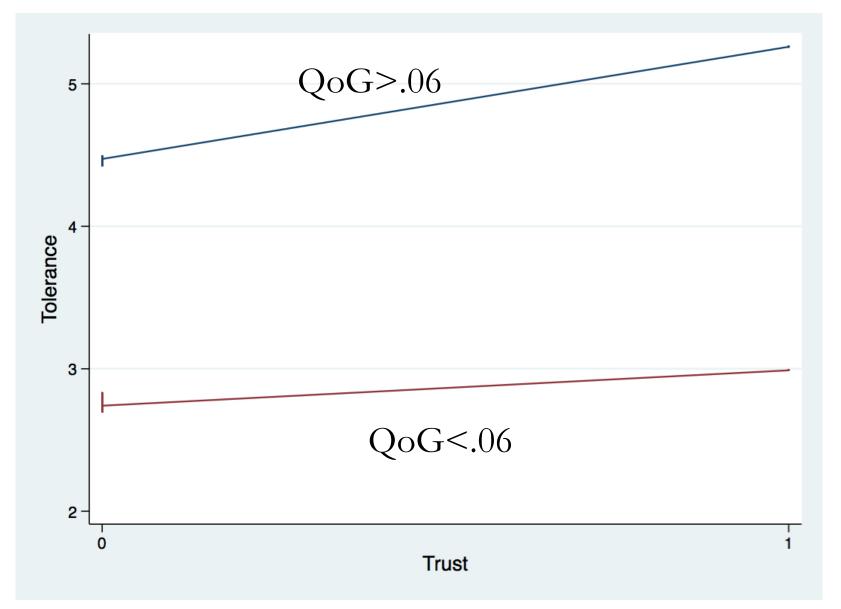
## Is it justifiable:

- Homosexuality
- Abortion
- Suicide
- Euthanasia
- Divorce

## Social Capital under Good and Bad Governance

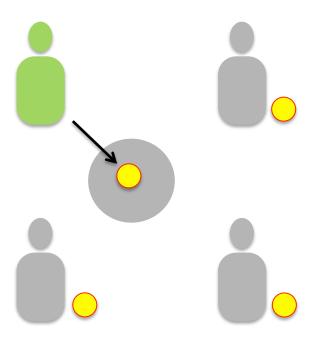


#### Social Capital under Good and Bad Governance

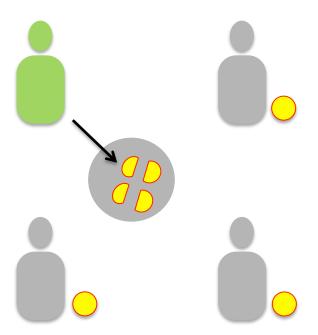


# Thank you!

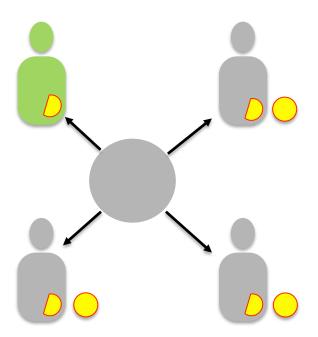
#### BASELINE



#### BASELINE

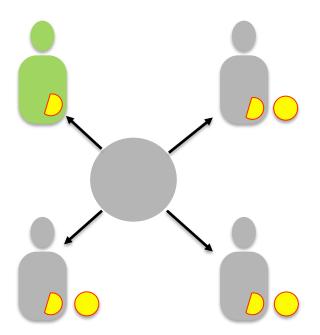


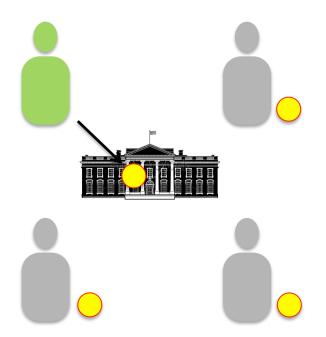
#### BASELINE



**BASELINE** 

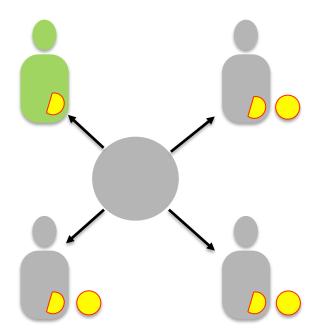
TAX - treatment

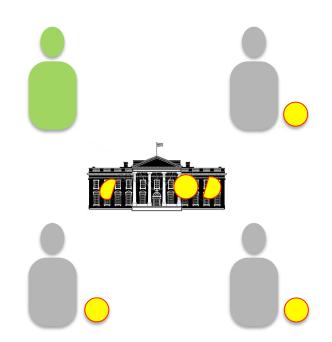




**BASELINE** 

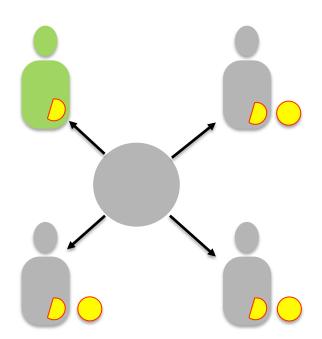
TAX - treatment

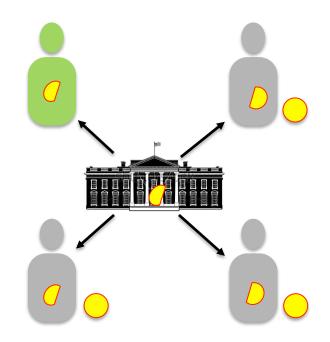


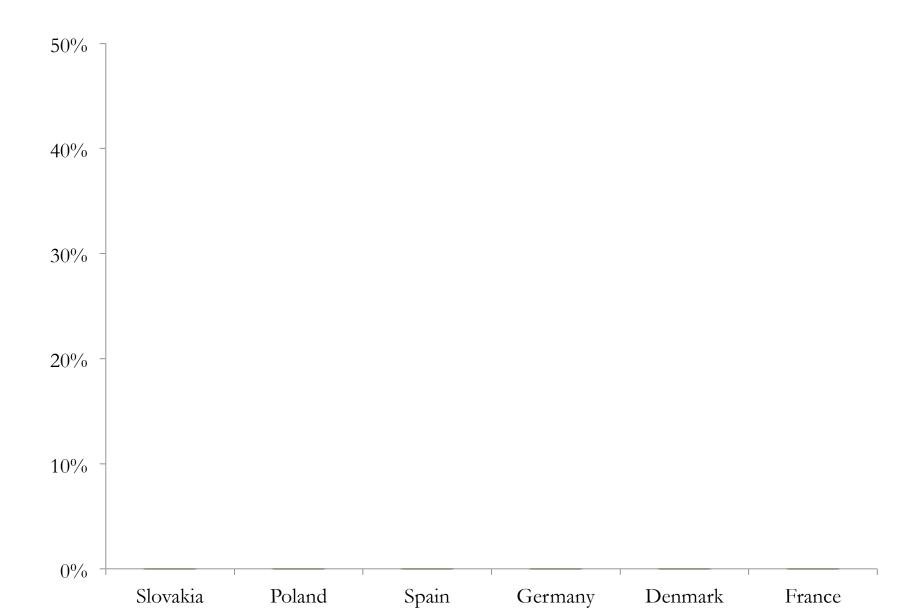


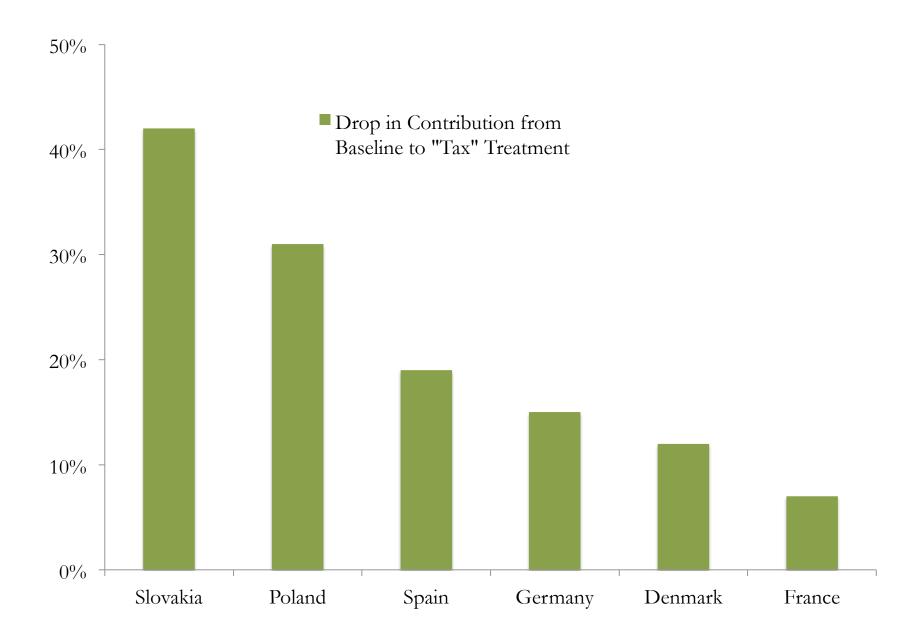
**BASELINE** 

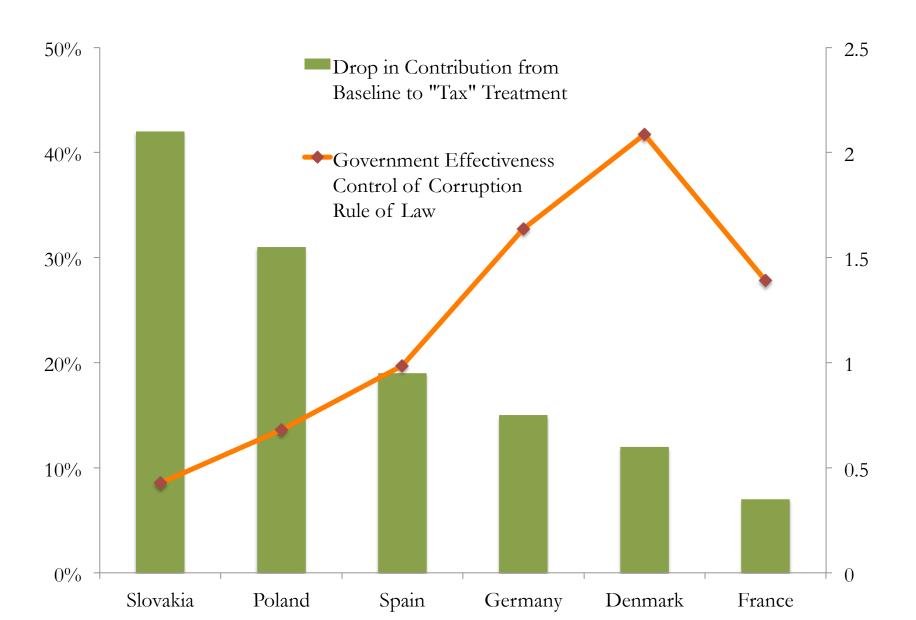
TAX - treatment











- Empty model:
- Civic<sub>ij</sub>=  $oldsymbol{eta}_{0j}$  +  $oldsymbol{\varepsilon}_{ij}$ , with  $oldsymbol{eta}_{0j}$ =  $oldsymbol{\gamma}_{00}$  +  $oldsymbol{\delta}_{0j}$

- $\beta_{0i}$  is the mean civic in a country
- $\gamma_{00}$  is the grand mean (across all individual across all countries)
- $\delta_{0j}$  is the level-2 error term: shows how the mean civic in a particular country deviates from the grand mean
- $\varepsilon_{ij}$  is the level-2 error term: shows how an individual's civic deviates from the mean evaluation in the country in which he/she resides

• Level 1: individual-level model:

• Civic<sub>ij</sub> = 
$$\beta_{0j} + \varepsilon_{ij}$$
, with  $\beta_{0j} = \gamma_{00} + \delta_{0j}$ 

• Civic<sub>ij</sub> = 
$$\gamma_{00} + \delta_{0j} + \epsilon_{ij}$$

• Civic<sub>ij</sub> = 
$$\gamma_{00} + \underline{\gamma_{10}} * ind + \underline{\gamma_{20}} * SC + \delta_{0j} + \varepsilon_{ij}$$

- Level 1 + 2: Multilevel model:
- Civic<sub>ij</sub> =  $\gamma_{00} + \gamma_{10}$ \*ind+  $\gamma_{20}$ \*SC +  $\delta_{0j} + \varepsilon_{ij}$
- Civic<sub>ij</sub> =  $\gamma_{00} + \gamma_{10}$ \*ind+  $\gamma_{20}$ \*SC +  $\gamma_{01}$ \*QOG +  $\delta_{0j}$  +  $\varepsilon_{ij}$

- Level 1 + 2: Multilevel model (RANDOM EFFECTS):
- Civic<sub>ij</sub> =  $\gamma_{00} + \gamma_{10}$ \*ind+  $\gamma_{20}$ \*SC +  $\gamma_{01}$ \*QOG +  $\delta_{0j}$  +  $\varepsilon_{ij}$
- Civic<sub>ij</sub>=  $\beta_{0j}$  +  $\beta_{10}$ \*ind+  $\beta_{20}$ \*SC +  $\beta_{01}$ \*QOG +  $\epsilon_{ij}$
- $\beta_{0j} = \gamma_{00} + \gamma_{01} * QOG + \delta_{ij}$
- $\beta_{20} = \gamma_{30} + \delta_{0i}$

- Level 1 + 2: Multilevel model (<u>Cross-level interaction</u>):
- Civic<sub>ij</sub>=  $\gamma_{00} + \gamma_{10}$ \*ind+  $\gamma_{20}$ \*SC +  $\gamma_{01}$ \*QOG+  $\gamma_{30}$ SC x QOG +  $\delta_{ij}$  +  $\delta_{ij}$ \*SC+  $\epsilon_{ij}$

This report was presented at the 6th LCSR International Workshop
"Trust, Social Capital and Values in a Comparative Perspective",
which held within the XVII April International Academic Conference on Economic and Social Development.

April 18 – April 22, 2016 - Higher School of Economics, Moscow.

https://lcsr.hse.ru/en/seminar2016

Настоящий доклад был представлен на VI международном рабочем семинаре ЛССИ «Доверие, социальный капитал и ценности в сравнительной перспективе», прошедшего в рамках XVII Апрельской международной научной конференции НИУ ВШЭ «Модернизация экономики и общества».

18 – 22 апреля, 2016 – НИУ ВШЭ, Москва.

https://lcsr.hse.ru/seminar2016