

# Pathways to Success Signal Team

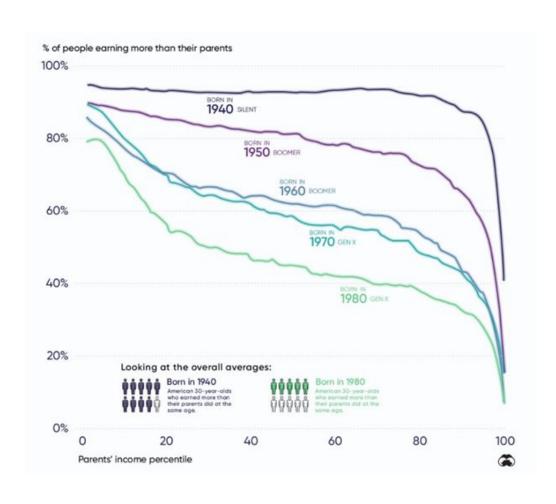
February 2021

Upward Mobility: The capacity for rising to a higher social or economic position More simply--To out-earn and out-learn your family of origin

The Challenge: Do we compare Brown County to others in the US, or compare the US to the other western (European) Countries?

Answer: We did both!

## How are we doing? National Trend:



# How are we doing? International Comparison:

Social Mobility Rank, 2020 World Economic

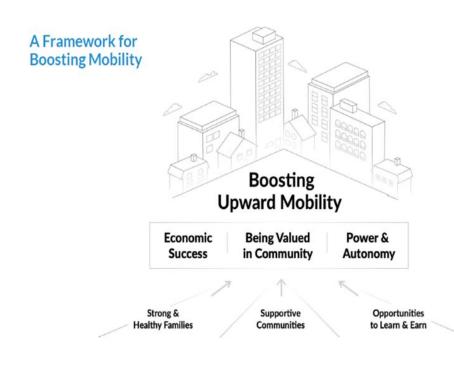
Forum

Rank	Country	Index Score
1	Denmark	85.2
2	Norway	83.6
3	Finland	83.6
4	Sweden	83.5
5	Iceland	82.7
6	Netherlands	82.4
7	Switzerland	82.1
8	Belgium	80.1
9	Austria	79.8
10	Luxembourg	78.8
27	United States	70.4

If each country increased its score by 10 index points it would result in 4.41% of cumulative GDP growth for the global economy by 2030. The United States would add 867 billion in GDP.

# Three Part Definition of Mobility from Poverty: The Urban Institute

- Economic Success: Rising income and assets are widely recognized as essential to mobility from poverty
- Power and autonomy: Mobility also requires control over one's life, the ability to make choices, and the collective capacity to influence larger policies and actions that affect one's future
- Feeling the respect, dignity, and sense of belonging that come from contributing to one's community is an essential element of mobility from poverty.



# Three Key Drivers and the Metrics: Urban Institute

# Strong & Healthy Families

#### FINANCIAL WELL-BEING

Income

Financial security

#### HOUSING

Affordable housing

Housing instability and homelessness

#### FAMILY

Family structure and stability

#### HEALTH

Overall health

Access to and utilization of health services

Neonatal health

## Supportive Communities

#### LOCAL GOVERNANCE

Political participation

Descriptive representation among local officials

#### SAFETY

Exposure to trauma

Exposure to crime

Overly punitive policing

#### NEIGHBORHOODS

Economic inclusion

Racial diversity

Belongingness

Social capital

Transportation access

Environmental quality

# Opportunities to Learn & Earn

#### EDUCATION

Access to preschool

Effective public education

Student poverty concentration

College readiness

#### WORK

Employment

Access to jobs paying a living wage

### Conclusions

- Brown County does notably excel or lag behind other parts of the state or country on most measures identified by the Urban Institute.
- Opportunity to learn and earn indicator measures: pre-college education measures exceed expectations across all districts in the greater Green Bay area.
- Local governance measure: while there is no objective data available, it does not appear that the composition of local government governing bodies and key elected officials have a mix of racial and ethnic diversity reflective of the local population. Voter turnout is typically higher than Wisconsin or the US, but follows the same pattern of higher turnout in presidential election years.

# Selected Myths re: Why International Comparisons Are Not Useful

- Less regulation leads to greater opportunities for upward mobility.
- The American Dream is a unique opportunity afforded Americans, and anyone who exerts the effort can succeed.
- The US cannot implement the social and economic policies seen in other industrialized nations because we are so diverse.
- ► The United States is already the most educated country based on the percent of persons age 25-64 who have completed a two, four-year degree or vocational program.

# Influencing Factors: International Comparisons

- Education
- Social Protection (Child care, parental leave)
- Technology Access & Broadband
- Health Care
- Labor Practices (wages, unions)
- Taxes

## International Comparisons

#### Health care

- The **U.S** spends 16.9% of GDP on health care twice as much as the OECD average resulting in a life expectancy of 79.11 years, ranking 46<sup>th</sup> in the world
- Switzerland spends 12.2% of GDP with a life expectancy of 84.25years, ranking 1st in the world

#### Social Protections

- The U.S. provides up to twelve weeks of unpaid maternity leave; forty percent of female employees are not covered
- Of the 41 industrialized countries the U.S. is the only one that does not provide paid maternity leave, It ranks as 18<sup>th</sup> for raising children. **Denmark** ranks #1 and **Canada** #4.

#### Education

- U.S. education policies are the responsibility of the state and local government. Funding ranges from \$22,366 per student (New York) to \$6,953 per student (Utah)
- The <u>top ten countries</u> in the Social Mobility Index have a national policy regarding education.

#### Tech Access

- The U.S is the leader in technology with the creation of Apple, Microsoft, Amazon, Google and others.
- Of the 193 countries reporting to the International Digital Economy and Society, **Denmark** is at the top of the digital list. A single digital key works across all the public and private sector.

## International Comparisons

#### <u>Labor</u>

- The percent of union membership in the U.S. is 10.1%. U.S. income inequality has risen the highest among its **G7 peers**
- Union membership in Denmark is 66.5% and ranks as 1<sup>st</sup> on the Social Mobility Index.
- The U.S ranks 17<sup>th</sup> on the Economic Freedom Index and Denmark ranks 8<sup>th</sup>.
- U.S. law does not mandate vacation time. In Denmark five weeks of annual leave are provided
- In the U.S. GDP per capita (2019) is \$65,111; in Norway \$77,975 and Switzerland \$83,716

#### Taxes and Wealth

Rank	Country	Median Wealth	
23	Denmark	\$58,784	
19	Norway	\$70,627	
25	Finland	\$55,532	
29	Sweden	\$41,582	
4	Iceland	\$165,961	
34	Netherlands	\$31,057	
1	Switzerland	\$227,891	
6	Belgium	\$117,093	
15	Austria	\$94,070	
5	Luxembourg	\$139,789	
22	United States	\$65,111	

		Tax base for	
Country	Highest	maximum income	Median Household
	Tax Rate	tax rate 2020	Income
Denmark	66%	\$91,580	\$44,360
Norway	62%	\$107,457	\$51,489
Finland	71%	\$90,079	\$24,615
Sweden	76%	\$79,041	\$50,514
Iceland	<b>59</b> %	\$81,421	NA
Netherlands	<b>59</b> %	\$80,985	\$38,584
Switzerland	46%	\$979,587	\$37,466
Belgium	73%	\$48,539	\$26,206
Austria	65%	\$85,539	\$34,911
Luxembourg	<b>59</b> %	\$236,434	\$52,493
United States	47%	\$518,401	\$43,585

## Next Steps

- BACC moves forward with our current report—what is the approval process for signal team reports before dissemination??
- We convene our other signal team members to determine future interest in exploring specific aspects
- Judy dives deeper into Broadband as an essential infrastructure issue for upward mobility
- Heidi dives deeper into Urban Institute "exemplars" and works with Judy to see if there are international parallels