

Is More Europe or Less Europe the Response to Populism?

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Outline

- 1. What is populism?
- 2. Evidence for growing populism
- 3. The roots of populism
- 4. Populism and Europe: a conceptual framework
- 5. Way forward



1. WHAT IS POPULISM?



A working definition

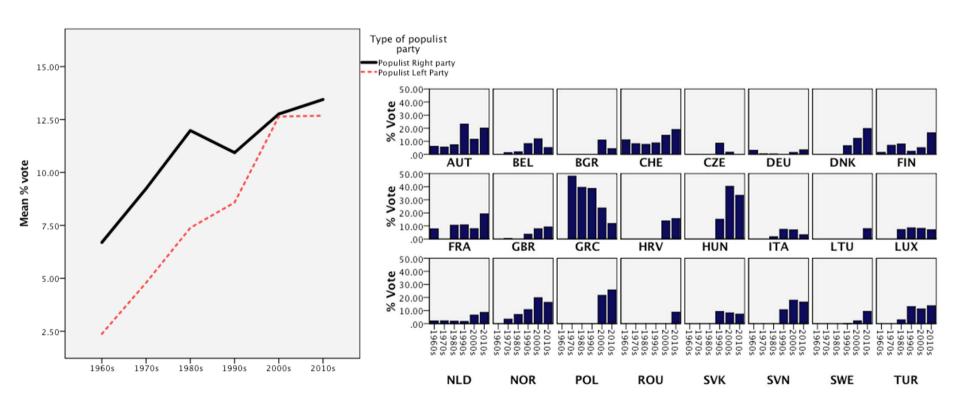
- Political programme or movement championing the "little man", usually by favourable contrast with a "corrupted" elite (anti-establishment)
- Populists are anti-pluralist by claiming to have the exclusive legitimacy to popular representation (anti-pluralism)
- Belief that political and social goals are best achieved by the direct actions of the masses (anti-representativeness).



2. EVIDENCE FOR GROWING POPULISM



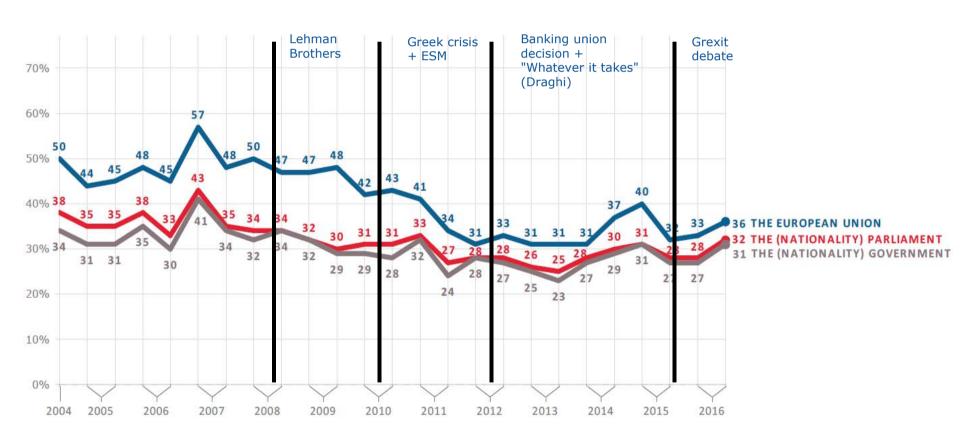
Populist parties in European societies on the rise in national elections



Copied from: Inglehart, Ronald, and Pippa Norris. "Trump, Brexit, and the rise of Populism: Economic have-nots and cultural backlash." (2016), p.37



Trust in Europe vs. national institutions





3. THE ROOTS OF POPULISM



Two perspectives

Economic insecurity perspective

 Rising income and wealth inequality as well as economic insecurity among left-behinds fuels popular resentment of the political elites

youngsters having lost hope, low-waged unskilled workers, long-term unemployed, households dependent on shrinking social benefits turn against neoliberal elites

Cultural-identitarian backlash

 Reaction against progressive cultural change resulting from intergenerational shift toward postmaterialist values, such as cosmopolitanism and multiculturalism

less educated, older generations and right-wing authoritarians react to erosion of their privileges and societal status

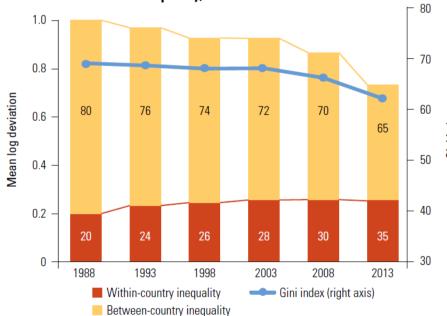


3.1 POPULISM AND INEQUALITY

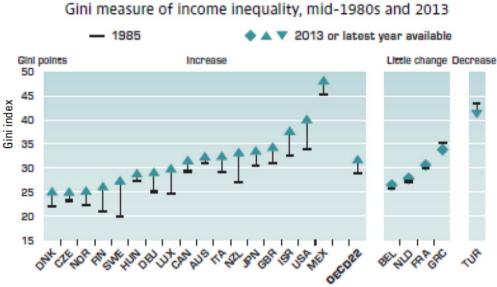


Globalist vs. national perspective on inequality





Sources: Lakner and Milanović 2016a; Milanović 2016; calculations based on PovcalNet (online analysis tool), World Bank, Washington, DC, http://iresearch.worldbank.org/PovcalNet/.

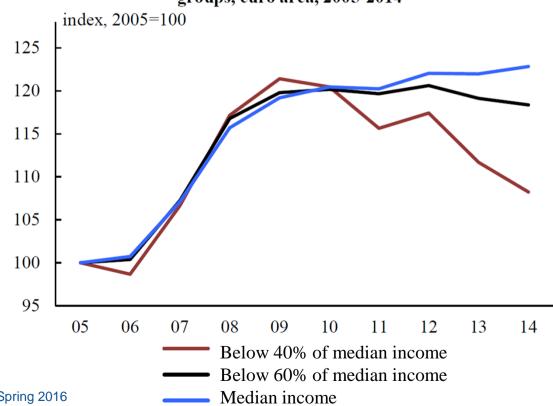


Source: OECD (2015), In It Together: Why Less Inequality Benefits All, http://dx.doi.org/10.1787/888933207711.



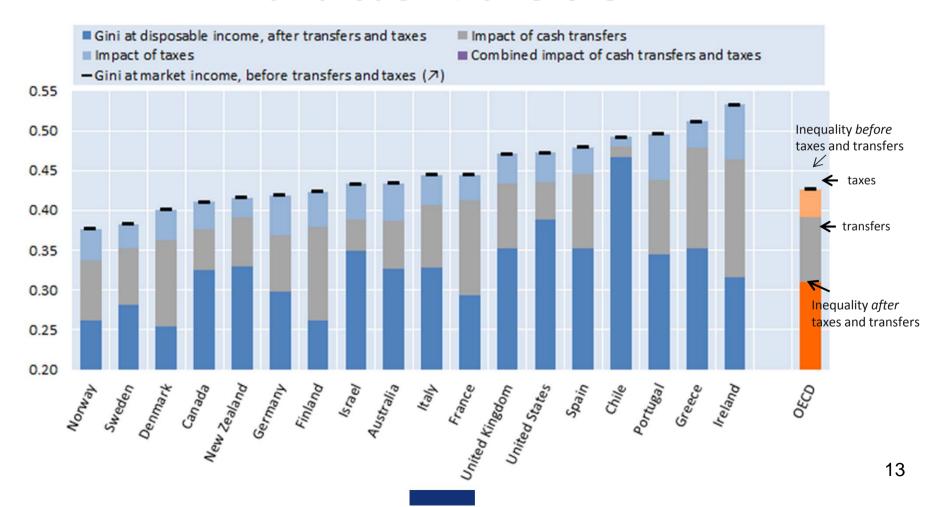
Median income has stagnated also in Europe since the Great Recession

Graph I.9: Median net income in selected income groups, euro area, 2005-2014





Respective redistributive effects of direct taxes and cash transfers





Working class and low-skilled experience globalisation as a threat

more than the middle class	
Working Class	
Globalisation as a Threat	/ as an Opportuni
47%	539
Economic Anxiety	Economic Confidence
38%	62 9
Traditionalism	Progressivis
51%	499
Globalisation as a Threat	/ as an Opportuni
Globalisation as a Threat 37%	/ as an Opportuni 639 Economic Confidence
Globalisation as a Threat 37%	639
Economic Anxiety	Economic Confidence

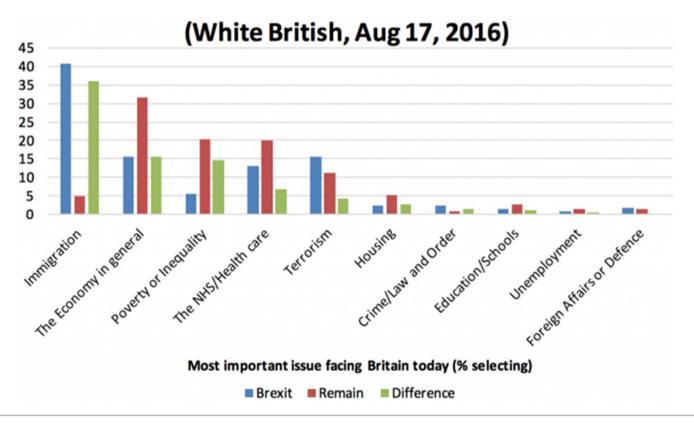
FIGURE 4 People with low level of education fear globalisation more than people with high level of education	
Low Level of Education	n
Globalisation as a Threat	/ as an Opportunity
47%	53%
Economic Anxiety	Economic Confidence
37%	63%
Traditionalism	Progressivism
51%	49%
High Level of Educatio	n
Globalisation as a Threat	/ as an Opportunity
37%	63%
Economic Anxiety	Economic Confidence
28%	72%
Traditionalism	Progressivism
45%	55%
	BertelsmannStiftung



3.2 VALUES ROOTS: POPULISM AND IDENTITY



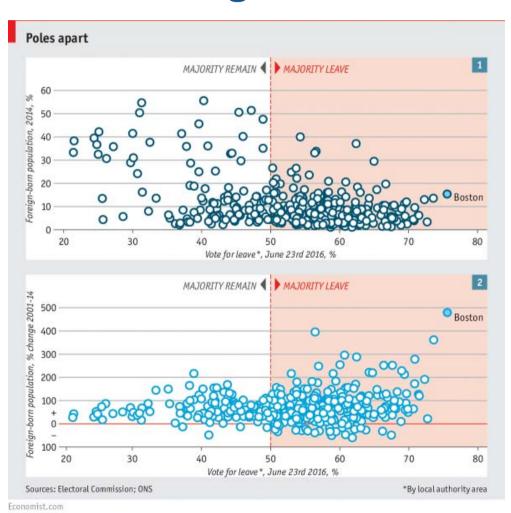
Brexit support: It's immigration, not inequality



http://blogs.lse.ac.uk/politicsandpolicy/trump-and-brexit-why-its-again-not-the-economy-stupid/



Brexit and immigration: It's the delta.

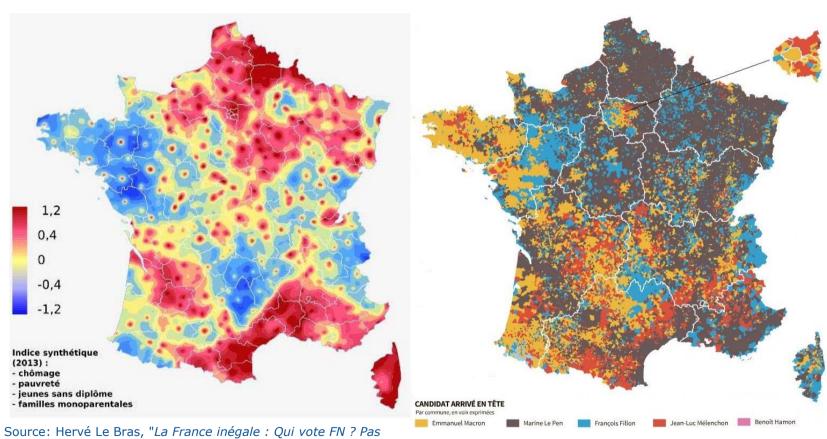




3.3. ... AND FRANCE?



Social hardship counts

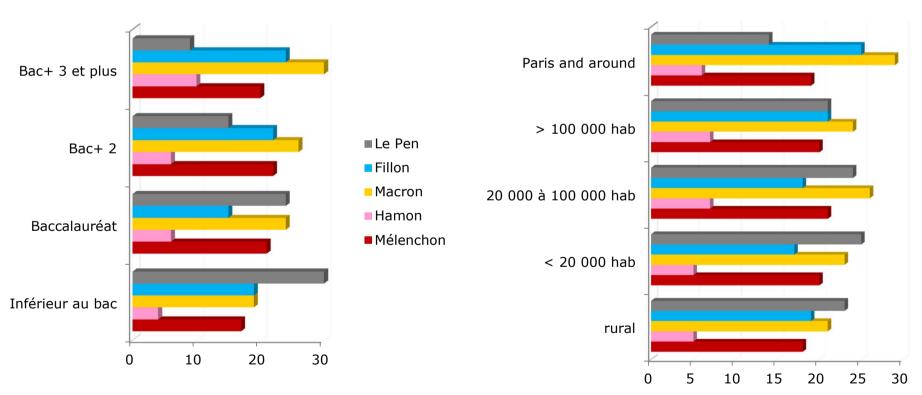


Source: Hervé Le Bras, "La France inégale: Qui vote FN? Pas forcément ceux à qui l'on pense" (2017), http://theconversation.com/la-france-inegale-qui-vote-fn-pas-forcement-ceux-a-qui-lon-pense-75977

Source: France, Ministry of the Interior, 23 April 2017



An educated center vs. periphery?



Education levels

Small vs. big cities



Summing up the empirical evidence

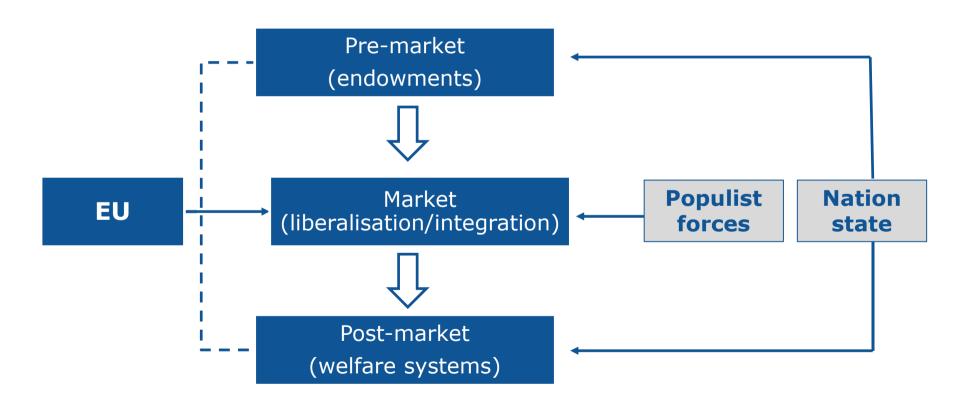
- Populism has been on the rise over the last decades in European democracies but has become particularly important since the Great Recession.
- The empirical evidence points towards two main roots of populism: rising economic insecurity and a cultural-identitarian backlash.
- The relative importance of the two factors varies across countries.
- Young European having lost hope, low-waged unskilled workers, long-term unemployed, households dependent on shrinking social benefits turn against neoliberal elites.
- Elderly, less educated and right-wing authoritarians react to erosion of their societal status due to the spread of cosmopolitanism and multiculturalism.
- Migration relates to both economic and cultural-identitarian concerns.



4. POPULISM AND EUROPE: A CONCEPTUAL FRAMEWORK



Economic populism: Why against the EU?





Identitarian Populism: Why against the EU?

European Union

Convergence aim

Protection of minorities

EU based on rules and institutions

Populism

Homogeneity threat, perceived as erasing national identities

Rule of the "no longer silent majority"

Direct democracy, referenda, twitter policy-making, allergic to "filters"





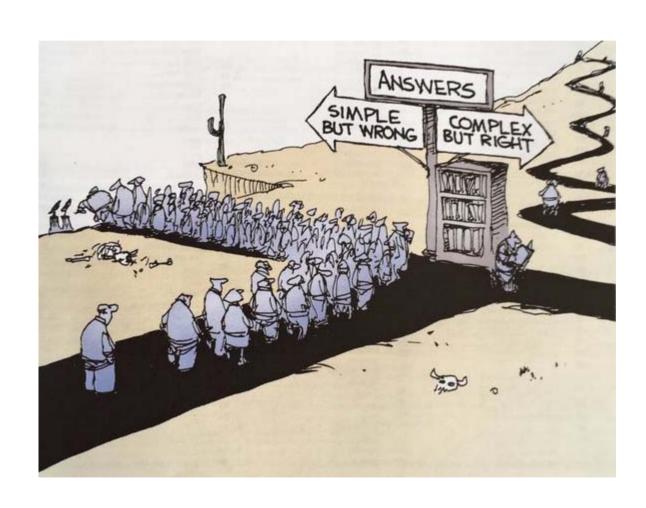
5. WAY FORWARD



Five avenues for a European response

- a) Focusing on delivering the common public goods with well-defined EU value-added
- b) Re-establish the core values of the European social model as a joint response to globalisation
- c) Mainstream distributional considerations into EU policies
- d) Ensure vertical consistency between European and national actions and budgets
- e) Ensure transparency and accountability over the course of decision-making







In sum

- No replacement of leadership: national leaders have to protect the EU.
- Need to revisit the current assignment of allocation (for the EU), and stabilisation and redistribution (for the member states).
- It's the "what", but also the "how".
- But, the tide of populism may be turning ...