

Make Your Publications Visible.

A Service of



Leibniz-Informationszentrum Wirtschaft Leibniz Information Centre

Luo, Chuliang; Sicular, Terry; Li, Shi

Working Paper

Overview: Incomes and inequality in China, 2007-2013

CHCP Working Paper, No. 2017-13

Provided in Cooperation with:

Centre for Human Capital & Productivity (CHCP), Department of Economics, University of Western Ontario

Suggested Citation: Luo, Chuliang; Sicular, Terry; Li, Shi (2017): Overview: Incomes and inequality in China, 2007-2013, CHCP Working Paper, No. 2017-13, The University of Western Ontario, Centre for Human Capital and Productivity (CHCP), London (Ontario)

This Version is available at: https://hdl.handle.net/10419/180858

Standard-Nutzungsbedingungen:

Die Dokumente auf EconStor dürfen zu eigenen wissenschaftlichen Zwecken und zum Privatgebrauch gespeichert und kopiert werden.

Sie dürfen die Dokumente nicht für öffentliche oder kommerzielle Zwecke vervielfältigen, öffentlich ausstellen, öffentlich zugänglich machen, vertreiben oder anderweitig nutzen.

Sofern die Verfasser die Dokumente unter Open-Content-Lizenzen (insbesondere CC-Lizenzen) zur Verfügung gestellt haben sollten, gelten abweichend von diesen Nutzungsbedingungen die in der dort genannten Lizenz gewährten Nutzungsrechte.

Terms of use:

Documents in EconStor may be saved and copied for your personal and scholarly purposes.

You are not to copy documents for public or commercial purposes, to exhibit the documents publicly, to make them publicly available on the internet, or to distribute or otherwise use the documents in public.

If the documents have been made available under an Open Content Licence (especially Creative Commons Licences), you may exercise further usage rights as specified in the indicated licence.



Changing Trends in China's Inequality: Evidence, Analysis, and Prospects

edited by

Shi Li, Hiroshi Sato, Terry Sicular, and Ximing Yue

August 2017

Contents

Contributors

Abbreviations

Glossary

- 1. Changing Trends in China's Inequality: Key Issues and Main Findings *Terry Sicular, Shi Li, Ximing Yue, and Hiroshi Sato*
- 2. Overview: Incomes and Inequality in China, 2007–2013 *Chuliang Luo, Terry Sicular, and Shi Li*
- 3. China's Emerging Global Middle Class Björn Gustafsson, Terry Sicular, and Xiuna Yang
- 4. The Increasing Inequality of Wealth in China, 2002–2013 *John Knight, Shi Li, and Haiyuan Wan*
- 5. Public Policy and Long-Term Trends in Inequality in Rural China, 1988–2013 *Hisatoshi Hoken and Hiroshi Sato*
- 6. New Patterns in China's Rural Poverty Shi Li, Peng Zhan, and Yangyang Shen
- 7. Unequal Growth: How Household Incomes and Poverty in Urban China Have Developed since 1988, with an Emphasis on the Period from 2007 to 2013 *Björn Gustafsson and Sai Ding*
- 8. Urban Consumption Inequality in China, 1995–2013 *Qingjie Xia, Shi Li, and Lina Song*
- 9. Income and Poverty Gaps between Han and Ethnic Minorities in Rural China, 2002 and 2013

 Xiamin Liu and Lidan Lu
- 10. The Redistributive Role of Government Social Security Transfers on Inequality in China *Meng Cai and Ximing Yue*
- 11. Social Policy Reforms and Economic Distances in China, 2002–2013 *Qin Gao, Sui Yang, Fuhua Zhai, and Yake Wang*

- 12. China's Urban Gender Wage Gap: A New Direction? Jin Song, Terry Sicular, and Björn Gustafsson
- 13. The Effects of Minimum Wage on Wage Distribution in Urban China: Evidence from the CHIP Data

 Xinxin Ma and Shi Li

Contributors

Meng CAI, Assistant Professor, School of Economics, Minzu University of China

Qin GAO, Professor, School of Social Work, Columbia University

Björn GUSTAFSSON, Professor, Department of Social Work, University of Götenburg;

Research Fellow, Institute for the Study of Labor (IZA)

Sai DING, Professor, Institute of Ethnology and Anthropology, Chinese Academy of Social Sciences

Hisatoshi HOKEN, Professor, School of International Studies, Kwansei Gakuin University

John KNIGHT, Visiting Professor, Department of Economics, Business School, Beijing

Normal University; Emeritus Professor of Economics, University of Oxford

Shi LI, Professor, Department of Economics, Business School, Beijing Normal University;

Acting Director, China Institute for Income Distribution; Research Fellow, Institute for the Study of Labor (IZA)

Xiaomin LIU, Associate Professor, Institute of Ethnology and Anthropology, Chinese Academy of Social Sciences

Lidan LU, Assistant Professor, Department of Demography, Renmin University of China **Chuliang LUO**, Professor, Department of Economics, Business School, Beijing Normal

University

Xinxin MA, Associate Professor, Institute of Economic Research, Hitotsubashi University,

Hiroshi SATO, Professor, Graduate School of Economics, Hitotsubashi University,

Yangyang SHEN, Research Officer, Oxford Poverty & Human Development Initiative,

Department of International Development, Oxford University; Post-Doctoral Researcher, Beijing Normal University

Terry SICULAR, Professor, Department of Economics, University of Western Ontario

Jin SONG, Associate Professor, Institute of World Economics and Politics, Chinese Academy of Social Sciences

Lina SONG, Professor, Business School, University of Nottingham

Haiyuan WAN, Associate Professor, Department of Economics, Business School, Beijing

Normal University

Yake WANG, Professor, School of Insurance and Economics, University of International Business and Economics

Qingjie XIA, Professor, School of Economics, Peking University

Sui YANG, Assistant Professor, Rural Development Institute, Chinese Academy of Social Sciences

Xiuna YANG, Program Officer, China Development Research Foundation

Ximing YUE, Professor, School of Finance, Renmin University of China

Fuhua ZHAI, Associate Professor, Graduate School of Social Service, Fordham University

Peng ZHAN, Assistant Professor, School of Economics, Nanjing University of Finance and Economics

Abbreviations

CASS Chinese Academy of Social Science

CCP Chinese Communist Party

CDF cumulative distribution function

CFPS China Family Panel Survey

CGSS Chinese General Social Survey

CHFS China Household Finance Survey

CHIP Chinese Household Income Project

CHNS Chinese Health and Nutrition Survey

CNMWD Chinese National Minimum Wage Databases

CPI consumer price index

CRHCPI Chinese Rural Poverty Household's Consumption

Price Index

DID difference-in-differences

EU European Union

FDI foreign direct investment

FGT indices Foster–Greer–Thorbecke poverty indices

GE general entropy

ICP International Comparison Program

LIS Luxembourg Income Study

MLD mean logarithmic deviation

NBS National Bureau of Statistics

NCMS New Rural Cooperative Medical Insurance System

NHFPC National Health and Family Planning Commission

NRSPS New Rural Social Pension System

OLS ordinary least squares
PBC People's Bank of China

PPI public pension insurance

PPP purchasing power parity

PRC People's Republic of China

PSU public sector units

QR quantile regression

RCRE Research Center of Rural Economy
SLC program sloping land conversion program

SOE state-owned enterprise

TVE township and village enterprise

UEBMI Urban Employee Basic Medical Insurance
URBMI Urban Resident Basic Medical Insurance

URRBMI Urban and Rural Resident Basic Medical Insurance

URPS Urban Residents Pension Scheme

Glossary

dazhuan vocational post-secondary school

大专

胡温新政

dibao rural minimum living standard guarantee 低保

din a cou monunu

 dinggou renwu
 compulsory grain purchase quota

 订购任务

duoyu shaoqu fanghuogiving more, taking less, and allowing多予、少取、放活peasants more opportunities

fazhan jiaoyu tuopin yipi education development for poverty

发展教育脱贫一批 alleviation

fazhan shengchan tuopin yipi production development for poverty

发展生产脱贫一批 alleviation

feigaishui tax-for-fee 费改税

fupinkuan poverty alleviation fund 扶贫款

Guojia baqi fupin gongjian jihua National Eight-Seven Poverty Alleviation 国家八七扶贫攻坚计划(1994-2000) Program (1994-2000)

1

hexie shehuiharmonious society和谐社会

Hu-Wen xinzheng Hu-Wen New Policies

huinong pro-rural 惠农

hukou household registration 户口

jiadian xiaxiang rural subsidy for electrical appliances 家电下乡 kexue fazhan guan Scientific Outlook on Development 科学发展观 liang bu chou, san baozhang goals of not worrying about food and 两不愁、三保障 clothing, and guaranteeing compulsory education, basic medical care, and housing liangmian yibu two exemptions and one subsidy 两兔一补 nongye chanyehua agro-industrialization 农业产业化 *qiche xiaxiang* rural subsidy for automobiles 汽车下乡 without income, working ability, or a legal sanwu 三无 guardian in the urban areas shehui baozhang doudi yipi social security as last resort for helping the 社会保障兜底一批 poor shengtai buchang tuopin yipi ecological compensation for poverty 生态补偿脱贫一批 alleviation shiqu city district 市区 shiye danwei public organization 事业单位 suiji qidian, deng ju chouyang systematic random sampling 随机起点,等距抽样 wei jiaona renhe shehui baoxian xingzheng Retirement payments and reimbursed shiye danwei renyuan huode de li tuixiu fei he medical expenses received by employees of administrative organizations who made no baoxiao yiliao fei 未缴纳任何社会保险费的行政事业单位人员 social insurance contributions 获得的离退休费和报销医疗费

wubao

five-guarantee assistance

五保

to provide food, clothing, shelter, medical care, and burial services for rural residents who have no working ability or source of income

wuge yipi 五个一批 five measurements

xiaokang (shehui) 小康(社会) economically comfortable (society)

xianyu 县域

county

yi di banqian tuopin yipi 易地搬迁脱贫一批 poverty alleviation relocation

yiliao jiuzhu 医疗救助 medical relief fund

yishi yiyi chouzi choulao 一事一议筹资筹劳 one issue, one discussion collection of money and labor services

yiwugong 义务工 labor contribution (uncompensated)

Zhongguo nongcun fupin kaifa gangao (2001–2010)

国农村扶贫开发刚要 (2001-2010)

China Rural Poverty Alleviation and Development Outline (2001–2010)

zhongzhuan, jixiao 中专技校 vocational secondary school