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Good Life Beyond Growth Jena 22-05-2015

Basic Income - an Acceleration Brake?!

- 1 Basic Income as a means for degrowth by enabling a more authentic economy
- 2 Basic Income as contribution against social acceleration

Basic Income is a basic income. It is a safe financial fundament for elementary needs, which can be added with other kind of incomes.

Added Income

financed by taxes

- income tax
- heritage tax
- eco tax
- finance transaction tax

_ ...



guaranteed grant for everybody

- as an individual right
- without any conditions:no proof of needinessno duty to join the labour market

Previous debate:

Basic Income as libertarian welfare state and to free labour

> economical redistribution

libertarian reform of welfare state

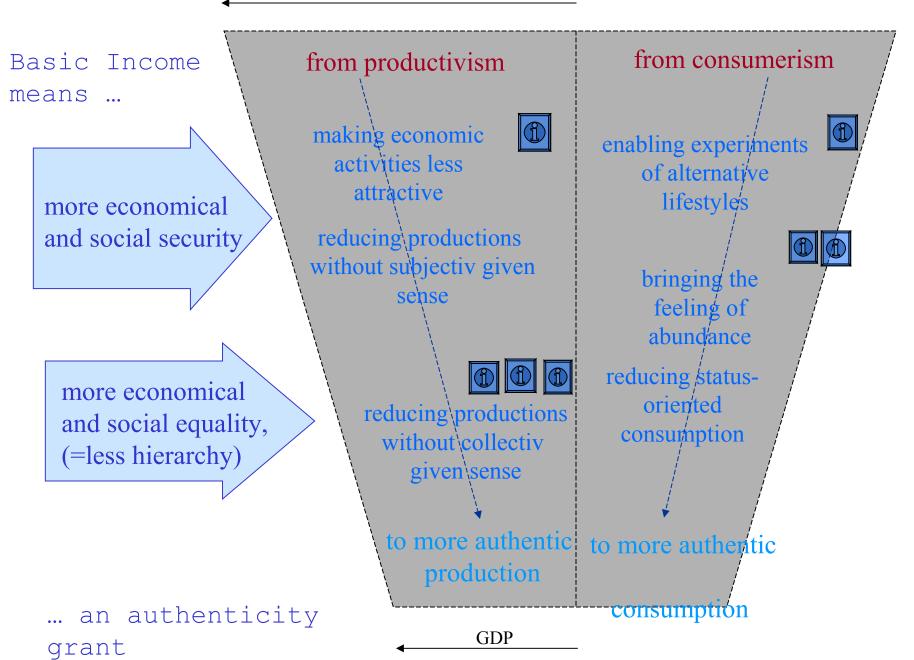
reducing buerocracy

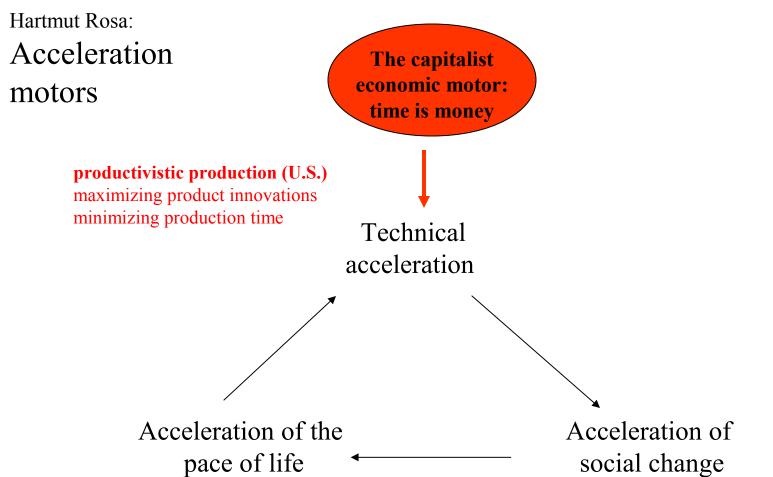
> freeing labour

fostering innovation/creativity

a means to induce growth

New debate: Basic Income as a means to reduce growth?





Acceleration brakes through

Basic Income

The (capitalist)
economic motor:
time is money

The economic brake:
security and
equality

productivistic production (U.S.) maximizing product innovations minimizing production time

Technical acceleration

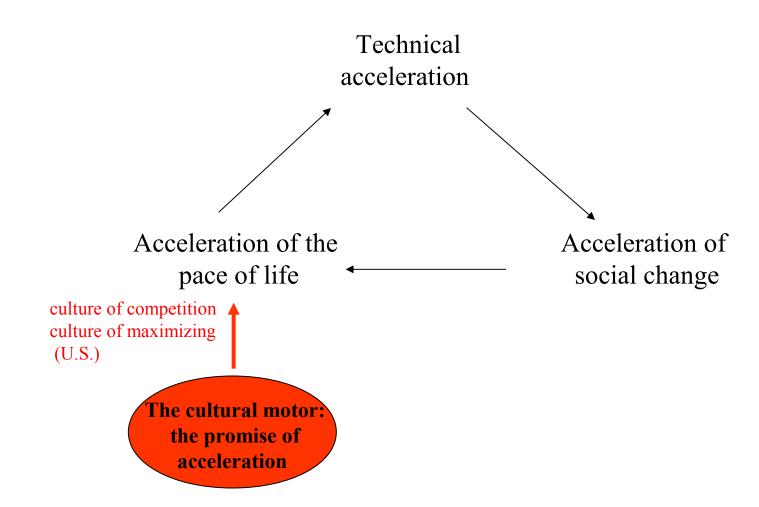
(more) authentic production:

less coercion for innovations more acceptance of slower economic processes

Acceleration of the pace of life

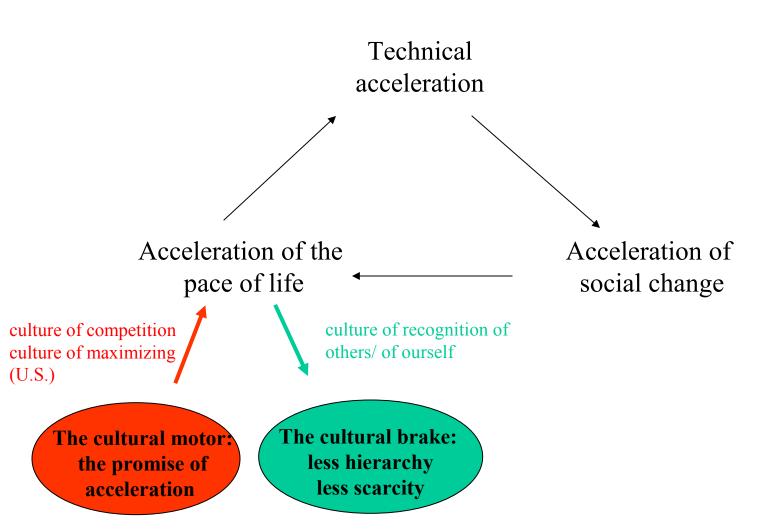
Acceleration of social change

Hartmut Rosa:
Acceleration
motors



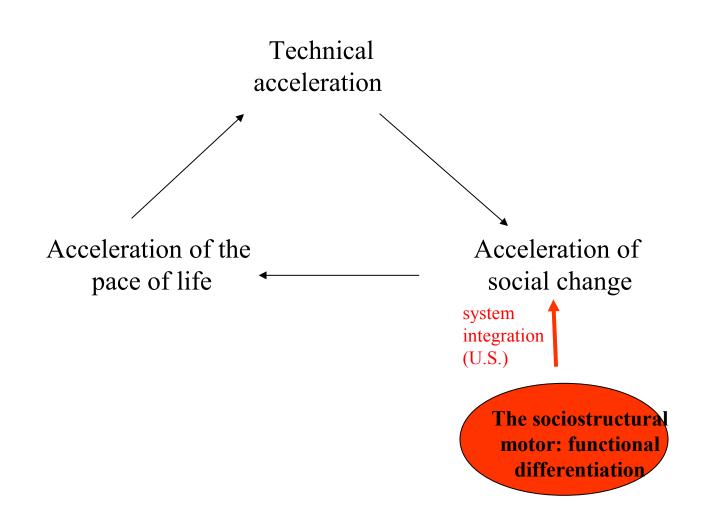
Acceleration brakes through

Basic Income



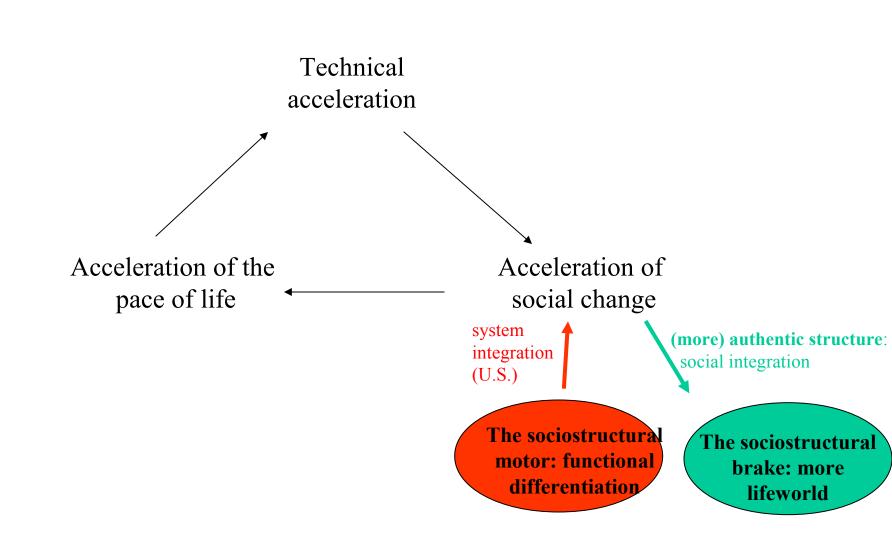
Hartmut Rosa:
Acceleration

motors



Acceleration brakes through

Basic Income



Acceleration brakes through The economic brake: The economic economic security and motor: equality **Basic Income** time is money (more) authentic production: productivistic production less coercion for innovations maximizing product innovations more acceptance of slower economic processes **Technical** minimizing production time acceleration Acceleration of the Acceleration of pace of life social change (more) authentic (more) authentic culture culture of competition system structure: recognition of others culture of maximizing integration ocial integration recognition of ourself The sociostructural The sociostructural The cultural motor: The cultural brake: motor: functional brake: more the promise of less hierarchy differentiation lifeworld acceleration less scarcity

Basic Income: Financing

Basic Income as economic brake: security and equality

maximizing product innovations

minimizing production time

Tax on resources:
resource use is more money

The (capitalist) economic motor: time is money

Tax on labour:
time is more money

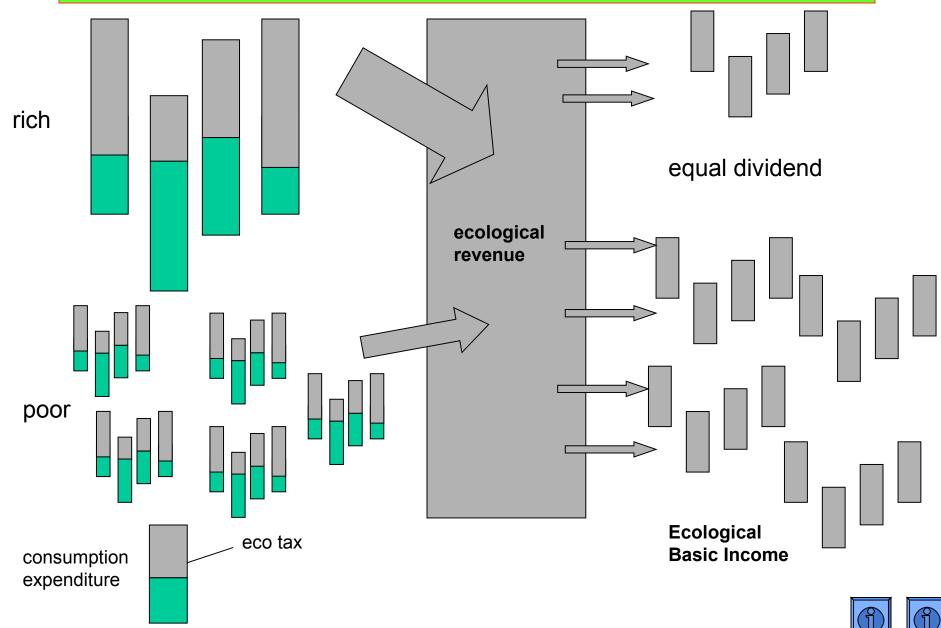
productivistic production (U.S.)

What will we do in the (wanted) case of degrowth?

Rising: Time is more money?

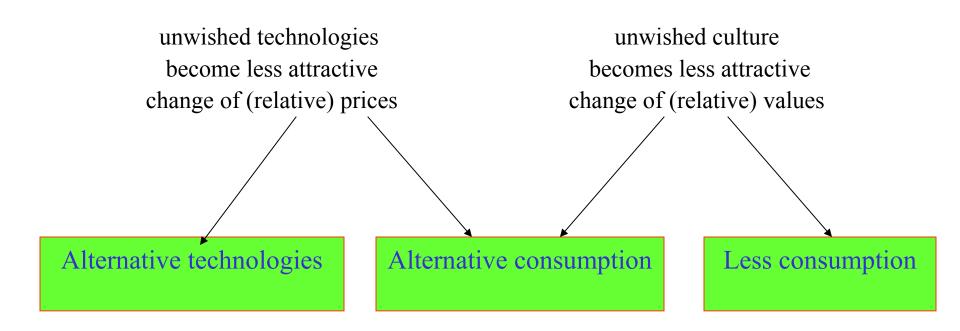
Rising: Resource is more money?

Ecological Basic Income = Tax and Share Ecological steering and redistribution





Basic Income financed by eco-taxes: sustaining Ecological Modernization and Degrowth



→ technological way (efficiency, consistency)

→ cultural way (life style, sufficiency)

Ecological Modernization

Degrowth

References

Psychology of Abundance

"A psychology of scarcity produces anxiety, envy, egoism […]. A psychology of abundance produces initiative, faith in life and solidarity"

Erich Fromm: The Psychological Aspects of Guaranteed Income, New York 1966



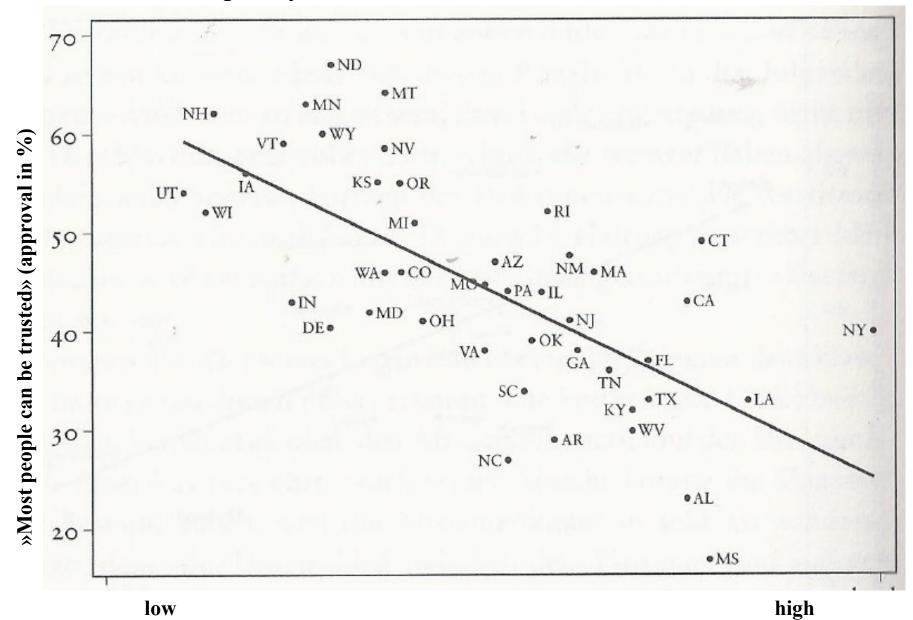
Psychology of Time Wealth

"Until now man has been too occupied with work (or has been too tired after work) to be seriously concerned with such problems as 'What is the meaning of life?', What do I believe in?', What are my values?', Who am I?' etc. If he ceases to be mainly occupied by work, he will either be free to confront these problems seriously, or he will become half mad from direct or compensated boredom."

Erich Fromm: The Psychological Aspects of Guaranteed Income, New York 1966



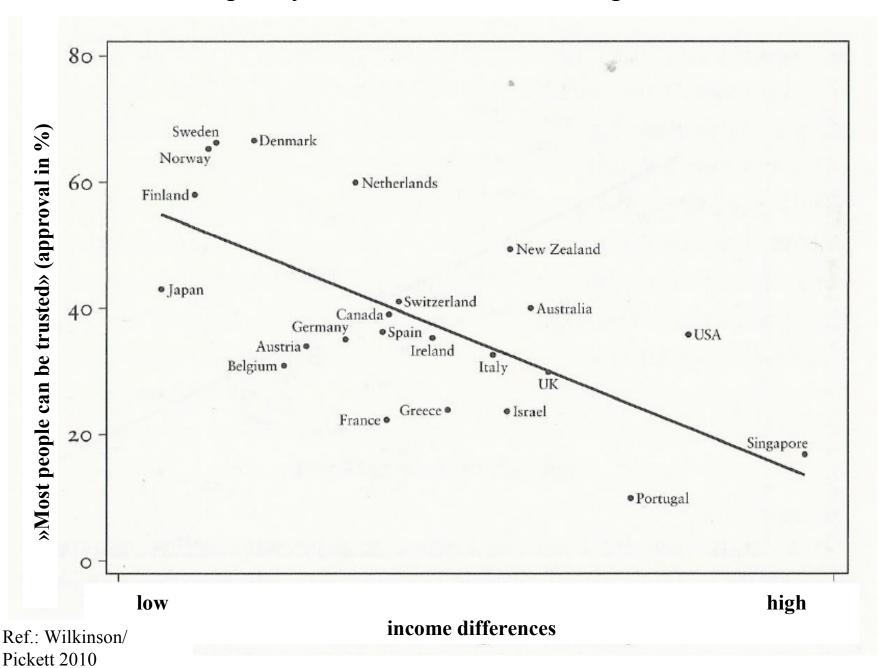
Inequality and confidence: states of America



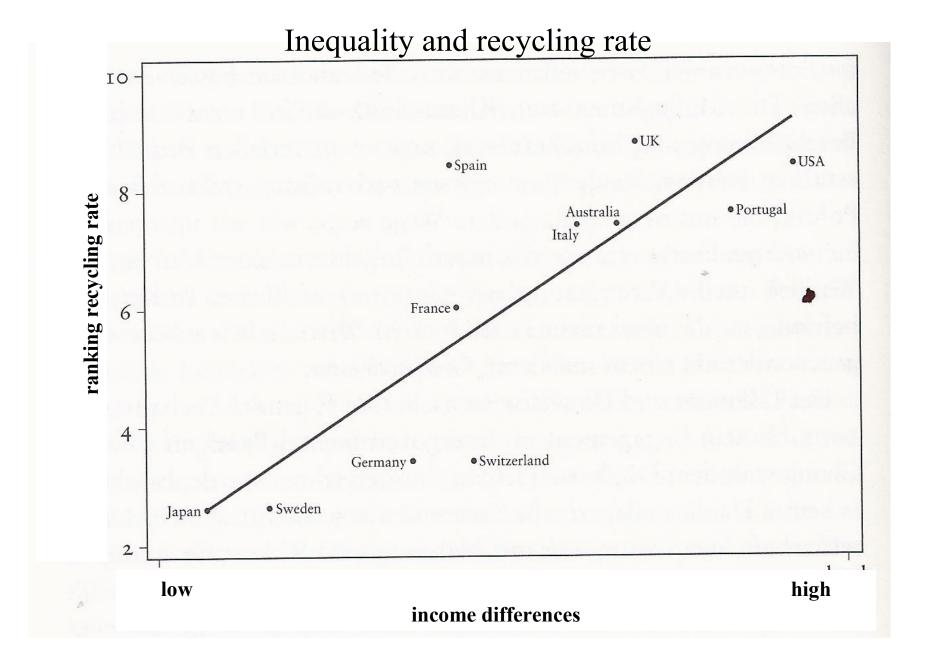
Ref.: Wilkinson/ Pickett 2010 income differences



Inequality and confidence: developed countries



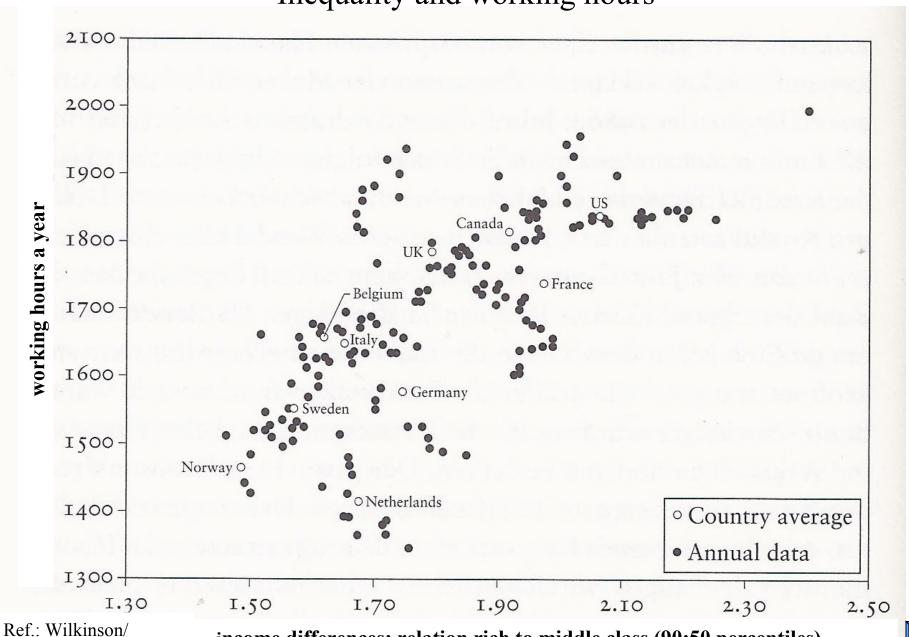




Ref.: Wilkinson/ Pickett 2010



Inequality and working hours



Pickett 2010

income differences: relation rich to middle class (90:50 percentiles)



Basic Income Field Experiment "Mincome" Canada 1974; 1979

- Basic Income, \$11.000 yearly (60% of poverty line) paid as Negative Income Tax every dollar external income reduced the grant by \$0,50
- more than 1000 families, both in Winnipeg and Dauphin (rural area)
- > students continued more likely from grade 11 to grade 12
- hospital visits decreased by 8.5%
- labour supply response decreased by 1 to 7 %

Ref.:

Forget, Evelyn L. 2011: The Town with no poverty Hum, Derek/ Simpson, Wayne 1993: Economic Response to a Guaranteed Annual Income: Experiences from Canada and the United States

