



income inequity and Life Expectancy in Taiwan

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Background -- I

- Life expectancy (LE)

Let Y be the number of years of life remaining. The conditional expectation of Y given age x , is the life expectancy at x , and is denoted as $E(Y | X=x)$.

Life expectancy at age 0 in Taiwan

unit : years

	Both	Male	Female
2009	79.01	76.03	82.34
2010	79.18	76.13	82.55

Life expectancy at age 70 in Taiwan

unit : years

	Both	Male	Female
2009	14.48	14.28	16.78
2010	14.49	14.21	16.81

Source: Ministry of the Interior



Background -- II

- Household disposable income can be seen as the maximum amount that household can afford to spend on consumption goods or services without having to reduce their financial or non-financial assets or to increase their liabilities.



Outline

- Objectives
- Sources of Data
- Methodology
- Results and Discussion



Objective

- To assess life expectancies at various age groups among five disposable income quintiles.
- To show whether the pattern differs in gender or by year.



Sources of Data

- I. **S**urveys of **F**amily **H**ealth **E**xpenditure (**SFHE**) for 2009 and 2010 (from DOH: 衛生署)
 1. More inpatients and elders (65+) were sampled -- two times samples to original sampling design for elders
 2. Items to estimate household disposable income
- II. **S**urvey of **F**amily **I**ncome and **E**xpenditure (**SFIE**) for 2009 and 2010 (from DGBAS: 行政院主計總處)
- III. Files of Mortality Registry for 2009 and 2010
I and III are linked by ID.



Methodology --- set quintiles

1st Step: Use the SFIE data to establish the regression model of disposable income based on saving, expenditure, properties, etc.

2nd Step: Estimate the sample families' disposable income by the above regression model. Acquire the quintiles from the estimated disposable incomes. Then all sample families of SFHE were classified into one of the 5 income classes according to these quintiles.

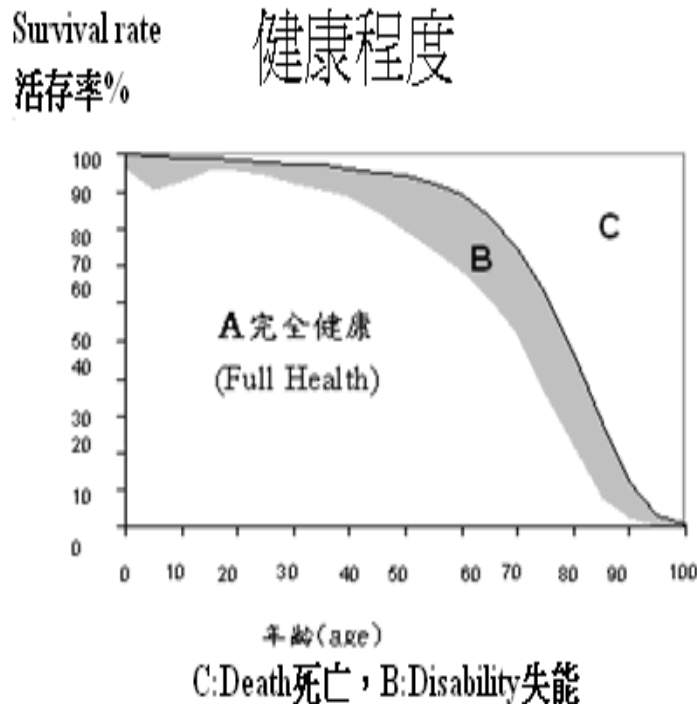


Methodology --- compile **SLT**

3rd Step: Based on the linkage between Mortality Registry and SFHE, we estimate the total populations and death populations of 5 income classes for each age group in the Simple Life Table(**SLT**).

4th Step: Compile the Simple life Table for each income class.

Health situation



Today

Life expectancy

← --→ Wealth

C v.s. (A+B)

Next research:

Health ←--→ Wealth

C, B v.s. A

Results and Discussions

The life expectancy at age 0 in Taiwan

unit: year

	I	II	III	IV	V
Male	70.1	73.3	75.1	79.7	76.3
Female	73.9	79.5	85.8	81.1	82.0

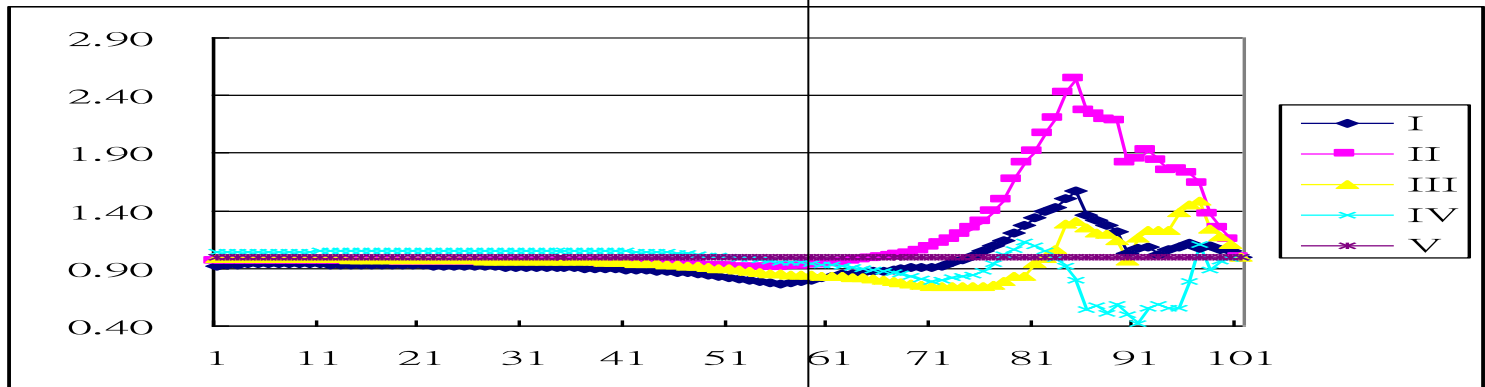
The life expectancy at age 70 in Taiwan

unit: year

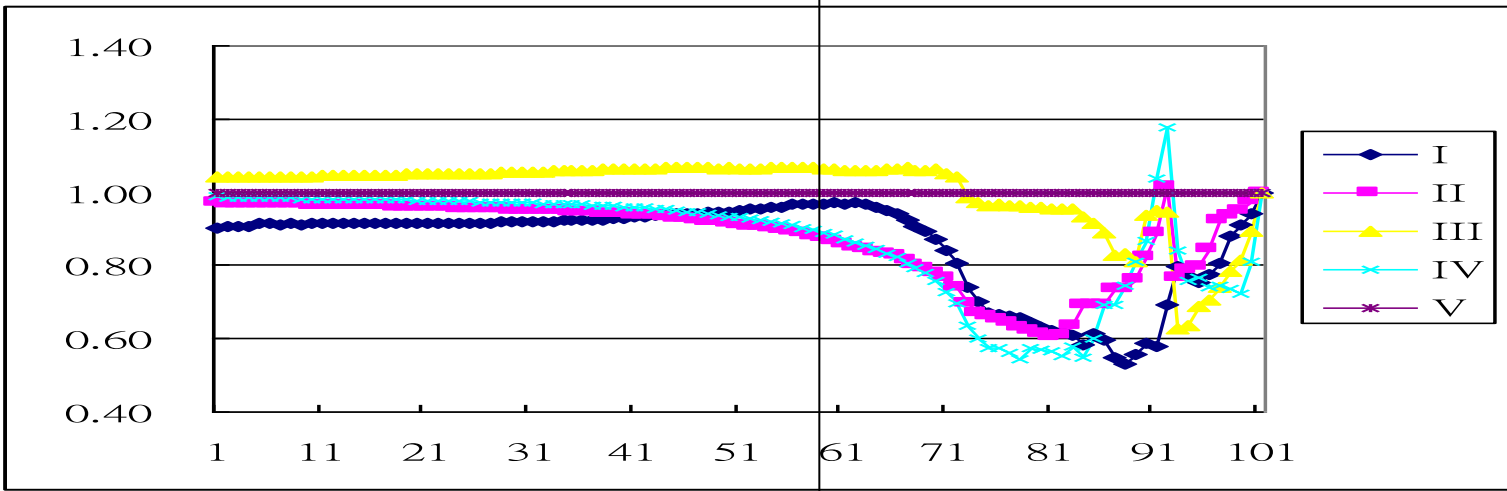
	I	II	III	IV	V
Male	14.1	16.9	11.6	12.2	15.5
Female	15.4	14	19.2	13.3	18.3

Relative LE by Income Class in 2009

MALE



FEMALE

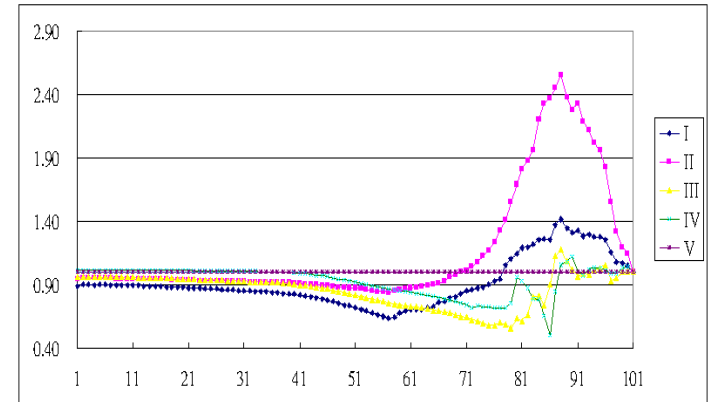
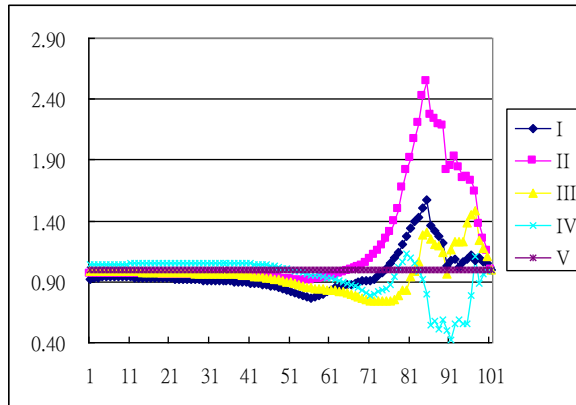


Age 60

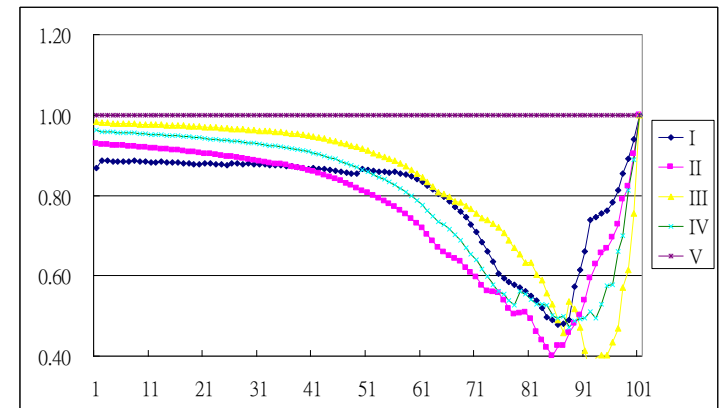
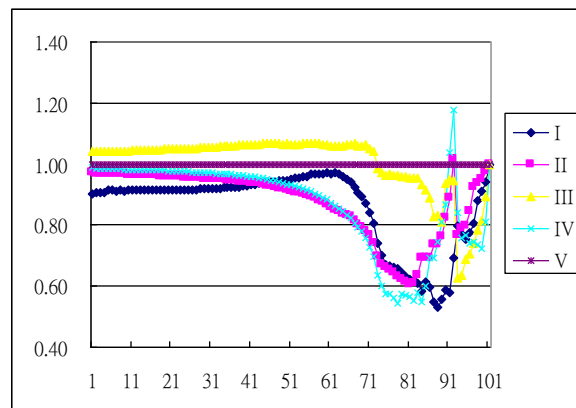
Relative LE of Income Class

by Gender and Year

MALE



FEMALE



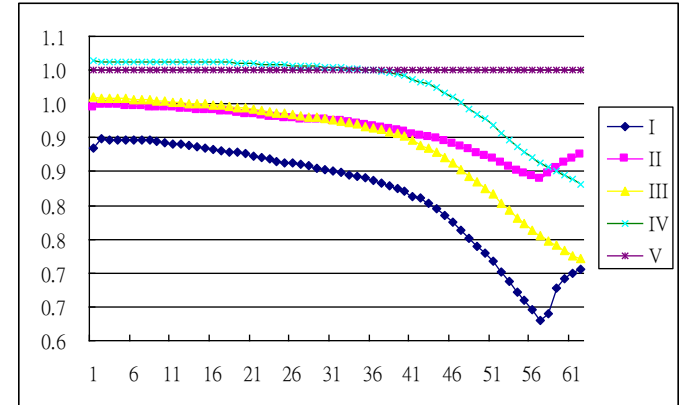
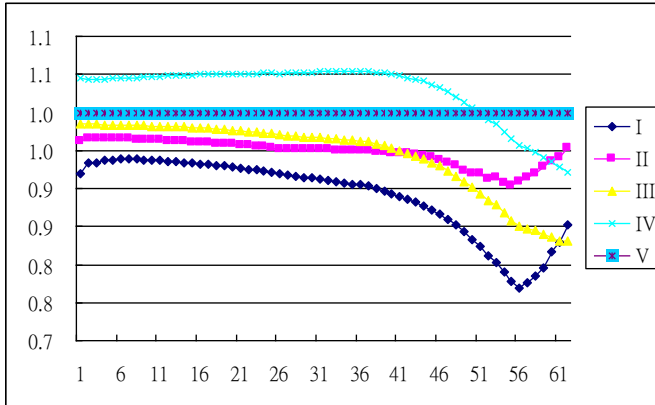
2009

2010

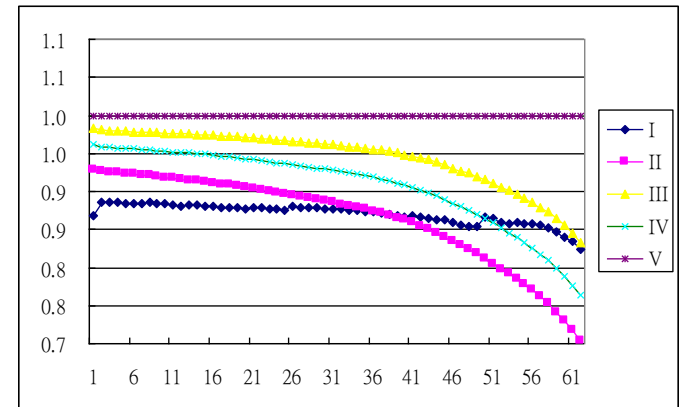
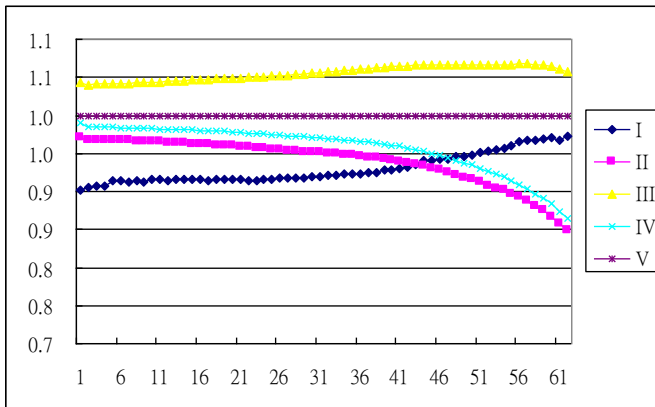
Relative LE by Income Class

from Age 0 to Age 60

Male



Female



2009

2010



Limitation or question

- Since the number of sampled elders at a specified age is still small, larger variations for elders are expected.
- Young immigrants from mainland China to Taiwan during 1948 to 1950 get old now.



Resolution

- Compile simple life table by taking 2-year or 3-year as a age group.
- Add more budget to obtain more samples of elders.



Conclusion

- The relationship between income quintile and life expectancy is non-linear.
- Relative LE of Income Class
 1. Consistent pattern by year.
 2. Male and female have different pattern
- Need more samples of elders in order to increase accuracy.

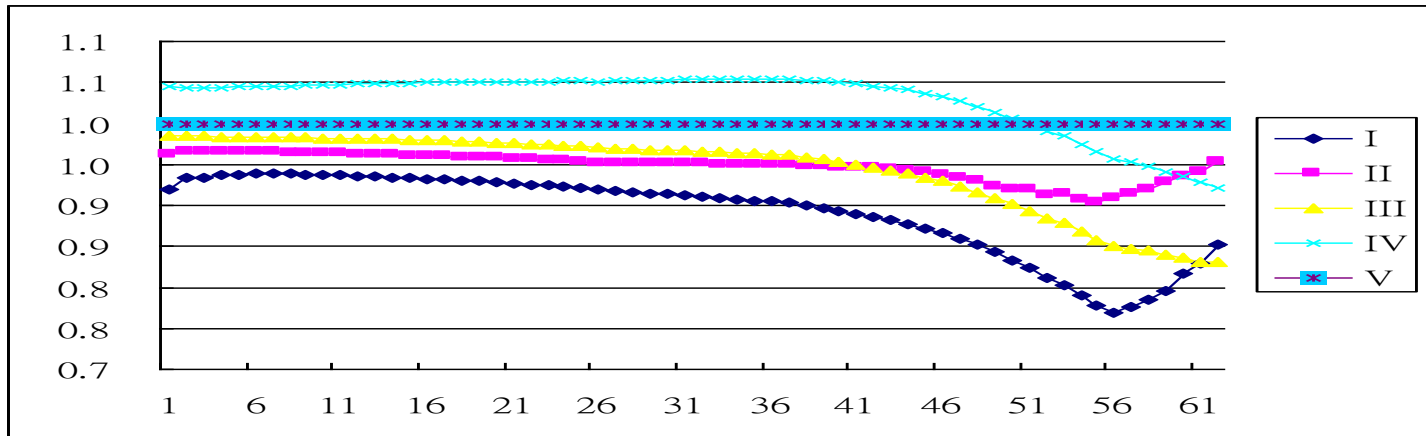


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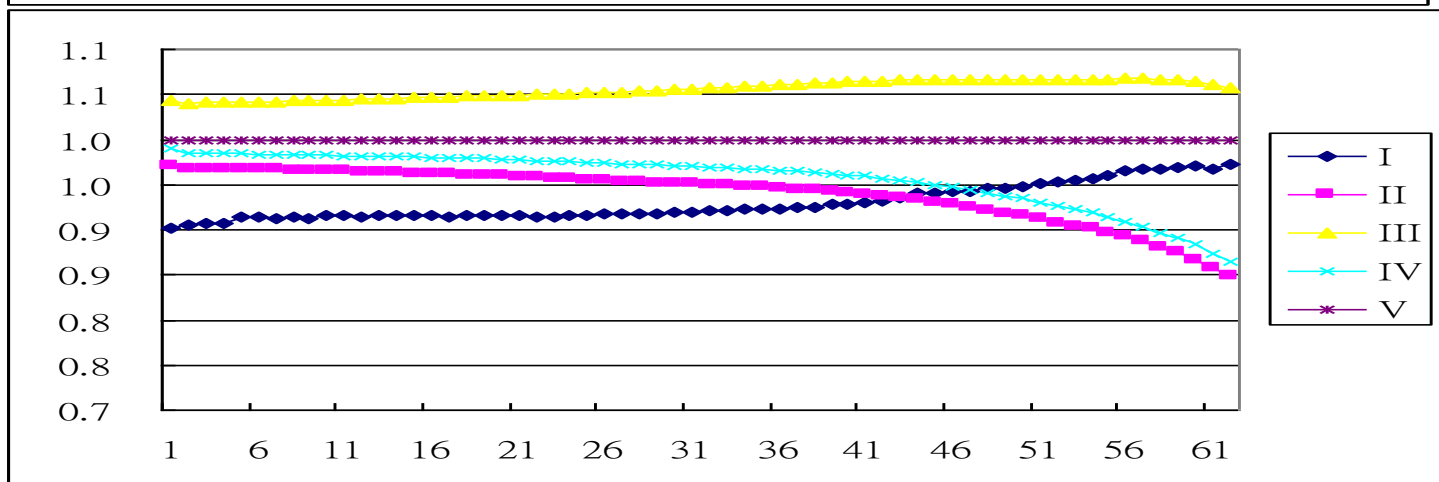
Relative LE by Income Class (2009)

from Age 0 to Age 60

Male



Female



NHI Benefit/premium by quintiles in Taiwan

