Health Spending and Life Expectancy in Eighteen OECD Countries

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Introduction

I want to produce a version of a figure I first saw in Kenworthy (2014, 51). Versions of it have appeared elsewhere, too. To make it we'll need to get data from the OECD and then write some code to draw the graph.

The Data

We're working in this little project, so our local data files and our output is defined with respect to where the project is on our computer. In R, the here package helps us stay disciplined about this.

We set things up by getting the data from a file in the project. It's a comma-separated values or CSV file. To do our work we'll put it in a thing named df.

The data look like this:

# 1	A tibble: 2	2,238 2	ς 5		
	country	iso3	year	life_exp	health_ppp
	<chr></chr>	<chr>></chr>	<int></int>	<dbl></dbl>	<dbl></dbl>
1	Australia	AUS	1962	71	NA
2	Australia	AUS	1967	70.8	NA
3	Australia	AUS	1971	NA	999.
4	Australia	AUS	1972	NA	1027.
5	Australia	AUS	1973	NA	1080.
6	Australia	AUS	1974	NA	1199.
7	Australia	AUS	1975	NA	1351.

¹Don't worry at this point if you don't know any R.

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8 Australia AUS 1976 72.8 1387.

9 Australia AUS 1977 NA 1444.

10 Australia AUS 1978 NA 1451.

# i 2,228 more rows
```

There's more information here than we are interested in.

We'll look at the following selection of countries only: Australia, Austria, Belgium, Canada, Germany, Denmark, Spain, Finland, France, United Kingdom, Greece, Ireland, Italy, Japan, Netherlands, Norway, New Zealand, Sweden, United States. We're also just interested in 1970 and after. And in particular we want to draw a figure that contrasts the US and all the other countries. For that we'll make an indicator or flag or dummy variable that picks out the US from all the other countries. Finally, we'll smooth the trends a little by calculating a three-year moving average for each country.

At this point our data table of looks like this:

# A tibble: 909 x 7									
# (# Groups: country [19]								
	country	iso3	year	life_exp	health_ppp	us_flag			avg_spend
	<chr></chr>	<chr></chr>	<int></int>	<dbl></dbl>	<dbl></dbl>	<chr></chr>			<dbl></dbl>
1	Australia	AUS	1976	72.8	1387.	Eighteen	OECD	${\tt Countries}$	1480.
2	Australia	AUS	1981	74.8	1527.	Eighteen	OECD	${\tt Countries}$	1503.
3	Australia	AUS	1982	74.6	1526.	Eighteen	OECD	${\tt Countries}$	1523.
4	Australia	AUS	1983	75.4	1572.	Eighteen	OECD	${\tt Countries}$	1576.
5	Australia	AUS	1984	75.7	1606.	Eighteen	OECD	${\tt Countries}$	1612.
6	Australia	AUS	1985	75.5	1649.	Eighteen	OECD	${\tt Countries}$	1655.
7	Australia	AUS	1986	76	1706.	Eighteen	OECD	${\tt Countries}$	1702.
8	Australia	AUS	1987	76.2	1741.	Eighteen	OECD	${\tt Countries}$	1751.
9	Australia	AUS	1988	76.2	1809.	Eighteen	OECD	${\tt Countries}$	1798.
10	Australia	AUS	1989	76.4	1850.	Eighteen	OECD	${\tt Countries}$	1842.
# :	i 899 more	rows							

The Figure and some Tables

Now we write some code to draw the plot. The results are shown in Figure 1.

Let's also make summary table or two while we are here. First, a table of the average life expectancy at birth for every country. This is shown in Table 1.

Health Spending and Life Expectancy, 1970–2023

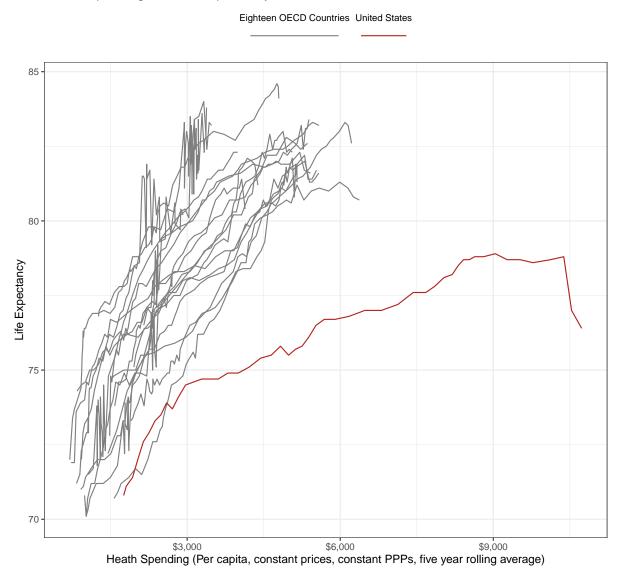


Figure 1: The figure we were trying to draw

Data: OECD. Graph: @kjhealy

Table 1: Average Life Expectancy at Birth, in years, 1970-2023

Country	Mean
Australia	79.3
Austria	77.0
Belgium	77.0
Canada	79.2
Denmark	77.0
Finland	76.9
France	79.7
Germany	76.9
Greece	79.5
Ireland	77.5
Italy	80.7
Japan	79.7
Netherlands	78.3
New Zealand	77.0
Norway	78.5
Spain	79.0
Sweden	79.0
United Kingdom	77.5
United States	75.9

And second, Table 2 summarizes spending on health each year across countries.

Table 2: Range of Spending across countries in Constant PPP per capita, selected years 1970-2023, rounded to the nearest dollar.

Year	Min	Mean	Median	Max
1970	466	962	906	1,663
1975	764	1,557	1,461	2,145
1980	936	1,749	1,774	2,666
1985	976	1,909	1,881	$3,\!455$
1990	1,121	2,275	$2,\!413$	4,470
1995	1,484	$2,\!567$	$2,\!373$	$5,\!255$
2000	1,904	3,081	2,796	6,068
2005	2,687	3,763	3,508	7,682
2010	2,964	4,282	4,234	8,489
2015	2,123	4,595	4,669	9,355
2020	2,348	5,102	5,171	11,081
2023	3,249	4,699	5,078	5,392

Conclusion

We've drawn the figure we want and made some nice tables. Good work everyone.

References

Kenworthy, Lane. 2014. $Social\ Democratic\ America$. New York: Oxford University Press.