

# Charitable Giving, Tax Reform, and Government Efficiency<sup>\*</sup>

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## Abstract

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*Keywords:* Charitable giving, Giving price, Tax reform, Government efficiency, South Korea

*JEL:* D91, I10, I18

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## 1. Introduction

Placeholder

*1.1. Charitable Giving and Taxation*

*1.2. Summary in short*

*1.3. South Korean tax reform*

*1.4. Related Literature*

*1.5. Research about tax price elasticity of charitable donations*

*1.6. Research about perception towards the government and donation/tax payment.*

*1.7. Why Political Trust?*

## 2. Institutional background

Placeholder

*2.1. Tax relief for charitable giving by tax deduction and tax credit*

*2.2. Korean tax reform in 2014 (Need modification by Kim san)*

## 3. Data

Placeholder

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*3.1. National Survey of Tax and Benefit (NaSTaB)*

*3.2. Time Series of Charitable Giving*

*3.3. Summary Statistics*

*3.4. What is Giving Price?*

*3.5. Determination of Tax Amount*

*3.6. Derive Giving Price*

*3.7. Construct Giving Price*

*3.8. Income Distribution and Giving Price*

*3.9. Empirical Strategy*

*3.10. Intensive Margin and Extensive Margin*

## **4. Main Results**

*4.1. Price and Income Elasticity*

*4.2. Robustness Check*

## **5. Government Efficient and Price Elasticity**

Placeholder

*5.1. Government Efficiency*

*5.2. Construct Efficient Index*

*5.3. Histogram of Efficient Index*

*5.4. Heterogeneous Price Elasticity by Government Efficiency*

*5.5. Efficient Groups: Descriptive Stats*

*5.6. Efficient Groups: Descriptive Stats (Extensive Margin)*

*5.7. Efficient Groups: Descriptive Stats (Intensive Margin)*

*5.8. Efficient Groups: Estimation Results*

*5.9. Robustness Check*

*5.10. Robustness Check 1*

*5.11. Robustness Check 1: Estimation Results*

*5.12. Robustness Check 2*

*5.13. Robustness Check 2: Result*

*5.14. Robustness Check 2: Result (Extensive Margin)*

*5.15. Robustness Check 2: Result (Intensive Margin)*

## **6. Conclusions**

*6.1. Conclusions*

## *References*