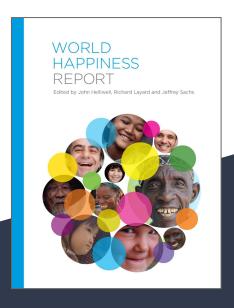
# What Makes a Country Happy?

Comparing Western Europe with North America



CodeStone - STA 199

Anna MacFarlane, Edgar Salas, Jerry Fu & Taalin RaoShah

## The Data

#### **Gallup World Poll**

#### Method:

Telephone surveys and face-to-face interviews in 150+ countries

Observations: 312 total -

156 countries for 2 years (2018 & 2019)

Variables: 9

Overall Rank, Year, & Region

+ 6 Happiness Variables

#### **Happiness Variables**

• GDP per Capita



Social Support



Healthy Life Expectancy



Generosity



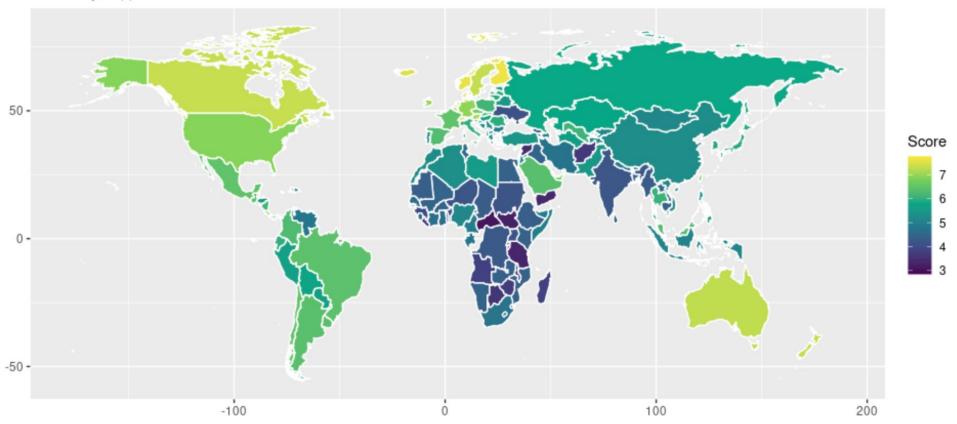
Freedom



Perceptions of Corruption



World Map colored by Happiness Score

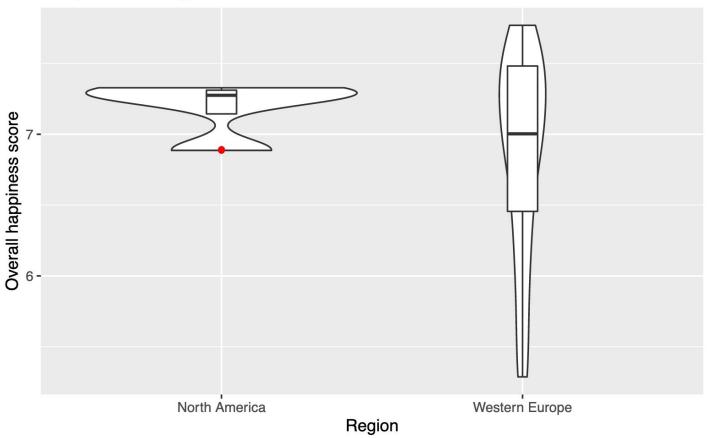


# **Mean Scores for WHR Categories**

	Happiness Score	GDP	Social Support	Healthy Life Expectancy	Generosity	Corruption	Freedom
Western Europe	6.863750	1.343850	1.486825	0.954825	0.22245	0.2176750	0.52105
North America	6.911167	1.272333	1.423333	0.875000	0.22000	0.1713333	0.52500

### Distributions of overall happiness scores by region

Red points denoting outliers



## Statistical tests

#### Chi-Square test

Evaluating independence of region and happiness

#### Simulation-based hypothesis tests

Evaluating the difference in mean score between North America and Western Europe for a particular happiness variable

## Results

Pearson's Chi-squared test with simulated p-value (based on 2000 replicates)

data: chisq\$happiness and chisq\$Region X-squared = 273.46, df = NA, p-value = 0.0004998

GDP	Social Support	Freedom	Generosity	Healthy Life Expectancy	Corruption
0.145	0.083	0.556	0.468	0.007	0.142

P-value less than  $\alpha$ =0.05 for chi-squared test for Region and happiness level, and Healthy Life Expectancy difference in means test

# Can reject H<sub>o</sub>

Life expectancy

# Failure to reject H<sub>o</sub>

- 1. GDP per capita
- 2. Social support
- 3. Freedom to make life choices
- 4. Generosity
- 5. Perceptions of corruption

$$H_0$$
:  $\mu_{WE} = \mu_{NA}$ 

$$H_A: \mu_{WE} \neq \mu_{NA}$$

## Discussion





- Thinking about differences in political structures between regions (e.g. Nordic Model)
- Heterogeneity of countries represented in both regions
- Happiness independent of region
- Limitations
  - Lack of access to raw dataset
  - Small number of countries in North America



# CODE STONE C R E A M E R Y