

Enacting Lasting Policies in an Era of Gridlock

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The Issue:

Making good public policy isn't just a matter of getting effective programs passed. It is also a matter of passing policies that create supportive political dynamics: policies that cannot only be enacted, but also entrenched and perhaps even expanded over time. If policymakers want to tackle complex, deep-seated problems that require long-term solutions, they also have to achieve the instrumental goal of building politically robust policies. In an era of political gridlock and polarization, this can be difficult. Often, the policy steps that can be taken are smaller than policymakers would want and encounter intense hostility from the other side. One way to approach this challenge is to start from an understanding that policies themselves can have political effects that can help to sustain them — what political scientists call "policy feedbacks." Policies can change the views and expectations of the general public, they can alter government capacities, and they can reshape the character and aims of interest groups and citizen movements in ways that provide sustaining political momentum. In short, policies have to be designed to create positive political dynamics as well as to produce positive social outcomes. Fortunately, there is a growing body of research that investigates these policy feedbacks.

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- Considering "policy feedbacks" in the design of policies involves taking into account the ways in which policies themselves can generate avenues of political support. The term comes from the work of Paul Pierson, Theda Skocpol, and other political scientists writing in the 1990s about the ways in which policies, once they were enacted, could reshape politics. While economists tend to think about policies in terms of their ability to deliver certain kinds of economic and social outcomes, policies can also be designed to deliver certain kinds of political outcomes, such as creating strong vested interests, strong constituencies, and expanded government capacities. Robust programs like Social Security, for example, started relatively small but fostered strong shifts in mass opinion, widespread public expectations regarding future benefits, new capacities for government intervention, and supportive interest groups and activist movements. As these programs expanded they also increased the political engagement of their beneficiaries, who organized to fend off any perceived threat to the programs. By doing so, they grew over time and became "third rails" of American politics.
- Popular programs have often boosted both popular support and participation, strengthening democracy and creating a public constituency in favor of future action. The G.I. Bill, for example, greatly increased both participation and trust in government among those who received it, helping to create the civically vibrant (and relatively non-polarized) political environment of the post-WW II period. Indeed, key members of the civil rights movement were Black citizens who had gone to college under the G.I. Bill (even though the G.I. Bill benefited white veterans far more than Black veterans).
- Large-scale programs can also give rise to new interest groups. Prior to Medicare, for example, there was no major organization representing the aged. The <u>AARP</u> gained its millions of members by providing low-cost

supplemental insurance to new beneficiaries of Medicare. In the process, it became one of the nation's most powerful lobbying groups. Today, it is one of the few mass-based organizations representing a broad cross-section of Americans. A similar story can be told with regard to organized labor, another mass-based group. Labor unions were empowered by the 1935 Wagner Act (also known as the National Labor Relations Act) that guaranteed workers' right to organize and outlined the legal framework for labor unions and management relations.

- In addition to creating supportive public opinion and interest groups, programs can create new government capacities for regulation, taxation, and other means of policy implementation. The existence of these new government capacities, in turn, makes it more feasible to implement further reforms down the road. For example, market-based environmental laws created in the 1980s that allowed tradable pollution permits provided an infrastructure for and an expert community in government who could pursue similar policies in the future. These seminal laws were the basis for "cap-and-trade" proposals to address climate change in the 2000s and 2010s. Although these plans have not yet been realized at the national level, they have helped shape state-level developments: states that have developed administrative capacities to regulate carbon emissions and support alternative energy production have proved more amenable to stronger climate policies than those that haven't.
- Not all feedback effects empower constituencies some feedback effects can
 be used to reduce the political mobilization of advocates of the existing
 policies. For example, welfare reform further fragmented an already
 relatively weak set of organizations representing beneficiaries of public
 assistance not only by reducing the number of beneficiaries, but also by
 shifting much of the policy process to the states, requiring new forms of

- organization and coordination. This increased fragmentation made it more difficult to advocate and promote policies to benefit low-income populations.
- In recent decades, conservatives have become more adept at using policy to build power. Historically, advocates on the left emphasized policy feedbacks. Franklin Delano Roosevelt's relief administrator, Harry Hopkins, famously described the New Deal spending strategy as "tax and spend and elect and elect." As the example of welfare reform suggests, however, the past few decades have witnessed a number of successful conservative efforts to use policy feedbacks to build power, particularly at the state level. For example, conservative policymakers have focused on reducing the sway of unions, cutting back government capacities for regulation, and ratcheting back taxation (since raising taxes is harder than cutting them, these ratchet effects are difficult to undo). Jerry Taylor — who was a leading figure at the American Legislative Exchange Council (a conservative organization working at the state level) and at the libertarian Cato Institute, but is now President of the moderate <u>Niskanen Center</u> — recently <u>explained</u>, "Regardless of what the campaign that brought them into office was about, conservatives invariably attend to policy initiatives designed to cripple Democratic power. Right-to-work statutes, public-employee contracts, campaign finance regulation, the promotion of conservative judges: all are top priorities for a right that understands the long-term political advantages that accrue from hobbling muscular Democratic constituencies and the future scope of liberal lawmaking. Democrats, on the other hand, rarely spend political capital on these matters."
- Programs that do not take policy feedback effects into account can fail to reap political benefits and be more vulnerable to repeal. For example, the Obama administration in 2009 designed its stimulus legislation to deliver a

large payroll tax cut to the middle class that was effectively invisible. Polls done before the 2010 midterm — in which Democrats lost the House and lost their filibuster-proof majority in the Senate — showed that few Americans were even aware that their taxes had been reduced by Obama and his Democratic allies. The Affordable Care Act (ACA) has proved a mixed bag in terms of policy feedbacks. Research suggests it had weaker policy feedback effects than it might have had, partly because its most popular provisions were not well recognized, and in part because its big new benefit for the non-poor (the ACA "marketplaces" where the uninsured could buy coverage) covered fewer Americans than expected, was highly complex, and was run by the states and thus varied greatly from place to place. Nonetheless, by the time Republicans had the power to "repeal and replace" the ACA, it had developed a strong enough support constituency to (narrowly) survive major revisions and it is now poised to expand.

• There is evidence that the Biden administration has learned from these experiences. The American Rescue Plan, signed into law in March, involves very large and visible benefits, including a new child tax credit that is delivered as monthly checks (and, if made permanent, could cut child poverty by half, according to one estimate). These measures are both popular today and seem likely to build support over time and prove hard to cut back. Indeed, many of the new benefits in the relief bill — including expanded subsidies for health insurance under the ACA as well as the child benefits — are only slated to be in law for a year or two. Clearly, their advocates believe that they will create policy feedback effects that encourage their renewal and expansion over time.

What this Means:

Policy experts rightly devote much of their attention to designing effective policies. But just as a technically sound policy that can't get passed is not a good policy, a policy that is vulnerable to future repeal or reversal is not a good policy. In an age of polarization and popular distrust in government, we need a new science of post-enactment policymaking that will increase the chance that policies designed to help Americans will actually be politically robust once in place. One set of investigations should concern how a highly partisan public learns about and becomes supportive of specific policies. Even more important, we need to learn far more about those policy feedbacks that affect government capacities, interest groups, and social movements. Given how difficult it is to achieve big policy changes in contemporary politics, building effective institutions and cultivating organized allies may well be two of the most promising ways of building robust policies for the long term.