The Importance of Place: New Insights from Large Scale Data

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Future Directions for Social and Behavioral Science Methodologies in the Next Decade: A Workshop

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Introduction

- ► Large-scale data have transformed social science research
- ► This talk discusses this trend in spatial research on the effects of place on economic outcomes by providing specific examples
- ► Conclude by highlighting areas where the creation of new data will push the research frontier

Cnyn Place Effects

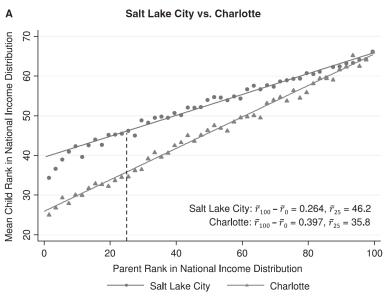
Detailed Roadmap

- ► New insights on geography of economic opportunity
- ► Causal estimates of the effects of moving
 - ► Long-run economic success
 - ► Health
- ▶ Directions for the future:
 - ► New Census data products
 - New historical data created using machine-learning methods

Where is the land of opportunity?

- ► Chetty et al. (2014):
 - National and location-specific estimates of intergenerational mobility for the U.S.
 - Administrative data:
 - ► IRS tax records for children born 1980-1982 (measured 2011/2012)
 - ► Parent income measured between 1996-2000 when children were between 15 and 20
 - Compare rates of economic success (mobility) of children across the U.S.

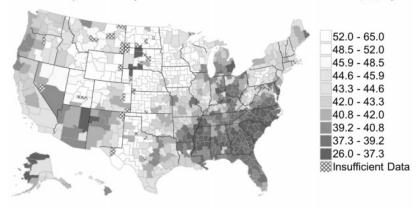
Chetty et al., (2014), Spatial Mobility



Chyn Place Effects

Chetty et al., (2014), Spatial Mobility (continued)





Chyn Place Effects

What policies can be effective for promoting opportunity?

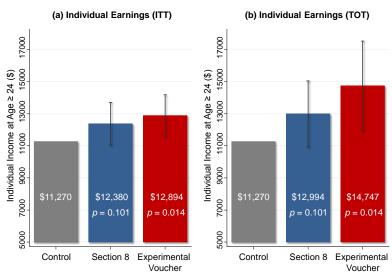
- ► Can we move to opportunity?
 - Experimental and quasi-experimental studies relying on detailed administrative records
 - 1. Moving-to-Opportunity (MTO)
 - 2. Gautreaux Assisted Housing Program
 - 3. Hurricane Katrina

Moving to Opportunity (MTO)

- MTO housing voucher experiment
 - ► Nearly 5,000 families from 5 cities: Baltimore, Boston, Chicago, LA, New York
 - ► Families assigned to one of three groups:
 - Experimental vouchers: restricted to low-poverty neighborhoods
 - 2. Section 8 vouchers
 - 3. Control (no voucher)
- ► New analysis by linking program records to IRS tax records (Chetty et al., 2016)

Chetty et al., (2014), Spatial Mobility (continued)

Impacts of MTO on Children Below Age 13 at Random Assignment

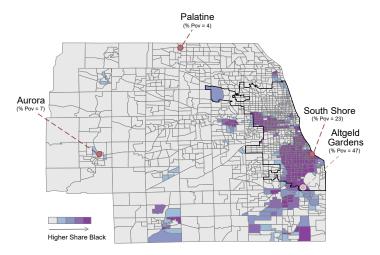


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Gautreaux

- Relocation program in Chicago created in response to a desegregation lawsuit
 - ► Relocated more than 7,000 Black, low-income families
 - ► New neighborhoods:
 - General areas (often suburban, predominately White, low-poverty)
 - Revitalizing areas (within Chicago with higher share minorities)
- ► Recent analysis based on linking program and administrative records based on U.S. Census Bureau Evidence Building Project Series (Chyn et al., 2022)
- ► Main finding: Desegregating moves to predominately white and low-poverty communities increased long-run earnings and wealth and increased later-life neighborhood diversity

Gautreaux Program Relocations



Notes: This figure provides a map of selected origin and placement neighborhoods for Gautreaux participants.

Chvn National Academies Place Effects

Gautreaux

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Hurricane Katrina

- ► Katrina:
 - One of the most costly storms in U.S. history and devastated the Gulf Coast in 2005
 - ▶ Displaced more than 1 million residents
- ► New analysis of the health impacts using comprehensive administrative data from 1992 to 2013 (Deryugina and Molitor, 2020)
 - ► Track elderly and long-term disabled over time and across place
 - Compare Medicare cohorts from New Orleans (before Katrina) to comparable cohorts from 10 other cities

Deryugina and Molitor (2020), Health Impacts of Katrina

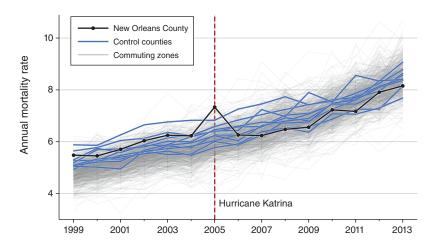
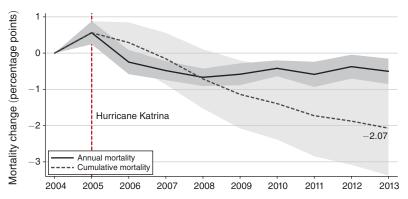


FIGURE 1. COHORT ANNUAL MORTALITY RATES FOR NEW ORLEANS VERSUS OTHER AREAS

Deryugina and Molitor (2020), Health Impacts of Katrina

Panel A. Annual and cumulative mortality



New data products can push the research frontier

- ► Administrative records to create new measures of intergenerational mobility across space
 - ► Link IRS and Census records to study cohorts born during the 60s and 70s (Alexander et al. 2024)
 - ► Link 1969-1990 decennial Census records through the Decennial Census Digitization and Linkage (DCDL) Project
- Large-scale genealogy collections to study long-run effects of historically significant events
 - ► Link FamilySearch and Census records to study the effects of 19th century land runs (Ellsworth et al. 2024)
- ► Machine-learning methods to create systematic records of forgotten historical events
 - ► Use large-language models (LLMs) to search millions of newspaper pages for racial violence and minority displacement (1860-1930) (Bazzi et al. 2024)

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Keys to Sustaining Progress

1. Resources:

- ► Bandwidth to support the creation of new administrative data products at the U.S. Census Bureau
- ► Funding for government and academic research teams to create new data products
- 2. Administrative record sharing:
 - Continue to promote data sharing across agencies to create new data products
- 3. Access to research products:
 - Support dissemination and expansion in access to newly created data products

References

- Raj Chetty, Nathaniel Hendren, Patrick Kline, and Emmanuel Saez. Where is the land of opportunity? the geography of intergenerational mobility in the united states. *The Quarterly Journal of Economics*, 129(4):1553–1623, November 2014.
- Raj Chetty, Nathaniel Hendren, and Lawrence F Katz. The effects of exposure to better neighborhoods on children: New evidence from the moving to opportunity experiment. *American Economic Review*, 106(4):855–902, 2016.
- Eric Chyn, Robert Collinson, and Danielle Sandler. The long-run effects of residential racial desegregation programs: evidence from gautreaux. Technical report, Working paper, 2022.
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