

12. Digital Divide Key

①

USE OF THE INTERNET BY INDIVIDUALS

P1

As of August 2000, ^{approximately} 116.5 million Americans were online--31.9 million more than only 20 months earlier. Internet users accounted for 44.4% of the U.S. population (age 3 and older), up from 32.7% in December 1998. This pattern of increasing Internet use held true at all income and education levels, for all age groups, for both men and women, for the employed and the unemployed and across all race and ethnic groups.

P2

Groups that have historically been digital "have nots"--individuals who come from low-income households, individuals with low levels of education, minority groups (particularly Blacks and Hispanics), and older people--are participating in this dramatic increase in Internet usage, but their use rates remain below the national average.

This report examines individual computer use. The person-based data and household-based data yields related, but not identical, rates of Internet use for factors that are common to the two data sets, such as income and race. Person-based data offer an understanding of ways in which *individuals* use the internet. They offer the ability to examine demographic characteristics, such as age and gender that are unique to individuals with no logical correspondence at the household level. These data offer insight into where individuals use the Internet--at home, outside the home, or in multiple places. And, where individuals are using the Internet from a location away from their home, these data provide insight into where they are getting that access. Finally, these data offer some information about the activities that individuals are undertaking while they are online.

P2

Key insights offered by these data include:

BL

- Individuals age 50 and older are among the least likely to be Internet users with Internet use rate of 29.6% in 2000. This age group^s however, saw faster growth in Internet use than the country as a whole, with Internet use growing at a rate of 53% compared to 36% for the country as a whole. Age, however, is only part of the story. In August 2000^s individuals age 50 and older were almost 3 times as likely to be Internet users if they were in the labor force.
- In August 2000, Internet use rates in the aggregate were virtually identical for men (44.6%) and women (44.2%). In December 1998, there was a gender gap in this measure^m--34.2% for men versus 31.4% for women.
- For some groups with Internet use rates below the national average, use at locations outside the home appear^s to be a factor in the growth of Internet use rates. Nationwide, a greater share of people used the Internet from their homes in August 2000 than in December 1998. Black Internet users were more likely than other Internet users^r to rely exclusively on Internet access from outside their homes.
- Most people who used the Internet from outside their homes reported using it at work or at school. Unemployed individuals were more likely to use it from another person's computer^r or from libraries.
- E^rmail is still the Internet's most widespread application^m--79.9 percent^s of Internet users used email. Among other online activities, shopping and bill paying saw the fastest growth. Low^r income unemployed people were the most likely to report using the Internet to look for jobs.

P2 Person-based information is likely to become an even more important complement to the household-based measures in the future. We are already seeing the emergence of a world where Internet access is mobile, traveling with the individual rather than being a function of a physical place. For years, laptop computers have offered processing power and Internet access to individuals wherever they happened to be--at home, in the office, or in hotels across the globe. Mobile devices, such as personal digital assistants and mobile phones, now offer Internet access anywhere via wireless connections.

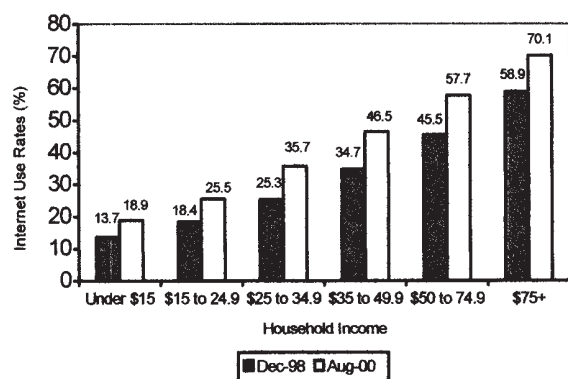
H1 INTERNET USE AMONG INDIVIDUALS **Rom**

P1 Almost 32 million people became Internet users during the 20 months between December 1998 and August 2000. Internet use increased across the age distribution. More people at all ages were using the Internet. This figure, however, also illustrates that although Internet use increased across the board, Internet use rates are not equal across all age groups. A person's age as well as factors such as household income, race/ethnicity, gender, educational attainment, and labor force participation matter in the Internet use equation. This section explores these factors.

H2 INCOME

P1 While individuals in all income groups were more likely to be Internet users in 2000 than in 1998, Internet use rates were higher in higher income brackets (Figure II-1A). Only 18.9% of individuals who lived in households with annual incomes of less than \$15,000 were Internet users in August 2000. In contrast, 70.1% of people who lived in households where the annual income was greater than \$75,000 reported using the Internet. Middle income groups saw the largest point gains while the lowest income groups had the fastest expansion rates, albeit from low starting levels (See Table II-1).

Figure II-1
Internet Use by Income (\$000)

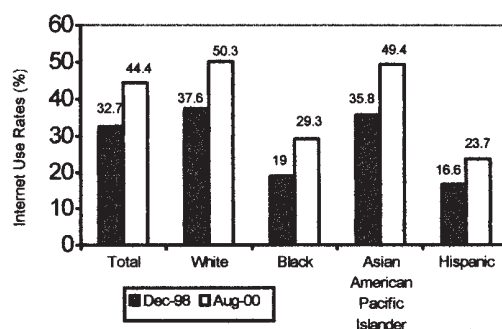


H2 RACE AND ETHNICITY

P1 Although Internet use is growing across the board, groups of different racial and ethnic backgrounds still use the Internet to differing degrees (Figure II-2). In August 2000, Whites (50.3%) continued to be the most likely to use the Internet, followed by Asian Americans and Pacific Islanders (49.4%), Blacks (29.3%), and Hispanics (23.7%).

P2 During the 20-month period between the two surveys, Whites gained 12.7 percentage points and Asian Americans and Pacific Islanders gained 13.6 percentage points in the share of their populations using the Internet. Over the same period, Blacks gained 10.3 percentage points, and Hispanics gained 7.1 percentage points. Blacks were 13.7 percentage points behind the national average in December 1998 and in August 2000 they were 15.1 percentage points behind the national average. Similarly, in December 1998, Hispanics were 16.1 percentage points behind the national average, and in August 2000 they were 20.7 percentage points behind.

Figure II-2
Internet Use by Race/Ethnicity



Au: Please make figures throughout larger so they are easier to read.

Reviewing the data by race and Hispanic origin ^{reveals} the lack of close correspondence between the household-based measures of access to the Internet and the person-based measures of use ^{is brought out}. For example, although 56.8 percent of Asian American and Pacific Islander households had Internet access, only 49.4 percent of persons in that group were using the Internet. In contrast, the rates of personal use were higher for Whites and Blacks than their household connection rates. Among Whites, 46.1 percent of their households have online connections, but 50.3% of Whites were Internet users at some location. The gap was even larger for Blacks; only 23.5% of their homes were online, but 29.3% of Blacks were Internet users. Only for Hispanics were the two percentages essentially the same at 23.6% and 23.7%, respectively.

Why do Whites have personal Internet usage rates similar to the rates for Asian Americans and Pacific Islanders despite having rates of household connections 11 points lower? Why do Blacks have household rates of Internet access comparable to Hispanics but much higher personal use rates? Three factors come into play: the relative family size of households with Internet access, the share of persons with home access who actually use the Internet at home, and the share of persons who use the Internet only outside the home. The difference in household size for online households

P2 is larger for Whites and Blacks. Whites also have the highest share of people who live in homes with Internet access⁷ who actually make use of that access, while Hispanics have the lowest share. Finally, Blacks have the highest share of people who access the Internet only outside the home (10.4%), followed by Whites at 8.6%. Only 7.5% of Hispanics and Asian Americans and Pacific Islanders use the Internet exclusively outside the home.

H2 GENDER

P1 Over the 20⁷ months prior to August 2000, women raised their Internet use rates fast enough to close the gap with men. In December 1998, ^{only} 34.2% of men and 31.4% of women were using the Internet. By August 2000, ^{fully} 44.6% of men and a statistically indistinguishable 44.2% of women were Internet users.

P2 Underlying the closing aggregate gender gap are some gender differences by age. For both surveys, in the early years of life, boys and girls were equally likely to be Internet users. The small gap in favor of females of college age widened by 2000. During the years of prime labor force participation, while men were more likely than women to be Internet users in 1998, twenty months later the situation had reversed^M--in August 2000⁷ women were more likely than men to be Internet users. For older adults in both surveys, men were more likely than women to be online.

In August 2000, males and females had very similar Internet use rates in all but one race/ethnic group^M--Asian Americans and Pacific Islanders. Among Asian American and Pacific Islanders, males had higher Internet use rates than females.

H2 EDUCATIONAL ATTAINMENT

P1 In both 1998 and 2000, Internet use rose with higher levels of education (figure II-³10). Adults with no more than an elementary level of education had Internet use rates of

less than 4%. People whose highest level of education was a bachelor's degree or higher had the highest Internet use (74.5%). The percentage point gain of this group (13 points between 1998 and 2000) was less than that of adults with only some college education (16 percentage points).

Figure II-3
Internet Use Rates by Educational Attainment
 (Age 25 and Older)

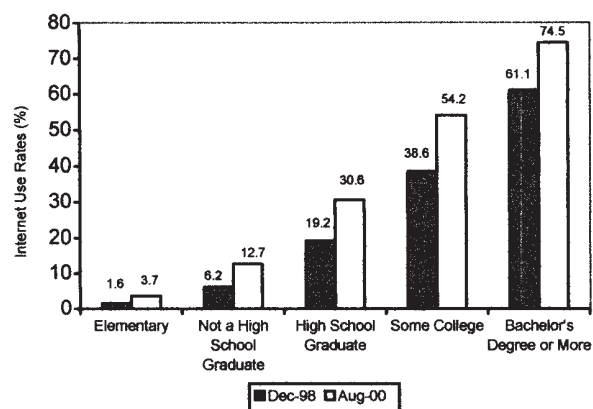


Table II-1
Internet Use By Individuals Age 3 and Older, 1998 and 2000

	Dec. 1998		Aug. 2000		Internet Use			
	Internet Users	Total	Internet Users	Total	Dec. 1998	Aug. 2000	Percentage Point Difference	Growth in Use Rate
Total Population	84,587	258,453	116,480	262,620	32.7	44.4	11.6	36
Age								
Age 3 to 8	2,680	24,282	3,671	23,962	11.0	15.3	4.3	39
Age 9 to 17	15,396	35,821	19,579	36,673	43.0	53.4	10.4	24
Age 18 to 24	11,356	25,662	15,039	26,458	44.3	56.8	12.6	28
Age 25 to 49	41,694	101,836	56,433	101,946	40.9	55.4	14.4	35
Age 50 +	13,669	70,852	21,758	73,580	19.3	29.6	10.3	53
Income								
Less than \$15,000	5,170	37,864	6,057	32,096	13.7	18.9	5.2	38
\$15,000-\$24,999	5,623	30,581	7,063	27,727	18.4	25.5	7.1	38
\$25,000-\$34,999	8,050	31,836	11,054	31,001	25.3	35.7	10.4	41
\$35,000-\$49,999	13,528	39,026	16,690	35,867	34.7	46.5	11.9	34
\$50,000-\$74,999	19,902	43,776	25,059	43,451	45.5	57.7	12.2	27
\$75,000 and above	24,861	42,221	36,564	52,189	58.9	70.1	11.2	19
Race and ethnicity								
White	69,470	184,980	93,714	186,439	37.6	50.3	12.7	34
Black	6,111	32,123	9,624	32,850	19.0	29.3	10.3	54
Asian	3,467	9,688	5,095	10,324	35.8	49.4	13.6	38
Hispanic	4,887	29,452	7,325	30,918	16.6	23.7	7.1	43
Gender								
Male	43,033	125,932	56,962	127,844	34.2	44.6	10.4	30
Female	41,555	132,521	59,518	134,776	31.4	44.2	12.8	41
Employment status								
Employed*	56,790	133,516	77,507	136,756	42.5	56.7	14.2	33
Not Employed*	1,647	5,726	2,698	5,961	28.8	45.3	16.5	58
Not in the Labor Force	14,411	70,924	20,661	71,232	20.3	29.0	8.7	43
Educational attainment								
Elementary †	206	12,529	452	12,253	1.6	3.7	2.1	131
Not a High School Graduate †	1,022	16,510	2,030	16,002	6.2	12.7	6.5	105
High School Graduate †	10,961	57,103	17,425	56,889	19.2	30.6	11.4	59
Some College †	16,603	43,038	24,201	44,628	38.6	54.2	15.6	40
Bachelor's Degree or Higher †	26,571	43,509	34,083	45,755	61.1	74.5	13.4	22
Source: U.S. Bureau of the Census, Current Population Survey, December 1998 and August 2000.								
Notes: The sum of the components may not equal the total due to rounding. * Age 16 and older. † Age 25 and older.								

- AU: 1) Please note rearrangement of sections to parallel the order of sections in the text.
 2) There is no text section on age other than in a paragraph under "key findings." Do you want to add a separate section in the text so that the categories will parallel those in the table? Also consider "employment status."
 3) I have removed some of the lines dividing cells to accomplish these goals: more visual unity for the individual sections; more emphasis on the data (the lines can be distracting). OK?
 4) I have used the Verdana font because it is easier to read in small type than Times. OK?

Style sheet: The Digital Divide

Terms *complement*
 email
 Internet
 % is preferred, no space between number and %
 online
 ethnic/racial groups are capitalized (White, Hispanic, etc.)

Numbers *commas to show thousands*
 use numerals for 20 and under, unless the number is
 next to another numeral ("in 1998, twenty...")

Mixcellaneous *based needs a hyphen if it forms an adjective with*
 the preceding word
 periods go outside closing parentheses

Dictionary consulted

Style manual consulted