Contrasting Demographics Between the Southern and Northern Regions of the United States

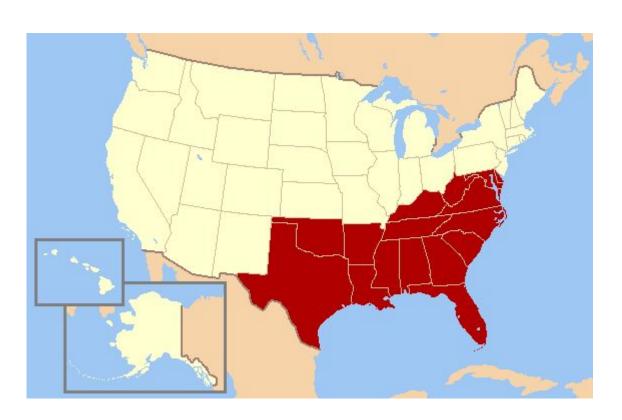
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Outline

- Regions of Interest
- The Data
- Statistical Methods
- Assumptions
- Differences in educational outcome
- A look at unemployment status
- Rent burden
- Connections between demographic benchmarks
- Policy Recommendations

Regions of Interest



 The southern United States as defined by the US Census Bureau

 The rest of the country (minus Hawaii, Alaska, and The District of Columbia

The Data

- The American Community Survey (2018)
 - Publicly available
 - More than 31,000 variables describing social, economic, demographic, and housing data

DP03_0001E	Estimate!!EMPLOYMENT STATUS!!Population 16 years and over	SELECTED ECONOMIC CHARACTERISTICS
DP03_0001PE	Percent Estimate!!EMPLOYMENT STATUS!!Population 16 years and over	SELECTED ECONOMIC CHARACTERISTICS
DP03_0002E	Estimate!!EMPLOYMENT STATUS!!Population 16 years and over!!In labor force	SELECTED ECONOMIC CHARACTERISTICS
DP03_0002PE	Percent Estimate!!EMPLOYMENT STATUS!!Population 16 years and over!!In labor force	SELECTED ECONOMIC CHARACTERISTICS
DP03_0003E	Estimate!!EMPLOYMENT STATUS!!Population 16 years and over!!In labor force!!Civilian labor force	SELECTED ECONOMIC CHARACTERISTICS

Statistical Methods

- Hypothesis testing
 - A rigorous framework for determining if results are statistically "significant"
- **Example**: You and your friend go bowling. He claims his all-time average score is 150. You play 10 games together and his average is an abysmal 60 points. What are the odds that his all-time average is really 150?

<u>Data</u>

- **Population mean** μ = 150
- Sample mean $\overline{x} = 40$

Hypotheses

- **Null hypothesis** H_0 : $\mu = 150$
- Alternative Hypothesis H_a : μ < 150
- Significance level $\alpha = 0.05$
- Critical t-value $t_{crit} = -1.83$

Test Results

- **p-value** p ~ 0
- **t-statistic** t = -17.32

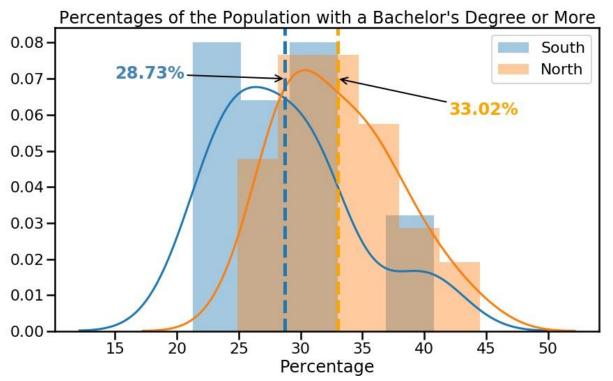
Conclusion

We reject the null hypothesis with 95% confidence

Assumptions

- US census surveys have no hidden biases
 - Survey outcomes are representative of the general population within each state
- Samples from northern and southern states come from different populations
 - Impacts the outcomes of statistical tests

Differences in Educational Outcome



Hypothesis Testing

H₀: Northern education status equal Southern education status.

 $\mathbf{H_a}$: Northern education status not equal Southern education status.

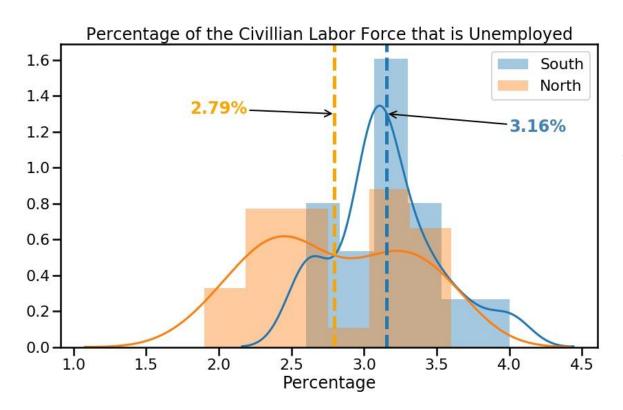
Alpha-value: 0.005

Difference in Education Outcome

T-test Value: -2.633 **P-value**: 0.006

Decision: Reject Null Hypothesis **Reason**: p-value < alpha-value **Conclusion**: There is sufficient evidence to conclude northern education Status not equal southern education status.

A Look at Unemployment Status



Hypothesis Testing

H₀: Northern unemployment status equal Southern unemployment status.

H_a: Northern unemployment status not equal Southern unemployment status.

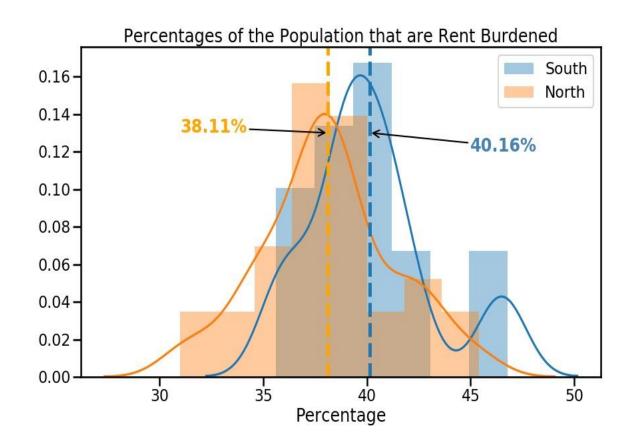
Alpha-value: 0.05

Unemployment Status **T-test Value**: 2.079

P-value: 0.024

Decision: Reject Null Hypothesis **Reason**: p-value < alpha-value **Conclusion**: There is sufficient evidence to conclude northern unemployment status not equal southern unemployment status.

Rent Burden



Hypothesis Testing

H₀:Northern rent burden status equal Southern rent burden status.

H_a: Northern rent burden status not equal Southern rent burden status

Alpha-value: 0.05

Rent Burden Status **T-test Value**: 2.122

P-value: 0.020

Decision: Reject Null Hypothesis **Reason**: p-value < alpha-value **Conclusion**: There is sufficient evidence to conclude northern rent burden status not equal southern burden status

Connections Between Demographic Insights

 Is there a relationship between unemployment status and educational attainment?

Percentage of the Civilian Labor Force that is Unemployed by Education Level in the Southern United States

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Education Status	Less Than High School	High School Degree	Some College	Bachelor's Degree or More		
Employment Status						
Employed	8.35	23.94	29.25	34.34		
Unemployed	0.64	1.36	1.3	0.82		

Hypothesis Testing for chi-square of independence

 $\mathbf{H}_{\mathbf{0}}$:There is no association between employment status and education.

 $\mathbf{H}_{\mathbf{a}}^{\mathsf{T}}$: There is association between employment status and education.

Alpha-value: 0.05

T-test Value: 18055.855 **P-value**: 0.0

Conclusion: There is sufficient evidence to conclude there is association between employment status

and education

Policy Recommendations

- Programs that will increase access to higher education
- Public works programs to alleviate unemployment
- Plans to increase access to affordable, public housing
- Policies for education and employment opportunities should reflect one another