Supporting Materials for "Building State Capacity through Public Land Disposal: An Application of Matrix Completion for Counterfactual Prediction"

Table of contents

1	Exploratory data analysis	1
2	Simulations	3
3	Estimates	5
4	Causal mechanisms	6

1 Exploratory data analysis

Table 1: Definitions and data sources of variables.

Theme	Variable	Coverage	Definition	Source
Farms	Farm size	1860-1950 (decennial)	Log average farm size	Haines (2010)
	Farm value	1860-1950 (decennial)	Log average value of farmland and buildings per acre $(\$)$	Haines (2010)
	Land inequality	Ibid.	Gini coefficient based on distribution of farm sizes, adjusted for the share of propertyless farmers	Ibid.
State Capacity	Revenues	1783-1982	Log per-capita state government total revenue (1982\$)	Sylla et al. (1993, 1995a,b); Haines (2010) (total free pop. data from Haines (2010))
	Expenditures	Ibid.	$\label{log per-capita} \mbox{Log per-capita state government total expenditure (1982\$)}$	Ibid.
	Education spending	1783-1942	Log per-capita state government education spending (1942\$)	Ibid.
Homesteads	Homestead entries	1869-1982	Log per-capita statewide sum of patents issued under the HSA	U.S. BLM (https://glorecords.blm.gov) (total free pop. data from Haines (2010))
Railroads	Railroad access	1826-1911	County-wide cumulative sum of railroad track miles per sq mi	Constructed from Atack (2013)

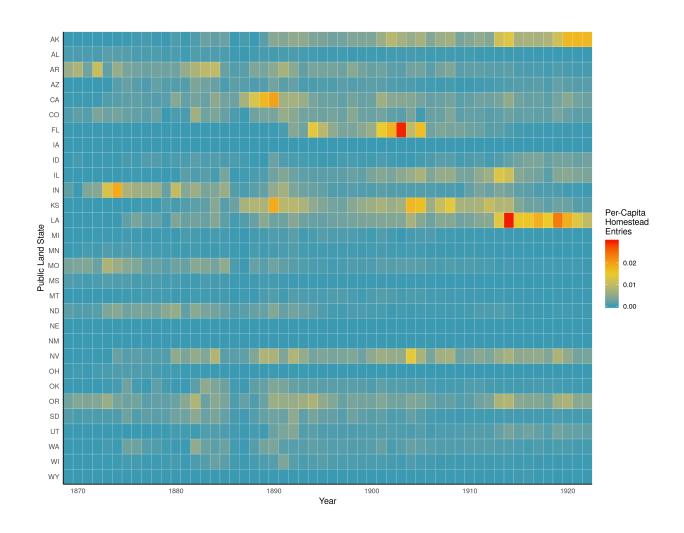


Figure 1: Per-capita statewide sum of homestead entries in state i and year t, 1869-1922.

2 Simulations

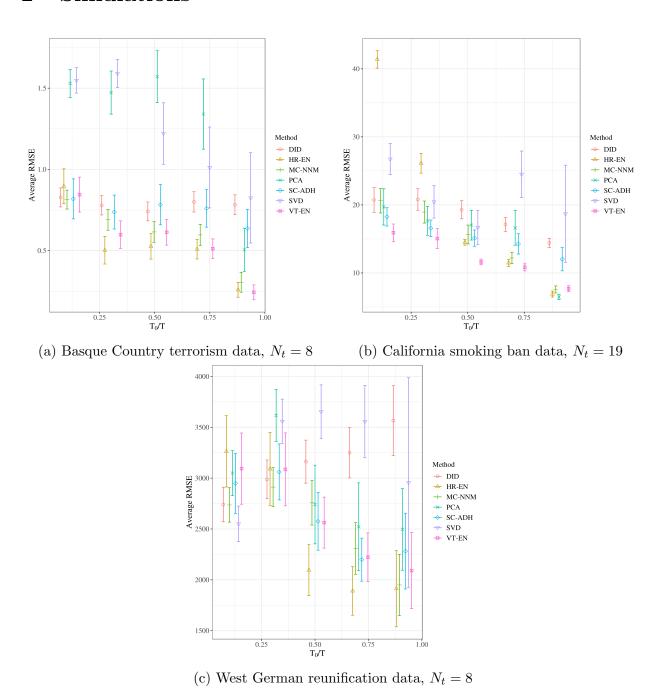
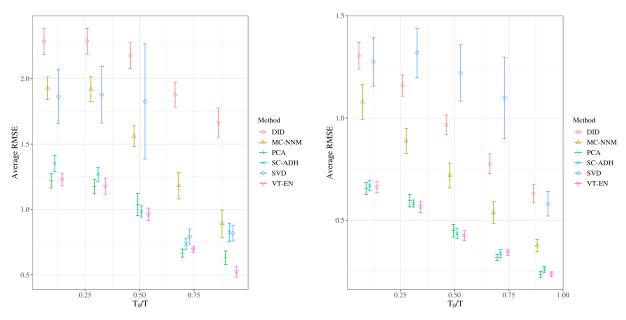
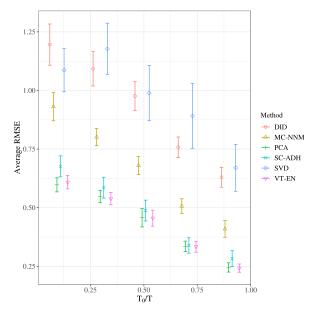


Figure 2: Placebo tests under simultaneous treatment adoption. See footnotes to Fig. 1.



- (a) State government education spending, $N_t = 10$
- (b) State government expenditures, $N_t = 10$



(c) State government revenues, $N_t=10$

Figure 3: Placebo tests under staggered treatment adoption. See footnotes to Fig. 2.

3 Estimates

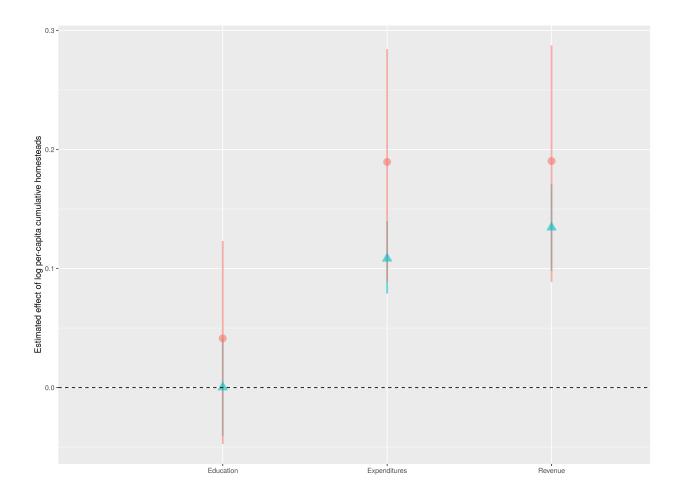


Figure 4: DD estimates of log per-capita cumulative homesteads on log per-capita state government finance, without including average farm values in the regression. See notes to Fig. 3.

4 Causal mechanisms

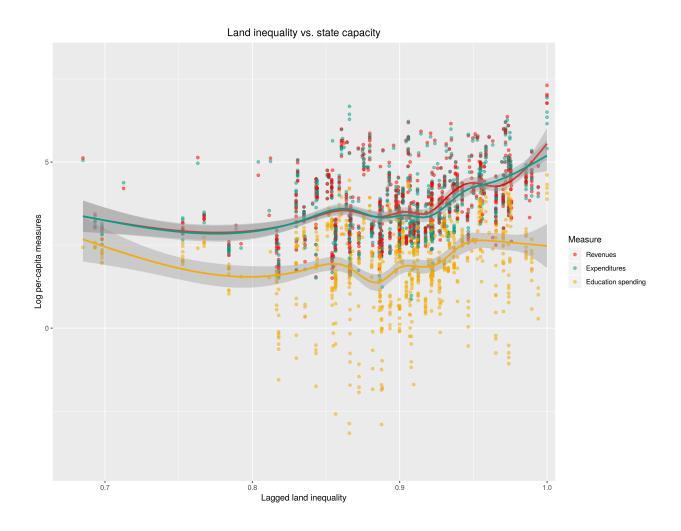


Figure 5: Land inequality vs. log per-capita revenues and expenditures at the state-level, 1860-1950. Each point is a state-year observation. Lines represent generalized additive model (GAM) fits to the data and shaded regions represent corresponding 95% confidence intervals.

Table 2: DD estimates: Impact of log per-capita cumulative homesteads (county-level).

Region	South	West
Land inequality Land inequality (no farm values) Railroad access Railroad access (no farm values)	$ \begin{array}{l} -0.001 \; [-0.003, 0.0004], \; N = 523 \\ 0.0007 \; [-0.0008, 0.002] \; , \; N = 590 \\ 0.03 \; [0.01, 0.05], \; N = 350 \\ 0.06 \; [0.04, 0.08], \; N = 361 \end{array} $	$ \begin{array}{l} -0.004 \; [\text{-}0.005, \text{-}0.002], \; N=2,002 \\ \text{-}0.001 \; [\text{-}0.002, \text{-}0.0001], \; N=2,549 \\ 0.09 \; [0.07, 0.1], \; N=1,053 \\ 0.12 \; [0.11, 0.13], \; N=1,251 \end{array} $

Notes: Values in brackets represent 95% confidence intervals constructed using 1,000 state-stratified bootstrap samples.

References

- Atack, J. (2013). On the use of geographic information systems in economic history: The american transportation revolution revisited. *The Journal of Economic History* 73(2), 313–338.
- Haines, M. R. (2010). Historical, Demographic, Economic, and Social Data: The United States, 1790-2002. Ann Arbor, MI: Inter-university Consortium for Political and Social Research [distributor], 2010-05-21. doi.org/10.3886/ICPSR02896.v3.
- Long, J. H. (1995). Atlas of historical county boundaries. The Journal of American History 81(4), 1859–1863.
- Sylla, R. E., J. B. Legler, and J. Wallis (1993). Sources and Uses of Funds in State and Local Governments, 1790-1915: [United States]. Ann Arbor, MI: Inter-university Consortium for Political and Social Research, 2017-05-21. doi.org/10.3886/ICPSR06304.v1.
- Sylla, R. E., J. B. Legler, and J. Wallis (1995a). State and Local Government [United States]: Sources and Uses of Funds, Census Statistics, Twentieth Century [Through 1982]. Ann Arbor, MI: Inter-university Consortium for Political and Social Research, 2017-05-21. doi.org/10.3886/ICPSR06304.v1.
- Sylla, R. E., J. B. Legler, and J. Wallis (1995b). State and Local Government [United States]: Sources and Uses of Funds, State Financial Statistics, 1933-1937. Ann Arbor, MI: Inter-university Consortium for Political and Social Research, 2017-05-21. http://doi.org/10.3886/ICPSR06306.v1.
- Vollrath, D. (2013). Inequality and school funding in the rural united states, 1890. Explorations in Economic History 50(2), 267–284.