

College Enrollment and Unemployment in the US

Pei Sheng Tan

Dataset(s)

- World Development Indicators Dataset
- IndicatorName
 - Unemployment, total (% of total labor force)
 - Gross enrolment ratio, tertiary, both sexes (%)

Motivation

By looking at the relationship between college enrollments and unemployment, we can better understand if the desire to attain higher educational achievements is related to a lack of opportunities in the job market. This analysis will attempt a simple proof to this widely discussed topic.

If a relationship can be established, we can start to look at what are the causes, and inform policy decisions in governments, businesses, and universities.

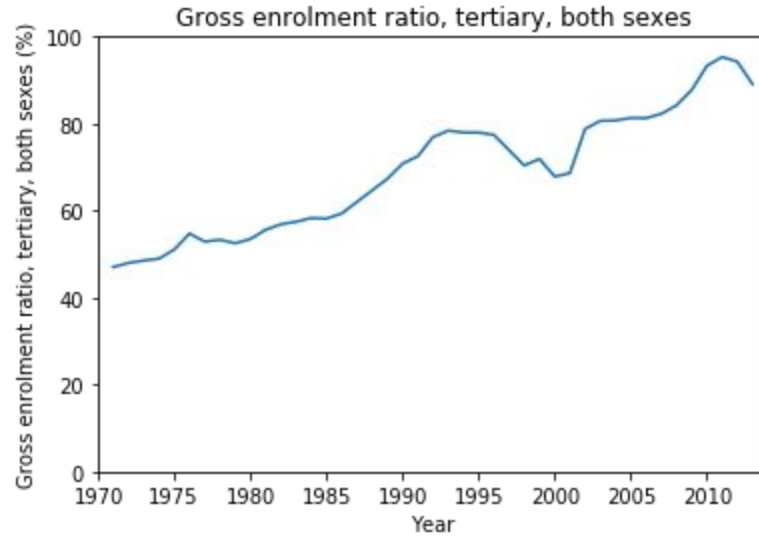
Research Question(s)

Is enrollment in higher education truly increasing?

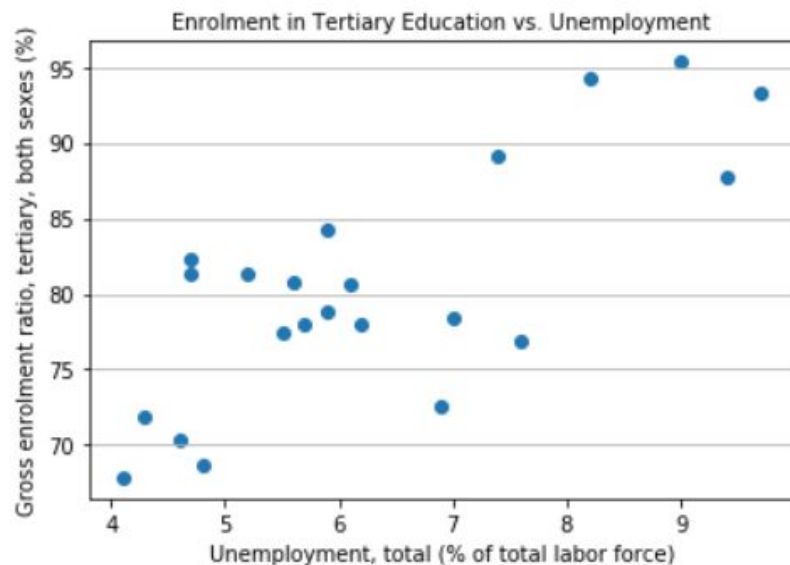
Are unemployment and college enrollment correlated to each other?

Is it a positive correlation or a negative correlation?

Findings



Findings



```
np.corrcoef(unemployment_stage['Value'], enrolment_stage['Value'])
```

```
array([[1.          , 0.76060106],  
       [0.76060106, 1.          ]])
```

With a correlation coefficient of 0.76 out of 1, I think there is a positive correlation between unemployment and enrolment in tertiary education.

Conclusions

- Enrollments in higher education has an apparent upward trend
- When unemployment rates are high, college enrollment is likely to also be high
 - Positive correlation
- A correlation coefficient of 0.76 implies there are quite a bit of deviations
 - Despite deviations, 0.76 out of 1 is quite a strong correlation in social/economic indicators
 - There are many other factors at play that can affect these two variables
- No claims have been made about a causal relationship

Methodology

- Data points from year 1991 to 2013 (22 years period)
 - Year 1997 removed, no enrollment data available in this year in the dataset
- Only US data

Acknowledgements

At first I wanted to investigate the relationship between student debt to % nonperforming loans, but student debt is not an indicator in the dataset. This analysis was influenced by this attempt.

After finding the indicators I wanted to research, I also googled for a possible relationship to inform my analysis. The Census Bureau have already written about the relationship on their website, and my analysis is guided by that.

No feedback from friends or colleagues.

References

U.S. Census Bureau. (2019, May 23). High Unemployment, High College Enrollment. Retrieved June 11, 2019, from <https://www.census.gov/library/stories/2018/06/going-back-to-college.html>

```
In [1]: import numpy as np
import pandas as pd
import matplotlib.pyplot as plt
```

```
In [1]: !ls ./world-development-indicators
```

```
Country.csv
CountryNotes.csv
Footnotes.csv
Indicators.csv
Series.csv
SeriesNotes.csv
database.sqlite
hashes.txt
```

```
In [8]: !head ./world-development-indicators/Indicators.csv
```

```
CountryName,CountryCode,IndicatorName,IndicatorCode,Year,Value
Arab World,ARB,"Adolescent fertility rate (births per 1,000 women ages 15-19)",SP.ADO.TFRT,1960,133.56090740552298
Arab World,ARB,Age dependency ratio (% of working-age population),SP.POP.DPND,1960,87.7976011532547
Arab World,ARB,"Age dependency ratio, old (% of working-age population)",SP.POP.DPND.OL,1960,6.634579191565161
Arab World,ARB,"Age dependency ratio, young (% of working-age population)",SP.POP.DPND.YG,1960,81.02332950839141
Arab World,ARB,Arms exports (SIPRI trend indicator values),MS.MIL.XPRT.KD,1960,3000000.0
Arab World,ARB,Arms imports (SIPRI trend indicator values),MS.MIL.MPRT.KD,1960,538000000.0
Arab World,ARB,"Birth rate, crude (per 1,000 people)",SP.DYN.CBRT.IN,1960,47.697888095096395
Arab World,ARB,CO2 emissions (kt),EN.ATM.CO2E.KT,1960,59563.9892169935
Arab World,ARB,CO2 emissions (metric tons per capita),EN.ATM.CO2E.PC,1960,0.6439635478877049
```

import data as dataframe object

```
In [2]: df = pd.read_csv('./world-development-indicators/Indicators.csv',sep=',')
```

In [12]: `df.head(3)`

Out[12]:

	CountryName	CountryCode	IndicatorName	IndicatorCode	Year	Value
0	Arab World	ARB	Adolescent fertility rate (births per 1,000 wo...	SP.ADO.TFRT	1960	133.560907
1	Arab World	ARB	Age dependency ratio (% of working-age populat...	SP.POP.DPND	1960	87.797601
2	Arab World	ARB	Age dependency ratio, old (% of working-age po...	SP.POP.DPND.OL	1960	6.634579

IndicatorName exploration, what indicators are here?

```
In [3]: # this function allows quick exploration of indicators present in the csv file
        based on the string of IndicatorName
        ## e.g groupto_firstletter(indicator_series, 'B') or groupto_firstletter(indicator_series, 'Trade')
        def groupto_firstletter(series, letter):
            group = []
            lttr = str(letter).lower()
            index = 0
            for r in series:
                if series[index].lower().startswith(lttr):
                    group.append(r)
                    index += 1
            else:
                index += 1
            return pd.Series(group)
```

```
In [4]: # this function allows easy search of letters or words in IndicatorName
        def find_indicator(series, criterion):
            result = []
            str_cri = str(criterion).lower()
            index = 0
            for r in series:
                if str_cri in series[index].lower():
                    result.append(r)
                    index += 1
            else:
                index += 1
            return pd.Series(result)
```

```
In [5]: indicator_series = pd.Series(df.IndicatorName.unique())
```

```
In [242]: find_indicator(indicator_series, 'tertiary')[0]
```

```
Out[242]: 'Gross enrolment ratio, tertiary, both sexes (%)'
```

```
In [186]: find_indicator(indicator_series, 'unemployment')
```

```
Out[186]: 0      Unemployment, youth female (% of female labor ...
1      Unemployment, youth male (% of male labor forc...
2      Unemployment, youth total (% of total labor fo...
3      Unemployment, total (% of total labor force) (...
4      Long-term unemployment (% of total unemployment)
5      Long-term unemployment, female (% of female un...
6      Long-term unemployment, male (% of male unempl...
7      Unemployment, female (% of female labor force)...
8      Unemployment, male (% of male labor force) (na...
9      Unemployment with primary education (% of tota...
10     Unemployment with primary education, female (%...
11     Unemployment with primary education, male (% o...
12     Unemployment with secondary education (% of to...
13     Unemployment with secondary education, female ...
14     Unemployment with secondary education, male (%...
15     Unemployment with tertiary education (% of tot...
16     Unemployment with tertiary education, female (...
17     Unemployment with tertiary education, male (% ...
18         Unemployment, female (% of female labor force)
19         Unemployment, male (% of male labor force)
20         Unemployment, total (% of total labor force)
21     Unemployment, youth female (% of female labor ...
22     Unemployment, youth male (% of male labor forc...
23     Unemployment, youth total (% of total labor fo...
24     Adequacy of unemployment benefits and ALMP (% ...
dtype: object
```

Further data exploration

```
In [235]: country_filter = 'USA'
indicator_filter = 'Gross enrolment ratio, tertiary, both sexes'

mask1 = df['CountryCode'].str.contains(country_filter)
mask2 = df['IndicatorName'].str.contains(indicator_filter)

stage = df[mask1 & mask2]
print(f"shape = {stage.shape}, minimum year = {min(stage['Year'])}, maximum ye
ar = {max(stage['Year'])}, max value = {max(stage['Value'])}")

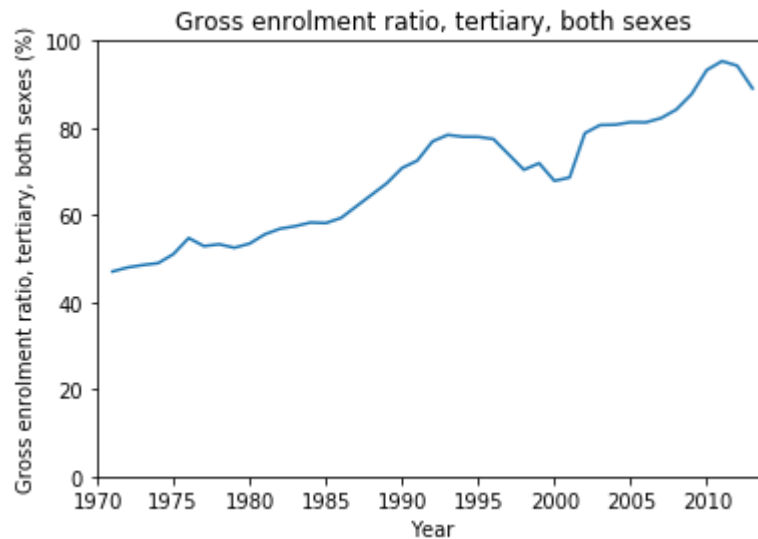
shape = (42, 6), minimum year = 1971, maximum year = 2013, max value = 95.331
9625854492
```

```
In [237]: plt.plot(stage['Year'],stage['Value'])

plt.title(f'{indicator_filter}')
plt.xlabel('Year')
plt.ylabel(stage['IndicatorName'].iloc[0])

plt.axis([1970,2014,0,100])

plt.show()
```



```
In [123]: country_filter = 'USA'
indicator_filter = "Labor force with tertiary education \(% of total\)"

mask1 = df['CountryCode'].str.contains(country_filter)
mask2 = df['IndicatorName'].str.contains(indicator_filter)

stage = df[mask1 & mask2]
stage.shape
```

Out[123]: (11, 6)

```
In [124]: stage.head(2)
```

Out[124]:

	CountryName	CountryCode	IndicatorName	IndicatorCode	Year	Value
2885275	United States	USA	Labor force with tertiary education (% of total)	SL.TLF.TERT.ZS	1997	33.000000
3022624	United States	USA	Labor force with tertiary education (% of total)	SL.TLF.TERT.ZS	1998	33.799999

```
In [128]: print(f"{min(stage['Year'])} to {max(stage['Year'])}, values: {min(stage['Value'])} to {max(stage['Value'])}")
```

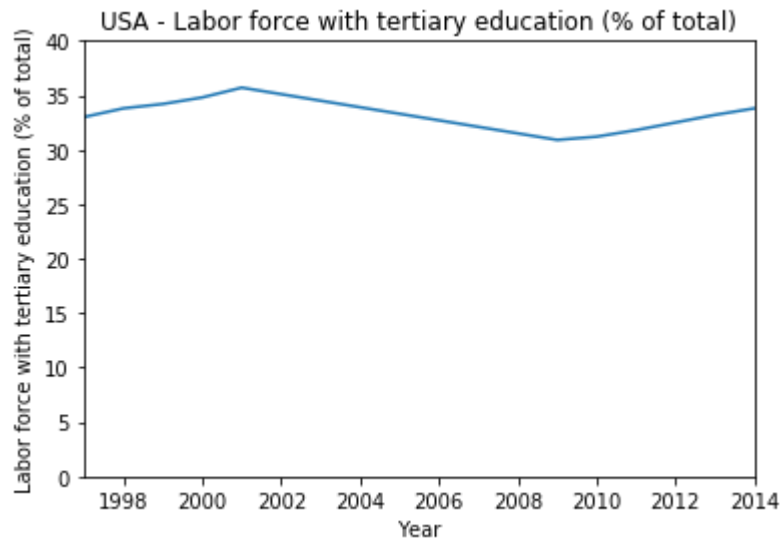
1997 to 2014, values: 30.899999618530305 to 35.7000007629395

```
In [127]: plt.plot(stage['Year'],stage['Value'])

plt.title(f'{country_filter} - {stage["IndicatorName"].iloc[0]}')
plt.xlabel('Year')
plt.ylabel(stage['IndicatorName'].iloc[0])

plt.axis([1997,2014,0,40])

plt.show()
```



```
In [140]: country_filter = 'USA'
indicator_filter = 'Unemployment with tertiary education \(\% of total unemployment\)'

mask1 = df['CountryCode'].str.contains(country_filter)
mask2 = df['IndicatorName'].str.contains(indicator_filter)

stage = df[mask1 & mask2]
print(f"shape = {stage.shape}, minimum year = {min(stage['Year'])}, maximum year = {max(stage['Year'])}, max value = {max(stage['Value'])}")

shape = (21, 6), minimum year = 1994, maximum year = 2014, max value = 47.299992370605
```

In [141]: `stage.head(2)`

Out[141]:

	CountryName	CountryCode	IndicatorName	IndicatorCode	Year	Value
2479846	United States	USA	Unemployment with tertiary education (% of tot...	SL.UEM.TERT.ZS	1994	39.799999
2614213	United States	USA	Unemployment with tertiary education (% of tot...	SL.UEM.TERT.ZS	1995	41.299999

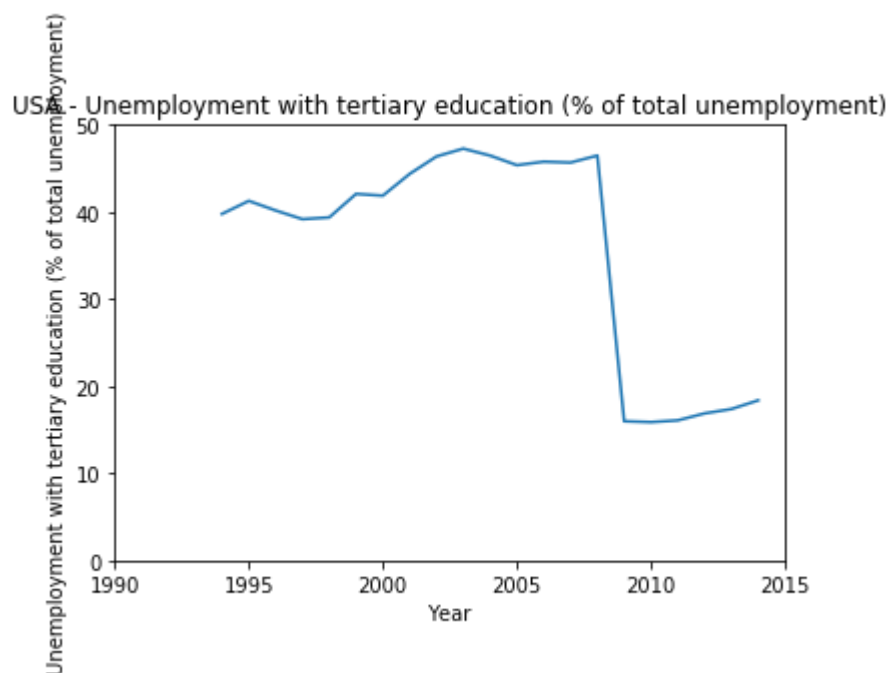


```
In [146]: plt.plot(stage['Year'],stage['Value'])

plt.title(f'{country_filter} - {stage["IndicatorName"].iloc[0]}')
plt.xlabel('Year')
plt.ylabel(stage['IndicatorName'].iloc[0])

plt.axis([1990,2015,0,50])

plt.show()
```




```
In [222]: country_filter = 'USA'
indicator_filter = 'Unemployment, total (% of total labor force)'

mask1 = df['CountryCode'].str.contains(country_filter)
mask2 = df['IndicatorName'] == indicator_filter

stage = df[mask1 & mask2]
print(f"shape = {stage.shape}, minimum year = {min(stage['Year'])}, maximum year = {max(stage['Year'])}, max value = {max(stage['Value'])}")
```

```
shape = (24, 6), minimum year = 1991, maximum year = 2014, max value = 9.69999980926514
```

```
In [224]: stage.head(5)
```

```
Out[224]:
```

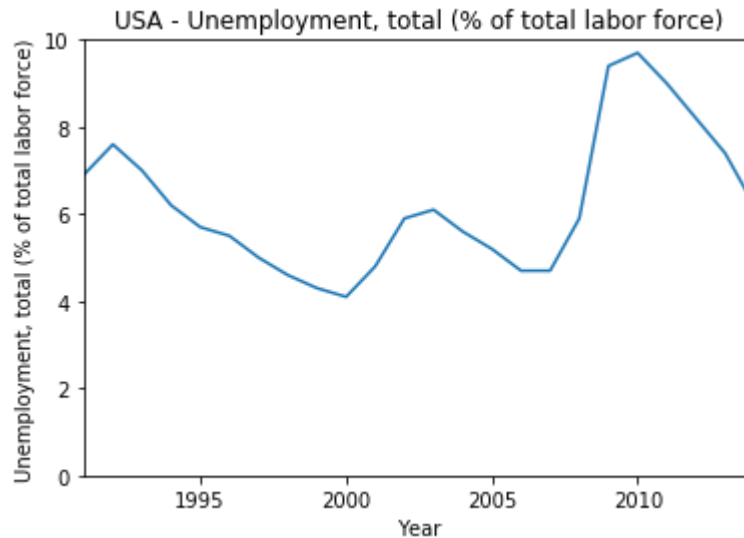
	CountryName	CountryCode	IndicatorName	IndicatorCode	Year	Value
2109164	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1991	6.9
2230412	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1992	7.6
2354187	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1993	7.0
2479853	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1994	6.2
2614220	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1995	5.7

```
In [226]: plt.plot(stage['Year'],stage['Value'])

plt.title(f'{country_filter} - {stage["IndicatorName"].iloc[0]}')
plt.xlabel('Year')
plt.ylabel(stage['IndicatorName'].iloc[0])

plt.axis([1991,2014,0,10])

plt.show()
```



Scatter plot

```
In [318]: country_filter = "USA"
indicator_filter = "Unemployment, total (% of total labor force)"

mask1 = df['CountryCode'] == country_filter
mask2 = df['IndicatorName'] == indicator_filter
mask3 = df['Year'].between(1990,2014,inclusive=False)

unemployment_stage = df[mask1 & mask2 & mask3]
unemployment_stage.shape
```

Out[318]: (23, 6)

```
In [319]: country_filter = "USA"
indicator_filter = "Gross enrolment ratio, tertiary, both sexes (%)"

mask1 = df['CountryCode'] == country_filter
mask2 = df['IndicatorName'] == indicator_filter
mask3 = df['Year'].between(1990,2014,inclusive=False)

enrolment_stage = df[mask1 & mask2 & mask3]
enrolment_stage.shape
```

Out[319]: (22, 6)

```
In [315]: print(f"unemployment min year = {min(unemployment_stage['Year'])}")
print(f"unemployment max year = {max(unemployment_stage['Year'])}")
print(f"enrolment min year = {min(enrolment_stage['Year'])}")
print(f"enrolment max year = {max(enrolment_stage['Year'])}")
```

```
unemployment min year = 1991
unemployment max year = 2014
enrolment min year = 1971
enrolment max year = 2013
```

```
In [382]: booleans = []
index = 0
for r in unemployment_stage['Year'].tolist():
    if r not in enrolment_stage['Year'].tolist():
        booleans.append(True)
        index += 1
    else:
        booleans.append(False)
        index += 1
```

```
unemployment_stage.loc[booleans].index.item()
```

```
Out[382]: 2885477
```

```
In [393]: unemployment_stage.drop(index=unemployment_stage.loc[booleans].index.item(), i
nplace=True)
len(unemployment_stage)
```

```
C:\ProgramData\Anaconda3\lib\site-packages\pandas\core\frame.py:3694: Setting
WithCopyWarning:
A value is trying to be set on a copy of a slice from a DataFrame
```

```
See the caveats in the documentation: http://pandas.pydata.org/pandas-docs/stable/indexing.html#indexing-view-versus-copy
errors=errors)
```

```
Out[393]: 22
```

In [406]: unemployment_stage

Out[406]:

	CountryName	CountryCode	IndicatorName	IndicatorCode	Year	Value
2109164	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1991	6.9
2230412	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1992	7.6
2354187	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1993	7.0
2479853	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1994	6.2
2614220	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1995	5.7
2749180	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1996	5.5
3022836	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1998	4.6
3164767	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	1999	4.3
3319449	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2000	4.1
3470109	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2001	4.8
3624754	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2002	5.9
3778498	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2003	6.1
3936257	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2004	5.6

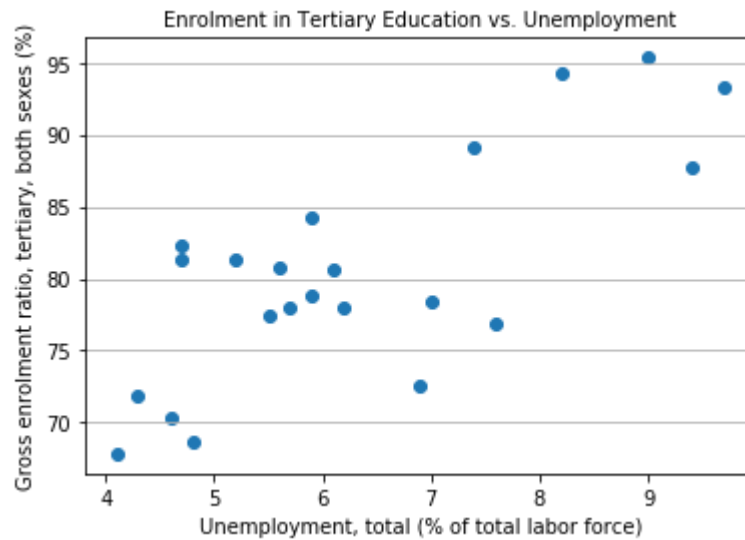
	CountryName	CountryCode	IndicatorName	IndicatorCode	Year	Value
4115939	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2005	5.2
4293102	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2006	4.7
4473443	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2007	4.7
4653279	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2008	5.9
4831939	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2009	9.4
5018679	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2010	9.7
5195311	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2011	9.0
5370483	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2012	8.2
5527881	United States	USA	Unemployment, total (% of total labor force)	SL.UEM.TOTL.ZS	2013	7.4

```
In [399]: fig, axis = plt.subplots()

X = unemployment_stage['Value']
Y = enrolment_stage['Value']

axis.yaxis.grid(True)
axis.set_title('Enrolment in Tertiary Education vs. Unemployment', fontsize=10)
axis.set_xlabel(unemployment_stage['IndicatorName'].iloc[0], fontsize=10)
axis.set_ylabel(enrolment_stage['IndicatorName'].iloc[0], fontsize=10)

axis.scatter(X, Y)
plt.show()
```



```
In [402]: np.corrcoef(unemployment_stage['Value'], enrolment_stage['Value'])
```

```
Out[402]: array([[1.          , 0.76060106],
                 [0.76060106, 1.          ]])
```

With a correlation coefficient of 0.76 out of 1, I think there is a positive correlation between unemployment and enrolment in tertiary education.