Supplemental Displays and Data Appendix to accompany "The Economic Status of People with Disabilities and their Families since the Great Recession," by Bengali, Daly, Lofton, and Valletta

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Figure SA1: Earnings



Figure SA2: Earnings by Percentile (positive earners only)



Panel A: 10th Percentile

Panel B: 25th Percentile



Figure SA3: Household Income



Panel B: Median





Figure SA4: Equivalent Household Income

Table SA1: Regression results: measures of economic well-being

Regression results: hours, earnings, and HH income (disabled vs. non-disabled) (cyclical control: LFP rate)

		Cross-section regression (2019)						
	(1)	(1) (2) (3) (4) (5)						
	hours	earnings	income	income	income	income		
LFP rate	0.011***	0.030**	0.004	0.010	0.008	0.013		
	(0.004)	(0.012)	(0.008)	(0.009)	(0.007)	(0.008)		
Ν	51	51	51	51	51	51		

Note: Regression results using state panel data (collapsed from CPS microdata), 2019. Dependent variables are the differences between the ln(values) of the indicated variables for the disabled and non-disabled populations. All columns include controls for gender*age population shares.

	Panel regression (2009-19)						
	(1)	(2)	(3)	(4)	(5)	(6)	
	Annual	Individual	HH	HH	HH equiv	HH equiv	
	hours	earnings	income	income	income	income	
	(mean)	(mean)	(mean)	(median)	(mean)	(median)	
LFP rate	-0.000	0.019***	-0.002	-0.005	-0.000	-0.002	
	(0.002)	(0.007)	(0.005)	(0.006)	(0.005)	(0.005)	
N	561	561	561	561	561	561	

Note: Panel regression results using state panel data (collapsed from CPS microdata), 2009-19. Dependent variables are the differences between the ln(values) of the indicated variables for the disabled and non-disabled populations. All columns include controls for gender*age population shares and year dummies. SE's clustered by state.

	Fixed effects (2009-19)							
	(1)	(1) (2) (3) (4) (5)						
	Annual	Individual	HH	HH	HH equiv	HH equiv		
	hours	earnings	income	income	income	income		
	(mean)	(mean)	(mean)	(median)	(mean)	(median)		
LFP rate	0.007	0.025	0.007	0.013	0.001	0.017		
	(0.006)	(0.017)	(0.012)	(0.016)	(0.012)	(0.014)		
Ν	561	561	561	561	561	561		

Note: Fixed effects regression results using state panel data (collapsed from CPS microdata), 2009-19. Dependent variables are the differences between the ln(values) of the indicated variables for the disabled and non-disabled populations. All columns include controls for gender*age population shares and year dummies. SE's clustered by state.

Table SA2: Regression results: disability program applications/awards

Main Results Using OLS

	(1)	(2)	(3)	(4)	(5)	(6)
	applications	applications	awards	awards	awards/	awards/
	per 10 people	per 10 people	per 10 people	per 10 people	determinations	determinations
unemployment	0.575^{**}	0.427^{***}	-0.00841	-0.0442	-0.943***	-0.412
rate	(0.243)	(0.134)	(0.0927)	(0.0900)	(0.336)	(0.279)
state FE	No	Yes	No	Yes	No	Yes
Ν	561	561	561	561	561	561
R-squared	0.513	0.942	0.447	0.887	0.402	0.853

* p<.10, ** p<.05, *** p<.01.

Note: Model results use state panel data calculated from SSA state agency monthly workload data, 2009-19. Data include all SSDI and SSI initial claims (excluding SSI child claims). Population age 25 - 64 used as the denominator in (1) - (4). All columns include controls for gender*age population shares and complete year dummies (not shown). Standard errors clustered by state and state labor force values (period average) used as regression weights.

Table SA3: Regression results: disability program applications/awards

	(1)	(2)	(3)	(4)
	awards/	awards/	awards/	awards/
	applications	applications	applications	applications
unemployment	-0.897**	-0.744**	-0.916**	-0.754**
rate	(0.407)	(0.324)	(0.422)	(0.348)
state FE	No	Yes	No	Yes
Ν	561	561	561	561
R-squared	0.356	0.786	0.360	0.786

Alternative Measure of Award Rate

* p<.10, ** p<.05, *** p<.01.

Note: Fractional regression model results (average marginal effects and standard errors) using the methods of Papke and Wooldridge (1996, 2008) (columns (1) and (2)) or OLS (columns (3) and (4)) and state panel data calculated from SSA state agency monthly workload data, 2009-19. Data include all SSDI and SSI initial claims (excluding SSI child claims). All columns include controls for gender*age population shares and complete year dummies (not shown). Standard errors clustered by state and state labor force values (period average) used as regression weights.

Table SA4: Regression results: disability program applications/awards

-	(1)	(2)	(3)	(4)	(5)	(6)
	applications	applications	awards	awards	awards/	awards/
	per 10 people	per 10 people	per 10 people	per 10 people	determinations	determinations
Weighted disability	1.322***	0.112^{**}	0.272^{***}	0.0262	-0.816***	0.0622
prevalence by work-	(0.110)	(0.0461)	(0.0383)	(0.0246)	(0.222)	(0.127)
limitation measure						
unemployment	0.199	0.364^{***}	-0.0832	-0.0237	-0.724**	-0.400
rate	(0.127)	(0.0999)	(0.0802)	(0.0675)	(0.333)	(0.256)
state FE	No	Yes	No	Yes	No	Yes
Ν	561	561	561	561	561	561
R-squared	0.781	0.952	0.580	0.891	0.492	0.851

Including Measure of Disability Prevalence

* p<.10, ** p<.05, *** p<.01.

Note: Fractional regression model results (average marginal effects and standard errors) using the methods of Papke and Wooldridge (1996, 2008) and state panel data calculated from SSA state agency monthly workload data, 2009-19. Data include all SSDI and SSI initial claims (excluding SSI child claims). Weighted disability prevalence is measured by the work-limitation question in the CPS. Population age 25 - 64 used as the denominator in (1) - (4). All columns include controls for gender*age population shares and complete year dummies (not shown). Standard errors clustered by state and state labor force values (period average) used as regression weights.

Table SA5: Regression results: disability program applications/awards

	(1)	(2)	(3)	(4)	(5)	(6)
	applications	applications	awards	awards	awards/	awards/
	per 10 people	per 10 people	per 10 people	per 10 people	determinations	determinations
max potential	-0.000449	0.0000445	-0.0000378	-0.00000179	0.000598	-0.000328
weeks of UI	(0.000356)	(0.000138)	(0.000140)	(0.0000649)	(0.000494)	(0.000287)
unemployment	0.663***	0.346***	-0.00387	-0.0231	-1.110***	-0.260
rate	(0.238)	(0.113)	(0.107)	(0.0825)	(0.393)	(0.276)
state FE	No	Yes	No	Yes	No	Yes
Ν	561	561	561	561	561	561
R-squared	0.564	0.953	0.480	0.891	0.400	0.852

Including Measure of Unemployment Insurance Availability

* p<.10, ** p<.05, *** p<.01.

Note: Fractional regression model results (average marginal effects and standard errors) using the methods of Papke and Wooldridge (1996, 2008) and state panel data calculated from SSA state agency monthly workload data, 2009-19. Data include all SSDI and SSI initial claims (excluding SSI child claims). The maximum number of potential weeks of unemployment insurance (UI) available include extensions to the UI program and come from the U.S. Department of Labor. Population age 25 - 64 used as the denominator in (1) - (4). All columns include controls for gender*age population shares and complete year dummies (not shown). Standard errors clustered by state and state labor force values (period average) used as regression weights.

Table SA6: Regression results: disability program applications/awards

Main Results, No Weights

	(1)	(2)	(3)	(4)	(5)	(6)
	applications	applications	awards	awards	awards/	awards/
	per 10 people	per 10 people	per 10 people	per 10 people	determinations	determinations
unemployment	1.057^{***}	0.346^{***}	0.140	-0.0327	-1.046***	-0.446*
rate	(0.286)	(0.132)	(0.0894)	(0.0565)	(0.328)	(0.228)
state FE	No	Yes	No	Yes	No	Yes
Ν	561	561	561	561	561	561
R-squared	0.600	0.956	0.528	0.910	0.495	0.876

* p<.10, ** p<.05, *** p<.01.

Note: Fractional regression model results (average marginal effects and standard errors) using the methods of Papke and Wooldridge (1996, 2008) and state panel data calculated from SSA state agency monthly workload data, 2009-19. Data include all SSDI and SSI initial claims (excluding SSI child claims). Population age 25 - 64 used as the denominator in (1) - (4). All columns include controls for gender*age population shares and complete year dummies (not shown). Standard errors clustered by state.

Table SA7: Regression results: disability program applications/awards

	(1)	(2)	(3)	(4)	(5)	(6)
	applications	applications	awards	awards	awards/	awards/
	per 10 people	per 10 people	per 10 people	per 10 people	determinations	determinations
LFP rate	-0.713***	-0.0227	-0.147***	-0.0497	0.468^{**}	-0.253
	(0.136)	(0.127)	(0.0358)	(0.0472)	(0.200)	(0.308)
state FE	No	Yes	No	Yes	No	Yes
Ν	561	561	561	561	561	561
R-squared	0.726	0.951	0.559	0.891	0.429	0.842

Main Results, using LFP rate

* p<.10, ** p<.05, *** p<.01.

Note: Fractional regression model results (average marginal effects and standard errors) using the methods of Papke and Wooldridge (1996, 2008) and state panel data calculated from SSA state agency monthly workload data, 2009-19. Data include all SSDI and SSI initial claims (excluding SSI child claims). Population age 25 - 64 used as the denominator in (1) - (4). All columns include controls for gender*age population shares and complete year dummies (not shown). Standard errors clustered by state and state labor force values (period average) used as regression weights.

SUPPLEMENTAL DATA APPENDIX

The data used in our disability benefits analysis come from three sources:

The SSA monthly workload data (https://www.ssa.gov/disability/data/ssa-sa-mowl.htm), October 2000 – December 2020. Typically, applicants to the SSI or SSDI program first submit an application to a field office. At that point, there is an initial screening to assess whether the applicant is potentially eligible (i.e. the applicant meets the non-disability criteria). If this initial check is passed, the application is sent to a state Disability Determination Service (DDS) where a determination is made regarding whether the applicant meets the definition of having a disability. The data we use come from the DDS offices, so do not include information about applications sent to field offices and rejected at that stage. The variables we use include: application counts, counts of the number of determinations made (favorable, partially favorable, or unfavorable) about whether the disability criteria are met, and award counts (technically allowances, which are the favorable and partially favorable determinations). These counts are aggregated across applicant types (workers, widows, children), so in our analysis, we must consider these three groups together. The data set also only has allowances made at the state Disability Determination Service offices (i.e. not any allowances made through appeals to the hearings level, the appeals council level, or Federal courts). Though the data set does include information about some reconsiderations of initially denied applications, because the data do not indicate when the applications that generated these reconsiderations were initially submitted (which would reflect the applicant's response to labor market cyclicality), we restrict our attention to initial claims. See the SSA website noted above source for additional details.

- The U.S. Bureau of Labor Statistics, Local Area Unemployment Statistics (file la.data.3.AllStatesS, <u>https://download.bls.gov/pub/time.series/la/</u>), October 2000 –
 December 2020. This data set provides seasonally adjusted monthly state unemployment rates.
- The U.S. Census Bureau (<u>https://www.census.gov/data/tables/time-series/demo/popest/2010s-state-detail.html</u>), 2000 2019. This data set provides annual population shares by state.

We merge these three data sets together to create a state by month panel. We drop observations from the federal office and the four extended service offices that help process claims when state agencies are overloaded. The SSA creates the monthly data by aggregating over weeks, and defines each month as either four or five weeks, usually based on how many Fridays are in that month. This creates fluctuations in monthly counts that are an artifact of the aggregation method. To account for this, we determine the number of Friday's in each month, and scale each month's application, awards, and determinations by 30/ (7 * number of Fridays in that month). In our analysis, we aggregate up to a state by year panel.