# Mobility Report Cards: The Role of Colleges in Intergenerational Mobility

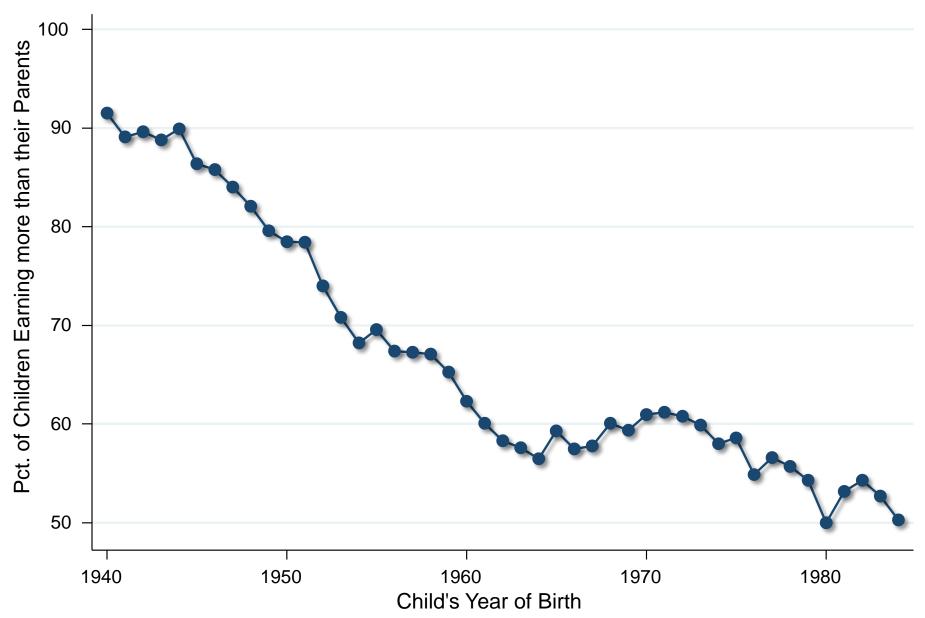
Raj Chetty, Stanford John N. Friedman, Brown Emmanuel Saez, UC-Berkeley Nicholas Turner, U.S. Treasury Danny Yagan, UC-Berkeley

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The findings, interpretations, and conclusions expressed in this paper are entirely those of the authors and do not necessarily represent the views of the U.S. Department of Treasury.

#### **The Fading American Dream**

Percent of Children Earning More than Their Parents, by Year of Birth



Source: Chetty, Grusky, Hell, Hendren, Manduca, Narang (Science 2017)

# **College Mobility Report Cards**

- Use de-identified tax data and Pell records covering all college students aged 18-22 from 1999-2013 (30 million students)
  - Construct statistics based on college attendance (not completion)

- We show how colleges shape upward mobility by constructing mobility report cards for every college in America
  - Statistics on parents' incomes and students' earnings outcomes at each college (building on the College Scorecard)

# **College Mobility Report Cards**

 Caveat: we do not identify the causal effects ("value added") of colleges

- Instead, our descriptive analysis highlights the colleges that deserve further study as potential engines of mobility
  - Certain colleges (e.g., Cal State LA, City Univ. of New York) have excellent outcomes while providing low-income access

#### **Income Definitions**

 Parent Income: mean pre-tax household income during five year period when child is aged 15-19

Child Income: individual labor earnings in 2014 (ages 32-34)

- Focus on percentile ranks, ranking children relative to other children in same birth cohort
  - Rank parents relative to other parents with children in the same cohort

#### **Outline**

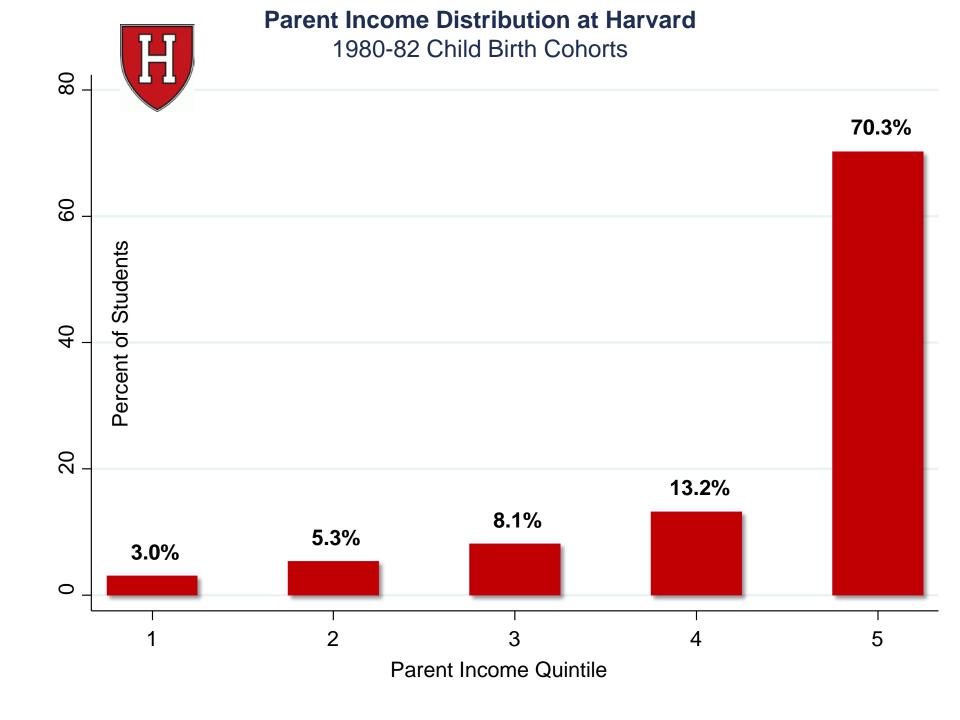
1. Access: Parents' Income Distributions

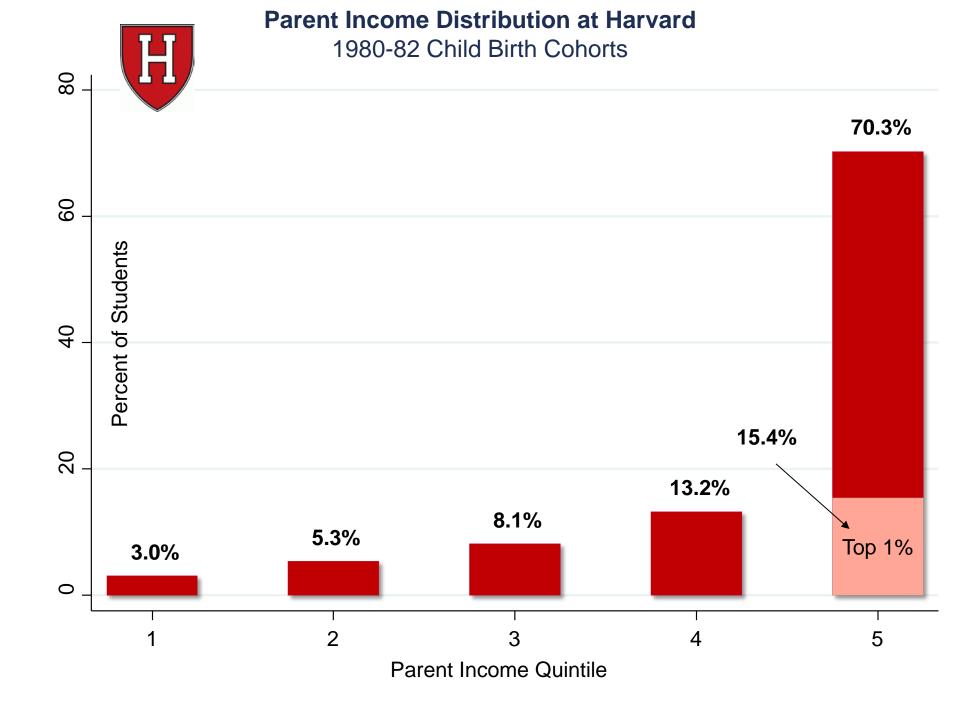
2. Outcomes: Students' Earnings Distributions

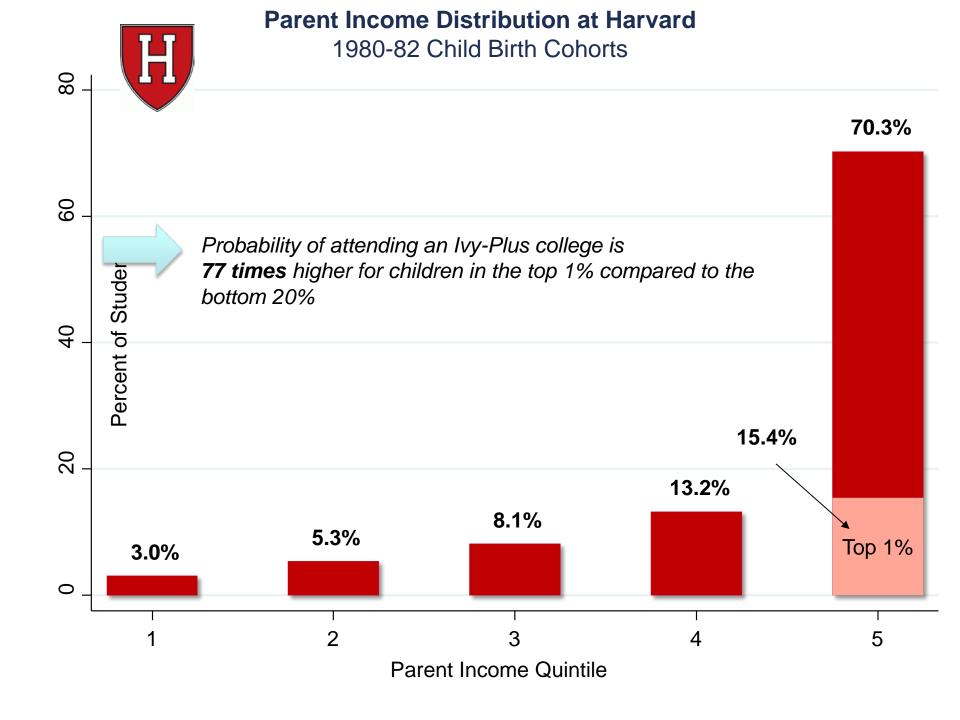
3. Differences in Mobility Rates Across Colleges

4. Trends Since 2000

# **Access: Parents' Income Distributions**

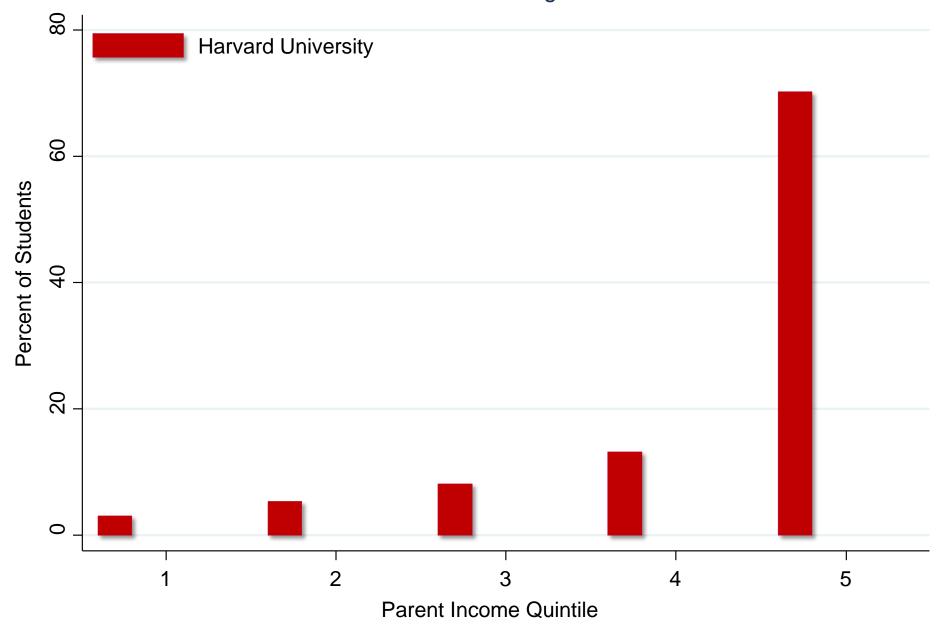




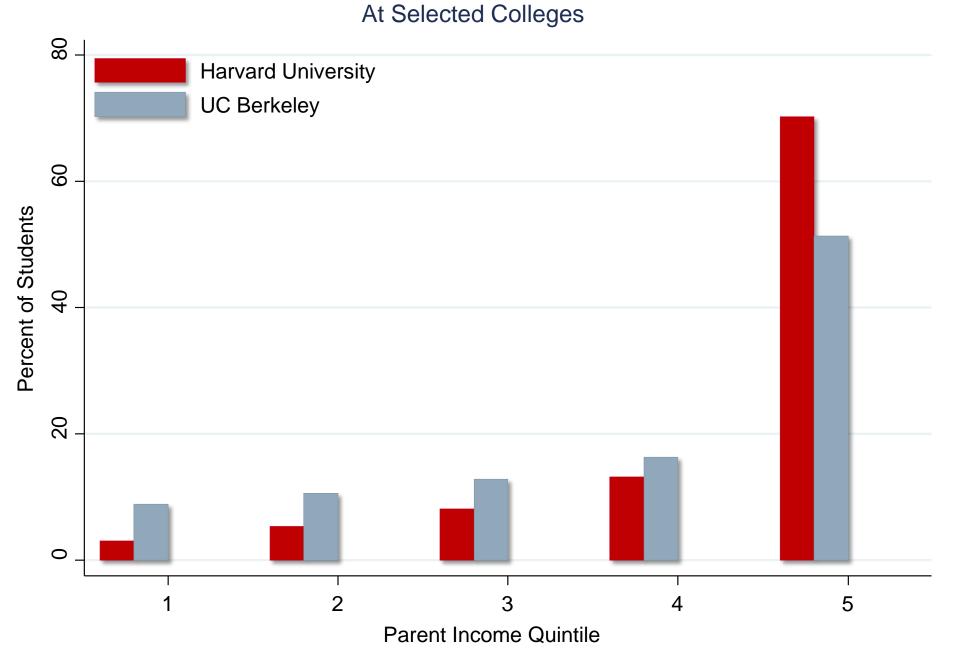


# Parent Income Distributions by Quintile for 1980-82 Birth Cohorts

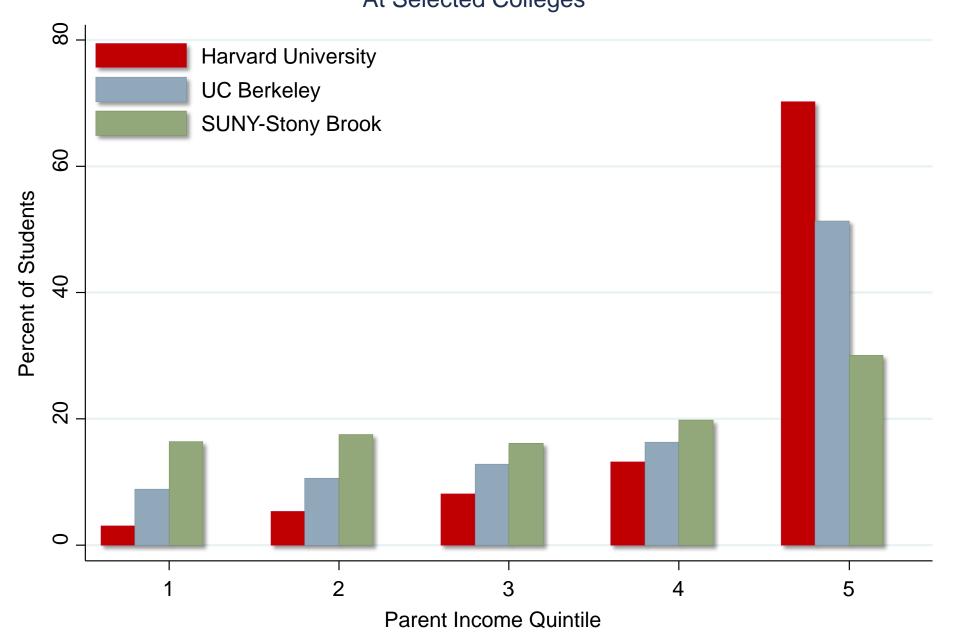
At Selected Colleges



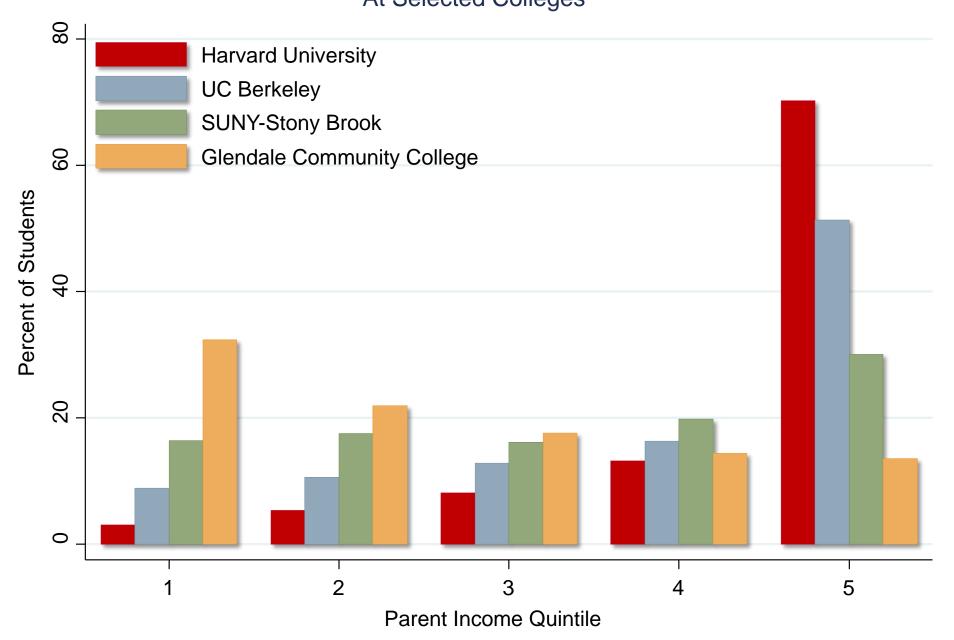
# Parent Income Distributions by Quintile for 1980-82 Birth Cohorts



# Parent Income Distributions by Quintile for 1980-82 Birth Cohorts At Selected Colleges

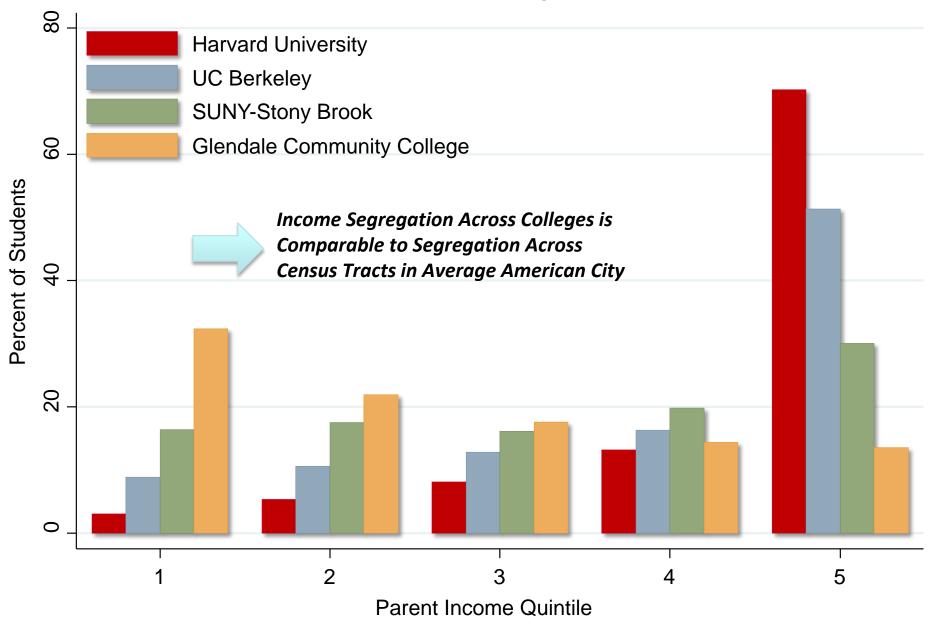


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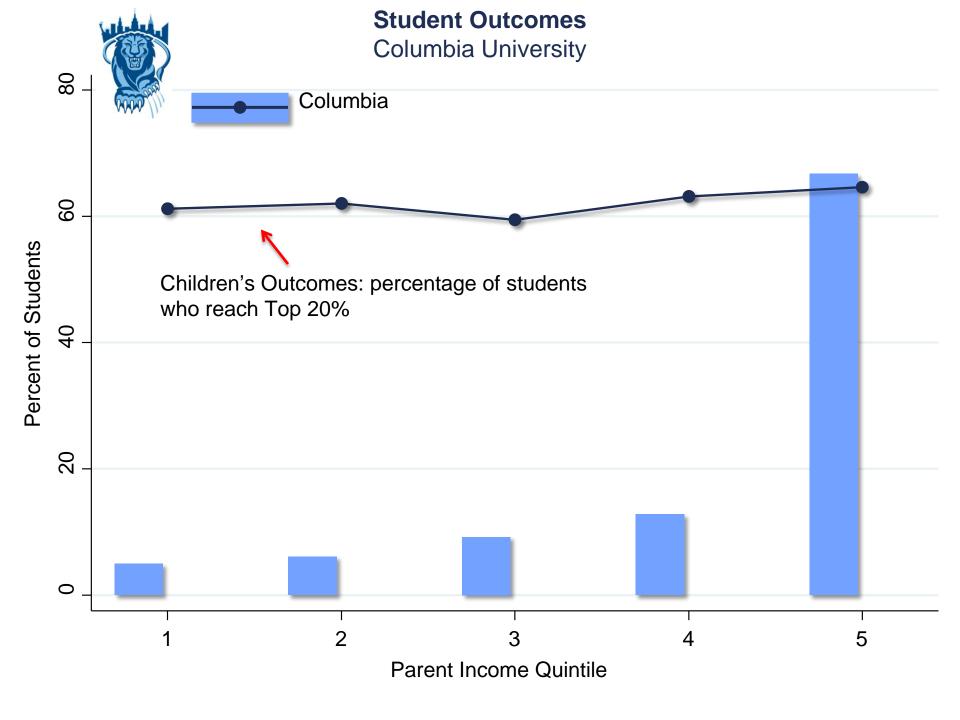


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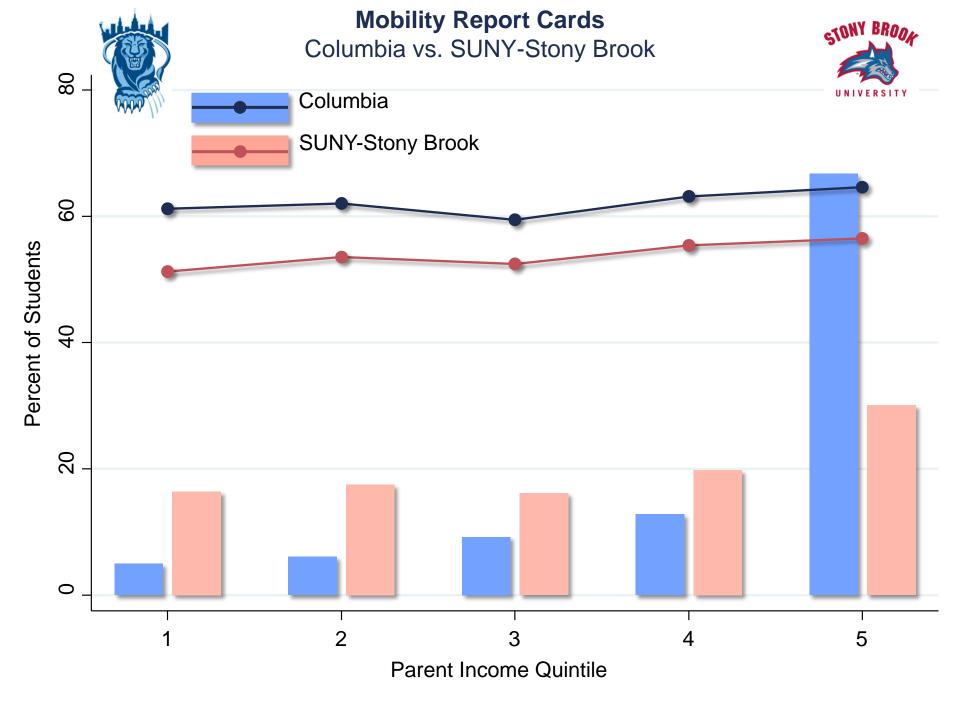
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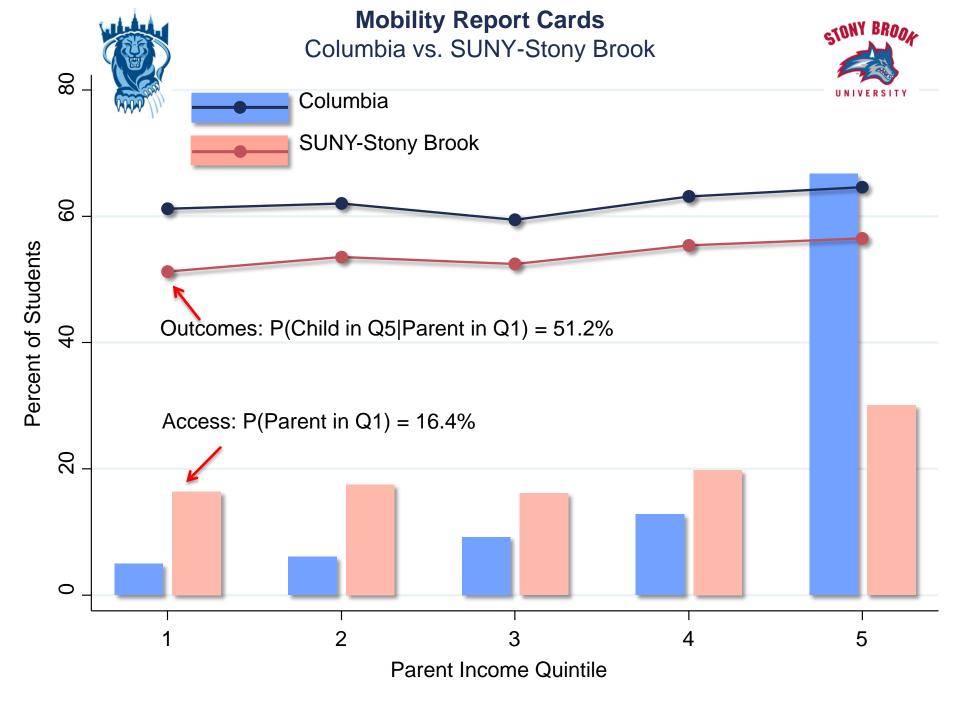












# **Mobility Rates**

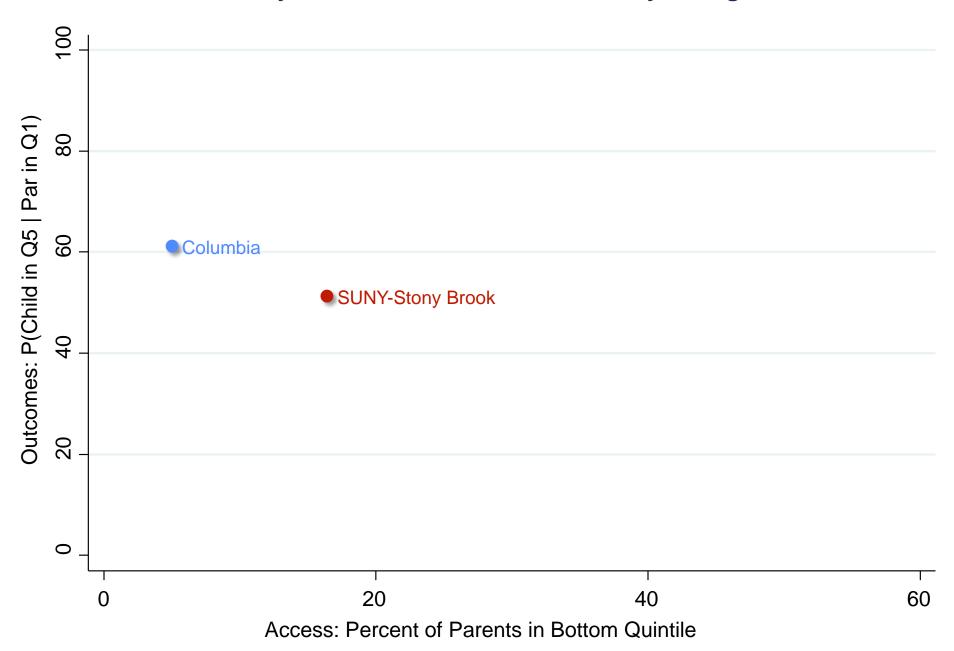
 Define a college's mobility rate (MR) as the fraction of its students who come from bottom quintile and end up in top quintile

Observe that:

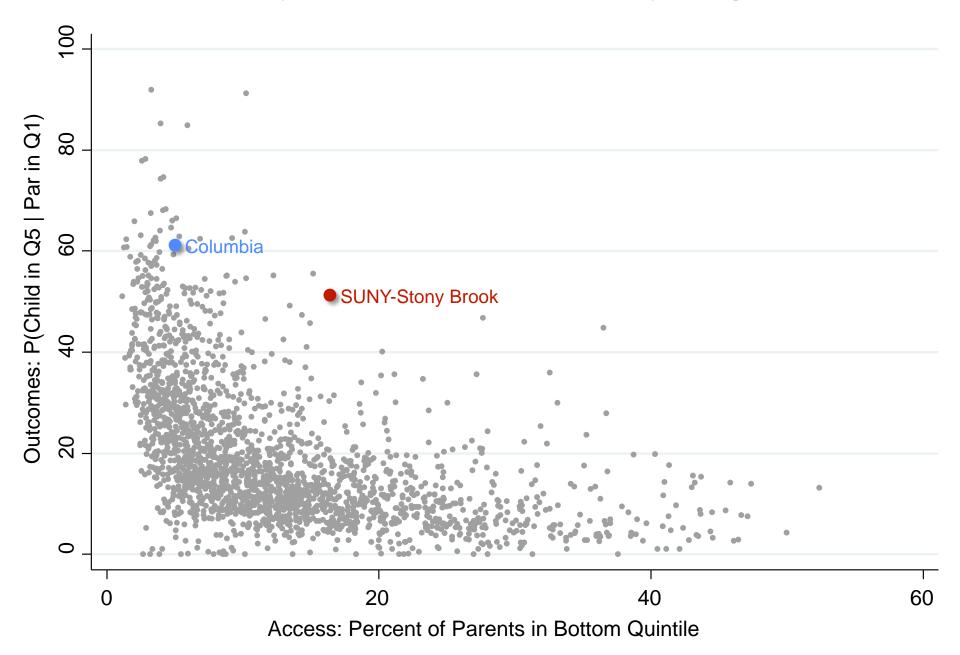
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Mobility Rate = Access x Outcomes

At SUNY: 8.4\% = 51.2\% x 16.4\%
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#### Mobility Rates: Outcomes vs. Access by College

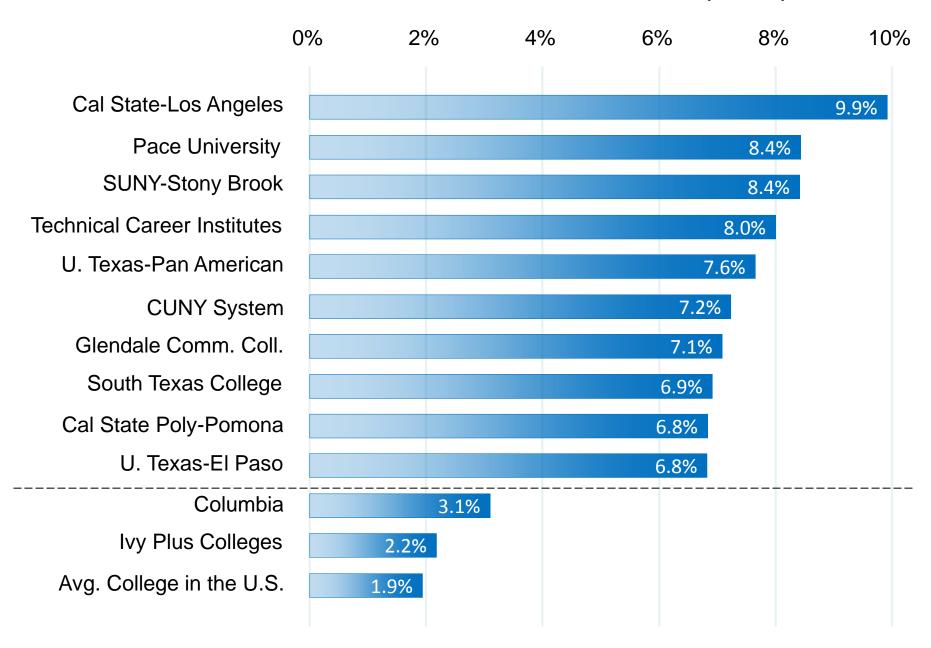


#### Mobility Rates: Outcomes vs. Access by College

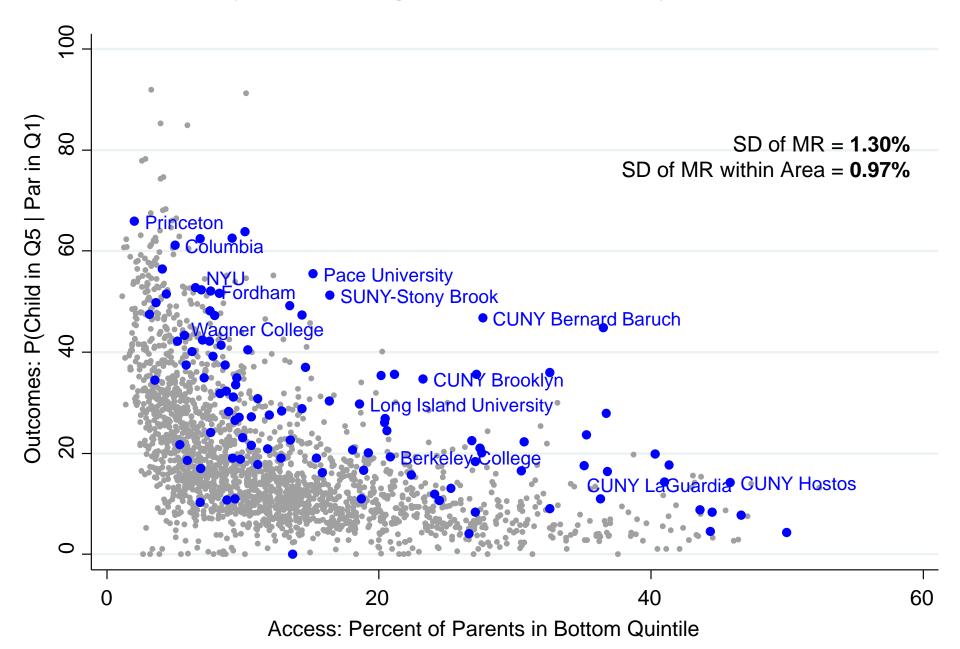


#### Top 10 Colleges in America By Bottom-to-Top Quintile Mobility Rate

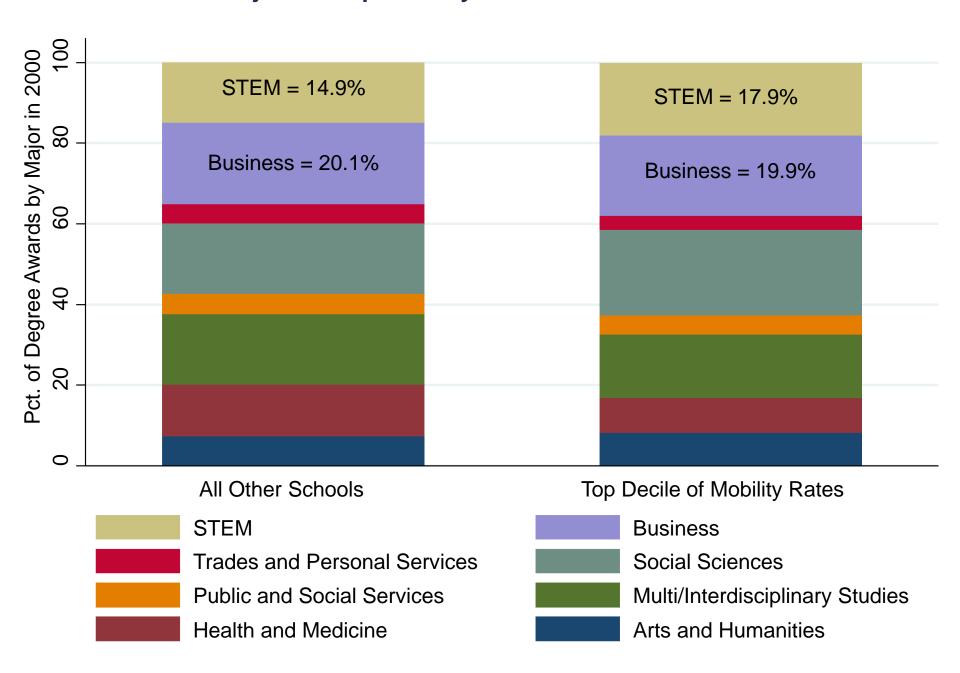
Fraction of Students who come from Bottom Fifth and End up in Top Fifth



#### Mobility Rates: Colleges in the New York City Metro Area



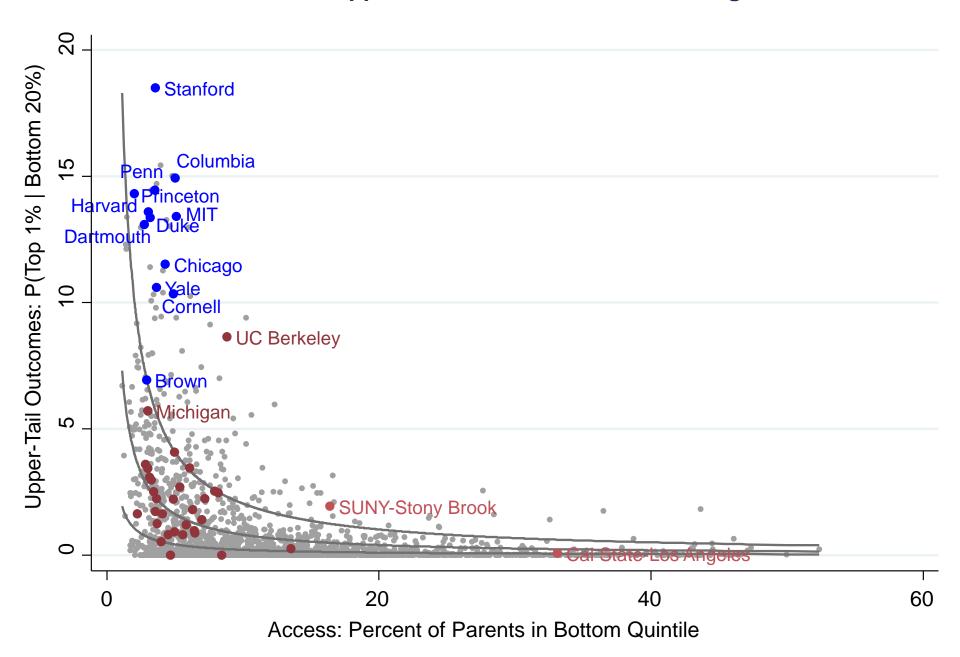
#### **Share of Majors At Top Mobility Rate Schools vs. Other Schools**



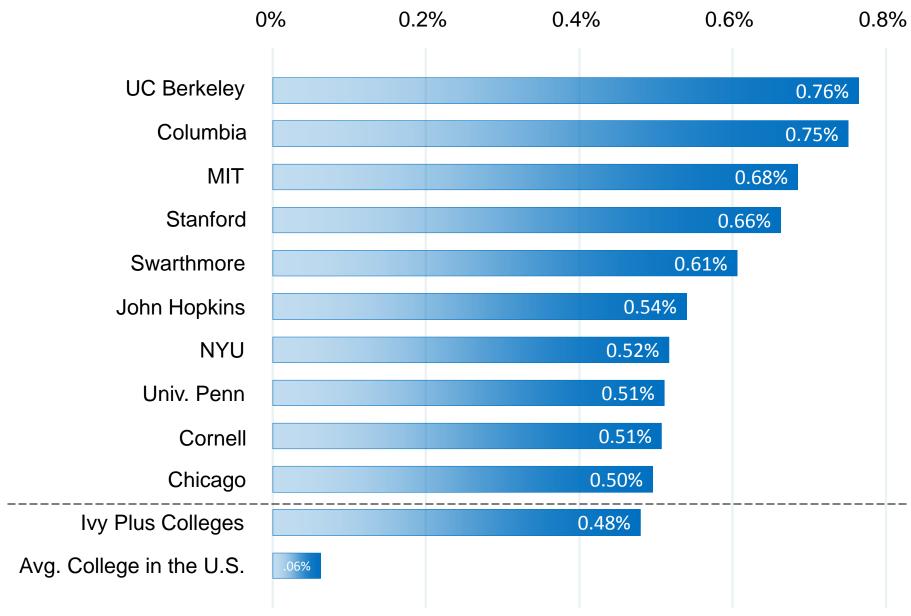
# **Upper-Tail Outcomes**

 Now examine mobility rates for upper-tail incomes: fraction of students who come from bottom quintile and reach top 1%

#### **Access and Upper-Tail Outcomes Across Colleges**



Top 10 Colleges in America By <u>Upper-Tail</u> (Top 1%) Mobility Rate



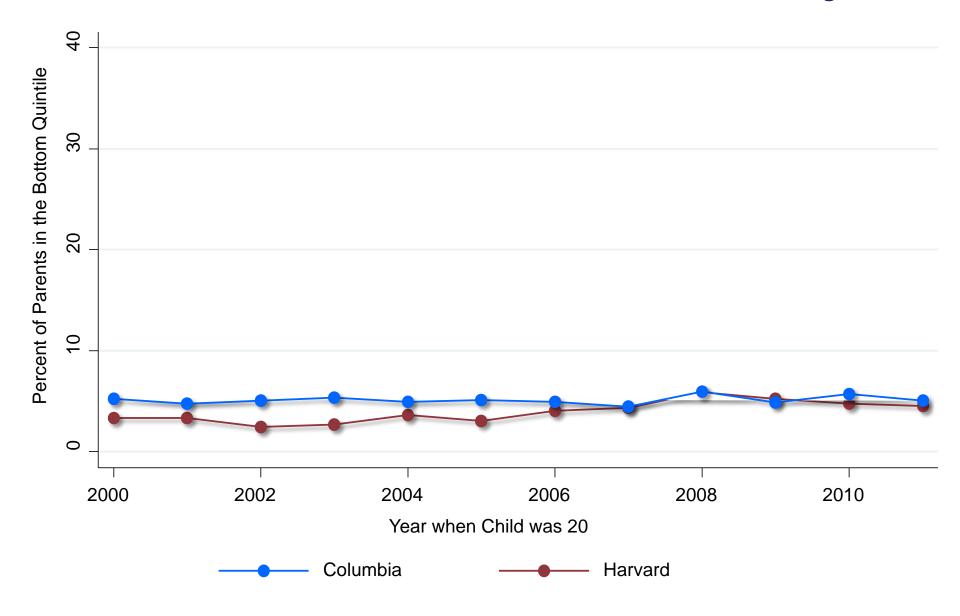
Note: Among colleges with 300 or more students per class

# **Two Educational Models for Mobility**

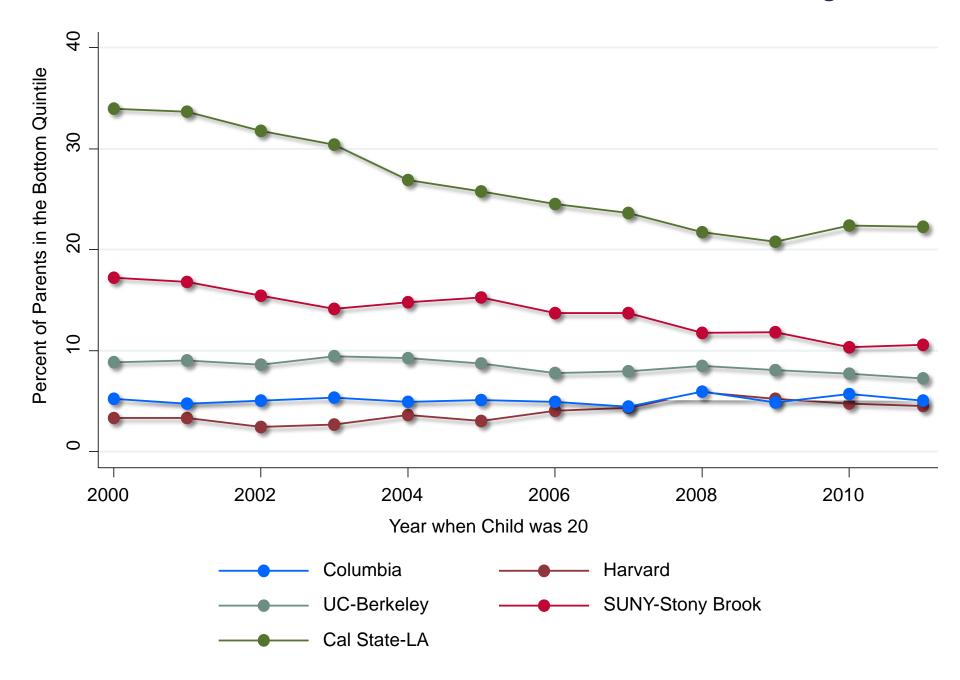
- Two distinct models associated with different types of mobility
  - Top-quintile mobility: some (but not all) mid-tier public schools, such as Cal-State and CUNY
  - Upper-tail mobility: elite private colleges

# **Trends in Access Since 2000**

#### Trends in Low-Income Access from 2000-2011 at Selected Colleges



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# **Policy Lessons**

- 1. Low-income students admitted to selective colleges do not appear over-placed, based on their earnings outcomes
  - Provides support for policies that seek to bring more such students to selective colleges

# **Policy Lessons**

- 1. Low-income students admitted to selective colleges do not appear over-placed, based on their earnings outcomes
- 2. High-mobility-rate colleges identified here may provide a more scalable model for upward mobility than elite schools
  - Median instructional expenditures: \$87,000 at Ivy-Plus vs. \$6,500 at highest-mobility-rate colleges

# **Policy Lessons**

- 1. Low-income students admitted to selective colleges do not appear over-placed, based on their earnings outcomes
- High-mobility-rate colleges identified here may provide a more scalable model for upward mobility than elite schools
- 3. Recent unfavorable trends in access call for a re-evaluation of policies at the national, state, and college level
  - Ex: changes in admissions criteria, expansions of transfers from the community college system, interventions at earlier ages

#### **Directions for Future Work**

 How can we expand access to colleges that may be "engines of upward mobility"?

 How can we increase access to elite colleges to provide more pathways to upper-tail success?

Partnering with institutions will be critical in this research!