**Working Paper** 

# Evaluation of North Carolina Early Childhood Program among Middle School Students

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## Introduction

#### Goals

 Evaluate the effects of Smart Start (SS) and More at Four programs (MF) on academic outcomes among middle school students who were born in North Carolina from 01/01/1988 to 12/31/2000 and studied in North Carolina Public School system during School Year<sup>2</sup> 1999-2000 to School Year 2015-2016.

### **Academic Outcomes**

- a. End of Grade (EOG) scores in reading and math in Grade 6, 7, and 8;
- b. Grade retention in Grade 6, 7, and 8<sup>3</sup>; Grade retention since Grade 3<sup>4</sup>;
- c. Special education placement in Grade 6, 7, and 8<sup>5</sup>; Special education placement since Grade 3;

<sup>&</sup>lt;sup>2</sup> School Year is defined as the period from July 1<sup>st</sup> this year to June 30<sup>th</sup> in the following year.

<sup>&</sup>lt;sup>3</sup> Grade retention is defined if a child was found in the same grade in consecutive years.

<sup>&</sup>lt;sup>4</sup> The student information on Grade K, Grade 1, and Grade 2 is not available until 2005-2006 School Year. Thus, our study focuses on students from Grade 3 and beyond.

<sup>&</sup>lt;sup>5</sup> A child is coded as being placed in special education for disability if any nongifted class of exceptionality was noted.

# Design

There are 13 birth cohorts from 1988 to 2000. Eight cohorts experienced only SS (1988-1995), and five cohorts experienced both SS and MF (1996-2000). That is, the SS effects can be observed in 13 cohorts, and the MF effects can be observed in 5 cohorts.

| Birth Year | SS           | MF           |
|------------|--------------|--------------|
| 1988       |              |              |
| 1989       | $\checkmark$ |              |
| 1990       | $\checkmark$ |              |
| 1991       | $\checkmark$ |              |
| 1992       | $\checkmark$ |              |
| 1993       | $\checkmark$ |              |
| 1994       | $\checkmark$ |              |
| 1995       | $\checkmark$ |              |
| 1996       | $\checkmark$ | $\checkmark$ |
| 1997       | $\checkmark$ | $\checkmark$ |
| 1998       | $\checkmark$ | $\checkmark$ |
| 1999       | $\checkmark$ | $\checkmark$ |
| 2000       |              | $\checkmark$ |

Table 1: Research design

## Sample

The sample is composed of students who (1) were born from 01/01/1988 to 12/31/2000 (presented in North Carolina Vital Record); and (2) also were presented in NCERDC from SY 1999-2000 to SY 2015-2016 when they were enrolled in Grade 6, 7, and 8.

Match rate or Data quality

% match rate =  $\frac{\# of students in both NCER-DC and Vital Record}{\# of observations in Vital Record} = 74.55\%$ 

| Tuble 2. P | Table 2. Match Tate between NGLNDC and Vital Netoria |                    |                   |  |  |  |  |  |  |
|------------|--|--------------------|-------------------|--|--|--|--|--|--|
|            | # of missingness                                     | # of valid mastids | # of observations |  |  |  |  |  |  |
|            | in mastid  | # of valid mastics | on Vital Record   |  |  |  |  |  |  |
| Total      | 342,991  | 1,004,571          | 1,347,562         |  |  |  |  |  |  |
|            | 25.45  | 74.55              | 100               |  |  |  |  |  |  |

#### **Table 2: Match rate between NCERDC and Vital Record**

### Table 3: Sample sizes in each cohort

| Birth cohort<br>(n=13) | G3      | G4      | G5      | G6      | G7      | <b>G8</b> | Total     |
|------------------------|---------|---------|---------|---------|---------|-----------|-----------|
| 1988                   | 62,328  | 63,452  | 64,300  | 65,027  | 65,781  | 65,823    | 386,711   |
| 1989                   | 66,153  | 67,105  | 67,822  | 68,595  | 69,102  | 68,971    | 407,748   |
| 1990                   | 68,280  | 69,163  | 69,961  | 70,439  | 70,476  | 70,462    | 418,781   |
| 1991                   | 67,971  | 68,834  | 69,450  | 69,781  | 69,757  | 69,905    | 415,698   |
| 1992                   | 67,848  | 68,551  | 68,873  | 68,980  | 69,184  | 69,281    | 412,717   |
| 1993                   | 67,097  | 67,539  | 67,791  | 67,957  | 68,111  | 67,891    | 406,386   |
| 1994                   | 67,361  | 67,732  | 68,026  | 67,916  | 67,807  | 67,767    | 406,609   |
| 1995                   | 67,629  | 68,043  | 68,182  | 67,867  | 67,600  | 66,887    | 406,208   |
| 1996                   | 69,406  | 69,887  | 69,778  | 69,596  | 68,858  | 67,481    | 415,006   |
| 1997                   | 70,991  | 71,507  | 71,713  | 70,906  | 69,378  | 68,140    | 422,635   |
| 1998                   | 75,135  | 75,768  | 75,094  | 72,702  | 71,442  | 70,220    | 440,361   |
| 1999                   | 76,834  | 76,641  | 74,731  | 72,699  | 71,437  | 70,312    | 442,654   |
| 2000                   | 79,161  | 76,522  | 74,806  | 75,273  | 73,932  | 73,209    | 452,903   |
| Total                  | 906,194 | 910,744 | 910,527 | 907,738 | 902,865 | 896,349   | 5,434,417 |

|                            | Unmatched ( | (n=342,991) | Matched (n=1 | ,004,571) | Two<br>group |
|----------------------------|-------------|-------------|--------------|-----------|--------------|
| Birth data and NCER-DC     |             |             |              |           | t-test       |
| (n=1,347,562)              | Ν           | Mean        | Ν            | Mean      | Р            |
| Female                     | 330,840     | 0.487       | 1,004,547    | 0.489     | 0.014        |
| Extremely low birth weight | 330,848     | 0.006       | 1,004,553    | 0.005     | 0.000        |
| Very low birth weight      | 330,848     | 0.007       | 1,004,553    | 0.008     | 0.000        |
| Low birth weight           | 330,848     | 0.057       | 1,004,553    | 0.069     | 0.000        |
| Normal weight              | 330,848     | 0.816       | 1,004,553    | 0.818     | 0.001        |
| High birth weight          | 330,848     | 0.114       | 1,004,553    | 0.100     | 0.000        |
| Mother's education (years) | 330,108     | 13.230      | 1,003,262    | 12.560    | 0.000        |
| Marital status             | 330,822     | 0.793       | 1,004,507    | 0.667     | 0.000        |
| Mother's age (years)       | 330,748     | 26.730      | 1,004,302    | 25.830    | 0.000        |
| No dad information         | 330,848     | 0.093       | 1,004,553    | 0.145     | 0.000        |
| Mother immigrant           | 330,773     | 0.122       | 1,004,441    | 0.059     | 0.000        |
| First born                 | 330,848     | 0.448       | 1,004,553    | 0.442     | 0.000        |
| Mother white               | 330,848     | 0.703       | 1,004,553    | 0.637     | 0.000        |
| Mother black               | 330,848     | 0.184       | 1,004,553    | 0.299     | 0.000        |
| Mother native American     | 330,848     | 0.007       | 1,004,553    | 0.017     | 0.000        |
| Mother Asian               | 330,848     | 0.027       | 1,004,553    | 0.011     | 0.000        |
| Mother Hispanic            | 330,848     | 0.076       | 1,004,553    | 0.035     | 0.000        |
| Mother other race          | 330,848     | 0.001       | 1,004,553    | 0.001     | 0.000        |

Table 4: Comparison between matched and unmatched observations in Birthdata after we matched children in Birth records with students in NCERDC

Since the match rate is 74.55% when we combine the birth record with NCER-DC data source (Table 2), a comparative analysis is conducted to examine difference between the two populations. Some characteristics of the unmatched observations are different from those of the matched observations (Table 4). For example, compared to those in the unmatched population, there were fewer children with mother as single parent (66.7% vs. 79.3%), fewer children whose mothers are immigrants (5.9% vs. 12.2%), and fewer children whose mothers are white (63.7% vs. 70.3%) in the matched population.

### Table 5: Variable list

| Variables   | Definition                       | Source       |
|---|----------------------------------|--------------|
| Dependent Variables                                     |                                  |              |
| Grade 6, 7, 8 EOG Math score                            | Rescaled with Mean=0<br>and SD=1 | NCERDC       |
| Grade 6, 7, 8 EOG Reading score                         | Rescaled with Mean=0<br>and SD=1 | NCERDC       |
| Grade 6, 7, 8 Special education placement               | Scored 0=no, 1=yes               | NCERDC       |
| Grade 6, 7, 8 Special education placement since Grade 3 | Scored 0=no, 1=yes               | NCERDC       |
| Grade 6,7,8 Grade retention                             | Scored 0=no, 1=yes               | NCERDC       |
| Grade 6,7,8 Grade retention since Grade 3               | Scored 0=no, 1=yes               | NCERDC       |
| Early childhood Initiative                              |                                  |              |
| Smart Start (\$00's)                                    | Annual funding level by county   | SS Program   |
| More at Four (\$00's)                                   | Annual funding level by county   | MF Program   |
| Covariates  |                                  |              |
| Extremely low birth weight                              | 1=Yes, 0=No                      | Vital Record |
| Very low birth weight                                   | 1=Yes, 0=No                      | Vital Record |
| Low birth weight  | 1=Yes, 0=No                      | Vital Record |
| Normal birth weight                                     | Reference Group                  | Vital Record |
| High birth weight                                       | 1=Yes, 0=No                      | Vital Record |
| Child white   | Reference Group                  | Vital Record |
| Child black   | 1=Yes, 0=No                      | Vital Record |
| Child native American                                   | 1=Yes, 0=No                      | Vital Record |
| Child Asian   | 1=Yes, 0=No                      | Vital Record |
| Child Hispanic  | 1=Yes, 0=No                      | Vital Record |
| Child mixed race  | 1=Yes, 0=No                      | Vital Record |
| Economic disadvantage                                   | 1=Yes, 0=No                      | NCERDC       |
| Mother Characteristics                                  |                                  |              |
| Mother's education                                      | Years                            | Vital Record |
| Marital status  | 1=Yes, 0=No                      | Vital Record |
| Mother's age  | Years                            | Vital Record |
| No dad information                                      | 1=Yes, 0=No                      | Vital Record |
| Mother immigrant  | 1=Yes, 0=No                      | Vital Record |
| First born  | 1=Yes, 0=No                      | Vital Record |
| Mother white  | Reference Group                  | Vital Record |
| Mother black  | 1=Yes, 0=No                      | Vital Record |

| Mother native American                          | 1=Yes, 0=No | Vital Record             |
|---|-------------|--------------------------|
| Mother Asian                                    | 1=Yes, 0=No | Vital Record             |
| Mother Hispanic                                 | 1=Yes, 0=No | Vital Record             |
| Mother other race                               | 1=Yes, 0=No | Vital Record             |
| County-level demographic data by birth year     |             |                          |
| Share of births to black mothers                | Percent     | LINC <sup>6</sup>        |
| Share of births to Hispanic mothers             | Percent     | LINC                     |
| Share of births to low education mothers        | Percent     | LINC                     |
| Population on Food Stamps (share of population) | Percent     | LINC                     |
| Population on Medicaid (share of population)    | Percent     | LINC                     |
| Number of births                                | Log         | Vital Record             |
| Total population                                | Log         | LINC                     |
| Median family income (2009 \$)                  | \$10,000    | LINC                     |
| School characteristics, test year               |             |                          |
| Black students (share of students)              | Percent     | NCERDC                   |
| Other minority students (share of students)     | Percent     | NCERDC                   |
| Charter school status                           | 1=Yes, 0=No | NCERDC                   |
| Per-pupil spending by source, test year         |             |                          |
| Federal (2009 dollars)                          | dollar      | NCERDC, BLS <sup>7</sup> |
| State (2009 dollars)                            | dollar      | NCERDC, BLS              |
| Local (2009 dollars)                            | dollar      | NCERDC, BLS              |
| Same County if birth county and school county   | 1=Yes, 0=No | NCERDC, Vital<br>Record  |

 <sup>&</sup>lt;sup>6</sup> Web resource for NC statistical data, http://linc.state.nc.us/
 <sup>7</sup> Bureau of Labor Statistics, http://www.bls.gov/data/

### **Statistics Approach**

#### **Basic Model**

The basic model takes the following form,

 $O_{icbtg} = \beta_0 + \beta_1 SS_{ict}^* + \beta_2 MF_{ict}^* + \beta_3 X_{ib} + \beta_4 Y_{it} + \beta_5 C_{cb} + \alpha_c + \gamma_b + \epsilon_{icbt},$ 

where  $O_{icbtg}$  is a Grade g outcome (g=6, 7, and 8) (such as EOG math and reading scores) in year *t* for the *i*<sup>th</sup> student born in county *c* in year *b*.

The linear regression models were used when the dependent variables were reading and math standardized scores. Logistic models were used when the dependent variables were grade retention (0/1), grade retention ever since Grade 3 (0/1), special education status (0/1), and special education status ever since Grade 3 (0/1).

The independent variables were both SS and MF county-average program investments when and where students were born (Table 5). They were used as continuous variables, based on state funding allocations for each program to each county by year.

A list of covariates (Table 5) included <u>student characteristics</u> (i.e., gender; extremely low birth weight, very low birth weight, low birth weight, and high birth weight; black, Hispanic, Asian, American Indian, and other race groups; economically disadvantaged status), <u>mother</u> <u>characteristics</u> (i.e., years of mother in education, marital status, age, dad information, immigration status, first born status, and racial groups), <u>school characteristics</u> (i.e., percent of non-Hispanic Black students, percent of Hispanic students, and charter school status), and <u>birth</u> <u>county characteristics</u> (i.e., percent of births to black mothers, percent of births to Hispanic mothers, percent of births to low education mothers, number of births, total population, median family income, population with food stamp, and population with Medicaid).

The model included county fixed effects ( $\alpha_c$ ) and year fixed effects ( $\gamma_b$ ) effects, as well as county-level variables ( $C_{cb}$ ).

# **Descriptive Analyses**

# Table 6: Descriptive analysis

| Variables                         | Grad   | Grade 6 (n=907,738) |         |        | le 7 (n=90 | 2,865)  | Grae   | le 8 (n=89 | 6,349)  |
|-----------------------------------|--------|---------------------|---------|--------|------------|---------|--------|------------|---------|
|                                   | Mean   | SD                  | Ν       | Mean   | SD         | Ν       | Mean   | SD         | Ν       |
| Academic Outcomes                 |        |                     |         |        |            |         |        |            |         |
| Math standardized score           | 0.00   | 1.00                | 872,299 | 0.00   | 1.00       | 868,251 | 0.00   | 1.00       | 862,197 |
| Reading standardized score        | 0.00   | 1.00                | 869,490 | 0.00   | 1.00       | 866,355 | 0.00   | 1.00       | 861,145 |
| Grade retention                   | 1.54%  | -                   | 907,738 | 1.45%  | -          | 902,865 | 0.99%  | -          | 896,349 |
| Grade retention since G3          | 6.02%  | -                   | 907,738 | 7.04%  | -          | 902,865 | 7.55%  | -          | 896,349 |
| Special education status          | 15.20% | -                   | 907,738 | 14.70% | -          | 902,865 | 14.10% | -          | 896,349 |
| Special education status since G3 | 19.75% | -                   | 907,738 | 20.14% | -          | 902,865 | 20.37% | -          | 896,349 |
| Program                           |        |                     |         |        |            |         |        |            |         |
| Smart Start (non-zero, \$00's)    | 11.36  | 8.62                | 770,887 | 11.30  | 8.63       | 765,355 | 11.26  | 8.63       | 758,930 |
| More at Four (non-zero, \$00's)   | 3.33   | 2.51                | 267,681 | 3.34   | 2.51       | 262,742 | 3.34   | 2.51       | 258,885 |
| Smart Start (\$00's)              | 9.67   | 8.92                | 905,130 | 9.61   | 8.92       | 900,251 | 9.56   | 8.91       | 893,756 |
| More at Four (\$00's)             | 0.99   | 2.04                | 905,130 | 0.97   | 2.04       | 900,251 | 0.97   | 2.03       | 893,756 |
| Student Characteristics           |        |                     |         |        |            |         |        |            |         |
| Female                            | 49.10% | -                   | 907,733 | 49.10% | -          | 902,860 | 49.20% | -          | 896,344 |
| Extremely low birth weight        | 0.46%  | -                   | 907,738 | 0.46%  | -          | 902,865 | 0.46%  | -          | 896,349 |
| Very low birth weight             | 0.81%  | -                   | 907,738 | 0.81%  | -          | 902,865 | 0.80%  | -          | 896,349 |
| Low birth weight                  | 6.95%  | -                   | 907,738 | 6.94%  | -          | 902,865 | 6.94%  | -          | 896,349 |
| Normal birth weight               | 81.80% | -                   | 907,738 | 81.80% | -          | 902,865 | 81.80% | -          | 896,349 |
| High birth weight                 | 9.93%  | -                   | 907,738 | 9.94%  | -          | 902,865 | 9.95%  | -          | 896,349 |
| Child white                       | 60.50% | -                   | 907,738 | 60.50% | -          | 902,865 | 60.40% | -          | 896,349 |
| Child black                       | 30.50% | -                   | 907,738 | 30.40% | -          | 902,865 | 30.40% | -          | 896,349 |
| Child native American             | 1.87%  | -                   | 907,738 | 1.90%  | -          | 902,865 | 1.90%  | -          | 896,349 |
| Child Asian                       | 0.97%  | -                   | 907,738 | 0.96%  | -          | 902,865 | 0.95%  | -          | 896,349 |
|                                   |        |                     |         |        |            |         |        |            |         |

| Child Hispanic                                    | 3.75%  | -      | 907,738 | 3.77%  | -      | 902,865 | 3.81%  | -      | 896,349 |
|---|--------|--------|---------|--------|--------|---------|--------|--------|---------|
| Child mixed race                                  | 2.40%  | -      | 907,738 | 2.43%  | -      | 902,865 | 2.47%  | -      | 896,349 |
| Economic disadvantage                             | 46.40% | -      | 906,675 | 46.10% | -      | 901,755 | 45.40% | -      | 894,541 |
|   |        |        |         |        |        |         |        |        |         |
| Mother Characteristics                            |        |        |         |        |        |         |        |        |         |
| Mother's education (years)                        | 12.52  | 2.41   | 906,582 | 12.53  | 2.41   | 901,705 | 12.54  | 2.41   | 895,198 |
| Marital status                                    | 66.20% | -      | 907,693 | 66.30% | -      | 902,821 | 66.40% | -      | 896,305 |
| Mother's age (years)                              | 25.82  | 5.88   | 907,517 | 25.83  | 5.88   | 902,641 | 25.84  | 5.88   | 896,127 |
| No dad information                                | 14.70% | -      | 907,738 | 14.70% | -      | 902,865 | 14.60% | -      | 896,349 |
| Mother immigrant                                  | 5.81%  | -      | 907,642 | 5.78%  | -      | 902,768 | 5.75%  | -      | 896,254 |
| First born  | 44.00% | -      | 907,738 | 44.00% | -      | 902,865 | 44.10% | -      | 896,349 |
| Mother white                                      | 63.20% | -      | 907,738 | 63.20% | -      | 902,865 | 63.20% | -      | 896,349 |
| Mother black                                      | 30.40% | -      | 907,738 | 30.40% | -      | 902,865 | 30.50% | -      | 896,349 |
| Mother native American                            | 1.69%  | -      | 907,738 | 1.69%  | -      | 902,865 | 1.70%  | -      | 896,349 |
| Mother Asian                                      | 1.11%  | -      | 907,738 | 1.11%  | -      | 902,865 | 1.10%  | -      | 896,349 |
| Mother Hispanic                                   | 3.52%  | -      | 907,738 | 3.48%  | -      | 902,865 | 3.46%  | -      | 896,349 |
| Mother other race                                 | 0.06%  | -      | 907,738 | 0.06%  | -      | 902,865 | 0.06%  | -      | 896,349 |
| County-level demographic data by birth year       |        |        |         |        |        |         |        |        |         |
| Births to black mothers (share of births)         |        |        |         |        |        |         |        |        |         |
|   | 30.70% | 16.90% | 907,738 | 30.60% | 16.90% | 902,865 | 30.60% | 16.80% | 896,349 |
| Births to Hispanic mothers (share of births)      | 3.51%  | 4.04%  | 907,738 | 3.48%  | 4.03%  | 902,865 | 3.47%  | 4.04%  | 896,349 |
| Births to low education mothers (share of births) | 23.70% | 5.75%  | 907,738 | 23.60% | 5.79%  | 902,865 | 23.40% | 5.72%  | 896,349 |
| Population on Food Stamps (share of population)   | 7.45%  | 3.77%  | 905,130 | 7.45%  | 3.77%  | 900,251 | 7.45%  | 3.77%  | 893,756 |
| Population on Medicaid (share of population)      | 13.40% | 5.66%  | 905,130 | 13.40% | 5.66%  | 900,251 | 13.30% | 5.66%  | 893,756 |
| Number of births (log)                            | 7.09   | 0.99   | 907,738 | 7.08   | 0.99   | 902,865 | 7.07   | 0.99   | 896,349 |
| Total population (log)                            | 11.70  | 0.99   | 905,130 | 11.70  | 0.99   | 900,251 | 11.70  | 0.98   | 893,756 |
| Median family income (2009 \$)                    | 54948  | 9922   | 905,130 | 54,931 | 9,915  | 900,251 | 54,934 | 9,908  | 893,756 |
| School characteristics, test year                 |        |        |         |        |        |         |        |        |         |
| Black students (share of students)                | 29.8   | 22.9   | 904,292 | 29.5   | 22.8   | 901,608 | 29.2   | 22.8   | 894,800 |
|   |        |        |         |        |        |         |        |        |         |

| Other minority students (share of students)<br>Charter School | 12.7<br>2.48% | 11.7<br>15.60% | 904,292<br>906,589 | 13.5<br>2.44% | 11.8<br>15.40% | 901,608<br>901,608 | 14.6<br>2.40% | 12.1<br>15.30% | 894,800<br>894,800 |
|---|---------------|----------------|--------------------|---------------|----------------|--------------------|---------------|----------------|--------------------|
| Per-pupil spending by source, test year                       |               |                |                    |               |                |                    |               |                |                    |
| Federal (2009 dollars)  | 844.5         | 468.2          | 898,944            | 912.1         | 463.6          | 891,810            | 977.5         | 454.5          | 883,070            |
| State (2009 dollars)  | 4622          | 1248           | 898,944            | 4,880         | 1,276          | 891,810            | 5,152         | 1,287          | 883,070            |
| Local (2009 dollars)  | 2170          | 1259           | 898,944            | 2,242         | 1,240          | 891,810            | 2,316         | 1,219          | 883,070            |
| Same County   | 76.70%        | -              | 907,738            | 76.20%        | -              | 902,865            | 75.80%        | -              | 896,349            |

Table 6 shows the descriptive analysis of academic outcomes in each grade, program funding, students' characteristics when they were born, mothers' characteristics when the students were born, county-level demographic data in birth year, school characteristics in testing year, and county funding resources in testing year. Around 900,000 students were included in each grade panel: 907,738 for Grade 6 panel, 902,865 in Grade 7 panel, and 896,349 in Grade 8 panel.

The averages of math standardized scores and reading standardized scores were 0. The percentages of grade repeaters were 1.54% in Grade 6, 1.45% in Grade 7, and 0.99% in Grade 8, respectively. The rates of students with special education labeling were 15.20% in Grade 6, 14.7% in Grade 7, and 14.10% in Grade 8, respectively.

The county-average SS investment when and where students were born was around \$1,100 and county-average MF investment was around \$330. The number of male students was almost equal to that of female students. Eighty-two percent of students were born with normal birth weight. Majority students were non-Hispanic whites (60.5%), 30% of students were non-Hispanic blacks, 3.8% were Hispanic students, 1.0% were Asians, and 1.9% were Native Americans. The distribution of race groups for students was the similar as that for their birth mothers. The average years birth mothers spent in schools were 12.5 and the average age of them were 25.8 year old. Sixty-six percent of students were those whose birth mothers were married when they were born. Forty-four percent of students had no siblings when they were born. Nearly 77% of students were those whose birth county was the same as school county.

During the research period, 2.48 percent of the six graders studied in charter schools. This percentage was stable across the grade (e.g., 2.44% in Grade 7 and 2.40 % in Grade 8). Over 45 percent of the students were identified as economic disadvantage in each grade (e.g., 46.4% in Grade 6, 46.1% in Grade 7, and 45.4% in Grade 8).

Table 7: Children whose birth county was the same as the county where they went to school vs. children whose birth county was different from the county where they went to school at Grade 6 (Same county vs. different county)

| Grade 6 (n=907,738)        | Same County | (n=696,440) | Different<br>(n=21) |      |      |
|----------------------------|-------------|-------------|---------------------|------|------|
| · · · ·                    | Mean        | SD          | Mean                | SD   | Р    |
| Smart Start                | 11.28       | 8.59        | 11.60               | 8.72 | 0.00 |
| More at Four               | 3.31        | 2.49        | 3.42                | 2.57 | 0.00 |
| Female                     | 49.08%      | -           | 49.03%              | -    | 0.68 |
| Child white                | 59.42%      | -           | 64.19%              | -    | 0.00 |
| Child black                | 31.68%      | -           | 26.49%              | -    | 0.00 |
| Child native American      | 1.97%       | -           | 1.56%               | -    | 0.00 |
| Child Asian                | 0.98%       | -           | 0.95%               | -    | 0.30 |
| Child Hispanic             | 3.69%       | -           | 3.92%               | -    | 0.00 |
| Child mixed race           | 2.25%       | -           | 2.88%               | -    | 0.00 |
| Extremely low birth weight | 0.46%       | -           | 0.45%               | -    | 0.48 |
| Very low birth weight      | 0.81%       | -           | 0.77%               | -    | 0.06 |
| Low birth weight           | 6.97%       | -           | 6.89%               | -    | 0.22 |
| Normal weight              | 81.82%      | -           | 81.85%              | -    | 0.79 |
| High birth weight          | 9.91%       | -           | 10.01%              | -    | 0.18 |
| Mother's education (years) | 12.53       | 2.40        | 12.50               | 2.45 | 0.00 |
| Marital status             | 66.23%      | -           | 66.18%              | -    | 0.66 |
| Mother's age (years)       | 26.02       | 5.95        | 25.16               | 5.59 | 0.00 |
| No dad information         | 14.88%      | -           | 13.98%              | -    | 0.00 |
| Mother immigrant           | 5.82%       | -           | 5.76%               | -    | 0.28 |
| First born                 | 43.07%      | -           | 46.96%              | -    | 0.00 |
| Mother white               | 61.94%      | -           | 67.37%              | -    | 0.00 |
| Mother black               | 31.62%      | -           | 26.48%              | -    | 0.00 |
| Mother native American     | 1.78%       | -           | 1.37%               | -    | 0.00 |
| Mother Asian               | 1.11%       | -           | 1.11%               | -    | 0.98 |
| Mother Hispanic            | 3.49%       | -           | 3.61%               | -    | 0.01 |
| Mother other race          | 0.06%       | -           | 0.05%               | -    | 0.08 |

Table 7 compares the same-county sample with the different-county sample in children's characteristics and birth mothers' characteristics in Grade 6 panel. Children, whose birth county was the same as the county where they went to school, were less likely to be white.

# **Regression models on performance in a single time point**

|                            | (1)        | (2)        | (3)        |
|----------------------------|------------|------------|------------|
|                            | Grade 6    | Grade 7    | Grade 8    |
| Smart Start (\$00's)       | 0.0065***  | 0.0056***  | 0.0071***  |
|                            | (0.0010)   | (0.0010)   | (0.0010)   |
| More at Four (\$00's)      | 0.0182***  | 0.0203***  | 0.0233***  |
|                            | (0.0030)   | (0.0030)   | (0.0033)   |
| Female                     | 0.1685***  | 0.1649***  | 0.1547***  |
|                            | (0.0037)   | (0.0042)   | (0.0034)   |
| Child black                | -0.2702*** | -0.2657*** | -0.2636*** |
|                            | (0.0121)   | (0.0117)   | (0.0128)   |
| Child native American      | -0.1477*** | -0.1338*** | -0.1550*** |
|                            | (0.0145)   | (0.0134)   | (0.0160)   |
| Child Asian                | 0.0141     | 0.0267     | 0.0103     |
|                            | (0.0209)   | (0.0230)   | (0.0207)   |
| Child Hispanic             | -0.0728*** | -0.0379*** | -0.0454*** |
|                            | (0.0128)   | (0.0122)   | (0.0117)   |
| Child mixed race           | -0.0600*** | -0.0418*** | -0.0402*** |
|                            | (0.0086)   | (0.0079)   | (0.0074)   |
| Extremely low birth weight | -0.2556*** | -0.2434*** | -0.2279*** |
|                            | (0.0136)   | (0.0165)   | (0.0161)   |
| Very low birth weight      | -0.0766*** | -0.0838*** | -0.0560*** |
|                            | (0.0117)   | (0.0118)   | (0.0116)   |
| Low birth weight           | -0.0607*** | -0.0515*** | -0.0437*** |
|                            | (0.0041)   | (0.0043)   | (0.0043)   |
| High birth weight          | 0.0342***  | 0.0308***  | 0.0263***  |
|                            | (0.0032)   | (0.0031)   | (0.0032)   |
| Mother's education (years) | 0.0967***  | 0.0936***  | 0.0899***  |
|                            | (0.0019)   | (0.0017)   | (0.0018)   |
| Marital status             | 0.0542***  | 0.0573***  | 0.0555***  |
|                            | (0.0051)   | (0.0046)   | (0.0047)   |
| Mother's age (years)       | 0.0104***  | 0.0101***  | 0.0103***  |
|                            | (0.0005)   | (0.0005)   | (0.0005)   |
| No dad information         | -0.0332*** | -0.0434*** | -0.0518*** |
|                            | (0.0053)   | (0.0041)   | (0.0042)   |
| Mother immigrant           | 0.1197***  | 0.1297***  | 0.1233***  |
|                            | (0.0124)   | (0.0124)   | (0.0097)   |

# Table 8: Linear regression models on reading scores<sup>8</sup>

<sup>&</sup>lt;sup>8</sup> Models with time and county fixed effects.

| First born  | 0.1718***  | 0.1608***  | 0.1595***  |
|---|------------|------------|------------|
|   | (0.0037)   | (0.0036)   | (0.0035)   |
| Mother black                                      | -0.1865*** | -0.1668*** | -0.1822*** |
|   | (0.0125)   | (0.0113)   | (0.0094)   |
| Mother native American                            | -0.1078*** | -0.0981*** | -0.1190*** |
|   | (0.0185)   | (0.0191)   | (0.0174)   |
| Mother Asian                                      | 0.0689***  | 0.0630***  | 0.0705***  |
|   | (0.0196)   | (0.0201)   | (0.0212)   |
| Mother Hispanic                                   | 0.0018     | 0.0123     | 0.0126     |
| -   | (0.0136)   | (0.0130)   | (0.0137)   |
| Mother other race                                 | 0.1168***  | 0.1725***  | 0.1662***  |
|   | (0.0344)   | (0.0349)   | (0.0349)   |
| Economic disadvantage                             | -0.2567*** | -0.2470*** | -0.2303*** |
|   | (0.0046)   | (0.0046)   | (0.0042)   |
| Grade retention                                   | -0.8426*** | -0.7686*** | -0.8062*** |
|   | (0.0159)   | (0.0126)   | (0.0183)   |
| Births to black mothers (share of births)         | -0.1453    | -0.0764    | -0.1134    |
|   | (0.1560)   | (0.1350)   | (0.1266)   |
| Births to Hispanic mothers (share of births)      | 0.1640     | 0.1080     | 0.2160     |
|   | (0.2398)   | (0.2375)   | (0.2043)   |
| Births to low education mothers (share of births) | -0.1874    | -0.0772    | -0.1531    |
|   | (0.1294)   | (0.1341)   | (0.1231)   |
| Number of births (log)                            | -0.0068    | -0.0632    | -0.0583    |
|   | (0.0495)   | (0.0477)   | (0.0403)   |
| Total population (log)                            | 0.0858     | 0.0069     | 0.0801     |
|   | (0.1817)   | (0.1918)   | (0.1654)   |
| Median family income (2009 \$)                    | -96.1082   | 23.8623    | -72.0037   |
|   | (120.5009) | (108.3553) | (109.2769) |
| Population on Food Stamps (share of population)   | 0.2418     | 0.2669     | 0.6071     |
|   | (0.4750)   | (0.4848)   | (0.4581)   |
| Population on Medicaid (share of population)      | 0.4220     | 0.1294     | -0.0653    |
|   | (0.5440)   | (0.5803)   | (0.5552)   |
| Other minority students (share of students)       | -0.0010*** | -0.0010*** | -0.0011*** |
|   | (0.0004)   | (0.0004)   | (0.0003)   |
| Black students (share of students)                | -0.0016*** | -0.0016*** | -0.0009*** |
|   | (0.0005)   | (0.0004)   | (0.0003)   |
| Charter School                                    | -0.1577*** | -0.1201*** | -0.0598**  |

|                        | (0.0256)   | (0.0271)   | (0.0280)   |
|------------------------|------------|------------|------------|
| Federal (2009 dollars) | -0.0001*** | -0.0001*** | -0.0000    |
|                        | (0.0000)   | (0.0000)   | (0.0000)   |
| State (2009 dollars)   | -0.0001*** | -0.0001*** | -0.0001*** |
|                        | (0.0000)   | (0.0000)   | (0.0000)   |
| Local (2009 dollars)   | -0.0000    | 0.0000     | 0.0000     |
|                        | (0.0000)   | (0.0000)   | (0.0000)   |
| Constant               | -2.0643    | -0.8228    | -1.6428    |
|                        | (1.9889)   | (2.0821)   | (1.8274)   |
|                        |            |            |            |
| Observations           | 855,538    | 847,607    | 804,051    |
| R-squared              | 0.286      | 0.269      | 0.266      |

Robust standard errors in parentheses \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

The positive coefficients of SS program indicate that the SS program improved individual reading scores among students in Grade 6, Grade 7, and Grade 8 ( $B_{SS}=0.0065$ , p<0.01 for Grade 6;  $B_{SS}=0.0056$ , p<0.01 for Grade 7;  $B_{SS}=0.0071$ , p<0.01 for Grade 8; Table 8). The MF program was also found to increase reading scores in each grade panel ( $B_{MF}=0.0182$ , p<0.01 for Grade 6;  $B_{MF}=0.0203$ , p<0.01 for Grade 7;  $B_{MF}=0.0233$ , p<0.01 for Grade 8; Table 8).

|                            | (1)        | (2)        | (3)        |
|----------------------------|------------|------------|------------|
|                            | Grade 6    | Grade 7    | Grade 8    |
| Smart Start (\$00's)       | 0.0049***  | 0.0049***  | 0.0056***  |
|                            | (0.0011)   | (0.0012)   | (0.0014)   |
| More at Four (\$00's)      | 0.0182***  | 0.0214***  | 0.0216***  |
|                            | (0.0029)   | (0.0029)   | (0.0037)   |
| Female                     | 0.0369***  | 0.0594***  | 0.0580***  |
|                            | (0.0032)   | (0.0034)   | (0.0033)   |
| Child black                | -0.2792*** | -0.2575*** | -0.2462*** |
|                            | (0.0135)   | (0.0130)   | (0.0139)   |
| Child native American      | -0.1514*** | -0.1366*** | -0.1460*** |
|                            | (0.0165)   | (0.0185)   | (0.0171)   |
| Child Asian                | 0.1645***  | 0.1923***  | 0.2058***  |
|                            | (0.0223)   | (0.0242)   | (0.0297)   |
| Child Hispanic             | -0.0134    | 0.0095     | 0.0089     |
|                            | (0.0131)   | (0.0128)   | (0.0131)   |
| Child mixed race           | -0.1082*** | -0.1004*** | -0.0841*** |
|                            | (0.0100)   | (0.0092)   | (0.0100)   |
| Extremely low birth weight | -0.4166*** | -0.3579*** | -0.3333*** |
|                            | (0.0151)   | (0.0135)   | (0.0160)   |
| Very low birth weight      | -0.1916*** | -0.1759*** | -0.1564*** |
|                            | (0.0104)   | (0.0095)   | (0.0089)   |
| Low birth weight           | -0.1035*** | -0.0940*** | -0.0798*** |
|                            | (0.0031)   | (0.0035)   | (0.0040)   |
| High birth weight          | 0.0567***  | 0.0560***  | 0.0488***  |
|                            | (0.0028)   | (0.0033)   | (0.0030)   |
| Mother's education (years) | 0.1052***  | 0.1037***  | 0.0992***  |
|                            | (0.0023)   | (0.0022)   | (0.0022)   |
| Marital status             | 0.0598***  | 0.0538***  | 0.0592***  |
|                            | (0.0036)   | (0.0037)   | (0.0036)   |
|                            |            |            |            |

# Table 9: Linear regression models on math scores9

<sup>9</sup> Models with time and county fixed effects.

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| Mother's age (veers)                              | 0.0065***              | 0.0067***  | 0.0068***  |
|---|------------------------|------------|------------|
| Mother's age (years)                              |                        | (0.0005)   |            |
| No dod information                                | (0.0005)<br>-0.0351*** | . ,        | (0.0005)   |
| No dad information                                |                        | -0.0434*** | -0.0507*** |
|   | (0.0040)               | (0.0039)   | (0.0041)   |
| Mother immigrant                                  | 0.1814***              | 0.1906***  | 0.1886***  |
|   | (0.0118)               | (0.0144)   | (0.0138)   |
| First born  | 0.1001***              | 0.1002***  | 0.0956***  |
|   | (0.0028)               | (0.0028)   | (0.0025)   |
| Mother black                                      | -0.1913***             | -0.1743*** | -0.1661*** |
|   | (0.0147)               | (0.0132)   | (0.0130)   |
| Mother native American                            | -0.0895***             | -0.0742*** | -0.0969*** |
|   | (0.0170)               | (0.0135)   | (0.0147)   |
| Mother Asian                                      | 0.1794***              | 0.1810***  | 0.1696***  |
|   | (0.0211)               | (0.0222)   | (0.0259)   |
| Mother Hispanic                                   | 0.0411***              | 0.0613***  | 0.0725***  |
|   | (0.0143)               | (0.0151)   | (0.0138)   |
| Mother other race                                 | 0.1489**               | 0.1431**   | 0.1853***  |
|   | (0.0581)               | (0.0551)   | (0.0455)   |
| Economic disadvantage                             | -0.2551***             | -0.2437*** | -0.2211*** |
|   | (0.0049)               | (0.0050)   | (0.0052)   |
| Grade retention                                   | -0.8146***             | -0.7417*** | -0.8425*** |
|   | (0.0146)               | (0.0114)   | (0.0170)   |
| Births to black mothers (share of births)         | 0.0369                 | 0.0231     | 0.0737     |
|   | (0.1785)               | (0.1674)   | (0.1558)   |
| Births to Hispanic mothers (share of births)      | 0.2273                 | 0.0489     | 0.1818     |
|   | (0.2268)               | (0.2266)   | (0.1877)   |
| Births to low education mothers (share of births) | -0.0555                | 0.0967     | -0.0501    |
|   | (0.1419)               | (0.1596)   | (0.1265)   |
| Number of births (log)                            | -0.0124                | -0.0653    | -0.0825    |
|   | (0.0501)               | (0.0537)   | (0.0541)   |
| Total population (log)                            | 0.4050**               | 0.1396     | 0.0995     |
|   | (0.1840)               | (0.1779)   | (0.1958)   |
| Median family income (2009 \$)                    | -<br>374.0778***       | -58.7695   | -95.6881   |

|   | (114.3962) | (115.6201) | (113.3953) |
|---|------------|------------|------------|
| Population on Food Stamps (share of population) | -0.4112    | -0.0705    | 0.0143     |
|   | (0.5880)   | (0.5473)   | (0.5926)   |
| Population on Medicaid (share of population)    | 1.0415     | 0.7678     | -0.2750    |
|   | (0.6664)   | (0.6637)   | (0.6304)   |
| Other minority students (share of students)     | -0.0020*** | -0.0021*** | -0.0028*** |
|   | (0.0004)   | (0.0004)   | (0.0004)   |
| Black students (share of students)              | -0.0018*** | -0.0016*** | -0.0009**  |
|   | (0.0006)   | (0.0005)   | (0.0004)   |
| Charter School                                  | -0.2574*** | -0.2131*** | -0.1854*** |
|   | (0.0326)   | (0.0335)   | (0.0401)   |
| Federal (2009 dollars)                          | -0.0001*** | -0.0000*   | 0.0000     |
|   | (0.0000)   | (0.0000)   | (0.0000)   |
| State (2009 dollars)                            | -0.0001*** | -0.0001*** | -0.0001*** |
|   | (0.0000)   | (0.0000)   | (0.0000)   |
| Local (2009 dollars)                            | 0.0000     | 0.0000     | 0.0000**   |
|   | (0.0000)   | (0.0000)   | (0.0000)   |
| Constant  | -5.4277*** | -2.2248    | -1.6134    |
|   | (1.9591)   | (1.9231)   | (2.1199)   |
|   |            |            |            |
| Observations                                    | 858,326    | 848,946    | 805,164    |
| R-squared                                       | 0.297      | 0.281      | 0.271      |

Robust standard errors in parentheses \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

The positive coefficients of SS program indicate that the SS program improved individual math scores among students in Grade 6, Grade 7, and Grade 8 ( $B_{SS}$ =0.0049, p<0.01 for Grade 6;  $B_{SS}$ =0.0049, p<0.01 for Grade 7;  $B_{SS}$ =0.0056, p<0.01 for Grade 8; Table 9). The MF program was also found to increase math scores in each grade panel ( $B_{MF}$ =0.0182, p<0.01 for Grade 6;  $B_{MF}$ =0.0214, p<0.01 for Grade 7;  $B_{MF}$ =0.0216, p<0.01 for Grade 8; Table 9).

| 0 0                           |           | 0 0       | -         |
|-------------------------------|-----------|-----------|-----------|
|                               | Grade 6   | Grade 7   | Grade 8   |
| Grade Retention in each grade |           |           |           |
| Smart Start (\$00's)          | 0.9959    | 0.9974    | 0.9998    |
|                               | (0.0074)  | (0.0069)  | (0.0072)  |
| More at Four (\$00's)         | 0.9965    | 0.9790    | 0.9435*** |
|                               | (0.0228)  | (0.0203)  | (0.0199)  |
| Observations                  | 893,102   | 884,039   | 833,592   |
| Grade Retention since Grade 3 |           |           |           |
| Smart Start (\$00's)          | 0.9783*** | 0.9765*** | 0.9617*** |
|                               | (0.0078)  | (0.0072)  | (0.0060)  |
| More at Four (\$00's)         | 0.9293*** | 0.9263*** | 0.8985*** |
|                               | (0.0178)  | (0.0174)  | (0.0186)  |
| Observations                  | 893,102   | 884,039   | 833,592   |

**Table 10: Logistic regression models on being a grade repeater**<sup>10</sup>

The MF reduced probability of grade retention among students in Grade 8 (OR<sub>SS</sub>=0.9435, p<0.01, Table 10). The Odds Ratio to repeat grade for students who were born in the counties with average SS investment as \$1,100 per child was 0.53 (exp(ln(0.9435)\*11)=0.53), indicating that SS program reduced the possibility of repeating the eighth grade by 47%, compared to those who were born in counties without SS program if holding all other variables constant. However, no similar findings was found for students in either Grade 6 or Grade 7.

The SS program reduced the probability of being a grade repeater since Grade 3 among students in Grade 6, 7, and 8 ( $OR_{SS}=0.9783$ , p<0.01 for Grade 6;  $OR_{SS}=0.9765$ , p<0.01 for Grade 7;  $OR_{SS}=0.9617$ , p<0.01 for Grade 8) (Table 10). In addition, the MF program decreased the likelihood of being a grade repeater since Grade 3 among students in Grade 6, 7, and 8 ( $OR_{SS}=0.9293$ , p<0.01 for Grade 6;  $OR_{SS}=0.9263$ , p<0.01 for Grade 7;  $OR_{SS}=0.8985$ , p<0.01 for Grade 8) (Table 10).

<sup>&</sup>lt;sup>10</sup> Models with time and county fixed effects.

|           |  | 01000  |
|-----------|--|--|
|           |  |  |
| 0.9916*** | 0.9925***  | 0.9873***  |
| (0.0024)  | (0.0021)   | (0.0023)   |
| 0.9607*** | 0.9601***  | 0.9502***  |
| (0.0066)  | (0.0061)   | (0.0069)   |
| 893,102   | 884,039  | 833,592  |
|           |  |  |
| 0.9911*** | 0.9919***  | 0.9876***  |
| (0.0022)  | (0.0020)   | (0.0021)   |
| 0.9663*** | 0.9642***  | 0.9594***  |
| (0.0061)  | (0.0057)   | (0.0062)   |
| 893,102   | 884,039  | 833,592  |
|           | (0.0024)<br>0.9607***<br>(0.0066)<br>893,102<br>0.9911***<br>(0.0022)<br>0.9663***<br>(0.0061) | (0.0024)(0.0021)0.9607***0.9601***(0.0066)(0.0061)893,102884,0390.9911***0.9919***(0.0022)(0.0020)0.9663***0.9642***(0.0061)(0.0057) |

 Table 11: Logistic regression models on receiving special education<sup>11</sup>

 Grade 6 Grade 7 Grade 8

The SS funding reduced probability of receiving special education services among students in Grade 6 (OR<sub>SS</sub>=0.9916, p<0.01, Table 11). The Odds Ratio to receive special education for students who were born in the counties with average SS investment as \$1,100 per child was 0.91 ( $\exp(\ln(0.9916)*11) = 0.91$ ), indicating that SS program reduced the possibility of special education placement by 9%. Similar findings were also seen for students in both Grade 7 and Grade 8.

The MF program reduced probability of receiving special education services among students in Grade 6, 7, and 8 (OR<sub>MF</sub>=0.9607, p<0.01 for Grade 6; OR<sub>MF</sub>=0.9601, p<0.01 for Grade 7; OR<sub>MF</sub>=0.9502, p<0.01 for Grade 8, Table 11). The Odds Ratio to receive special education for students who were born in the counties with average MF investment as \$1,100 per child was 0.64 (exp(ln(0.9607)\*11) =0.64), indicating that MF program reduced the possibility of special education placement by 36% for sixth graders. Similar findings were also found for students in both Grade 7 and Grade 8.

<sup>&</sup>lt;sup>11</sup> Models with time and county fixed effects.

## Sensitivity analysis

Nearly one fourth of students in our grade panels changed their family residence from one county (i.e., where they were born) to another (i.e., where they went to school) in North Carolina (Table 6). We conducted a sensitivity analysis to explore whether the program effects were affected by moving from birth county to school county (Table 12a and 12b).

From Table 12a and 12b, we can conclude that whether students moved from their birth counties to other counties did not affect the positive relationship between program funding level and math/reading scores.

|                       | (1)         | (2)         | (3)                 | (4)                 |
|-----------------------|-------------|-------------|---------------------|---------------------|
|                       | Full Sample | Same County | Different<br>County | Different<br>County |
| Grade 6               |             |             |                     |                     |
| Smart Start (\$00's)  | 0.0049***   | 0.0061***   | 0.0102***           | 0.0316***           |
|                       | (0.0011)    | (0.0014)    | (0.0027)            | (0.0023)            |
| More at Four (\$00's) | 0.0182***   | 0.0245***   | 0.0045***           | 0.0023***           |
|                       | (0.0029)    | (0.0040)    | (0.0008)            | (0.0009)            |
| Observations          | 858,326     | 661,574     | 196,752             | 196,752             |
| R-squared             | 0.297       | 0.307       | 0.278               | 0.279               |
| Grade 7               |             |             |                     |                     |
| Smart Start (\$00's)  | 0.0049***   | 0.0061***   | 0.0138***           | 0.0316***           |
|                       | (0.0012)    | (0.0016)    | (0.0028)            | (0.0028)            |
| More at Four (\$00's) | 0.0214***   | 0.0280***   | 0.0042***           | 0.0028***           |
|                       | (0.0029)    | (0.0040)    | (0.0009)            | (0.0009)            |
| Observations          | 848,946     | 650,696     | 198,250             | 198,250             |
| R-squared             | 0.281       | 0.291       | 0.264               | 0.265               |
| Grade 8               |             |             |                     |                     |
| Smart Start (\$00's)  | 0.0056***   | 0.0068***   | 0.0186***           | 0.0286***           |
|                       | (0.0014)    | (0.0016)    | (0.0029)            | (0.0026)            |
| More at Four (\$00's) | 0.0216***   | 0.0259***   | 0.0047***           | 0.0026***           |
|                       | (0.0037)    | (0.0047)    | (0.0011)            | (0.0008)            |
| Observations          | 805,164     | 615,569     | 189,595             | 189,595             |
| R-squared             | 0.271       | 0.280       | 0.254               | 0.254               |

# Table 12a: Sensitivity analysis if birth county was not school county (Math standardized score)

Note:

a. Column (1) is the model output for full sample; Column (2) is the model for those if birth county was the same as school county; Column (3) and (4) are the models for those if birth county was different from school county: (3) uses \$ from birth county; (4) uses \$ from school county.

b. All variables in Table 5 are controlled.

#### c. Robust standard errors in parentheses;

d. \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

|                       | (1)         | (2)         | (3)                 | (4)                 |  |
|-----------------------|-------------|-------------|---------------------|---------------------|--|
|                       | Full Sample | Same County | Different<br>County | Different<br>County |  |
| Grade 6               |             |             |                     |                     |  |
| Smart Start (\$00's)  | 0.0065***   | 0.0078***   | 0.0127***           | 0.0303***           |  |
|                       | (0.0010)    | (0.0012)    | (0.0027)            | (0.0020)            |  |
| More at Four (\$00's) | 0.0182***   | 0.0232***   | 0.0052***           | 0.0031***           |  |
|                       | (0.0030)    | (0.0041)    | (0.0008)            | (0.0007)            |  |
| Observations          | 855,538     | 659,391     | 196,147             | 196,147             |  |
| R-squared             | 0.286       | 0.293       | 0.269               | 0.270               |  |
| Grade 7               |             |             |                     |                     |  |
| Smart Start (\$00's)  | 0.0056***   | 0.0069***   | 0.0141***           | 0.0312***           |  |
|                       | (0.0010)    | (0.0013)    | (0.0030)            | (0.0023)            |  |
| More at Four (\$00's) | 0.0203***   | 0.0263***   | 0.0044***           | 0.0040***           |  |
|                       | (0.0030)    | (0.0040)    | (0.0008)            | (0.0007)            |  |
| Observations          | 847,607     | 649,575     | 198,032             | 198,032             |  |
| R-squared             | 0.269       | 0.277       | 0.251               | 0.252               |  |
| Grade 8               |             |             |                     |                     |  |
| Smart Start (\$00's)  | 0.0071***   | 0.0082***   | 0.0202***           | 0.0254***           |  |
|                       | (0.0010)    | (0.0012)    | (0.0032)            | (0.0020)            |  |
| More at Four (\$00's) | 0.0233***   | 0.0275***   | 0.0056***           | 0.0041***           |  |
|                       | (0.0033)    | (0.0040)    | (0.0008)            | (0.0006)            |  |
| Observations          | 804,051     | 614,680     | 189,371             | 189,371             |  |
| R-squared             | 0.266       | 0.274       | 0.248               | 0.249               |  |

# Table 12b: Sensitivity analysis if birth county was not school county (Reading standardized score)

Note:

a. Column (1) is the model output for full sample; Column (2) is the model for those if birth county was the same as school county; Column (3) and (4) are the models for those if birth county was different from school county: (3) uses \$ from birth county; (4) uses \$ from school county.

b. All variables in Table 5 are controlled.

c. Robust standard errors in parentheses;

**d.** \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

### **Program effects on subpopulations**

A statistically significant coefficient of interaction indicates a significant difference in the slope of program funding among subpopulations. For example, a significant coefficient of the interaction between MF funding and mother's low education indicates that the slopes of two regression lines (i.e., children whose mothers had 12 or more years in education and those whose mothers had 11 or fewer years in education) are different. Moreover, the line of those whose mothers had 11 or fewer years in education is steeper than the other line (i.e., b=0.0099, p<0.01; Table 13). Based on the effect of MF on reading score as a function of mother education, Figure 3 shows the difference in conditional margin effects between the two groups when 12 or more year education for mothers is used as a reference category. The steeper, the more marginal score was gained for those whose mothers had 11 or fewer years in education (Figure 1).

| •                     |            | ,          |           |             |           |            |
|-----------------------|------------|------------|-----------|-------------|-----------|------------|
|                       | Reading    |            |           | Math        |           |            |
|                       | Grade 6    | Grade 7    | Grade 8   | Grade 6     | Grade 7   | Grade 8    |
|                       |            |            |           |             |           |            |
| Smart Start (\$00's)  | 0.0067***  | 0.0057***  | 0.0067*** | 0.0056***   | 0.0049*** | 0.0048***  |
|                       | (0.0011)   | (0.0012)   | (0.0011)  | (0.0014)    | (0.0014)  | (0.0017)   |
| More at Four (\$00's) | 0.0122***  | 0.0073**   | 0.0042    | 0.0116***   | 0.0044    | 0.0029     |
|                       | (0.0033)   | (0.0030)   | (0.0033)  | (0.0032)    | (0.0031)  | (0.0033)   |
| SS x Mother's low     |            |            |           |             |           |            |
| education             | 0.0009     | 0.0007     | 0.0016**  | 0.0008      | 0.0010    | 0.0024***  |
|                       | (0.0007)   | (0.0007)   | (0.0008)  | (0.0008)    | (0.0007)  | (0.0008)   |
| MF x Mother's low     | 0.0000     | 0.00104444 | 0.0000    | 0.0104///// |           |            |
| education             | 0.0099***  | 0.0218***  | 0.0203*** | 0.0104***   | 0.0263*** | 0.0274***  |
|                       | (0.0023)   | (0.0024)   | (0.0024)  | (0.0022)    | (0.0024)  | (0.0028)   |
| SS x Mother Black     | -0.0007    | -0.0002    | 0.0005    | -0.0020     | -0.0003   | 0.0016     |
|                       | (0.0012)   | (0.0011)   | (0.0012)  | (0.0012)    | (0.0014)  | (0.0013)   |
| MF x Mother Black     | 0.0090**   | 0.0187***  | 0.0357*** | 0.0102***   | 0.0261*** | 0.0320***  |
|                       | (0.0034)   | (0.0037)   | (0.0045)  | (0.0036)    | (0.0047)  | (0.0052)   |
| SS x Mother Hispanic  | -0.0046*** | -0.0053*** | -0.0032** | -0.0050***  | -0.0039** | -0.0030*** |
|                       | (0.0016)   | (0.0017)   | (0.0013)  | (0.0018)    | (0.0018)  | (0.0011)   |
| MF x Mother Hispanic  | 0.0037     | 0.0088**   | 0.0205*** | 0.0076*     | 0.0110**  | 0.0060     |

Table 13: Interactions between program effects and students' characteristics (race & education level of birth mother)

|                        | (0.0041)   | (0.0042)   | (0.0047)   | (0.0041)   | (0.0044)   | (0.0040)   |
|------------------------|------------|------------|------------|------------|------------|------------|
| Mother's low education | -0.2650*** | -0.2700*** | -0.2650*** | -0.2671*** | -0.2756*** | -0.2842*** |
|                        | (0.0073)   | (0.0075)   | (0.0076)   | (0.0087)   | (0.0078)   | (0.0086)   |
| Mother black           | -0.1768*** | -0.1735*** | -0.2173*** | -0.1661*** | -0.1851*** | -0.2046*** |
|                        | (0.0137)   | (0.0156)   | (0.0143)   | (0.0162)   | (0.0172)   | (0.0204)   |
| Mother Hispanic        | -0.0408**  | -0.0331*   | -0.0756*** | -0.0136    | -0.0213    | -0.0092    |
|                        | (0.0176)   | (0.0188)   | (0.0170)   | (0.0231)   | (0.0240)   | (0.0195)   |
|                        |            |            |            |            |            |            |
| Observations           | 855,538    | 847,607    | 804,051    | 858,326    | 848,946    | 805,164    |
| R-squared              | 0.264      | 0.249      | 0.246      | 0.270      | 0.255      | 0.245      |
| Note                   |            |            |            |            |            |            |

Note:

- a. All models are conducted with time and county fixed effects.
- b. All variables in Table 6 are controlled.
- c. Robust standard errors in parentheses;
- d. \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

# Figure 1: Contrasts of conditional marginal effects of low-educated mother status on reading score for 8<sup>th</sup> graders

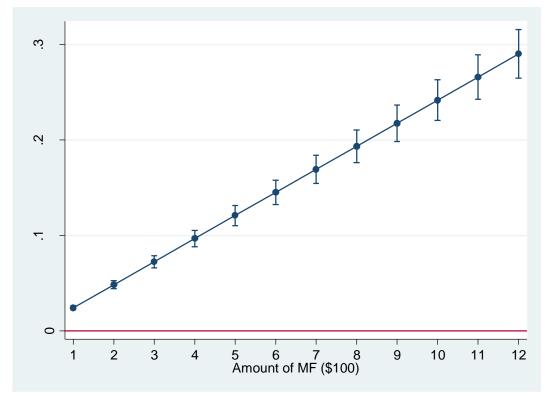


Figure 2: Contrasts of conditional marginal effects of African American mother status on reading score for 8<sup>th</sup> graders

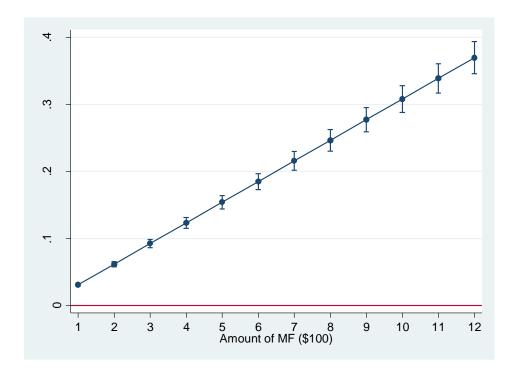


Figure 3: Contrasts of conditional marginal effects of low-educated mother status on math score for 8th graders

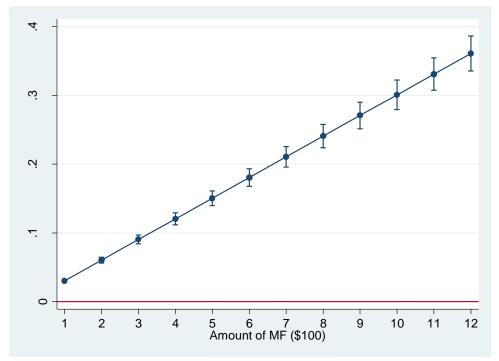
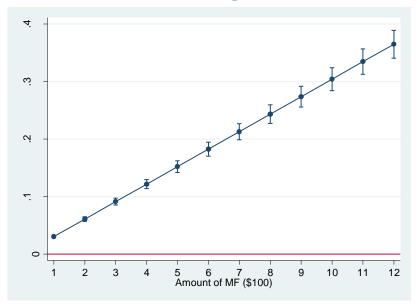


Figure 4: Contrasts of conditional marginal effects of African American mother status on math score for 8th graders



To examine whether SS and MF funding level had different effects on mother education level, we repeated models with the addition of interaction terms (i.e.,  $SS \times$  mother education status and MF  $\times$  mother education status) (Table 13). The mother education status was coded as 1 if the number of years in education was less than 12 when the child was born; otherwise, it was coded as 0. The MF investment was set to \$100. Thus, the total effect of MF on reading score was a sum of two coefficients: MF and the interaction term (i.e., MF × Low educated mothers) for students whose mothers completed less than 12 years in education. For students whose mothers completed 12 or more years in education, the total effect of MF on reading score is the coefficient of MF only. Then, we converted the coefficients to the number of month gains in reading score by using the same approach we applied before. The cumulative number of months gained in EOG reading from MF was 0.2 for the sixth graders whose mother completed 12 or more years in education, while this number increased to 0.4 for the sixth graders whose mother completed less than 12 years in education. The pattern that the students with low educated mothers gained more months in reading than their peers with highly educated mothers was also seen in seventh graders and eighth graders (0.6 vs. 0.1 for Grade 7; 0.5 vs 0.1 for Grade 8, respectively) (Table 13).

We reported similar findings on EOG math score when testing whether the interaction between the program funding level and mother education level was significant. Among those born in the counties with MF program, the students whose mother completed less than 12 years in education gained more number of months than their peers (0.3 vs. 0.2 for sixth graders; 0.5 vs. 0.1 for Grade 7; 0.5 vs 0.0 for Grade 8, respectively) (Table 13).

We can learn at least two findings from Table 14. First, the students gained more months from MF than from SS. Second, if they were born in the counties with MF program, the students whose mother completed less than 12 years in education gained more number of months than their peers with highly educated mothers.

| Program | Grade | Mother with low education | Month Gain |      |  |
|---------|-------|---------------------------|------------|------|--|
| 2       |       |                           | Reading    | Math |  |
| SS      | 6     | No                        | 0.1        | 0.1  |  |
|         |       | Yes                       | 0.2        | 0.1  |  |
|         | 7     | No                        | 0.1        | 0.1  |  |
|         |       | Yes                       | 0.1        | 0.1  |  |
|         | 8     | No                        | 0.1        | 0.1  |  |
|         |       | Yes                       | 0.2        | 0.1  |  |
| MAF     | 6     | No                        | 0.2        | 0.2  |  |
|         |       | Yes                       | 0.4        | 0.3  |  |
|         | 7     | No                        | 0.1        | 0.1  |  |
|         |       | Yes                       | 0.6        | 0.5  |  |
|         | 8     | No                        | 0.1        | 0.0  |  |
|         |       | Yes                       | 0.5        | 0.5  |  |

Table 14. Comparison in magnitudes of SS and MF between students whose mothers completed 12 or more years in education and those whose mothers did not<sup>12</sup>.

Note:

1. SS and MF investment are set to \$100.

<sup>&</sup>lt;sup>12</sup> See Appendix for the calculation in detail.

|                                | (1)            | (2)                    | (3)       | (4)                    | (5)       | (6)                    |
|--------------------------------|----------------|------------------------|-----------|------------------------|-----------|------------------------|
|                                | Grade 6        | Grade<br>6_interaction | Grade 7   | Grade<br>7_interaction | Grade 8   | Grade<br>8_interaction |
| EOG Reading score              |                |                        |           |                        |           |                        |
| Smart Start (\$00's)           | 0.0065***      | 0.0065***              | 0.0056*** | 0.0058***              | 0.0072*** | 0.0069***              |
|                                | (0.0009)       | (0.0011)               | (0.001)   | (0.0011)               | (0.001)   | (0.001)                |
| More at Four (\$00's)          | 0.0182***      | 0.0135***              | 0.0204*** | 0.0062*                | 0.0233*** | 0.0032                 |
|                                | (0.003)        | (0.0036)               | (0.003)   | (0.0033)               | (0.0033)  | (0.0031)               |
| Economic disadvantage<br>(ED)  | 0.3309***      | -0.3377***             | 0.3170*** | -0.3324***             | 0.2969*** | -0.3336***             |
|                                | (0.0066)       | (0.0105)               | (0.0065)  | (0.0100)               | (0.0052)  | (0.0097)               |
| SS x ED                        |                | 0.0000                 |           | -0.0005                |           | 0.0006                 |
|                                |                | (0.0010)               |           | (0.0010)               |           | (0.0009)               |
| MF x ED                        |                | 0.0068**               |           | 0.0210***              |           | 0.0319***              |
|                                |                | (0.0029)               |           | (0.0030)               |           | (0.0030)               |
| Observations                   | 855,538        | 855,538                | 847,607   | 847,607                | 804,051   | 804,051                |
| R-squared                      | 0.263          | 0.263                  | 0.248     | 0.248                  | 0.244     | 0.246                  |
| EOG Math score                 |                |                        |           |                        |           |                        |
| Smart Start (\$00's)           | 0.0049***      | 0.0054***              | 0.0049*** | 0.0053***              | 0.0058*** | 0.0054***              |
|                                | (0.0011)       | (0.0014)               | (0.0012)  | (0.0014)               | (0.0014)  | (0.0016)               |
| More at Four (\$00's)          | 0.0183***      | 0.0145***              | 0.0215*** | 0.0032                 | 0.0216*** | -0.0012                |
|                                | (0.0030)       | (0.0038)               | (0.0029)  | (0.0032)               | (0.0037)  | (0.0033)               |
| Economic disadvantage          | -<br>0.3387*** | -0.3354***             | 0.3253*** | -0.3429***             | 0.2973*** | -0.3394***             |
|                                | (0.0076)       | (0.0109)               | (0.0067)  | (0.0107)               | (0.0059)  | (0.0106)               |
| SS x ED                        |                | -0.0009                |           | -0.0008                |           | 0.0007                 |
|                                |                | (0.0011)               |           | (0.0010)               |           | (0.0009)               |
| MF x ED                        |                | 0.0057*                |           | 0.0270***              |           | 0.0363***              |
|                                |                | (0.0034)               |           | (0.0031)               |           | (0.0032)               |
| Observations                   | 858,326        | 858,326                | 848,946   | 848,946                | 805,164   | 805,164                |
| R-squared                      | 0.269          | 0.269                  | 0.253     | 0.254                  | 0.243     | 0.244                  |
| Special education<br>placement |                |                        |           |                        |           |                        |
| Smart Start (\$00's)           | 0.9917***      | 0.9946**               | 0.9929*** | 0.9943**               | 0.9941*** | 0.9943**               |
|                                | (0.0024)       | (0.0026)               | (0.0021)  | (0.0022)               | (0.0021)  | (0.0023)               |
| More at Four (\$00's)          | 0.9606***      | 0.9599***              | 0.9599*** | 0.9613***              | 0.9621*** | 0.9673***              |
|                                | (0.0066)       | (0.0075)               | (0.0062)  | (0.0075)               | (0.0059)  | (0.0077)               |
| Economic disadvantage          | 1.9098***      | 1.9920***              | 1.9413*** | 1.9816***              | 1.9051*** | 1.9216***              |
|                                | (0.0191)       | (0.0261)               | (0.0206)  | (0.0301)               | (0.0238)  | (0.0346)               |
| SS x ED                        |                | 0.9953***              |           | 0.9979                 |           | 0.9997                 |
|                                |                | (0.0011)               |           | (0.0013)               |           | (0.0014)               |

# Table 15: Interactions between program effects and economic disadvantage status of student

| MF x ED               |           | 1.0018    |           | 0.9985    |           | 0.9929    |
|-----------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| MF X ED               |           |           |           |           |           |           |
|                       |           | (0.0055)  |           | (0.0065)  |           | (0.0063)  |
| Observations          | 893,138   | 893,138   | 886,023   | 886,023   | 876,753   | 876,753   |
| Grade retention       |           |           |           |           |           |           |
| Smart Start (\$00's)  | 0.9957    | 0.9936    | 0.9972    | 0.9889    | 0.9987    | 0.9976    |
|                       | (0.0074)  | (0.0072)  | (0.0069)  | (0.0071)  | (0.0066)  | (0.0071)  |
| More at Four (\$00's) | 0.9958    | 0.9846    | 0.9785    | 0.9657    | 0.9400*** | 0.9515**  |
|                       | (0.0230)  | (0.0282)  | (0.0204)  | (0.0242)  | (0.0196)  | (0.0237)  |
| Economic disadvantage | 2.2399*** | 2.1976*** | 1.9548*** | 1.8226*** | 1.6880*** | 1.6813*** |
|                       | (0.0799)  | (0.0785)  | (0.0613)  | (0.0708)  | (0.0631)  | (0.0730)  |
| SS x ED               |           | 1.0027    |           | 1.0110*** |           | 1.0016    |
|                       |           | (0.0034)  |           | (0.0034)  |           | (0.0051)  |
| MF x ED               |           | 1.0122    |           | 1.0133    |           | 0.9848    |
|                       |           | (0.0218)  |           | (0.0248)  |           | (0.0207)  |
| Observations          | 893,138   | 893,138   | 886,023   | 886,023   | 876,753   | 876,753   |

a. All models are conducted with time and county fixed effects.

- b. All variables in Table 6 are controlled.
- c. Robust standard errors in parentheses;
- d. \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

In this analysis, we found a statistically significant and positive sign for the interaction terms, indicating that the programs made a greater improvement in the students with economic disadvantage (ED) than their peers who did not receive the programs (Table 15). For example, a significant and positive coefficient of the interaction between MF funding and ED on reading score shows that, among those with ED, the eighth graders who received MF had a higher reading score in average than those who did not received MF (b=0.0319, p<0.01 for Grade 8; Table 15). In addition, the eighth graders who received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who graders who received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who did not received MF had a higher math score in average than those who did not received MF (b=0.0363, p<0.01). However, such improvement effects of MF were not found in either special education placement in grade retention (p>0.1).

Figure 5: Contrasts of conditional marginal effects of student' economically disadvantage status on reading score for 8<sup>th</sup> graders

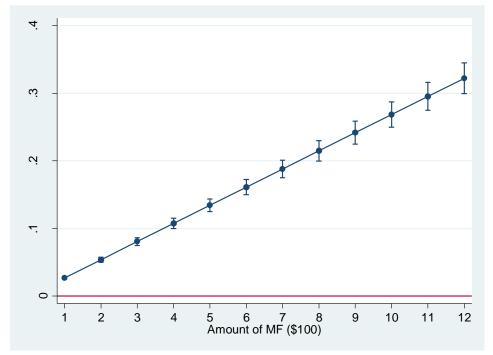
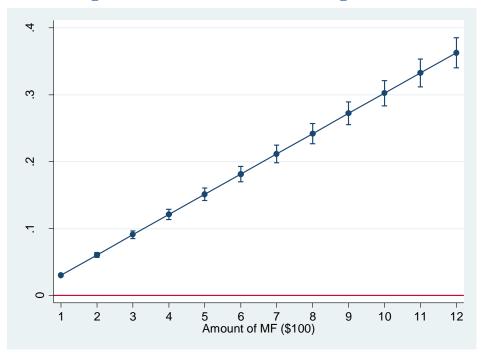


Figure 6: Contrasts of conditional marginal effects of student' economically disadvantage status on math score for 8th graders



## **Summary**

|  |    | Grade<br>3 | Grade<br>4 | Grade<br>5 | Grade<br>6 | Grade<br>7 | Grade<br>8 |
|--|----|------------|------------|------------|------------|------------|------------|
| EOG math scores                              | SS | +          | +          | +          | +          | +          | +          |
|  | MF | +          | +          | +          | +          | +          | +          |
| EOG reading scores                           | SS | +          | +          | +          | +          | +          | +          |
|  | MF | +          | +          | +          | +          | +          | +          |
| Grade retention in each<br>grade             | SS | -          |            |            |            |            |            |
| 0  | MF |            |            |            |            |            | -          |
| Grade retention since<br>Grade 3             | SS | n/a        | -          | -          | -          | -          | -          |
|  | MF | n/a        | -          | -          | -          | -          | -          |
| Special education<br>placement in each grade | SS | -          | -          | -          | -          | -          | -          |
|  | MF | -          | -          | -          | -          | -          | -          |
| Special education<br>placement since Grade 3 | SS | n/a        | -          | -          | -          | -          | -          |
|  | MF | n/a        | -          | -          | -          | -          | -          |

### Table 16: Summary of models on a single time point

#### Note:

+ program has positive effects on outcomes (statistically significant).

- program has negative effects on outcomes (statistically significant).

Our findings indicate that early childhood program effect was consistent from Grade 3 to Grade 8,

- both Smart Start and More at Four statistically significantly increased math scores and reading scores;
- both Smart Start and More at Four statistically significantly reduced probability of being placed in special education service in each grade, of being placed in special education service since Grade 3, and of repeating grade since Grade 3.

## Reference

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