
#### Abstract

Building on its previous work examining education and the economy, the Alliance for Excellent Education (the Alliance), with generous support from State Farm ${ }^{\circledR}$, analyzed state-level economic data to determine the economic benefits that states could see by improving the high school graduation rates of students of color and Native students. The Alliance calculated projections using a sophisticated economic model developed by Economic Modeling Specialists Inc., a firm specializing in socioeconomic impact tools. The findings presented in this document clearly demonstrate that the best economic stimulus package is a high school diploma.


## The Promise of Brown v. Board Not Yet Realized

The U.S. Supreme Court's landmark Brown v. Board of Education of Topeka decision in 1954 established that "separate education facilities are inherently unequal." Nearly sixty years later, the nation is still struggling to carry out the legacy of this decision and ensure that all students receive an equal education. In the twenty-firstcentury global economy, however, it is no longer enough that all students receive just an equal education; today, it is essential that all students receive a rigorous education that prepares them for success after high school. This is especially true for students of color, Native students, and students from historically underserved communities in order to break the cycle of poverty and disenfranchisement and fulfill the promise that the Brown v. Board decision embodied for many.

Students of color and Native students still do not have the same education outcomes as their peers. Nationally, graduation rates for these students hover near 50 percent, lagging up to 25 percentage points below white students. ${ }^{1}$ While Asian American students overall fare well, with an 81 percent graduation rate, a lack of detailed data hides pockets of inequity-Southeast Asians, for example, have graduation rates that are widely considered to be significantly lower. ${ }^{2}$
A key factor in these disparate outcomes is the schools that many students of color and Native students attend. Nearly sixty years after the Brown v. Board decision, students of color and Native students are still often concentrated in the lowest-performing high schools in the country. For example, students of color or Native students are six times more likely than their white peers to attend a "dropout factory," one of the nearly 2,000 high schools that produce half the nation's high school dropouts. ${ }^{3}$ In addition, nearly 75 percent of the high schools identified as the lowest performing in each state as part of the federal School Improvement Grant program are ones in which students of color and Native students make up the majority of the student population. ${ }^{4}$ In many of these schools, teachers are inexperienced, resources are few, and expectations are low; the promise of an education that prepares students for success after high school has been broken. Yet the potential for students in these schools to do great things remains high.

## The Economic Necessity to Deliver on the Promise

The hope of Brown v. Board has yet to be fulfilled, and the nation has a moral imperative to improve the educational outcomes of students of color and Native students. But, in a time of shifting demographics and an ailing economy, there is also an economic necessity to help all students unlock their potential and ensure that they graduate from high school with the skills and knowledge necessary to succeed in college and in their careers.

The nation's students of color and Native students are quickly moving from the minority of the student population to the majority. Already in twelve states, these students make up more than half of the total number of students. In ten additional states, students of color and Native students comprise between 40 and 50 percent of the student
population. ${ }^{5}$ Today's students are tomorrow's workforce, and the nation cannot afford to continue graduating just over half of the fastest-growing group of students.

Improving the educational outcomes of students of color and Native students will also significantly boost the national economy and the economies of the communities in which they live. Improving graduation rates in general-particularly among students of color and Native students-creates a wave of economic benefits that include boosting individual earnings, home and auto sales, job and economic growth, spending and investment, and state tax revenue.

To demonstrate these economic benefits in concrete terms, the Alliance for Excellent Education, through the generous support of State Farm ${ }^{\circledR}$, has quantified the potential economic benefits that would likely accrue if the number of dropouts among African American, Latino, Asian American, and Native American students were cut in half in each state. ${ }^{\text {a }}$

Nationwide, the economic benefits that would likely be realized as a result of increasing the graduation rate of just one single high school class are staggering. ${ }^{\text {b }}$

- African American students: If just half of the 333,200 African American students who dropped out from the Class of 2010 had graduated, these 166,600 "new graduates" together would likely be earning an additional $\$ 1.7$ billion each year compared to what they will earn without a high school diploma. These increased earnings would have filtered throughout the economy and created additional economic benefits, including the following:
- Increased spending and investment: New graduates' increased earnings, combined, would likely have allowed them to spend up to an additional $\mathbf{\$ 1 . 3}$ billion and invest an additional $\mathbf{\$ 4 4 2}$ million during an average year.
- Increased home and vehicle sales: By the midpoint of their careers, these new graduates, combined, would likely have spent as much as $\$ 4.3$ billion more on home purchases than they will spend without a diploma. In addition, they would likely have spent up to an additional $\mathbf{\$ 1 7 8}$ million on vehicle purchases during an average year.
- Latino students: If just half of the 363,900 Latino students who dropped out from the Class of 2010 had graduated, together these 181,950 new graduates would likely be earning an additional $\mathbf{\$ 2 . 2}$ billion each year compared to what they will earn without a high school diploma. These increased earnings would have filtered throughout the economy and created additional economic benefits, including the following:
- Increased spending and investment: New graduates' increased earnings, combined, would likely have allowed them to spend up to an additional $\mathbf{\$ 1 . 6}$ billion and invest an additional $\mathbf{\$ 5 9 4} \mathbf{~ m i l l i o n}$ during an average year.
- Increased home and vehicle sales: By the midpoint of their careers, these new graduates, combined, would likely have spent as much as $\mathbf{\$ 5 . 9}$ billion more on home purchases than they will spend without a diploma. In addition, they would likely have spent up to an additional $\mathbf{\$ 2 0 9}$ million on vehicle purchases during an average year.
- Native students: If just half of the 24,700 American Indian and Alaska Native students who dropped out from the Class of 2010 had graduated, together these 12,350 new graduates would likely be earning an additional $\$ 147$ million each year compared to what they will earn without a high school diploma. These increased earnings would have filtered throughout the economy and created additional economic benefits, including the following:

[^0]- Increased spending and investment: New graduates' increased earnings, combined, would likely have allowed them to spend up to an additional $\mathbf{\$ 1 0 7}$ million and invest an additional $\mathbf{\$ 4 0}$ million during an average year.
- Increased home and vehicle sales: By the midpoint of their careers, these new graduates, combined, would likely have spent as much as $\mathbf{\$ 3 8 7}$ million more on home purchases than they will spend without a diploma. In addition, they would likely have spent up to an additional $\mathbf{\$ 1 4} \mathbf{m i l l i o n}$ on vehicle purchases during an average year.
- Asian American students: If just half of the 34,500 Asian, Hawaiian Native, and Pacific Islander students who dropped out from the Class of 2010 had graduated, together these 17,250 new graduates would likely be earning an additional $\mathbf{\$ 2 0 9}$ million each year compared to what they will earn without a high school diploma. These increased earnings would have filtered throughout the economy and created additional economic benefits, including the following:
- Increased spending and investment: New graduates' increased earnings, combined, would likely have allowed them to spend up to an additional $\mathbf{\$ 1 5 2}$ million and invest an additional $\mathbf{\$ 5 7} \mathbf{~ m i l l i o n}$ during an average year.
- Increased home and vehicle sales: By the midpoint of their careers, these new graduates, combined, would likely have spent as much as $\mathbf{\$ 6 6 4}$ million more on home purchases than they will spend without a diploma. In addition, they would likely have spent up to an additional $\mathbf{\$ 2 0}$ million on vehicle purchases during an average year.
Together, these four groups of new graduates would likely have had a significant impact on the economy. The 378,200 African American, Latino, Native, and Asian American new graduates together would likely have created the following:
- Job and economic growth: The additional spending and investments by these new graduates, combined, would likely have been enough to support as many as $\mathbf{3 0 , 0 0 0}$ new jobs and increase the gross domestic product by as much as $\$ \mathbf{5} .4$ billion by the time they reached their career midpoints.
- Increased tax revenue: As a result of these new graduates' increased wages and higher levels of spending, state tax revenues would likely have grown by as much as $\mathbf{\$ 4 1 2}$ million during an average year.
- Increased human capital: Thirty-eight percent of these new graduates would likely have enrolled in a postsecondary program after earning a high school diploma. However, only 86,500 of them, or about 23 percent of all new graduates, are expected to complete a postsecondary credential, including a vocational certificate, two- or four-year degree, or higher, which signals a critical hole in the secondary to postsecondary pipeline.

State-by-state data is included in the tables on the following pages.

## Making the Economic Case to Deliver on the Promise

Especially in this time of fiscal uncertainty, projections such as those above and in the tables below are necessary to make the case for improving the academic outcomes of the nation's students of color and Native students. Information illustrating the economic benefits of improving the educational outcomes of the nation's students of color and Native students can be used at the local, state, and federal levels to encourage policymakers and community members to invest time, energy, and financial resources into effectively addressing low-performing secondary schools and ensuring that all students receive an education that prepares them for success in college and careers.
The legacy of the Brown v. Board decision holds the nation to a promise to ensure an equitable education for all students. Nearly sixty years later, workforce demands now require that an equitable education be one that ensures students' success after high school. The nation must not turn its back on this promise; indeed, the nation can no longer afford unequal education for students of color and Native students in its schools.
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Table 1. Economic Benefits of Improving the Graduation Rate Among African American Students

| State | African American Students |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Class of 2010 Dropouts ${ }^{\text {i }}$ | Economic Benefits If Half of Dropouts Had Graduated ${ }^{\text {ii }}$ |  |  |  |  |
|  |  | $\begin{gathered} \hline \text { Additional } \\ \text { Annual } \\ \text { Earnings (\$) } \\ \hline \end{gathered}$ | $\begin{gathered} \text { Additional } \\ \text { Annual } \\ \text { Spending (\$) } \end{gathered}$ | Additional Annual Investment (\$) | Additional Home Sales (\$) | Additional Vehicle Sales (\$) |
| Alabama | 11,800 | 50 million | 38 million | 12 million | 95 million | 5.8 million |
| Alaska | 300 | 2.7 million | 2 million | 700,000 | 7.5 million | 200,000 |
| Arizona | 1,300 | 6.1 million | 4.5 million | 1.5 million | 16 million | 700,000 |
| Arkansas | n/a |  |  |  |  |  |
| California | 20,200 | 124 million | 91 million | 33 million | 423 million | 12 million |
| Colorado | 1,300 | 7.8 million | 5.9 million | 2 million | 30 million | 700,000 |
| Connecticut | 2,500 | 14 million | 10 million | 4.1 million | 58 million | 1.5 million |
| Delaware | 1,700 | 8.8 million | 6.4 million | 2.4 million | 33 million | 900,000 |
| District of Columbia | n/a |  |  |  |  |  |
| Florida | 28,800 | 137 million | 103 million | 35 million | 320 million | 16 million |
| Georgia | 31,300 | 155 million | 116 million | 39 million | 332 million | 16 million |
| Hawaii | 100 | 600,000 | 400,000 | 200,000 | 2.9 million | 100,000 |
| Idaho | + |  |  |  |  |  |
| Illinois | 18,800 | 94 million | 69 million | 25 million | 288 million | 10 million |
| Indiana | 5,000 | 23 million | 17 million | 5.9 million | 61 million | 2.5 million |
| Iowa | 900 | 4 million | 3 million | 1 million | 7.6 million | 400,000 |
| Kansas | 1,600 | 6.3 million | 4.7 million | 1.6 million | 11 million | 800,000 |
| Kentucky | 2,600 | 13 million | 10 million | 3.1 million | 25 million | 1.3 million |
| Louisiana | 12,900 | 69 million | 51 million | 17 million | 144 million | 6.6 million |
| Maine | 100 | 500,000 | 400,000 | 100,000 | 1 million | 100,000 |
| Maryland | 12,500 | 86 million | 60 million | 25 million | 322 million | 7.4 million |
| Massachusetts | 2,700 | 15 million | 10 million | 4.1 million | 56 million | 1.6 million |
| Michigan | + |  |  |  |  |  |
| Minnesota | + |  |  |  |  |  |
| Mississippi | 9,000 | 33 million | 26 million | 7.9 million | 52 million | 4.5 million |
| Missouri | 7,400 | 37 million | 28 million | 9 million | 71 million | 3.7 million |
| Montana | + |  |  |  |  |  |
| Nebraska | 1,300 | 4.8 million | 3.6 million | 1.2 million | 8.7 million | 700,000 |
| Nevada | 3,500 | 13 million | 9.6 million | 3.6 million | 38 million | 1.8 million |
| New Hampshire | + |  |  |  |  |  |
| New Jersey | 6,400 | 45 million | 32 million | 13 million | 174 million | 3.8 million |
| New Mexico | 300 | 1.4 million | 1 million | 300,000 | 3.1 million | 200,000 |
| New York | 25,100 | 139 million | 102 million | 37 million | 311 million | 15 million |
| North Carolina | 20,700 | 100 million | 76 million | 24 million | 224 million | 11 million |
| North Dakota | + |  |  |  |  |  |
| Ohio | 15,200 | 71 million | 53 million | 18 million | 163 million | 7.7 million |
| Oklahoma | 2,500 | 10 million | 8 million | 2.5 million | 15 million | 1.2 million |
| Oregon | 600 | 2.5 million | 1.9 million | 600,000 | 7.4 million | 300,000 |
| Pennsylvania | 12,300 | 57 million | 42 million | 15 million | 146 million | 6.4 million |
| Rhode Island | 400 | 1.9 million | 1.4 million | 500,000 | 5.3 million | 200,000 |
| South Carolina | 15,500 | 74 million | 56 million | 18 million | 161 million | 7.8 million |
| South Dakota | + |  |  |  |  |  |
| Tennessee | 8,300 | 39 million | 30 million | 9.2 million | 73 million | 4.2 million |
| Texas | 26,200 | 149 million | 112 million | 37 million | 224 million | 14 million |
| Utah | n/a |  |  |  |  |  |
| Vermont | + |  |  |  |  |  |
| Virginia | 13,800 | 81 million | 59 million | 22 million | 249 million | 7.9 million |
| Washington | 2,800 | 17 million | 12 million | 4.5 million | 60 million | 1.6 million |
| West Virginia | 500 | 1.8 million | 1.4 million | 400,000 | 3.2 million | 200,000 |
| Wisconsin | 4,700 | 21 million | 16 million | 5.5 million | 59 million | 2.4 million |
| Wyoming | + |  |  |  |  |  |
| Total | 333,200 | 1.7 billion | 1.3 billion | 442 million | 4.3 billion | 178 million |

Table 2. Economic Benefits of Improving the Graduation Rate Among Latino Students

| State | Latino Students |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Class of 2010 Dropouts ${ }^{\text {i }}$ | Economic Benefits If Half of Dropouts Had Graduated ${ }^{\text {ii }}$ |  |  |  |  |
|  |  | $\begin{gathered} \hline \text { Additional } \\ \text { Annual } \\ \text { Earnings (\$) } \\ \hline \end{gathered}$ | $\begin{gathered} \text { Additional } \\ \text { Annual } \\ \text { Spending (\$) } \end{gathered}$ | Additional Annual Investment (\$) | Additional Home Sales (\$) | Additional Vehicle Sales (\$) |
| Alabama | 900 | 4.6 million | 3.4 million | 1.2 million | 9.1 million | 500,000 |
| Alaska | + |  |  |  |  |  |
| Arizona | 12,100 | 61 million | 45 million | 16 million | 155 million | 6.4 million |
| Arkansas | n/a |  |  |  |  |  |
| California | 109,800 | 761 million | 550 million | 211 million | 2.6 billion | 70 million |
| Colorado | 8,100 | 52 million | 39 million | 14 million | 200 million | 4.6 million |
| Connecticut | 3,500 | 21 million | 15 million | 6.3 million | 91 million | 2 million |
| Delaware | 500 | 2.6 million | 1.9 million | 700,000 | 9.6 million | 300,000 |
| District of Columbia | n/a |  |  |  |  |  |
| Florida | 22,800 | 116 million | 86 million | 30 million | 267 million | 13 million |
| Georgia | 6,800 | 36 million | 27 million | 9.4 million | 79 million | 3.6 million |
| Hawaii | 300 | 1.2 million | 900,000 | 300,000 | 6.1 million | 200,000 |
| Idaho | 1,100 | 4.3 million | 3.3 million | 1 million | 10 million | 600,000 |
| Illinois | 13,700 | 72 million | 53 million | 19 million | 221 million | 7.4 million |
| Indiana | 2,000 | 9.9 million | 7.3 million | 2.6 million | 22 million | 1 million |
| Iowa | 900 | 4.3 million | 3.2 million | 1.1 million | 8.4 million | 500,000 |
| Kansas | 2,100 | 9.6 million | 7.1 million | 2.5 million | 17 million | 1.1 million |
| Kentucky | 500 | 2.7 million | 2 million | 700,000 | 5.2 million | 200,000 |
| Louisiana | 500 | 2.9 million | 2.2 million | 700,000 | 5.3 million | 300,000 |
| Maine | + |  |  |  |  |  |
| Maryland | 2,100 | 16 million | 11 million | 5 million | 62 million | 1.3 million |
| Massachusetts | 5,000 | 30 million | 21 million | 8.6 million | 117 million | 3.1 million |
| Michigan | 3,000 | 17 million | 13 million | 4.4 million | 50 million | 1.6 million |
| Minnesota | 1,900 | 10 million | 7.6 million | 2.8 million | 34 million | 1 million |
| Mississippi | 300 | 1.2 million | 900,000 | 300,000 | 2 million | 100,000 |
| Missouri | 900 | 4.9 million | 3.6 million | 1.2 million | 9.2 million | 500,000 |
| Montana | 100 | 500,000 | 400,000 | 100,000 | 900,000 | 100,000 |
| Nebraska | 1,500 | 6.1 million | 4.5 million | 1.6 million | 11 million | 800,000 |
| Nevada | 10,100 | 44 million | 31 million | 12 million | 124 million | 5.5 million |
| New Hampshire | 400 | 1.6 million | 1.1 million | 400,000 | 5.7 million | 200,000 |
| New Jersey | 6,800 | 47 million | 34 million | 13 million | 186 million | 4 million |
| New Mexico | 7,900 | 34 million | 25 million | 8.1 million | 79 million | 4.2 million |
| New York | 27,400 | 161 million | 117 million | 44 million | 372 million | 16 million |
| North Carolina | 5,800 | 28 million | 21 million | 6.8 million | 63 million | 3 million |
| North Dakota | + |  |  |  |  |  |
| Ohio | 2,000 | 10 million | 7.7 million | 2.8 million | 24 million | 1 million |
| Oklahoma | 1,700 | 8 million | 6.1 million | 2 million | 12 million | 900,000 |
| Oregon | 2,700 | 12 million | 9.3 million | 3.2 million | 36 million | 1.6 million |
| Pennsylvania | 5,100 | 25 million | 19 million | 6.8 million | 56 million | 2.7 million |
| Rhode Island | 1,100 | 5.7 million | 4.1 million | 1.6 million | 15 million | 600,000 |
| South Carolina | 1,500 | 7.9 million | 5.9 million | 2 million | 17 million | 800,000 |
| South Dakota | 100 | 500,000 | 400,000 | 100,000 | 800,000 | 100,000 |
| Tennessee | 1,300 | 6.7 million | 5 million | 1.6 million | 13 million | 700,000 |
| Texas | 78,300 | 499 million | 369 million | 131 million | 746 million | 42 million |
| Utah | n/a |  |  |  |  |  |
| Vermont | + |  |  |  |  |  |
| Virginia | 3,400 | 21 million | 15 million | 5.8 million | 67 million | 2 million |
| Washington | 5,400 | 35 million | 26 million | 9.5 million | 121 million | 3.1 million |
| West Virginia | 100 | 400,000 | 300,000 | 100,000 | 700,000 | 50,000 |
| Wisconsin | 2,200 | 11 million | 8 million | 2.9 million | 30 million | 1.2 million |
| Wyoming | 300 | 800,000 | 600,000 | 200,000 | 2.3 million | 100,000 |
| Total | 363,900 | 2.2 billion | 1.6 billion | 594 million | 5.9 billion | 209 million |

Table 3. Economic Benefits of Improving the Graduation Rate Among Native Students

| State | Native Students ${ }^{\text {iii }}$ |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\begin{aligned} & \text { Class of } \\ & 2010 \\ & \text { Dropouts }{ }^{\mathrm{i}} \end{aligned}$ | Economic Benefits If Half of Dropouts Had Graduated ${ }^{\text {ii }}$ |  |  |  |  |
|  |  | Additional Annual Earnings (\$) | $\begin{gathered} \text { Additional } \\ \text { Annual } \\ \text { Spending (\$) } \\ \hline \end{gathered}$ | Additional Annual Investment (\$) | Additional Home Sales (\$) | Additional Vehicle Sales (\$) |
| Alabama | 200 | 800,000 | 600,000 | 200,000 | 1.7 million | 100,000 |
| Alaska | 2,100 | 20 million | 14 million | 5.5 million | 57 million | 1.3 million |
| Arizona | 2,700 | 15 million | 11 million | 4.3 million | 41 million | 1.5 million |
| Arkansas | n/a |  |  |  |  |  |
| California | 2,000 | 16 million | 11 million | 4.7 million | 55 million | 1.4 million |
| Colorado | 500 | 3.3 million | 2.4 million | 900,000 | 13 million | 300,000 |
| Connecticut | 100 | 600,000 | 400,000 | 200,000 | 2.7 million | 100,000 |
| Delaware | + |  |  |  |  |  |
| District of Columbia | n/a |  |  |  |  |  |
| Florida | 300 | 1.8 million | 1.3 million | 500,000 | 4.1 million | 200,000 |
| Georgia | 100 | 800,000 | 600,000 | 200,000 | 1.8 million | 100,000 |
| Hawaii | + |  |  |  |  |  |
| Idaho | 200 | 800,000 | 600,000 | 200,000 | 2.1 million | 100,000 |
| Illinois | + |  |  |  |  |  |
| Indiana | 200 | 800,000 | 600,000 | 200,000 | 2 million | 100,000 |
| Iowa | 100 | 700,000 | 500,000 | 200,000 | 1.4 million | 100,000 |
| Kansas | 300 | 1.4 million | 1 million | 400,000 | 2.6 million | 200,000 |
| Kentucky | + |  |  |  |  |  |
| Louisiana | + |  |  |  |  |  |
| Maine | + |  |  |  |  |  |
| Maryland | 100 | 900,000 | 600,000 | 300,000 | 3.5 million | 100,000 |
| Massachusetts | 100 | 700,000 | 500,000 | 200,000 | 2.8 million | 100,000 |
| Michigan | 700 | 4.5 million | 3.3 million | 1.2 million | 13 million | 400,000 |
| Minnesota | 800 | 4.5 million | 3.3 million | 1.3 million | 14 million | 400,000 |
| Mississippi | + |  |  |  |  |  |
| Missouri | 200 | 1 million | 700,000 | 300,000 | 1.8 million | 100,000 |
| Montana | 800 | 3 million | 2.3 million | 700,000 | 5.3 million | 400,000 |
| Nebraska | + |  |  |  |  |  |
| Nevada | 500 | 2.1 million | 1.5 million | 600,000 | 6.1 million | 300,000 |
| New Hampshire | + |  |  |  |  |  |
| New Jersey | + |  |  |  |  |  |
| New Mexico | 1,900 | 9.4 million | 6.9 million | 2.5 million | 23 million | 1.1 million |
| New York | 600 | 4.1 million | 2.9 million | 1.2 million | 9.4 million | 400,000 |
| North Carolina | 900 | 5.1 million | 3.8 million | 1.3 million | 12 million | 500,000 |
| North Dakota | 500 | 2.7 million | 2 million | 700,000 | 3.8 million | 300,000 |
| Ohio | + |  |  |  |  |  |
| Oklahoma | 3,600 | 17 million | 13 million | 4.3 million | 26 million | 1.8 million |
| Oregon | 500 | 2.5 million | 1.9 million | 700,000 | 7.7 million | 300,000 |
| Pennsylvania | 200 | 800,000 | 600,000 | 200,000 | 2.1 million | 100,000 |
| Rhode Island | + |  |  |  |  |  |
| South Carolina | 200 | 900,000 | 700,000 | 200,000 | 2 million | 100,000 |
| South Dakota | 700 | 3.3 million | 2.5 million | 800,000 | 5.5 million | 400,000 |
| Tennessee | + |  |  |  |  |  |
| Texas | 700 | 4.5 million | 3.3 million | 1.2 million | 6.9 million | 400,000 |
| Utah | n/a |  |  |  |  |  |
| Vermont | + |  |  |  |  |  |
| Virginia | 200 | 1 million | 700,000 | 300,000 | 3.1 million | 100,000 |
| Washington | 1,600 | 11 million | 8.1 million | 3.2 million | 40 million | 1 million |
| West Virginia | + |  |  |  |  |  |
| Wisconsin | 600 | 3.1 million | 2.3 million | 900,000 | 8.7 million | 300,000 |
| Wyoming | 200 | 700,000 | 500,000 | 200,000 | 2 million | 100,000 |
| Total | 24,700 | 147 million | 107 million | 40 million | 387 million | 14 million |

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Table 4. Economic Benefits of Improving the Graduation Rate Among Asian American Students

| State | Asian American Students ${ }^{\text {iv }}$ |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Class of 2010 Dropouts ${ }^{1}$ | Economic Benefits If Half of Dropouts Had Graduated ${ }^{\text {ii }}$ |  |  |  |  |
|  |  | Additional Annual Earnings (\$) | $\begin{gathered} \hline \text { Additional } \\ \text { Annual } \\ \text { Spending (\$) } \\ \hline \end{gathered}$ | Additional Annual Investment (\$) | Additional Home Sales (\$) | Additional Vehicle Sales (\$) |
| Alabama | 200 | 1 million | 800,000 | 300,000 | 2 million | 100,000 |
| Alaska | 300 | 2.5 million | 1.8 million | 700,000 | 7.5 million | 200,000 |
| Arizona | 300 | 1.8 million | 1.3 million | 500,000 | 4.6 million | 200,000 |
| Arkansas | n/a |  |  |  |  |  |
| California | 9,800 | 67 million | 48 million | 18 million | 229 million | 6.1 million |
| Colorado | 300 | 2.1 million | 1.6 million | 600,000 | 8.1 million | 200,000 |
| Connecticut | 300 | 1.8 million | 1.3 million | 500,000 | 7.6 million | 200,000 |
| Delaware | + |  |  |  |  |  |
| District of Columbia | n/a |  |  |  |  |  |
| Florida | 900 | 4.4 million | 3.2 million | 1.1 million | 10 million | 500,000 |
| Georgia | 700 | 3.9 million | 2.9 million | 1 million | 8.5 million | 400,000 |
| Hawaii | 4,100 | 20 million | 15 million | 5.6 million | 100 million | 2.8 million |
| Idaho | + |  |  |  |  |  |
| Illinois | 600 | 3.6 million | 2.6 million | 1 million | 11 million | 300,000 |
| Indiana | 200 | 1.3 million | 900,000 | 300,000 | 3.2 million | 100,000 |
| Iowa | 200 | 900,000 | 600,000 | 200,000 | 1.7 million | 100,000 |
| Kansas | 300 | 1.2 million | 900,000 | 300,000 | 2.2 million | 100,000 |
| Kentucky | + |  |  |  |  |  |
| Louisiana | 200 | 1 million | 800,000 | 300,000 | 2.1 million | 100,000 |
| Maine | + |  |  |  |  |  |
| Maryland | 300 | 2.2 million | 1.5 million | 700,000 | 8.1 million | 200,000 |
| Massachusetts | 600 | 3.8 million | 2.7 million | 1.1 million | 15 million | 400,000 |
| Michigan | 500 | 3.2 million | 2.3 million | 800,000 | 9 million | 300,000 |
| Minnesota | 1,100 | 6.9 million | 5 million | 1.9 million | 22 million | 600,000 |
| Mississippi | 100 | 400,000 | 300,000 | 100,000 | 700,000 | 100,000 |
| Missouri | + |  |  |  |  |  |
| Montana | + |  |  |  |  |  |
| Nebraska | + |  |  |  |  |  |
| Nevada | 1,200 | 5.2 million | 3.7 million | 1.5 million | 15 million | 600,000 |
| New Hampshire | + |  |  |  |  |  |
| New Jersey | 1,100 | 8.6 million | 6.1 million | 2.5 million | 33 million | 700,000 |
| New Mexico | + |  |  |  |  |  |
| New York | 3,800 | 23 million | 17 million | 6.3 million | 52 million | 2.2 million |
| North Carolina | 600 | 3.3 million | 2.5 million | 800,000 | 7.7 million | 300,000 |
| North Dakota | + |  |  |  |  |  |
| Ohio | 400 | 1.9 million | 1.4 million | 500,000 | 4.3 million | 200,000 |
| Oklahoma | 200 | 1 million | 800,000 | 200,000 | 1.5 million | 100,000 |
| Oregon | 400 | 1.8 million | 1.3 million | 500,000 | 5.3 million | 200,000 |
| Pennsylvania | 700 | 3.5 million | 2.6 million | 900,000 | 8.8 million | 400,000 |
| Rhode Island | 200 | 1.1 million | 800,000 | 300,000 | 3 million | 100,000 |
| South Carolina | + |  |  |  |  |  |
| South Dakota | + |  |  |  |  |  |
| Tennessee | 300 | 1.5 million | 1.2 million | 400,000 | 2.9 million | 100,000 |
| Texas | 1,400 | 8.8 million | 6.5 million | 2.3 million | 13 million | 700,000 |
| Utah | $\mathrm{n} / \mathrm{a}$ |  |  |  |  |  |
| Vermont | + |  |  |  |  |  |
| Virginia | 800 | 4.8 million | 3.5 million | 1.3 million | 15 million | 400,000 |
| Washington | 1,600 | 11 million | 8.2 million | 3.2 million | 39 million | 1 million |
| West Virginia | + |  |  |  |  |  |
| Wisconsin | 500 | 2.8 million | 2 million | 700,000 | 7.6 million | 300,000 |
| Wyoming | + |  |  |  |  |  |
| Total | 34,500 | 209 million | 152 million | 57 million | 664 million | 20 million |

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Table 5. Additional Economic Benefits of Improving the Graduation Rate Among All Students of Color and Native Students

| State | Economic Benefits If Half of All Class of 2010 African American, Latino, Native, and Asian American Dropouts Had Graduated ${ }^{\text {ii }}$ |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | Job Growth | Increase in Gross State Product (\$) | Annual Increase in State Tax Revenue (\$) | Percent of New Graduates Enrolling in/Completing a Postsecondary Program | Number of New Graduates Expected to Earn a Postsecondary Degree |
| Alabama | 350 | 67 million | 3.2 million | 28/17 | 1,120 |
| Alaska | 100 | 28 million | 900,000 | 52/30 | 410 |
| Arizona | 450 | 98 million | 6.5 million | 39/23 | 1,890 |
| Arkansas | n/a |  |  |  |  |
| California | 5,850 | 1.3 billion | 114 million | 46/27 | 18,990 |
| Colorado | 450 | 84 million | 4.7 million | 39/25 | 1,240 |
| Connecticut | 200 | 49 million | 5.8 million | 37/20 | 650 |
| Delaware | 100 | 15 million | 800,000 | 32/19 | 210 |
| District of Columbia | n/a |  |  |  |  |
| Florida | 2,250 | 337 million | 19 million | 41/26 | 6,910 |
| Georgia | 2,150 | 283 million | 15 million | 28/17 | 3,350 |
| Hawaii | 150 | 28 million | 1.6 million | 39/23 | 530 |
| Idaho | 50 | 7.4 million | 500,000 | 43/26 | 180 |
| Illinois | 1,500 | 216 million | 20 million | 33/19 | 3,230 |
| Indiana | 250 | 42 million | 3.4 million | 34/20 | 760 |
| Iowa | 60 | 11 million | 1 million | 32/21 | 220 |
| Kansas | 150 | 22 million | 1.7 million | 43/26 | 560 |
| Kentucky | 100 | 19 million | 1.4 million | 25/15 | 250 |
| Louisiana | 500 | 88 million | 4 million | 34/19 | 1,310 |
| Maine | \# | 1 million | 100,000 | 39/23 | 20 |
| Maryland | 850 | 133 million | 12 million | 38/24 | 1,790 |
| Massachusetts | 350 | 64 million | 6.5 million | 35/23 | 950 |
| Michigan | 150 | 29 million | 2.5 million | 44/24 | 530 |
| Minnesota | 200 | 27 million | 2.6 million | 42/25 | 460 |
| Mississippi | 300 | 44 million | 2.8 million | 37/22 | 1,040 |
| Missouri | 400 | 53 million | 3.2 million | 35/20 | 850 |
| Montana | \# | 4.5 million | 200,000 | 42/25 | 130 |
| Nebraska | 90 | 14 million | 1 million | 39/23 | 320 |
| Nevada | 450 | 78 million | 4.7 million | 41/24 | 1,850 |
| New Hampshire | \# | 2.2 million | 100,000 | 37/21 | 40 |
| New Jersey | 650 | 132 million | 17 million | 31/19 | 1,350 |
| New Mexico | 400 | 60 million | 3.3 million | 40/25 | 1,270 |
| New York | 2,200 | 429 million | 38 million | 36/21 | 6,100 |
| North Carolina | 1,200 | 175 million | 13 million | 28/17 | 2,420 |
| North Dakota | \# | 3.2 million | 200,000 | 49/32 | 80 |
| Ohio | 600 | 100 million | 7.8 million | 33/19 | 1,700 |
| Oklahoma | 250 | 43 million | 2.4 million | 39/23 | 910 |
| Oregon | 150 | 24 million | 1.5 million | 44/25 | 530 |
| Pennsylvania | 700 | 108 million | 9.1 million | 31/19 | 1,720 |
| Rhode Island | \# | 10 million | 1.1 million | 35/20 | 170 |
| South Carolina | 500 | 96 million | 6.6 million | 30/17 | 1,500 |
| South Dakota | \# | 4.4 million | 200,000 | 41/26 | 110 |
| Tennessee | 300 | 58 million | 3.3 million | 27/16 | 780 |
| Texas | 4,500 | 801 million | 47 million | 43/25 | 13,330 |
| Utah | n/a |  |  |  |  |
| Vermont | + |  |  |  |  |
| Virginia | 650 | 126 million | 10 million | 40/25 | 2,270 |
| Washington | 400 | 88 million | 6.5 million | 44/26 | 1,500 |
| West Virginia | \# | 2.5 million | 200,000 | 38/22 | 60 |
| Wisconsin | 200 | 44 million | 4.8 million | 35/20 | 820 |
| Wyoming | \# | 2 million | 100,000 | 44/25 | 70 |
| Total | 30,000 | 5.4 billion | 412 million | 38/23 | 86,500 |

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${ }^{\text {i }}$ The number of Class of 2010 dropouts for each group is rounded and based on data from the National Center for Educational Statistics (NCES) Common Core of Data. Arkansas and the District of Columbia are marked " $\mathrm{n} / \mathrm{a}$ " because neither reported disaggregated data to NCES and therefore neither is included in this analysis. Utah reported disaggregated data to NCES, but the size of each subgroup was too small to meet NCES's threshold for public release. As a result, it is also marked " $\mathrm{n} / \mathrm{a}$ " and is excluded from this analysis.
${ }^{\text {ii }}$ These figures represent rounded estimates of gross benefits to the state economy and are not intended to reflect the net impact of additional graduates.
${ }^{\text {iii }}$ Native data includes American Indian and Alaska Native students.
${ }^{\text {iv }}$ Asian American data includes Asian, Hawaiian Native, and Pacific Islander students.

+ Findings are not reported for subgroup/state combinations where the dropout count is less than 100.
\# Findings on job growth are not reported for states where the projection is less than fifty jobs.


## Endnotes

[^1]
[^0]:    ${ }^{a}$ Arkansas, the District of Columbia and Utah are not included in this analysis because graduation rate and dropout data is unavailable by student subgroup for these states.
    ${ }^{\mathrm{b}}$ Information on data sources and methodology can be found in the technical notes at http://www.all4ed.org/files/EconTechNotes_leb_seb.pdf.

[^1]:    ${ }^{1}$ Editorial Projects in Education, "Diplomas Count 2010: Graduation by the Numbers: Putting Data to Work for Student Success," special issue, Education Week 29, no. 34 (2010).
    ${ }^{2}$ National Commission on Asian American and Pacific Islander Research in Education, Asian Americans and Pacific Islanders: Facts, Not Fiction: Setting the Record Straight (Washington, DC: College Board, 2008).
    ${ }^{3}$ T. Tucci, "Prioritizing the Nation's Lowest-Performing High Schools" (Washington, DC: Alliance for Excellent Education, 2010).
    ${ }^{4}$ Alliance for Excellent Education analysis of state lists of schools eligible for School Improvement Grants as well as data from the National Center for Education Statistics Common Core of Data database.
    ${ }^{5}$ Alliance for Excellent Education analysis of the National Center for Education Statistics Common Core of Data database.

