# Education and the Economy:

Boosting the Nation's Economy by Improving High School Graduation Rates Among Students of Color and Native Students



Building on its previous work examining education and the economy, the Alliance for Excellent Education (the Alliance), with generous support from State Farm<sup>®</sup>, 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.

May 2011

### 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-first-century 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. 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.

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.<sup>3</sup> 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.<sup>4</sup> 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.<sup>5</sup> 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<sup>®</sup>, 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.<sup>a</sup>

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.<sup>b</sup>

- 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 \$1.3 billion and invest an additional \$442 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 **\$178 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 \$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 \$1.6 billion and invest an additional \$594 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 **\$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 **\$209 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:

b Information on data sources and methodology can be found in the technical notes at http://www.all4ed.org/files/EconTechNotes leb seb.pdf.



STATE FARM

LIDO

<sup>&</sup>lt;sup>a</sup> 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.

- *Increased spending and investment:* New graduates' increased earnings, combined, would likely have allowed them to spend up to an additional **\$107 million** and invest an additional **\$40 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 \$387 million more on home purchases than they will spend without a diploma. In addition, they would likely have spent up to an additional \$14 million 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 \$209 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 \$152 million and invest an additional \$57 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 \$664 million more on home purchases than they will spend without a diploma. In addition, they would likely have spent up to an additional \$20 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 **30,000** new jobs and increase the gross domestic product by as much as **\$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 **\$412 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.





Table 1. Economic Benefits of Improving the Graduation Rate Among African American Students

	c Benefits of Improving the Graduation Rate Among African American Students  African American Students							
a.	Class of	Economic Benefits If Half of Dropouts Had Graduated <sup>ii</sup>						
State	2010	Additional	Additional	Additional	Additional	Additional		
	Dropouts <sup>i</sup>	Annual	Annual	Annual	Home Sales	Vehicle Sales		
	Bropouts	Earnings (\$)	Spending (\$)	Investment (\$)	(\$)	(\$)		
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	+	15 Innition	To million	III IIIIIIIIII	20 IIIIII0II	1.0 mmion		
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	+	37 Illillion	20 mmon	) IIIIIIOII	/ 1 IIIIIIIOII	3.7 IIIIIIIOII		
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	+	13 111111011	9.0 111111011	3.0 111111011	36 111111011	1.6 111111011		
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	1.4 million	102 million	37 million	311 million			
North Carolina	20,700	100 million	76 million	24 million	224 million	15 million 11 million		
North Dakota		100 million	/6 million	24 million	224 million	11 million		
	+ 15,200	71 million	53 million	18 million	163 million	7.7 million		
Ohio								
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	+	20 '11'	20 '11'	0.2 '11'	72 :11:	4.2		
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		





	Benefits of Improving the Graduation Rate Among Latino Students  Latino Students							
		ts Had Graduate	d <sup>ii</sup>					
State	Class of	Economic Benefits If Half of Dropouts Had Graduated <sup>ii</sup> Additional Additional Additional Additional Additional						
	2010	Annual	Annual	Annual	Home Sales	Vehicle Sales		
	Dropouts <sup>i</sup>	Earnings (\$)	Spending (\$)	Investment (\$)	(\$)	(\$)		
Alabama	900	4.6 million	3.4 million	1.2 million	9.1 million	500,000		
Alaska	+				, , , , , , , , , , , , , , , , , , , ,	2 3 3,0 3 3		
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** 

	Native Students <sup>iii</sup>						
	Economic Benefits If Half of Dropouts Had Graduated <sup>ii</sup>						
State	Class of	Additional Additional Additional Additional					
State	2010			Additional	Home Sales	Vehicle Sales	
	Dropouts <sup>i</sup>	Annual Earnings (\$)	Annual Spending (\$)	Investment (\$)	(\$)	(\$)	
Alabama	200						
Alabama	200	800,000 20 million	600,000	200,000	1.7 million	100,000	
Alaska	2,100		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	16'11'	1.1 '11'	4.77 '11'	55	1 4 111	
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	4.0 1111	4.0 1111	<b>*</b> 00.000	4.4 1111	200.000	
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	+	000.000	400 000	• • • • • • • • • • • • • • • • • • • •		102.222	
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	+	,	,	22,230		,000	
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	+	5.5 millon	2.5 million	000,000	J.J IIIIIIOII	.00,000	
Texas	700	4.5 million	3.3 million	1.2 million	6.9 million	400,000	
Utah	n/a	7.5 minon	J.J IIIIIOII	1.2 111111011	0.7 IIIIII0II	+00,000	
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	
		11 1111111011	0.1 1111111011	3.4 HIIIIIOII	40 111111011	1 1111111011	
West Virginia	+	2.1:11'	2.2 111	000 000	0.7'11'	200.000	
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	





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

	c Benefits of Improving the Graduation Rate Among Asian American Students  Asian American Students  Asian American Students							
	Economic Benefits If Half of Dropouts Had Graduated <sup>ii</sup>							
State	Class of	Additional Additional Additional Additional						
State	2010	Additional	Annual	Annual	Home Sales	Vehicle Sales		
	Dropouts <sup>i</sup>	Earnings (\$)	Spending (\$)	Investment (\$)	(\$)	(\$)		
Alahama	200	1 million	800,000	300,000	2 million	100,000		
Alabama 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	1.6 111111011	1.3 111111011	300,000	4.0 1111111011	200,000		
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	300 +	1.8 111111011	1.5 111111011	300,000	7.0 1111111011	200,000		
District of Columbia								
Florida	n/a 900	4.4 million	3.2 million	1.1 million	10 million	500,000		
	700	3.9 million						
Georgia			2.9 million	1 million	8.5 million	400,000		
Hawaii Idaha	4,100	20 million	15 million	5.6 million	100 million	2.8 million		
Idaho	+	3.6 million	0 6 millian	1 million	11 million	200.000		
Illinois	600		2.6 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	+	4 1111	202 222	200.000	2.4 1111	100.000		
Louisiana	200	1 million	800,000	300,000	2.1 million	100,000		
Maine	+			=00.000		• • • • • • •		
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	n/a		2.2 2					
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	+	11 mmion	0.2 IIIIIIOII	J.2 IIIIIIOII	J/ IIIIIIOII	1 111111011		
Wisconsin	500	2.8 million	2 million	700,000	7.6 million	300,000		
Wyoming	+	2.0 IIIIIIOII	2 111111011	700,000	7.0 IIIIIIOII	500,000		
Total	34,500	209 million	152 million	57 million	664 million	20 million		





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

	Economic Benefits If Half of All Class of 2010								
	African American, Latino, Native, and Asian American Dropouts Had Graduated <sup>ii</sup>								
State		Increase in	Annual Increase	Percent of New	Number of New				
State	Job	Gross State	in State Tax	Graduates Enrolling	Graduates Expected to				
	Growth	Product (\$)	Revenue (\$)	in/Completing a	Earn a Postsecondary				
		1 τοααετ (φ)	Revenue (ψ)	Postsecondary Program	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 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	1,300 n/a	OUT HIHIHOH	+/ IIIIIIIOII	43/43	15,550				
Vermont									
	+ 650	126 million	10 m:11: an	40/25	2.270				
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				





- + 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**

<sup>1</sup> 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).





<sup>&</sup>lt;sup>i</sup>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 "n/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 "n/a" and is excluded from this analysis.

<sup>&</sup>lt;sup>ii</sup> These figures represent rounded estimates of gross benefits to the state economy and are not intended to reflect the net impact of additional graduates.

iii Native data includes American Indian and Alaska Native students.

iv Asian American data includes Asian, Hawaiian Native, and Pacific Islander students.

<sup>&</sup>lt;sup>2</sup> 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).

<sup>&</sup>lt;sup>3</sup> T. Tucci, "Prioritizing the Nation's Lowest-Performing High Schools" (Washington, DC: Alliance for Excellent Education, 2010).

<sup>&</sup>lt;sup>4</sup> 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.

<sup>&</sup>lt;sup>5</sup> Alliance for Excellent Education analysis of the National Center for Education Statistics Common Core of Data database.