

1965 War on Poverty - civil rights act -
voting rights act

Johnson - —————→ rural focus

Kennedy - PARC white focus

- bureau → task (ARC)
↳ objective?

- geographic

- multi-state

- why persistent poverty?

- migration → reduce poverty

Kirby - exit

Michael Greenwood. - driver's license
- tax returns

} age
gender

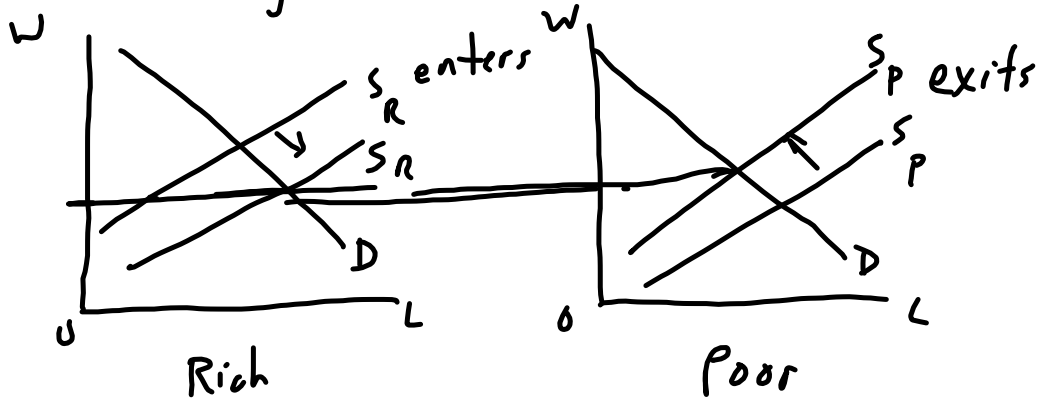
rural → urban

- younger

- education positive correlation

Caudill -

migrants → economic opportunity
 no region would stay poor



absent impediments

- measure poverty?

- income → formal economy
(wages)

misses - household production
- barter missed
- extended family

social
capital

impediments to
moving

- uncertainty - sequence of moving
- information
- accent / culture

- housing markets - shortage

- Salstrom) transfer payments
 - Eller) - reducing wage differential.

Devel. → Harris / Todaro

↳ queuing model → job sharing

$$EV_{mc} = (p_u \cdot H I) + (1 - p_u) \cdot H 0$$

$$EV_R < EV_{mc}$$

Johnson - 1965 ARC
10 states - start
NY added
SC
MS - 1967 21
counties

{ GA MD
WV AL
PA
KY
TN
NC
VA
OH

ARC policy / programs

- growth pole
 - highways
 - social programs - education
 - health
 - local groups
 - growth pole - Perroux
 - linkages - exploit to gain self-sustaining
 - no need for ongoing inputs of \$
- 1968 ARC 125 growth poles
- 5% of ARC money outside of growth centers
- 1970 ARC - drop growth center model

- identify growth center ?

- linkages

- labor classification.

- doomed to fail - identified for political reasons

- too many - budget inadequate

- hard to identify

- ARC success?

- counterfactual

↳ counties similar but

not in ARC

→ compare matched

counties

I+R

1969
baseline

- natural experiment
 - treatment - in/out ARC
 - observe change due to ARC
- 391 counties in ARC
- match
 - per capita income
 - education
 - roads mileage / improved.