2024 User Guide: Well-being Indicators Across the State of Michigan

Getting an accurate picture of poverty in a county is challenging - many data points could represent the breadth and depth of poverty on the county level. In fact, while a county level report can shed some light on the state of poverty in Michigan, it obscures some of the nuances that appear county-to-county.

This map focuses on eight broad poverty-related indicators (unless otherwise noted, they are pulled from the Census Bureau's American Community Survey):

- **Population:** Broadly speaking, the higher a population of a county, the more economic opportunity that there will be. Population is a good way to make sure you're comparing similarly sized counties in terms of poverty.
- Median Income: In talking about poverty, researchers typically use median income (and not average income) to demonstrate the typical income of a household in that county.
 Medians are less susceptible to outliers – for example, if just a few households had a very high income, it could make the county's average income look much higher.
- **Poverty Rate**: This is the percent of the population below the federal poverty line.
 - Interested in learning more about the federal poverty line and how it's calculated?
 See our primer here.
- **Child Poverty Rate**: This is the percent of children under 18 who are in households under the poverty line.
- Percent ALICE: ALICE is an indicator developed by the United Way. It stands for: Asset Limited, Income Constrained, Employed. ALICE is a way to get a snapshot of the working poor, a group that's not captured in the percent below the poverty rate. This indicator is calculated at the household level, not the individual level. See the full United Way project here.
- Percent on SNAP: The Supplemental Nutrition Assistance Program (SNAP), also known as food stamps, is the country's most robust social safety net program. It is one of very few programs that families who apply and qualify for are guaranteed to receive. All funding for SNAP comes from the federal government.
- Life Expectancy: Life expectancy is a good proxy for overall health of a region the
 better the lifetime health of individuals and the better the access to health care, the
 longer the life expectancy. This indicator is from the <u>Institute for Health Metrics and Evaluation</u>.



Percent Single-Parent Households: According to Raj Chetty and his co-authors, "the
fraction of children living in single-parent households is the single strongest correlate of
upward income mobility." They explored five variables in a 2014 study on upward
mobility. There is a strong relationship between the percent of single parent households
and a lack of social mobility in a region. This indicator is pulled from the Robert Wood
Johnson County Health Rankings.

Data Sources

All data sources are publicly available. While we've given a snapshot of the data we believe is important as it relates to poverty on the county level, there are many more indicators to access here.

American Community Survey

The American Community Survey (ACS) is conducted by the U.S. Census Bureau and is updated yearly. The numbers reflect surveyed samples from across the United States that ultimately give us estimates of the entire region without surveying everyone. These estimates were pulled from the American Community Survey's database, data.census.gov. This data represents the most up-to-date estimation of these values.

Note: For larger counties, the indicator is based on the 2021 one-year estimation of the value. For smaller regions, we use what's called a "rolling estimate" that allows for statistical precision in small samples by using data from over time. For counties smaller than 65,000, all data is the 2017-2021 five-year estimate.

Small Area Income and Poverty Estimates (SAIPE) Program

The U.S. Census Bureau's Small Area Income and Poverty Estimates program has one-year estimates for poverty at a county level. This data is used for a reliable one-year estimate of poverty rates for even small counties. The indicators are from the SAIPE 2022 release of 2021 data.

United Way ALICE Report

The United Way's ALICE (Asset limited, Income Constrained, Employed) report provides us with a more detailed look at the economic hardships families face in the United States. This population may be overlooked because they fall above the Federal Poverty Line, which is the cut-off that many data use to define "poor." The ALICE number can be viewed as the number of "working poor" in a region. The data in this set are pulled from the United Way's last report in 2023, utilizing the 2021 ACS data.

Small Area Health Insurance Estimates (SAHIE) Program

The U.S. Census Bureau's Small Area Health Insurance Estimates program has one-year estimates for health insurance coverage at a county level. This data is used for a reliable



one-year estimate of poverty rates for even small counties. The indicators are from the SAIPE 2023 release of 2021 data.

Additional Indicators Currently Available

Poverty Solutions is happy to discuss the creation of tailored maps if there are specific sub-categories of data in which an organization is interested. We are also able to incorporate new sets of data into our existing dataset.

Some example custom maps could focus on:

Housing Focused:

- Percent Owner-Occupied Units
- Percent Renter-Occupied Units
- Vacancy Rate

Child Focused:

- Child Poverty Rate
- Percent Free and Reduced Lunch
- Children on Public Health Insurance

Health Focused:

- Overall Percent with Public Coverage
- Unemployed with Public Coverage
- Employed with Public Coverage
- Adult Obesity Rate

For more information, or to request specific data, please contact povertysolutions@umich.edu.

