



**AgEcon** SEARCH  
RESEARCH IN AGRICULTURAL & APPLIED ECONOMICS

*The World's Largest Open Access Agricultural & Applied Economics Digital Library*

**This document is discoverable and free to researchers across the globe due to the work of AgEcon Search.**

**Help ensure our sustainability.**

Give to AgEcon Search

AgEcon Search

<http://ageconsearch.umn.edu>

[aesearch@umn.edu](mailto:aesearch@umn.edu)

*Papers downloaded from **AgEcon Search** may be used for non-commercial purposes and personal study only. No other use, including posting to another Internet site, is permitted without permission from the copyright owner (not AgEcon Search), or as allowed under the provisions of Fair Use, U.S. Copyright Act, Title 17 U.S.C.*

AJAE appendix for “Measuring the Impact of Meat Packing and Processing Facilities in  
Non-metropolitan Counties: A Difference-in-Differences Approach”

Georgeanne M. Artz, Peter F. Orazem and Daniel M. Otto

September 2007

Note: The material contained herein is supplementary to the article named in the title and published in the American Journal of Agricultural Economics (AJAE).

This appendix contains supplementary material to the article named in the title and published in the *American Journal of Agricultural Economics*. In particular, it provides a section describing the methodology for generating propensity scores used in the paper as well as estimates from alternative specifications of the model (equations (6) and (7) in the paper). As it turns out, our results are not particularly sensitive to the type of estimation strategy used.

### **Propensity Score Matching**

Let  $T$  designate the treatment group counties with meat packing plants at some point in the 1990-2000 period; and let  $C$  designate the control group of counties that never had an MPP plant in the period. The number of counties in the treatment group is  $N_T$ , and the number in the control group is  $N_C$ . The 1990 MPP employment share in county  $i$  of group  $j$  is  $S_{ij}$ . Consider a regression of  $S_{ij}$  on a vector of observable attributes of the county in 1990,  $W_{ij}$ .

$$(A1) \quad S_{ij} = W'_{ij} \boldsymbol{\Pi} + \varepsilon_{ij}; \quad i = 1, 2, \dots, N_j; \quad j = T, C$$

where  $W_{ij}$  includes 1990 values of employment, income, wages, population, and government expenditures, 1990 the poverty rate and shares of high school and college graduates, and the USDA amenity index and a dummy variable indicating the presence of an interstate highway in the county. Also included are measures of agricultural activity in the county, such as share of cropland in pasture and marketed values of hogs, cattle, corn and soybeans that is believed to affect the probability of having a livestock processing plant.  $\boldsymbol{\Pi}$  is a vector of parameters that are common across the  $T$  and  $C$  groups. The propensity score for each county is that county's predicted MPP employment share,  $\hat{S}_{ij}$ ,

based on the county's observable attributes  $W_{ij}$ . Figure A1 charts the distribution of  $\hat{S}_{ij}$  for the two groups. The distributions are relatively well matched, with slightly more mass in the treatment distribution toward higher predicted shares. The considerable overlap in the distributions suggests that the non-host, non-metropolitan counties in the study states serve as a good control group for the host counties.

The regression results from (A1) are available below. Propensity scores can also be based on probit variants of (A1) that treat the presence or absence of an MPP plant as a dichotomous state variable as opposed to the continuous employment share. The fit of the probit was poor and generated few significant coefficients, suggesting that the presence of a plant was close to a random event. Employment share equations provided greater variation in the dependent variable and a better fit.

#### *Nearest Neighbor Match*

Let  $\hat{S}_{iT}$  be the propensity score for county  $i$  in the treatment group. That county's nearest neighbor is control county  $i'$  that satisfies the condition  $\min \left| \hat{S}_{iT} - \hat{S}_{i'C} \right| \forall l \in C$ . The matching is done with replacement so that the same control county  $l$  can serve as a match for several treatment counties, while other control counties fail to meet the matching criteria for any treatment county. Let  $d \ln Q_{iT} - d \ln Q_{i'C}$  be the difference in growth outcomes between treatment county  $i$  and its nearest control neighbor  $i'$ . The treatment

effect is measured by  $(1/N_T) \left( \sum_{i=1}^{N_T} (d \ln Q_{iT} - d \ln Q_{i'C}) \right)$ .

#### *Weighted Neighbor Matching*

An alternative method makes use of all the information in the control group rather than just the information on the nearest neighbors. Order group  $T$  from smallest to largest  $\hat{S}_{ij}$  and then subdivide group  $T$  into deciles. The lowest decile has  $n_T = (N_T/10)$  observations with  $\hat{S}_{ij}$  values ranging from  $(-\infty, \hat{s}_{1T})$ ; the next decile also has  $n_T$  observations ranging from  $(\hat{s}_{1T}, \hat{s}_{2T})$ ; and so on up to the highest decile of  $n_T$  observations ranging from  $(\hat{s}_{9T}, +\infty)$ . There is a corresponding number of control group counties lying in each range so that  $nc_1$  counties lie within  $(-\infty, \hat{s}_{1T})$ ;  $nc_2$  lie within  $(\hat{s}_{1T}, \hat{s}_{2T})$ ; and so on up to  $nc_{10}$  that lie within  $(\hat{s}_{9T}, +\infty)$ . In equation (8) in the text, each observation in the treatment group receives a weight of 1 while each observation in the control group is weighted by  $\omega_i = nc_k/n_T$ , for  $k=1\dots 10$ . This method overweights control observations for which  $nc_k < n_T$  and underweights control observations for which  $nc_k > n_T$ .

### **Estimates for Generating the Propensity Score**

Table A2 contains the estimation results from a regression of 1990 meat packing and processing employment share on a set of county level attributes believed to affect the probability of having a livestock processing plant as described above. The variables used in the estimation are described in Table A1.

### **Results with No Control Variables**

Tables A3 and A4 provide estimates of  $\delta$  in specifications of equations (6) and (7) that include no control variables. In fact, the addition of control variables does little to change the estimates. This is perhaps not surprising given the empirical specification. A major advantage of the first-difference approach is that it eliminates fixed county specific

unobservables that may affect growth. Adding additional county-level controls provides little new information.

### **Results from Full Specification**

Table A5 lists the variables used in the full specification of the model. Table A6 reports the complete results from the weighted least squares regressions using log changes in employment share to measure the MPP industry.

### **Results from Ordinary Least Squares**

Tables A7 and A8 provide estimates of  $\delta$  from ordinary least squares estimation. These estimates differ little from those using weighted least squares estimation reported in the paper.

### **Results for 10-year Growth in Cross-Section**

Tables A9 and A10 show estimates of  $\delta$  from a regression of 1990-2000 growth in outcomes. In other words, instead of the panel dataset used in the paper, these reflect the impact of growth in meatpacking and processing on decadal growth.

### **Results Measuring Change in MPP Industry Employment and Wage Levels**

The estimates in the paper reflect the impact of growth in the relative share of the MPP industry on various economic and social outcomes. We also estimated the impact of growth in the levels of MPP employment (in hundreds of jobs) and wages (in hundreds of dollars). These estimates are provided in tables A11 and A12 below.

In general, the signs are consistent, while significance levels diminish with changes in levels. This is what one might expect if adding 100 jobs in a small market is not the same as adding 100 jobs in a large market. It seems the more dominant the industry in a county, the more likely there are to be adverse impacts from its growth.

## **Results Using Nearest Neighbor Matching**

In the propensity score matching section above we describe a strategy for selecting a control group known as “nearest neighbor” matching. Tables A13 and A14 report estimates of  $\delta$  from regressions using this method to select control group counties. The results are very consistent with our weighted matched comparison.

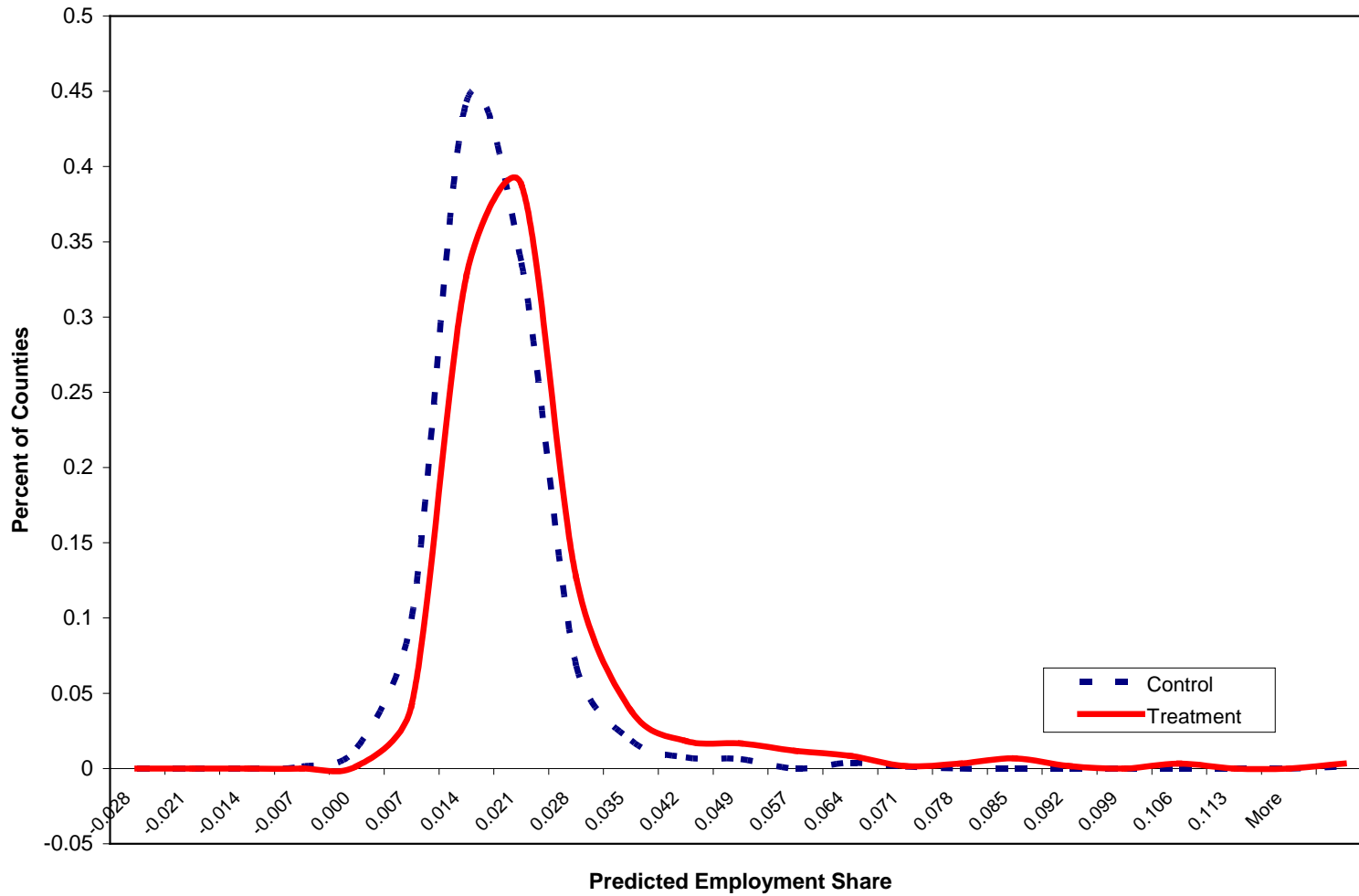
We prefer our weighted matched comparison because the nearest neighbor matching strategy omits information contained in the control sample. For example, for all industries combined, the nearest neighbor matching with replacement used 324 out of a possible 806 counties. Nevertheless, the conclusions are comparable albeit less precise in the nearest neighbor matching.

**Table A1. Definitions, Sources and Means for Variables Used in Propensity Score Matching**

<b>Variable</b>	<b>Description</b>	<b>Source</b>	<b>Mean</b>
<b>Dependent Variables</b>			
<i>Industry Emp. Share</i>	County MPP employment/Total county employment, 1990	LDB, BEA	0.009
<i>Industry Wage Share</i>	County MPP wage bill /Total county earnings, 1990	LDB, BEA	0.013
<b>Control Variables</b>			
<i>Pasture Share<sub>87</sub></i>	Pasture acres/Land in farms (acres)	Census of Agriculture	0.107
<i>Corn<sub>87</sub></i>	Sales of Corn for grain (\$000) / Land in farms (acres)	Census of Agriculture	0.014
<i>Beans<sub>87</sub></i>	Sales of Soybeans (\$000) / Land in farms (acres)	Census of Agriculture	0.111
<i>Cows<sub>87</sub></i>	Cattle and calves sold (\$1,000) / Land in farms (acres)	Census of Agriculture	0.038
<i>Pigs<sub>87</sub></i>	Hogs and pigs sold (\$1,000) / Land in farms (acres)	Census of Agriculture	0.015
<i>Poultry<sub>87</sub></i>	Any poultry sold (\$1,000) / Land in farms (acres)	Census of Agriculture	0.011
<i>College Rate<sub>90</sub></i>	Percent of county population with bachelor's degree or higher	U.S. Census	0.125
<i>High School Rate<sub>90</sub></i>	Percent of county population with a high school education	U.S. Census	0.553
<i>Poverty Rate<sub>90</sub></i>	Percent of county population with incomes below poverty, 1990	U.S. Census	0.181
<i>Employment<sub>90</sub></i>	Total wage and salary employment, 1990 (\$0,000)	BEA	2.657
<i>Wage<sub>90</sub></i>	Average county real wage (Earnings / Wage and Salary Employment), 1990	BEA	1.684
<i>Population<sub>90</sub></i>	County population, 1990 (0,000)	U.S. Census	5.712



<i>Income<sub>90</sub></i>	County real personal income, 1990 (\$0,000)	BEA	103.41
<i>Total Govt</i>	Total direct local government expenditures, 1990 (\$0,000)	Census of Govt.	
<i>Amenities</i>	USDA Natural Amenities Index	USDA	-0.374
<i>Interstate</i>	Presence of an interstate highway	ESRI, ArcView 3.2	0.435



**Figure A1. Distribution of predicted MPP employment share in 1990**

**Table A2. Predicted Share of MPP Employment in 1990**

	<b>All</b>	<b>Packing</b>	<b>Processing</b>	<b>Poultry</b>
Dependent	<i>% MPP</i>	<i>% MPP</i>	<i>% MPP</i>	<i>% MPP</i>
Variable	<i>Employment</i>	<i>Employment</i>	<i>Employment</i>	<i>Employment</i>
Intercept	0.04*** (3.10)	0.00 (0.06)	0.02 (0.38)	0.04*** (3.99)
<i>Pasture Share</i> <sub>87</sub>	0.01*** (3.09)	-1.51 (0.69)	-0.77 (0.51)	14.64*** (4.88)
<i>Corn</i> <sub>87</sub>	0.07 (1.43)	0.04 (1.43)	-0.01 (0.78)	0.04 (1.27)
<i>Beans</i> <sub>87</sub>	0.03*** (2.32)	0.00 (0.22)	0.00 (0.14)	0.03*** (3.01)
<i>Cows</i> <sub>87</sub>	0.09*** (5.46)	0.09*** (10.34)	0.00 (0.04)	0.00 (0.20)
<i>Pigs</i> <sub>87</sub>	0.06 (1.52)	0.06*** (2.67)	0.03** (2.23)	-0.03 (1.03)
<i>Poultry</i> <sub>87</sub>	0.17*** (11.38)	-0.01 (0.76)	0.00 (0.51)	0.17*** (15.49)
<i>HighSchool</i> <sub>90</sub>	-0.04** (2.15)	-0.004 (0.46)	0.00 (0.29)	-0.03*** (2.68)
<i>College</i> <sub>90</sub>	-0.07*** (3.22)	-0.01* (1.20)	-0.01 (0.74)	-0.05*** (3.05)

<i>PovertyRate</i> <sub>90</sub>	-0.02 (1.35)	0.00 (0.30)	0.00 (0.32)	-0.02* (1.87)
<i>Employment</i> <sub>90</sub>	0.01*** (3.59)	0.004* (1.71)	0.002 (1.08)	0.01*** (3.01)
<i>AverageWage</i> <sub>90</sub>	-0.01** (2.46)	0.001 (0.46)	0.00 (0.26)	-0.01*** (3.48)
<i>Population</i> <sub>90</sub>	-0.003 (1.10)	-0.001 (1.06)	0.00 (0.10)	0.00 (0.65)
<i>GovtExp</i> <sub>90</sub>	0.002* (1.92)	0.001*** (32.94)	0.00 (0.06)	0.00 (0.39)
<i>Income</i> <sub>90</sub>	0.00** (2.01)	0.00 (1.27)	0.00 (0.72)	0.00 (1.40)
<i>Amenities</i>	0.00 (0.82)	0.00 (1.59)	0.00 (0.84)	0.00 (0.36)
<i>Interstate</i>	-0.001 (0.68)	0.00 (0.49)	0.00 (0.70)	0.00 (0.91)
R-square	0.1416	0.1104	0.0110	0.1904
n	1404	1404	1404	1404

Notes: t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level.

**Table A3. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry (No Control Variables)**

Dependent Variable	<u>All Industries</u>		<u>Packing</u>		<u>Poultry</u>		<u>Processing</u>	
	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>
	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<i>Income</i>	-0.04 (0.46)	0.08 (0.99)	-0.19*** (3.72)	-0.13 (1.14)	0.25*** (2.82)	0.25*** (3.55)	0.22 (0.63)	0.27* (1.85)
<i>Income Per Capita</i>	-0.09 (1.18)	0.03 (0.53)	-0.23*** (5.22)	-0.17 (1.38)	0.14 (1.30)	0.17** (2.14)	0.24 (0.73)	0.27** (2.07)
<i>Wage</i>	-0.11** (2.34)	-0.02 (0.72)	-0.05*** (2.63)	-0.03** (2.18)	-0.34*** (3.91)	-0.11 (1.34)	-0.10 (0.68)	0.10 (0.89)
<i>Employment</i>	0.36* (1.85)	0.33** (2.27)	0.11 (1.46)	0.15 (1.42)	1.06*** (5.02)	0.78*** (5.24)	0.30 (1.20)	0.10 (0.81)
<i>Net Employment</i>	-0.32 (1.53)	-0.36** (2.42)	-0.20 (0.83)	-0.37 (1.50)	-0.36*** (2.75)	-0.21* (1.87)	-0.83*** (3.33)	-0.43*** (4.30)

<i>Total Govt. Exp.</i>	0.05 (1.51)	0.01 (0.34)	0.06** (2.02)	0.08 (1.47)	0.03 (0.26)	-0.11 (0.86)	-0.07 (0.49)	-0.04 (0.58)
<i>Educ. Govt. Exp.</i>	0.05* (1.77)	0.03 (0.80)	0.05*** (2.93)	0.05 (1.42)	0.13 (1.15)	0.04 (0.33)	-0.19 (1.36)	-0.04 (0.76)
<i>Police Govt. Exp.</i>	0.02 (0.20)	0.01 (0.14)	0.09 (1.17)	0.07 (0.76)	-0.20 (0.81)	0.03 (0.10)	-1.27 (1.57)	-0.56 (1.06)
<i>Health Govt. Exp.</i>	-0.04 (0.03)	0.21 (0.18)	0.00 (0.01)	-0.02 (0.05)	0.24 (0.05)	0.42 (0.08)	3.55 (0.96)	2.35 (0.90)
<i>Property Crime Rate</i>	-0.84 (0.45)	-0.20 (0.22)	-0.16 (0.24)	-0.06 (0.14)	-1.59 (0.32)	0.52 (0.16)	-2.83 (0.81)	-2.43 (1.03)
<i>Violent Crime Rate</i>	0.68 (0.33)	-0.09 (0.07)	1.31* (1.85)	1.03** (2.10)	-0.72 (0.24)	-0.54 (0.22)	-10.02 (1.21)	-8.83** (2.06)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Column (1) presents estimates for all MPP industries combined; column (2) shows estimates for the packing industry only (NAICS 311611),

column (3) provides estimates for the poultry processing industry only (NAICS 311615) and estimates for the processing industry (NAICS 311612, 311613 and 311412) are presented in the remaining columns. Weights are derived using a propensity score matching technique.

**Table A4. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry Presence (No Control Variables)**

	<u>Dependent Variable</u>									
				<i>Net</i>	<i>Total</i>	<i>Educ.</i>	<i>Police</i>		<i>Property</i>	<i>Violent</i>
	<i>Income</i>	<i>Wage</i>	<i>Employ-</i>	<i>Employ-</i>	<i>Govt.</i>	<i>Govt.</i>	<i>Govt</i>	<i>Health</i>	<i>Crime</i>	<i>Crime</i>
		<i>ment</i>	<i>ment</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Govt. Exp.</i>	<i>Rate</i>	<i>Rate</i>	
<u>Continuous Presence of Industry</u>										
<i>Employment Share</i>	0.08	-0.20***	0.64**	-0.71***	0.08	0.09	0.06	-0.29	-1.25	1.16
	(0.75)	(3.13)	(2.42)	(2.98)	(1.19)	(1.38)	(0.30)	(0.12)	(0.*7)	(0.49)
<i>Wage Share</i>	0.09	-0.01	0.35*	-0.46**	0.02	0.05	0.04	0.29	-0.25	0.32
	(0.92)	(0.22)	(1.84)	(2.68)	(0.42)	(1.00)	(0.46)	(0.17)	(0.25)	(0.22)
<u>Gained Industry</u>										
<i>Employment Share</i>	0.45***	-0.13	0.99***	-0.27***	-0.04	-0.17	-0.63**	-6.88***	-2.04	-3.59**
	(3.48)	(1.22)	(8.97)	(2.90)	(0.20)	(1.12)	(2.57)	(3.02)	(0.86)	(2.46)
<i>Wage Share</i>	0.29***	-0.10	0.79***	-0.13**	-0.08	-0.19	-0.47**	-4.57**	-1.89	-4.61***
	(2.68)	(1.37)	(12.05)	(2.18)	(0.52)	(1.63)	(2.24)	(2.31)	(1.09)	(4.39)
<u>Lost Industry</u>										
<i>Employment Share</i>	0.55*	-0.07	0.45	-0.63*	-0.01	0.08	0.08	2.92	8.04**	-0.05



	(1.70)	(0.63)	(1.27)	(1.72)	(0.10)	(0.83)	(0.32)	(1.60)	(3.22)	(0.01)
<i>Wage Share</i>	0.50***	0.00	0.13	-0.42***	0.00	0.03	0.07	1.49	5.81***	-1.40
	(10.28)	(0.08)	(0.65)	(3.03)	(0.05)	(0.53)	(0.65)	(1.16)	(5.55)	(0.15)
<u>Both Gained and Lost</u>										
<i>Employment Share</i>	-0.24***	-0.03***	0.04***	0.02***	0.03**	0.03***	0.05***	0.42***	4.33*	-0.24
	(51.79)	(7.60)	(4.28)	(8.96)	(2.47)	(4.68)	(2.99)	(2.94)	(1.92)	(0.04)
<i>Wage Share</i>	-0.43***	-0.06***	0.08***	0.03***	0.03	0.04	0.05	0.73**	4.16**	0.15
	(19.48)	(5.01)	(3.26)	(3.35)	(0.77)	(1.34)	(1.18)	(2.01)	(2.34)	(0.03)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Counties are classified into five groups; continuous, the meat packing industry was present in the county continuously throughout the study period; gained, the county gained the industry; lost, the county lost the meat packing industry; both, the county both gained and lost the industry during the study period; the omitted category is counties that never had the industry between 1990 and 2000. Weights are derived using a propensity score matching technique. See text for further details.

**Table A5. Definitions, Sources and Means for Variables**

<b>Variable</b>	<b>Description</b>	<b>Source</b>	<b>Mean</b>
<b>Dependent Variables</b>			
<i>Income</i>	Log difference in county total real personal income	BEA	0.022
<i>Wages</i>	Log difference in average county real wages	BEA	0.008
<i>Employment</i>	Log difference in county employment	BEA	0.016
<i>Net Employment</i>	Log difference in county employment minus industry employment	BEA, LDB	0.016
<i>Total Govt Exp.</i>	Log difference in total direct local govt. expenditures	Census of Govt.	0.034
<i>Education Govt Exp.</i>	Log difference in direct local govt. expenditures on education	Census of Govt.	0.062
<i>Police Govt Exp.</i>	Log difference in direct local govt. expenditures on police protection	Census of Govt.	0.032
<i>Health Govt Exp.</i>	Log difference in direct local govt. expenditures on health	Census of Govt.	0.301
<i>Property Crime Rate</i>	Log difference in property crime rates	FBI Uniform Crime Reports	0.100
<i>Violent Crime Rate</i>	Log difference in violent crime rates	FBI Uniform Crime Reports	0.158
<b>Measures of the Meat Packing &amp; Processing Industry</b>			
<i>Industry Emp. Share</i>	Log difference in county MPP employment/total county employment	LDB, BEA	0.0001
<i>Industry Wage Share</i>	Log difference in county MPP wage bill /total county earnings	LDB, BEA	0.0002
<b>Control Variables</b>			
<i>College Rate<sub>90</sub></i>	Percent of county population with bachelor's degree or higher	U.S. Census	0.125
<i>High School Rate<sub>90</sub></i>	Percent of county population with high school education only	U.S. Census	0.553
<i>Poverty Rate<sub>90</sub></i>	Percent of county population with incomes below poverty, 1990	U.S. Census	0.181
<i>College Rate Growth<sub>90</sub></i>	Average annual rate of change in growth of College Rate <sub>90</sub>	U.S. Census	0.010

<i>H.S. Rate Growth<sub>90</sub></i>	Average annual rate of change in growth of High School Rate <sub>90</sub>	U.S. Census	0.025
<i>Employment<sub>90</sub></i>	Total wage and salary employment, 1990	BEA	26,566
<i>Wage<sub>90</sub></i>	Ave. county real wage, 1990 (\$000)	BEA	16.836
<i>Population<sub>90</sub></i>	County population, 1990	U.S. Census	57,124
<i>Income<sub>90</sub></i>	County real personal income, 1990 (\$000)	BEA	1,034,107
<i>Property Crime Rate<sub>90</sub></i>	Number of property crimes per 1,000 population, 1990	FBI Uniform Crime Reports	0.027
<i>Violent Crime Rate<sub>90</sub></i>	Number of violent crimes per 1,000 population, 1990	FBI Uniform Crime Reports	0.003
<i>Amenities</i>	USDA Natural Amenities Index	USDA	-0.374
<i>Interstate</i>	Presence of an interstate highway	ESRI, ArcView 3.2	0.435
<i>Adjacent<sub>90</sub></i>	County adjacent to a metropolitan area, 1990	USDA	0.238

---

**Table A6. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators, Full Specification**

	<u>Dependent Variables</u>									
				<i>Net</i>		<i>Educ.</i>	<i>Police</i>	<i>Health</i>	<i>Property</i>	<i>Violent</i>
	<i>Income</i>	<i>Wage</i>	<i>Employ-</i>	<i>Employme</i>	<i>Total</i>	<i>Govt.</i>	<i>Govt</i>	<i>Govt.</i>	<i>Crime</i>	<i>Crime</i>
		<i>ment</i>	<i>nt</i>	<i>Govt. Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Rate</i>	<i>Rate</i>	
<i>Intercept</i>	0.070***	0.040***	0.032***	0.029***	0.083**	0.027	0.112	1.255*	0.365	0.028
	(5.31)	(6.48)	(3.01)	(2.76)	(2.45)	(0.11)	(0.82)	(1.61)	(1.29)	(0.07)
<i>High School</i> <sub>90</sub>	-0.069***	-0.013*	-0.019	-0.016	-0.028	0.035	0.062	-1.025	-0.203	-0.014
	(3.61)	(1.95)	(1.44)	(1.28)	(0.68)	(0.06)	(0.54)	(0.87)	(0.59)	(0.04)
<i>College</i> <sub>90</sub>	0.024	0.004	0.065**	0.068**	-0.017	0.052	-0.197	0.153	-0.251	0.368
	(0.70)	(0.23)	(2.43)	(2.56)	(0.36)	(0.20)	(0.85)	(0.15)	(0.51)	(0.96)
<i>Poverty Rate</i> <sub>90</sub>	-0.066***	-0.014**	-0.041**	-0.043**	-0.092**	0.037	0.187	-1.851	0.137	0.398
	(3.63)	(2.15)	(2.54)	(2.71)	(2.18)	(0.19)	(1.22)	(1.15)	(0.37)	(0.92)
<i>Employment</i> <sub>90</sub>	0.000	0.001***	0.000	0.000	0.001*	0.000	0.000	-0.011	-0.001	0.002
(0,000s)	(1.09)	(4.31)	(1.60)	(1.59)	(1.90)	(0.00)	(0.01)	(0.48)	(0.20)	(0.40)
<i>Wage</i> <sub>90</sub> (0,000s)	0.000**	-0.001***	-0.001**	-0.001**	-0.001**	0.000	-0.004*	-0.018	0.000	0.003

	(2.34)	(11.98)	(2.77)	(2.61)	(2.57)	(0.00)	(1.90)	(0.99)	(0.05)	(0.85)
<i>Population</i> <sub>90</sub> (0,000s)	0.001***	0.000***	0.001***	0.001***	0.000	0.000	-0.001	0.024	-0.004	-0.003
	(3.80)	(4.72)	(4.09)	(4.20)	(0.40)	(0.00)	(0.78)	(1.40)	(1.57)	(0.88)
<i>Total Govt Exp</i> <sub>90</sub>	0.000	0.000**	0.000	0.000	0.000***	0.000	-0.001**	0.001	0.004	0.002
(0,000s)	(0.55)	(2.20)	(0.43)	(0.48)	(3.57)	(0.00)	(2.33)	(0.17)	(1.57)	(1.53)
<i>Income</i> <sub>90</sub> (0,000s)	0.000***	0.000	0.000**	0.000**	0.000	0.000	0.000	-0.001	0.000	0.000
	(4.19)	(0.37)	(2.32)	(2.40)	(0.46)	(0.00)	(1.33)	(1.37)	(0.18)	(0.82)
<i>Property Crime</i>									-4.368***	-1.106
<i>Rate</i> <sub>90</sub>									(3.64)	(1.08)
<i>Violent Crime Rate</i> <sub>90</sub>									3.073	-18.40**
									(0.61)	(2.45)
<i>Amenity Index</i>	0.002***	0.000	0.002***	0.002***	0.005***	0.001	0.010**	-0.001	0.006	-0.008
	(3.41)	(1.42)	(4.19)	(4.26)	(6.54)	(0.01)	(2.05)	(0.03)	(0.80)	(0.91)
<i>Interstate</i>	0.003**	0.001**	0.002**	0.002**	0.001	0.002	-0.010	-0.063	-0.024	0.005
	(2.55)	(2.33)	(2.25)	(2.27)	(0.25)	(0.01)	(0.95)	(0.75)	(0.97)	(0.17)
<i>Adjacent</i>	0.006***	0.002***	0.004***	0.004***	0.006**	0.002	0.013	-0.158	-0.060	0.053**
	(5.39)	(3.56)	(3.52)	(3.37)	(2.24)	(0.01)	(1.01)	(1.20)	(1.49)	(2.36)

**Table A6 (continued)**

	<i>Income</i>	<i>Wage</i>	<i>Employment</i>	<i>Net Employment</i>	<i>Total Govt. Exp.</i>	<i>Educ. Govt. Exp.</i>	<i>Police Govt. Exp.</i>	<i>Health Govt. Exp.</i>	<i>Property Crime Rate</i>	<i>Violent Crime Rate</i>
$\Delta$ <i>Industry Status</i>	0.000	0.000	0.000	0.000	0.000	0.000	-0.004**	-0.027	-0.016***	-0.014***
	(0.16)	(1.23)	(0.51)	(0.01)	(0.44)	(0.00)	(2.49)	(1.54)	(3.35)	(2.93)
$\Delta$ <i>High School</i>	0.022	0.078	-0.064	-0.018	0.465*	0.210	-1.098	29.789	-4.778	-1.049
	(0.17)	(1.47)	(0.52)	(0.15)	(1.61)	(1.10)	(1.00)	(0.96)	(1.19)	(0.40)
$\Delta$ <i>College</i>	0.159***	0.043**	0.145***	0.153***	0.140**	0.067	0.048	-0.146	0.917	2.233
	(4.14)	(2.20)	(3.36)	(3.62)	(2.20)	(0.05)	(0.14)	(0.06)	(1.19)	(1.44)
$\Delta$ <i>Industry Emp Share</i>	-0.038	-0.105**	0.363*	-0.314	0.059*	0.031	-0.045	-0.151	-0.929	0.735
	(0.40)	(2.28)	(1.85)	(1.52)	(1.78)	(0.04)	(0.47)	(0.14)	(0.47)	(0.35)
F-value	24.17	22.90	38.42	37.80	55.60	88.21	22.94	10.62	3.33	1.89

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. The measure of industry size reported is *Employment share*, change in the proportion of MPP industry jobs in the county. Weights are derived using a propensity score matching technique. See text for further details.

**Table A7. OLS Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry (No Control Variables)**

Dependent Variable	<u>All Industries</u>		<u>Packing</u>		<u>Poultry</u>		<u>Processing</u>	
	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>
	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<i>Income</i>	-0.11 (1.27)	0.01 (0.05)	-0.21*** (4.29)	-0.16 (1.13)	0.28*** (3.70)	0.25*** (3.91)	0.20 (0.89)	0.25* (1.93)
<i>Income Per Capita</i>	-0.15* (1.88)	-0.04 (0.36)	-0.24*** (5.84)	-0.20 (1.34)	0.18** (2.05)	0.17** (2.40)	0.25 (1.17)	0.26** (2.34)
<i>Wage</i>	-0.08** (2.12)	-0.03 (1.07)	-0.04*** (2.75)	-0.02 (0.83)	-0.30*** (4.13)	-0.12* (1.82)	-0.10 (0.97)	0.08 (0.84)
<i>Employment</i>	0.25 (1.53)	0.32** (2.34)	0.09 (1.52)	0.16 (1.60)	1.05*** (7.22)	0.80*** (8.08)	0.56** (2.04)	0.23 (1.29)
<i>Net Employment</i>	-0.18 (1.16)	-0.29** (1.97)	-0.12 (0.73)	-0.30 (1.25)	-0.30*** (3.51)	-0.17** (2.34)	-0.62*** (2.67)	-0.38*** (3.55)

<i>Total Govt. Exp.</i>	0.03 (1.58)	0.01 (0.46)	0.06* (1.85)	0.10* (1.70)	-0.07 (0.63)	-0.16 (1.55)	-0.08 (0.52)	-0.05 (0.70)
<i>Educ. Govt. Exp.</i>	0.03* (1.75)	0.02 (0.75)	0.04** (2.46)	0.05* (1.69)	0.09 (0.81)	0.02 (0.19)	-0.23* (1.89)	-0.09 (1.37)
<i>Police Govt. Exp.</i>	-0.02 (0.29)	-0.05 (0.77)	0.13 (1.07)	0.17 (0.85)	-0.33* (1.71)	-0.15 (0.77)	-0.99* (1.77)	-0.53 (1.22)
<i>Health Govt. Exp.</i>	-0.24 (0.40)	-0.04 (0.04)	0.13 (0.56)	0.41 (0.78)	-2.02 (0.57)	-1.69 (0.46)	1.01 (0.32)	0.98 (0.42)
<i>Property Crime Rate</i>	-0.89 (0.50)	-0.35 (0.39)	-0.68 (1.17)	-0.34 (1.05)	-0.19 (0.05)	0.99 (0.40)	-3.86 (1.54)	-2.83 (1.44)
<i>Violent Crime Rate</i>	0.67 (0.35)	-0.17 (0.13)	1.31* (1.71)	0.94** (1.97)	2.33 (0.60)	1.24 (0.40)	-9.31 (1.55)	-8.25** (2.26)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Column (1) presents estimates for all MPP industries combined; column (2) shows estimates for the packing industry only (NAICS 311611),



column (3) provides estimates for the poultry processing industry only (NAICS 311615) and estimates for the processing industry (NAICS 311612, 311613 and 311412) are presented in the remaining columns. Weights are derived using a propensity score matching technique.

**Table A8. OLS Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry**

**Presence (No Control Variables)**

	<u>Dependent Variable</u>									
				<i>Net</i>	<i>Total</i>	<i>Educ.</i>	<i>Police</i>	<i>Health</i>	<i>Property</i>	<i>Violent</i>
	<i>Income</i>	<i>Wage</i>	<i>Employ-</i>	<i>Employ-</i>	<i>Govt.</i>	<i>Govt.</i>	<i>Govt</i>	<i>Govt.</i>	<i>Crime</i>	<i>Crime</i>
		<i>ment</i>	<i>ment</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Rate</i>	<i>Rate</i>	
<u>Continuous Presence of Industry</u>										
<i>Employment Share</i>	0.10	-0.19***	0.66**	-0.49***	0.14**	0.14**	0.07	0.43	-1.43	1.34
	(0.94)	(3.07)	(2.45)	(2.83)	(2.15)	(1.96)	(0.34)	(0.17)	(0.62)	(0.54)
<i>Wage Share</i>	0.11	0.00	0.36*	-0.45**	0.05	0.07	0.05	0.68	-0.34	0.47
	(1.02)	(0.09)	(1.86)	(2.57)	(0.90)	(1.38)	(0.52)	(0.38)	(0.33)	(0.32)
<u>Gained Industry</u>										
<i>Employment Share</i>	0.35***	-0.17**	1.03***	-0.22***	-0.20	-0.21*	-0.85***	-6.62***	-1.61	-2.11
	(3.51)	(2.36)	(10.11)	(2.70)	(1.12)	(1.94)	(2.82)	(2.84)	(0.57)	(1.13)
<i>Wage Share</i>	0.23***	-0.11*	0.79***	-0.12**	-0.13	-0.18**	-0.69***	-5.42**	-1.83	-3.85***
	(3.00)	(1.67)	(10.55)	(2.13)	(0.81)	(1.96)	(2.88)	(2.41)	(1.01)	(3.55)
<u>Lost Industry</u>										
<i>Employment Share</i>	0.52	-0.02	0.46	-0.63*	-0.01	0.08	-0.04	1.11	7.54**	-0.76

	(1.62)	(0.19)	(1.28)	(1.69)	(0.10)	(1.03)	(0.23)	(0.61)	(3.99)	(0.08)
<i>Wage Share</i>	0.48***	0.03	0.13	-0.42***	-0.01	0.02	0.00	0.59	5.36***	-1.92
	(9.58)	(0.52)	(0.65)	(3.05)	(0.23)	(0.47)	(0.01)	(0.61)	(4.35)	(0.21)
<u>Both Gained and Lost</u>										
<i>Employment Share</i>	-0.26***	-0.03***	0.03***	0.02***	0.03***	0.02***	0.06	0.05	0.52	1.68
	(28.62)	(6.85)	(5.29)	(4.87)	(2.81)	(2.83)	(1.13)	(0.24)	(0.32)	(0.29)
<i>Wage Share</i>	-0.46***	-0.05***	0.07***	0.02**	0.02	0.02	0.08	0.23	0.91	1.77
	(16.19)	(5.31)	(3.92)	(2.28)	(0.77)	(0.81)	(0.92)	(0.46)	(0.61)	(0.30)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Counties are classified into five groups; continuous, the meat packing industry was present in the county continuously throughout the study period; gained, the county gained the industry; lost, the county lost the meat packing industry; both, the county both gained and lost the industry during the study period; the omitted category is counties that never had the industry between 1990 and 2000. Weights are derived using a propensity score matching technique. See text for further details.

**Table A9. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry (10-year change)**

<b>Dependent Variable</b>	<u>All Industries</u>		<u>Packing</u>		<u>Poultry</u>		<u>Processing</u>	
	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>
	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>
	<b>(1)</b>	<b>(2)</b>	<b>(3)</b>	<b>(4)</b>	<b>(5)</b>	<b>(6)</b>	<b>(7)</b>	<b>(8)</b>
<i>Income</i>	0.81**	0.54	1.36**	0.79**	0.17*	0.60	-0.46	-0.43
	(2.62)	(2.47)	(2.51)	(2.18)	(1.73)	(1.59)	(0.76)	(0.95)
<i>Wage</i>	-0.05	-0.07	0.29	0.12	-0.24*	-0.15	-0.53	-0.42
	(0.41)	(0.92)	(1.14)	(0.80)	(1.92)	(1.35)	(1.30)	(1.31)
<i>Employment</i>	1.17***	0.83***	1.78***	1.10***	0.91***	0.59**	0.28	0.12
	(3.97)	(3.82)	(3.41)	(3.07)	(2.61)	(2.06)	(0.33)	(0.22)
<i>Net Employment</i>	-0.34	-0.26	0.20	0.11	-0.58*	-0.58*	-1.13	-0.76
	(1.30)	(1.23)	(0.46)	(0.39)	(1.79)	(1.92)	(1.29)	(1.50)
<i>Total Govt. Exp.</i>	0.09	-0.05	0.43	0.35	-0.22	-0.16	-0.48	-0.55
	(0.15)	(0.12)	(0.42)	(0.55)	(0.22)	(0.24)	(0.59)	(1.22)
<i>Educ. Govt. Exp.</i>	0.39	0.10	1.09	0.68	0.41	0.20	-1.10	-1.85**

	(0.69)	(0.30)	(1.34)	(1.33)	(0.39)	(0.32)	(1.63)	(2.05)
<i>Police Govt. Exp.</i>	-0.01	0.28	-0.52	-0.34	0.11	1.26	0.77	-0.69
	(0.01)	(0.42)	(0.33)	(0.36)	(0.05)	(0.78)	(0.61)	(1.08)
<i>Health Govt. Exp.</i>	-15.09	-17.09	-17.43	-9.76	-45.69	-63.29*	8.57	7.12
	(0.41)	(0.70)	(0.64)	(0.55)	(1.36)	(1.94)	(0.15)	(0.29)
<i>Property Crime Rate</i>	-1.63	-1.29	-7.26**	-4.36*	0.28	0.20	0.89	0.33
	(1.14)	(1.37)	(1.97)	(1.77)	(0.16)	(0.15)	(0.19)	(0.11)
<i>Violent Crime Rate</i>	-0.34	-0.58	7.87*	5.79*	0.07	0.23	-20.73*	-12.65*
	(0.14)	(0.30)	(1.77)	(1.93)	(0.02)	(0.07)	(1.80)	(1.70)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the number of MPP industry jobs in the county; *Wage share* is the change in the amount of MPP industry wage bill in the county. Column (1) presents estimates for all MPP industries combined; column (2) shows estimates for the packing industry only (NAICS 311611), column (3) provides estimates for the poultry processing industry only (NAICS 311615) and estimates for the processing industry (NAICS 311612, 311613 and 311412) are presented in the remaining columns. Weights are derived using a propensity score matching technique.

**Table A10. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry Presence**  
**(10-year change)**

	<u>Dependent Variable</u>									
				<i>Net</i>	<i>Total</i>	<i>Educ.</i>	<i>Police</i>	<i>Health</i>	<i>Property</i>	<i>Violent</i>
	<i>Income</i>	<i>Wage</i>	<i>Employment</i>	<i>Employment</i>	<i>Govt. Exp.</i>	<i>Govt. Exp.</i>	<i>Govt Exp.</i>	<i>Govt. Exp.</i>	<i>Crime Rate</i>	<i>Crime Rate</i>
<u>Continuous Presence of Industry</u>										
<i>Employment Share</i>	1.01**	0.03	1.24***	-0.33	0.71	1.17*	0.83	-32.31	-1.81	-0.09
	(2.42)	(0.20)	(3.18)	(0.95)	(1.16)	(1.84)	(0.64)	(1.03)	(1.06)	(0.03)
<i>Wage Share</i>	0.69**	-0.01	0.81***	-0.30	0.34	0.59	1.13	-30.00	-1.38	-0.15
	(2.33)	(0.08)	(2.68)	(1.08)	(0.77)	(1.47)	(1.18)	(1.22)	(1.15)	(0.06)
<u>Gained Industry</u>										
<i>Employment Share</i>	0.44	-0.24*	0.91***	-0.55*	-0.17	-0.08	-2.29**	52.61	-4.33**	-2.59
	(1.56)	(1.81)	(2.85)	(1.89)	(0.22)	(0.13)	(2.20)	(0.37)	(2.14)	(0.77)
<i>Wage Share</i>	0.23	-0.20**	0.74***	-0.36*	-0.46	-0.39	-1.67**	23.00	-2.83**	-1.64
	(1.31)	(1.96)	(3.77)	(1.82)	(0.83)	(0.91)	(2.08)	(0.28)	(2.43)	(0.64)
<u>Lost Industry</u>										

<i>Employment Share</i>	0.25	-0.07	1.88	0.69	-5.82*	-6.84*	2.56	-23.21	12.40**	5.58
	(0.37)	(0.26)	(1.62)	(0.55)	(1.87)	(1.88)	(1.39)	(0.36)	(2.52)	(0.50)
<i>Wage Share</i>	0.48	-0.03	1.91***	1.08	-2.46	-3.48	1.31	5.41	8.20*	-1.00
	(0.97)	(0.13)	(3.12)	(1.44)	(1.12)	(1.18)	(0.77)	(0.11)	(1.89)	(0.12)
<u>Both Gained and Lost</u>										
<i>Employment Share</i>	-3.92	-2.70**	-6.14**	-7.24***	-32.18	-14.30	-65.75**	-37.22	-31.07*	3.68
	(1.09)	(2.29)	(2.53)	(3.02)	(0.85)	(1.43)	(3.79)	(0.09)	(1.57)	(0.09)
<i>Wage Share</i>	-5.05	-3.24***	-7.22**	-8.12**	-25.78	-10.24	-57.85**	-154.30	-25.44	8.39
	(1.24)	(2.81)	(2.14)	(2.42)	(0.88)	(1.03)	(3.23)	(0.45)	(1.23)	(0.23)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Counties are classified into five groups; continuous, the meat packing industry was present in the county continuously throughout the study period; gained, the county gained the industry; lost, the county lost the meat packing industry; both, the county both gained and lost the industry during the study period; the omitted category is counties that never had the industry between 1990 and 2000. Weights are derived using a propensity score matching technique.

**Table A11. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry**

<b>Dependent Variable</b>	<u>All Industries</u>		<u>Packing</u>		<u>Poultry</u>		<u>Processing</u>	
	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>
	<i>Level</i>	<i>Level</i>	<i>Level</i>	<i>Level</i>	<i>Level</i>	<i>Level</i>	<i>Level</i>	<i>Level</i>
	<b>(1)</b>	<b>(2)</b>	<b>(3)</b>	<b>(4)</b>	<b>(5)</b>	<b>(6)</b>	<b>(7)</b>	<b>(8)</b>
<i>Income</i>	-0.01	0.04	-0.09	0.05**	0.24	0.05	0.03	-0.01
	(0.10)	(1.19)	(0.76)	(2.25)	(1.43)	(0.88)	(0.19)	(0.40)
<i>Income Per Capita</i>	-0.04	0.02	-0.17	0.02	0.11	0.02	0.06	-0.01
	(0.50)	(0.62)	(1.29)	(0.99)	(0.71)	(0.34)	(0.46)	(0.45)
<i>Wage</i>	-0.16***	-0.01	-0.13**	-0.03*	-0.08	0.00	-0.02	0.00
	(2.80)	(0.95)	(2.25)	(1.65)	(0.60)	(0.02)	(0.23)	(0.22)
<i>Employment</i>	0.38***	0.04**	0.25***	0.04**	0.06***	0.11***	0.26**	0.04
	(6.16)	(2.05)	(3.31)	(2.12)	(4.24)	(4.17)	(2.59)	(1.46)
<i>Net Employment</i>	-0.21*	-0.04**	-0.19	0.00	-0.05	0.00	-0.07	-0.02
	(1.66)	(2.02)	(0.94)	(0.40)	(0.77)	(0.04)	(0.55)	(0.58)
<i>Total Govt. Exp.</i>	0.03	0.03	0.09	0.04*	-0.05	-0.01	0.07	0.01



	(0.27)	(1.22)	(0.80)	(1.82)	(0.49)	(0.26)	(0.67)	(0.47)
<i>Educ. Govt. Exp.</i>	0.00	-0.02	0.05	0.00	0.06	0.02	0.06	0.00
	(0.05)	(1.01)	(0.67)	(0.18)	(0.55)	(0.66)	(0.62)	(0.09)
<i>Police Govt. Exp.</i>	-0.00	-0.04	0.13	0.00	0.08	0.03	-0.12	-0.04
	(0.05)	(1.13)	(0.70)	(0.08)	(0.36)	(0.43)	(0.90)	(1.38)
<i>Health Govt. Exp.</i>	-1.34	0.88	-1.66	0.60	2.83	2.44	0.31	0.75
	(0.73)	(1.54)	(0.69)	(1.49)	(0.89)	(1.35)	(0.29)	(1.29)
<i>Property Crime Rate</i>	0.30	0.51***	-1.99	0.21	-0.68	0.10	-5.50	-1.78
	(0.38)	(2.74)	(1.22)	(0.54)	(0.41)	(0.38)	(0.90)	(1.06)
<i>Violent Crime Rate</i>	1.42	-0.21	1.11	-0.49	-1.12	0.11	-2.43	-0.69
	(0.81)	(0.41)	(0.68)	(0.90)	(0.47)	(0.26)	(0.75)	(0.91)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment level* is the change in the number of MPP industry jobs in the county (in hundreds of jobs); *Wage level* is the change in the amount of MPP industry wage bill in the county (in hundreds of dollars). Column (1) presents estimates for all MPP industries combined; column (2) shows estimates for the packing industry only (NAICS 311611), column (3) provides estimates for the poultry processing industry only (NAICS

311615) and estimates for the processing industry (NAICS 311612, 311613 and 311412) are presented in the remaining columns.

Weights are derived using a propensity score matching technique. See text for further details.

**Table A12. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry Presence**

	<u>Dependent Variable</u>									
			<i>Net</i>	<i>Total</i>	<i>Educ.</i>	<i>Police</i>	<i>Health</i>	<i>Property</i>	<i>Violent</i>	
	<i>Income</i>	<i>Wage</i>	<i>Employ-</i>	<i>Employ-</i>	<i>Govt.</i>	<i>Govt.</i>	<i>Govt</i>	<i>Govt.</i>	<i>Crime</i>	<i>Crime</i>
		<i>ment</i>	<i>ment</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Rate</i>	<i>Rate</i>	
<u>Continuous Presence of Industry</u>										
<i>Employment Level</i>	0.16	-0.10	0.76**	-0.30	0.00	0.06	0.19	-3.96	0.07	4.30
	(1.06)	(0.91)	(5.24)	(0.86)	(0.02)	(0.60)	(0.74)	(0.82)	(0.04)	(1.16)
<i>Wage Level</i>	0.30**	0.09	0.59***	-0.26	0.01	0.01	0.20	6.89	-0.54	5.13
	(2.11)	(0.08)	(4.73)	(0.80)	(0.09)	(0.15)	(0.80)	(0.53)	(0.39)	(1.11)
<u>Gained Industry</u>										
<i>Employment Level</i>	-0.18	-0.28**	0.23	-0.38**	0.00	-0.23*	-0.53*	-5.22**	-1.21	-2.98
	(0.98)	(2.19)	(1.28)	(2.48)	(0.03)	(1.67)	(1.68)	(2.40)	(0.54)	(1.21)
<i>Wage Level</i>	-0.10	-0.18***	0.08	-0.01	-0.04	-0.11*	-0.34***	-2.54***	-0.04	-0.66
	(1.31)	(2.71)	(1.23)	(1.51)	(0.37)	(1.74)	(2.66)	(2.83)	(0.05)	(0.51)
<u>Lost Industry</u>										
<i>Employment Level</i>	0.00	-0.20*	0.27	-0.14	0.03	0.15	0.29	-0.32	0.36	2.44
	(0.01)	(1.64)	(1.60)	(0.74)	(0.23)	(0.95)	(1.23)	(0.10)	(0.18)	(0.75)

<i>Wage Level</i>	0.02	0.05	0.09**	0.00	0.15**	0.02	0.00	3.70**	1.14**	-1.42
	(0.34)	(1.08)	(2.08)	(0.02)	(1.98)	(0.32)	(0.04)	(2.10)	(2.61)	(0.77)
<u>Both Gained and Lost</u>										
<i>Employment Level</i>	-0.24	-0.13	0.02**	0.01	-0.05	-0.03	-0.01	3.67*	0.001	-0.84
	(1.20)	(1.38)	(2.17)	(0.24)	(0.30)	(0.39)	(0.56)	(1.68)	(0.18)	(0.27)
<i>Wage Level</i>	0.04	-0.01	0.01	-0.02	-0.01	-0.01	0.02	0.81	0.33	-0.46
	(0.81)	(0.39)	(0.35)	(0.87)	(0.42)	(0.45)	(0.70)	(1.47)	(1.61)	(0.65)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment level* is the change in the number of MPP industry jobs in the county (in hundreds of jobs); *Wage level* is the change in the MPP industry wage bill in the county (in hundreds of dollars). Counties are classified into five groups; continuous, the meat packing industry was present in the county continuously throughout the study period; gained, the county gained the industry; lost, the county lost the meat packing industry; both, the county both gained and lost the industry during the study period; the omitted category is counties that never had the industry between 1990 and 2000. Weights are derived using a propensity score matching technique. See text for further details.

**Table A13. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry (Nearest Neighbor Matching)**

Dependent Variable	<u>All Industries</u>		<u>Packing</u>		<u>Poultry</u>		<u>Processing</u>	
	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>	<i>Employment</i>	<i>Wage</i>
	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>	<i>Share</i>
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
<i>Income</i>	-0.11	0.18*	0.09	-0.17	0.23**	0.24***	0.29	0.30**
	(1.29)	(1.71)	(0.50)	(1.43)	(2.61)	(3.16)	(0.75)	(1.97)
<i>Income Per Capita</i>	-0.15**	0.14*	0.00	-0.21	0.09	0.16**	0.23	0.27*
	(1.98)	(1.66)	(0.05)	(1.54)	(0.85)	(1.93)	(0.62)	(1.84)
<i>Wage</i>	-0.07*	-0.03	-0.08	-0.04***	-0.36***	-0.13	-0.04	0.14
	(1.94)	(0.77)	(1.37)	(3.74)	(4.02)	(1.46)	(0.21)	(1.04)
<i>Employment</i>	0.24	0.40**	0.421	0.13	1.11***	0.81***	0.20	0.03
	(1.48)	(2.40)	(1.37)	(1.54)	(5.09)	(5.31)	(0.76)	(0.28)
<i>Net Employment</i>	-0.17	-0.40**	-0.86***	-0.32	-0.32**	-0.19*	-0.91***	-0.46***
	(1.09)	(2.71)	(2.68)	(1.26)	(2.45)	(1.74)	(3.34)	(4.33)

<i>Total Govt. Exp.</i>	0.04*	-0.01	0.20	0.07	0.11	-0.05	0.10	0.01
	(1.93)	(0.22)	(1.35)	(1.62)	(0.87)	(0.42)	(0.62)	(0.10)
<i>Educ. Govt. Exp.</i>	0.06**	0.00	0.11	0.05	0.21*	0.10	-0.06	-0.03
	(2.21)	(0.06)	(1.22)	(1.60)	(1.72)	(0.83)	(0.43)	(0.59)
<i>Police Govt. Exp.</i>	-0.05	-0.04	0.46	0.02	-0.18	0.06	-0.88	-0.56
	(0.59)	(0.35)	(0.73)	(0.50)	(0.72)	(0.28)	(1.09)	(0.97)
<i>Health Govt. Exp.</i>	-0.21	0.03	0.97	0.25	0.32	-0.25	4.56	2.47
	(0.34)	(0.02)	(0.50)	(0.39)	(0.07)	(0.06)	(0.96)	(0.79)
<i>Property Crime Rate</i>	-0.70	-0.16	-0.63	-0.36	-0.87	1.40	-2.73	-2.09
	(0.33)	(0.16)	(1.01)	(1.05)	(0.15)	(0.38)	(0.59)	(0.72)
<i>Violent Crime Rate</i>	0.54	-0.14	1.26*	1.32*	-0.54	3.11	-11.97	-9.30**
	(0.26)	(0.10)	(1.69)	(1.84)	(0.15)	(0.66)	(1.33)	(2.18)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Column (1) presents estimates for all MPP industries combined; column (2) shows estimates for the packing industry only (NAICS 311611),

column (3) provides estimates for the poultry processing industry only (NAICS 311615) and estimates for the processing industry (NAICS 311612, 311613 and 311412) are presented in the remaining columns. Weights are derived using a propensity score matching technique.

**Table A14. Estimates of the Impact of Growth in the MPP Industry on Growth in Selected Indicators by Industry Presence**

**(Nearest Neighbor Matching)**

	<u>Dependent Variable</u>									
				<i>Net</i>	<i>Total</i>	<i>Educ.</i>	<i>Police</i>	<i>Health</i>	<i>Propert</i>	<i>Violent</i>
	<i>Income</i>	<i>Wage</i>	<i>Employ-</i>	<i>Employ-</i>	<i>Govt.</i>	<i>Govt.</i>	<i>Govt</i>	<i>Govt.</i>	<i>y Crime</i>	<i>Crime</i>
		<i>ment</i>	<i>ment</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Exp.</i>	<i>Rate</i>	<i>Rate</i>	
<u>Continuous Presence of Industry</u>										
<i>Employment Share</i>	0.11	-0.19***	0.67**	-0.69***	0.14*	0.14**	-0.07	0.89	-1.74	1.31
	(0.97)	(3.07)	(2.45)	(2.82)	(1.87)	(1.97)	(0.24)	(0.34)	(0.72)	(0.53)
<i>Wage Share</i>	0.11	0.00	0.37*	-0.42**	0.04	0.08	0.02	0.64	-0.47	0.27
	(1.04)	(0.08)	(1.87)	(3.13)	(0.92)	(1.45)	(0.21)	(0.36)	(0.43)	(0.19)
<u>Gained Industry</u>										
<i>Employment Share</i>	0.55**	-0.19*	1.24***	-0.03	-0.32**	-0.17	-0.83	-6.84**	-1.25	-3.63*
	(2.20)	(1.74)	(15.72)	(0.35)	(2.20)	(0.72)	(1.07)	(2.05)	(0.21)	(1.90)
<i>Wage Share</i>	0.33***	-0.20*	0.77***	-0.14	-0.30*	-0.41***	-0.33	-5.31**	0.29	-3.29
	(2.71)	(3.34)	(5.75)	(1.43)	(1.75)	(5.04)	(0.80)	(2.16)	(0.09)	(1.52)
<u>Lost Industry</u>										



<i>Employment Share</i>	0.53	-0.02	0.46	-0.63*	-0.04	0.10	0.29	0.60	7.81***	-0.90
	(1.64)	(0.19)	(1.28)	(1.69)	(0.29)	(1.10)	(0.41)	(0.31)	(3.67)	(0.10)
<i>Wage Share</i>	0.48***	0.02	0.13	-0.42***	-0.01	0.01	0.04	0.61	-1.38	-1.15
	(9.44)	(0.50)	(0.65)	(3.13)	(0.23)	(0.36)	(0.35)	(0.64)	(0.42)	(0.12)
<u>Both Gained and Lost</u>										
<i>Employment Share</i>	-0.25***	-0.02***	0.03***	0.02**	0.03***	0.04***	-0.01	-0.42	0.91	-3.67
	(38.00)	(4.83)	(3.05)	(2.24)	(4.50)	(4.95)	(0.57)	(1.50)	(0.21)	(0.35)
<i>Wage Share</i>	-0.14***	0.00	0.63***	-0.20	-0.64**	-0.50**	-0.77	3.99*	6.01***	-0.21
	(0.27)	(0.00)	(3.50)	(1.56)	(2.12)	(2.20)	(1.10)	(1.63)	(3.07)	(0.04)

Notes: cluster-consistent t-statistics are in parentheses, \* significant at the 10-percent level; \*\* significant at the 5-percent level; \*\*\* significant at the 1-percent level. Two measures of industry size are reported; *Employment share* is the change in the proportion of MPP industry jobs in the county; *Wage share* is the change in the proportion of MPP industry wage bill in the county. Counties are classified into five groups; continuous, the meat packing industry was present in the county continuously throughout the study period; gained, the county gained the industry; lost, the county lost the meat packing industry; both, the county both gained and lost the industry during the study period; the omitted category is counties that never had the industry between 1990 and 2000. Weights are derived using a propensity score matching technique. See text for further details.