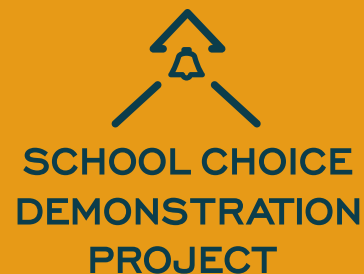


Technical Report

SUPPLYING CHOICE: AN ANALYSIS OF SCHOOL PARTICIPATION IN VOUCHER PROGRAMS IN DC, INDIANA, AND LOUISIANA

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SUPPLYING CHOICE: AN ANALYSIS OF SCHOOL PARTICIPATION DECISIONS IN VOUCHER PROGRAMS IN DC, INDIANA, AND LOUISIANA

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Supplying Choice: An Analysis of School Participation Decisions in Voucher Programs in DC, Indiana, and Louisiana

Abstract

Since school voucher funds are public, policymakers fiercely debate how those funds should be spent. A goal of many decision-makers is to ensure that every private school option is “high-quality” through program accountability regulations. Private schools, however, have a say in the matter. They can decide whether or not to participate in a private school choice program and likely factor the type and level of program regulations into that decision.

We examine the impacts of private school regulations on the supply-side of voucher programs in D.C., Indiana, and Louisiana. Private schools value their autonomy. Therefore, we expect that regulatory burden will be negatively associated with the quality of schools that choose to participate in a choice program. Independent private schools that accept substantial regulation from the state are likely to be financially distressed and more willing to change their educational model in exchange for access to voucher-funded students.

We employ a linear probability model to examine how school quality, as measured by tuition-level and Great School Review scores, is associated with program participation for schools. Our results largely confirm our hypothesis that higher tuition levels and larger cohort enrollments, conditions normally associated with high quality schools, identify schools that are less likely to participate in voucher programs. We also find a consistent negative relationship between Great Schools Review score and the school participation decision, indicating lower quality schools have a higher tendency of participating in voucher programs in all three states, however the coefficients are not significantly different from zero. State fixed effects reveal that

private schools in D.C. and Louisiana, the two states that have higher regulatory burdens, are less likely to participate in voucher programs.

Keywords: private school, school vouchers, participating school, decision-making model, school choice, program evaluation, tuition, school regulation

Supplying Choice: An Analysis of School Participation Decisions in Voucher Programs in DC, Indiana, and Louisiana

1. Introduction

Private school choice programs have proliferated across the United States since the 1990's (EdChoice, 2017). They include three different designs for supporting access to private schooling: school vouchers, tax-credit scholarships, and Education Savings Accounts. From the Milwaukee Parental Choice (pilot) Program, which served 341 students in 1990¹, to the Florida Tax-Credit Scholarship Program, which enrolled almost 100,000 students in the spring of 2017², private school choice programs have been considered a policy solution that addresses educational quality and equity concerns by introducing competitive pressures, funding individual students rather than schools, and empowering families to control their child's educational experience (Friedman, 1955).

The core hypothesis behind private school choice is that market-oriented programs will have positive effects on student achievement by a) providing more opportunities for students to attend high quality private schools, and b) allowing parents to choose the schools that best fit their children's particular needs. The underlying assumption that the average quality of the private schools that accept voucher students would exceed the average of all the local public schools, and those private schools would be more effective in improving student learning, however, is uncertain. Systematic reviews of the participant effects of private school choice on student test scores suggest that effects tend to be positive but also small and inconsistent, especially in the U.S. (e.g. Shakeel, Anderson & Wolf, 2016; Epple, Romano & Urquiola, 2015).

¹ ED.C.hoice: Wisconsin – Milwaukee Parental Choice Program, available at <https://www.eD.C.hoice.org/school-choice/programs/wisconsin-milwaukee-parental-choice-program/>.

² ED.C.hoice: Florida Tax Credit Scholarship Program, available at: <https://www.eD.C.hoice.org/school-choice/programs/florida-tax-credit-scholarship-program/>.

The answer to the question of what effect school choice has on student test scores tends to be: “It depends.” One factor it likely depends upon is the supply of choice schools.

Most empirical studies of private school choice programs have focused on demand side considerations of student achievement and parent preferences. Only a few choice studies have considered the supply side: the schools receiving voucher students (e.g. McShane, 2015). The studies of participating choice schools that do exist are merely descriptive and not analytical. As a result, little attention has been paid to the supply side of voucher programs; specifically, the supply of schools under differing regulatory environments. The public, scholars, and policymakers have little systematic knowledge regarding what kinds of schools participate in voucher programs, why they do so, and what the implications might be for student achievement.

This report remedies this shortcoming in the literature by analyzing what school characteristics predict participation in private school voucher programs in multiple states. Specifically, we estimate the key factors that drive schools’ choices to participate based on cross-sectional data from the 2014-15 school year from the private school voucher programs in the District of Columbia (D.C.), Louisiana, and Indiana. Our report shows that schools with lower tuition, smaller enrollment, and higher minority-density student populations tend to be more likely to participate in voucher programs. Schools with those features normally are considered “low quality” schools. All else equal, private schools with religious affiliations are more likely to participate in voucher programs.

This report makes substantial contributions to both the scholarly and practitioner fields. A better understanding of the supply side of voucher programs will help new and existing school choice programs refine their quality constraints regarding market entry. Our analysis also

provides scholars and policymakers with a new approach to understanding how voucher program effects are mediated by the quality of schools induced to participate.

2. Prior Studies of School Voucher Programs in the U.S.

Hundreds of evaluations have assessed the effect of school choice on various outcomes. School voucher, tax-credit scholarship, and Education Savings Account (ESA) programs, all of which provide public subsidies to families that allow them to choose a private school for their child, have proliferated across the country over the past few decades. Currently, 52 such programs have been enacted in 28 states plus the District of Columbia (EdChoice, 2017).

Dozens of empirical studies focus on the impact of private school choice on student outcomes as defined by student test scores, attainment and college enrollment (e.g. Cowen *et al.*, 2013; Greene, Peterson, & Du, 1999; Howell *et al.*, 2002; Rouse, 1998; Witte *et al.*, 2014; Wolf *et al.*, 2013). A recent meta-analysis finds that choice programs tend to have positive and statistically significant test score effects, especially in math, when they are publicly funded, and when they take place outside of the U.S. (Shakeel, Anderson, & Wolf, 2016). Other, less comprehensive, reviews of the test score effects of school choice (e.g. Epple, Romano & Urquiola, 2015; Rouse & Barrow, 2008; Wolf, 2008) conclude that results tilt positive but only most clearly for African American students. These reviews all agree that the size and statistical significance of school voucher impacts on test scores vary substantially from place to place, suggesting that the kinds of private schools that compose a given voucher program influence its effects on students.

Frederick Hess (2010) argues that school choice programs have filled seats in existing private schools but have failed to entice new high quality private schools to open. Similarly, John Chubb and Terry Moe (1990) point out that a narrow focus on the demand-side of the

educational market will fail to provide parents with abundant high quality choices. In Michael McShane's edited book *New and Better Schools: the Supply Side of School Choice* (2015), private school choice researchers and practitioners summarize the challenges that choice programs face in creating marketplaces to drive improvement in the education sector. The twelve chapters provide a broad discussion of how to improve the scale and quality of the supply of private schools participating in choice programs; however, they are mostly suggestive and theoretical, failing to provide robust solutions to enhance the supply side of private school choice programs. In particular, the literature does not describe the characteristics of participating institutions, how the participating schools are different from their non-participating counterparts, and why specific schools choose to participate in voucher programs.

Some empirical studies fill this gap by providing descriptive information about the types of private schools that decide to participate in school voucher programs. Religiosity plays an important role in enrolling choice students. By 2011, 107 private schools served voucher students in Milwaukee, with 86 percent of them ascribing to one of 10 different religious affiliations (McShane *et al.*, 2012). Moreover, Catholic schools enroll a majority of voucher students in most voucher programs (Wolf *et al.*, 2010; Austin, 2015). Howell *et al.* (2006) find that urban voucher-receiving private schools tend to have small class sizes, minimal facilities, and few special programs for disadvantaged students. Austin (2015) reports that participating schools in the Indiana Choice Scholarship Program (ICSP) have larger enrollments than non-participating schools. Abdulkadiroglu, Pathak and Walters (2015) find that lower quality private schools, as measured by declining enrollment and lower tuition rates, are more likely to participate in the Louisiana Scholarship Program (LSP).

Private schools with longer experience participating in a voucher program are more likely to offer special programs for struggling students (Stewart, Jacob, & Jensen, 2012). Ford (2011) analyzes the exit patterns of private schools from the MPCP, finding that the schools with lower enrollment growth rates are more likely to leave. His follow-up study of Milwaukee voucher schools reports that schools experiencing enrollment growth had significantly higher proportions of students achieve proficiency than the schools that experienced enrollment declines, suggesting that private institutions with higher quality tend to attract larger enrollments compared to lower-performing schools. This advantage fades out, however, after controlling for the descriptive characteristics of schools such as years in the program, proportion of the student body made up of voucher students, and religious affiliation (Ford, 2016).

A small number of studies have examined potential barriers to school participation in school choice programs. A recent survey of leaders at participating and non-participating private schools in Louisiana, Indiana, and Florida suggests that program regulation is a major concern (Kisida, Wolf, & Rhinesmith, 2015). Twenty-six percent of the leaders of non-participating private schools in Florida, 62 percent of them in Indiana, and 64 percent of them in Louisiana listed “Future regulation that might come with participation” as their major reason for not participating in the program (Kisida, Wolf, & Rhinesmith, 2015, 17-19). These responses suggest that private schools are highly sensitive to regulatory creep in making participation decisions regarding school choice programs. Stuit and Doan (2013) generate regulatory burden scores for the private school choice programs in the U.S. They find that private school participation rates are lower in more regulated school choice programs. Egalite (2015) suggests that revenue constraints, shortages of facility space, and state regulations are the major concerns for school leaders in determining whether to participate in a voucher program.

The school voucher research base is a tale of two literatures. The empirical research on the effects of voucher programs on student outcomes is broad, deep, rigorous and causal. The empirical research on what kinds of schools participate in school voucher programs is relatively thin and descriptive. Since the private schools in a voucher program are, to a significant extent, the program itself, the lack of analyses of school participation in private school choice programs is a hole that cries to be filled. We take a step in that direction by examining school participation in three private school voucher programs that operate under different policy contexts.

3. Theory and Hypothesis

Studies examining the effectiveness of private school choice programs are static in that they examine initiatives as they exist. While that approach is sound from a program evaluation standpoint, since a school choice program is what it is, these studies may underestimate the potential effects choice has on students since individual schools choose whether to participate in voucher programs. We customize a decision-making model for the specific case of private schools participating in a voucher program by considering the benefit of additional funding and the costs tied to state-driven regulation.

Benefits of Participating in Voucher Programs

Intuitively, the most obvious economic benefit for schools participating in choice programs is to acquire additional resources by receiving voucher students. Of course, financial benefits will vary across schools based on their specific cost structures and capacities. The further a given school's enrollment is from full capacity, the lower the marginal cost is for accepting an additional student. To the degree that marginal cost exceeds zero, the incentive for an institution to participate is the voucher amount minus the average cost per student. Almost all schools have a financial incentive to participate in a voucher program so long as they are not at

full capacity and have tuition levels at or below the voucher amount. Other than receiving voucher-based revenue, we expect that schools will achieve greater economies of scale by participating in a voucher program, even when the maximum voucher amount does not fully cover the average cost of educating a student at that school.

Furthermore, private schools may still elect to participate in voucher programs even if they lose money on each student, since the schools gain the nonfinancial benefit of social responsibility or what organizational theorists call “purposive benefits” (Wilson, 1989). We suspect that religious schools value social responsibility more than secular ones.

Costs of Participating in Voucher Programs

There are two types of costs for schools participating in voucher programs. Participating schools must provide tuition subsidies when per-pupil costs exceed the state-determined voucher amount, as few voucher programs allow schools to charge families top-up fees above the voucher maximum. Thus, schools with higher per-pupil costs have a financial incentive not to participate in voucher programs. The other type of cost is the additional regulatory burden. Many voucher programs require private schools to administer state standardized tests, undergo financial audits, surrender admissions policies to the state, and conform to teacher certification standards. Complying with these requirements costs money.

Regulatory burdens will have an absolute cost and a relative cost for private schools within the same location. Each voucher program has a consistent set of regulations that apply to all private schools within the program’s geographic reach. In that sense, the costs of compliance are absolute and only vary across programs. In another sense, the costs of compliance are relative and vary for individual schools within a given location. Schools that are vastly different from the traditional public school model will face much higher regulatory costs associated with necessary

adjustments. For example, if an institution's educational model did not rely on standardized tests before, switching into a voucher program that requires standardized testing would be relatively more costly than it would be for a private school used to testing its students.

School Participation Decision Making Model

As shown in Figure 1, schools make their participation decision by comparing the additional costs of tuition subsidization and regulatory compliance associated with participating with the additional benefits of voucher revenue, economies of scale and enhanced social responsibility. Theoretically, schools perceiving benefits exceeding the costs will decide to participate in voucher programs. These schools likely have a lower tuition level and a smaller enrollment size, or are eager for financial support and are willing to sacrifice some school autonomy for additional funding. The private schools that meet those criteria are likely to be lower-quality academically (Stewart, Jacob & Jensen, 2012). They also are more likely to be religious with an explicit mission to serve disadvantaged students, no matter the cost.

Our theoretical model results in three hypotheses regarding the school voucher participation decision. All else equal:

1. Schools with higher quality will be less likely to participate;
2. Catholic schools will be more likely to participate;
3. Schools will be less likely to participate in more highly-regulated programs;

4. Descriptions of Programs

We focus on three school voucher programs: the D.C. Opportunity Scholarship Program, the Indiana Choice Scholarship Program, and the Louisiana Scholarship Program (LSP).

DC Opportunity Scholarship Program

The D.C. Opportunity Scholarship Program (DC OSP) was established in January 2004 as the first federally-funded school choice program in the United States. Students must live in D.C. in families that receive Supplemental Nutrition Assistant Program (SNAP) benefits or be at or below 185 percent of the poverty line (\$44,955 for a family of four in 2016-17). Students are given priority in receiving a scholarship if they have a sibling in the program or come from low-quality public school.

The average voucher amount is \$8,452 for K-8 students and \$12,679 for high school students. Even the higher voucher amount for high school is only about 47 percent of the per pupil funding amount in D.C. public schools. In 2016-17, 1,166 students and 42 private schools participated in the program. The average voucher value in 2016-17 is projected to be \$9,472. In order to participate in the DC OSP, private schools must require that teachers in core subjects hold a bachelor's degree. They also must administer a nationally norm-referenced exam to their voucher students.

The initial gold-standard experimental evaluation of the OSP mandated by Congress concluded that participation in the program led to significantly higher graduation rates (Wolf *et al.*, 2013). An evaluation of the cost effectiveness of the DC OSP found a benefit to cost ratio of 2.62, indicating that each dollar spent on the program produced 2.62 dollars in benefits (Wolf & McShane, 2013). On the other hand, a follow-up experimental evaluation of the program reported that student test scores in math were lower one year after receiving an Opportunity Scholarship (Dynarski et al. 2017).

Indiana Choice Scholarship Program

The Indiana Choice Scholarship Program (ICSP) started in 2011 and is now the largest school voucher program in the country. In order to qualify for the program, students must come from a family that earns no more than 150 percent of the federal lunch program limit (\$67,433 for a family of four in the 2016-17 school year). Students must be assigned to or be leaving a public school with an "F" grade. If a student comes from a family that earns up to 200 percent of the federal lunch program amount (\$89,910 for a family of four in 2016-17), they qualify for the program if they have a disability or if they received a voucher in the previous school year.

In 2016-17, 313 schools and 34,299 students participated in the program. The average voucher value was \$4,024 in 2015-16 (less than half of the per pupil spending in public schools). The ICSP is the most accessible program in our study, as 54 percent of students across the state are income-eligible.

In order to participate in the program, schools must report their graduation rates and ratings based on the Indiana Statewide Testing for Educational Progress (ISTEP). If they are rated a "D" or "F" for two years in a row, they are no longer eligible for the program. Schools must administer the state tests, submit financial reporting and allow the state to have full access to their property in order to observe classrooms. Administering the state test is customary for most private schools in Indiana because the Hoosier State requires state testing for any school, public or private, that wishes to participate in interscholastic extracurricular activities including sports.

Louisiana Scholarship Program

The Louisiana Scholarship Program (LSP) started as a pilot program in New Orleans in 2008 and expanded statewide in 2012. Students must be at or below 250 percent of the poverty

line (\$60,750 for a family of four in 2016-17) in order to qualify for the program. Students must have attended a public school that was graded as a C, D, F, or T in the previous school year. If the student is entering kindergarten, they must be assigned to a C, D, F, or T³ school for the current school year. During the admission lottery for oversubscribed schools, students at a D or F school receive priority over other students.

The voucher amount is equal to the state share of per pupil funding in the student's home public school district or the private school's tuition amount, whichever is less. In 2015-16, 7,110 students and 121 schools participated in the program and the average voucher value was \$5,856. Twenty percent of the K-12 students in Louisiana were eligible for the program.

In order to participate in the LSP, private schools must use an open admissions process in enrolling scholarship recipients and administer the same state examinations required by the public school district. The schools must also maintain a "quality" curriculum that is equal to or better than that of public schools, as judged by the state department of education. Private schools are prohibited from charging students a top-up above the voucher amount. Failure to comply with these requirements can lead to the school's removal from the program.

Since the statewide expansion of the program in 2012, there have been several studies of it by the School Choice Demonstration Project (SCDP). Mills and Wolf (2017) find that the LSP had a negative effect on student math achievement after two years. However, Egalite, Mills, and Wolf (2016) report a positive impact of the program on racial integration, especially in public schools previously under court orders to integrate. In addition, Egalite (2016) finds some positive competitive effects of the program on the achievement of public school students in Louisiana.

³ T schools refer to Turnaround schools. These schools are led by operators who took over existing failing schools and maintain all previous grade levels and students. A "T" letter grade indicate the school is in transition.

Further, the program saves money for the state and local school districts (Trivitt & DeAngelis, 2016).

Table 1 outlines attributes relevant to the participation decisions for private schools within each of the three voucher programs included in this report. In particular, we present the financial benefit for participating private schools within each program and the average funding relative to the traditional public school funding amount. We also show the various regulatory burdens associated with participation: testing, open-admissions, financial reporting, prohibition of parental copay, and teacher certification requirements.

[Table 1 about here]

The findings in Table 1 mirror those in the 2014 voucher program scorecard released by the Center for Education Reform.⁴ The scorecard examines the regulatory freedom experienced by private schools in voucher programs in 15 locations and found that Indiana had the least regulatory burden, scoring an A. Washington D.C. scored a B, while Louisiana scored a C. The findings also align at least somewhat with the Stuit and Doan (2013) ranking of regulatory burden scores for thirteen of the private school choice programs in the U.S., which rank Indiana as least burdensome (ranked 2nd) and D.C. as the most burdensome (ranked 7th) of the three programs included in this report.

Private schools in Louisiana and D.C. face the largest costs for participation, while serving voucher students costs private schools in Indiana the least. Thus, we expect a significantly lower probability of participating for schools in Louisiana and D.C. after controlling for school characteristics.

⁴ School Choice Today, Voucher Laws across the States (2014). Link: <https://www.edreform.com/2014/08/school-choice-today-voucher-laws-across-the-states-1/>

Specifically, private schools participating in the D.C. Opportunity Scholarship have additional requirements of state testing, financial reporting, and, as indicated by the low eligibility rate, less-advantaged voucher students. The D.C. voucher program also has additional teacher certificate requirements; thus we expect D.C. Catholic schools (which do not require certification) are less apt to participate relative to Catholic schools in Indiana and Louisiana.

Private schools participating in the LSP have additional requirements of state testing, open-admissions, financial reporting, prohibition of parental copay, and, as indicated by the low eligibility rate, the least-advantaged voucher students. On the other hand, private schools participating in the LSP tend to receive slightly more public funding, on average, relative to those in D.C. and Indiana. Because high-quality private schools appear to have the most to risk in Louisiana, we expect that they will be the least likely to participate in their voucher program.

Private schools in Indiana appear to have much lower costs tied to their participation decision. In particular, they do not have to use an open-admissions process or additional teaching requirements, and are allowed to accept parental funds above and beyond the voucher amount. Additionally, private schools in Indiana can benefit from a large increase in demand from students who are relatively less costly to educate, as indicated by the comparatively high eligibility rate of 54 percent. However, private schools in Indiana seem to experience a slightly lower financial benefit per student, as indicated by an average voucher value that is only 42 percent of the public school funding level. Nonetheless, private schools participating in Indiana's voucher program are not compelled to accept the voucher amount as full-payment. Because high-quality private schools appear to have the least to risk in Indiana, we do not expect quality levels to be related to program participation decisions in that state.

The decision makers who shaped these three private school choice programs did not operate in a vacuum. State context is important to how choice programs are designed and that context varied across D.C., Indiana, and Louisiana. In D.C., President Bush and congressional leaders designed the Opportunity Scholarship Program as a pilot project to learn how private school choice might affect low-income families in the nation's capital (Stewart & Wolf, 2014). For Indiana, the Choice Scholarship Program was the state's second private school choice program, building on a limited tax-credit scholarship program launched in 2010. Thus, the Indiana program represented a policy breakthrough long in the works for Hoosiers (Austin 2015).

Louisiana has been home to a large individual tax deduction program since 2008. Up to \$5,000 in education expenses, including private school tuition, can be deducted from the family's state taxable income. Private schools in Louisiana benefit from the tax deduction policy whenever the parents of students attending their school claim the tax deduction, as over 100,000 families did in 2012, because it makes private school tuition more affordable to middle class families (EdChoice 2017). The tax deduction policy does not benefit low-income families in the state, however, because they rarely itemize their tax deductions. In enacting the Louisiana Scholarship Program, policymakers sought an additional private school choice initiative designed specifically and intentionally to serve low-income students whose families did not benefit from the tax deduction policy.

5. Data

The data used in this report includes participating school lists in three locations for the 2014-15 school year and school-level characteristics linking to the decision of whether to participate in a voucher program. The participation status of each school is obtained from the

annual report of the voucher program for each state (Indiana Department of Education, 2016; Louisiana Department of Education, 2014). According to the reports, 492 K-12 private schools received voucher students across the three locations in the 2014-15 school year: 47 in the District of Columbia, 314 in Indiana, and 131 in Louisiana.

Measures of school characteristics were obtained from the publicly available Private School Universe Survey (PSS) database for the most recent school year of 2013-2014. The PSS is a nation-wide survey of all the private schools in the U.S. conducted every two years since 1988-89. Information missing from the PSS was collected from lists provided by nationwide private school associations, state departments of education, and other sources. In the 2013-14 survey, 42 D.C. private schools, 329 Indiana private schools⁵ and 284 private schools in Louisiana were included, for a total of 655 private schools. We used information from the Private School Review website for 12 DC OSP participating schools that were not included in the PSS (2013-14), resulting in 667 schools with information on school characteristics.

In addition to the PSS, we collected 2015-16 school tuition levels by searching school websites and calling the schools, when necessary. We combine the tuition information along with the PSS survey data to describe the school characteristics for both voucher participating schools and non-participating schools. Descriptive statistics of school characteristics are in Table 2.

Program participation rates differed across locations. The rate was 78 percent for D.C., 70 percent for Indiana, and 33 percent for Louisiana, indicating that private schools in Louisiana were particularly unlikely to participate in the LSP.

⁵ Excludes 168 Amish schools and 9 closed schools.

Lastly, we use data from the Great Schools⁶ website for our analysis of the relationship between parent reviews and program participation. The original scale takes on integer values from one to five, with five the most positive. We aggregate a school's Great Schools Review score into a continuous variable that ranges from one to five by weighting it on the frequency of parent's rating on each score. The aggregated Great School Review score has a mean of 4.18 with the standard deviation of 0.698, indicating a small variation between schools.

Table 3 describes the quality of the data we use to conduct this study. Overall, the private schools that are included in our report represent almost 70 percent of the private school population in the three states, indicating a highly representative sample.

[Table 2 about here]

[Table 3 about here]

6. Methods

To test our hypotheses, we apply linear probability models to estimate the school's participation choice. At the school level, the participation equation is:

$$y_1 = \beta_1 Tuition_i + \beta_2 Enrollment_i + \beta_3 SchoolAttributes_i + \beta_4 Catholic_i + \rho_i + \varepsilon_i \quad (1)$$

The dependent variable of interest, the likelihood that school i participates in a voucher program in the year 2014-15 is a function of the amount of the school tuition, average cohort enrollment size, religious affiliation, and other school characteristics. We conduct the analyses across states and within each state.

Four independent variables of interest are used separately and in combination in the analysis. One set of models disaggregates total revenue into its separate components of tuition

⁶ Parent review score, weighted on number of reviewers. link: <http://www.greatschools.org/>

level and enrollment level.⁷ A second set of models combine school tuition with average cohort enrollment to produce a “revenue” variable that represents both the price and quantity of each school’s educational service. A third set of models replaces tuition and enrollment with each school’s Great Schools review score, using reputation as a proxy for school quality. Since we anticipate that schools with higher tuition, larger enrollment, and higher Great Schools review scores, those normally considered higher-quality schools, will be less likely to participate in a given program, we expect that the coefficient estimates for these explanatory variables will be negative, especially in Louisiana and D.C.

We first present a model that does not use school-level controls, since including them would deteriorate our treatment of interest. If tuition levels reflect several school-level characteristics, we may not want to include any controls. Theoretically, if everything that the family receives is reflected in the price of the school, a model that controls for all school characteristics purchased by tuition would perfectly remove the coefficient on tuition level. Nevertheless, we also include a model with school-level controls as a robustness check.

The variable *Enrollment* describes school i ’s average cohort enrollment (in hundreds), which may indicate an economies of scale benefit introduced by accepting additional voucher students. If enrollment is a measure of consumer demand, it is also a quality variable of interest. As we hypothesize schools with smaller enrollment that have lower marginal costs of admitting additional voucher students are more likely to participate in the program, we anticipate that β_2 will also be negative.

Additionally, the school participation decision is influenced by other control variables included as *School Attributes*. These control variables are other educational and environment

⁷ We use average grade cohort enrollment as the variable in our models because key control variables for school level (elementary, middle, and high) are strongly correlated with total school enrollment.

characteristics that may influence school i 's overall quality and expenses. We control for school institutional characteristics, including an indicator of whether school i is an elementary-only (below 7th grade), secondary (offering grades between 7 and 12), or combined (all k12 levels). We also control for percentage of minority students within a school, whether the school has a library or media center, and the average length of a school day.

Catholic is a binary variable that indicates if school i is a Catholic school. The coefficient, β_4 , is expected to be positive since religious schools generally show a higher willingness to take on social responsibilities. However, we would expect it to be negative for OSP, since D.C. has strict requirements on teacher certification which set additional barriers for Catholic schools to participate in the program.

Along with all the variables described above, ρ in the Equation (1) denotes the specific program, j , that the school i , was in, and ε refers to the random errors. At the cross state level, we conduct a program fixed effect regression with the Indiana Choice Scholarship Program as the default, and would expect a negative sign for the coefficients on the D.C. and Louisiana indicator variables, which refers to a lower participating tendency of private schools in those two sites.

7. Results

Tuition and Enrollment

A comparison of means reveals that the tuition levels of participating private schools tend to be lower than those that choose not to participate in D.C. and Louisiana; however the difference is only statistically significant at the 95 percent level of confidence in Louisiana, where participating private schools have tuition levels that are around \$800 lower.

The revenue variable behaves as expected in our main analysis. Higher revenue is negatively associated with the decision to participate in a private school choice program in

models that exclude control variables for school amenities but changes to a positive association with participation controlling for the school features that revenue buys. None of the coefficients on the revenue variable effect are statistically significant.

Our primary results that solely include tuition and average cohort enrollment as separate variables at the cross state level using state and city fixed effects largely confirm our first hypothesis, as shown in Column 2, Table 4. We find that schools with higher tuition are less likely to choose to participate in voucher programs: a \$1,000 increase in school tuition is associated with a 0.9 percentage point reduction in the likelihood of participating in a voucher program, marginally significant at $p < .1$. Schools with larger cohort enrollment are also less likely to participate in voucher programs, though this association is not statistically significant. The effect of tuition fades out after controlling for school characteristics that are related to the tuition level, as shown in Column 2 through 8, and the effects of cohort enrollment remain negative and insignificant across all the models. Additionally, Column 8 indicates the Catholic schools have a higher tendency of participating in voucher programs than non-Catholic schools, across all three states, statistically significant at $p < .01$.

In the meantime, the coefficients on the state fixed effects of D.C. and Louisiana are consistently negative across all the models, and the magnitude of Louisiana is significantly larger than D.C., indicating that controlling for school characteristics, private schools in Louisiana and D.C., the two states that share larger regulatory burdens, are less likely to participate in voucher programs than those in Indiana, with the least participation in Louisiana. These results align with our expectation. Comparisons of school participation decision making across states reveal similar stories, as shown in Appendix 1.

[Table 4 about here]

Table 5 presents the full linear regression model estimation for each of the states. As a result, tuition is negatively associated with school voucher program participation in all three states, and attains statistical significance in D.C. and Indiana. Specifically, a \$1,000 increase in school tuition is predicted to reduce a school's likelihood of participating in the DC OSP by 1.9 percentage points ($p < .05$), and in the ICSP by 3 percentage points ($p < .05$), all else equal. The average cohort enrollment only predicts school participation in the voucher program in Louisiana. Controlling for other school characteristics, an increase of 10 students in average cohort enrollment reduces a school's likelihood of participating in the LSP by 2.8 percentage points ($p < .05$).

Catholic schools in Indiana and Louisiana are 41.1 and 24.2 percentage points, respectively, more likely to participate in voucher programs than their non-Catholic counterparts. Catholic private schools in D.C. have less likelihood of participating in the DC OSP, though this association is not statistically significant at $p < .05$.

Lastly, private schools with a higher proportion of minority students are more likely to participate in the LSP, statistically significant at $p < .01$. On the other hand, such schools are less likely to participate in the OSP and ICSP, though this association fails to reach statistical significance.

We also adopt probit models with city fixed effects for a robustness check, restricting our analytical samples to schools that have counterparts within the same city. Those schools are largely the urban and high-tuition schools. The results from probit models are similar to those we obtained from the linear probability model in Table 4 and 5 and are reported in Appendix 2.

[Table 5 about here]

Great Schools Review Score

Great Schools reviews provide a more direct measure of private school quality. We were able to obtain scores from 40 schools in D.C., 217 schools in Indiana, and 221 schools in Louisiana. Table 6 indicates a potential negative relationship between Great Schools review scores and school decisions to participate in a voucher program. The coefficient on the effect of a school's review score and the likelihood of participation is negative in D.C. and Louisiana and indicates that a one-unit increase in Great Schools review score is associated with a 12 percentage point lower likelihood of participating in the LSP and a 5.1 percentage point lower likelihood of participating in the DC OSP. In Indiana, the relationship reverses and a one-unit increase in Great Schools Review score is associated with a 0.3 percentage point higher tendency of participating in the ICSP. However, these effects are not statistically significant. This might be due to the small variance of the Great Schools Review score. More than three quarters of schools in our sample have a Great School Review score larger than 4, meaning there is little variance in the rating and therefore little likelihood of a consistent relationship with the participation decision. Results remain similar after controlling for school characteristics.

State fixed effects indicate that private schools in DC and Louisiana are less likely to participate in voucher programs compared to schools in Indiana. Schools in Louisiana, the state with highest burden of regulation, have the lowest tendency of participating, with the association significant at $p < .01$.

[Table 6 about here]

8. Discussion and Policy Implications

The results in our model without school-level controls largely confirm our hypotheses. The relationship between the level of tuition required of private schools and their decision to participate in a voucher program is negative. The results in our model with school-level controls also show a negative relationship, however statistical significance only remains for the negative effect of tuition levels on participation in the D.C. and Indiana programs. This is likely because controlling for school-level characteristics diminishes our treatment of interest if these characteristics are reflected in the cost of attending the school. The effect of cohort enrollment, a potential indicator of quality, on school participation decisions appears to vary across the three locations. In D.C. the effect of enrollment on participation is positive but not statistically significant. In Indiana it is negative but not significant. The relationship between cohort enrollment and school participation is negative and statistically significant in Louisiana. Higher-enrollment private schools are much less interested in participating in the school choice program in Louisiana than in Indiana or DC, where cohort enrollment levels do not clearly factor into the decision.

Our analysis of Great Schools review scores shows a negative, though statistically insignificant, relationship with program participation, likely due to the small variation on Great Schools Review scores among the schools. Catholic schools consistently display a significantly higher likelihood of participating in school choice programs, after controlling for school characteristics. Private schools in D.C. and Louisiana have a significantly smaller likelihood of participating in voucher programs than in Indiana, with the least participation in Louisiana, which has the highest regulatory burden.

This report contributes to the existing literature on understanding the supply side of voucher programs: what kind of schools are receiving the voucher students, and what school characteristics predict the likelihood of participating in a private school choice program. We demonstrate a simple model of rational decision-making to allow us to illustrate what kinds of private schools will and will not choose to participate in a private school choice program. Our report contributes to an improved understanding of the supply side of voucher programs that can assist engineers of new and existing school choice programs. In particular, policymakers should be cautious about the consequences of attempting to control the quality of schools within a voucher program. In attempting to control quality through regulation, decision-makers may inadvertently limit the number of high-quality choices available to disadvantaged students across the United States. A second key lesson is that the effects of proxy measures of school quality on private school participation decisions depend at least somewhat on context.

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Figure 1: Cost Benefit Decision Making Model

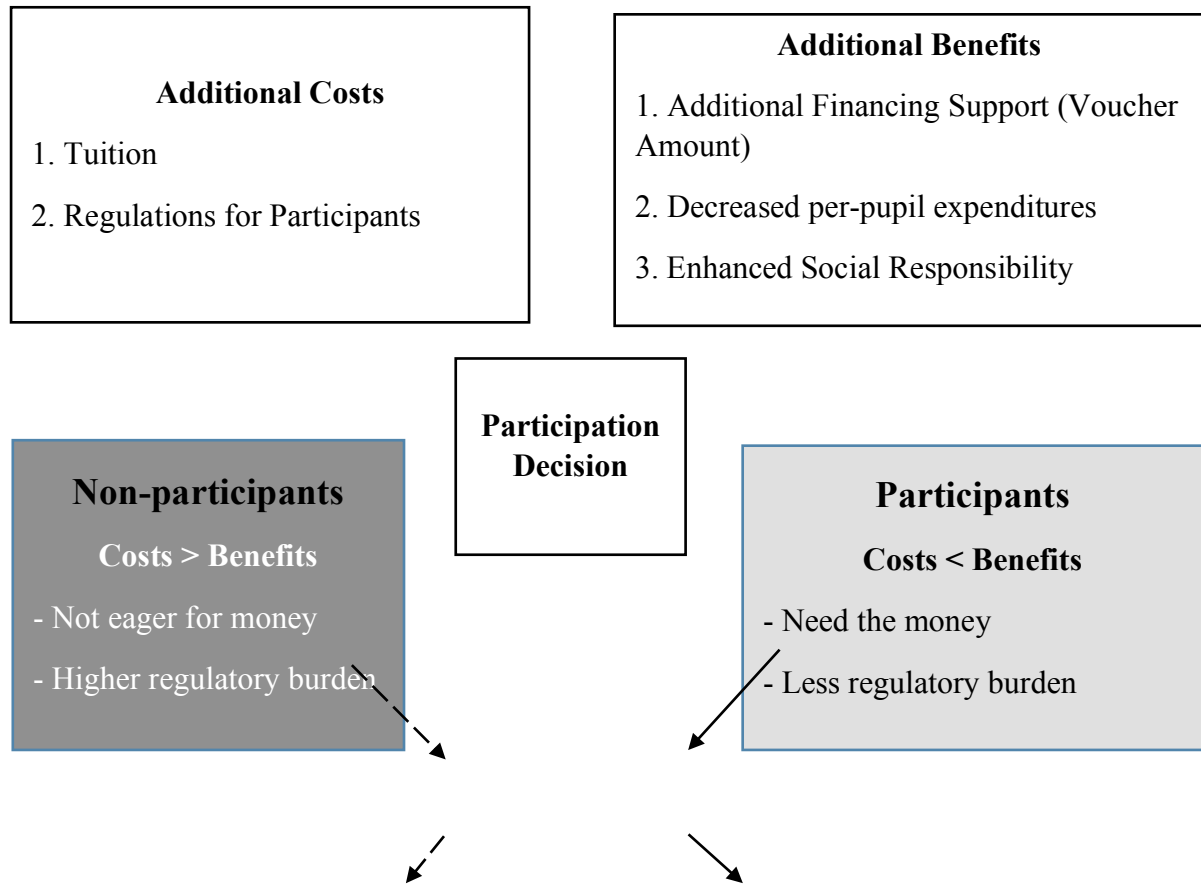


Table 1: Participation Costs and Benefits for Each Voucher Program

Feature	D.C.	Indiana	Louisiana
Date Enacted	2004	2011	2008
Average Funding Relative to Public School	47%	42%	54%
Eligibility Rate	35%	54%	20%
Testing Requirement	Y	Y	Y
Open-Admissions Process			Y
Financial Reporting	Y	Y	Y
Parental Copay Prohibited			Y
Teacher Requirements	Y		
Ranking of State Laws for School Choice Voucher Programs (Center for Education Reform, 2014)	B	A	C
Regulatory Burden Score Ranking (Stuit & Doan, 2013).	7	2	5

Notes: Ranking of State Laws for School Choice Voucher Programs ranges from A to F with A indicating the lowest regulatory burden and F indicating the highest regulatory burden. Ranking of Regulatory Burden Score is taken from Table 4 in Stuit & Doan (2013). School choice regulations: Red tape or red herring. Washington, D.C.: Thomas B. Fordham Institute. It ranges from 1 to 13 with 1 indicating the highest regulatory burden and 13 indicating the lowest regulatory burden.

Table 2: School Characteristics Descriptive Statistics

	Obs	Mean	Std. Dev.	Min	Max
Overall Tuition (\$1,000)	515	7.264	6.102	1.900	49.666
D.C.	51	18.600	12.246	3.255	49.666
Indiana	224	6.101	2.929	1.90	20.645
Louisiana	240	5.941	3.202	2.000	19.660
Great School Review Score	483	4.186	0.698	1	5
D.C.	40	4.276	0.561	2.923	5
Indiana	221	4.293	0.749	1	5
Louisiana	222	4.063	0.648	1	5
Average Grade Cohort Enrollment (100)	665	0.351	0.420	0.010	2.828
Catholic School	667	0.496	0.500	0	1
Elementary-Only School	667	0.657	0.475	0	1
Library or Media Center	667	1.895	0.307	1	2
Percent of Minority Students	661	0.284	0.317	0	100
Length of School Day In Total Hours	665	6.997	0.508	5.33	11

Table 3: Sample Descriptive Analysis

	Overall	D.C.	Indiana	Louisiana
(1) Count of Participating Schools	492	47	314	131
(2) Count of PSS Schools (2013-14)	667	54	329	284
(3) Matched Participating Schools	366	42	231	93
Participating Schools Match Rate= (3)/(1)	74%	89%	74%	71%
(4) Program Participation Rate=(3)/(2)	54.87%	77.78%	70.21%	32.75%
(5) Count of Schools with Tuition Rate	515	51	224	240
Tuition Match Rate = (5)/(2)	77.21%	94.44%	68.09%	84.51%
(6) Count of Schools with Great Schools Review Score	483	40	221	222
Great Schools Review Score Match Rate= (6)/(2)	72.41%	74.07%	67.17%	78.17%

Table 4: School Quality on Participation Decision, across states

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Revenue (Ln)	-0.021 (0.039)		-0.02 (0.037)		0.043 (0.032)		0.006 (0.038)	
Tuition (\$1,000)		-0.009* (0.005)		-0.012** (0.005)		-0.006 (0.007)		0 (0.006)
Average Grade Cohort Enrollment (100)		-0.057 (0.087)		-0.093 (0.106)		-0.021 (0.078)		-0.114 (0.076)
Elementary School			0.052 (0.065)	0.025 (0.066)	0.054 (0.063)	0.018 (0.068)	-0.124 (0.084)	-0.12 (0.077)
Secondary School			0.047 (0.097)	0.109 (0.118)	0.019 (0.092)	0.052 (0.130)	-0.171* (0.102)	-0.072 (0.117)
Length of School Day In Total Hours			0.1 (0.070)	0.06 (0.078)	0.053 (0.068)	0.034 (0.075)	0.044 (0.054)	0.011 (0.049)
Has Library or Library Media Center					-0.009 (0.087)	0.09 (0.084)	-0.075 (0.115)	0.005 (0.123)
Percentage of Minority Student					0.458** (0.222)	0.314 (0.219)	0.410*** (0.113)	0.335*** (0.102)
Catholic School							0.269*** (0.069)	0.267*** (0.064)
DC	-0.142** (0.064)	-0.091* (0.055)	-0.127* (0.070)	-0.068 (0.044)	-0.441*** (0.144)	-0.270* (0.141)	-0.249* (0.134)	-0.175 (0.111)
LA	-0.511*** (0.021)	-0.537*** (0.021)	-0.479*** (0.070)	-0.542*** (0.072)	-0.730*** (0.158)	-0.697*** (0.155)	-0.644 (0.400)	-0.596 (0.401)
Constant	1.278** (0.520)	1.027*** (0.017)	0.61 (0.678)	0.613 (0.537)	0.012 (0.547)	0.569 (0.493)	0.636 (0.615)	0.762* (0.417)
N	514	514	511	511	509	509	509	509
Adjusted R Squared	0.249	0.513	0.26	0.528	0.306	0.548	0.346	0.581

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: Linear Probability coefficients. All models use city fixed effects. Robust standard error in parentheses, clustered at city level.

Table 5: School Quality on Participation Decision, by states

	DC Participant		Indiana Participant		Louisiana Participant	
	(1)	(2)	(3)	(4)	(5)	(6)
Revenue (Ln)	-0.046 (0.052)		0.025 (0.060)		-0.045 (0.060)	
Tuition (\$1,000)		-0.019** (0.008)		-0.030** (0.01)		-0.005 (0.009)
Average Grade Cohort Enrollment (100)		0.091 (0.082)		-0.021 (0.09)		-0.282** (0.122)
Elementary School	-0.183 (0.140)	-0.224 (0.150)	-0.216 (0.147)	-0.223 (0.16)	-0.076 (0.124)	-0.078 (0.105)
Secondary School	-0.134 (0.166)	-0.129 (0.181)	-0.25 (0.163)	-0.072 (0.17)	-0.14 (0.156)	0.049 (0.164)
Length of School Day In Total Hours	-0.05 (0.079)	0.015 (0.056)	0.17 (0.119)	0.198 (0.13)	0.019 (0.065)	0.022 (0.065)
Has Library or Library Media Center	0.185 (0.274)	0.314 (0.239)	-0.182 (0.168)	-0.105 (0.13)	0.043 (0.198)	0.026 (0.193)
Percentage of Minority Student	0.032 (0.193)	-0.202 (0.191)	-0.042 (0.177)	-0.117 (0.13)	0.617*** (0.155)	0.553*** (0.137)
Catholic School	0.085 (0.114)	-0.112 (0.122)	0.401*** (0.108)	0.411*** (0.11)	0.210** (0.105)	0.242** (0.098)
Constant	1.649** (0.627)	0.641 (0.626)	-0.322 (1.182)	-0.29 (1.01)	0.336 (0.896)	-0.273 (0.513)
N	47	47	223	223	240	240
Adjusted R Squared	0.081	0.194	0.283	0.314	0.235	0.53

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: Linear probability in coefficients. All models use city fixed effects. Robust standard error in parentheses, clustered at city level.

Table 6: Linear Probability of Great Schools Review Score on Participation Decision

	Overall Participant	D.C. Participant	Indiana Participant	Louisiana Participant	Overall Participant	D.C. Participant	Indiana Participant	Louisiana Participant
Great Schools Review Score (Weighted)	-0.051 (0.051)	-0.051 (0.138)	0.003 (0.042)	-0.118 (0.109)	-0.018 (0.612)	-0.188 (0.129)	0.024 (0.583)	-0.039 (0.634)
Catholic					0.276*** (0.000)	0.206* (0.079)	0.315*** (0.005)	0.284*** 0.000
Elementary School					-0.118 (0.128)	0.07 (0.708)	-0.157 (0.203)	-0.146 (0.129)
Secondary School					-0.173* (0.078)	-0.036 (0.857)	-0.068 (0.631)	-0.315* (0.050)
Length of School Day In Total Hours					-0.04 (0.717)	-0.13 (0.566)	-0.066 (0.448)	-0.026 (0.906)
Has Library or Library Media Center					0.347*** (0.001)	0.091 (0.605)	0.016 (0.882)	0.582*** (0.000)
Percentage of Minority Student					0.032 (0.581)	-0.036 (0.696)	0.155 (0.224)	0.043 (0.621)
D.C.	-0.156*** (0.006)				-0.485*** (0.000)			
LA	-1.037*** (0.037)				-1.066*** (0.000)			
Constant	1.222*** (0.224)	1.067* (0.590)	0.983*** (0.212)	0.422 (0.392)	1.244*** (0.231)	1.067* (0.590)	0.008 (0.211)	0.44 (0.395)
N	478	40	217	221	475	38	216	221
R Squared	0.575	0.006	0.518	0.394	0.643	0.21	0.623	0.52

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: All models use city fixed effects. Robust standard error in parentheses, clustered at city level.

Appendix 1: The Effect of School Quality on Participation Decision Using Linear Probability Model, by states

<i>DC</i>	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Revenue (Ln)	-0.018 (0.036)		-0.049 (0.033)		-0.04 (0.053)		-0.046 (0.052)	
Tuition (\$1,000)		-0.005 (0.005)		-0.010* (0.005)		-0.015** (0.006)		-0.019** (0.008)
Average Grade Cohort Enrollment (100)		0.09 (0.058)		0.092 (0.070)		0.071 (0.080)		0.091 (0.082)
Elementary School			-0.056 (0.127)	-0.096 (0.138)	-0.142 (0.127)	-0.239 (0.151)	-0.183 (0.140)	-0.224 (0.150)
Secondary School			0.016 (0.160)	-0.022 (0.158)	-0.076 (0.146)	-0.173 (0.173)	-0.134 (0.166)	-0.129 (0.181)
Length of School Day In Total Hours			-0.048 (0.068)	-0.027 (0.047)	-0.051 (0.083)	0.003 (0.051)	-0.05 (0.079)	0.015 (0.056)
Has Library or Library Media Center					0.2 (0.250)	0.273 (0.246)	0.185 (0.274)	0.314 (0.239)
Percentage of Minority Student					0.079 (0.235)	-0.158 (0.149)	0.032 (0.193)	-0.202 (0.191)
Catholic School							0.085 (0.114)	-0.112 (0.122)
Constant	1.091** (0.524)	0.839*** (0.070)	1.966*** (0.725)	1.178*** (0.413)	1.514** (0.573)	0.721 (0.622)	1.649** (0.627)	0.641 (0.626)
N	51	51	49	49	47	47	47	47
Adjusted R Squared	0.004	0.034	0.037	0.104	0.069	0.18	0.081	0.194

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: All models use city fixed effects. Robust standard error in parentheses, clustered at city level.

<i>INDIANA</i>	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Revenue (Ln)	0.087** (0.036)		0.085** (0.042)		0.087 (0.057)		0.025 (0.060)	
Tuition (\$1,000)		-0.032** (0.013)		-0.037** (0.015)		-0.038** (0.016)		-0.030** (0.012)
Average Grade Cohort Enrollment (100)		0.205*** (0.048)		0.142** (0.07)		0.11 (0.068)		-0.021 (0.085)
Elementary School			0.039 (0.114)	0.038 (0.13)	0.048 (0.115)	0.047 (0.137)	-0.216 (0.147)	-0.223 (0.162)
Secondary School			-0.016 (0.116)	0.125 (0.129)	-0.017 (0.127)	0.159 (0.141)	-0.25 (0.163)	-0.072 (0.168)
Length of School Day In Total Hours			0.174* (0.103)	0.217* (0.127)	0.178* (0.100)	0.223* (0.125)	0.17 (0.119)	0.198 (0.128)
Has Library or Library Media Center					-0.105 (0.165)	0.007 (0.158)	-0.182 (0.168)	-0.105 (0.126)
Percentage of Minority Student					-0.047 (0.208)	-0.184 (0.2)	-0.042 (0.177)	-0.117 (0.13)
Catholic School							0.401*** (0.108)	0.411*** (0.109)
Constant	-0.069 (0.438)	1.057*** (0.029)	-1.298 (0.840)	-0.482 (0.911)	-1.149 (0.813)	-0.541 (1.051)	-0.322 (1.182)	-0.29 (1.011)
N	223	223	223	223	223	223	223	223
Adjusted R Squared	0.103	0.088	0.108	0.109	0.099	0.106	0.283	0.314

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: All models use city fixed effects. Robust standard error in parentheses, clustered at city level.

LOUISIANA	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Revenue (Ln)	-0.120** (0.060)		-0.116** (0.056)		0.001 (0.048)		-0.045 (0.060)	
Tuition (\$1,000)		-0.024* (0.013)		-0.027* (0.015)		-0.01 (0.008)		-0.005 (0.009)
Average Grade Cohort Enrollment (100)		-0.256** (0.103)		-0.365*** (0.136)		-0.178 (0.150)		-0.282** (0.122)
Elementary School			0.011 (0.087)	0.028 (0.092)	0.066 (0.084)	0.048 (0.088)	-0.076 (0.124)	-0.078 (0.105)
Secondary School			-0.026 (0.149)	0.237 (0.202)	0.013 (0.136)	0.151 (0.216)	-0.14 (0.156)	0.049 (0.164)
Length of School Day In Total Hours			0.076 (0.101)	0.092 (0.109)	0.02 (0.071)	0.037 (0.074)	0.019 (0.065)	0.022 (0.065)
Has Library or Library Media Center					0.089 (0.157)	0.114 (0.156)	0.043 (0.198)	0.026 (0.193)
Percentage of Minority Student					0.678*** (0.161)	0.554*** (0.142)	0.617*** (0.155)	0.553*** (0.137)
Catholic School							0.210** (0.105)	0.242** (0.098)
Constant	1.703** (0.848)	0.106*** (0.039)	1.145* (0.609)	-0.554 (0.696)	-0.354 (0.597)	-0.465 (0.415)	0.336 (0.896)	-0.273 (0.513)
N	240	240	240	240	240	240	240	240
Adjusted R Squared	0.112	0.434	0.102	0.45	0.213	0.506	0.235	0.53

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: All models use city fixed effects. Robust standard error in parentheses, clustered at city level.

Appendix 2: The Effect of School Quality on Participation Decision Using Probit Model, full model

	Cross Sites Participant		DC Participant		Indiana Participant		Louisiana Participant	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Revenue (Ln)	0.009 (0.030)		-0.071 (0.050)		-0.02 (0.024)		-0.032 (0.046)	
Tuition (\$1,000)		0 (0.005)		-0.020*** (0.007)		-0.023*** (0.005)		-0.002 (0.010)
Average Grade Cohort Enrollment (100)		-0.128 (0.085)		0.357* (0.216)		-0.16 (0.130)		-0.315** (0.137)
Elementary School	-0.121* (0.069)	-0.144* (0.074)	-0.213 (0.147)	-0.144 (0.107)	-0.201*** (0.062)	-0.272** (0.111)	-0.091 (0.107)	-0.099 (0.091)
Secondary School	-0.169* (0.086)	-0.086 (0.120)	-0.142 (0.155)	0.092 (0.141)	(0.010) -0.123	0.12 (0.134)	-0.151 (0.131)	0.029 (0.132)
Length of School Day In Total Hours	0.025 (0.049)	0.022 (0.071)	-0.05 (0.046)	0.023 (0.037)	0.268*** -0.081	0.372*** (0.094)	-0.023 (0.063)	-0.016 (0.064)
Has Library or Library Media Center	-0.002 (0.118)	0.015 (0.104)	0.166 (0.169)	0.286** (0.129)	(0.094) -0.078	-0.013 (0.091)	0.057 (0.159)	0.042 (0.151)
Percentage of Minority Student	0.465*** (0.102)	0.393** (0.160)	-0.024 (0.137)	-0.084 (0.168)	0.097 -0.127	0.037 (0.120)	0.715*** (0.127)	0.618*** (0.124)
Catholic School	0.298*** (0.060)	0.336*** (0.078)	0.064 (0.089)	-0.186* (0.099)	0.569*** (0.075)	0.604*** (0.057)	0.248*** (0.089)	0.290*** (0.079)
DC	0.132 (0.200)	0.167 (0.108)						
LA	-0.238 (0.286)	-0.234** (0.109)						
N	317	317	47	47	111	111	159	159

* $p < 0.10$, ** $p < 0.05$, *** $p < 0.01$.

Notes: All models use city fixed effects. Robust standard error in parentheses, clustered at city level.