# BORDER SECURITY AS A LABOR SCREENING DEVICE: 

## A NEW MODEL OF IMMIGRATION ECONOMICS

by

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A dissertation submitted to the Faculty of the University of Delaware in partial fulfillment of the requirements for the degree of Doctor of Philosophy in Economics

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#### Abstract

I present a new model of immigration that describes the migrationdecision process on an individual level, based on Spence's (1973) signaling model. The model allows for an explanation of phenomena such as chain migration and the positive selectivity of migrants, and specifically examines the positive relationship between a nation's immigration control policy and the productivity of the migrants entering that nation. The logic is straightforward: the personal cost of migrating into a nation rises as that nation's border security becomes stricter and more strongly enforced, which deters individuals who are less motivated and/or capable to migrate. I develop two distinct models based on the assumption of exogenous wage-setting (e.g. minimum wage markets) or endogenous wage-setting. Once these models have been developed, I proceed to model for optimal government behavior under the particular conditions. Using data from the Current Population Survey (CPS), I present empirical evidence of the direct relationship between border strictness and migrant productivity by using the implementation of the Homeland Security Act of 2002 as a natural experiment. The passage of the Act exogenously initiated a dramatic


increase in the efficacy and strictness of immigration control policy in the United States, causing the personal cost of migrating to rise significantly. Difference-indifference regression results for the entire U.S. market reveal that migrants who entered the nation after 2002 have a wage rate that is approximately 3.0 - 4.5\% higher relative to their counterparts, and work 0.6 - 1.0 additional hours per week, ceteris paribus. Afterward, I perform this analysis on subsamples of the data relating to exogenous and endogenous-wage markets. Through difference-in-difference as well as difference-in-difference-in-indifference analysis, I find that migrants working in minimum wage sectors (e.g. exogenous-wage) experienced an even stronger screening effect, whereas those working in migrant-intensive sectors (endogenous-wage) were less impacted by the screening effect of the Homeland Security Act, in concordance with the models presented in this paper. Lastly, I find that migrants who entered the U.S. before coming of age - such as DREAMers - tended to have a larger productivity premium than other migrants.

## Chapter 1

## INTRODUCTION

The migration of individuals to new communities and geographic areas has always been an important element of society. Along with immigrants come new ideas, different skill sets, and a larger pool of laborers. All of these have a powerful impact on the lives of the domestic population as well as the migrants themselves, and governments have implemented international immigration control policies as a result. These measures include physical border security to prevent illegal entry, obstacles to legal immigration (e.g. financial, bureaucratic, etc.), and deportation practices targeting undocumented residents.

Within the field of economics, researchers have focused mainly on the question of how migration and immigration control policies affect the welfare and wages of the host population and laborers. This has been accomplished through the application of simple supply and demand models, with the assumption that migrant labor is a close substitute to native labor with the same type of skills. Therefore, when these researchers examine the economic effects of changes in international immigration control policies they do so solely through
the lens of labor supply expansion/restriction. One issue with this type of analysis is that it automatically assumes that there is no differentiation amongst individuals within a particular skill category (as determined by education, work experience at home, work experience abroad, etc.). The migrants are all assumed to have identical productivity, motivation, and ability and therefore have identical reactions to immigration control policies.

By introducing laborer heterogeneity, my research aims to investigate the effect of international immigration control policies on the composition of the migrant labor force, rather than just the size of the migrant labor force. This is be accomplished by adopting Spence's labor screening model and applying it to a modified version of Everett Lee's classic push-pull migration model (Spence 1973, Lee 1966). Then, I empirically test for the existence of a labor screening effect using CPS data and the passage of the Homeland Security Act as a natural experiment.

I begin this paper with a review of the academic literature on immigration and labor screening in Chapter 2. I start with a discussion of the fundamental and most recent papers in the field of immigration economics, with a focus on the impact of immigrants on the native labor force and economy, as well as migrants' economic assimilation over time. I follow this with a brief review of Spence's labor signaling article, upon which the framework of the model in this
paper is founded. Then, I discuss the article by Everett Lee that provided the framework for the fundamental Push-Pull demographic model of immigration.

In Chapter 3, I present a new model of international immigration economics. I begin developing the model by laying out the migration-decision utility function, which is populated by variables and relationships laid out in the classic Push-Pull model of immigration. Then I present a simple two-nation example of immigration control as a labor screening device with specificallyvalued exogenous variables. I go on to complete the model more generally by defining the distribution of the centerpiece variable - motivation/ability - and then solving for the steady state equilibrium of the model under the assumption of exogenous wage-setting in Section 3.4 and endogenous wage-setting in Section 3.5.

Table 1.1 Summary of Model

|  |  | Response |  |
| :--- | :---: | :---: | :---: |
|  | Exogenous-Wage | Endogenous-Wage |  |
| Migrant Wage |  |  |  |
| Shock (increase) | Migrant Quality | Migrant <br> Quality | Rate |
| Immigration Control Policy | + | + | + |
| Overall Productivity in Receiving Country | 0 | - | + |
| Migrant Wage Rate in Receiving Country | - | $\mathrm{n} / \mathrm{a}$ | $\mathrm{n} / \mathrm{a}$ |
| Migrant Homeland Conditions | + | + | + |
| Distance and/or Ethnic Costs | + | + | + |

For each of the models, I interpret the differential impacts of changes to immigration control policy, technological productivity shocks, homeland conditions, and so on. A summary of these effects can be found in Table 1.1
above. The model implies that the labor screening effect exists: there should be a positive relationship between the amount or strictness of a nation's immigration control policy and the conditional quality of migrants entering that nation. I also find that, in endogenous-wage markets, a nation with higher level of overall productivity should attract a migrant pool that has - on average - a lower level of motivation/ability. Conversely, both models indicate that there is a direct relationship between the living conditions of the migrants' sending country and the quality of the individuals who decide to relocate to another country. In other words, migrants arriving from nations with a relatively higher standard of living will tend to be relatively more productive individuals. And finally, migrants who find themselves at a greater distance from their destination nation - either physically or culturally - tend to be more motivated and capable individuals.

I conclude Sections 3.4 and 3.5 by expanding the model to incorporate a social welfare equation that is a function of the size of the migrant population, the average productivity of the migrants, and natives' attitudes toward these factors. After making reasonable assumptions of the form of the function (e.g.

Table 1.2 Summary of Government Response
Optimal Government Response (in terms of immigration control)

| Shock (increase) | Exogenous-Wage | Endogenous-Wage |
| :--- | :---: | :---: |
| Overall Productivity in Receiving Country | 0 | + |
| Per-unit Cost of Border Security | - | - |
| Migrant Wage Rate in Receiving Country | + | $\mathrm{n} / \mathrm{a}$ |
| Migrant Homeland Conditions | - | - |
| Distance and/or Ethnic Costs | - | - |

native citizens desire a migrant pool of labors that are relatively more productive), I go on to solve for the optimal level of immigration control policy that maximizes the social welfare function. Then, I investigate the differential impacts on the optimal level of border security that are caused by shocks to important exogenous variables and parameters; a summary of these relationships can be found in Table 1.2 above. The models imply that the government of the receiving nation should increase its immigration control policy in response to a more productive economy (endogenous-wage market) or migrants earning a higher wage rate in the receiving nation (exogenous-wage market). Both models agree that border security follows the Law of Demand: there is an inverse relationship between price of border control and optimal quantity demanded of border control. Interestingly, based on the assumptions and economic principles laid out in this paper, both models imply that a nation should be expected to loosen its border control for individuals from
economically/politically healthy countries, and make its immigration control policy stricter for migrants hailing from nations experiencing significant hardship.

I finish Chapter 3 with a discussion of two expansions of the exogenouswage model, presented in Section 3.6. I begin by examining the labor screening effect of an active deportation mechanism in the receiving country. Earlier in the chapter, it was assumed that a migrant would always be able to circumvent border security if they paid the associated costs. In Sub-section 3.6.1, I introduce a Von-Neumann Morgenstern migration-decision utility function, in which there is now the possibility that a migrant's relocation "investment" is wasted as they are returned to their home country. I also assume that the likelihood of successfully entering the receiving nation is positively correlated with an individual's motivation/ability characteristic. After these additional effects have been introduced to the model, I find that the labor screening effect is even more pronounced, indicating that an active find-and-remove deportation program may be more effective as a screening measure than inert measures (such as building a wall).

For the second part of Section 3.6, I expand the framework of the model to include a variety of potential migrant-receiving nations, which more accurately represents the situation in other continents such as Europe. After solving for the steady state equilibrium, I find that the model implies that the
nation with the highest wage rate offered to migrants (denoted as Nation 0) experiences a positive labor screening effect, as witnessed with the two-nation model. However, this screening effect is more pronounced: the direct relationship between immigration control policy and migrant productivity is of a greater magnitude for Nation 0 than it is for the receiving nation in the twonation model. Conversely, if there are any other receiving nations other than Nation 0 in the multi-nation model, the model implies that the labor screening effect is indeterminate/negligible for these countries.

In Chapter 4, I provide a background discussion on immigration in the United States. I begin the chapter with a detailed history of migration, starting with Native Americans travelling over the Asiatic footbridge and the Europeans that crossed the Atlantic, and ending with the large wave of undocumented migrants that characterized American migration in the second half of the twentieth century. Afterward, I provide an overview of contemporary immigration in the $21^{\text {st }}$ century by looking at a profile of the migrants that live here, as well as going over the legal paths available for foreigners to become lawful residents of the United States. I finish the chapter by discussing the various federal agencies responsible for enforcing the myriad of immigration laws, and their effectiveness in the past fifteen years.

In Chapter 5, I conduct a comprehensive empirical analysis in order to show that immigration control policy has a significant and positive labor screening effect on the productivity of incoming migrants. The centerpiece of this analysis is the passage of the Homeland Security Act of 2002, which was put into legislation following the September 11 attacks in order to protect the national security of the United States. The Act had a huge impact on the federal government's attitude, strategy, and funding toward the closing of the nation's porous borders, which were seen as a security threat. Therefore, there was a concerted (and successful) attempt to make illegal migration into the U.S. a more difficult endeavor. In addition to this, the Act made the vetting and bureaucratic process much longer and costlier for legal migrants and travelers, in the name of public safety. Therefore, the passage of the Homeland Security Act of 2002 significantly and exogenously increased the cost of migrating into the U.S., thereby providing the framework for a difference-in-difference natural experiment analysis.

Using Current Population Survey data from the U.S. Census between the years of 1998 and 2015, I begin the empirical analysis by examining the entire U.S. labor market as a whole, thereby avoiding any potential issues of market "closedness." After controlling for a host of demographic, geographic, and temporal variables, the difference-in-difference regression results revealed that migrants that entered the United States after 2002 earned a wage rate that is
approximately $3.0-4.5 \%$ higher than migrants who entered on or before that year. I also find that those post-2002 migrants also tended to work a longer workweek: to the magnitude of two-thirds to one additional hour per week.

Then, for Section 5.5, I conduct the labor screening analysis for a more narrowly selected subset of the population: individuals working in an exogenouswage market, as defined by those earning a wage determined by a binding price floor (i.e. minimum wage). I use four different methods to determine who belongs to this subset. The first and most direct method identified individuals earning within 50 cents of their particular state's effective minimum wage rate, in their year of observation, as minimum wage workers. The full sample difference-in-difference-indifference estimation produced the exact results expected from the model presented in this paper: a positive screening effect (as measured in hours worked per week) exists for everyone, and it is more pronounced for workers earning close to minimum wage. The restricted sample difference-in-difference estimation produced insignificant results, which could be a result of out-selection by successful workers (i.e. getting a raise may remove worker from sample) or a much smaller sample size. The second method identified minimum wage workers as those belonging to the common demographic group: uneducated, under 26 years old, and working part-time. The restricted-sample DID and full-sample DIDID regressions revealed that, while the general labor market experienced a labor screening effect, the effect was
negligible on those belonging to this particular demographic. Just as with the prior method, this could be attributable to the removal of capable/successful workers from the subsample (i.e. a worker moving from part-time to full-time status is removed from the sample).

For the next two approaches of determining which workers belong to a minimum wage market, I use the industrial sector that a worker belongs to (Method 3), and the classification of an individual's particular occupation (Method 4), as the defining characteristics. Since two-thirds of all minimum wage workers belong to the Leisure and Hospitality sector, I define laborers in that particular sector as belonging to an exogenous-wage market in Method 3. For Method 4, individuals that work in an occupation that is substantially populated by minimum wage workers belong to the exogenous-wage subset of the population. The DID and DIDID estimations using both two methods all produced results that are congruent with each other, as well as the implications of the model: individuals working in an exogenous-wage (minimum wage) market experienced a positive post-2002 screening effect on hours worked per week, and this screening effect was of a larger magnitude than for the entire labor market.

For Section 5.6, I conduct the labor screening analysis for migrants who work in a market with endogenous wage-setting, in which there is a stable
information feedback loop between the migrant workers and their employers such that wages are determined by previous migrants' performance. Thus, I define migrants as belonging to endogenous-wage market if they are working in a sector or occupation that has a history of employing a high fraction of migrant workers. For Method 1, I denote an individual as belong to an endogenous-wage market if they are Hispanic individual working in the agricultural sector. For Method 2, a laborer belongs to the subset if they are working in one of the eight occupations employs the highest share of migrant workers. For both methods, the wage rate regression results for the DID and DIDID analyses were congruent with each other as well as the model in this paper: migrants belonging to endogenous-wage markets experienced a significant and positive post-2002 screening effect, but this wage premium was smaller than for migrant laborers in general. The estimations for hours worked per week produced somewhat similar results: endogenous-wage migrants experienced a positive labor screening effect, but the magnitude of the weekly-hours premium was not significantly different from the average laborer.

Overall, the empirical results presented in Chapter 5 support the labor screening effect that is implied by the model presented in Chapter 3. The exogenous increase in immigration control policy appears to have caused a significant increase in migrants' productivity, as measured by their wage rate and weekly hours worked. As predicted by the model, this labor screening effect was
more pronounced for individuals working in an exogenous-wage market, and less pronounced for those working in an endogenous-wage market. Also, the fact that a host of statistically significant results were obtained for migrants working in a variety of sectors and occupations indicates that the measured labor screening effect occurred within-class. In other words, the wage and weekly-hours premiums observed for the entire U.S. labor market were not driven by cross-sectoral shifts (e.g. employment growth in high-wage positions held by migrants), but rather by a change in the quality of migrants themselves.

And finally, I find that the labor screening impact of the HSA Act of 2002 was much stronger for individuals who moved to U.S. before they were old enough to enter the labor force. This has important political ramifications: the United States has been embroiled in an intense debate over Deferred Action for Childhood Arrivals (DACA). The executive order signed by President Obama determined that migrants who entered the U.S. before their $16^{\text {th }}$ birthday may have a two-year deferment from deportation and may apply for a work visa. President Trump ordered that the program stop receiving applications by March 2018, however migrants are still able to apply due to a federal court order. The estimation results presented in this paper would indicate that these DREAMers have not only been screened by U.S. immigration control policy, but the screening effect was even more pronounced for these individuals, resulting in a more productive class of workers.

## Chapter 2

## LITERATURE REVIEW

### 2.1. Economics Literature Regarding Immigration

### 2.1.1 Effect on Native Employment and Wages

One of the most widely debated aspects of immigration is its effect on the employment opportunities of the native population. There is a particularly strong political interest in the topic, as there is a commonly held belief that immigrant workers "steal" job opportunities from native workers. This phenomenon is tentatively supported by factor-demand and supply economic theory. Employers consider migrant labor and native labor, within a skill group, to be close substitutes. Therefore, when an influx of immigrants causes the wage rate of migrant labor to decrease, we expect employers to substitute some of their native laborers for migrant laborers.

This has led to research in which economists measure the impact of migrant workers on the employment (or the unemployment rate) of the domestic labor force. This has typically been accomplished by calculating the
correlation between native employment and the relative number of immigrants in a particular geographic area, which researchers assume to be a closed labor market. Since immigrants tend to cluster in metropolitan areas, the trend is to examine this correlation in major cities.

The results of these studies vary, but there is a general consensus: an increase in immigrant labor negatively impacts the employment of domestic labor, but the relationship is very weak. A metadata review conducted by Friedberg and Hunt (1995) found that there is no evidence that immigration causes an "economically significant" reduction in native employment. More recently, Kerr and Kerr (2011) collected a survey of North American and European studies conducted since 1991 that examined the correlation between the immigrants' share of population and native employment. Out of 16 total studies, nine of them found evidence of a negative correlation. Four of the studies found no statistically significant correlation and, surprisingly, three studies found evidence of a positive employment effect. Out of the studies that found a negative correlation, five of them calculated and reported an employment elasticity (the percentage change in employment in response to a $1 \%$ increase in immigrants' share of population). Of these five studies, the average employment elasticity is approximately -0.13 , implying that immigration has a relatively small effect.

Economists have also examined the impact of immigration on the wages of the domestic labor force. The theory is simple: an increase in the number of immigrants within a closed labor market leads to an increase in the labor supply in that market, which causes wages to decrease. Therefore, we expect to see a negative correlation between migrant labor supply and natives' wage rate.

Many studies have examined this relationship, typically by using a spatial fixed-effects model regressing logged wage rate on the share of immigrant population and a set of controls. The overall results of these wage studies are very similar to that of employment: there is a general consensus of a negative, but small, correlation. A survey of the literature conducted by Borjas (1994) found that there is "only a weak negative correlation." A summary of several UK studies (Dustmann 2008) reports that there is no evidence for negative average wage impacts. More recently, Kerr and Kerr (2011) collected and reported the wage elasticities that were calculated in 29 different studies. Out of these, only 11 studies reported a wage elasticity that was statistically significantly negative, while 5 studies reported a significantly positive elasticity.

There are several empirical concerns regarding the validity of these spatial correlation results. One of these issues is in regard to the endogeneity of the choice of location for immigrants. When deciding on their destination, new migrants are naturally attracted to areas with higher wages, leading to a
spurious positive correlation between immigrant share of population and wages in a labor market.

Researchers have utilized several methods in an attempt to avoid the endogeneity issue. The most prevalent is the application of a natural experiment, in which there is an exogenous influx of immigrants into a particular labor market. Perhaps the most famous of these studies is the one conducted by Card (1990), wherein he examined the effect of the 1980 Mariel boatlift. The politically inspired exodus of Cubans caused Miami's population to rapidly rise by $7 \%$, and this sudden rise in the low-skill labor supply had almost no impact on the market. Low-skill non-Cuban laborers experienced virtually no change in their wage rate or unemployment rate, and even native Cuban laborers were not "substantially effected." The Hunt study (1992) reviewed the 1962 repatriation of Algerians into France following Algerian Independence, and the Friedberg (2001) study examined the mass migration of Jews into Israel following the breakup of the Soviet Union. Both of these studies also concluded that immigration had a very weak adverse impact on natives' wages and employment. In addition to these natural experiment studies, researchers perform analyses that use past immigrant populations and migration trends as an instrumental variable (e.g. Altonji and Card 1991, Card 2001, Peri 2007). The results of these "chain migration" studies also support the finding of immigration having a weak negative impact on similar-skill native workers.

The other major empirical issue with these spatial correlation studies is the assumption that the labor markets being observed are actually "closed." Borjas, Freeman, and Katz (1996) found that the magnitude of the wage elasticity grows significantly larger as the geographic area under examination grew larger. This indicated that there is a significant flow of labor between regions in response to economic conditions, and these flows can create a severe bias in locality-specific studies. Researchers have directly investigated how "open" spatial labor markets actually are by examining how native laborers reacted to a change in immigration population/share, in terms of geographic location. Studies by Card and DiNardo (2000) and Card (2001) showed that metropolitan natives did not emigrate in response to increased immigration, and research by Peri (2007) revealed the same lack of response in a cross-state analysis. However, an analysis of U.S. rural counties (Partridge et al. 2008) found a significant out-migration response by native laborers, a rare and important find, considering that the recent growth rate of the immigrant population ratio is significantly higher in rural counties than in metropolitan counties. Despite the recent research by Partridge, the general consensus is that native laborers (particularly urban) do not geographically respond to changes in immigration.

In terms of capital mobility, economists originally looked to changes in cross-industry composition to explain the "absorption" of new migrant laborers. The general argument is that as the share of immigrant workers increases, there
will be an expansion in the sectors of industry that are more likely to hire immigrants (or individuals or the same skill composition). For example, if new immigrants are highly likely to be high school dropouts, than an increase in immigrant population should cause an expansion in sectors such as agriculture and textile manufacturing. However, research by Card (2005) and Card and Lewis (2007) found "limited evidence" that increased immigration causes changes in industry composition; claiming that most of the response that occurs is withinindustry. In a study utilizing detailed plant-level data, Lewis (2004) tracked the adoption of numerous manufacturing technologies between 1988 and 1993. He found that plants located in geographic regions with a relatively high share of low-skill population had significantly slower adoption of automating technologies. In other words, his results confirmed that of the other researchers: industries will change their in-house composition of capital and technology in response to changes in migrant labor supply such that wages remain relatively constant.

In response to the trend of case studies in the literature, Borjas (2003) introduced a new structural approach to the problem of assessing the wage impact of migrants, by using a nested CES production function to determine the impact of a supply shock (caused by immigration) to wages in the U.S. labor market as a whole. Using data from the U.S. Census PUMS and the CPS from 1970 to 2001, he classified workers into distinct education-experience groups.

He then used variation in the supply of these worker groups to determine the differential wage impact on groups with similar education but different experience. His analysis found a wage elasticity around -0.3 to -0.4 : a $10 \%$ increase in immigration in a particular class (as defined by education and experience) of labor will cause a 3-4\% decrease in wages for that particular group.

All of the studies in the economics literature until the mid-1990's had operated under the assumption that native and migrant labor were perfect substitutes. Jaeger (1996) was the first to test this assumption, using 1980/1990 PUMS data on a national scale to calculate substitutability between broad skill categories in which native and migrant labor is disaggregated. His analysis supported the assumption: native and migrant labor were virtually perfect substitutes.

Using a multi-city model of production and consumption, Ottaviano and Peri (2006) studied the issue from a different angle, examining whether there are complementarities among similarly skilled ethnic groups. As they describe it: "Who can deny that Italian restaurants, French beauty shops, German breweries, Belgian chocolate stores, Russian ballets, Chinese markets, and Indian tea houses all constitute valuable consumption amenities that would be inaccessible to Americans were it not for their foreign-born residents? Similarly the skills and
abilities of foreign-born workers and thinkers may complement those of native workers and thus boost problem solving and efficiency in the workplace." Analyzing 1970/1980/1990 PUMS data using reduced-form regressions, they found that native citizens living in cities with an increasing share of foreign-born residents experienced higher wages. ${ }^{1}$

Ottaviano and Peri (2012) re-estimated the substitutable/complimentary nature of migrant and native labor, this time using a general equilibrium approach of the nested-CES methodology introduced by Borjas (2003). They found that the substantial increase in U.S. immigration during the 1990-2004 period caused a significant increase in the real wage earned by skill groups that comprise $90 \%$ of the labor force, and this wage increase was in the range of 0.7 to $3.4 \%$. High school dropouts were the only group of workers that experienced a negative wage effect, which was fairly negligible.

### 2.1.2 Economic Assimilation of Immigrants

For political as well as economic reasons, there has been interest in how immigrants fare upon arrival in a new country. The two elements of particular interest are the earnings and labor market status of the migrants. Virtually all of

[^1]the research around the world agrees: newly arrived immigrants have lower employment ratios and lower earnings/wages than their labor market counterparts. ${ }^{2}$ This could be explained by a lack of local labor market information, imperfectly transferable human capital, language barriers, and other cultural differences. However, the negative gap in employment and earnings appears to diminish over time as immigrants begin to assimilate into their new environment. The foundational cross-sectional analysis by Chiswick (1978) found that, after 10 to 15 years of residence, U.S. male migrant earnings matched that of American-born men with similar education and age. After those 15 years, average migrant earnings surpassed that of their American counterparts.

Subsequent research seemed to bolster these findings, until Borjas (1985) pointed out that a cross-sectional analysis like the one performed by Chiswick cannot control for cohort effects. He argues that a decline in the "quality" of cohorts since the mid- $20^{\text {th }}$ century is causing an overstatement of the effect of residence duration on earnings. In his longitudinal study, he finds that there is a

[^2]positive years-since-migration effect, but of a significantly smaller magnitude. Beyond cohort effects, other researchers argue that there is another econometric issue, this time in the form of sample selection. Over time, a significant fraction of migrants decide to permanently re-migrate, thusly removing themselves from the samples of these assimilation studies. Studies have shown that these out-migrants tend to have significantly lower earnings than "permanent" immigrants (e.g. Edin et al. 2000, Bellamare 2003). This negative selectivity of out-migration causes an overstatement of the effect of residence duration on earnings in analyses that do not account for this. When accounting for the negative selectivity of outmigration Lubotsky (2007) found, using confidential longitudinal Social Security data, that the actual rate of earnings growth is only half as large as reported in similar repeated-crosssectional studies.

In his paper, "Self-Selection and the Earnings of Immigrants," Borjas (1987) set out to model the migration-decision and assimilation process using the earnings framework laid out by Roy (1951). In some ways the model he presents is similar to the model I present in this paper: it pays attention to the characteristics of the origin-country, host-country, and personal characteristics of the potential migrants. However, he stresses that the quality of incoming immigrants "depends entirely" on the ratio of variances in the incomes between the two nations. He argues that it is possible for migrants to positively self-select
or negatively self-select, and that this determination is mostly governed by conditions in the sending nation. Using data from the 1970/1980 U.S. Census, Borjas compares the earnings of working age male immigrants from 41 different origin-nations to the earnings of natives (i.e. white, non-Hispanic, non-Asian men). He constructed a country-specific set of variables by using socioeconomics measures such as "party legitimacy," gross national product per person, income distribution variance, and distance from the United States. He found that migrants with equal skillsets coming from different nations tended to have significant earnings differentials that are mostly attributable to variations in economic and political conditions in the origin-nation. Further research by Grogger and Hanson (2011) confirmed these findings, and found evidence that migrants tend to exhibit positive selectivity in general.

Researchers have also examined the economic assimilation of migrants through the lens of investment in human capital that is specific to the host nation, with particular interest in migrants learning the primary language of their new home. Lazaer (1997) argued that when a society is predominantly comprised of individuals from one culture, individuals belonging to minority groups will assimilate more quickly out of necessity. Using U.S. Census data, he showed that the likelihood of an immigrant learning English decreased with the percentage of the local community that spoke his or her native language. Researchers went on develop a formal language model that they empirically
tested using 1990 PUMS U.S. Census data and found that language proficiency rates were higher for those who live in areas with few origin-language speakers, as well as for migrants with a low chance of return migration and with less access to origin-language media (Chiswick and Miller 1998). In their international study using survey data from the U.S. Census, the German Socio-Economic Panel, and the National Immigrant Survey of Spain, Isphording and Otten (2013) they find that there is an inverse relationship between migrants' host-nation language skills and the 'linguistic distance' between the migrant's native language and the language of the host-nation. Applying this to international trade flow panel data using a gravity model, they find that linguistic distance actually has an inverse relationship with bilateral trade volume.

There is also interest in the intergenerational economic assimilation of immigrant families. Researchers first tackled the problem by analyzing crosssections of the 1970 U.S. Census, and found that 'second-generation' American men had significantly higher wages than first-generation immigrants or thirdgeneration ${ }^{3}$ Americans (Chiswick 1977, Carliner 1980). In other words, the children of immigrants tended to earn a higher wage than their children or their parents, even after controlling for the wage effects of age and education. The reasoning: while an arriving immigrant has the motivation/ability to face the

[^3]difficult challenges of migration, they do not possess human capital assets specific to their host-nation (e.g. language fluency). However, those immigrants pass on that 'lift yourself by your bootstraps' attitude to their children. Therefore, the second generation has the advantage of growing up in the hostnation and developing nation-specific human capital, while also carrying the work ethic imparted by their parents. However, since the third generation did not personally witness the challenges overcome by their grandparents and instead grew up comfortably, they do not have the same enthusiasm and motivation in the labor market, resulting in a lower wage rate.

Subsequent research focused on the persistence of intergenerational income persistence through the lens of family endowments, particularly through education and other human capital assets. These researchers developed a quantitative measure in order to determine income mobility among families: intergenerational wage correlation $\rho$. The intergenerational wage correlation measures the relationship between the conditional wage differential (relative to the average) of one family's generation to the generation that precedes it. In other words, if the $\mathrm{n}^{\text {th }}$ generation worker in a family earns a wage that is $1 \%$ higher than the average worker of the same age and education, the $(n+1)^{\text {th }}$ generation worker can be expected to earn a wage that is $\rho \%$ higher than average. Using data from the NAS-NRC Twin sample, Behrman and Taubman (1985) found that the 'third generation' does not suffer from the problem
described above, ${ }^{4}$ and that the intergenerational wage correlation coefficient was approximately 0.2. Subsequent research seemed to bolster these findings, with the results implying an intergenerational wage correlation that is small enough that "almost all the earnings advantages or disadvantages of ancestors are wiped out in three generations." (Becker and Tomes 1986) Overall, it appeared that there was significant income mobility among U.S. families.

Further research into the matter revealed that these intergenerational wage correlation computations were significantly biased downward due to measurement error and unrepresentative samples. By using longitudinal data from the Panel Study of Income Dynamics, rather than performing a crosssection analysis, Solon (1992) computed an intergenerational correlation coefficient exceed 0.4, at least double the previous estimates. Researchers conducted more studies with U.S. longitudinal data, and they also computed a $\rho$ coefficient of 0.4 or higher (Mazumder 2006, Zimmerman 1992). International researchers computed this measure of intergenerational income for German families, and found that there was significant income persistence in the European nation as well, although the issue is more pronounced in the U.S. (Couch and Dunn 1997). In an attempt to determine why this intergenerational income persistence exists, Swedish researchers employed an innovative dataset

[^4]with information regarding respondent's biological parents and their adopted parents. They discovered that pre-birth factors (i.e. nature) and post-birth factors (i.e. nurture) both play a significant role in the human capital asset endowment process (Bjorkland et al 2007).

Along this line of reasoning, Borjas (1992) explains that intergenerational skill endowment among immigrants depends on parental inputs as well as the quality of the ethnic environment in which parents invest in their children, which he deemed 'ethnic capital.' In other words, an individual's skillset is not only determined by their parents' skills, but also by the average skills of their parents' ethnic group. Using data from the National Longitudinal Surveys of Youth, Borjas determined that ethnic capital does have a significant effect on skillset acquisition and wages. Taking it a step further, he found that this ethnic capital externality had an impact even when comparing individuals belonging to the same local neighborhood (Borjas 1995). Overall, Borjas argues convincingly that ethnic capital should be recognized as a substantial component of intergenerational skill/income persistence. Since immigrants have a very strong tendency to congregate in ethnic communities, this ethnic capital externality is an important determinant in migrants' intergenerational economic assimilation.

Another body of literature has focused on the consequences of high skill immigration. Modern growth theory states that when an economy receives
individuals possessing relatively high human capital, they tend to generate large and positive externalities through innovation, to the benefit of everyone in their market. Using data from the 2003 National Survey of College Graduates, Hunt and Gauthier-Loiselle (2010) investigated the issue by examining patent issuances. They found that migrant college graduates patent at double the rate of natives, therefore a $1 \%$ increase in foreign-born college graduates should result in a 6\% increase in patents per capita. However, using 1940-2000 panel data on U.S. states from the U.S. Patent and Trademarks Office and other sources, they revealed that a $1 \%$ increase resulted in $15 \%$ more patents overall, indicating that there were positive externalities to those in their particular labor market. A study by Kerr and Lincoln (2010) found that cities with higher H-1B admissions for science and engineer employment led to a significantly higher number of patents filed by inventors with Indian or Chinese surnames. For most of their specifications, there was a negligible effect on native employment within science and engineering occupations.

### 2.2 Economics Literature Regarding Labor Signaling/Screening

The concept of labor signaling and screening was introduced by Michael Spence (1973) in the article "Job Market Signaling." He first describes a world of information asymmetry in which firms cannot directly observe a potential
employee's productivity (which varies), yet the individuals know all information about themselves. In the absence of any sort of screening/signaling strategy, we expect to see a pooled equilibrium in which firms hire all workers at the same wage rate, despite the fact that they have varying productivities. Assuming that the firms are risk-neutral, this wage rate is equal to the unconditional expected marginal productivity of the worker pool.

Firms and potential employees can avoid this "blind" hiring by utilizing a labor signaling strategy. A signal is an observable characteristic that an individual has the power to change. In order for a person to alter this attribute, they must incur signaling costs, which differ from person to person. While Spence notes that there are many different types of signals, educational attainment is the most widely recognized (and the one he uses in the article for purposes of illustration). Formal education is an easily observed trait; a firm can simply request to see an applicant's diploma or school transcript. In order to obtain further education, an individual must pay the associated costs. These include explicit monetary costs (e.g. tuition, academic supplies), implicit monetary costs such as foregone wages, and psychic costs. It is an important assumption of the model that these signaling costs are negatively correlated with a worker's productivity. In other words, the costs of successfully obtaining further education are lower for individuals with high capability and motivation.

Due to the existence of this negative correlation, firms are able to separate the high-productivity workers from the low-productivity workers and offer them two different wage schedules (equal to their marginal productivity). They accomplish this by offering the high-wage positions only to those who have obtained a particular level of education, and the low-wage offer to the rest. Therefore, the high productivity individuals will pursue an education to send a signal to employers, and achieve a higher wage as a result. If the required education level is set high enough, low-productivity individuals will observe a wage differential that is smaller than the cost of obtaining the education. Therefore, these workers will choose not to incur the costs of signaling and will accept the lower wage offer.

### 2.3 Demographic Literature Regarding Immigration

Within the demographic literature, the dominant framework regarding immigration is the Push-Pull model that was popularized by Lee (1966). The model establishes a dichotomy of motivating influences: positive factors that pull migrants into a new location, and negative factors that push migrants out of their current location. Acting as the connection between the place of origin and the destination are the intervening obstacles, which must be overcome by the migrant if he or she wishes to relocate. And lastly, Lee recognizes that potential
migrants have varying personal factors that influence - or even make possible the choice of migration.

The various "push" factors include religious strife, an oppressive political environment, and military action (such as civil war). Out of the total volume of international migration, a minority is principally caused by push factors. These refugees are moving out of necessity rather than opportunity. Therefore, these imperiled individuals tend to move to the nearest or safest location, regardless of their individual characteristics or the economic opportunities in their new home. (Ul-Haq and UI-Haq 1979) Thus, we expect immigrants who are primarily influenced by "push" factors to have lower productivity, since they do not exhibit the properties pertaining to a labor screening process. This "push" factor effect has interesting ramifications when it comes to interpreting the results of various studies. Studies such as Card's Mariel Boatlift examine situations in which immigrants have been "pushed." Therefore, those results may be biased since these individuals were not screened by immigration control policy.

There are several types of "pull" factors as well, including religious freedom and family reunification. However, the "pull" factor of paramount importance is the pursuit of an advanced standard of living. This typically means moving to a location where one can obtain a higher likelihood of employment, better upward mobility, and/or significantly higher wages. (e.g. Bade 2003,

Borjas 1990) This has led to, in most cases, individuals leaving less-developed regions and gravitating toward those that are more economically advanced (Doerschler 2006). In addition to being the most prevalent form of migration, this type of migration is relevant to the analysis in this paper because the individuals are deliberating relocation, not being forced into relocation. Therefore, a potential migrant is taking the costs of migration into consideration. This allows for the labor screening process I have described, since low motivation/ability individuals are less likely to suffer the higher costs of migration.

A person who has decided to migrate faces a myriad of "intervening obstacles." In the framework of the analysis in this paper, these "intervening obstacles" are the source of the costs of migration that potential migrants face when relocating. These obstacles include any physical barriers to movement, such as overall distance and the intervening terrain (e.g. mountains, oceans, rivers, etc.). There are often monetary costs, such as payments to smugglers (for illegal immigration) or bureaucratic processing fees (for legal immigration). There are also the psychological costs that arise from familial separation, cultural displacement, and the uncertainty associated with international immigration. To bring the thesis of this paper into focus, it is important to realize that the primary goal of immigration control policy is to create additional intervening obstacles. Border walls and immigration checkpoints are obvious examples of creating
physical barriers to illegal immigration. These supplementary obstacles lead to even higher costs of migration.

Central to this analysis is the existence of varying "personal factors" that potential migrants possess. Examples include marriage status, parental status, land-owning status, age, physical build, intelligence, education, work experience, personal wealth, etc. While many of these characteristics will be accounted for in the empirical analysis, I will focus on one broad characteristic for the theoretical framework of this paper: motivation/ability. This attribute describes an individual's desire to improve their lot in life, and their capability to actually do so. As stated before, I assume that an individual with a high degree of motivation/ability will have relatively high workplace productivity and relatively low personal costs of migration.

## Chapter 3

## MODEL

I begin this section by developing the foundations of the model: the migration-decision utility function and migrants' marginal productivity function, with the "motivation/ability" attribute as the centerpiece. I then demonstrate the labor screening effect of immigration control policy through a discrete and specific example. In order to solve the model more generally, I establish the motivation/ability variable along a uniform distribution. With this done, I first solve the model under the assumption of exogenous wage-setting, like we would expect to see in sectors where migrants are earning minimum wage, or where the wage rate is virtually determined by external factors (e.g. the native labor force). I then solve the model under endogenous wage-setting, in which there is a feedback loop between average migrant productivity and the wage rate offered to migrants. With both models, I find a positive labor screening effect: there is a direct relationship between average migrant productivity and the level of immigration control policy. I go on to discuss the effects of shocks to "push"
and "pull" factors, such deteriorating homeland conditions or improvements productivity in productivity.

After establishing a linear welfare function for nation j, I model optimal government behavior in response to changes in various conditions, such as the cost of implementing immigration control policy, social attitudes regarding migrants, or a widening wage-gap. Afterward, I examine and discuss three possible expansions of the model, beginning with rejection and deportation of illegal immigrants. I show that an active deportation mechanism has an even greater effect on migrant productivity than inert immigration control measures (such as building a wall) through its state-contingent impact on the migrationdecision utility function, as well as its differential screening impact on low vs. high motivation/ability individuals. Next, I expand the original model to include more than one destination-nation and solve for the general form, as well as illustrate through a simple discrete example. Finally, I discuss the implications of introducing error terms into the utility and productivity functions.

### 3.1 Migration-Decision Utility Function

In order to develop the model, I begin by constructing a utility function for an individual who is considering migrating to another nation. We assume that the individual calculates an expected utility for every possible location choice,
and subsequently chooses the nation destination that affords the best outcome. For the purposes of illustration, we will imagine a Mexican laborer making this decision. Potential migrant i chooses country j that maximizes
$U_{i}=\max \left(U_{M E X, i}, U_{U S, i}, U_{C A N, i}, \ldots, U_{J i}\right)$

For the sake of simplicity, I assume that the expected utility of each nationchoice, $\mathrm{U}_{\mathrm{ji}}$ is a function of two elements. The first is the migrant's expected real wage rate that he or she could earn in nation j 's labor market, $\mathrm{W}_{\mathrm{ij}}$. It is very important to note that this wage rate is conditional on the individual's personal characteristics (e.g. educational attainment, work experience, gender), and is adjusted for the cost-of-living in that nation. The second element of the potential migrant's nation-choice utility function is the expected cost of migration, $\mathrm{C}_{\mathrm{j} \mathrm{i}}$. The expected cost of migration is different for each destinationnation, as well as for each individual under consideration. Continuing with the example, our Mexican laborer observes the following:
$U_{M E X, i}=f\left(W_{M E X, i}\right)$
$U_{U S, i}=f\left(W_{U S, i}\right)-C_{U S, i}\left(P_{U S}, D_{U S, i}, E_{U S, i}, M_{i}\right)$
$U_{C A N, i}=f\left(W_{C A N, i}\right)-C_{C A N, i}\left(P_{C A N}, D_{C A N, i}, E_{C A N, i}, M_{i}\right)$
$U_{J i}=f\left(W_{J i}\right)-C_{J i}\left(P_{J}, D_{J i}, E_{J i}, M_{i}\right)$

The costs of migration take multiple factors into account, and it is important to note that these costs are monetary, physical, and emotional.

The variable $P_{j}$ represents the strictness of nation j's immigration control policy, and is pivotal to the analysis in this paper. The costs that are incurred through immigration control policy manifest both in legal and illegal immigration. When obtaining legal residency documentation, there is a myriad of bureaucratic obstacles that require time, energy, and money to overcome. Illegal migration comes with an even greater variety of costs. In order to cross protected borders undetected, some migrants are forced to cross dangerous terrain such as desert or ocean, and these migrants face a significant chance of serious injury or death. In 2009 alone, the United States Border Patrol reported that 417 migrants perished while crossing the U.S.-Mexican border. In order to avoid the difficulties of making the trip alone, some migrants pay "coyotes" (i.e. people-smugglers) a significant monetary fee in order to circumvent border security. Regardless of the method used to relocate, we assume that the costs of migration rise as immigration control policy becomes stricter. In addition to all this, as the effectiveness/strictness of immigration agencies increases, the risk of deportation increases. Not only does this render an unsuccessful migrant's "investment" wasted, but they also incur the physical and emotional costs that are inherent in the arrest and detainment process.

The variable $\mathrm{D}_{\mathrm{jh}}$ represents the distance between nation j and the potential migrant's home location, h . As the distance between the two nation increases, the cost of migrating increases due to several factors. The most obvious is the monetary/temporal/physical cost of actually transporting the migrant's person to the new nation. Other factors include significant temperature or climate change and the toll of long-distance familial separation.

The variable $\mathrm{E}_{\mathrm{ji}}$ represents "ethnic differences." This variable captures all of the culture-shock effects of relocating to a new country. Perhaps the most significant of these is the struggle of dealing with international language barriers. Combined with a lack of knowledge of local institutions and customs, migrants can find it very difficult to adapt to a new labor market. This is very costly for an individual, especially when factoring in the emotional discomfort associated with an uncertain economic future. In addition to this, belonging to a minority or "foreign" ethnic group potentially leaves a migrant vulnerable to the actions of xenophobic natives. Therefore, the greater the difference between migrant i's ethnic/cultural/lingual characteristics and that of the population of nation $j$, the greater the costs of migrating to that particular nation.

The last variable, $\mathrm{M}_{\mathrm{i}}$, represents the motivation/ability of the individual making this decision. This catch-all variable encompasses an individual's personal drive and enthusiasm for a better life, as well as their ability to
complete demanding tasks. Therefore, I assume that this motivation/ability attribute is positively correlated with the migrants' marginal productivity, $\theta_{\mathrm{ij} \text {. }}$ I model marginal productivity as:
$\theta_{j i}=f\left(M_{i}\right)+K_{j}$
where $\partial \theta_{\mathrm{i}} / \partial \mathrm{M}_{\mathrm{i}}>0$ and $\mathrm{K}_{\mathrm{j}}>0$.

In addition to this, I also assume that $M_{i}$ is negatively correlated with the expected costs of migration. This is in accordance with Spence's labor screening model, I am simply substituting the "cost of education" with the "cost of migration". In order to illustrate this inverse relationship, consider a migrant that is relatively more physically and mentally capable than others. This individual is less likely to incur serious injury during a border crossing, or suffer setbacks in the process of legal immigration. Therefore, that migrant's expected costs of migration are going to be lower than other potential migrants.

There are many forms that the utility and marginal productivity functions could take. For the sake of simplicity, I will assume that the functions are strictly linear for the rest of this analysis. The utility and marginal productivity functions are written as:

$$
\begin{aligned}
& U_{j i}=W_{j i}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right) \\
& \theta_{j i}=\delta M_{i}+K_{j}
\end{aligned}
$$

### 3.2 Immigration Control Policy as Labor Screening Device: A Simple Example

Now that I have established the foundation of the model, I will demonstrate the ability of a nation to screen potential migrants by utilizing stricter immigration control policies. I will do so through a specific example. Suppose there are three equally large groups of potential migrants that are all of the same nation (Mexico) and ethnicity. The groups vary by the motivation/ability attribute, such that Group 1 laborers have $M_{i}=-0.5$, Group 2 laborers have $\mathrm{M}_{\mathrm{i}}=0$, and Group 3 laborers have $\mathrm{M}_{\mathrm{i}}=0.5$. For the sake of simplicity, all of these individuals have identified the U.S. as the best relocation choice; thus the ultimate decision is whether to stay in Mexico or migrate to the United States. I will assume that $\mathrm{D}_{\mathrm{j} / \mathrm{MEx}}$ and $\mathrm{E}_{\mathrm{j}, \mathrm{I}}$ are the same for all individuals, and will standardize their values to 1 . I will also arbitrarily assign a value of 1 to the parameters $\alpha, \beta, \gamma, \delta$ and Kus. And finally, we observe wages rates for the two countries such that $W_{\text {MEX }}=1.5$ and $W_{U S}=4$.

Let's begin the analysis by assuming the United States has immigration policy such that $\mathrm{P}_{\text {us }}=0$. If this is the case, then for Group 1 individuals, the utility of migrating to the United States is $U_{\text {US }}=4-(0+1+1)(1+0.5)=1$. Therefore, the laborers of Group 1 will choose not to migrate, since doing so yields a lower utility than staying in Mexico, where $\mathrm{U}_{\mathrm{MEX}}=1.5$. For the workers of Group 2, migrating to the U.S. yields a utility of $U_{U S}=4-(0+1+1)(1)=2$. For group 3
individuals, migration confers a utility of $U_{U S}=4-(0+1+1)(1-0.5)=3$. Thus, the members of both Group 2 and Group 3 will decide to move to the United States.

Keep in mind that all three groups are equally sized, and that $\theta_{i}=M_{i}+1$. Therefore, the average marginal productivity of the migrants entering the United States is $E(\theta)=0.5(0+1)+0.5(0.5+1)=1.25$. This is higher than the average marginal productivity of all the potential migrants, $\mathrm{E}(\theta)=1$. This is a basic demonstration of the positive selectivity of migrants in general. Even without any immigration control policy, the expected "distance" and "ethnic differences" costs incurred by the Group 1 individuals were too high to justify the wage increase. These migration costs are smaller for Group 2 and 3 individuals, thus leading these higher productivity individuals to migrate into the U.S.

| Table 3.1 | Summary of Discrete Example |  |  |  |  |  |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\mathbf{P}_{\mathbf{j}}=\mathbf{0}$ |  |  | $\mathbf{P}_{\mathbf{j}}=\mathbf{1}$ |  |  |  |
|  | Group 1 | Group 2 | Group 3 |  | Group | Group | Group |
|  |  |  | $\mathbf{1}$ | $\mathbf{2}$ | $\mathbf{3}$ |  |  |
| Motivation | -0.5 | 0 | 0.5 | Motivation | -0.5 | 0 | 0.5 |
| Migration Cost | 3 | 2 | 1 | Migration Cost | 4.5 | 2 | 1.5 |
| UUS | 1 | 2 | 3 | UUs | -0.5 | 1 | 2.5 |
| U $_{\text {MEX }}$ | 1.5 | 1.5 | 1.5 | UMEX | 1.5 | 1.5 | 1.5 |
| Decision | Stay | Migrate | Migrate | Decision | Stay | Stay | Migrate |
| Productivity | 0.5 | 1 | 1.5 | Productivity | 0.5 | 1 | 1.5 |

Average Migrant Productivity $=1.5$

In order to illustrate the impact of a change in immigration control policy in this example, we now assume that the United States has implemented new immigration policy such that Pus $=1$. Group 1 individuals are now even more disinterested in migrating, with an expected utility of $U_{\text {US }}=4-(1+1+1)(1+0.5)$ $=-0.5$. With the new policy, Group 2 workers now expect a utility of $U_{U S}=4-(1$ $+1+1)(1)=1$, and Group 3 observes an expected utility of $U_{U S}=4-(1+1+1)(1$ $-0.5)=2.5$. Therefore, the implementation of stricter immigration control policy has caused Group 2 to stay in Mexico, while Group 3 will still migrate to the United States. Now that Group 2 has been "screened" by the increase in immigration control policy; the average productivity of the migrant labor force in the United States has risen from 1.25 to 1.5. This is a demonstration of the positive correlation between a nation's immigration control policy and the average productivity of its incoming migrants.

### 3.3 Distribution of Motivation/Ability Attribute

In the "simple example" of labor screening that I just provided, I grouped the laborers into three discrete groups, differentiated by the motivation/ability characteristic. This allowed for an easy demonstration, but is not representative of reality. One can safely assume that the motivation/ability attribute follows a continuous distribution. For the purpose of this analysis, I establish that the
motivation/ability variable follows a continuous and uniform distribution bounded between $\mathrm{M}_{\mathrm{L}}$ and $\mathrm{M}_{\mathrm{H}}$ :
$M_{i} \sim\left[M_{L}, M_{H}\right]$

I assume that $\mathrm{M}_{\mathrm{H}} \leq 1$, since a motivation/ability attribute exceeding 1 would lead to the highly improbable situation in which individuals migrate to nation j despite receiving any benefits for doing so (recall that the motivation/ability modifier is ( $1-\mathrm{M}_{\mathrm{i}}$ ). This supposition also allows for the assumption that the wage rate in nation j is higher than the utility of the next best alternative, $\mathrm{W}_{\mathrm{ij}}>\mathrm{U}_{\mathrm{ALT}}$, as long as any individuals are migrating to nation j .

### 3.4 Equilibrium Model: Exogenous Wage-Setting

### 3.4.1 Exogenous Immigration Control Policy

The example of labor screening that I just described makes two
assumptions. The first assumption is that a nation's immigration control policy is exogenously determined. In other words, the government of a nation does not consider labor market information when making legislative decisions regarding border security or legal paths to residency/citizenship. Based on historical evidence in the U.S., this assumption is rather weak. Over the past century, the United States Congress has passed three Acts which significantly reformed the nation's immigration control policy (refer to section on History of Immigration
for more details). The first Act was passed with the purpose of maintaining ethnic homogeneity, the second was ratified in order to promote multiculturalism and family reunification, and the third Act was passed in response to the security threat of the September 11 terrorist attacks. Therefore, it is relatively safe to assume that a nation's immigration control policy is set exogenously.

### 3.4.2 Exogenous Wage-Setting

The second assumption that I am making is that the wage rate offered by firms in this market is exogenously determined. This is a rather strong assumption. It is assumed that firms will offer a wage rate that is equal to average marginal productivity, and the average marginal productivity of incoming migrants is determined by the wage rate being offered (among other things). The existence of this feedback loop weakens the validity of the assumption of exogeneity.

That being said, there are several reasonable arguments to be made in defense of the assertion of exogeneity of wage setting for migrants. The first argument requires the assumption that firms are unable to discern migrant laborers from native laborers. If we assume that employers cannot tell the laborers apart, then they will pay both groups the same wage rate, ceteris
paribus. Keep in mind that incoming migrants often make up an insignificant share of the overall labor force. In 2009, just over 1.1 million immigrants entered the United States (source: OECD), which was less than $1 \%$ of the total labor force. Therefore, the wage rate offered to these incoming migrants would be virtually decided by the average productivity of the overall labor force. Since the domestic labor force and its attributes are external to this particular immigration model, it is safe to say that, under the given assumptions, the wage rate is set exogenously.

Another potential argument to be made in favor of exogenous wage setting, particularly for low-skill laborers, is that the wage is set through wage floor legislation. If the natural equilibrium price is below the minimum wage for a particular set of laborers, firms will be forced to pay the legislated wage rate rather than set their wages according to the marginal productivity of those laborers. Many urban immigrants tend to be clustered in these low-wage labor markets, such as food service and preparation industry. Therefore, this model is an especially good fit for laborers in this sector.

### 3.4.3 Solving the Equilibrium Model

Under the assumptions that every variable in the model except $M_{i}$ is exogenously determined, finding the equilibrium results is fairly straightforward.

In order to do so, I must first identify which migrants will actually migrate. We know that the individual will migrate to country j if doing so confers a higher utility then the next best alternative nation: $\mathrm{U}_{\mathrm{ji}}>\mathrm{U}_{\mathrm{ALT}} .{ }^{5}$ After substituting equation (1) in for $\mathrm{U}_{\mathrm{j}}$, we say that an individual migrates if:
$W_{j i}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right)>U_{A L T}$

I rearrange this inequality so that we can determine what level of the motivation/ability attribute is necessary in order for an individual to actually migrate to country j :

$$
\begin{aligned}
& -\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right)>U_{A L T}-W_{j i} \\
& \alpha P_{j} M_{i}+\beta D_{j h} M_{i}+\gamma E_{j i} M_{i}>U_{A L T}-W_{j i}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i} \\
& M_{i}>\frac{U_{A L T}-W_{j i}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}
\end{aligned}
$$

Now we know the exact range of the motivation/ability attribute that is necessary for an individual's utility to be higher in country j than the individual's best alternative location. Using this information, I identify the minimum level of the motivation/ability attribute of incoming migrants as:
(3) $M_{\text {min }}=1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

[^5]Now that the minimum level of motivation/ability has been determined for incoming migrants, I define the number of incoming immigrants, I, as the range of the motivation/ability distribution that lies above this. Therefore:

$$
\begin{array}{ll}
I_{j}=0 & \text { if } M_{\min }>M_{H} \\
I_{j}=M_{H}-M_{\min } & \text { if } M_{H}>M_{\min }>M_{L} \\
I_{j}=M_{H}-M_{L} & \text { if } M_{\min }<M_{L}
\end{array}
$$

I now proceed to calculating average migrant marginal productivity.
According to equation (2), average migrant productivity is equal to:
$E\left(\theta_{j i}\right)=\delta E\left(M_{i}\right)+K_{j}$

Keeping in mind that $M_{i}$ follows a uniform distribution, average migrant marginal productivity is equal to:
$E\left(\theta_{j i}\right)=0.5 \delta\left(M_{\min }+M_{\max }\right)+K_{j}$

We can automatically infer that $M_{\text {max }}=M_{H}$, since all individuals with $M_{i}>M_{\text {min }}$ migrate. Therefore, average migrant productivity is defined as:
(4) $E\left(\theta_{j i}\right)=0.5 \delta\left(M_{\min }+M_{H}\right)+K_{j}$

In the instance in which the minimum level of the motivation/ability attribute that is necessary in order for an individual to migrate, $\mathrm{M}_{\text {min }}$, is below the entire distribution of $\mathrm{M}_{\mathrm{i}}$
$\left(M_{\min }<M_{L}\right)$, all of the potential migrants in the model will decide to move to
nation j . Therefore, $\mathrm{M}_{\mathrm{L}}$ can be substituted in for $\mathrm{M}_{\text {min }}$ and average migrant productivity is:
$E\left(\theta_{j i}\right)=0.5 \delta\left(M_{L}+M_{H}\right)+K_{j} \quad$ if $M_{\min }<M_{L}$

Next, let's examine the instance in which the minimum level of the motivation/ability attribute is necessary in order for an individual to migrate falls within the distribution of $M_{i} \quad\left(M_{H}>M_{\min }>M_{L}\right)$. In this case, I substitute equation (3) in for $M_{\text {min }}$ and find that average migrant productivity is:
(5) $E\left(\theta_{j i}\right)=0.5 \delta\left(1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+M_{H}\right)+K_{j} \quad$ if $M_{H}>M_{\min }$

$$
>M_{L}
$$

In the instance in which $\mathrm{M}_{\text {min }}$ is higher than the entire distribution of motivation/ability distribution ( $M_{\min }<M_{1}$ ), nobody migrates to nation $j$. Therefore:
$E\left(\theta_{j i}\right)$ is undefined if $M_{\min }>M_{H}$

Since every other variable in this equation is externally chosen, this model (operating under the assumptions of exogenous wage-setting and immigration control policy) has now been completely solved.

### 3.4.4 Interpreting the Model

Now that the model has been solved, we can examine the relationships between the variables in this model, such as the impact of immigration control policy on the productivity of incoming migrants. In order to conduct this comparative statics analysis, I do so through the three different sets of initial conditions described above: (1) some individuals are migrating and some are staying, (2) nobody is migrating, and (3) everybody is migrating.

## Scenario 1: Some Initial Migration

Necessary Conditions [ $M_{H}>M_{\text {min }}{ }^{*}>M_{L}$ ]

Let's begin with the first scenario, in which some laborers initially decide to migrate to nation j and some decide to remain in their home country. In order for this to be the case, there needs to be some individuals with a motivation/ability attribute level that is high enough to grant them a relatively higher utility in nation j. Conversely, there needs to be some individuals with a low enough motivation/ability such that the adjusted costs of migration are too high to justify moving to a new country. In other words, those at the top of the motivation/ability distribution are migrating and those at the bottom are not migrating.

In terms of the mathematical model I have developed, I say that some people will migrate to country $j$ if the initial minimum level of the motivation/ability attribute necessary to migrate is less than the upper limit of the motivation distribution, yet greater than the lower limit of the distribution: $M_{H}>M_{\text {min }}{ }^{*}>M_{L}$. After substituting for $M_{\text {min }}$ using equation (3), we find that some laborers initially migrate to country jif:
$M_{H}>1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}>M_{L}$

Comparative Statics: Impact of Immigration Control Policy on Number of

## Migrants

With Scenario 1, the initial minimum level of the motivation/ability attribute that is necessary for an individual to choose to migrate falls between the lower and upper bound of the distribution. Recalling that the initial number of incoming immigrants is: $I_{j}=M_{H}-M_{\text {min }}$, and substituting equation (3) in for $\mathrm{M}_{\text {min }}$ :
(6) $I_{j}=M_{H}-1+\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

By taking the partial derivative of equation (6), I find the differential impact of immigration control policy on the number of incoming migrants:
$\frac{\partial I_{j}}{\partial P_{j}}=-\alpha \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}$

Since it is assumed that $\alpha>0, \mathrm{~W}_{\mathrm{ji}}>\mathrm{U}_{\mathrm{ALT}}$, and the costs of migration are positive $\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}>0\right)$, there is an inverse relationship between the number of migrants and the level of immigration control policy: $\partial \mathrm{I} / \partial \mathrm{P}_{\mathrm{j}}<0$. This is not a surprising result at all, given that the purpose of immigration control policy is to prevent, deter, or filter immigrants. An increase in $P_{j}$ causes migration to be more costly, thus reducing overall migration.

Comparative Statics: Impact of Immigration Control Policy on Migrant Productivity

With Scenario 1, the initial minimum level of the motivation/ability attribute that is necessary for an individual to choose to migrate falls below the upper bound of that variable's distribution. Therefore, some immigration occurs $\left(M_{H}-M_{L}>I_{j}{ }^{*}>0\right)$ and, recalling equation (5), average migrant marginal productivity is:

$$
E\left(\theta_{j i}\right)=0.5 \delta\left(1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+M_{H}\right)+K_{j}
$$

In order to find the differential impact of immigration control policy on average migrant productivity, I take the partial derivative of this equation with respect to $\mathrm{P}_{\mathrm{j}}$ :
(7) $\frac{\partial E\left(\theta_{j i}\right)}{\partial P_{j}}=0.5 \alpha \delta \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}$

With equation (7), we observe direct evidence of the labor screening effect of immigration control policy in this model, since there is a positive relationship between immigration policy and migrant productivity: $\partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}>$ 0 . We know this to be true because there is a direct relationship between the costs of migration and immigration policy ( $\alpha>0$ ), we have assumed that the wage offered in nation j is higher than at home $\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}>0\right)$, the costs of migration are positive $\left(\alpha P_{j}+\beta D_{j h}+\gamma \mathrm{E}_{\mathrm{ji}}>0\right)$, and the relationship between motivation/ability and productivity is positive ( $\delta>0$ ).

Since it is the centerpiece of this analysis, let's examine how the variables and parameters in this model impact the magnitude of this labor screening effect, beginning with $P_{j}$ itself. Taking the partial derivative of equation (7) with respect to $P_{j}$ yields:
$\frac{\partial^{2} E\left(\theta_{j i}\right)}{\partial P_{j}^{2}}=-\alpha^{2} \delta \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{3}}$

Thus, we find that there is an inverse relationship between the magnitude of the labor screening effect and the level of immigration control policy: $\partial^{2} \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}{ }^{2}<$ 0. In other words, a nation with a relatively strict immigration policy will see a relatively smaller productivity impact from an incremental change to its policy. One could say that, in terms of its labor screening properties, immigration control policy exhibits diminishing marginal returns.

Nearly the same exact relationship ${ }^{6}$ applies to all but one of the other parameters and variables that comprise the costs of migration: $\beta, D_{j h}, \gamma$, and $E_{j \mathrm{j}}$. This is due to the fact that these factors impact a potential migrant in the same way that a change in $P_{j}$ would. An individual is going to consider the dangers of traveling a long distance $\left(\mathrm{D}_{\mathrm{jh}}\right)$ in the same way that they will consider the dangers of border security $\left(\mathrm{P}_{\mathrm{j}}\right)$, and thus their differential impact on the labor screening effect will match.

The exception to this is the migrants' cost multiplier to immigration policy: $\alpha$. Suppose there is a shock to this parameter, perhaps due to a stronger "coyote" network between the origin-nation and nation j, improved forgery

```
\({ }^{6} \partial^{2} E\left(\theta_{\mathrm{i}}\right) / \partial \mathrm{P}_{\mathrm{j}} \partial \beta=-\alpha \mathrm{D}_{\mathrm{jh}}\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j} j}\right)^{-3}>0\)
    \(\partial^{2} E\left(\theta_{\mathrm{i}}\right) / \partial \mathrm{P}_{\mathrm{j}} \partial \mathrm{D}_{\mathrm{jh}}=-\alpha \beta\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-3}>0\)
    \(\partial^{2} \mathrm{E}\left(\theta_{\mathrm{i}}\right) / \partial \mathrm{P}_{\mathrm{j}} \partial \gamma=-\alpha \mathrm{E}_{\mathrm{ji}}\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\text {ALT }}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-3}>0\)
    \(\partial^{2} E\left(\theta_{\mathrm{i}}\right) / \partial P_{j} \partial \mathrm{E}_{\mathrm{ji}}=-\alpha \gamma\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-3}>0\)
```

techniques, and so on. Taking the partial derivative of the labor screening effect with respect to $\alpha$, I find:
$\frac{\partial^{2} E\left(\theta_{j i}\right)}{\partial P_{j} \partial \alpha}=0.5 \delta \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}-\alpha \delta \frac{P_{j}\left(W_{j i}-U_{A L T}\right)}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{3}}$
$\frac{\partial^{2} E\left(\theta_{j i}\right)}{\partial P_{j} \partial \alpha}=\delta\left(W_{j i}-U_{A L T}\right) \frac{0.5\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)-\alpha P_{j}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{3}}$

Since $W_{\mathrm{ji}}-U_{\mathrm{ALT}}>0$, and all of the other parameters are positive, we cannot ascertain the sign of this relationship. In the case that immigration control policy costs composes the majority of migration costs, such that $\alpha P_{j}>\beta D_{j h}+\gamma E_{j i}$, there is an inverse relationship between the labor screening effect and the policy cost multiplier: $\partial^{2} \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}} \partial \alpha<0$. Otherwise, there is a direct relationship between the two. The reason for the conflicting results: the parameter $\alpha$ determines the differential impact of $P_{j}$ (positive substitution effect), as well as being a component of overall costs of migration (negative income effect).

Lastly, let's examine how a shock to $\delta$, the relationship between motivation/ability and migrant productivity, impacts the magnitude of the labor screening effect. As we can see in equation (4), if the two attributes are independent of one another ( $\delta=0$ ), then average migrant productivity reduces to $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)=\mathrm{K}_{\mathrm{j}}$. Therefore, when $\delta=0$, there is no labor screening effect in this
model: $\partial E\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}=0$. In order to find the exact impact, I derive equation (7) with respect to $\delta$ :
$\frac{\partial^{2} E\left(\theta_{j i}\right)}{\partial P_{j} \partial \delta}=0.5 \alpha \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}$

Unlike the other variables, the relationship between $\partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}$ and $\delta$ is linear as well as direct. In other words, the stronger the relationship between motivation/ability and productivity, the stronger the labor screening effect of $P_{j}$ will be, at a constant rate. Due to this fact, and the fact that $\partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}=0$ when $\delta=0$, it is obvious that this parameter is very important in the labor screening process. This is because it is the connection between a migrants' decisionmaking process $\left(\mathrm{M}_{\mathrm{i}}\right)$ and his or her workplace productivity $\left(\theta_{i}\right)$, which is the conceptual foundation of the labor screening process.

Comparative Statics: Impact of Other Parameters and Variables

Let's begin by analyzing the impact of a shock to the utility that an individual derives by remaining in their home country, $\mathrm{U}_{\text {ALT }}$. In order to determine the relationship between origin-nation conditions and the number of immigrants, I take the partial derivative of equation (6) with respect to $U_{\text {ALT: }}$

$$
\frac{\partial I_{j}}{\partial U_{A L T}}=-\frac{1}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}
$$

Since the costs of migration are positive, we can clearly see that there is an inverse relationship between $U_{\text {ALT }}$ and $\mathrm{I}_{\mathrm{j}}$. This makes perfect sense: if conditions are worse at home, then there is greater incentive to move elsewhere (and vice versa). Thus, we can identify $U_{\text {ALt }}$ as the "push" factor in this model.

In order to find the relationship between origin-nation conditions and the productivity of the workers that actually migrate, I take the partial derivative of equation (5) with respect to $U_{\text {ALT }}$ and find:

$$
\frac{\partial E\left(\theta_{j i}\right)}{\partial U_{A L T}}=-\frac{0.5 \delta}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}
$$

Since $\delta>0$ and the costs of migration are also positive, we find that there is a direct relationship between the utility derived at home and average migrant productivity: $\partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{U}_{\text {ALT }}>0$. This result is due to the fact that an increase in wages at home leads to a smaller wage premium for migrating to nation j . This smaller wage premium causes the individuals who were barely better off by migrating to no longer migrate. Since these individuals were the ones with a relatively lower level of motivation/ability, the average productivity of those who do actually migrate increases. ${ }^{7}$

[^6]Next, let's examine the impact of a shock to the wage offered to migrants in nation $\mathrm{j}, \mathrm{W}_{\mathrm{ij}}$. When we take the partial derivatives of average migrant productivity and the immigrant population and with respect to $\mathrm{W}_{\mathrm{ij}}, \mathrm{l}$ find that the relationships between these variables exactly mirrors that for $U_{\text {ALT, }}$ but with a reverse sign:

$$
\begin{aligned}
& \frac{\partial I_{j}}{\partial W_{j i}}=\frac{1}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}} \\
& \frac{\partial E\left(\theta_{j i}\right)}{\partial W_{j i}}=\frac{0.5 \delta}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}
\end{aligned}
$$

This is the case because the only importance that $\mathrm{U}_{\mathrm{ALT}}$ and $\mathrm{W}_{\mathrm{ij}}$ serve in this model is the difference of the two: the wage premium $\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)$. Therefore, a one unit decrease in one variable has exactly the same impact as a one unit increase in the other variable. Also, notice that there is a positive relationship between the number of immigrants and the wage being offered: $\partial l_{\mathrm{j}} / \partial \mathrm{W}_{\mathrm{ij}}>0$. Thus, we can identify $\mathrm{W}_{\mathrm{ij}}$ as the "pull" factor in this model.

When we examine the impact of a shock to one of the parameters or variables comprising the costs of migration, we find a result that is virtually identical to the impact of $\mathrm{P}_{\mathrm{j}} .{ }^{8}$ An increase in any of the migration cost factors will

$$
\begin{aligned}
& { }^{8} \partial E\left(\theta_{\mathrm{ij}}\right) / \partial \alpha=0.5 \delta \mathrm{P}_{\mathrm{j}}\left(\mathrm{~W}_{\mathrm{ji}}-U_{A L T}\right)\left(\alpha P_{\mathrm{j}}+\beta D_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2} \\
& \partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial D_{\mathrm{jh}}=0.5 \delta \beta\left(\mathrm{~W}_{\mathrm{ji}}-U_{A L T}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta D_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2} \\
& \partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \beta=0.5 \delta D_{\mathrm{jh}}\left(\mathrm{~W}_{\mathrm{ji}}-U_{A L T}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta D_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j} i}\right)^{-2}
\end{aligned}
$$

cause an increase in immigrant productivity and a decrease in the number of incoming migrants. This is due to the fact that the costs of migration are linear in this model, so that there is effectively no difference between the various components.

Next, let's examine the impact of labor productivity shocks, beginning with the correlation between motivation/ability and productivity, $\delta$. The parameter only has an impact on $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)$, since there is no connection between migrant productivity and wage rate under the assumption of exogenous wagesetting. Individuals make their migratory decisions based on the wage premium and adjusted costs of motivation, and these remain unaffected. Therefore, the parameter has zero impact on the number (or composition) of incoming migrants: $\partial l_{\mathrm{j}} / \partial \delta=0$. However, it does have an influence on migrant productivity. Taking the partial derivative of equation (2) yields:

$$
\frac{\partial E\left(\theta_{j i}\right)}{\partial \delta}=0.5\left(M_{\min }+M_{H}\right)
$$

Therefore, we know that:

$$
\frac{\partial E\left(\theta_{j i}\right)}{\partial \delta}>0 \quad \text { if } \quad M_{\min }+M_{H}>0
$$

$$
\begin{aligned}
& \partial E\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{E}_{\mathrm{ji}}=0.5 \delta \gamma\left(\mathrm{~W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2} \\
& \partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \gamma=0.5 \delta \gamma\left(\mathrm{~W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha P_{\mathrm{j}}+\beta D_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}
\end{aligned}
$$

$$
\begin{aligned}
& \frac{\partial E\left(\theta_{j i}\right)}{\partial \delta}=0 \quad \text { if } \quad M_{\min }+M_{H}=0 \\
& \frac{\partial E\left(\theta_{j i}\right)}{\partial \delta}<0 \quad \text { if } \quad M_{\text {min }}+M_{H}<0
\end{aligned}
$$

Put another way, if the average migrant has a positive motivation/ability, then an increase in $\delta$ will lead to an increase in average productivity. However, if the majority of the motivation/ability distribution of those who migrate is falls below zero, then there is an inverse relationship between the two.

Under the current assumption of exogenous wage-setting, a shock to $\mathrm{K}_{\mathrm{j}}$ will have no impact on migration decisions: $\partial I_{j} / \partial K_{j}=0$. This is due to the disconnect between $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)$ and $\mathrm{W}_{\mathrm{ij}}$, that I described earlier for the $\delta$ parameter. In terms of its impact on average marginal migrant productivity, I derive equation (4) with respect to $K_{j}$ and find that $\partial E\left(\theta_{i j}\right) / \partial K_{j}=1$. This is due to the fact that $K_{j}$ is merely a constant in the productivity function, which bears no link to the migration decisions made by individuals under the current assumptions.

## Scenario 2: Zero Initial Migration

Necessary Conditions [ $M_{\text {min }}{ }^{*}>M_{H}$ ]

Let's move onto the second scenario, in which nobody decides to migrate initially. In order for this to be the case, all of the potential migrants have a
motivation/ability attribute level that is too low to grant them a relatively higher utility in the new nation. Let's put this in terms of the mathematical model I have developed. Nobody will migrate to country $j$ if the initial minimum level of the motivation/ability attribute necessary to migrate is equal to or surpasses the upper limit of the motivation distribution: $\mathrm{M}_{\text {min }}{ }^{*}>\mathrm{M}_{\mathrm{H}}$. After substituting for $\mathrm{M}_{\text {min }}$ using equation (3), I find that nobody migrates to country j if:
$1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}>M_{H}$

Solving for the initial level of immigration control policy, $\mathrm{P}_{\mathrm{j}}$, I find that nobody migrates to country j if:
$P_{j}^{*}>\frac{W_{j i}-U_{A L T}}{\alpha\left(1-M_{H}\right)}-\frac{\beta D_{j h}+\gamma E_{j i}}{\alpha}$

Thus, I have identified the necessary conditions for the initial level of immigration control policy for Scenario 2. If nation j's government decides to lower $P_{j}$ beyond this point, then individuals at the top of the motivation/ability distribution will begin to migrate to the nation. Therefore, for the rest of this section, I denote the minimum level of immigration control policy at which zero individuals will migrate as:
$P_{j}^{H}=\frac{W_{j i}-U_{A L T}}{\alpha\left(1-M_{H}\right)}-\frac{\beta D_{j h}+\gamma E_{j i}}{\alpha}$

## Migrants

With Scenario 2, the initial level of immigration control policy is so high that there are no individuals migrating to nation $\mathrm{j}: \mathrm{l}_{\mathrm{j}}{ }^{*}=0$. Therefore, any differential change in $P_{j}$ will have no impact on the number of incoming migrants: $\partial \mathrm{I}_{\mathrm{j}} / \partial \mathrm{P}_{\mathrm{j}}=0$.

However, a nation with a significant enough drop in $P_{j}$ can entice potential migrants to make the journey. Let's suppose that the initial $\mathrm{M}_{\text {min }}{ }^{*}$ is exactly $\lambda_{H}$ higher than $M_{H}$, such that:
$M_{\text {min }}^{*}-\lambda_{H}=M_{H}$

Substituting for $\mathrm{M}_{\text {min }}{ }^{*}$, we get:
$\left(U_{A L T}-W_{j i}\right)\left(\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}\right)^{-1}+1-\lambda_{H}=M_{H}$
where $P_{j} *$ is the initial level of immigration control policy. When we solve for $P_{j}{ }^{*}$ we find:
$P_{j}^{*}=\alpha^{-1}\left(\left(U_{A L T}-W_{j i}\right)\left(M_{H}-1+\lambda_{H}\right)^{-1}-\beta D_{j h}-\gamma E_{j i}\right)$

Recall that the maximum level of immigration control policy at which individuals will migrate is:
$P_{j}^{H}=\alpha^{-1}\left(\left(U_{A L T}-W_{j i}\right)\left(M_{H}-1\right)^{-1}-\beta D_{j h}-\gamma E_{j i}\right)$

Taking the difference of the between $\mathrm{P}_{\mathrm{H}}$ and the initial level of $\mathrm{P}^{*}$ yields the change in immigration control policy that is necessary to entice individuals to begin migrating to country j :
$P_{j}^{H}-P_{j}^{*}=\alpha^{-1}\left(\left(U_{A L T}-W_{j i}\right)\left(M_{H}-1\right)^{-1}-\beta D_{j h}-\gamma E_{j i}\right)-\alpha^{-1}\left(\left(U_{A L T}-\right.\right.$ $\left.\left.W_{j i}\right)\left(M_{H}-1+\lambda_{H}\right)^{-1}-\beta D_{j h}-\gamma E_{j i}\right)$
$P_{j}^{H}-P_{j}^{*}=\alpha^{-1}\left(\left(U_{A L T}-W_{j i}\right)\left(M_{H}-1\right)^{-1}-\left(M_{H}-1+\lambda_{H}\right)^{-1}\right)$
$P_{j}^{H}-P_{j}^{*}=-\alpha^{-1} \lambda_{H}\left(\left(W_{j i}-U_{A L T}\right)\left(M_{H}^{2}-2 M_{H}+M_{H} \lambda_{H}-\lambda_{H}+1\right)^{-1}\right)$

Therefore, if $\Delta P_{j}>-\alpha^{-1} \lambda_{H}\left(W_{j i}-U_{A L T}\right)\left(M_{H}{ }^{2}-2 M_{H}+M_{H} \lambda_{H}-\lambda_{H}+1\right)^{-1}$, then $M_{\text {min }}$ still exceeds $M_{H}$ and no migration occurs. However, if $\Delta P_{j} \leq-\alpha^{-1} \lambda_{H}\left(W_{j i}-U_{A L T}\right)$ $\left(M_{H}{ }^{2}-2 M_{H}+M_{H} \lambda_{H}-\lambda_{H}+1\right)^{-1}$, nation $j$ successfully begins enticing individuals to migrate.

In order to measure the total effect on migration, $\Delta I_{j}$, one simply needs to compute the number of incoming migrants since this scenario begins with $\mathrm{l}_{\mathrm{j}}{ }^{*}=0$.

Recall that the number of immigrants (when migration occurs) is:
$I_{j}=M_{H}-M_{\text {min }}$

After substituting for $\mathrm{M}_{\min }$, I find that the number of migrants is equal to:
$I_{j}=M_{H}-\left(U_{A L T}-W_{j i}\right)\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{-1}-1$

Therefore, for scenario 2 (where initial migration is zero), when $P_{j}$ has been lowered enough to prompt migration:
$\Delta I_{j}=M_{H}-\left(U_{A L T}-W_{j i}\right)\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{-1}-1$

Since the current level of immigration control policy as the initial level plus the shock, it is defined as:
$P_{j}=P_{j}^{*}+\Delta P_{j}$

Substituting for $\mathrm{P}_{\mathrm{j}}$ yields:
$\Delta I_{j}=I_{j}=M_{H}-\left(U_{A L T}-W_{j i}\right)\left(\alpha P_{j}^{*}+\alpha \Delta P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{-1}-1$

Since $\mathrm{U}_{\text {ALT }}-\mathrm{W}_{\mathrm{ji}}<0$, there is an inverse relationship between the number of migrants and the change in immigration control policy. This is exactly what is expected: looser/easier border security and legal migration processes are going to lead to more individuals willing to overcome the hurdles of immigration. We also find that there is an inverse relationship between our initial level of immigration control policy and the number of migrants. This is due to the fact that the gap between $\mathrm{P}_{\mathrm{j}}{ }^{*}$ and $\mathrm{P}_{\mathrm{H}}$ must be "covered" before any laborers consider migrating. The higher the initial level of immigration control policy, the larger that this gap is. When the gap is larger, it means that a larger amount of the change in policy, $\Delta \mathrm{P}_{\mathrm{j}}$, is dedicated to overcoming this gap and therefore has a smaller impact on the number of migrants.

Comparative Statics: Impact of Immigration Control Policy on Migrant

## Productivity

Let's move onto the impact that a change in immigration control policy has on average migrant productivity. Differentially speaking, a shock to $P_{j}$ will not cause a change in the average productivity of incoming migrants, since it is undefined (there are no migrants). This is because an infinitesimal change in $P_{j}$ leads to an infinitesimal change in $M_{\text {min }}$, after which $M_{\text {min }}$ will still exceed $M_{H}$ (and there is zero migration). The same impact is observed for the all of the other variables and parameters in the model. Since average migrant productivity starts as undefined in Scenario 2, it is also impossible to calculate the total impact of a shock to $\mathrm{P}_{\mathrm{j}}$.

Comparative Statics: Impact of Other Parameters and Variables

In Scenario 2, infinitesimal changes in any of the parameters and variables result in the same impact as a change in $P_{j}$. In terms of the impact on the number of incoming migrants, the differential effect is equal to zero. This is because the scenario begins with $\mathrm{l}_{\mathrm{j}}{ }^{*}=0$. Since marginal productivity starts as undefined in Scenario 2 (as there are no migrants), we say that the differential impact of any of the parameters/variables is also undefined.

However, there can be a change in $I_{j}$ with a significant finite change in the other variables and parameters. For example, suppose that the costs of migration fell significantly (due to decreasing distance or ethnic differences), or that conditions at home worsened considerably, or that the wage offered in nation j skyrocketed. In all three of these cases, some individuals will start to see nation j as the better choice and migration to that nation will begin.

## Scenario 3: Complete Initial Migration

## Necessary Conditions [ $M_{\min }{ }^{*}<M_{L}$ ]

In the third scenario, we have a situation in which all potential migrants are initially moving to nation j , because doing so grants them a higher utility. In other words, the minimum level of motivation/ability that a person would need to have in order to migrate is lower than the entire distribution of that characteristic: $\mathrm{M}_{\text {min }}{ }^{*}<\mathrm{M}_{\mathrm{L}}$. After substituting equation (3) in for $\mathrm{M}_{\text {min }}$, I find that all potential migrants initially migrate if:

$$
1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}<M_{L}
$$

Solving for P , I find that everybody migrates if:
$P_{j}<\frac{W_{j i}-U_{A L T}}{\alpha\left(1-M_{L}\right)}-\frac{\beta D_{j h}+\gamma E_{j i}}{\alpha}$

Therefore, I denote the maximum level of immigration control policy at which all individuals will migrate as:
$P_{L}=\frac{W_{j i}-U_{A L T}}{\alpha\left(1-M_{L}\right)}-\frac{\beta D_{j h}+\gamma E_{j i}}{\alpha}$

Comparative Statics: Impact of Immigration Control Policy on Number of Migrants

In Scenario 3, the entire distribution of individuals is migrating to nation j .
Therefore, the number of immigrants in scenario 3 is:
$\mathrm{I}_{j}=M_{H}-M_{L}$

Differentially, a shock to $P_{j}$ will have no impact on the number of migrants: $\partial \mathrm{l}_{\mathrm{j}} / \partial \mathrm{P}_{\mathrm{j}}=0$. An infinitesimal change will still result in the entire distribution migrating.

It is possible for a nation to increase its immigration control policy significantly enough such that some migrants start to become screened. Let's suppose that the initial $M_{\text {min }}$ * is exactly $\lambda_{L}$ lower than $M_{L}$, such that:
$M_{\text {min }}^{*}+\lambda_{L}=M_{L}$

After substituting for $\mathrm{M}_{\text {min }}{ }^{*}$, and solving for $\mathrm{P}_{\mathrm{j}}{ }^{*}$ :
$P_{j}^{*}=\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha\left(M_{L}-1-\lambda_{L}\right)}-\frac{\beta D_{j h}-\gamma E_{j i}}{\alpha}$
Recall the maximum level of immigration control policy at which all individuals will migrate:
$P_{j}^{L}=\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha\left(M_{L}-1\right)}-\frac{\beta D_{j h}-\gamma E_{j i}}{\alpha}$

Taking the difference of the two yields the change in policy that is necessary for screening to take place:
$P_{j}^{L}-P_{j}^{*}=\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha\left(M_{L}-1\right)}-\frac{\beta D_{j h}-\gamma E_{j i}}{\alpha}-\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha\left(M_{L}-1-\lambda_{L}\right)}+\frac{\beta D_{j h}-\gamma E_{j i}}{\alpha}$
$P_{j}^{L}-P_{j}^{*}=\frac{\lambda_{L}\left(U_{A L T}-W_{j i}\right)}{\alpha\left(M_{L}^{2}-2 M_{L}-2 M_{L} \lambda_{L}+\lambda_{L}+1\right)}$

Therefore, if $\Delta P_{j}<\alpha^{-1} \lambda_{\mathrm{L}}\left(U_{A L T}-W_{j i j}\right)\left(M_{L}{ }^{2}-2 M_{L}-M_{L} \lambda_{L}+\lambda_{L}+1\right)^{-1}$, then $M_{L}$ still exceeds $\mathrm{M}_{\text {min }}$ and all potential migrants will continue to move to nation j .

However, if
$\Delta P_{j} \geq \alpha^{-1} \lambda_{L}\left(\left(U_{A L T}-W_{j i)}\right)\left(\left(M_{L}^{2}-2 M_{L}-M_{L} \lambda_{L}+\lambda_{L}+1\right)^{-1}\right.\right.$, nation $j$ successfully begins screening migrants.

In order to measure the total effect on migration in the latter case, I take the difference between the $\mathrm{l}_{\mathrm{j}}{ }^{*}$ and $\mathrm{l}_{\mathrm{j}}$ :
$\Delta I_{j}=I_{j}-I_{j}^{*}=\left(M_{H}-M_{\min }\right)-\left(M_{H}-M_{L}\right)$
$\Delta I_{j}=M_{L}-M_{\text {min }}$

After substituting for $\mathrm{M}_{\text {min }}$, I find that the change in the number of migrants is equal to:
$\Delta I_{j}=M_{L}-\frac{U_{A L T}-W_{j i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}-1$

After substituting for $\mathrm{P}_{\mathrm{j}}$ :
$\Delta I_{j}=M_{L}-\frac{U_{A L T}-W_{j i}}{\alpha P_{j}^{*}+\alpha \Delta P_{j}+\beta D_{j h}+\gamma E_{j i}}-1$

Just as expected, there is an inverse relationship between the change in the number of migrants and the change in immigration control policy. We also find this same relationship with the initial level of immigration control policy and change in migration. This is due to the fact that the gap between $\mathrm{P}_{\mathrm{j}}{ }^{*}$ and $\mathrm{P}^{\mathrm{L}}$ must be "covered" before any laborers consider migrating. The higher the initial level of immigration control policy, the smaller that this gap is. Therefore, a smaller amount of the change in policy, $\Delta P_{j}$, is dedicated to overcoming this gap and more screening (decrease in $\mathrm{I}_{\mathrm{j}}$ ) occurs.

Comparative Statics: Impact of Immigration Control Policy on Migrant

## Productivity

For Scenario 3, the entire distribution of potential migrants is initially migrating to nation j . Therefore, we know that $\mathrm{M}_{\text {min }}=\mathrm{M}_{\mathrm{L}}$. Substituting this into equation (4) yields an average migrant marginal productivity of:
$E\left(\theta_{j i}\right)=0.5 \delta\left(M_{L}+M_{H}\right)+K_{j}$

Differentially, a change in the level of immigration control policy will have no impact on the average productivity of the migrants: $\partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}=0$. This is because $M_{\text {min }}$ initially is not being decided by the level of immigration control policy in Scenario 3, but rather is defined as the lower bound of the motivation distribution. An infinitesimal change in $P_{j}$ will not change this in any way; the entire distribution of individuals will continue to migrate, and average migrant productivity remains constant.

However, as discussed earlier, it is possible that a significant enough increase in $\mathrm{P}_{\mathrm{j}}$, $\Delta P_{j} \geq \alpha^{-1} \lambda_{\mathrm{L}}\left(\mathrm{U}_{\mathrm{ALT}}-\mathrm{W}_{\mathrm{jij}}\right)\left(\mathrm{M}_{\mathrm{L}}{ }^{2}-2 \mathrm{M}_{\mathrm{L}}-\mathrm{M}_{\mathrm{L}} \lambda_{\mathrm{L}}+\lambda_{\mathrm{L}}+1\right)^{-1}$, can cause some migrants to become screened. In order to find the impact on average migrant productivity, I take the difference between initial and the new migrant productivity (recall equation (5)):
$\Delta E\left(\theta_{j i}\right)=E\left(\theta_{j i}\right)-E\left(\theta_{j i}\right)^{*}$
$\Delta E\left(\theta_{j i}\right)=0.5 \delta\left(\frac{U_{A L T}-W_{j i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+1+M_{H}\right)+K_{j}-0.5 \delta\left(M_{L}+M_{H}\right)-K_{j}$
$\Delta E\left(\theta_{j i}\right)=0.5 \delta\left(\frac{U_{A L T}-W_{j i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+1-M_{L}\right)$

After substituting for $\mathrm{P}_{\mathrm{j}}$ :
$\Delta E\left(\theta_{j i}\right)=0.5 \delta\left(\frac{U_{A L T}-W_{j i}}{\alpha P_{j}^{*}+\alpha \Delta P_{j}+\beta D_{j h}+\gamma E_{j i}}+1-M_{L}\right)$

Since $\mathrm{W}_{\mathrm{j}}>$ U ALT, there is a direct relationship between the change in immigration control policy and change in average migrant productivity. The same exists for the initial level of immigration control policy. This is due to the fact that the migrants at the bottom end of the distribution now find migration to be too costly to justify moving. There is a direct relationship for the initial level as well. A higher initial $P_{j} *$ leads to a smaller gap with $P^{L}$, meaning that the change in immigration control policy would have a greater impact on the actual screening process.

Comparative Statics: Impact of Other Parameters and Variables

In Scenario 3, infinitesimal changes in any of the parameters or variables result in the same impact as a change in $P_{j}$. In terms of the impact on the number of incoming migrants, the differential effect is equal to zero. This is
because the scenario begins with $I_{j}{ }^{*}=M_{H}-M_{L}$; a constant in which none of the parameters/variables have an impact. We observe the same differential impact with average migrant productivity, which has a constant value of $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)=0.5 \delta\left(\mathrm{M}_{\mathrm{L}}\right.$ $\left.+\mathrm{M}_{\mathrm{H}}\right)+\mathrm{K}_{\mathrm{j}}$.

However, there can be a change in $I_{j}$ and $E\left(\theta_{\mathrm{ij}}\right)$ with a significant finite change in the other variables and parameters. For example, suppose that the costs of migration rose significantly (due to increasing ethnic differences), or that nation j's wage premium falls dramatically. In these instances, some individuals at the bottom of the motivation will choose not to migrate.

### 3.4.5 Optimal Government Behavior

Let's suppose that the government of nation $j$ is aware of the labor screening process, has full information, and wishes to determine the optimal level of immigration control policy. In order to model this behavior, I first need to establish a linear welfare function for the government of nation j. I establish social welfare as a linear function of the number of immigrants, average migrant productivity, and the level of immigration control policy:
(8) $\quad \dot{\mathrm{G}}_{j}=\psi \dot{\mathrm{I}}_{j}+\varphi \dot{\mathrm{E}}\left(\theta_{j i}\right)-\Omega P_{j}$

The parameter $\psi$ determines the valuation that the citizens/government of nation j place on new migrants. The sign of this factor is uncertain and
entirely circumstantial. For example, following World War 2, the commonwealth of Australia wanted to boost its population for strategic as well as economic purposes. In that case, we would expect $\psi$ to have a positive value. However, this is an extremely rare occurrence. Throughout history, many nations have viewed migrants through an isolationist lens, and wish to maintain a homogenous ethnic culture or an insulated economy. Here we would see $\psi$ take a negative value. And then, there are countries with mixed or neutral attitudes toward migrants, such as the United States, where we might consider the parameter to be insignificant (zero).

We can be certain of the sign of $\phi$, which indicates the valuation that nation j places on the average productivity of its migrant population. Across the board, we expect this to have a positive value; nations always prefer to have individuals with a higher productivity. Having high productivity laborers simply leads to a relatively higher economic output for nation j , thus raising the standard of living. There are other elements as well. For example, lower productivity individuals tend to have higher unemployment rates (a real problem for migrants in the European Union), which leads to higher rates of impoverishment and crime. Therefore, we can be sure that $\phi>0$.

The parameter $\Omega$ is the cost multiplier for the level of immigration control policy for nation j . This obviously has a positive value; the government must pay
more money if it wishes to have stricter border security and legal migration processes. I have modeled this cost function as linear for the sake of simplicity, but it may be more accurate if this process exhibited some form of diseconomy of scale (e.g. $c\left(P_{j}\right)=P_{j}^{\Omega}$ where $\Omega>1$ ). Since $I$ have placed no resource restrictions on the government in this model, this immigration control policy cost will as the constraining factor in this optimization problem. Also, I will assume a lower bound of zero for the immigration control policy variable, thereby disallowing the illogical case in which a nation sets a negative $P_{j}$ in an effort to increase its welfare through negative costs.

Now that I have established the social welfare function for nation j, let's determine exactly what the optimal level of immigration control policy is for government to choose. Let's begin with scenario 1, in which there are some individuals initially migrating. I begin by recalling equation (8) and substituting in for $I_{\mathrm{j}}$ and $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)$ with the equations for scenario 1 :

$$
\begin{aligned}
G_{j}=\psi\left(M_{H}-\right. & \left.1+\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}\right) \\
& +\Phi\left(0.5 \delta\left(M_{H}+1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}\right)+K_{j}\right)-\Omega P_{j}
\end{aligned}
$$

In order to find the level of immigration control policy that maximizes $\mathrm{G}_{\mathrm{j}}$, I derive with respect to $P_{j}$ and set equal to zero:

$$
\frac{\partial G_{j}}{\partial P_{j}}=0.5 \Phi \alpha \delta \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}-\psi \alpha \frac{W_{j i}-U_{A L T}}{\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}-\Omega=0
$$

After some rearrangement, I find that the optimal (see Appendix B for proof of maximum) level of immigration control policy is set at:

$$
\begin{array}{ll}
\text { (9) } P_{j}^{0}=\hat{P}_{j}^{0}=\sqrt{\frac{\left(W_{j i}-U_{A L T}\right)(0.5 \Phi \delta-\psi)}{\alpha \Omega}-\frac{\beta D_{j h}+\gamma E_{j i}}{\alpha}} & \text { if } P_{L}>\hat{P}_{j}^{0}>0 \\
P_{j}^{0}=0 & \text { if } \hat{P}_{j}^{0} \leq 0 \\
P_{j}^{0}=P_{H} & \text { if } \hat{P}_{j}^{0} \geq P_{H}
\end{array}
$$

Notice that there are two possible corner solutions to this optimization problem. The first, $\mathrm{P}_{\mathrm{j}}{ }^{\mathrm{o}}=0$, occurs due to the constraining assumption that a nation cannot have negative immigration control policy, and the fact that nation $j$ has no incentive to have a positive $P_{j}$ level below $P_{L}$. Recall that $P_{L}$ is the maximum level of immigration control policy at which all individual migrate. If $\dot{P}_{j}{ }^{0}$ is less than $P_{L}$, nation $j$ can reduce its costs with no change in migration by setting $\mathrm{P}_{\mathrm{j}}=0$.

The second corner solution, $\mathrm{P}_{\mathrm{j}}{ }^{\circ}=\mathrm{P}_{\mathrm{H}}$, is due to the fact that nation j has no incentive to raise its policy beyond $\mathrm{P}_{\mathrm{H}}$. Recall that $\mathrm{P}_{\mathrm{H}}$ is the minimum level of immigration control policy in which zero individuals migrate. Raising $P_{j}$ beyond this point would yield no difference in migration behavior, but costs $\Omega$ per additional unit.

Let's take a look at how the various variables and parameters
differentially impact the optimal level of immigration control policy, assuming we are not at a corner solution. I begin with the term $(0.5 \phi \delta-\psi)$ in equation (9). This term indicates the relative valuations that nation j places on the size of the migrant population and the average screened productivity of that population. Keep in mind that we expect all the terms in this equation to be positive (see footnote on previous page). I derive equation (9) with respect to the variables/parameters in this term:
$\frac{\partial P_{j}^{0}}{\partial \Phi}=0.5 \delta \sqrt{\frac{W_{j i}-U_{A L T}}{\alpha \Omega(0.5 \Phi \delta-\psi)}}$
$\frac{\partial P_{j}^{0}}{\partial \delta}=0.5 \Phi \sqrt{\frac{W_{j i}-U_{A L T}}{\alpha \Omega(0.5 \Phi \delta-\psi)}}$
$\frac{\partial P_{j}^{0}}{\partial \psi}=-\sqrt{\frac{W_{j i}-U_{A L T}}{\alpha \Omega(0.5 \Phi \delta-\psi)}}$

Whenever nation j has a relatively high $\phi$ (strongly values average productivity) and/or a high $\delta$ (strong correlation between productivity/motivation), this term becomes larger and nation j is better off by engaging in more screening by having stricter immigration control policy: $\partial P_{j}{ }^{\circ} / \partial \phi>0$ and $\partial P_{j}{ }^{\circ} / \partial \delta>0$. Conversely, if nation j has a relatively high value of $\psi$ (strongly values large immigrant population), we expect the government to entice potential migrants by lowering their immigration control policy: $\partial P_{j}{ }^{\circ} / \partial \psi<$

0 . The magnitude of these effects are directly correlated with the wage premium, and inversely correlated with $\alpha$ and $\Omega$.

Next, let's examine the impact of a change in the per-unit cost of immigration policy, $\Omega$, on the optimal level of immigration policy, $\mathrm{P}_{\mathrm{j}}{ }^{\circ}$. I derive equation (9) with respect to this parameter and find:
$\frac{\partial P_{j}^{0}}{\partial \Omega}=-\sqrt{\frac{\left(W_{j i}-U_{A L T}\right)(0.5 \Phi \delta-\psi)}{\alpha \Omega^{3}}}-\alpha^{-1}\left(\beta D_{j h}+\gamma E_{j i}\right)$

As we would expect to see, there is an inverse relationship between the per-unit cost of $P_{j}$, and the optimal level of $P_{j}$. The intuition behind this is simple: when the "marginal cost" of immigration control policy rises, the government needs "marginal benefit" to rise in order to achieve optimality. ${ }^{9}$ Since $P_{j}$ exhibits diminishing marginal returns, this means that nation j responds optimally by decreasing its immigration control policy. Therefore, if technological/productivity advances or changes in input prices lead to a decrease in $\Omega$, we would expect to see nation j impose more costs on migrants through stricter immigration control policy.

What should the government of nation $j$ do if there is an increase in the wage rate offered to migrants, or if conditions in the migrants' homeland

[^7]significantly worsen? In other words, what is the optimal policy response when there is a change in the wage premium? I derive equation (9) with respect to the two variables in question:
\[

$$
\begin{aligned}
& \frac{\partial P_{j}^{0}}{\partial W_{j i}}=0.5 \sqrt{\frac{0.5 \Phi \delta-\psi}{\alpha \Omega\left(W_{j i}-U_{A L T}\right)}} \\
& \frac{\partial P_{j}^{0}}{\partial U_{A L T}}=-0.5 \sqrt{\frac{0.5 \Phi \delta-\psi}{\alpha \Omega\left(W_{j i}-U_{A L T}\right)}}
\end{aligned}
$$
\]

Under the weak assumption that nation j places relatively more value on migrant productivity, $0.5 \phi \delta>\psi$, I find that there is a direct relationship between optimal immigration policy and the wage premium in nation j . In other words, $\mathrm{P}_{\mathrm{j}}{ }^{\circ}$ has a positive correlation with the migrants' wage rate, and a negative relationship with their homeland conditions. The reason for this: when the wage premium increases, more migrants with relatively lower motivation/ability decide to enter nation j . The government of nation j optimally responds by tightening its immigration control policy in order to partially screen these new migrants.

Through a marginal perspective, a hike in the wage premium causes the marginal benefit of immigration control policy to rise. It follows that that stronger immigration policy would be enacted.

Now, let's discuss the relationship between the non-policy costs of migration $\left(\beta D_{j h}+\gamma E_{j \mathrm{j}}\right)$ and $P_{j}{ }^{\circ}$. In order to do so, I take the derivative of equation (9) with respect to this term:
$\frac{\partial P_{j}^{0}}{\partial\left(\beta \mathrm{D}_{j h}+\gamma \mathrm{E}_{j i}\right)}=-\frac{1}{\alpha}$

A one unit increase in the non-policy costs of migration will cause the government of nation j to decrease its optimal immigration policy by a factor of $1 / \alpha$. This inverse linear relationship exists because individuals treat policy costs the same as distance and ethnic costs, since the costs of migration are modelled linearly. So, in effect, the government is really setting the optimal level of total migration costs, but can only achieve this through its utilization of $P_{j}$. Recall that the costs of migration are: $\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}$. Rearranging, we find that $\mathrm{P}_{\mathrm{j}}=\alpha^{-}$ ${ }^{1}\left(\beta D_{j h}+\gamma \mathrm{E}_{\mathrm{j}}\right)$. Thus, for every unit of non-policy migration costs being incurred by migrants, the government can forgo enacting $1 / \alpha$ units of $P_{j}$. In other words, these non-policy costs act as a negative income effect for optimal immigration control policy.

Next, let's move onto the impact of the individual's policy cost multiplier, $\alpha$. I derive equation (9) with respect to $\alpha$ and find:
$\frac{\partial P_{j}^{0}}{\partial \alpha}=0.5 \sqrt{\frac{(0.5 \Phi \delta-\psi)\left(W_{j i}-U_{A L T}\right)}{\alpha^{3} \Omega}}+\frac{\beta \mathrm{D}_{j h}+\gamma \mathrm{E}_{j i}}{\alpha^{2}}$

Unlike the other parameters and variables, we cannot be certain whether there is a direct or inverse relationship here. The first overall term represents the decision-making being made on the margin. This term is inversely correlated because an increase in $\alpha$ means that the impact of $P_{j}$ is more pronounced on migrants (this can be seen as a negative substitution effect of sorts). Therefore, nation j does not need to set such strict immigration policy in order to achieve optimality. The second term is the income effect discussed in the previous paragraph, and this term is positively correlated with $\alpha$. The reason: if $\alpha$ rises, the non-policy costs of migration $\left(\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)$ will "replace" a relatively smaller amount of $P_{j}$ when the government is setting the optimal level.

Let's move onto the impact of productivity shocks, beginning with the relationship between the parameter $\delta$, and the optimal level of immigration control policy, $\mathrm{P}_{\mathrm{j}}{ }^{\circ}$. I derive equation (9) with respect to $\delta$ :
$\frac{\partial P_{j}^{0}}{\partial \delta}=\frac{0.25 \Phi}{\sqrt{\frac{(0.5 \Phi \delta-\psi)\left(W_{j i}-U_{A L T}\right)}{\alpha \Omega}}}$

I find that there is a direct relationship between the two, under the assumptions that have been made. Since nation j values higher migrant productivity, the marginal benefit of immigration control policy increases whenever there is a stronger connection between motivation/ability and productivity. In other words, there is a stronger connection between migrant productivity and the
costs of migration, which is the mechanism through with nation j "screens" its migrants.

A shock to the constant in the productivity function, $\mathrm{K}_{\mathrm{j}}$, has zero impact on the optimal level of immigration control policy: $\partial P_{j}{ }^{\circ} / \partial K_{j}=0$. This is due to the fact that migrant productivity is not a factor in the decision-making of whether to migrate in the exogenous wage-setting model. A change in $\mathrm{K}_{\mathrm{j}}$ results only in a change in $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)$ and has zero impact on the costs of migration, the wage premium, or any other migration-determining factors.

### 3.5 Equilibrium Model: Endogenous Wage-Setting

### 3.5.1 Endogenous Wage-Setting

In the previous model, I assumed that the wage rate being offered to incoming migrants was decided by a process external to the model. Now, I model this wage rate as being determined by the hiring firms using their current information regarding the migrant population. This means that this phenomenon must now be modeled as a multi-stage game with a feedback loop between the decisions of potential migrants and the wage being offered to those who migrate. Firms offer a particular wage rate, which causes some migrants to enter nation j . After hiring the migrants for one period, the firms learn their average marginal productivity, and offer a new wage rate to the incoming
migrants based on this information. This new wage rate causes a different group of individuals to migrate, and the process continues until a steady-state equilibrium is reached.

I believe that the assumption of endogenous wage-setting is a very valid one and that this model is a better fit to reality than the previous model for some labor sectors. Firms use information about laborers when making payroll decisions, so we should model them as doing so. One of the arguments in favor of exogenous wage-setting was that firms cannot tell migrants apart from other workers, thus the domestic workforce virtually determines the migrants' wage rate. This is a very strong assumption for labor markets where a significant portion of the workers are migrants. Even in sectors that are dominated by domestic laborers, employers can use various physical, personal, and legal characteristics (e.g. ethnicity, primary language, residency or citizenship status, etc.), to discern whether a person is an immigrant or a native, and offer a wage rate accordingly.

The other argument in favor of exogenous wage-setting was the existence of a binding price floor. While this may definitely be the case in certain industries, e.g. food service and preparation, the majority of immigrants work in sectors that earn higher than minimum wage. (Orrenius and Zavodny 2007) Thus, it is safe to assume that, for most industries, firms will offer immigrants a
wage rate based on their average marginal productivity rather than one that is mandated by the government.

### 3.5.2 Solving the Equilibrium Model

I begin by defining firms' wage-setting behavior. Firms choose wage rate $W_{\mathrm{ij}}$ that is equal to the expected marginal productivity of the migrants:
$W_{j i}=E\left(\theta_{j i}\right)$

Recalling equation (4), we say that firms set:
$W_{j i}=0.5 \delta\left(M_{\min }+M_{H}\right)+K_{j}$

In order to begin solving the steady state equilibrium of this model, I substitute this wage equation in for $W_{i j}$ in equation (3), the minimum level of motivation/ability attribute necessary to choose to migrate to nation j :
$M_{\min }=1-\frac{0.5 \delta\left(M_{\min }+M_{H}\right)+K_{j}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

I rearrange and solve to determine the steady-state minimum level of the attribute necessary to migrate:
(10) $\bar{M}_{\text {min }}=\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

Notice the change when we switch from exogenous to endogenous wagesetting. The decision to migrate is now impacted by the parameters and variables involved in migrants' productivity: $\delta, \mathrm{K}_{\mathrm{j}}$, and $\mathrm{M}_{\mathrm{H}}$.

Now that I have determined the steady-state level of $\mathrm{M}_{\text {min }}$, I calculate expected migrant marginal productivity in order to solve the model. I do so by substituting the above equation for $\dot{\mathrm{M}}_{\text {min }}$ into the firm's wage-setting equation:

$$
\bar{W}_{j i}=0.5 \delta\left(\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+M_{H}\right)+K_{j}
$$

We know that firms set the wage rate equal to expected marginal productivity. Therefore, when assuming an interior solution, the steady-state expected marginal productivity in this model is:
(11) $\bar{E}\left(\theta_{j i}\right)=0.5 \delta\left(\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+M_{H}\right)+K_{j}$ if $M_{H}>$
$\bar{M}_{\text {min }}>M_{L}$

And then, just like the previous model, there are the two corner solutions for scenarios 2 and 3 :
$\bar{E}\left(\theta_{j i}\right)=0.5 \delta\left(M_{L}+M_{H}\right)$
if $\bar{M}_{\min }<M_{L}$
$\bar{E}\left(\theta_{j i}\right)$ is undefined

$$
\text { if } \bar{M}_{\min }>M_{H}
$$

In order to determine the steady-state population of incoming migrants, I substitute equation (10) in for $\dot{\mathrm{M}}_{\text {min }}$ :
(12) $I_{j}=M_{H}-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$
if $M_{H}$

$$
>\bar{M}_{\min }>M_{L}
$$

And the two corner solutions:
$I_{j}=0$
if $\bar{M}_{\text {min }}<M_{L}$
$I_{j}=M_{H}-M_{L}$
if $\bar{M}_{\text {min }}>M_{H}$

### 3.5.3 Interpreting the Model

Now that the endogenous wage-setting model has been solved, we can examine the relationships between the variables and parameters in this model. In order to conduct this comparative statics analysis, I do so through the three different sets of initial conditions described in the previous section: (1) some individuals are migrating and some are staying, (2) nobody is migrating, and (3) everybody is migrating.

Scenario 1: Some Initial Migration

Necessary Conditions [ $M_{H}>M_{\text {min }}>M_{L}$ ]

In the first scenario, we have a situation in which some migrants are initially moving to nation j , and some are staying in their home country. This occurs because the minimum level of the motivation/ability attribute needed to migrate falls between the upper and lower bounds of that attribute's distribution: $M_{H}>M_{\text {min }} *>M_{L}$. Assuming that we are initially in long-run equilibrium, I substitute in for the steady state value of $M_{\text {min }}$ and find that there is some initial migration if:

$$
M_{H}>\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}>M_{L}
$$

Comparative Statics: Impact of Immigration Control Policy on Number of

## Migrants

In the fully exogenous model, we found that an increase in immigration control policy causes a decrease in the number of migrants, as expected. To see if this is also the case under endogenous wage-setting, I derive equation (12) with respect to $P_{j}$ and find:
$\frac{\partial \bar{I}_{j}}{\partial P_{j}}=-\alpha \frac{0.5 \delta+0.5 M_{H}+K_{j}-U_{A L T}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}$

In order to determine the nature of this relationship, recall that $\alpha, \delta$, and the costs of migration are positively valued. Under these assumptions, I find that
there is an inverse relationship between immigration control policy and the size of the immigrant population: $\partial \dot{i}_{j} / \partial P_{j}<0$. The proof of this can be found in Appendix A.

When comparing the magnitude of this relationship to the exogenous wage-setting model, I find that the immigration control policy has a smaller impact under the endogenous model. Under the exogenous model, a rise in $\mathrm{P}_{\mathrm{j}}$ simply causes $\mathrm{M}_{\text {min }}$ to rise and migrant population to fall, and that's it . Under the endogenous model, the rise in $\mathrm{M}_{\text {min }}$ causes expected migrant productivity to rise, thereby leading the wage rate to rise. This wage rate increase entices more individuals to migrate to nation j , causing $\mathrm{M}_{\text {min }}$ to actually decrease. This counter-effect leads to $P_{j}$ having a smaller labor-screening impact on the steadystate (equilibrium) $\dot{\mathrm{M}}_{\text {min }}$ than it would have under exogenous wage-setting.

Comparative Statics: Impact of Immigration Control Policy on Migrant Productivity

Let's move onto the relationship between nation j's immigration control policy and the productivity of that nation's migrants. In order to do so, I derive equation (11) with respect to $P_{j}$ and find:
(13) $\frac{\partial \bar{E}\left(\theta_{j i}\right)}{\partial P_{j}}=0.5 \delta \alpha \frac{0.5 \delta+0.5 M_{H}+K_{j}-U_{A L T}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}$

We observe a positive labor screening effect in this model: $\partial \overline{\mathrm{E}}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}>0$, since there is a positive correlation between the two variables because $0.5 \delta+0.5 \delta \mathrm{M}_{\mathrm{H}}$ $+\mathrm{K}_{\mathrm{j}}-\mathrm{U}_{\text {ALT }}>0$ (refer to Appendix A for proof), and the rest of the parameters/variables are positively valued. Relative to the exogenous wagesetting model, this effect is of a lesser magnitude due to the fact that responsive wage-setting counters some of the initial screening effect. ${ }^{10}$

Let's move onto an examination of the magnitude of this labor screening effect and how the various variables and parameters impact this, beginning with immigration control policy itself. Does the labor screening impact of immigration control policy fall as $\mathrm{P}_{\mathrm{j}}$ rises, as with the exogenous model? I derive equation (13) with respect to $\mathrm{P}_{\mathrm{j}}$ :
$\frac{\partial^{2} \bar{E}\left(\theta_{j i}\right)}{\partial P_{j}^{2}}=-\delta \alpha^{2} \frac{0.5 \delta+0.5 M_{H}+K_{j}-U_{A L T}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{3}}$

Since all of the terms in this equation are positive, immigration control policy exhibits diminishing marginal returns in terms of labor screening impact:
$\partial^{2} \bar{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}{ }^{2}<0$. As a nation expands its immigration control policy, the ability of

[^8]incremental changes to policy to filter out immigrants lessens. Relative to the exogenous wage-setting model, immigration control policy has diminishing returns of a lower magnitude.

The same relationship applies to all but one of the other parameters and variables that comprise the costs of migration: $\beta, D_{j h}, \gamma$, and $E_{j \mathrm{j}}$. An increase in any of the factors of the costs of migration will cause a decrease in the magnitude of the labor screening effect, due to the diminishing impact of migration costs. The relationship is identical because these costs impact a potential migrant in the same way that a change in $P_{j}$ would, based on the linear nature of these costs.

Unlike the other migration cost parameters and variables, a change in the parameter $\alpha$ has an uncertain impact on the magnitude of the labor screening impact. Taking the partial derivative of equation (13) with respect to $\alpha$ :

$$
\begin{aligned}
& \frac{\partial^{2} \bar{E}\left(\theta_{j i}\right)}{\partial P_{j} \partial \alpha}= 0.5 \delta \frac{0.5 \delta+0.5 M_{H}+K_{j}-U_{A L T}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}} \\
&-\delta \alpha P_{j} \frac{0.5 \delta+0.5 M_{H}+K_{j}-U_{A L T}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{3}} \\
& \frac{\partial^{2} \bar{E}\left(\theta_{j i}\right)}{\partial P_{j} \partial \alpha}=\delta\left(0.5 \delta+0.5 M_{H}+K_{j}\right. \\
&\left.\quad-U_{A L T}\right) \frac{0.5\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)-\alpha P_{j}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{3}}
\end{aligned}
$$

Since all of the parameters and variables in this equation are positive, we cannot determine the nature of this relationship. If the costs of migration or $\delta$ are relatively high, such that
$\alpha P_{j}\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{-1}>0.5$, then there is an inverse relationship between the magnitude of the labor screening effect and the parameter $\alpha: \partial^{2} \bar{E}\left(\theta_{\mathrm{ij}}\right) / \partial P_{j} \partial \alpha$ <0. Otherwise, there is a direct relationship between the two. The reason for the conflicting results: the parameter $\alpha$ determines the differential impact of $P_{j}$ (positive substitution effect), as well as being a component of overall costs of migration (negative income effect).

Finally, let's determine the impact of a shock to $\delta$ on the magnitude of the labor screening effect. As explained in the exogenous wage-setting model, this parameter is extremely important. When there is no connection between motivation/ability and marginal productivity $(\delta=0)$, the labor screening effect collapses to zero. In order to determine the differential impact, I derive equation (13) with respect to $\delta$ :
$\frac{\partial^{2} \bar{E}\left(\theta_{j i}\right)}{\partial P_{j} \partial \alpha}=0.5 \alpha \frac{0.5 \delta+0.5 M_{H}+K_{j}-U_{A L T}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{2}}$

Based on the proof found in Appendix A, we find that there is always a direct relationship between $\partial \overline{\mathrm{E}}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}$ and $\delta$. In other words, the stronger the
relationship between migrants' motivation/ability and productivity, the larger the magnitude of the labor screening effect.

## Comparative Statics: Impact of Other Parameters and Variables

I begin by examining the impact of a change to the utility afforded to a potential migrant by remaining in their home country. In order to do so, I derive equations (11) and (12) with respect to $\mathrm{U}_{\mathrm{ALT}}$ :
$\frac{\partial \bar{I}}{\partial U_{A L T}}=-\frac{1}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$
$\frac{\partial \bar{E}\left(\theta_{j i}\right)}{\partial U_{A L T}}=\frac{0.5 \delta}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

As we would expect to see, when conditions in the next best alternative country worsen, there is an increase in the number of people migrating to nation j. Thus, this variable remains an effective "push" factor in the endogenous wage-setting model. This increase in migration is due to relatively lower motivation individuals now finding it worthwhile to make the move. Thus, poorer conditions at home will cause average migrant productivity in nation j to drop. When compared to the exogenous wage-setting model, we see that the impact of a shock to $U_{\text {ALt }}$ is smaller under the endogenous wage-setting. This is because firms will respond to the initial shock to $\mathrm{M}_{\text {min }}$ by changing $\mathrm{W}_{\mathrm{ij}}$, which will have a partially reversing effect on $\mathrm{M}_{\text {min }}$. Ergo, when equilibrium is achieved, the impact will be smaller.

When we examine the impact of a shock to one of the parameters or variables comprising the costs of migration, we find a result that is virtually identical to the impact of $P_{j} .{ }^{11}$ An increase in any of the migration cost factors will cause an increase in immigrant productivity and a decrease in the number of incoming migrants. This is due to the fact that the costs of migration are linear in this model, so that there is effectively no difference between the various components.

Let's move onto the impact of a shock to the parameter linking an individual's motivation/ability and their marginal productivity, $\delta$. In the exogenous wage-setting model, this only impacted average productivity. In this model, the population size of immigrants is also affected. This is due to the fact that there is now a link between migrant's decision-making and their productivity: the offered wage rate. I derive equations (11) and (12) with respect to $\delta$ :

```
\({ }^{11} \partial \mathrm{E}\left(\theta_{\mathrm{ij}}\right) / \partial \alpha=0.5 \delta \mathrm{P}_{\mathrm{j}}\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}\)
\(\partial E\left(\theta_{\mathrm{ij}}\right) / \partial D_{\mathrm{jh}}=0.5 \delta \beta\left(\mathrm{~W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{jj}}\right)^{-2}\)
\(\partial E\left(\theta_{\mathrm{ij}}\right) / \partial \beta=0.5 \delta \mathrm{D}_{\mathrm{jh}}\left(\mathrm{W}_{\mathrm{ji}}-U_{A L T}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta D_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}\)
\(\partial E\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{E}_{\mathrm{ji}}=0.5 \delta \gamma\left(\mathrm{~W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}\)
\(\partial E\left(\theta_{\mathrm{ij}}\right) / \partial \gamma=0.5 \delta \gamma\left(\mathrm{~W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}\)
```

$$
\begin{gathered}
\frac{\partial \bar{I}}{\partial \delta}=\frac{0.5}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}\left(M_{H}\right. \\
\left.-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}\right) \\
\begin{array}{r}
\frac{\partial \bar{E}\left(\theta_{j i}\right)}{\partial \delta}=\frac{0.5\left(U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}+0.5 M_{H} \\
\\
\quad-\frac{0.25 \delta}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}\left(M_{H}\right. \\
\left.+\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}\right)
\end{array}
\end{gathered}
$$

I find that there is an inverse relationship between the number of immigrants and $\delta$, if:
$\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}>M_{H}$

Recalling that $\mathrm{M}_{\mathrm{H}}=1$, this simplifies to:
$U_{A L T}-K_{j}>\delta$

Therefore, the impact of a shock to $\delta$ on the number of immigrants is uncertain.
In terms of average migrant productivity, I find that there is an inverse
relationship if:
$U_{A L T}-K_{j}>\delta$
if $0.5>\frac{0.25 \delta}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$
$U_{A L T}-K_{j}<\delta$
if $0.5<\frac{0.25 \delta}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

We can be more certain of the impact of a shock to the migrants' productivity modifier in country j , the constant $\mathrm{K}_{\mathrm{j}}$. I take the derivative of equations (11) and (12) with respect to this variable:

$$
\begin{aligned}
& \frac{\partial \bar{I}_{j}}{\partial K_{j}}=\frac{1}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}} \\
& \frac{\partial \bar{E}\left(\theta_{j i}\right)}{\partial K_{j}}=1-\frac{0.5 \delta}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}
\end{aligned}
$$

There is a direct relationship between migrants' productivity in nation $j$ and the number of migrants entering that country: $\partial \mathrm{i} / \partial K_{j}>0$. The logic behind this is straightforward: an increase in $\mathrm{K}_{\mathrm{j}}$ causes expected marginal productivity of migrants to rise, which causes firms in nation j to offer a higher wage rate, thereby enticing more migrants to pursue a higher utility in nation j . We can also see that there is a direct correlation between $\mathrm{K}_{\mathrm{j}}$ and steady-state $\overline{\mathrm{E}}\left(\theta_{\mathrm{ij}}\right)$, although this is a little less obvious due to two opposing forces. ${ }^{12}$ When $K_{j}$ increases, it has the obvious one-to-one impact on the productivity of migrants in nation $j$. However, as described above, this incentivizes more migrants to enter the nation. Since these individuals are coming from the lower end of the motivation/ability distribution, this results in the migrant pool having a lower

[^9]motivation/ability on average, which has a negative effect on average productivity. Therefore, a one-unit increase in $\mathrm{K}_{\mathrm{j}}$ will always result in a positive, but less than one-unit, change in steady-state average productivity: $0<$ $\partial \bar{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{K}_{\mathrm{j}}<1$.

## Scenario 2: Zero Initial Migration

Necessary Conditions $\left[M_{\min }{ }^{*}>M_{H}\right]$

Let's move onto the second scenario, in which nobody decides to migrate initially. In order for this to be the case, all of the potential migrants have a motivation/ability attribute level that is too low to grant them a relatively higher utility in the new nation: $M_{\text {min }}{ }^{*}>M_{H}$. Assuming that we are initially in long-run equilibrium, I substitute in for the steady state value of $M_{\text {min }}$ and find that there is zero initial migration if:
$\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}>M_{H}$

Solving for the initial level of immigration control policy, $\mathrm{P}_{\mathrm{j}}{ }^{*}$, I find that nobody migrates to country j if:
$P_{j}^{*}>\frac{\frac{0.5 \delta}{M_{H}\left(U_{A L T}+1-0.5 M_{H}-K_{j}\right)-1}-\beta D_{j h}-\gamma E_{j i}}{\alpha}$

For the rest of this analysis, I denote the minimum level of immigration control policy at which zero individuals will migrate as:
$P_{j}^{H}>\frac{\frac{0.5 \delta}{M_{H}\left(U_{A L T}+1-0.5 M_{H}-K_{j}\right)-1}-\beta D_{j h}-\gamma E_{j i}}{\alpha}$

Comparative Statics: Impact of Immigration Control Policy on Number of Migrants

With Scenario 2, the initial level of immigration control policy is so high that there are no individuals migrating to nation $\mathrm{j}: \mathrm{l}_{\mathrm{j}}{ }^{*}=0$. Therefore, any differential change in $P_{j}$ will have no impact on the number of incoming migrants: $\partial \mathrm{l}_{\mathrm{j}} / \partial \mathrm{P}_{\mathrm{j}}=0$.

However, a nation with a significant enough drop in $P_{j}$ can entice potential migrants to make the journey. In order to find what change is needed, let's suppose that the initial $M_{\text {min }}{ }^{*}$ is exactly $\lambda_{H}$ higher than $M_{H}$, such that:
$M_{\min }^{*}-\lambda_{H}=M_{H}$

Substituting in for long-run equilibrium $\mathrm{M}_{\text {min }}$ *:
$\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}-\lambda_{H}=M_{H}$
where $P_{j}{ }^{*}$ is the initial level of immigration control policy. Solving for $P_{j}{ }^{*}$ :
$P_{j}^{*}$
$=\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}-\alpha P_{j}^{*}-\beta D_{j h}-\gamma E_{j i}-\left(M_{H}+\lambda_{H}\right)\left(0.5 \delta+\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{H}+\lambda_{H}-1\right)}$

Recall that the maximum level of immigration control policy at which individuals will migrate is:
$P_{j}^{H}>\frac{\frac{0.5 \delta}{M_{H}\left(U_{A L T}+1-0.5 M_{H}-K_{j}\right)-1}-\beta D_{j h}-\gamma E_{j i}}{\alpha}$

Taking the difference of the between $\mathrm{P}_{\mathrm{H}}$ and the initial level of $\mathrm{P}^{*}$ yields the change in immigration control policy that is necessary to entice individuals to begin migrating to country j :
$P_{j}^{H}-P_{j}^{*}$
$=\frac{\frac{0.5 \delta}{M_{H}\left(U_{A L T}+1-0.5 M_{H}-K_{j}\right)-1}-\beta D_{j h}-\gamma E_{j i}}{\alpha}$
$-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}-\alpha P_{j}^{*}-\beta D_{j h}-\gamma E_{j i}-\left(M_{H}+\lambda_{H}\right)\left(0.5 \delta+\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{H}+\lambda_{H}-1\right)}$

Therefore, if $\Delta \mathrm{P}_{\mathrm{j}}>\alpha^{-1}\left(\left(\left(0.5 \delta \mathrm{M}_{\mathrm{H}}{ }^{-1}\left(\mathrm{U}_{\mathrm{ALT}}+1-0.5 \delta \mathrm{M}_{\mathrm{H}}-\mathrm{K}_{\mathrm{j}}\right)-1\right)^{-1}-\beta \mathrm{D}_{\mathrm{jh}}-\gamma \mathrm{E}_{\mathrm{j}}\right)-\right.$ $\left.\left(U_{A L T}-0.5 \delta M_{H}-K_{j}-\beta D_{j h}-\gamma E_{j i}-\left(M_{H}+\lambda_{H}\right)\left(0.5 \delta+\beta D_{j h}+\gamma E_{j i}\right)\right)\left(M_{H}+\lambda_{H}-1\right)^{-1}\right)$, then $\mathrm{M}_{\text {min }}$ still exceeds $\mathrm{M}_{\mathrm{H}}$ and no migration occurs. Otherwise, nation j successfully begins enticing individuals to migrate.

In order to measure the total effect on migration, $\Delta \mathrm{I}_{\mathrm{j}}$, I compute the total number of incoming migrants since this scenario begins with $\mathrm{I}_{\mathrm{j}}{ }^{*}=0$. After substituting for $\mathrm{M}_{\text {min }}$ in the migrant size equation, I find that the change in the number of migrants is:

$$
\Delta I_{j}=M_{H}-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\alpha \Delta P_{j}+\beta D_{j h}+\gamma E_{j i}}
$$

Comparative Statics: Impact of Immigration Control Policy on Migrant Productivity

Since average migrant productivity is initially undefined in Scenario 2, a change in $P_{j}$, of any magnitude, will result in an indeterminate change in $E\left(\theta_{\mathrm{ij}}\right)$. The same is observed for the all of the other variables and parameters in the model.

Comparative Statics: Impact of Other Parameters and Variables

In Scenario 2, infinitesimal changes in any of the parameters and variables result in the same impact as a change in $P_{j}$. In terms of the impact on the number of incoming migrants, the differential effect is equal to zero. This is because the scenario begins with $\mathrm{l}_{\mathrm{j}}{ }^{*}=0$. Since marginal productivity starts as
undefined in Scenario 2 (as there are no migrants), we say that the differential impact of any of the parameters/variables is also undefined.

However, with a significant enough change in the other variables and parameters, there can be a change in $\mathrm{I}_{\mathrm{j}}$. For example, suppose that the costs of migration fell significantly (due to decreasing distance or ethnic differences), or that conditions at home worsened considerably, or that the wage offered in nation j skyrocketed. In all three of these cases, some individuals will start to see nation j as the better choice and migration to that nation will begin.

## Scenario 3: Complete Initial Migration

Necessary Conditions $\left[M_{\min }{ }^{*}<M^{L}\right]$

In the third scenario, we have a situation in which all potential migrants are initially moving to nation j , because doing so grants them a higher utility. In other words, the minimum level of motivation/ability that a person would need to have in order to migrate is lower than the entire distribution of that characteristic: $M_{\text {min }}{ }^{*}<\mathrm{M}^{L}$. After substituting equation (3) in for $\mathrm{M}_{\text {min }}$, I find that all potential migrants initially migrate if:
$\bar{M}_{\text {min }}=\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}<M_{j}^{L}$

Solving for $\mathrm{P}^{*}$, I find that everybody migrates if:
$P_{j}^{*}>\frac{U_{A L T}-0.5 \delta\left(M_{H}+M_{L}\right)-K_{j}+\left(1-M_{L}\right)\left(\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{L}-1\right)}$

For the rest of this analysis, I denote the maximum level of immigration control policy at which all individuals migrate as:
$P_{j}^{L}=\frac{U_{A L T}-0.5 \delta\left(M_{H}+M_{L}\right)-K_{j}+\left(1-M_{L}\right)\left(\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{L}-1\right)}$

Comparative Statics: Impact of Immigration Control Policy on Number of Migrants

In Scenario 3, the entire distribution of individuals is migrating to nation j . Therefore, the number of immigrants in scenario 3 is:
$I_{j}=M_{H}-M_{L}$

Since $M_{H}$ and $M_{L}$ are given constants, shock to $P_{j}$ will have no differential impact on the number of migrants: $\partial \mathrm{l}_{\mathrm{j}} / \partial \mathrm{P}_{\mathrm{j}}=0$.

It is possible for a nation to increase its immigration control policy significantly enough such that some migrants start to become screened. Let's suppose that the initial $M_{\text {min }}$ * is exactly $\lambda_{\mathrm{L}}$ lower than $M_{L}$, such that:
$M_{\text {min }}^{*}+\lambda_{L}=M_{L}$

I substitute for long run-equilibrium $\mathrm{M}_{\text {min }}{ }^{*}$, and solve for $\mathrm{P}_{\mathrm{j}}{ }^{*}$ :
$\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}+\lambda_{L}=M_{L}$
$P_{j}^{*}=\frac{U_{A L T}-0.5 \delta\left(M_{H}+M_{L}\right)-K_{j}+\left(1-M_{L}\right)\left(\beta D_{j h}+\gamma E_{j i}\right)+\lambda_{L}\left(0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{L}-1\right)}$

Recall that the maximum level of immigration control policy at which all individuals will migrate is:
$P_{j}^{L}=\frac{U_{A L T}-0.5 \delta\left(M_{H}+M_{L}\right)-K_{j}+\left(1-M_{L}\right)\left(\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{L}-1\right)}$

Taking the difference of the two yields the change in policy that is necessary for screening to take place:
$P_{j}^{L}-P_{j}^{*}=\frac{-\lambda_{L}\left(0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}\right)}{\alpha\left(M_{L}-1\right)}$

Therefore, if $\Delta P_{j}<-\lambda_{L}\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{j j}\right) \alpha^{-1}\left(M_{L}-1\right)^{-1}$, then $M_{L}$ still exceeds $\mathrm{M}_{\text {min }}$ and all potential migrants will continue to move to nation j . Otherwise, the significant rise in $\mathrm{P}_{\mathrm{j}}$ successfully allows nation j to begin screening migrants.

In order to calculate the total impact on the number of migrants, I recall that the initial migrant population is $\mathrm{I}_{\mathrm{j}}=\mathrm{M}_{\mathrm{H}}-\mathrm{M}_{\mathrm{L}}$, and subtract the new formula, after substituting for $\mathrm{M}_{\text {min }}$ and $\mathrm{P}_{\mathrm{j}}$ :

$$
\begin{aligned}
& \Delta I_{j}=\left(M_{H}-M_{L}\right)-\left(M_{H}-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}\right) \\
& \Delta I_{j}=\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}-M_{L}
\end{aligned}
$$

Comparative Statics: Impact of Immigration Control Policy on Migrant

## Productivity

For Scenario 3, the entire distribution of potential migrants is initially migrating to nation j . Therefore, we know that $\mathrm{M}_{\text {min }}=\mathrm{M}_{\mathrm{L}}$, and $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)=0.5 \delta\left(\mathrm{M}_{\mathrm{L}}+\right.$ $\left.M_{H}\right)+K_{j}$. This means that a infinitesimal change in the level of immigration control policy will have zero impact on the average marginal productivity of the migrants: $\partial E\left(\theta_{\mathrm{ij}}\right) / \partial P_{\mathrm{j}}=0$. This is because $\mathrm{M}_{\text {min }}$ initially is not being decided by the level of immigration control policy in Scenario 3, but rather is defined as the lower bound of the motivation/ability distribution.

However, we know that a significant enough increase in $\mathrm{P}_{\mathrm{j}}$ can cause some migrants to become screened. In order to find the impact on average
migrant productivity, I take the difference between initial and new steady-state migrant productivity:
$\Delta \bar{E}\left(\theta_{j i}\right)=\bar{E}\left(\theta_{j i}\right)-\bar{E}\left(\theta_{j i}^{*}\right)$

I substitute equation (11) for $\dot{E}\left(\theta_{\mathrm{ij}}\right)$ and $0.5 \delta\left(M_{L}+M_{H}\right)$ in for $E\left(\theta_{\mathrm{ij}}\right)^{*}$ :

$$
\begin{aligned}
\Delta \bar{E}\left(\theta_{j i}\right)=0.5 \delta & \left(\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}+M_{H}\right) \\
& -0.5 \delta\left(M_{L}+M_{H}\right)
\end{aligned}
$$

After substituting for $\mathrm{P}_{\mathrm{j}}$ :

$$
\begin{aligned}
\Delta \bar{E}\left(\theta_{j i}\right)=0.5 \delta & \left(\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha \Delta P_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}{0.5 \delta+\alpha \Delta P_{j}+\alpha P_{j}^{*}+\beta D_{j h}+\gamma E_{j i}}+M_{H}\right) \\
& -0.5 \delta\left(M_{L}+M_{H}\right)
\end{aligned}
$$

There is a direct relationship between the change in immigration control policy and change in average migrant productivity. The same exists for the initial level of immigration control policy. This is due to the fact that the migrants at the bottom end of the distribution now find migration to be too costly to justify moving. There is a direct relationship for the initial level as well. A higher initial $P_{j}$ * leads to a smaller gap with $P_{L}$, meaning that the change in immigration control policy would have a greater impact on the actual screening process.

Comparative Statics: Impact of Other Parameters and Variables

In Scenario 3, infinitesimal changes in any of the parameters or variables result in the same impact as a change in $P_{j}$. In terms of the impact on the number of incoming migrants, there is no differential impact. This is because the scenario begins with $\mathrm{I}_{\mathrm{j}}{ }^{*}=\mathrm{M}_{\mathrm{H}}-\mathrm{M}_{\mathrm{L}}$; a constant in which none of the parameters/variables have an impact. Except for a change in the productivity constant, we observe the same differential impact with average migrant productivity, which has a constant value of $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)=0.5 \delta\left(\mathrm{M}_{\mathrm{L}}+\mathrm{M}_{\mathrm{H}}\right)+\mathrm{K}_{\mathrm{j}}$.

However, there can be a change in $\mathrm{I}_{\mathrm{j}}$ and $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)$ with a significant finite change in the other variables and parameters. For example, suppose that the costs of migration rose significantly (due to increasing ethnic differences), or that nation j's wage premium falls dramatically. In these instances, some individuals at the bottom of the motivation will choose not to migrate.

### 3.5.4 Optimal Government Behavior

Now that I have discussed the impact of a change in one of the variables and parameters in this model on $\dot{\mathrm{j}}_{\mathrm{j}}$ and $\dot{E}\left(\theta_{\mathrm{ij}}\right)$, it is time to examine their impact on the optimal immigration policy implemented by nation j. Just like the other endogenous variables in this model, this level of $P_{j}{ }^{\circ}$ changes from period to period until long-run equilibrium is achieved. For the remainder of this section, I
investigate the impact of a shock to one of the exogenous variables/parameters on this steady-state optimal level of immigration control policy: $\mathrm{P}_{\mathrm{j}}{ }^{\circ}$.

I begin by recalling equation (8), to find the steady-state welfare function for nation j :
$\dot{\mathrm{G}}_{j}=\psi \dot{\mathrm{I}}_{j}+\varphi \dot{\mathrm{E}}\left(\theta_{j i}\right)-\Omega P_{j}$

I then substitute equations (11) and (12) in for $\dot{E}\left(\theta_{\mathrm{ij}}\right)$ and $\dot{\mathrm{I}}_{\mathrm{j}}$, respectively:

$$
\begin{aligned}
& \dot{\mathrm{G}}_{j}=\psi\left(M_{H}-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}\right)+ \\
& \varphi\left(0.5 \delta\left(\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}+M_{H}\right)+K_{j}\right)-\Omega P_{j}
\end{aligned}
$$

I find the optimal level of immigration control policy for nation j by deriving this welfare function with respect to $P_{j}$, setting it equal to zero, and solving for $P_{j}$ :
$\partial \dot{\mathrm{G}}_{j} / \partial P_{j}=\psi\left(\alpha \frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}\right)^{2}}-\alpha \frac{1}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}\right)+$
$0.5 \delta \varphi\left(\frac{\alpha}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}-\alpha \frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}{\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}\right)^{2}}\right)-\Omega=0$

$$
\begin{aligned}
& \partial \dot{\mathrm{G}}_{j} / \partial P_{j}=\alpha \frac{0.5 \delta \varphi-\psi}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}\left(1-\frac{U_{A L T}-0.5 \delta M_{H}-K_{j}+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}{0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}}\right)- \\
& \Omega=0 \\
& P_{j}=\mp \frac{\sqrt{\alpha^{3} \Omega(\delta \varphi-2 \psi)\left(2 K_{j}-2 U_{A L T}-\delta M_{H}+\delta\right)}+\alpha \Omega\left(2 \beta D_{j h}+2 \gamma E_{i j}+\delta\right)}{2 \Omega \alpha^{2}}
\end{aligned}
$$

Therefore, the optimal level of immigration control policy under the assumptions of endogenous wage-setting and non-negative $\mathrm{P}_{\mathrm{j}}:{ }^{13}$
(10) $P_{j}^{o}$

$$
\begin{array}{cl}
=\frac{\sqrt{\alpha^{3} \Omega(\delta \varphi-2 \psi)\left(2 K_{j}-2 U_{A L T}\right)}+\alpha \Omega\left(2 \beta D_{j h}+2 \gamma E_{i j}+\delta\right)}{2 \Omega \alpha^{2}} & \text { if } P_{L}>\hat{P}_{j}^{0}>0 \\
P_{j}^{0}=0 & \text { if } \hat{P}_{j}^{0} \leq 0 \\
P_{j}^{0}=P_{H} & \text { if } \hat{P}_{j}^{0} \geq P_{H}
\end{array}
$$

Just as with the exogenous-wage model, there are two possible corner solutions to this optimization problem. The first, $\mathrm{P}_{\mathrm{j}}{ }^{\circ}=0$, occurs due to the constraining assumption that a nation cannot have negative immigration control policy, and the fact that nation j has no incentive to have a positive $\mathrm{P}_{\mathrm{j}}$ level below $P_{\llcorner }$. Recall that $P_{\llcorner }$is the maximum level of immigration control policy at which all individuals migrate. If $\mathrm{P}_{\mathrm{j}}{ }^{\circ}$ is less than $\mathrm{P}_{\mathrm{L}}$, nation j can reduce its costs with no change in migration by setting $P_{j}=0$. The second corner solution, $P_{j}{ }^{\circ}=P_{H}$, is due to the fact that nation j has no incentive to raise its policy beyond $\mathrm{P}_{\mathrm{H}}$. Recall that $P_{H}$ is the minimum level of immigration control policy in which zero individuals migrate. Raising $P_{j}$ beyond this point would yield no difference in migration behavior, but costs $\Omega$ per additional unit.

[^10]First, let's determine the impact of a shock to productivity on the optimal level of immigration control policy, beginning with $\mathrm{K}_{\mathrm{j}}$. Recall that a rise in $\mathrm{K}_{\mathrm{j}}$ represents an increase in the productivity of all migrants moving to nation j , potentially spurned through technological advance or improving market conditions. I derive equation (10) with respect to $\mathrm{K}_{\mathrm{j}}$ :
$\frac{\partial P_{j}^{0}}{\partial K_{j}}=\frac{\alpha(\delta \varphi-2 \psi)}{2 \sqrt{\alpha^{3} \Omega\left(2 K_{j}-2 U_{A L T}\right)(\delta \varphi-2 \psi)}}$

Since all of the terms and parameters are positively valued, I find that there is a direct relationship between the productivity of workers in nation $j$ and the optimal level of immigration control policy set by nation $j: \partial P_{j}{ }^{\circ} / \partial \delta<0$. In other words, we would expect to see a nation with technological advances (that cause the value of migrant labor to rise) to more strictly enforce their border and customs protection.

Next, I examine the impact of an increase in the parameter $\delta$, which is the correlation between a migrants' productivity and their level of motivation/ability. To do so, I derive (10) with respect to $\delta$ :
$\frac{\partial P_{j}^{0}}{\partial \delta}=\frac{\alpha \delta\left(2 K_{j}-2 U_{A L T}\right)}{4 \sqrt{\alpha^{3} \Omega\left(2 K_{j}-2 U_{A L T}\right)(\delta \varphi-2 \psi)}}+\frac{1}{2 \alpha}$

Just as observed with the exogenous-wage setting model, there is a positive relationship between the parameter $\delta$ and the optimal level of immigration control policy: $\partial \mathrm{P}_{\mathrm{j}}{ }^{\circ} / \partial \delta<0$.

Now, let's examine how a shock to one of the variables or parameters in the model impacts the optimal level of immigration control policy for nation j. I begin with $\psi$, the valuation that the members of nation j place on the presence of migrants. To do so, I derive (10) with respect to $\psi$ :
$\frac{\partial P_{j}^{0}}{\partial \psi}=\frac{\alpha\left(U_{A L T}-K_{j}\right)}{\sqrt{2} \sqrt{-\alpha^{3} \Omega\left(U_{A L T}-K_{j}\right)(\delta \varphi-2 \psi)}}$

Since $K_{j}>U_{A L T}, \delta \varphi>2 \psi$, and all parameters are positively valued, I find that there is the expected inverse relationship between the society's valuation of the size of the migrant population and the strictness of immigration control policy: $\partial P_{j} / \partial \psi<0$.

Next, I determine the effect on $P_{j}{ }^{\circ}$ of a change in society's valuation of the productivity of migrants. I derive equation (10) with respect to $\varphi$ :
$\frac{\partial P_{j}^{0}}{\partial \varphi}=\frac{\alpha \delta\left(2 K_{j}-2 U_{A L T}\right)}{4 \sqrt{\alpha^{3} \Omega\left(2 K_{j}-2 U_{A L T}\right)(\delta \varphi-2 \psi)}}$

As expected, there is a direct relationship between the optimal level of immigration control policy and society's desire for high-productivity migrants: $\partial P_{j}{ }^{\circ} / \partial \phi<0$.

Next, let's examine the impact of a change in the per-unit cost of immigration policy, $\Omega$, on the optimal level of immigration policy, $P_{j}{ }^{\circ}$. I derive equation (10) with respect to this parameter and find:
$\frac{\partial P_{j}^{0}}{\partial \Omega}=\frac{\sqrt{\alpha^{3} \Omega\left(K_{j}-U_{A L T}\right)}(\delta \varphi-2 \psi)}{2 \sqrt{2} \alpha^{2} \Omega}$

Under the assumptions that we have made for this model, optimal policy follows the Law of Demand; there is an inverse relationship between the cost of immigration control and the optimal amount of immigration control: $\partial P_{j}{ }^{\circ} / \partial \Omega<$ 0.

Oftentimes, immigration is driven by changing conditions in a potential migrant's native country. In order to determine nation j's optimal government policy in response to a shock in the migrants' homeland utility, I derive (10) with respect to $\mathrm{U}_{\mathrm{ALT}}$ :
$\frac{\partial P_{j}^{0}}{\partial U_{A L T}}=\frac{\alpha(\delta \varphi-2 \psi)}{2 \sqrt{\alpha \Omega\left(2 K_{j}-2 U_{A L T}\right)(\delta \varphi-2 \psi)}}$

Under the assumptions made for this model, there is a direct relationship between the optimal level immigration control policy for nation j and living conditions in the sending country: $\quad \partial P_{j}{ }^{\circ} / \partial U_{\text {ALT }}<0$. In other words, according to this model we expect to see a nation tighten up its borders and more strictly enforce its legal migration practices in response to a neighboring
country experiencing significant hardship, since the drop in U ALT drives less productive people to nation $j$. On the converse side, if the sending nation experiences political stability and economic growth, we would expect nation j to loosen up its borders and spend fewer resources to screen migrants.

Finally, let's discuss the relationship between the non-policy costs of migration $\left(\beta D_{j h}+\gamma \mathrm{E}_{\mathrm{j}}\right)$ and $\mathrm{P}_{\mathrm{j}}$. In order to do so, I take the derivative of equation (9) with respect to this term:
$\frac{\partial P_{j}^{0}}{\partial\left(\beta \mathrm{D}_{j h}+\gamma \mathrm{E}_{j i}\right)}=-\frac{1}{\alpha}$

A one unit increase in the non-policy costs of migration will cause the government of nation j to decrease its optimal immigration policy by a factor of $1 / \alpha$, exactly like the exogenous wage-setting model. This negative linear relationship exists because individuals in this model treat policy costs the same as distance and ethnic costs. The government of nation j is determining the optimal level of total migration costs, but achieves this through its utilization of $P_{j}$. Recall that the costs of migration are: $\alpha P_{j}+\beta D_{j h}+\gamma E_{j j}$. Since the optimal total migration cost does not change with a shock to non-policy costs, the government can forgo enacting $1 / \alpha$ units of $P_{j}$ for every unit of non-policy migration costs being incurred by migrants. In other words, these distance and ethnic costs act as a negative income effect for the optimal level of immigration control policy for nation j .

### 3.6 Expansions of the Model

### 3.6.1 Deportation Risk

So far in this model, there is no mechanism to account for the fact that the government of nation j may engage in the rejection or deportation of a portion of the incoming migrants. We could assume that potential migrants take this risk into consideration when calculating their costs of migration. An increase in $P_{j}$ leads to a higher risk of rejection/deportation, which causes the incurred policy costs of migration $\left(\alpha \mathrm{P}_{\mathrm{j}}\right)$ to rise. However, this is a naïve way to model for deportation risk since we are dealing with a multiple-outcome situation.

In order to properly model for deportation risk, I begin by transforming the migrants' utility function into a Von Neumann - Morgenstern expected utility function. For the sake of simplicity, I use the exogenous wage-setting model. Therefore, If migrant i chooses to migrate to nation j , he or she has an expected utility of:
$E\left(U_{j i}\right)=\left(1-R_{j i}\right) W_{j i}+R_{j i} U_{A L T}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right)$
where $R$ is the risk of rejection/deportation that the individual faces when he or she tries to migrate to nation j . In other words, it is the percentage chance that the person will be forced to return home after making the attempt to relocate.

The value of $R$ should be inversely related to the potential migrant's motivation/ability, and directly related to the level of immigration control policy implemented by nation $j$ (with diminishing returns). I model this as:

$$
\begin{equation*}
R_{j i}=\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1} \tag{14}
\end{equation*}
$$

For this section I assume that the distribution of the motivation/ability attribute is between zero and one: $M_{i} \sim[0,1]$. Therefore, the value of $R$ will never be negative, never exceed one, and those at the very top end of the motivation distribution will always have a chance to enter the nation. It also will simplify calculations later in this section.

Now that I have detailed the expected utility function and the risk of rejection function, I move onto solving the expanded model. Migrant $i$ will only relocate to nation j if the expected utility of doing so exceeds that which can be obtained at home, $\mathrm{E}\left(\mathrm{U}_{\mathrm{ji}}\right)>\mathrm{U}_{\mathrm{ALT}}$ :

$$
\begin{aligned}
& \left(1-R_{j i}\right) W_{j i}+R_{j i} U_{A L T}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right)>U_{A L T} \\
& \begin{array}{c}
\left(1-\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1}\right) W_{j i}+\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1} U_{A L T}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right) \\
\quad>U_{A L T}
\end{array} \\
& M_{i}>\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}+\frac{P_{j}\left(W_{j i}-U_{A L T}\right)}{P_{j}+1}}+1
\end{aligned}
$$

Thus, I have identified the minimum level of motivation/ability needed to migrate to nation j :

$$
\begin{equation*}
M_{\min }=1-\frac{\left(W_{j i}-U_{A L T}\right)}{\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}+\frac{P_{j}\left(W_{j i}-U_{A L T}\right)}{P_{j}+1}} \tag{15}
\end{equation*}
$$

Comparing this solution to the one calculated in the original exogenous wage-setting model, ${ }^{14}$ we see that nothing has fundamentally changed. All of the relationships between the variables have changed slightly in magnitude but still maintain the same orientation. As we might expect to see, the direct relationship between $M_{\text {min }}$ and $P_{j}$ is more pronounced with the addition of deportation risk. Thus, the labor screening impact has a higher magnitude. Also, due to an inflated denominator (for the negatively valued term) we observe a higher $M_{\text {min }}$ under the expanded model, which we also expect to see. This means that there will be fewer immigrants, and the workers that do decide to migrate will have a higher average marginal productivity. Thus, we observe that the risk of deportation acts as an effective labor screening device, even for our riskneutral migrants. If the individuals in this model are risk averse, this effect would be even more pronounced.

[^11]The alteration to the nation-decision utility function is not the only impact that an active deportation system will have on the migration process. It is important to also model for the effect of the actual deportation/rejection mechanism that is forcefully preventing migrants from entering the labor force of nation j and returning them home.

Lets' begin with a simple discrete example. Suppose there are 4 laborers each that belong to Groups 1,2 , and 3 , with a motivation of $M_{i}=0, M_{i}=0.5$, and $M_{i}=1$, respectively. I assign unitary value to $\mathrm{P}_{\mathrm{j}}, \delta$, and $\mathrm{K}_{\mathrm{j}}$, and I suppose that $\mathrm{M}_{\text {min }}$ $=0$ so that the entire distribution of individuals decides to migrate. Recalling equation (14), the risk of rejection/deportation under these circumstances is $R=0.5\left(1-M_{i}\right)$. Therefore, two out of the four Group 1 individuals would be deported, one individual would be rejected from Group 2, and all of Group 3 successfully enters nation j . Thus, the deportation mechanism causes the immigrant population to fall from 12 to 9 , and causes the average productivity of the migrants to rise from 1.5 to 1.6. This is a particularly interesting result, since we are observing a labor screening process that is entirely separated from $M_{\text {min }}$, which was the sole determining factor for $\mathrm{I}_{\mathrm{j}}$ and $\mathrm{E}\left(\theta_{\mathrm{ij}}\right)$ in the basic model.

Now that I have exhibited the basic properties of the deportation/rejection mechanism, I will solve for the generalized model in which $M_{i}$ is uniformly distributed between 0 and 1 . In order to do so, I can no longer
take the difference between $\mathrm{M}_{\text {min }}$ and $\mathrm{M}_{\mathrm{H}}$. Instead, I aggregate the density of "successful" migrations between $M_{\text {min }}$ and $M_{H}$. Recalling that the probability of a successful migration is 1-R, the size of the migrant population is:
$I_{j}=\int_{M_{\text {min }}}^{M_{H}}\left(1-R_{j i}\right) d M_{i}=\int_{M_{\text {min }}}^{1}\left(1-\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1}\right) d M_{i}$

$$
=F_{I}(1)-F_{I}\left(M_{\min }\right)
$$

$I_{j}=1+\frac{P_{j}(-0.5)}{P_{j}+1}-M_{\min }-\frac{M_{\min } P_{j}\left(0.5 M_{\min }-1\right)}{P_{j}+1}$
$I_{j}=1+\frac{P_{j}(-0.5)}{P_{j}+1}-M_{\min }\left(1+\frac{P_{j}\left(0.5 M_{\min }-1\right)}{P_{j}+1}\right)$

To illustrate, let's continue with the situation in which $\mathrm{M}_{\text {min }}=0$, and that $P_{j}=1$. The entire distribution of individuals chooses to migrate; those at the bottom end have a success rate of $50 \%$ and those at the top have a $100 \%$ success rate. Therefore, the migrant population size would be $F(1)-F(0)=1-0.25=$ 0.75. In other words, a quarter of the incoming migrants would be deported, with the majority of the rejectees belonging to the lower end of the motivation/ability distribution.

I now move onto generally solving for $I_{j}$ by substituting equation (15) in for $\mathrm{M}_{\text {min }}$ :

$$
\begin{aligned}
& I_{j}=1+\frac{P_{j}(-0.5)}{P_{j}+1}-\left(\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}+\frac{P_{j}\left(W_{j i}-U_{A L T}\right)}{P_{j}+1}}+1\right) \\
& \left(1+\frac{P_{j}\left(0.5\left(\frac{\left(U_{A L T}-W_{j i}\right)}{\alpha P_{j}+\beta D_{j h}+\gamma E_{i j}+\frac{P_{j}\left(W_{j i}-U_{A L T}\right)}{P_{j}+1}}+1\right)-1\right)}{P_{j}+1}\right)
\end{aligned}
$$

When we compare this result to that found in the basic model, ${ }^{15}$ we find that $l_{j}$ is smaller with the deportation mechanism, and is more severely impacted by a change in $P_{j}$. This is due to the combined effects of fewer individuals choosing to migrate, as well as the physical rejection of some of those who do decide to relocate.

This deportation process does not happen uniformly, as individuals with lower motivation/ability have a higher rejection rate. In order to calculate for the actual labor screening impact of the deportation mechanism, I move onto solving for the average productivity of the migrants who successfully relocate to nation

[^12]j. In order to calculate this, I take the "total" marginal productivity of all successful migrants and divide it by the number of migrants:
$$
\mathrm{E}\left(\theta_{j i}\right)=\frac{\int_{M_{\min }}^{1}\left(1-R_{j i}\right) \theta_{j i} d M_{i}}{\int_{M_{\min }}^{1}\left(1-R_{j i}\right) d M_{i}}=\frac{\int_{M_{\min }}^{1}\left(1-\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1}\right) \theta_{j i} d M_{i}}{\int_{M_{\min }}^{1}\left(1-\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1}\right) d M_{i}}
$$

Recall from equation (2) that $\theta_{\mathrm{ij}}=\delta \mathrm{M}_{\mathrm{i}}+\mathrm{K}_{\mathrm{j}}$ :

$$
\begin{aligned}
& \mathrm{E}\left(\theta_{j i}\right)=\frac{\int_{M_{\min }}^{1}\left(1-\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1}\right)\left(\delta M_{i}+K_{j}\right) d M_{i}}{\int_{M_{\min }}^{1}\left(1-\frac{\left(1-M_{i}\right) P_{j}}{P_{j}+1}\right) d M_{i}}=\frac{F_{\theta}(1)-F_{\theta}\left(M_{\min }\right)}{F_{I}(1)-F_{I}\left(M_{\min }\right)} \\
& \mathrm{E}\left(\theta_{j i}\right)=\frac{F_{\theta}(1)-F_{\theta}\left(M_{\min }\right)}{F_{I}(1)-F_{I}\left(M_{\min }\right)}=\frac{F_{\theta}(1)}{F_{I}(1)-F_{I}\left(M_{\min }\right)}-\frac{F_{\theta}\left(M_{\min }\right)}{F_{I}(1)-F_{I}\left(M_{\min }\right)} \\
& =\frac{\left(0.5 \delta+K_{j}+\frac{P_{j}}{P_{j}+1}\left(0.33 \delta+0.5\left(K_{j}-1\right)-K_{j}\right)\right.}{1+\frac{P_{j}(-0.5)}{P_{j}+1}-M_{\min }\left(1+\frac{P_{j}\left(0.5 M_{\min }-1\right)}{P_{j}+1}\right)} \\
& \quad-\frac{M_{\min }\left(0.5 \delta M_{\min }+K_{j}+\frac{P_{j}}{P_{j}+1}\left(0.33 \delta M_{\min }^{2}+0.5 M_{\min }\left(K_{j}-\delta\right)-K_{j}\right)\right.}{1+\frac{P_{j}(-0.5)}{P_{j}+1}-M_{\min }\left(1+\frac{P_{j}\left(0.5 M_{\min }-1\right)}{P_{j}+1}\right)}
\end{aligned}
$$

Now that I have solved for average migrant productivity, let's continue with the example of $M_{\text {min }}=0$ and $P_{j}=1$, in which the size of the migrant population is 0.75 . We will also assume unitary value for $\delta$ and $\mathrm{K}_{\mathrm{j}}$. Plugging in these values, I find that the average marginal productivity of the "successful" migrants is $E\left(\theta_{j i}\right)=\frac{0.5+1+0.5(0.33-1)}{0.75}=1.56$. Keep in mind that the entire distribution of potential migrants attempted to relocate, and these individuals
have an average productivity of $E\left(\theta_{j i}\right)=E\left(M_{i}\right)+1=1.5$. Therefore, even in the absence of any effect from $M_{\text {min }}$, we observe that an active deportation mechanism is an effective labor screening device and leads to higher average productivity in migrants who successfully integrate into the labor market of nation j .

### 3.6.2 Multiple-Nation Model

When I established the nation-decision utility function in the beginning of this model, I allowed migrant $i$ the option to choose from many nations. However, for the rest of the analysis I assumed that $\mathrm{U}_{\text {ALT }}$ was solely provided by the migrants' wages/conditions at home. Effectively, the migrants in the model had two choices: either migrate to nation j , or stay at home. While that assumption may hold validity in some circumstances (e.g. Mexico and United States), in other cases (such as the recent E.U. migration) it is not well supported; potential migrants often have several options to choose from. For this reason, I wish to expand the model by introducing more than one nation receiving migrants. In other words, I wish to explore the possibility of $U_{\text {ALT }}$ being provided by a nation other than the migrants' homeland. For the sake of simplicity, I assume that motivation/ability is distributed $M_{i} \sim[0,1]$ for this section.

## Solving the Model

Recall that, in order for migrant $i$ to migrate to nation $j$, the following inequality must hold:
$W_{j i}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right)>U_{A L T}$

In this expansion, I replace $U_{\text {ALT }}$ with the utility function for the next best alternative nation-choice:
$W_{j i}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{i}\right)$
$>W_{A L T, i}-\left(\alpha P_{A L T}+\beta D_{A L T, h}+\gamma E_{A L T, i}\right)\left(1-M_{i}\right)$
$W_{j i}-W_{A L T, i}>\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}-\alpha P_{A L T}+\beta D_{A L T, h}+\gamma E_{A L T, i}\right)\left(1-M_{i}\right)$
$M_{i}>1-\frac{W_{j i}-W_{A L T, i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}-\alpha P_{A L T}+\beta D_{A L T, h}+\gamma E_{A L T, i}}$

Thus, I identify the lower bound of the motivation/ability distribution of the migrants moving to nation j as:
$M_{\text {min }, j}=1-\frac{W_{j i}-W_{A L T, i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}-\alpha P_{A L T, i}-\beta D_{A L T, h}-\gamma E_{A L T, i}}$

In order to determine what nation is the "next best alternative," I work sequentially, beginning with the nation that offers the highest wage (which I will denote as nation 0 ). We know for certain that the individuals at the top of the distribution, with $M_{i}$ virtually equal to one, will choose nation 0 as their
destination. This is because the adjusted costs of migration are virtually zero, making the wage rate the only important component of utility. Therefore, the upper bound for nation 0 is $M_{H}=1$. To find the "next best alternative," I calculate $M_{\text {min,o }}$ using each of the other nations as the alternative. The nation with the highest $M_{\text {min }}$ within the "available" range of $M_{i} \sim[0,1]$ is the next best alternative, which I now denote as nation 1. Thus, we can solve for nation 0 :
(17) $E\left(\theta_{0 i}\right)=0.5 \frac{W_{0 i}-W_{1 i}}{\alpha P_{0}+\beta D_{0 h}+\gamma E_{0 i}-\alpha P_{1 i}-\beta D_{1 h}-\gamma E_{1 i}}+1+K_{0}$

We know that the upper bound of the distribution that is migrating to nation 1 is the lower bound of nation $0: M_{\max , 1}=M_{\text {min }, 0}$. To find the lower bound for nation 1, I repeat the same process as before. I begin by calculating $M_{\text {min,1 }}$ for each possible nation, except nation 0 . Then, I pick the highest $\mathrm{M}_{\text {min, } 1}$ within the available range of $M_{i} \sim\left[0, M_{\text {min,0 }}\right]$ to find the "next best alternative," nation 2. At this point, we can solve for nation 1:

$$
\begin{aligned}
& I_{1}=M_{\max , 1}-M_{\min , 1}=M_{\min , 0}-M_{\min , 1} \\
& I_{1}=\frac{W_{1 i}-W_{2 i}}{\alpha P_{1}+\beta D_{1 h}+\gamma E_{1 i}-\alpha P_{2 i}-\beta D_{2 h}-\gamma E_{2 i}} \\
& \\
& \quad-\frac{W_{0 i}-W_{1 i}}{\alpha P_{0}+\beta D_{0 h}+\gamma E_{0 i}-\alpha P_{1 i}-\beta D_{1 h}-\gamma E_{1 i}}
\end{aligned}
$$

$$
\begin{aligned}
E\left(\theta_{1 i}\right)=0.5 \delta & \left(2-\frac{W_{0, i}-W_{1 i}}{\alpha P_{0}+\beta D_{0 h}+\gamma E_{0 i}-\alpha P_{1}-\beta D_{1 h}-\gamma E_{1 i}}\right. \\
& \left.-\frac{W_{1 i}-W_{2, i}}{\alpha P_{1}+\beta D_{1 h}+\gamma E_{1 i}-\alpha P_{2 i}-\beta D_{2 h}-\gamma E_{2 i}}\right)+K_{1}
\end{aligned}
$$

Once I have solved for nation 1, I continue the exact same process for nation 2 and so on until I reach the final "viable" location, nation J. We know that we have reached nation J when all of the $M_{\text {min,J }}$ calculations fall outside of the available range of the $M_{i}$ distribution: $M_{i}^{\sim} \sim\left[0, M_{\text {min, },-1}\right]$. This means that the rest of the nations can be ignored as none of the individuals in the model have an incentive to relocate there. At this point, nation J has a lower bound of zero.

Now that I have defined nations 1 through J, I can solve for the general form of the "center-of-distribution" nation j where $0<\mathrm{j}<\mathrm{J}$, as well as the bottom-of-distribution nation J:

$$
\begin{align*}
& I_{j}=\frac{W_{j i}-W_{j+1, i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}-\alpha P_{j+1, i}-\beta D_{j+1, h}-\gamma E_{j+1, i}}  \tag{18}\\
&-\frac{W_{j-1, i}-W_{j i}}{\alpha P_{j-1}+\beta D_{j-1, h}+\gamma E_{j-1, i}-\alpha P_{j}-\beta D_{j h}-\gamma E_{j i}}
\end{align*}
$$

$$
\begin{align*}
E\left(\theta_{j i}\right) & =0.5 \delta\left(2-\frac{W_{j-1, i}-W_{j i}}{\alpha P_{j-1}+\beta D_{j-1, h}+\gamma E_{j-1, i}-\alpha P_{j}-\beta D_{j h}-\gamma E_{j i}}\right.  \tag{19}\\
& \left.-\frac{W_{j i}-W_{j+1, i}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}-\alpha P_{j+1, i}-\beta D_{j+1, h}-\gamma E_{j+1, i}}\right)+K_{j}
\end{align*}
$$

$$
\text { where } j \neq 0
$$

$$
j \neq J
$$

(20) $\quad I_{J}=1-\frac{W_{J i}-W_{J-1, i}}{\alpha P_{J}+\beta D_{J h}+\gamma E_{J i}-\alpha P_{J-1}-\beta D_{J-1, h}-\gamma E_{J-1, i}}$

$$
\begin{equation*}
E\left(\theta_{J i}\right)=0.5 \delta\left(2-\frac{W_{J+1, i}-W_{J i}}{\alpha P_{J+1}+\beta D_{J+1, h}+\gamma E_{J+1, i}-\alpha P_{J}-\beta D_{J h}-\gamma E_{J i}}\right)+K_{J} \tag{21}
\end{equation*}
$$

## Solving the Model: A Simple Example

I illustrate with a simple example, in which the exogenous variables and parameters have unitary value. For a more detailed 26-nation simulation of the process, refer to Appendix A.5. Let's suppose that a group of Syrian individuals have been displaced by war, are considering migration, and face the following nation-choice utility functions:

$$
\begin{aligned}
& U_{S Y R, i}=-1 \\
& U_{T U R K, i}=1-(1+1+1)\left(1-M_{i}\right) \\
& U_{G E R, i}=3-(1+4+2)\left(1-M_{i}\right) \\
& U_{I T A, i}=2-(1+2.5+2)\left(1-M_{i}\right)
\end{aligned}
$$

... and so on (we'll assume these are the four best options) ...

Let's start with the individuals at the top of the motivation distribution.

Since these migrants have adjusted costs of migration of virtually zero, they will always pursue the option in which they achieve the highest wage rate: Germany. The next order of business is determining the bottom end of the range of German-bound migrants. In order for a migrant to wish to migrate to Germany, the utility in doing so must be higher than the next best alternative: Turkey. ${ }^{16}$ । set this up and solve for $\mathrm{M}_{\mathrm{i}}$ :
$U_{G E R, i}>\mathrm{U}_{\mathrm{TURK}, \mathrm{i}}$
$3-(1+4+2)\left(1-M_{i}\right)>1-(1+1+1)\left(1-M_{i}\right)$
$M_{i}>0.5$

Therefore, the German-bound migrants have a motivation/ability attribute between 0.5 and 1. Thus, the population size is $\mathrm{I}_{\text {GER }}=0.5$ and, assuming unitary value for parameters and variables, $\mathrm{E}\left(\theta_{G E R, \mathrm{j}}\right)=1.75$.

[^13]Since Turkey is the next best alternative, we know that those with $\mathrm{M}_{\mathrm{i}}$ that is just below 0.5 consider Turkey to be the best option. Thus, this is the upper bound of the Turkey-bound migrants. In order to calculate the low end of this range, I compare to the next best alternative, Syria, ${ }^{17}$ and solve for $\mathrm{M}_{\mathrm{i}}$ :
$U_{T U R K, i}>U_{S Y R, i}$
$1-(1+1+1)\left(1-M_{i}\right)>-1$
$M_{i}>0.33$

Therefore, the population of migrants relocating to Turkey is $M_{i} \sim[0.33,0.5]$.
Thus, the population size is $I_{\text {turk }}=0.17$ and $\mathrm{E}\left(\theta_{\text {TURK }} \mathrm{j}_{\mathrm{j}}\right)=1.41$.

The remainder of the potential migrant population, $\mathrm{M}_{\mathrm{i}} \sim[0,0.33]$, will decide to remain in Syria despite the poor conditions there. We know that 0 is the lower bound for Syria, thus excluding Italy from the final solution, by comparing the utility functions of Syria and Italy. Migrants will choose to live in Italy over Syria if:
$U_{I T A, i}>U_{S Y R, i}$
$2-(1+2.5+2)\left(1-M_{i}\right)>-1$
$M_{i}>0.45$

[^14]Since migrants with motivation/ability above 0.5 are migrating to Germany, we know that Italy is the inferior choice, and Syria is the next best alternative.

We know that individuals in this range are already migrating to Turkey and Germany, thus none decide to move to Italy. Therefore, the population size for Syria in this example is $\mathrm{I}_{\mathrm{SYR}}=0.33$ and the average productivity of these individuals is $\mathrm{E}\left(\theta_{\mathrm{SYR}, \mathrm{j}}\right)=1.17$.

## Interpreting the Results

I will begin by analyzing the impact of a change in immigration control policy on migrant population and productivity on nation 0 , the highest-wage nation. I take equations (16) and (17) and derive by $\mathrm{P}_{0}$ :

$$
\begin{aligned}
& \frac{\partial I_{0}}{\partial P_{0}}=\frac{-\alpha\left(W_{0 i}-W_{1 i}\right)}{\left(\alpha P_{0}+\beta D_{0 h}+\gamma E_{0 i}-\alpha P_{1}-\beta D_{1 h}-\gamma E_{1 i}\right)^{2}} \\
& \frac{\partial E\left(\theta_{0}\right)}{\partial P_{0}}=\frac{0.5 \delta \alpha\left(W_{0 i}-W_{1 i}\right)}{\left(\alpha P_{0}+\beta D_{0 h}+\gamma E_{0 i}-\alpha P_{1}-\beta D_{1 h}-\gamma E_{1 i}\right)^{2}}
\end{aligned}
$$

Just as with the simple model, we find an inverse correlation between migrant population and immigration control policy, and a direct one with average migrant productivity. We know this is true because the wage gap has to be positive by definition (nation 0 is highest-wage), and the costs of migration to nation 1 must be lower than nation 0 in order for lower $\mathrm{M}_{\mathrm{i}}$ individuals to choose nation 1 (see first part of Appendix A. 3 for proof). If only one nation (the
migrants' homeland) has lower costs of migration than nation 0 , the situation effectively reverts to the 2-nation model.

The magnitude of the labor screening effect is a different story. When we compare to the 2-nation model ${ }^{18}$, we see that the labor screening effect is more pronounced for nation 0 in the multi-nation model. This is due to the subtraction of nation 1's costs of migration in the denominator, thus inflating the fraction. Migrants are now comparing nation 0 to another nation with migration costs, as opposed to their home country (with zero migration costs). This means that, when making the comparison to nation 1 , migrants in the multi-nation model experience a smaller "cost-of-migration differential." Since the labor screening effect exhibits diminishing marginal returns (from Section 1.3), a decrease in the cost-of-migration differential effectively increases the screening power of nation 0's immigration control policy. Conceptually speaking, it is because the migrants that are on the margin of $M_{\text {min,0 }}$ are more easily swayed to pursue the next best alternative nation. These migrants on the margin are interested in a high-wage, high-cost location, and with the multi-nation model, they can "shop around" between nations 0 and 1 .

[^15]All of the other relationships between the various variables and parameters and $\mathrm{I}_{0}$ and $\mathrm{E}\left(\Theta_{0 \mathrm{i}}\right)$ maintain the same orientation as they do under the 2-nation model. The magnitudes of these effects are different, for the same reason as described above.

I move onto the analysis of labor screening effect for the general nation j . I derive equations (18) and (19) with respect to $P_{j}$ :

$$
\begin{aligned}
& \frac{\partial I_{j}}{\partial P_{j}}=\frac{-\alpha\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{W}_{\mathrm{j}+1, \mathrm{i}}\right)}{\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{ji}}-\alpha \mathrm{P}_{\mathrm{j}+1, \mathrm{i}}-\beta \mathrm{D}_{\mathrm{j}+1, \mathrm{~h}}-\gamma \mathrm{E}_{\mathrm{j}+1, \mathrm{i}}\right)^{2}} \\
& -\frac{\alpha\left(\mathrm{W}_{\mathrm{j}-1, \mathrm{i}}-\mathrm{W}_{\mathrm{ji}}\right)}{\left(\alpha \mathrm{P}_{\mathrm{j}-1}+\beta \mathrm{D}_{\mathrm{j}-1, \mathrm{~h}}+\gamma \mathrm{E}_{\mathrm{j}-1, \mathrm{i}}-\alpha \mathrm{P}_{\mathrm{j}}-\beta \mathrm{D}_{\mathrm{jh}}-\gamma \mathrm{E}_{\mathrm{ji}}\right)^{2}} \\
& \begin{array}{r}
\frac{\partial E\left(\theta_{j}\right)}{\partial P_{j}}=0.5 \alpha \delta\left(\frac{\mathrm{~W}_{\mathrm{ji}}-\mathrm{W}_{\mathrm{j}+1, \mathrm{i}}}{\left(\mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{ji}}-\alpha \mathrm{P}_{\mathrm{j}+1, \mathrm{i}}-\beta \mathrm{D}_{\mathrm{j}+1, \mathrm{~h}}-\gamma \mathrm{E}_{\mathrm{j}+1, \mathrm{i}}\right)^{2}}\right. \\
\\
\left.-\frac{\mathrm{W}_{\mathrm{j}-1, \mathrm{i}}-\mathrm{W}_{\mathrm{ji}}}{\left(\alpha \mathrm{P}_{\mathrm{j}-1}+\beta \mathrm{D}_{\mathrm{j}-1, \mathrm{~h}}+\gamma \mathrm{E}_{\mathrm{j}-1, \mathrm{i}}-\alpha \mathrm{P}_{\mathrm{j}}-\beta \mathrm{D}_{\mathrm{jh}}-\gamma \mathrm{E}_{\mathrm{ji}}\right)^{2}}\right)
\end{array}
\end{aligned}
$$

The correlation between the size of the immigrant population and $\mathrm{P}_{\mathrm{j}}$ remains inverted for nation j , solidifying its effect as a "push" factor. We know this is true because $\alpha$ and the two wage gaps are all positively valued (see Appendix A. 4 for proof). The magnitude of this relationship appears to be significantly higher under the multi-nation model relative to the two-nation model. This is due to the fact that an increase in $\mathrm{P}_{\mathrm{j}}$ causes migrants on the margin of $\mathrm{M}_{\text {min, }}$ to relocate to nation $\mathrm{j}-1$, as well as influencing migrants on the
margin of $\mathrm{M}_{\text {max }, \mathrm{j}}$ to move to nation $\mathrm{j}+1$. This effect on the migrants at the margin of $\mathrm{M}_{\text {max, }}$ is absent from the two-nation model.

Unlike the 2-nation model, the relationship between the immigration control policy and average migrant productivity is uncertain. An increase in $\mathrm{P}_{\mathrm{j}}$ causes $\mathrm{M}_{\text {min, }}$ to rise, with a positive impact on $\mathrm{E}\left(\Theta_{\mathrm{j}}\right)$. However, it also causes $M_{\text {max, }}$ to fall, which has a negative impact on average productivity. The magnitudes of these opposing forces are determined by the size of wage and cost gaps between nation j and its "neighbors," $\mathrm{j}-1$ and $\mathrm{j}+1$. Suppose that we assume that the wage and cost gaps with nations $\mathrm{j}-1$ and $\mathrm{j}+1$ are identical:
$\mathrm{W}_{\mathrm{j}-1, \mathrm{i}}-\mathrm{W}_{\mathrm{ji}}=\mathrm{W}_{\mathrm{ji}}-\mathrm{W}_{\mathrm{j}+1, \mathrm{i}}$ and
$\alpha \mathrm{P}_{\mathrm{j}-1}+\beta \mathrm{D}_{j-1, \mathrm{~h}}+\gamma \mathrm{E}_{\mathrm{j}-1, \mathrm{i}}-\alpha \mathrm{P}_{\mathrm{j}}-\beta \mathrm{D}_{\mathrm{jh}}-\gamma \mathrm{E}_{\mathrm{ji}}=\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{ji}}-\alpha \mathrm{P}_{\mathrm{j}+1, \mathrm{i}}-$ $\beta D_{j+1, h}-\gamma E_{j+1, i}$. In this case, a differential change in $P_{j}$ would have zero impact on average migrant productivity. If the wage/cost gap is higher for nation $\mathrm{j}+1$ than $\mathrm{j}-1$, there is a direct relationship between the two variables. The converse is true when the wage/cost gap is higher for $\mathrm{j}-1$.

I now move onto the analysis of the labor screening effect for the lowwage, low-cost nation J. I take the derivative of equations (20) and (21) with respect to P ;
$\frac{\partial I_{J}}{\partial P_{J}}=\frac{-\alpha\left(W_{J-1, i}-W_{J i}\right)}{\left(\alpha P_{J}+\beta D_{J h}+\gamma E_{J i}-\alpha P_{J-1}-\beta D_{J-1, h}-\gamma E_{J-1, i}\right)^{2}}$
$\frac{\partial E\left(\theta_{J}\right)}{\partial P_{J}}=0.5 \delta \frac{-\alpha\left(W_{J-1, i}-W_{J i}\right)}{\alpha P_{J}+\beta D_{J h}+\gamma E_{J i}-\alpha P_{J-1}-\beta D_{J-1, h}-\gamma E_{J-1, i}}$

The correlation between migrant population and immigrant control policy remains negative, as we would expect to see. However, differentially speaking, there is now an inverse relationship between average migrant productivity and $P_{\mathrm{J}}$, as opposed to the direct relationship that we have normally seen. This is due to the fact that the lower bound of the motivation/ability range of individuals locating in nation J is zero: $\mathrm{M}_{\text {min, } \mathrm{J}}=0$. An incremental change in $\mathrm{P}_{\mathrm{J}}$ will have no impact on this boundary; there are no migrants "on the margin" between nation $J$ and $\mathrm{J}+1$, thus no change in migration between the two nations: $\partial \mathrm{M}_{\text {min, }} / \partial \mathrm{P}_{\mathrm{J}}=0$. An increase in $P_{\jmath}$ will, however, cause a decrease in $M_{\text {max, }}$ as individuals on the margin with nation $\mathrm{J}-1$ decide to relocate to that nation: $\partial \mathrm{M}_{\text {max }} / \partial \mathrm{P}_{\mathrm{J}}<0$. Therefore, an increase in $P_{J}$ causes both migrant population and average productivity to decline.

## Interpreting the Results: A Simple Example

Continuing with the example from earlier, let's examine the impact of a shock to $P_{j}$ for each of the three nations in question, beginning with nation 0 : Germany. Let's suppose that the nation of Germany decides to lower $P_{j}$ in
response to the Syrian crisis, such that $\mathrm{P}_{\mathrm{j}}$ falls from 1 to 0.5 . Now, when migrants are considering moving to Germany or Turkey, they will relocate to Germany if:
$U_{G E R}>U_{T U R K}$
$3-(1+4+2)\left(1-M_{i}\right)>1-(1+1+1)\left(1-M_{i}\right)$
$M_{i}>0.43$

Therefore, the German-bound migrants have a motivation/ability attribute between 0.43 and 1. Thus, the decrease in immigration control policy has caused migrant population size to grow significantly to $I_{\text {GER }}=0.57$, while average productivity has fallen to $\mathrm{E}\left(\theta_{G E R, j}\right)=1.71$. Therefore, we observe a significant inverse relationship between $\mathrm{I}_{0}$ and $\mathrm{P}_{0}$, and a significant direct relationship between $\mathrm{E}\left(\theta_{0 \mathrm{i}}\right)$ and $\mathrm{P}_{0}$.

Now, let's observe the impact of an incremental increase in $P_{j}$ for nation 1: Turkey. Suppose Turkey raises its level of immigration control policy from 1 to 1.2. In this case, when migrants are considering whether they want to live in Germany or Turkey, they will live in Turkey if:
$U_{\text {TURK }}>\mathrm{U}_{\text {GER }}$
$1-(1.2+1+1)\left(1-M_{i}\right)>3-(1+4+2)\left(1-M_{i}\right)$
$M_{i}<0.475$

Thus, the upper bound of Turkey-bound migrants falls to $\mathrm{M}_{\text {max }, 1}=0.475$. To find the lower bound, I compare the utility earned by relocating to Turkey to that of
remaining in Syria:
$\mathrm{U}_{\text {TURK }}>\mathrm{U}_{\text {SYR }}$
$1-(1.2+1+1)\left(1-M_{i}\right)>-1$
$M_{i}>0.375$

Therefore, the Turkey-bound immigrants now have motivation/ability of $M_{i} \sim[0.375,0.475]$. Thus, the small increase in $P_{1}$ has caused the migrant population to fall significantly from 0.17 to 0.1 . On the other hand, average migrant productivity increased very slightly from 1.41 to 1.425 . This goes to show that for "middle-of-distribution" nation j , there is a strong negative relationship between immigration control policy and the migrant population size, while the correlation between $P_{j}$ and $E\left(\theta_{\mathrm{ji}}\right)$ is rather weak.

Now let's move onto Nation J in this example: Syria. Since I have assumed a lower bound of zero for $P_{j}$, the nation is unable to lower its level of immigration control policy to entice more (higher-productivity) individuals to remain in the country. However, let's suppose that the government imposes costs on them if they choose to remain (e.g. costly documentation process, bombing campaigns, routine military checkpoints, etc.) so there is an increase in $P_{J}$ from 0 to 0.5 . In that case, migrants will choose to remain in Syria if:
$U_{\text {SYR }}>U_{\text {TURK }}$
$-1-(0.5)\left(1-M_{i}\right)>1-(1.2+1+1)\left(1-M_{i}\right)$
$M_{i}<0.2$

Thus, the individuals who remain in Syria have a motivation/ability attribute that is between 0 and 0.2 . The increase in $P_{J}$ caused the "migrant" population size to fall from 0.33 to 0.2 , and average marginal productivity fell from 1.17 to 1.1. Here we observe a significant inverse relationship between $P_{J}$ and both $I_{\jmath}$ and $\mathrm{E}\left(\theta_{\mathrm{ji}}\right)$.

## Chapter 4

## BACKGROUND

### 4.1 History of U.S. Immigration ( $\mathbf{1 6}^{\text {th }} \mathbf{- 2 0} \mathbf{2 0}^{\text {th }}$ century)

From the beginning, the United States has had a history of migration. The original inhabitants, the Native Americans, travelled across a land bridge that had once connected North America and northeast Asia. In the $16^{\text {th }}$ century, European explorers (mostly French and Spanish) had discovered the vast resources of the United States and began establishing trading posts. By the early 17th century, European settlers (mostly British) had begun forming permanent settlements in Virginia, Massachusetts, and Maryland in pursuit of religious freedom and economic opportunity. Most of the families moving to the colonies became farmers due to the availability of cheap and productive farmland. A significant fraction of these immigrants could not afford the high monetary costs of the voyage, and voluntarily indentured themselves for a number of years in order to pay for the relocation. In addition to these European migrants, there were African slaves who were imported against their will. Through these migrant

Table 4.1 U.S. Population, by Place of Origin (1790)

| England $^{1}$ | Africa | Ireland $^{2}$ | Germany $^{3}$ | Scotland | Netherlands | Other $^{4}$ |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $2,110,000$ | 757,000 | 300,000 | 270,000 | 150,000 | 100,000 | 219,000 |

Source: Ann Arbor, Michigan: Inter-University Consortium for Political and Social Research
${ }^{1}$ Estimate includes Wales
${ }^{2}$ Comprised mostly of Ulster Scotch-Irish
${ }^{3}$ Comprised of Prussia and other small independent nations
${ }^{4}$ Comprised of French, Swedish, Jewish and unknown nationalities
influxes and internal increases, the official population of the colonies rose from roughly 50,000 to 250,000 between the years of 1650 and 1700 (U.S. Census Bureau 2004). The wave of migration into the colonies continued until the onset of the American Revolution, by which time the population had risen to approximately two and half million people.

Following the conflict, the newly formed United States did not see another significant influx of migrants for several more decades. Table 4.1 above shows the breakdown of the nation of origin for the United States' estimated population in 1790. As we can see, the nation was mostly inhabited by those with English ancestry, followed by the African slave population and other Northern European nations. Around this time, Congress began enacting the first immigration laws of the United States. Between 1790 and 1798, they passed three versions of the Naturalization Act, which ultimately determined that nonwhites cannot become naturalized citizens, the president was given deportation powers, and citizenship required 14 years of residence (instead of 5). With the Naturalization Law of 1802, the fourteen year residency requirement was
abolished, and citizenship rights were broadened (for white people) and better defined. ${ }^{19}$ Several years later, Congress passed the Act Prohibiting Importation of Slaves of 1807, which effectively ended the international importation of slaves.

Immigrant inflows remained relatively low for the United States until around 1830. Figure 4.1 below presents the annual numbers of individuals who obtained legal residency status, perhaps the reliable indicator of the number of incoming migrants for this period of time, between 1820 and 1860. As we can see, immigration started to pick up in the 1830's and was in full swing by 1850. The potato famine of 1845-1849 caused widespread poverty and malnutrition, which caused millions of Irish people to either emigrate or perish from starvation. The potato blight also affected continental Europe, helping to fuel

Figure 4.1 Persons Obtaining Legal U.S. Permanent Resident Status (1820-


Source: Yearbook of Immigration Statistics 2010, by U.S. Department of Homeland Security

[^16]widespread political turmoil culminating in the Revolutions of 1848. These push factors helped to drive hundreds of thousands of German (particularly liberals and intellectuals), British, and French individuals to the resource-abundant United States. Table 4.2 below displays the national origins of the American immigrant population in 1850.

Some of these migrants moved west to claim their own farmland, but many remained in the cities to make use of their artisanal skills or to be employed as a factory worker. Also, the conclusion of the Mexican War in 1848 and the California Gold Rush of 1949 led to significant migration to the west coast, resulting in California's statehood in the year 1850. Following the Civil War, several states (California, Louisiana, and New York) individually began passing legislation that affected immigration practices. The matter was brought to the U.S. Supreme Court in the case of Chy Lung v. Freeman, which ruled that the power to determine immigration laws rested with the federal government, rather than the individual states.

This power was exercised with the passage of the Page Act of 1875,

Table 4.2 U.S. Immigrant Population, by Nation of Origin (1850)

| Ireland | Germany $^{1}$ | England $^{2}$ | Canada | France | Scotland | Other |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $1,611,304$ | $1,276,075$ | 477,455 | 249,970 | 109,870 | 108,518 | 305,505 |

[^17]which was passed in response to increasing Asian migration into California, whose residents argued that the new wave of immigration was depressing their wages. The legislation banned the importation of contract laborers from Asia, as well as any individuals considered to be criminals in their native country. Congress took it a step further in 1882 by passing the Chinese Exclusion Act, which outright outlawed any migrant laborers from China for the next thirty years. In order to better execute these new immigration practices, the federal government established Ellis Island as a national immigration station in 1890, and Angel Island a couple decades later.

Beginning in the 1880's a new form of technology was radically changing the phenomenon of global immigration: the advent of the steam-powered ocean liner. These ships significantly lowered the monetary cost of travelling abroad, while also reducing the amount of travel time and the risk of perishing at sea. At the same time, improved agricultural practices in Southern and Eastern Europe led to a significant surplus of labor in the region. In parts of Scandinavia and Northern Europe, economic conditions had plummeted and unemployment was rampant. All across the European continent, millions of Jews (and other minority religions) were suffering from religious persecution. Meanwhile, the U.S. economy was growing at an incredible pace and gainful employment was nearly guaranteed upon arrival. There was also the promise of religious and political
freedom, and the existence of ethnic urban communities ensured that one could find a home among their own people.

All of these factors led to the United States experiencing the largest wave of migration to date, with tens of millions of individuals entering between 1880 and 1915. Figure 4.2 below shows the annual number of migrants filing for residency status between 1860 and 1920. As we can see, there was a large influx of migrants in the 1880 's, a brief lull in the $90^{\prime}$ s, and then migration skyrocketed in the early $20^{\text {th }}$ century. Table 4.3 on the next page displays the breakdown of the U.S. migrant population by region of origin in the according to the 1920 Census, and gives us a snapshot of where this new wave of migrants came from. Unlike the previous wave of migration (which was composed almost entirely of Protestants from Northern Europe and African slaves), there was a large degree

Figure 4.2 Persons Obtaining Legal U.S. Permanent Resident Status (1860


Source: Yearbook of Immigration Statistics by U.S. Department of Homeland Security

Table 4.3 U.S. Immigrant Population, by Region of Origin (1920)

| Eastern Europe $^{1}$ | Western Europe $^{2}$ | British Isles | Southern Europe | Scandinavia |
| :--- | :--- | :--- | :--- | :--- |
| $3,731,327$ | $2,740,767$ | $2,172,723$ | $1,939,600$ | $1,328,426$ |
| Canada |  | Latin America | Asia $^{4}$ |  |
| $1,138,174$ | 588,843 | 237,950 | Africa | Other |

Source: U.S. Census Bureau
${ }^{1}$ Comprised mostly of migrants from Poland and the Russian Empire.
${ }^{2}$ Roughly $80 \%$ of these migrants hailed from Germany and Austria.
${ }^{3}$ Nearly 1.8 million of these migrants hailed from Italy alone.
${ }^{4}$ This is a significant underestimation, since Asian laborers were not legally permitted to enter the United States between 1882 and 1912.
of heterogeneity in the composition of the incoming migrants.

Dubbed by some as the "New Immigrants," most of these migrants were Catholic or Jewish. And, unlike the previous wave of migrants, these new arrivals tended to be poor, unskilled, and uneducated ${ }^{20}$ individuals. They also tended to behave differently when they arrived in the United States. Whereas the previous wave of migrants typically sought new farmland and established rural communities, these "new immigrants" tended to stay in or near whatever port city they arrived in (usually New York City) and obtained employment in a manufacturing plant. The United States was a land of abundant resources, and had developed significant physical capital by the turn of the century. An influx of unskilled workers was the missing component that the U.S. industrial sectors needed to expand, and the massive wave of "New Immigration" supplied them.

[^18]By the beginning of the $20^{\text {th }}$ century, the United States economy had become the largest in the world.

Tensions mounted between the various ethnic groups in the "melting pot." The established Anglo-Saxon Protestant communities resented the new arrivals, who often practiced a different religion, spoke a different language, and were blamed for lower wage rates being offered to workers. These attitudes led to the institution of mandatory literacy tests for newly arriving migrants over the age of 16 , which would exclude many of the uneducated individuals arriving from Southern and Eastern Europe. Several years later, Congress passed the Immigration Act of 1924, which set annual quotas for European migrants according to their nation of origin. The legislation set the quota for each nation at $2 \%$ of the U.S. immigrant population from that nation in 1890. This significantly reduced the amount of migrants allowed to enter from Southern and Eastern Europe, while favoring nations with an Anglo-Saxon Protestant heritage. The law also prevented all Asians and Arabs from legally migrating into the country, and severely restricted the entry of Africans.

Figure 4.3 on the next page displays the number of migrants seeking legal residency status after WW1 through the $20^{\text {th }}$ century. With the onset of the Great Depression and World War Two, immigration into the United States dropped to nearly zero. After WW2, many American soldiers legally brought

Figure 4.3 Persons Obtaining Legal U.S. Permanent Resident Status

back European "war wives" with the passage of the War Brides Act of 1945. The United States also accepted a significant number of refugees, orphans, and families that had been displaced by the war. The Displaced Persons Act of 1948 opened the doors for approximately half a million of these individuals to obtain residency status. Outside of these two channels, many migrants entered the United States through the national quota system established by the Immigration Act of 1924. Most of these incoming migrants easily found employment upon arrival, since many factory positions had become vacant when their female laborers returned to the homestead after the war. As we can see in the graph above, there remained a slow and steady growth in this legal migration over the next couple decades. These migrant inflows were determined by the national origins quota system, and so they were primarily composed of Caucasian
individuals. According the 1960 U.S. Census, approximately 85\% of all foreignborn U.S. residents hailed from Europe or Canada.

There was a substantial shift in these legal migration practices with the passage of the Hart-Celler Act of 1965. The legislation abolished the discriminatory practice of national origin quotas and replaced it with a "category" system. First priority was given to relatives of U.S. citizens and legal permanent residents, and immediate family members were accepted without a numerical restriction. The Act also established the "work visa" system, which was the first immigration control policy that focused on the skill-sets of incoming migrants in order improve the economic well-being of the nation by bridging the gap in any labor shortages recognized by the Secretary of Labor. The landmark piece of legislation also limited immigration from the Americas for the first time in history, while opening the (previously closed) door for migrants from Asia and the Middle East. Also, for the first time in U.S. history, the Hart-Cellar Act placed numerical restrictions on incoming migrants from the western hemisphere.

As expected, the Hart-Cellar Act had several substantial long-term impacts on immigration into the United States. The abolishment of the national

Table 4.4 U.S. Immigrant Population, by Region of Origin (1990)

| Latin America $^{1}$ | Asia | Eastern Europe | Western Europe | Southern Europe |
| :--- | :--- | :--- | :--- | :--- |
| $8,407,837$ | $4,979,037$ | $1,231,372$ | $1,090,582$ | $1,054,141$ |
| British Isles | Canada | Africa | Scandinavia | Other |
| 809,972 | 744,830 | 363,819 | 158,299 | 119,269 |

Source: U.S. Census Bureau
${ }^{1}$ The majority ( 4.3 million) of these migrants hail from Mexico.
quotas system led to a significant diversification in the ethnic composition of legal migrants. Table 4.4 above displays the breakdown of U.S. immigrant population in 1990, by region. As we can see, millions of Europeans continued to migrate to the nation, albeit at a significantly lower rate compared to the preWW2 period. The numbers of individuals migrating from Canada, Scandinavia, and the British Isles also experienced a significant decline. Overall, the Act caused a significant drop in migration from nations that are predominantly Caucasian.

In the second half of the $20^{\text {th }}$ century, the most significant sources of migration were Latin American countries. More than 4 million of these migrants travelled from Mexico in particular, a populous nation that shares a long border with the United States. This trend in Mexican migration began with the Bracero Program, in which the U.S. federal government imported Mexican laborers to assist in agricultural production during World War Two. The program remained in operation until 1964, by which time millions of contracts had been awarded.

Although the labor-contracts were short-term, the Bracero Program had a longlasting impact by developing Mexican communities north of the border. Once strong communication networks were established, migrants in the United States could relay information about labor market conditions and optimal migration routes back to their friends and family in Mexico. Since there was an enormous discrepancy in wages between the two nations, this sparked a decades-long trend in northward migration from Mexico. Staying true to their historic origins, most of these Hispanic migrants were relatively uneducated laborers and sought employment in the agricultural sectors.

Recall that the Hart-Cellar Act of 1965 placed numerical restrictions on the number of migrants legally allowed to enter from Latin American countries. This coincided with the growing influx of individuals wanted to relocate from these nations, and by the 1970's, those numerical legal limits were reached. As one might expect, migrants reacted by entering the U.S. without legal authorization. Figure 4.4 on the next page presents the annual number of migrants who entered the nation illegally for the last three decades of the $20^{\text {th }}$ century. The population of undocumented migrants rose to approximately 3 million by 1980, levelled out after the 1980's recession, and then rapidly rose during the 90 's to exceed 8 million individuals. The U.S. federal government reacted by implementing the Immigration Reform and Control Act (IRCA) of 1986, which instituted two major policies. First, it granted legal amnesty to

Figure 4.4 Population of Immigrants who Entered U.S. Illegally (1969-2000)

nearly 3 million undocumented migrants who had been residing in the United States for five years. Second, the law required employers to attest to their workers' immigration status and made it illegal for firms to knowingly hire unauthorized migrants. While the amnesty portion of the IRCA of 1986 may have reduced crime levels among migrants (Baker 2015), there was no discernable impact on migration trends.

The second biggest source of American migrants in the second half of the $20^{\text {th }}$ century came from across the Pacific Ocean. Before the Hart-Cellar Act, Asian migration had been severely suppressed by United States legislation, starting with the Page Act of 1875, which prohibited Chinese laborers from
bringing their family with them. Subsequently, the Chinese Exclusion Act of 1882 and the Geary Act 1892 virtually outlawed any migration from China. Migrants started pouring in from other Asian countries until Congress passed The Immigration Act of 1924, which effectively banned all Asian immigration for the next thirty years. ${ }^{21}$

Following the Hart-Cellar Act, a large amount of Japanese and Taiwanese migrants and a smaller amount of Hong Kong students joined the wave of PostKorea/Vietnam 'war brides' moving to the United States. Incidentally, there were very few Chinese migrants taking advantage of the new legislation until 1978, because the People's Republic of China had banned emigration to the United States. Once these restrictions were lifted, an exponentially growing tide of individuals, many of them university students and skilled professionals swept into the United States. The Chinese-born population of the U.S. grew from 286,120 in 1980 to 529,837 in 1990, to nearly 1 million at the turn of the century. Unlike the Asian migrants of the $19^{\text {th }}$ century, many of these laborers were well educated and technically skilled, and entered the nation through the family reunification or work visa channels. Therefore, while Latin American migrants tended to work in rural areas, these Asian immigrants typically worked and settled in urban communities.

[^19]
### 4.2 Contemporary U.S. Immigration (21 ${ }^{\text {st }}$ century)

### 4.2.1 The Migrants

The number of foreign-born individuals residing within the United States has continued to grow into the $21^{\text {st }}$ century, with a migrant population exceeding 43 million - or $13.4 \%$ of the total population - in 2015 (U.S. Census Bureau). Nearly one-half of them have attained U.S. citizenship status, while approximately 11 million of these migrants - roughly a quarter of the total migrant population - are residents who do not have legal authorization. Around two thirds of the migrant population are labor force participants, and 16.5\% live below the poverty line. Following historic trends of 'chain migration,' most new arrivals tend to settle in communities whose members share the same national origins, ethnicity, and language.

Table 4.5 on the next page presents the makeup of these migrants in 2015, according to their region of birth. While a significant fraction of immigrants hail from Europe, they no longer dominate the demographic landscape as they did in the early $20^{\text {th }}$ century. Latin America is now the largest sender, with border-sharing Mexico providing 11.5 million alone. Asian migrants make up the second largest demographic group, with millions of individuals who hail from China. Compared to the migration numbers from the $20^{\text {th }}$ century, there has been a marked increase in migrants entering the United States from the

Table 4.5 U.S. Immigrant Population, by Region of Origin (2015)

| Asia $^{1}$ | Mexico | Europe/Canada | Carribean | Central America $^{2}$ |
| :--- | :--- | :--- | :--- | :--- |
| $11,615,903$ | $11,576,253$ | $5,012,135$ | $4,153,579$ | $3,393,853$ |
| South America | Middle East ${ }^{3}$ | Africa $^{4}$ | Canada | Other |
| $2,892,436$ | $1,743,272$ | $1,704,261$ | 829,623 | 236,795 |

Source: Pew Research Center, using 2015 American Community Survey (1\% IPUMS) data
${ }^{1}$ Three largest sources are China ( 2.7 million), India ( 2.4 million), and the Philippines ( 2 million)
${ }^{2}$ This figure does not include Mexico
${ }^{3}$ This includes the nations of Afghanistan, Iran, Iraq, Israel, Palestine, Jordan, Kuwait, Lebanon, Saudi Arabia, Syrua, Turkey, Yemen, Algeria, Egypt, Morocco, and Sudan
${ }^{4}$ Specifically, Sub-Saharan Africa

Caribbean islands, the Middle East, and sub-Saharan Africa.

In the past, the migrant stereotype has been a young, usually uneducated, male leaving his country in search for economic opportunity. However, in 2016, a slight majority (52\%) of the migrants in the United States were female (Migration Policy Institute). The average migrant in 2016 was 44.4 years old, which is actually higher than the average 36.1 years of age for U.S. born individuals. The ideal of the uneducated migrant does have some factual backing: nearly $30 \%$ of immigrant adults do not have a high school diploma or its equivalent (GED), compared to the 9\% of U.S. citizens without one. However, between the years of 2012 and 2016, almost half (47\%) of all new migrants were college-educated. This is significantly higher than U.S. citizens educational attainment, in which only $32 \%$ obtained a college degree. Certain countries, especially nations from South and East Asia have an even higher sending rate for college educated (e.g. 78\% of Indian migrants have a college degree.)

According to the Migration Policy Institute, approximately 22\% of households in the United States speak a primary language at home that is not English. Spanish is certainly the most prevalent, comprising 62\% of these households, followed by Mandarin and Cantonese Chinese (5\%) and a smattering of dozens of other languages. Despite the fact that over a fifth of American households speak a non-English primary language, only nine percent of American residents are classified as Limited English Proficient (LEP). An individual was classified as LEP if they spoke English "well", "not well," or "not at all." This indicates a significant degree of linguistic assimilation on the part of foreigners in the United States.

Table 4.6 below presents the shares of civilian labor force working in broad occupational categories in 2016, separated by nativity. While the most migrants belong to the first category (Management, Business, Science, Table 4.6 Employed Workers in United States, by Occupation (2016)

| Occupation | Foreign-Born | Native-Born |
| :--- | :---: | :---: |
| Management, Business, Science, and Arts | $31.6 \%$ | $38.8 \%$ |
| Service | $24.1 \%$ | $16.8 \%$ |
| Sales and Office | $16.6 \%$ | $24.7 \%$ |
| Natural Resources, Construction, and Maintenance | $12.9 \%$ | $8.0 \%$ |
| Production, Transportation, and Material Moving | $14.9 \%$ | $11.6 \%$ |

[^20] Community Survey of the U.S. Census Bureau
and Arts), they are underrepresented in this occupation-type relative to U.S. citizens ( $31.6 \%$ compared to $38.8 \%$ ). They also comprise a relatively smaller share of Sales and Office jobs as well. Compared to the native population, migrants hold a significant larger share of service positions, especially within the restaurant and hospitality industries. There is a positive differential for migrants in the last two categories, indicating that jobs that require physical labor (e.g. resource extraction, construction, manufacturing, transportation) also tend to be more migrant-intensive.

### 4.2.2 Legal Paths of Migration

The current legislation governing immigration practices in the United States provides foreigners several different paths to legal residency. These individuals are deemed 'lawful permanent residents’ (LPR) and are issued a 'green card' indicating their legal migration status. Each category of legal migration serves a different purpose, whether it be economic, humanitarian, or political in nature. Several of these paths offer migrants the opportunity for a long-term residency. In order to maintain diversity in the immigrant population, no single country can send more than $7 \%$ of the total incoming migrants in a single year.

Lawful permanent resident may apply for U.S. citizenship after a five year tenure in the country. Applicants for naturalized U.S. citizenship need to be 18 years or older, demonstrate "good moral character," pass a battery of language (speaking, reading, and writing) and civics tests, and pay an administrative fee. A lawful permanent resident may apply for citizenship after three years if they are the spouse of a U.S. citizen or a victim of violence against women. Foreign-born persons who serve in the U.S. military during wartime are instantly eligible to become a citizen, and are not subject to the same set of restrictions.

## Family Unification

Obtaining a family unification visa is the path to permanent residency that has benefitted the most migrants in recent years, with over half a million individuals - just under two thirds of all incoming lawful permanent residents joining their families in the United States each year. There is a multi-tiered system to the family unification process, and some components of the mechanism are costly (both temporally and monetarily). In order for an individual to move to the U.S., they must have a sponsor that will petition for the individual's relocation, confirm the legitimacy of the relationship, meet minimum income standards, and sign paperwork stating that the sponsor is financially responsible for the migrant upon arrival.

The top tier of the system grants lawful permanent residency to any 'immediate relatives' of a U.S. citizen. In order to be considered an 'immediate relative,' the foreign-born individual must either be a parent, unmarried minor child, or spouse to an American citizen. The interesting aspect of this particular category of family unification is that there is no numerical limit to the number of immediate relatives that can relocate to the United States, as long as their sponsor is an American citizen.

The system gets a little more complicated as we move to potential migrants who are not immediate relatives, or sponsors that are not U.S. citizens. These individuals fall under the 'family preference system,' which technically has

Table 4.7 Family Preference System of U.S. Legal Migration (FY 2014)

| Category | Sponsor | Relationship | Quota |
| :--- | :--- | :--- | :--- |
| 1 | U.S. citizen | Unmarried adult children | $23,400^{1}$ |
| 2A | LPR | Spouses and minor children | 87,900 |
| 2B | LPR | Unmarried adult children | 26,300 |
| 3 | U.S. citizen | Married adult children | $23,400^{2}$ |
| 4 | U.S. citizen | Brothers and Sisters | $65,000^{3}$ |

Source: William A. Kandel, Permanent Legal Migration to the United States, (CRS Report No. R42866) (Washington, DC: Congressional Research Service, 2014)
${ }^{1}$ Plus any unused visas from the 4th preference.
${ }^{2}$ Plus any unused visas from 1 st and 2 nd preference.
${ }^{3}$ Plus any unused visas from the all other family-based preferences.
an annual numerical limit equal to 480,000 minus the number of 'immediate relatives' that moved to the United States. However, the Immigration and Naturalization Act has a clause that sets an overall floor of 226,000 'family preference' migrants, and in recent years this floor has been binding due to the high amount (exceeding 254,000) of 'immediate relatives' that have been relocating. The breakdown of the five 'family preference categories are summarized in Table 4.7 on the previous page.

## Employment-Based Immigration

The second most used channel of legal migration into the United States is the "work visa" program. Much like the family unification system, there are a multitude of visa categories available to employment-based migrants, and the potential migrant requires a sponsor. However, the sponsor in this case is a prospective U.S. employer that has already offered the individual a job. ${ }^{22}$ Depending on the visa category, some foreign nationals are granted a temporary stay, whereas others are granted lawful permanent resident status and eventually the opportunity to become a citizen.

Overall, the employment-based permanent immigration system admits 140,000 individuals per year. The law allows lawful permanent residents

[^21]obtaining a work visa to bring their spouse and children under 18 years with them to the United States, and these immediate family members are counted toward the quota of 140,000. The five categories of permanent work visas are displayed in Table 4.8 on the next page. The first two categories specifically target individuals with "extraordinary" or "exceptional" ability in the arts, sciences, academia, or business. The third category is much more accessible: a potential migrant either needs a bachelor's degree or two years of work experience, with a very small $(5,000)$ allotment to "other" workers with no defined skillset. According to the United States Citizenship and Immigration Services, there is a very long backlog of individuals applying through the third category system. The fourth and fifth categories are not targeted toward bringing in high-skill laborers, but instead allow foreigners working with the State Department or high-capital investors whose business activity will increase employment by at least ten workers. The second and third category of permanent work visas (EB-2 and EB-3) have a special requirement: it is mandatory for the sponsoring employer to obtain an approved Labor Certification from the United States Department of Labor (DOL). In order for the Labor Certification to be issued for a position, the US DOL must testimony from employers in the sector that verifies that there is an insufficient number of qualified native U.S. laborers available. The Department of Labor also must determine that the hiring of the new migrant workers will not adversely affect

Table 4.8 Permanent Worker Visa Preference Categories

| Category | Description | Quota | Labor Certification Required |
| :---: | :---: | :---: | :---: |
| EB-1 | Persons of extraordinary ability in the sciences, arts, education, business, or athletics; outstanding professors or researchers; and multinational executives and managers. | $40,000^{1}$ | No |
| EB-2 | Persons who are members of the professions holding advanced degrees or for persons with exceptional ability in the arts, sciences, or business. | $40,000^{2}$ | Yes ${ }^{3}$ |
| EB-3 | Skilled workers with at least two years of training or experience, professionals with college degrees, or "other" workers for unskilled labor that is not temporary or seasonal. | $40,000^{4}$ | Yes |
| EB-4 | "Special immigrants," which includes certain religious workers, employees of U.S. foreign service posts, retired employees of international organizations, alien minors who are wards of courts in the United States, and other classes of aliens. | 10,000 | No |
| EB-5 | Business investors who invest \$1 million or $\$ 500,000$ (if the investment is made in a targeted employment area) in a new commercial enterprise that employs at least 10 full-time U.S. workers. | 10,000 | No |

[^22]the wages and working conditions of U.S. citizens that are "similarly employed." This certification is also required for several categories of the temporary work visa program.

The temporary work visa program for "non-immigrant workers" has over twenty different categorizations. These categorizations fulfill a broad variety of national interests, such as bringing in individuals working with the Department of Defense, artists of exceptional ability, teachers of foreign culture, laborers willing to relocate for seasonal work, etc. I present a table of many of these visa-types in Appendix A.6. Temporary employment-based visa holders must work for the firm that sponsored them, and are restricted in their ability to work for a different employer. These "non-immigrant workers" are in the country for a fixed period of time (usually between 3 and 6 months), and must leave the country if their employment is terminated or their visa expires. According to the Center for Migration Studies, approximately two-thirds of all unauthorized migrants in the United States are expired visa-holders.

## Diversity Visa

The United States Immigration and Citizenship Services accepts 50,000 migrants each year from selected countries, in the name of cultural diversification. The countries are selected because they have a historical record
of sending a small amount of migrants (thus countries like China and Mexico are excluded). The requirements for a diversity green card are pretty basic: one must have a high school education or have a couple years' experience working in an occupation with two years of training. Since the application carries no monetary costs, millions of individuals apply to the program. The winners are chosen by a randomized selection system, also known as the 'green card lottery.' Since only 50,000 people are chosen out of the millions that apply, the odds of being accepted are very small.

## Refugees and Asylum-Seekers

Refugees are admitted into the United States if they are unable to return to their home nation because there is a reasonable fear that they would face persecution on the basis of race, religion, political opinion, et cetera. Other factors also come into play: such as whether the potential refugee has family in the U.S., or whether they belong to a group of special interest (as determined by the President and Congress). In 2016, the President of the United States set the maximum limit on incoming refugees at 85,000 . Table 4.9 on the next page displays the numerical limits on refugee acceptance, according to their region of origin. Oftentimes, a refugee will file with U.S. Citizenship and Immigration Services in a transition country that is willing to host the individual until they are

Table $4.9 \quad$ U.S. Refugee Admissions (FY 2016)

| Near East / South Asia | Africa | East Asia |
| :--- | :--- | :--- |
| 34,000 | 25,000 | 13,000 |
| Europe / Centra Asia | Latin America/Caribbean | Unallocated Reserve |
| 4,000 | 3,000 | 6,000 |

Source: U.S. Departments of State, Homeland Security, and Health and Human Services, Proposed Refugee Admissions for Fiscal Year 2016: Report to the Congress, (Washington, DC, 2015).
transferred to the United States. After staying in the country for twelve months, refugees may apply for a green card.

Individuals who are already residing within the United States for less than a year - and face reasonable fears of persecution in their home country - may seek asylum with the U.S. Citizenship and Immigration Services, with the same qualifying rules as those seeking refugee status. After one year of asylum status of residency, an individual may apply for a green card. In 2014, asylum status was granted to 23,533 individuals.

## Deferred Action for Childhood Arrivals (DACA)

In June 2012, the Obama administration signed an executive order known as Deferred Action for Childhood Arrivals (DACA). The immigration control policy targeted individuals who either entered or remained in the country with out authorization when they were under 16 years of age. The reasoning was that
these individuals did not make the decision to break the law and they have already been assimilated into U.S. culture, since they were immersed throughout their childhood. The immigration policy established that these migrants, commonly known as DREAMers, could receive a two-year period of 'deferred action' from deportation and were eligible to apply for work visa permits. At the end of the two-year period, a person is eligible to reapply for DACA status. According to the Pew Research Center, approximately 800,000 individuals have received legal protection through DACA since its inception. In September 2017, President Trump began to phase the program out of existence, and the fate of many DREAMers hangs in the balance as Congress works to institute replacement legislation.

### 4.2.3 Immigration Enforcement

Immigration control policy in the United States has grown explosively over the past century, expanding beyond Ellis and Angel Island into a conglomerate of federal agencies with multi-billion dollar budgets that employ tens of thousands of administrative and law enforcement individuals. According to the Migration Policy Institute (Meissner et al. 2013), the immigration agencies in the United States have a de facto 'enforcement first' policy, with six main 'pillars' of enforcement:

1. Border enforcement
2. Visa controls and travel screening
3. Information and interoperability of data systems
4. Workplace enforcement
5. Intersection of criminal justice system and immigration enforcement
6. Detention and removal on noncitizens

The first two 'pillars,' border enforcement and visa controls and travel screening, are handled by the United States Customs and Border Protection Agency (CBP). The agency has seen an enormous amount of growth in resources and manpower in the $21^{\text {st }}$ century. From 2005 to 2013, the agency's annual budget rose from $\$ 6.3$ billion to $\$ 11.7$ billion and staffing grew from 41,001 to 61,354 personnel, mostly through the hiring of additional border patrol agents. In order to stem the flow of unlawful border crossings, specifically land-crossings from Mexico into the United States, the CBP adopted a multi-faceted plan that employed resources in high-traffic border areas and points of entry, such as airports. Through a combination of physical construction of barriers (e.g. fencing), employment of advanced surveillance technology, and simply more boots on the ground, ${ }^{23}$ the efficacy of U.S. border protection increased significantly, making illegal entry much more difficult for migrants (AmuedoDorantes and Pozo 2014). This, combined with a relatively improving Mexican

[^23]economy, led to a net negative flow from Mexico for the first time in 40 years (U.S. Department of Homeland Security).

According to the Pew Hispanic Center, approximately 40 to $50 \%$ of unauthorized migrants residing in the United States entered the country lawfully but remained in the U.S. after their visa had expired. Once a migrant has gained entry to the United States, they fall under the jurisdiction of the United States Immigration and Customs Enforcement Agency (ICE). ICE is responsible for the handling of interior enforcement function represented by the last three 'pillars:' workplace enforcement, immigrant criminal justice, and detention/removal of noncitizens.

ICE's role in workplace enforcement is mostly defined by the Immigration Reform and Control Act of 1986, which mandates that firms must verify the work eligibility / lawful residency status of its employees. Initially the law was mostly ineffective, as employers realized that there was virtually zero risk in hiring undocumented workers, and the required documents were easy to counterfeit. The federal government responded by instituting E-Verify, a voluntary and much more effective employment verification system that is now being required by a substantial number of U.S. states. In the past several years, ICE has also instituted a shift in who they target in workplace enforcement. Instead of conducting massive raids and arrests, they are focusing on employers: since

2009, ICE has audited thousands of companies, debarred hundreds of companies and persons, and imposed tens of millions of dollars in fines for breaking ‘employer sanction’ laws (Meissner et al. 2013).

Ever since 9/11, immigration enforcement agencies have become increasingly interconnected with the U.S. criminal justice system. In 2005, the Department of Homeland Security and the Department of Justice enacted Operation Streamline. With this new directive, migrants caught entering the country unlawfully would now be arrested, charged, and prosecuted, rather than the previous policy of granting voluntary return. By 2011, the majority of all

Figure 4.5 Annual FY Budgets for CBP and ICE (2003-2016)

federal criminal prosecutions were based on immigration-related charges ${ }^{24}$ (Transactional Records Access Clearinghouse 2013). In addition to this initiative, there has also been an increased effort in the removal of undocumented residents that have committed a criminal offense (other than unlawful residency).

ICE has instituted a host of programs to this effect, which now have an annual budget exceeding a half billion. One of these, Section $287(\mathrm{~g})$, allows the Department of Homeland Security to deputize local law enforcement officers. These officers received four weeks of specialized training and the authorization to identify and detain immigrant criminals, leading to the deportation of nearly half a million migrants since 2006 (U.S. Department of Homeland Security). Other programs such as the National Fugitives Operation and the Criminal Alien Program, focus on identifying violent migrant criminals and deporting them. According to ICE, these programs have led to the removal of hundreds of thousands of dangerous individuals.

Following the September $11^{\text {th }}$ attacks and the decentralization of the immigration control system in 2003, the Department of Homeland Security recognized that its agencies needed to connect its databases in order to effectively carry out its mission. Thus, in 2004, a third agency

[^24]was created under the purview of DHS: the United States Visitor Immigration Status and Information Technology (US-VISIT). The primary objective of this agency was the formation of the Automated Biometric Identification System (IDENT), which collected biological data on every single migrant that enters the nation legally, as well as migrants who have been processed by a law enforcement agency. According to the DHS, the IDENT system currently has more than 200 million fingerprints on file, making it one of the largest criminal databases in the world. This information is being integrated with the FBI and DOD biometric datasets (and the Secure Communities program), making the information available to virtually every law enforcement officer and social analyst in the federal government.

## Chapter 5

## EMPIRICAL ANALYSIS

In order to test whether or not immigration control policy acts as an effective labor screening device, I examine the relationship between migrants' wages and weekly hours worked and the amount of funding and effort that goes into establishing obstacles for incoming migrants. I do so by analyzing the impact of the implementation of the Homeland Security Act of 2002 on migrants who moved to the United States after the legislation had passed. This event serves as a natural experiment, since the inception of the legislation was completely unrelated to migrants' economic conditions. Therefore, this analysis does not suffer bias due to endogeneity. By examining the national labor market as a whole, this study also avoids the "closedness" issue that plagues other spatial correlation analyses in the field.

I will be conducting this analysis on three different subsets of the population, beginning with the entire U.S. labor market before moving onto the exogenous-wage labor market and the endogenous-wage labor market.

According to the model presented in this paper, the labor market in which wages are set exogenously should exhibit a stronger labor screening effect than the endogenous wage market. ${ }^{25}$ Before continuing, it is important to note that there is the potential for omitted variable bias, as other conditions may have changed after 2002, such as the recession that followed the Sept. 11 attacks. However, I attempt to control for these changes by employing various demographic, geographic, and temporal variables.

### 5.1 Homeland Security Act of 2002

The terrorist attacks on the September 11, 2001 had many far-reaching implications on the American people, including a significant shift in public attitude toward national security. Suddenly, all potential avenues of terroristic activity were under close scrutiny. By the start of 2002, politicians and their constituents began making claims that the United States border with Mexico was too porous. People feared that terrorists could easily cross the largely unprotected border. The avenue of legal migration was also viewed as a potential source of danger, and government agencies responded by increasing airport security, tightening vetting practices and even engaging in racial profiling.

[^25]When the Homeland Security Act was passed in November of 2002, it included many immigration control measures that strengthened security measures - especially along the border with Mexico - and mandated harsher punishment for those caught illegally crossing into the country. The implementation of these stricter immigration control policies caused the human costs of illegal migration to increase significantly (Amuedo-Dorantes and Pozo 2014). Examples of these costs include a "significant increase" in migrants' perceived risks of death and familial separation. These migrants also faced a higher risk of deportation after successfully crossing the border, as the Homeland Security Act contained state-level legislation that allowed local and state law enforcement to act as de facto immigration agents. In fact, the number of immigrants that were returned and removed from the United States more than doubled from 2002 to 2008 (U.S. Department of Homeland Security).

### 5.2 Data

The data for this analysis come from the CEPR Uniform Extract of the March Current Population Survey (CPS). The CPS is a monthly survey conducted by the U.S. Census Bureau that collects extensive demographic information for non-institutionalized adults at the household level. This information includes variables of interest such as age, race, ethnicity, gender, citizenship status, and
language, as well as the year of arrival and nation of origin for immigrants. The interviews for the CPS are conducted on a 4/8/4 rotation schedule in which a household is surveyed for 4 months, ignored for 8 , and surveyed another 4 months before leaving the rotation. The sample size is approximately 60,000 households selected at random. In March, the survey includes questions from the Annual Social and Economic Supplement, which asks respondents about information on their annual earnings among other socio-economic conditions. The data for this analysis stretches from 2015 back to 1998, which was the first year that the March supplement was instituted, for a total of 1.37 million observations.

### 5.3 Method

Using difference-in-difference techniques, I compare the wages of migrants who arrived in the U.S. before the passage of the Homeland Security Act with those who arrived afterward, relative to non-migrants. According to the model I present in this paper, immigrants arriving after 2002 should have a higher wage rate than their pre-2002 counterparts, after controlling for all other variables. In addition to this, I also investigate the impact of the increase in immigration control policy on the average number of hours worked per week.

For the entire U.S. labor market, exogenous-wage markets, and endogenous-wage markets, I perform least-square regressions with a difference-in-difference specification of:
(13) $y_{i}=\alpha+\beta\left(\right.$ Migrant Post_2002_entry $\left._{i}\right)+$ Migrant $_{i}$

$$
+\varphi \text { Post_2002_entry }_{i}+\gamma X_{i}+\varepsilon_{i}
$$

where $y_{i}$ is the market outcome variable of interest (log wage rate or hours worked), $\beta$ is the coefficient of interest, and $X_{i}$ is a set of controls including demographic characteristics (i.e. age, race, ethnicity, gender, rural/urban status), educational attainment, year of observation, and migrant interaction effects. Simply being a migrant, or entering the labor force after 2002, may influence a laborer's market outcome, thus I include the third and fourth terms in order to control for this variation.

For the exogenous and endogenous-wage markets, I perform difference-in-difference-in-difference regression analyses in order to isolate the differential screening effect that the Homeland Security Act of 2002 had on the different types of markets. These unrestricted regressions had the following specification:

[^26]\[

$$
\begin{align*}
& +\beta \text { (Migrant } \mid \text { Post_2002_entry }{ }_{i} \text { ) }  \tag{14}\\
& +\vartheta\left(\text { Migrant } \text { Exog_Endog_Market }_{i}\right)
\end{align*}
$$
\]

$$
\begin{aligned}
& +\varphi \text { Post_2002_entry }_{i}+\pi \text { Exog_Endog_Market }_{i}+\gamma X_{i}+\varepsilon_{i}
\end{aligned}
$$

Based on the implications of the model, we expect to see that the increase in immigration control policy had a stronger effect on the exogenouswage market ( $\omega>0$ ) and a weaker effect on the endogenous-wage market ( $\omega<0$ ), since the feedback loop in the endogenous wage market causes more lowproductivity migrants to enter in response to the increased wage rate.

### 5.4 Entire U.S. Labor Market

### 5.4.1 Comparative Statistics

Summary statistics of several key market and demographic characteristics are displayed separately for migrants and non-migrants in Table 5.1 on the next page. Native laborers have an average hourly wage rate that exceeds migrants' by $\$ 2.60$, a small but significant difference that could partially be explained by the fact that native laborers have an additional year and a half of educational attainment, on average. There is virtually no difference between the two populations in hours worked per week and the rate of unemployment.

Citizens and migrants are also approximately the same age, on average. In terms of race and ethnicity, there is a wide degree of separation: only a small minority of migrants are non-Hispanic Caucasian. Nearly half of all migrants identify as Hispanic, and almost a quarter are Asian. There is also a significant gender differential; males make up 8\% more of the migrant labor population relative to the native laborer population.

Table 5.2 displays market and demographic characteristics for migrant

Table 5.1 Characteristics of Workers in the United States, by Origin of Birth (1998-2015)

|  | Native Citizens | Migrants |
| :--- | :---: | :---: |
| Average Hourly Wage | $\$ 24.62$ | $\$ 22.02$ |
| Average Hours per Week | 39.7 | 39.7 |
| \% Unemployed | $4.9 \%$ | $4.9 \%$ |
|  |  |  |
| Average Age | 39.7 | 39.5 |
| Average Years of Education | 14.0 | 12.5 |
| \% Residing in Rural Area | $17.2 \%$ | $4.3 \%$ |
|  |  |  |
| \% Male | $50.9 \%$ | $58.9 \%$ |
| \% White | $77.1 \%$ | $18.0 \%$ |
| \% Hispanic | $7.8 \%$ | $49.6 \%$ |
| \% Black | $12.4 \%$ | $8.5 \%$ |
| \% Asian | $1.7 \%$ | $23.7 \%$ |
| \% Other | $1.1 \%$ | $0.2 \%$ |
| Sample Size | $1,163,655$ | 212,679 |

Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All values estimated using CEPR Uniform Extract March CPS sampling weights.
laborers, sorted by whether they arrived in the United States before or after January 1, 2002. Migrants who arrived after 2002 have a lower real wage rate by \$2.67, work an hour less per week, and have a higher unemployment rate.

These market condition differentials can be explained by the fact that pre-2002 migrants are roughly 6 years older and have been residing in the country nearly

Table 5.2 Migrant Workers in the United States, by Year of Arrival (1998-2015)

|  | Entered before 2002 | Entered after 2002 |
| :--- | :---: | :---: |
| Average Hourly Wage | $\$ 22.41$ | $\$ 19.74$ |
| Average Hours per Week | 39.8 | 38.8 |
| \% Unemployed | $4.8 \%$ | $5.5 \%$ |
|  |  |  |
| Average Age | 40.4 | 34.4 |
| Average Years of Education | 12.5 | 12.5 |
| Years Since Arrival | 19.9 | 6.1 |
| \% Residing in Rural Area | $4.2 \%$ | $5.0 \%$ |
|  |  |  |
| \% Male | $58.1 \%$ | $63.5 \%$ |
| \% White | $18.5 \%$ | $15.6 \%$ |
| \% Hispanic | $49.7 \%$ | $49.2 \%$ |
| \% Black | $8.2 \%$ | $9.8 \%$ |
| \% Asian | $23.4 \%$ | $25.2 \%$ |
| \% Other | $0.2 \%$ | $0.2 \%$ |
| Sample Size | 181,668 | 31,011 |

Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All values estimated using CEPR Uniform Extract March CPS sampling weights.

14 years longer, on average. The two groups have very similar educational attainment and racial/ethnic characteristics, although the new migrants tend to be slightly more male and non-white, with increases in the shares of black and Asian individuals.

### 5.4.2 Results

I begin this section with a naïve comparison of the hourly wage earned by the four subsets of American laborers, separated by migrant status and the year of entry into the labor force. These values are displayed in Table 5.3 below, along with the differences between the temporally separated groups, and the final difference-in-difference. Workers who entered the labor force after 2002

Table 5.3 Comparison of Average Hourly Wages, 1998-2015

|  | Entered Labor Force |  |  |
| :--- | :---: | :---: | :---: |
|  | Before 2002 | After 2002 | Difference |
| Native Citizen | $\$ 25.80$ | $\$ 17.40$ | $-\$ 8.40$ |
| Migrant | $\$ 22.41$ | $\$ 19.74$ | $-\$ 2.67$ |
|  |  |  |  |
|  |  | Difference-in-Difference: | $\$ 5.73$ |

Any individuals below the age of 18 or above the age of 65, belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All values estimated using CEPR Uniform Extract March CPS sampling weights.
make significantly less than those who entered beforehand, for both migrants and non-migrants. However, the difference between the migrant subsamples is much smaller than for native citizens. In fact, migrants entering the workforce before/during 2002 had a considerably lower wage rate than their native counterparts, whereas migrants entering after 2002 had a relatively higher wage rate than non-migrants, resulting in a large difference-in-difference calculation of \$5.73.

This evidence suggests that the screening effect exists, but there are many underlying factors that could be driving these results. When native citizens enter the workforce, they are typically doing so between the ages of 16 and 26 . In contrast, when migrants enter the labor force, they are doing so at whatever age they migrate to the new country, resulting in a higher average age and thus a higher experience level and wage rate. Other confounding factors include educational attainment, racial/ethnic makeup, geographic differentiation, and the impact of the subset of migrants who entered the country as a child. In order to control for these influences, I estimate equation (8), allowing for a more accurate calculation of the impact of the Homeland Security Act on migrants' market condition outcomes.

The results of these regression analyses are presented in Table 5.4 below.

For the sake of completeness, I conducted OLS regressions on two variables of interest - migrants' wage rate and the usual number of hours worked in a week - with six different specifications. The table shows only the key coefficient (i.e. the effect on migrants entering the United States after the passage of the HSA of 2002) and its respective $p$-value for each specification. I begin with a "naïve"

Table 5.4 Regression Results: Impact of Post-2002 Entry on Migrants

|  |  | (1) | (2) | (3) | (4) | (5) | (6) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Log Real Hourly Wage | Coefficient estimate | 0.244 | 0.060 | 0.030 | 0.034 | 0.045 | 0.031 |
|  | P-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Hours Worked | Coefficient estimate | 4.020 | 1.112 | 0.650 | 1.043 | 0.966 | 0.664 |
|  | $P$-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Demographic characteristics |  | No | Yes | Yes | Yes | Yes | Yes |
| Years of education - linear |  | No | Yes | No | Yes | No | No |
| Diploma attainment |  | No | No | Yes | No | Yes | Yes |
| Year of observation - linear and squared |  | No | Yes | No | No | No | No |
| Year of observation - fixed effects |  | No | No | Yes | Yes | Yes | Yes |
| Migrant interaction effects |  | No | No | No | Yes | Yes | Yes |
| Year of arrival - linear and squared |  | No | Yes | No | No | Yes | No |
| "Young migrants" excluded |  | No | No | No | No | No | Yes |

Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters are estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by a dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.
specification with only the DID terms, and move onto specifications that include demographic control variables, education controls (linear or indicators), temporal controls (trend or fixed effects), and migrant interaction effects.

In the second and fifth specifications, I include trend variables (linear and squared) for migrants' year of arrival. It is possible that there has been a continuous and significant relationship between migrants' year of arrival and productivity. Without the aforementioned trend variables, a binary before/after 2002 analysis would register a significant difference, even if there was not a discrete jump in productivity after 2002. In the sixth specification, migrants who were too young to work when they entered the United States before 2002 were removed from the sample, since these individuals could potentially bias the difference-in-difference results (they are migrants who entered the labor force post-2002, but were not "screened" by the Homeland Security Act).

For all six specifications, I obtain positive and statistically significant estimations of the parameter $\beta$ for the hourly real wage rate and hours worked per week. With the naïve and the linear/squared time control specifications, the percentage wage differential is quite high: $24.4 \%$ and $6.0 \%$, respectively. However, according to specifications (3) through (6) in which I employ annual fixed effects, migrants arriving after 2002 had a wage rate (or marginal productivity) that is approximately 3.0-4.5\% higher relative to their counterparts,
ceteris paribus. For the same set of specifications, migrants who arrived after the passing of the Act work approximately 0.65-1.04 more hours per week than those who arrived beforehand, after controlling for outside factors. This is compelling evidence that the increase in immigration control policy through the Homeland Security Act of 2002 had a "screening" effect on incoming migrants, resulting in a significantly more productive class of migrants.

### 5.5 Exogenous-Wage U.S. Labor Market

### 5.5.1 Defining the Market

For the purposes of this paper, the exogenous wage-setting market is one in which the wage rate that is offered to migrants in a particular market/sector is unaffected by the decision-making of potential incoming migrants. In other words, the offered wage rate is determined by a process that is external to the migration model such that there is no feedback loop between the two variables. There is only one type of labor market that truly satisfies this condition: markets in which a binding wage floor is established by the government (i.e. minimum wage legislation).

Enacted at the federal, state, and municipal levels of government, minimum wage legislation determines a minimum hourly wage rate that employers must offer their employees. These price floors are established with
the goal of ensuring a basic standard of living for all workers. According to the U.S. Bureau of Labor Statistics, a small percentage of American workers actually earn minimum wage, and these (typically young and uneducated) individuals tend to be clustered in sectors that do not require skilled labor. Since there is no question on the CPS that asks respondents if they earn minimum wage, I will use four different methods to approximately determine which subset of the population works in a labor market with binding wage floor.

For the purposes of the minimum wage analyses, the only independent variable that is analyzed is the 'hours worked per week' variable. The reason here is obvious: a worker's hourly wage rate is fixed in the minimum wage market. Any variation in a laborer's productivity cannot impact that wage rate

## Figure 5.1 Increase in Marginal Productivity of Minimum Wage Laborer


that they earn. However, according to basic microeconomic theory, an increase in a worker's marginal (revenue) product of labor will incentivize a profitmaximizing employer to hire that laborer for more time per market period (see Figure 5.1 above). Keeping in mind that the model predicts a stronger screening effect for exogenous wage markets, we would expect that the passage of the Homeland Security Act of 2002 would have a relatively larger impact on weekly hours worked for migrant workers earning minimum wage.

## Method 1

The first method that I employ in order to define the market is also the most straightforward: I define a worker as "minimum wage" if they have an hourly earning rate that is roughly equal to their state's effective minimum wage for their given year of observation. Using data from the United States Department of Labor, I present these minimum wage rates by year for all 50 states (plus the District of Columbia) in Table 5.5 on the next page. There are several states who have not passed any minimum wage legislation, or have a price floor that is set below the federal level. According to the Fair Labor Standards Act, any workers in these states are entitled to receive hourly compensation as determined by the U.S. Congress. In other words, those states'

Table 5.5 Effective Minimum Wage Rates by State and Year (1998-2015)

| Federal | \$5.15 | \$5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Alabama | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Alaska | 5.65 | 5.65 | 5.65 | 5.65 | 5.65 | 7.15 | 7.15 | 7.15 | 7.15 | 7.15 | 7.15 | 7.15 | 7.75 | 7.75 | 7.75 | 7.75 | 7.75 | 8.75 |
| Arizona | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.75 | 6.90 | 7.25 | 7.25 | 7.35 | 7.65 | 7.80 | 7.90 | 8.05 |
| Arkansas | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.25 | 6.25 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.50 |
| California | 5.15 | 5.75 | 5.75 | 6.25 | 6.75 | 6.75 | 6.75 | 6.75 | 6.75 | 7.50 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 9.00 | 9.0 |
| Colorado | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.85 | 7.02 | 7.28 | 7.25 | 7.36 | 7.64 | 7.78 | 8.00 | 8.23 |
| Connecticut | 5.18 | 5.65 | 6.15 | 6.40 | 6.70 | 6.90 | 7.10 | 7.10 | 7.40 | 7.65 | 7.65 | 8.00 | 8.2 | 8.2 | 8.2 | 8.2 | 8.70 | 9.15 |
| Delaware | 5.15 | . 65 | . 65 | 6.15 | 6.15 | 6.15 | 6.15 | 6.15 | 6.15 | 6.65 | 7.15 | 7.15 | 7.25 | 7.25 | 7.25 | 7.25 | . 75 | 8.25 |
| Dist. of Columbia | 6.15 | 6.15 | 6.15 | 6.15 | 6.15 | 6.15 | 6.15 | 6.60 | 7.00 | 7.00 | 7.00 | 7.55 | 8.25 | 8.25 | 8.25 | 8.25 | 9.50 | . 50 |
| Florida | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.40 | 6.67 | 6.79 | 7.21 | 7.25 | 7.25 | 7.67 | 7.79 | 7.93 | 8.05 |
| Geor | 5.15 | 15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 25 | 7.25 |
| Hawaii | 5.25 | 5.25 | 5.25 | 5.25 | 5.75 | 6.25 | 6.25 | 6.25 | 6.75 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.75 |
| Idaho | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Illinois | 5. | 5.15 | 5. | 5.1 | 5. | 5. | 5. | 6.50 | 6. | 6.50 | 7.50 | 7. | 00 | 8.25 | 25 | 5 | 25 | 8.25 |
| Indiana | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | . 25 | 7.25 |
| lowa | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Kansas | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 25 | 7.25 | 25 | - | 25 | 7.25 |
| Kentuc | 5.15 | 15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 25 | 7.25 | 25 | 7.25 | 25 | 7.25 |
| Louisiana | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Maine | 5.15 | 5.15 | 5.15 | 5.15 | 5.75 | 6.25 | 6.25 | 6.35 | 6.50 | 6.75 | 7.00 | 7.25 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.5 |
| Maryland | 5. | 5.15 | 5. | 5.1 | 5. | 5.1 | 5. | 5. | 5. | 6. | 6.15 | 6. | 7.25 | 7.25 | 7.25 | 7.25 | . 25 | 8.25 |
| Massachusetts | 5.25 | 5.25 | 6.00 | 6.75 | 6.75 | 6.75 | 6.75 | 6.75 | 6.75 | 7.50 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 9.0 |
| Michigan | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.95 | 7.15 | 7.40 | 7.40 | 7.40 | 7.40 | 7.40 | 8.15 | 8.15 |
| Minnesot | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.15 | 6.15 | 6.15 | 6.55 | 7.25 | 7.25 | 5 | 7.25 | 8.00 | 9.00 |
| Mississip | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Missouri | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.50 | 6.65 | 7.05 | 7.25 | 7.25 | 7.25 | 7.35 | 7.50 | 7.6 |
| Montana | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.15 | 6.25 | 6.90 | 7.25 | 7.35 | 7.65 | 7.80 | 7.90 | 8.05 |
| Nebraska | 5.15 | 5.15 | 5.15 | 5.1 | 5.15 | 5.15 | 5.1 | 5.15 | 5.1 | 5.1 | 5.85 | 6.55 | 7.25 | 7.2 | 7.25 | 7.25 | 25 | 8.00 |
| Nevada | 5.15 | 15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.15 | 6.33 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| New Hamps | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.50 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| New Jersey | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.15 | 7.15 | 7.15 | 7.15 | 7.25 | 7.2 | 7.25 | 7.25 | 8.25 | 8.38 |
| New Mexico | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 | 7.50 |
| New York | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.00 | 6.75 | 7.15 | 7.15 | 7.15 | 7.25 | 7.25 | 7.25 | 7.25 | 8.00 | 8.7 |
| North Carolin | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.15 | 6.15 | 6.55 | 7.25 | 7.25 | 7.2 | 7.25 | 7.25 | 7.25 |
| North Dakota | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.2 | 7.2 | 7.2 | 7.2 | 7.25 | 7.25 |
| Ohio | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.85 | 7.00 | 7.30 | 7.30 | 7.40 | 7.70 | 7.85 | 7.95 | 8.1 |
| Oklahoma | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.2 | 7.25 | 7.25 | 7.2 |
| Oregon | 6.00 | 6.00 | 6.50 | 6.50 | 6.50 | 6.90 | 7.05 | 7.25 | 7.5 | 7.80 | 7.95 | 8.4 | 8.4 | 8. | 8.80 | 8.9 | 9.10 | 9.25 |
| Pennsylvania | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 6.25 | 7.15 | 7.15 | 7.25 | 7.2 | 7.25 | 7.25 | 7.25 | 7.2 |
| Rhode Island | 5.15 | 5.65 | 5.65 | 6.15 | 6.15 | 6.15 | 6.75 | 6.75 | 6.75 | 7.40 | 7.40 | 7.40 | 7.40 | 7.40 | 7.40 | 7.75 | 8.00 | 9.0 |
| South Carolina | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.2 |
| South Dakota | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.2 | 7.25 | 7.2 | 7.2 | 7.25 | 8.5 |
| Tennessee | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Texas | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.2 |
| Utah | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.1 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.2 | 7.25 | 7.25 | 7.25 | 7.2 |
| Vermont | 5.25 | 5.25 | 5.75 | 6.25 | 6.25 | 6.25 | 6.75 | 7.00 | 7.25 | 7.53 | 7.68 | 8.06 | 8.06 | 8.15 | 8.46 | 8.60 | 8.73 | 9.1 |
| Virginia | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Washington | 5.15 | 5.75 | 6.50 | 6.72 | 6.90 | 7.01 | 7.16 | 7.35 | 7.63 | 7.93 | 8.07 | 8.55 | 8.55 | 8.67 | 9.04 | 9.19 | 9.32 | 9.47 |
| West Virginia | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 8.0 |
| Wisconsin | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.70 | 6.50 | 6.50 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |
| Wyoming | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.15 | 5.85 | 6.55 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 | 7.25 |

Sources: United States Department of Labor, California Department of Industrial Relations, Connecticut Department of Labor, Delaware Laws: 140th General Assembly, Massachusetts Department of Workforce Development, Washington State Department of Labor \& Industries, Tax Policy Center.

[^27]effective minimum wage are equal to the federal minimum wage (and appear bolded in Table 5.5).

According to the CPS data that I have collected from 1998 to 2015, a very small fraction ( $<1 \%$ ) of workers actually earn exactly the minimum wage. It is fairly common for an employee to be working in a minimum wage sector whilst earning a rate slightly below or above the actual price floor. There are several potential reasons for this variance, such as employers' non-compliance to the law, inaccuracies in data collection (e.g. inaccurate reporting), and the fact that many firms in these sectors offer a small wage premium just above minimum wage. Because of this variance in minimum, I encode an observation as belonging to a minimum wage market if the wage rate that the individual is earning is within $\$ 0.50$ of their state's effective minimum wage. By establishing a minimum wage range, rather than using a single price point, the subsample of "minimum wage workers" consists of 31,180 laborers, or $2.3 \%$ of the total labor pool in the dataset.

## Method 2

The prevalence of minimum wage workers is not homogenous across the United States labor pool; certain demographics and geographic areas tend to have a higher incidence than others. The most important characteristic is age: as
a worker grows older they continue to develop their skillset. This makes that worker more productive over time, and in turn they command a higher wage rate. Thus, young workers tend to have an undeveloped skillset and a marginal productivity that is exceeded by the minimum wage rate, causing the price floor to be binding in their case. According to the US BLS in 2015, nearly half (45\%) of all minimum wage workers are under the age of 26 , although that age group only comprises $19 \%$ of all hourly paid workers. ${ }^{26}$

The education level of a laborer is another important determinant as to whether they will earn a minimum wage: more education leads to higher workplace productivity and wages. In 2015, high school dropouts were twice as likely to earn minimum wage compared those with a high school diploma (3\% vs. $6 \%$ ), whereas only $2 \%$ of college graduates earned minimum wage. Marital status also plays a significant role, with $5 \%$ of never-married workers earning minimum wage, compared to the $2 \%$ of married workers. The length of an individual's workweek is another important indicator as to whether an individual works in a minimum wage position. Only $2 \%$ of all full-time workers at their state's effective wage price floor, compared to $7 \%$ of workers who were classified as part-time. ${ }^{27}$

[^28]There are other sources of variation, but the differentials are rather small and thus they are not included in this analysis. ${ }^{28}$ Therefore, for Method 2,1 identify the following subset of the labor pool as a minimum wage worker: individuals that are younger than 26 years old, do not have a high school diploma, and hold a part-time position. Once these restrictions have been enforced, the subsample has 18,961 observations, comprising approximately 1.3\% of the entire U.S. labor market.

## Method 3

The prevalence of minimum wage positions is not heterogeneous across the various industries of the United States economy. In other words, there are particular industries in which the proportion of workers earning minimum wage in much higher than most. These types of jobs tend to hire individuals who do not have any particular work skills or a high level of education (thus the low wage).

Table 5.6 on the next page presents the number of minimum wage workers that were employed in various sectors of the U.S. economy, as well as the fraction of hourly workers in that sector being paid a minimum wage rate

[^29]according to the U.S. Bureau of Labor Statistics. The table specifically displays these numbers for the five industries that employed the most minimum wage workers. As we can see, the leisure and hospitality sectors employs - by far - the most of these laborers: with nearly one and a half million workers earning at/below minimum wage, or $14.5 \%$ of the laborers in the entire sector. These numbers drop off significantly as we move on to second highest sector: retail trade (with 322,000 laborers, or $2.8 \%$ of the industry). The U.S. BLS 2015 report identified that over two-thirds of all minimum wage workers work in the leisure/hospitality sector. Therefore, for the Method 3 analysis, I identify laborers working in that sector as belonging to an exogenously-determined wage-rate labor market. This subsample has 63,913 observations, or $4.6 \%$ of the entire U.S. labor market.

Table 5.6 U.S. Minimum Wage Laborers, by Sector (2015)

| Leisure/Hospitality | Retail trade | Education/Health |
| :--- | :--- | :--- |
| $1,459,000(14.5 \%)$ | $322,000(2.8 \%)$ | $213,000(1.6 \%)$ |
|  |  |  |
| Public Sector | Professional Services | Other |
| $121,000(1.3 \%)$ | $91,000(1.4 \%)$ | 117,000 |

Source: U.S. Bureau of Labor Statistics 2015 Minimum Wage Report, https://www.bls.gov/opub/reports/minimum-wage/2015/home.htm
Note: The US BLS reports figures for laborers who earn at or below the minimum wage. The figure in parenthesis displays the percentage of hourly workers in the sector that earn at/below minimum wage.

## Method 4

In addition to questions regarding a worker's industry/sector, the March CPS survey also asks respondents to describe their occupation type. The survey has an exhaustive numerically-coded list of virtually every type of worker: with hundreds of professions and occupations to choose from. There are certain types of jobs that are much more likely to hire a laborer at minimum wage, and as mentioned before, these occupations are those that require no special skills or education. As the 2015 U.S. BLS report has recognized, most of these minimum wage positions are clustered within the food service industry, with a sizable portion also working in the hospitality industry.

Table 5.7 below presents the various job-types that have been deemed minimum wage occupations for the purposes of this analysis. The majority of these occupations belong to the food service industry, with a couple occupations representing the unskilled laborers of the hospitality industry. Due to the evolving nature of the CPS survey over the decades, there have been changes to the categories that respondents can choose from. For instance, observations from the years 1998-2002 have fewer and broader occupation categories, compared to those of later years. Categories such as 'waiter's/waitresses' assistant' were broken down into more specific groupings like 'hosts/hostesses' and 'dining room attendants.' Therefore, for Method 4 analysis, I identify

Table 5.7 Occupations Included in Minimum Wage Analysis

| Food Service Occupations |  |  |
| :---: | :---: | :---: |
| 1998-2002 | 2003-2012 | 2013-2015 |
| Waiters/waitresses | Waiters/waitresses | Waiters/waitresses |
|  | Food servers, non-restaurant | Food servers, non-restaurant |
| Waiter's/waitresses' assistant | Hosts/hostesses | Hosts/hostesses |
|  | Dining room attendants ${ }^{1}$ | Dining room attendants ${ }^{1}$ |
| Cooks | Cooks | Cooks |
| Misc. food preparation | Food preparation workers | Food preparation workers |
|  | Food prep/service, inc. fast food | Food prep/service, inc. fast food |
|  | Food prep/service, all other |  |
| Food counter, fountain, etc. | Counter attendants ${ }^{2}$ | Counter attendants ${ }^{2}$ |
| Kitchen workers | Dishwashers | Dishwashers |
| Hospitality Occupations |  |  |
| 1998-2015 |  |  |
| Baggage porters, bellhops, and concierges |  |  |
| Laundry and dry-cleaning workers |  |  |
| ${ }^{1}$ Category includes cafeteria attendants and bartender helpers |  |  |
| ${ }^{2}$ Category includes food concession, coffee shop, and cafeteria counter |  |  |

laborers working in those all of those occupations (according to the year of observation) as belonging to a minimum wage labor market. This subsample of workers has 64,196 observations, representing 4.7\% of the entire U.S. labor market.

### 5.5.2 Results

## Method 1

The regression results for minimum wage workers, as defined by
individuals earning an hourly wage rate that is within $\$ 0.50$ of their state's
effective minimum wage, are displayed in Table 5.8 below. For the restricted

Table 5.8 Impact of Post-2002 Entry by Migrants Earning Approximately Minimum Wage

|  |  | $(1)$ | $(2)$ | $(3)$ | $(4)$ | $(5)$ |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- |
|  |  |  |  |  |  |  |
|  | Coefficient estimate |  |  |  |  |  |
| Hours Worked | 3.826 | -0.365 | -0.342 | 0.026 | -0.048 | -0.436 |
| (restricted sample) | P-value | 0.000 | 0.435 | 0.467 | 0.957 | 0.930 |
|  |  |  |  |  |  |  |
| Hours Worked | Coefficient estimate | 3.848 | 0.670 | 0.671 | 0.928 | 0.890 |
| (full sample) | P-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Minwage Migrant | Coefficient estimate | 2.556 | 2.463 | 2.307 | 1.970 | 1.991 |
| (full sample) | P-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
|  |  |  |  |  |  | 0.000 |
| Demographic characteristics | No | Yes | Yes | Yes | Yes | Yes |
| Years of education - linear | No | Yes | No | Yes | No | No |
| Diploma attainment | No | No | Yes | No | Yes | Yes |
| Year of observation - linear and squared | No | Yes | No | No | No | No |
| Year of observation - fixed effects | No | No | Yes | Yes | Yes | Yes |
| Migrant interaction effects | No | No | No | Yes | Yes | Yes |
| Year of arrival - linear and squared | No | No | No | No | Yes | No |
| "Young migrants" excluded | No | No | No | No | No | Yes |

Source: Center for Economic and Policy Research. 2016. March CPS Uniform Extracts, Version 1.0. Washington, DC. Note: Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.
sample, with the DID specification of equation (13), I find that the number of weekly hours worked by minimum wage migrants were not significantly impacted by the passage of the Homeland Security Act of 2002 (presented in the first two rows of table 5.8). Two of the estimations produced a positive coefficient $\beta$, and the other four produced a negative coefficient $\beta$. Except for the 'naïve' specification, none of the estimated coefficients were statistically significant. This is an unexpected result, since the models presented in this paper implied that there would be a screening effect of a larger magnitude for the exogenous-wage market relative to the endogenous-wage market.

However, it is possible that it could be due to the fact that the restricted sample size is very small (2.3\%).

The results for the full sample, difference-in-difference-in-difference regression using specification (14) are more in line with what is expected. As we can see by the 'hours worked' coefficient $\beta$ (presented in the third and fourth rows), there is a significant post-2002 screening effect on the general migrant labor market of approximately $0.6-0.9$ additional hours worked per week. The coefficient measuring the differential screening effect experienced by minimum wage workers, $\omega$, was also positive for all six specifications (found in the fifth and sixth rows). Since this coefficient was statistically significant (p-value $\approx 0.00$ ), these results indicate that the Homeland Security Act had a stronger screening effect for migrants earning minimum wage than the general migrant population.

This implication is in concordance with the migration-decision model presented in this paper, but conflicts with the inference of the restricted sample estimations.

## Method 2

The difference-in-difference regression results for minimum wage workers, as defined by individuals that are younger than 26 years old, do not have a high school diploma, and hold a part-time position, are displayed in Table 5.9 on the next page. For the restricted sample, we observe results that are somewhat similar to what I obtained using Method 1 subsample selection process: mixed and mostly insignificant coefficient estimates. I obtained positive estimations for the first four specifications, although the "naïve" specification was the only one to yield a statistically significant result. Specifications 5 and 6 yielded insignificant negative coefficients, indicating that individuals belonging to the minimum wage demographic were not differentially impacted by the border security screening effect.

The results obtained through the full sample difference-in-difference-indifference estimation are congruent with the findings of the restricted sample

Table 5.9 Impact of Post-2002 Entry by Migrants in Minimum Wage Demographic


Source: Center for Economic and Policy Research. 2016. March CPS Uniform Extracts, Version 1.0. Washington, DC. Note: Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by a dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.
analysis. While I still obtain a significantly positive estimate of $\beta$, the coefficient estimates for $\omega$ were all statistically insignificant. This indicates that the screening effect exists for the migrant labor population in general, but there is no differential impact on young, uneducated migrants who are working parttime. It is possible that the subsample requirement of 'must work less than 35 hours per week' is having a restrictive effect on the screening effect of these
individuals. For example, suppose that a post-2002-entry migrant is working 36 hours per week instead 34 hours due to the screening effect. This person would be excluded from the 'minimum wage demographic,' potentially causing a downward-bias in the estimation of the screening effect for his group.

## Method 3

The regression results for minimum wage workers, as defined by individuals who were classified as working in the 'Leisure' industry, are presented in Table 5.10 on the next page. When the sample has been reduced to only these laborers, we observe that migrants who entered the nation after 2002 work at least an additional hour relative to the pre-2002 migrants, for five out of the six specifications (with an extremely low $p$-value). This is a stronger screening effect than estimated when looking at the entire U.S. labor market. The sixth specification, in which migrants who entered the United States after 2002 as a minor are excluded, produced a positive but screening coefficient that is smaller in magnitude, but still statistically significant. I obtain similar results when estimating the full sample DIDID regression. The passage of the HSA of 2002 had a positive screening effect of $0.3-0.7$ hours per week for the general migrant labor pool. However, for migrants working in the leisure industry, the

Table 5.10 Impact of Post-2002 Entry by Migrants in Leisure Industry

|  |  | $(1)$ | $(2)$ | $(3)$ | $(4)$ | $(5)$ | $(6)$ |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
|  |  |  |  |  |  |  |  |
| Hours Worked | Coefficient estimate | 6.033 | 1.145 | 1.197 | 1.247 | 1.137 | 0.705 |
| (restricted sample) | P-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.001 | 0.047 |
|  |  |  |  |  |  |  |  |
| Hours Worked | Coefficient estimate | 3.444 | 0.364 | 0.376 | 0.661 | 0.638 | 0.384 |
| (full sample) | P-value | 0.000 | 0.019 | 0.019 | 0.000 | 0.000 | 0.013 |
| Lesiure Migrant | Coefficient estimate | 2.589 | 2.664 | 2.567 | 2.454 | 2.359 | 1.952 |
| (full sample) | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |  |
|  | P-value |  |  |  |  |  |  |
| Demographic characteristics | No | Yes | Yes | Yes | Yes | Yes |  |
| Years of education - linear | No | Yes | No | Yes | No | No |  |
| Diploma attainment | No | No | Yes | No | Yes | Yes |  |
| Year of observation - linear and squared | No | Yes | No | No | No | No |  |
| Year of observation - fixed effects | No | No | Yes | Yes | Yes | Yes |  |
| Migrant interaction effects | No | No | No | Yes | Yes | Yes |  |
| Year of arrival - linear and squared | No | No | No | No | Yes | No |  |
| "Young migrants" excluded | No | No | No | No | No | Yes |  |

Source: Center for Economic and Policy Research. 2016. March CPS Uniform Extracts, Version 1.0. Washington, DC. Note: Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by a dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.
screening effect is much more pronounced: I estimate a $\omega$ coefficient exceeding two hours per week for five of the specifications. For the specification for which 'young migrants' are excluded, I estimated a smaller screening effect, but still with a p-value $\approx 0.000$. Thus, both estimation methods imply the same conclusion: there was a stronger post-2002 screening effect on migrants working in the leisure industry.

## Method 4

The regression results for minimum wage workers, as defined by individuals who work in occupations that typically pay their workers minimum wage, are presented in Table 5.11 on the next page. For the restricted sample estimation, I obtain positive and statistically significant results across the board with a level of significance never exceeding $10 \%$. It is worth noting that these estimations produced numbers that look very similar to the entire U.S. labor market estimation, with a screening effect of approximately $0.5-1.1$ additional hours worked per week.

For the full sample estimations, we observe positive $\beta$ and $\omega$ coefficients, all with a $p$-value that is less than 0.001 with the exception of the naïve DIDID specification. The estimates of $\beta$ look very similar to that of the restricted sample regression, with the average migrant working an additional 0.5 to 0.8 weekly hours. The positive $\omega$ coefficient estimates suggest that this screening effect was even more pronounced for individuals working in minimum wage occupations, to the tune of $1.2-1.5$ additional hours per week. These findings support the implications of the models presented in this paper: exogenous-wage workers experience a stronger screening effect than individuals in a market with endogenously set wages.

Table 5.11 Impact of Post-2002 Entry by Migrants in Minimum Wage Occupations

|  |  | (1) | (2) | (3) | (4) | (5) | (6) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Hours Worked <br> (restricted sample) | Coefficient estimate P-value | $\begin{aligned} & 4.123 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.555 \\ & 0.068 \end{aligned}$ | $\begin{aligned} & 0.597 \\ & 0.052 \end{aligned}$ | $\begin{aligned} & 1.106 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.706 \\ & 0.025 \end{aligned}$ | $\begin{aligned} & 0.650 \\ & 0.033 \end{aligned}$ |
| Hours Worked (full sample) | Coefficient estimate P-value | $\begin{aligned} & 3.548 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.523 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.528 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.809 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.767 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 0.514 \\ & 0.000 \end{aligned}$ |
| Minwage Occupation (full sample) | Coefficient estimate $P$-value | $\begin{aligned} & 0.574 \\ & 0.050 \end{aligned}$ | $\begin{aligned} & 1.461 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 1.388 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 1.543 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 1.439 \\ & 0.000 \end{aligned}$ | $\begin{aligned} & 1.194 \\ & 0.000 \end{aligned}$ |
| Demographic characteristics |  | No | Yes | Yes | Yes | Yes | Yes |
| Years of education - linear |  | No | Yes | No | Yes | No | No |
| Diploma attainment |  | No | No | Yes | No | Yes | Yes |
| Year of observation - linear and squared |  | No | Yes | No | No | No | No |
| Year of observation - fixed effects |  | No | No | Yes | Yes | Yes | Yes |
| Migrant interaction effects |  | No | No | No | Yes | Yes | Yes |
| Year of arrival - linear and squared |  | No | No | No | No | Yes | No |
| "Young migrants" excluded |  | No | No | No | No | No | Yes |

Source: Center for Economic and Policy Research. 2016. March CPS Uniform Extracts, Version 1.0. Washington, DC. Note: Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, self-employed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by a dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.

### 5.6 Endogenous-Wage U.S. Labor Market

### 5.6.1 Defining the Market

For the purposes of this paper, the endogenous wage-setting market is one in which the wage rate that is offered to migrants in a particular
market/sector is partially determined by the decisions of potential incoming migrants. In other words, the offered wage rate is determined by a process that is internal to the migration model, such that there is a feedback loop between the two variables. While I could define the endogenous-wage labor market as the U.S. economy less the minimum wage market, that analysis would not produce significantly different results from the "overall" analysis in Section 5.4. Instead, I define a labor market as endogenous-wage if the sector has a historically strong presence of migrants, and the workers do not typically earn minimum wage. In these types of markets, firms have a lot of information about the characteristics (and productivity) of migrants, and respond to changes in the composition of the immigrant labor pool by subsequently offering a different wage rate and work schedule.

## Method 1

Beginning with the Bracero program in the 1940's in which the U.S. government imported Mexican workers to specifically work as farmhands, there has been a nearly-century-long trend in which Hispanic laborers have relocated to the United States in order to work in the agricultural sector. While the Hispanic migrant population has recently diversified in terms of the occupations they hold, there is still a very strong presence in the agricultural sector.

According to the U.S. Department of Labor, approximately four out of five hired farmworkers are Hispanic, and nearly three quarters of all farmhands were born in Latin America. Thus, there has been a very long-standing relationship between Hispanic migrant farmworkers and farm employers, such that there is certainly a strong feedback loop in that labor market. Therefore, I define a worker as belonging to an endogenous-wage market if they are of Hispanic ethnicity and are also an agricultural worker. Once these restrictions are enforced, the subsample of the labor force has a total of 6,274 observations.

## Method 2

Since the subsample being used in Method 1 is relatively small, I will expand the analysis so as to include all races/ethnicities, as well as several occupations outside of (and including) agricultural work. Using public-use American Community Survey data from 2009-2011, researchers with The Center for Immigration Studies identified the economic occupations, as defined by the U.S. Census Bureau ${ }^{29}$, that hire the highest shares of migrant workers. Table 5.12 on the next page displays the eight occupations in which immigrants comprise the largest percentage of workers. While many these occupations tend to pay a relatively low wage, none of them are characteristically minimum wage markets.

[^30]And while these positions often require particular skills, they typically do not require advanced formal education. The occupational category with the most foreign-born workers was 'Maids and Housekeeping Cleaners:' with more than 800,000 migrant laborers (49\% of the total workers in the occupation). ${ }^{30}$ All eight of the occupations fall within four broad categories: personal services, agricultural work, textile work, and skill-specific construction.

As mentioned before, in 2003 there was a distinct change in how the U.S. Census Bureau categorized the hundreds of occupations that workers could hold. Some of the categories were expanded into multiple types, sometimes several

Table 5.12 Immigrant Laborers, by Occupation (2009-2011)

| Graders/Sorters, Agricultural Products | Miscellaneous Personal Appearance Workers |
| :--- | :--- |
| $50,723(63 \%)$ | $161,224 \quad(59 \%)$ |
|  |  |
| Plasterers and Stucco Masons | Sewing Machine Operators |
| $23,991(56 \%)$ | $120,346 \quad(52 \%)$ |
|  |  |
| Miscellaneous Agricultural Workers | Tailors, Dressmakers, and Sewers |
| $478,956(52 \%)$ | $46,479 \quad(52 \%)$ |
|  |  |
| Maids and Housekeeping Cleaners | Drywall and Ceiling Tile Installers and Tapers |
| $815,024 \quad(49 \%)$ | $83,694 \quad(47 \%)$ |

Source: Center for Immigration Studies, using American Community Survey Data from 2009-2011
Note: The figure in parenthesis displays the percentage of workers in the occupation that are foreignborn.

[^31]occupations were collapsed into a single category, and many of the occupations were simply relabeled. Table 5.13 below displays the occupations that I am including in the Method 2 analysis, according to the year of observation. As we can see, only a single occupation (agricultural sorters/graders) out of the eight was not relabeled or collapsed. The categories of 'Tailors' and 'Dressmakers and Seamstresses' were pooled into the occupation 'Tailors, Dressmakers, and Sewers,' and 'Maids and Housemen' was combined with 'Private Household Cleaners and Servants' to form the category 'Maids and Housekeeping

Table 5.13 Occupations Included in Endogenous-Wage Analysis

| 1998-2002 | 2003-2015 |
| :--- | :--- |
| Sorters/Graders, Agricultural | Sorters/Graders, Agricultural |
| Hairdressers and Cosmetologists | Misc. Personal Appearance Workers |
| Plasterers | Plasterers and Stucco Masons |
| Textile Sewing Machine Operators | Sewing Machine Operators |
| Farm Workers | Miscellaneous Agricultural Workers ${ }^{1}$ |
| Tailors <br> Dressmakers and Seamstresses | Tailors, Dressmakers, and Sewers |
| Maids and Housemen | Maids and Housekeeping Cleaners |
| Private Household Cleaners/Servants | Drywall/Ceiling Tile Installers and Tapers |
| Drywall Installers |  |
| ${ }^{1}$ Category includes animal breeders. |  |

Cleaners. ${ }^{31}$ I identify laborers working in those all of these occupations (according to the year of observation) as belonging to a minimum wage labor market. This subsample of workers has 36,851 observations, representing $2.7 \%$ of the entire U.S. labor market.

### 5.6.2 Results

## Method 1

The regression results for endogenous-wage-market workers, as defined by Hispanic individuals who work in agriculture, are displayed in Table 5.14 on the next page. In addition to estimating the post-2002 screening effect on hours worked per week, I also present coefficient estimates for regressions where workers' log hourly wage is the dependent variable. For the restricted sample estimations, I find that there is a consistently positive screening impact on Hispanic agricultural migrants' wage rate (6.1-14.9\%) and hours worked per week (1.5-1.9). While these coefficient estimates are much higher than the entire U.S. market estimations presented earlier in this chapter, several of them have a p-value exceeding 0.10. It is worth noting that this may be a result of the

[^32]Table 5.14 Impact of Post-2002 Entry by Hispanic Migrants Working in Agriculture

|  |  | (1) | (2) | (3) | (4) | (5) | (6) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Log Real Hourly Wage (restricted sample) | Coefficient estimate | 0.005 | 0.012 | 0.061 | 0.104 | 0.149 | 0.129 |
|  | P-value | 0.923 | 0.803 | 0.241 | 0.214 | 0.077 | 0.079 |
| Log Real Hourly Wage (full sample) | Coefficient estimate | 0.245 | 0.020 | 0.018 | -0.013 | 0.020 | 0.003 |
|  | P-value | 0.000 | 0.006 | 0.018 | 0.056 | 0.012 | 0.703 |
| Hispanic Agri. Migrant (full sample) | Coefficient estimate | -0.239 | -0.070 | -0.107 | -0.032 | -0.099 | -0.094 |
|  | P-value | 0.000 | 0.118 | 0.030 | 0.491 | 0.036 | 0.045 |
| Hours Worked <br> (restricted sample) | Coefficient estimate | 3.136 | 1.712 | 1.868 | 1.586 | 1.507 | 1.543 |
|  | P-value | 0.001 | 0.021 | 0.003 | 0.081 | 0.058 | 0.065 |
| Hours Worked <br> (full sample) | Coefficient estimate | 3.970 | 0.765 | 0.753 | 0.976 | 0.943 | 0.636 |
|  | P-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Hispanic Agri. Migrant (full sample) | Coefficient estimate | -0.834 | 0.374 | 0.203 | 0.809 | 0.543 | 0.640 |
|  | P-value | 0.384 | 0.584 | 0.777 | 0.281 | 0.466 | 0.399 |
| Demographic characteristics |  | No | Yes | Yes | Yes | Yes | Yes |
| Years of education - linear |  | No | Yes | No | Yes | No | No |
| Diploma attainment |  | No | No | Yes | No | Yes | Yes |
| Year of observation - linear and squared |  | No | Yes | No | No | No | No |
| Year of observation - fixed effects |  | No | No | Yes | Yes | Yes | Yes |
| Migrant interaction effects |  | No | No | No | Yes | Yes | Yes |
| Year of arrival - linear and squared |  | No | No | No | No | Yes | No |
| "Young migrants" excluded |  | No | No | No | No | No | Yes |

Source: Center for Economic and Policy Research. 2016. March CPS Uniform Extracts, Version 1.0. Washington, DC Note: Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, selfemployed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by a dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.
sample size reduction for this particular method of estimation, which removed 99.5\% of the total observations.

For the full sample DIDID estimations, I obtain results that are congruent with the implications of the model. Overall, they indicate that there is a positive screening effect on the entire migrant labor in terms of both wages and hours worked. However, the wage effect is estimated to be significantly smaller ( $\omega<0$ ) for Hispanic migrants working in the agricultural sector, which has been defined as an endogenous-wage market. Interestingly, it appears that the implementation of the HSA of 2002 had no remarkable differential impact ( $\omega \approx 0$ ) on the hours that Hispanic farm laborers worked per week.

## Method 2

The regression results for endogenous-wage-market workers, as defined by migrants who work in occupations that are largely worked by migrants ( $\mathbf{4 5 \%}$ ), are displayed in Table 5.15 on the next page. For the restricted sample estimations, I find that - for all six specifications - migrants who entered the United States after 2002 experienced a wage premium (4.9-9.3\%) and worked more hours per week (1.0-1.2) relative to migrants who arrived before 2002. Although the measured screening effect is large, it is worth noting that the

Table 5.15 Impact of Post-2002 Entry by Migrants in Migrant-Intensive Occupations

|  |  | (1) | (2) | (3) | (4) | (5) | (6) |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Log Real Hourly Wage | Coefficient estimate | 0.113 | 0.094 | 0.093 | 0.066 | 0.060 | 0.049 |
| (restricted sample) | P-value | 0.000 | 0.005 | 0.007 | 0.049 | 0.087 | 0.147 |
| Log Real Hourly Wage | Coefficient estimate | 0.250 | 0.021 | 0.019 | -0.011 | 0.020 | 0.020 |
| (full sample) | P-value | 0.000 | 0.005 | 0.011 | 0.120 | 0.012 | 0.012 |
| High-Migrant Occupation | Coefficient estimate | -0.137 | -0.074 | -0.076 | -0.057 | -0.074 | -0.066 |
| (full sample) | P-value | 0.000 | 0.003 | 0.001 | 0.011 | 0.001 | 0.004 |
| Hours Worked | Coefficient estimate | 2.074 | 1.204 | 1.192 | 0.977 | 1.023 | 0.996 |
| (restricted sample) | P-value | 0.001 | 0.033 | 0.028 | 0.167 | 0.141 | 0.151 |
| Hours Worked | Coefficient estimate | 4.025 | 0.793 | 0.778 | 0.997 | 0.958 | 0.653 |
| (full sample) | P-value | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| High-Migrant Occupation | Coefficient estimate | -1.951 | -0.927 | -0.930 | -0.616 | -0.667 | -0.542 |
| (full sample) | P-value | 0.001 | 0.098 | 0.089 | 0.251 | 0.203 | 0.301 |
| Demographic characteristics |  | No | Yes | Yes | Yes | Yes | Yes |
| Years of education - linear |  | No | Yes | No | Yes | No | No |
| Diploma attainment |  | No | No | Yes | No | Yes | Yes |
| Year of observation - linear and squared |  | No | Yes | No | No | No | No |
| Year of observation - fixed effects |  | No | No | Yes | Yes | Yes | Yes |
| Migrant interaction effects |  | No | No | No | Yes | Yes | Yes |
| Year of arrival - linear and squared |  | No | No | No | No | Yes | No |
| "Young migrants" excluded |  | No | No | No | No | No | Yes |

Source: Center for Economic and Policy Research. 2016. March CPS Uniform Extracts, Version 1.0. Washington, DC Note: Any individuals below the age of 18 or above the age of 65 , belonging to the armed services, selfemployed, or with an hourly real wage exceeding $\$ 10,000$ were removed from the sample. All parameters estimated using CEPR Uniform Extract March CPS sampling weights, and errors are clustered by current state of residence. Demographic characteristics include experience, experience squared, and years since arrival, with dummy indicators for race/ethnicity, gender, and urban/rural status. For migrant interaction effects, new explanatory variables are introduced in which each independent variable is multiplied by a dummy indicator for whether the individual is a migrant. "Young migrants" are defined as individuals who relocated to the United States before having the chance to enter the labor force.
introduction of migrant interaction variables caused several of these estimations to be statistically insignificant at a $10 \%$ level of confidence.

The results of the full sample, difference-in-difference-in-difference regression estimations are also presented in the table above, and they look rather similar to the DIDID coefficient estimates obtained in the Hispanic agricultural demographic analysis. There was a general labor screening effect on all post-2002 migrants, particularly on hours worked per week with a p-value that is approximately zero for all six specifications. A statistically significant positive wage premium was estimated for most of the specifications, although the fourth generated an insignificantly negative coefficient. The differential screening effect on migrants in migrant-intensive occupations was congruent with the Hispanic agricultural analysis and the theoretical model presented in this paper: migrants working in these types of jobs experienced a relatively lower wage premium than other migrants arriving after $2002(\omega<0)$. Just as observed in the Method 1 endogenous-wage analysis, it appears that there was no differential impact on weekly hours worked, as all six specifications produced statistically insignificant $\omega$ coefficient estimates.

### 5.7 Interpreting the Results

In this subsection, I summarize the regression results presented in the three previous subsections, beginning with the difference-in-difference estimations before moving onto the difference-in-difference-in-difference
specifications. Then, I draw three broad conclusions that can be inferred from the totality of these analyses.

For the first difference-in-difference analysis in which I examine the United States labor market as a whole, I find that migrants who entered the United States after 2002 earn a higher wage rate and work more hours per week relative to those who entered beforehand. The coefficient estimates in this analysis were extremely significant, with consistent p-values of approximately zero. When I restrict the sample to subsamples of particular labor markets or types of workers, most of the regressions also generated results that imply a positive post-2002 screening effect on migrants. The DID estimations in the endogenous-wage labor markets (i.e. Hispanic farmworkers and individuals in migrant-intensive occupations) determined that there was a significant wage premium and hike in weekly hours worked, although the level of significance of these estimates was worse than for the entire U.S. labor market.

For the exogenous-wage market, the DID regression results were mixed. I find that migrants working in the leisure industry and/or minimum-wage occupations that entered after the implementation of the HSA of 2002 worked roughly one additional hour per week, with statistical significance in eleven out of the twelve specifications. However, for migrants that are earning at or close to minimum wage, I obtain positive and negative $\beta$ coefficient estimates, none of
which are significant at $\alpha=0.10$. The same type of results are observed when the sample is restricted to young, uneducated, part-time employees: only one coefficient estimate is positive and significant, while a couple other regressions produced negative estimates. These results are not what one would expect to see based on the inferences of the model. However, there may be an empirical explanation. In both instances (Method 1 and 2), a "successful" or relatively productive worker may take themselves out of the subsample. If a worker earning approximately minimum wage shows aptitude in their job, management may respond by giving them a raise instead of only increasing their hours. Or instead, they may decide to give the individual a full-time position with the company. In either case, laborers that are relatively more productive have a higher likelihood of being removed from the subsample, causing a downward bias in in the estimations.

The difference-in-difference-in-difference regression results for the exogenous-wage and endogenous-wage markets produced results that are in line with the models presented in this paper. The $\beta$ coefficient estimates implied that, on the whole, migrants arriving after 2002 experienced a wage premium and worked longer hours. For workers in an exogenous-wage market, specifically those earning approximately minimum wage or working in a minimum wage-intensive sector or occupation, this screening effect is even more strongly pronounced: $\omega>0$. Hispanic farmworkers and migrants in migrant-
intensive occupations, representing the endogenous-wage market, had a different experience. For them, the screening effect was significantly reduced in terms of their wage premium, and there was no discernable differential impact on hours worked per week. These results are congruent with interpretation of the exo-wage and endo-wage models: when there is a feedback information loop (i.e. endogenous wages), the initial rise in productivity brought about by additional border security causes wages to rise, enticing less productive migrants to enter the nation. Thus, we expect endogenous-wage markets to have a smaller screening response to a change in immigration control policy.

By comparing the results obtained in the six endogenous/exogenous labor market analyses to those obtained when looking at the U.S. labor market as a whole, one can infer that there may have been sectoral shifts that helped to drive the extremely significant results obtained in the latter. After restricting the subsample to a particular group of individuals or labor market, the $\beta$ coefficients representing the screening effect are often smaller and always less significant, with $p$-values commonly between 0.01 and 0.1 (as opposed to $p$-value $\approx 0$ for the entire U.S. analysis). This could indicate that the powerful results for the total U.S. analysis were in part driven by sectoral changes in the migrant labor market: relatively strong growth of migrant employment in high-wage occupations/industries would drive the estimate for $\beta$ for the entire U.S. labor market upward.

The H1-B visa program, which allows migrants working in specialized occupations requiring advanced education, underwent serious changes starting in 1999 that allowed many more (tens of thousands annually) of these highearning migrants to enter the United States. While the education control variable in the entire U.S. analysis would pick up some of this variation, the $\mathrm{H} 1-\mathrm{B}$ policy change could cause an upward bias in the estimation of $\beta$. However, the fact that statistically significant results were obtained in the occupation-specific regressions imply that the passage of the Homeland Security Act of 2002 did cause a positive within-class screening effect on the unobservable abilities of migrants entering the United States, as these analyses are unaffected by crosssectoral shifts in the migrant labor economy.

The comparative results of the sixth specification, in which 'young migrants' are removed from the sample, can also provide insight for the current political situation regarding DACA (Deferred Action for Childhood Arrivals) and the DREAMers. Recall that DACA was an executive order signed by President Obama in 2012 and rescinded by President Trump in 2018 that allowed migrants meeting certain circumstances to lawfully remain in the United States. Among other requirements, these migrants must have entered the country while under 16 years of age and could not be older than 30 on June 15, 2012. In other words, DREAMers were individuals who were relocated to the U.S. before having a chance to enter the labor force, and entered the nation between 1982 and 2017.

In my empirical analyses, the 'young migrants' that are excluded in the sixth specification were individuals who arrived in the U.S. before entering the labor force, including arrivals from 1942 until 2017.

I find that, when 'young migrants' are removed from the sample, the coefficient estimate measuring the post-2002 screening effect tends to decrease. For the regressions in which significant results were obtained, the estimated $\beta$ coefficient for the sixth specification was lower than the estimates obtained through other three fixed effect models by approximately $16 \%$, on average. In other words, the existence of 'young migrants' in the sample causes the measured labor screening effect of immigration control policy to increase. This implies that individuals entering the nation as children or young adults, such as DREAMers, are relatively more strongly 'screened' than their parents, even though they probably did not make the decision to migrate themselves. This finding is in congruence with the intergenerational mobility theory discussed in the literature review: individuals who witness their parents facing hardship in exchange for economic opportunity tend to embody those values themselves and earn a relatively higher wage rate.

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## Appendix A: Proof of Positive Denominator in Labor Screening Effect

In order to find the inverse correlation that we would expect, the parenthesed term in the numerator must be positive: $0.5 \delta+0.5 \delta \mathrm{M}_{\mathrm{H}}+\mathrm{K}_{\mathrm{j}}-\mathrm{U}_{\mathrm{ALT}}>0$ Or: $0.5 \delta+0.5 \delta \mathrm{M}_{\mathrm{H}}+\mathrm{K}_{\mathrm{j}}>\mathrm{U}_{\mathrm{ALT}}$

I show this to be true by starting with the fact that, in order for any migrants to enter nation $\mathrm{j}\left(\mathrm{M}_{\min }<\mathrm{M}_{\mathrm{H}}\right)$, the following must be true:
$W_{i j}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j \mathrm{j}}\right)\left(1-M_{H}\right)>U_{\text {ALT }}$

We know that firms offer $\mathrm{W}_{\mathrm{ij}}=0.5 \delta\left(\mathrm{M}_{\text {min }}+\mathrm{M}_{\mathrm{H}}\right)+\mathrm{K}_{\mathrm{j}}$ :
$0.5 \delta\left(M_{\text {min }}+M_{H}\right)-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j j}\right)\left(1-M_{H}\right)>U_{A L T}$

I substitute for $U_{\text {ALT }}$ in the original inequality under investigation (we can do this since the formula substituted in is larger than $U_{\text {ALT, }}$ so the conclusion is valid if the inequality holds):
$0.5 \delta+0.5 \delta \mathrm{M}_{\mathrm{H}}+\mathrm{K}_{\mathrm{j}}>\mathrm{U}_{\mathrm{ALT}}$
$0.5 \delta+0.5 \delta M_{H}+K_{j}>0.5 \delta\left(M_{\text {min }}+M_{H}\right)+K_{j}-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{H}\right)$
$0.5 \delta-0.5 \delta M_{\min }+K_{j}>-\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)\left(1-M_{H}\right)$

The inequality holds, since $M_{\text {min }}$ and $M_{H}$ both have an upper bound of 1 , and the rest of the parameters and variables have a positive value. Therefore, the conclusion that there is an inverse correlation between immigration control policy and the number of migrants is valid.

## Appendix B: Proof of Government Welfare Maximum

In order to ensure that this is a maximum, the government welfare function should be concave down. I take the second derivative and find:
$\partial^{2} G_{j} / \partial P_{j}^{2}=2 \psi \alpha^{2}\left(W_{j i}-U_{A L T}\right)\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{-3}-\phi \delta \alpha^{2}\left(W_{j i}-U_{A L T}\right)\left(\alpha P_{j}+\beta D_{j h}+\right.$ $\left.\gamma \mathrm{E}_{\mathrm{j}}\right)^{-3}$
$\partial^{2} G_{j} / \partial P_{j}{ }^{2}=\alpha^{2}(2 \psi-\phi \delta)\left(W_{j i}-U_{A L T}\right)\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}\right)^{-3}$

We know that $\alpha$, the wage premium, and the costs of migration are all positive. Therefore, in order for the second derivative to be negative, the term $(2 \psi-\phi \delta)$ needs to be negative. This is extremely likely, since $\phi$ and $\delta$ both have positive values and, historically speaking, it is very rare for $\psi$ to be positive.

For the rest of this paper, I make the assumption that nation j has a neutral or mixed attitude toward migrants: $\psi=0$.

Therefore, $\phi \delta>2 \psi$.

In the exceptional case where $2 \psi>\phi \delta$ (nation j very strongly desires more immigrants), the government welfare function is concave up and the government will choose a corner solution of zero immigration policy: $P_{j}=0$.

## Appendix C: Ordering of Nations

Let's start with nation 1 . I begin by proving that the costs of migration in nation 1 are lower than that of nation 0 . I start with the fact that migrants with $M_{i}=$ $M_{\text {max, }}$ have the same utility in either nation:
$W_{0}-C_{0}\left(1-M_{\max , 1}\right)=W_{1}-C_{1}\left(1-M_{\max , 1}\right)$

I substitute $W_{1}$ for $\left(W_{0}+\alpha\right)$ where $\alpha>0$, since $W_{0}>W_{1}$ :
$W_{0}-C_{0}\left(1-M_{\max , 1}\right)=W_{0}+\alpha-C_{1}\left(1-M_{\max , 1}\right)$

Solving for $\mathrm{C}_{1}$ :
$C_{1}=C_{0}-\frac{\alpha}{1-M_{\max }}$

Therefore: $\mathrm{C}_{1}<\mathrm{C}_{0}$, and we know that:
$\frac{W_{0}-W_{1}}{C_{0}-C_{1}}>0$

I now introduce nation 2 by comparing $\mathrm{M}_{\max }$ to $\mathrm{M}_{\text {min }}$ for nation 1 . We know that:
$M_{\text {max, } 1}>M_{\text {min,1 }}$

Substituting and simplifying, I find that:
$0<\frac{W_{0}-W_{1}}{C_{0}-C_{1}}<\frac{W_{1}-W_{2}}{C_{1}-C_{2}}$

Since we know that the first fraction is positive, the second fraction must be positive too.

When we repeat the process for nation 2 , comparing $M_{\text {max }, 2}>M_{\text {min,2 }}$, we get:
$0<\frac{W_{0}-W_{1}}{C_{0}-C_{1}}<\frac{W_{1}-W_{2}}{C_{1}-C_{2}}<\frac{W_{2}-W_{3}}{C_{2}-C_{3}}$

And the process reiterates until there are no more viable nations. Recalling that
$M_{\text {min }, J}=0$, we are left with:

$$
\begin{aligned}
0<\frac{W_{1}-W_{0}}{C_{1}-C_{0}} & <\frac{W_{1}-W_{2}}{C_{1}-C_{2}}<\cdots<\frac{W_{j-1}-W_{j}}{C_{j-1}-C_{j}}<\frac{W_{j}-W_{j+1}}{C_{j}-C_{j+1}}<\cdots \frac{W_{J-1}-W_{J}}{C_{J-1}-C_{J}} \\
& <1
\end{aligned}
$$

## Appendix D: Proof that $\mathbf{W}_{\mathbf{j}-1}-\mathbf{W}_{\mathrm{j}}>\mathbf{0}$

There are two instances in which a particular nation is excluded from position j :
(1) $M_{\text {min }, j-2 / j}>M_{\min , j-2 / j-1}$

When calculating the $M_{\text {min }}$ for nation $j-2$, the $M_{\text {min }}$ calculation is higher for nation j then j -1. In this case, the particular nation would take the position of j -1 rather than j , since it is the "next best alternative" for nation j - 2 .
(2) $M_{\text {min }, j-1 / j}>M_{\text {min }, j-2 / j}$

The $M_{\text {min }}$ calculation between j and $\mathrm{j}-1$ is larger than that between j and j - 2 . In this case, migrants' derived utility is higher in nation $\mathrm{j}-2$ when $\mathrm{M}_{\mathrm{i}}>\mathrm{M}_{\text {min }, \mathrm{j}-2 / \mathrm{j}-1}$, and higher in nation $j-1$ when $M_{i}<M_{\text {min }, j-1 / j}$, and we know by definition that $M_{\text {min }, j-2 / j-1}>$ $\mathrm{M}_{\text {min, } \mathrm{j}-1 \mathrm{j} \mathrm{j}}$. Thus, zero migrants would prefer nation j over $\mathrm{j}-1$ or $\mathrm{j}-2$. Therefore, nation j either needs to be moved to position $\mathrm{j}+1$ or higher, or is not a "viable nation" at all.

I begin by defining:
$W_{j}=W_{j-1}+x$

$$
C_{j}=C_{j-1}+y
$$

Recalling the inequality found at the end of Appendix A.3, we know that:
$1>\frac{x}{y}>0$
Therefore, we know that x and y have the same sign. Also, we know that $|y|>$ $|x|$.

Suppose that $x>0$ :
(1) $M_{\text {min }, j-2 / j}>M_{\text {min }, j-2 / j-1}$

$$
\frac{W_{j-2}-W_{j}}{C_{j}-C_{j-2}}+1>\frac{W_{j-2}-W_{j-1}}{C_{j-1}-C_{j-2}}+1
$$

$$
\frac{W_{j-2}-W_{j-1}-x}{C_{j-1}-C_{j-2}+y}>\frac{W_{j-2}-W_{j-1}}{C_{j-1}-C_{j-2}}
$$

$$
\frac{W_{j-2}-W_{j-1}-x}{C_{j-1}-C_{j-2}+y}>\frac{W_{j-2}-W_{j-1}}{C_{j-1}-C_{j-2}}
$$

$$
W_{j-2}-W_{j-1}-x>\frac{\left(W_{j-2}-W_{j-1}\right)\left(C_{j-1}-C_{j-2}+y\right)}{C_{j-1}-C_{j-2}}
$$

$x>\frac{y\left(W_{j-2}-W_{j-1}\right)}{C_{j-2}-C_{j-1}}$
(2) $M_{\text {min }, j-1 / j}>M_{\text {min }, j-2 / j}$
$\frac{W_{j-1}-W_{j}}{C_{j}-C_{j-1}}+1>\frac{W_{j-2}-W_{j}}{C_{j}-C_{j-2}}+1$
$\frac{-x}{y}>\frac{W_{j-2}-W_{j}}{C_{j}-C_{j-2}}$
$x<\frac{y\left(W_{j-2}-W_{j-1}\right)}{C_{j-2}-C_{j-1}}$

Therefore, if $x>0$ the nation in question either (1) needs to be moved "down" to position j-1 (or higher), or (2) needs to be moved "up" to position j+1 or higher, or is simply not a "viable nation."

In the case that $x<0$, the exclusion condition for (2) becomes:
$x>\frac{y\left(W_{j-2}-W_{j-1}\right)}{C_{j-2}-C_{j-1}}$

Therefore, iff $\mathrm{x}<0$ and the condition $\frac{W_{j-1}-W_{j}}{C_{j-1}-C_{j}}<\frac{W_{j}-W_{j+1}}{C_{j}-C_{j+1}}$ holds true, is nation j is properly positioned.

Thus, the wage gap in question must be positive: $W_{j-1}-W_{j}>0$ and $W_{j}-$ $W_{j+1}>0$

## Appendix E: 26 Destination-nation Simulation

In order show that the wage gap is positive, I randomly generated wage rate $\left[W_{j i} \sim N(100,20)\right]$ and migration cost data $\left[C_{j i} \sim N(70,20)\right]$ for 26 destination nations. For the lowest-wage nation (A), I reduced the costs of migration to zero so that it may represent the origin-nation. I picked the highest-wage nation (I) as nation 0 , then found the country $(Z)$ with the highest $M_{\text {min }}$ between 0 and 1 for nation 1. I then calculated $\mathrm{M}_{\text {min,1 }}$ for every country except I , and picked one the highest one between 0 and $\mathrm{M}_{\text {min,1 }}(\mathrm{Y})$ as nation 2. Repeating the same process, I determined that nation A is nation 3. This is also the last "viable" nation, as there are no more $\mathrm{M}_{\text {min, }}$ calculations that are between zero and $\mathrm{M}_{\text {min,2 }}$.

|  |  |  | Nation 0:1 | Nation 1: 2 | Nation 2: Y | Nation 3: A |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Nation | Wage | Costs | Mmin, 0 | Mmin, 1 | Mmin,2 | Mmin,3 |
| A | 68.32 | 0.00 | 0.34 | 0.19 | 0.16 |  |
| B | 77.17 | 109.31 | 6.42 | 2.44 | 1.45 | 0.92 |
| C | 125.00 | 81.74 | 0.49 | 1.41 | 0.48 | 0.31 |
| D | 129.81 | 100.99 | 2.83 | 0.94 | 0.58 | 0.39 |
| E | 76.61 | 43.48 | -0.03 | -0.70 | -21.54 | 0.81 |
| F | 78.45 | 66.48 | -0.70 | -5.70 | 2.27 | 0.85 |
| G | 106.93 | 104.97 | 5.39 | 1.68 | 0.98 | 0.63 |
| H | 122.32 | 95.73 | -2.61 | 1.27 | 0.68 | 0.44 |
| 1 | 133.68 | 98.88 |  |  |  |  |
| J | 102.72 | 65.40 | 0.08 | -1.99 | 1.16 | 0.47 |
| K | 84.22 | 95.08 | -12.03 | 3.08 | 1.43 | 0.83 |
| L | 117.92 | 74.72 | 0.35 | 13.66 | 0.60 | 0.34 |
| M | 95.31 | 57.56 | 0.07 | -1.01 | 1.83 | 0.53 |
| N | 93.69 | 87.23 | -2.43 | 3.59 | 1.29 | 0.71 |
| 0 | 137.63 | 55.84 | 1.09 | 1.52 | -1.87 | -0.24 |
| P | 89.25 | 64.59 | -0.30 | -3.18 | 1.84 | 0.68 |
| Q | 69.16 | 105.24 | 11.13 | 2.88 | 1.61 | 0.99 |
| R | 112.58 | 91.90 | -2.02 | 1.87 | 0.86 | 0.52 |
| S | 88.25 | 102.64 | 13.06 | 2.39 | 1.31 | 0.81 |
| T | 86.76 | 83.63 | -2.08 | 5.26 | 1.49 | 0.78 |
| U | 112.35 | 78.94 | -0.07 | 4.15 | 0.81 | 0.44 |
| V | 86.71 | 58.48 | -0.16 | -1.69 | 2.40 | 0.69 |
| W | 123.55 | 70.75 | 0.64 | -0.47 | 0.32 | 0.22 |
| X | 104.04 | 49.70 | 0.40 | 0.00 | 1.38 | 0.28 |
| Y | 105.93 | 44.78 | 0.49 | 0.24 |  |  |
| Z | 128.19 | 73.91 | 0.78 |  |  |  |

Thus, the four viable nations are:

| Rank | Nation | Wage | Costs | I | $\mathrm{E}(\theta)$ |
| :---: | :---: | ---: | ---: | ---: | ---: |
| 0 | I | 133.68 | 98.88 | 0.22 | 1.89 |
| 1 | Z | 128.19 | 73.91 | 0.54 | 1.51 |
| 2 | Y | 105.93 | 44.78 | 0.08 | 1.20 |
| 3 | A | 68.32 | 0.00 | 0.16 | 1.08 |

As we can see, the wage rates of the viable nations are ranked in descending order. In other words, the wage gap discussed in 1.D is positive: $\mathrm{W}_{\mathrm{j}-1}-\mathrm{W}_{\mathrm{j}}>0$.

## Appendix F: Temporary Worker Visa Preference Categories

Table A. 1 Temporary Worker Visa Preference Categories
Category Description
$\mathrm{H}-1 \mathrm{~B} \quad$ its equivalent. Includes fashion models of distinguished merit and ability and government-to-government research and development, or coproduction projects administered by the Department of Defense.

To work in a specialty occupation. Requires a post-secondary degree involving at least four years of study in the field of specialization. (Note:
H-1B1 This is not a petition-based visa. For application procedures, please refer to the website for the U.S. Embassy in Chile or the U.S. Embassy in Singapore.)

For temporary or seasonal agricultural work. Limited to citizens or $\mathrm{H}-2 \mathrm{~A} \quad$ nationals of designated countries, with limited exceptions, if determined to be in the United States interest.

For temporary or seasonal non- agricultural work. Limited to citizens or H-2B nationals of designated countries, with limited exceptions, if determined to be in the United States interest.

To receive training, other than graduate medical or academic, that is not available in the trainee's home country or practical training programs in the education of children with mental, physical, or emotional disabilities.

To work at a branch, parent, affiliate, or subsidiary of the current employer in a managerial or executive capacity, or in a position requiring

L specialized knowledge. Individual must have been employed by the same employer abroad continuously for 1 year within the three preceding years.

For persons with extraordinary ability or achievement in the sciences, arts, education, business, athletics, or extraordinary recognized

To perform at a specific athletic competition as an athlete or as a member of an entertainment group. Requires an internationally recognized level of sustained performance. Includes persons providing essential services in support of the above individual.

For performance under a reciprocal exchange program between an organization in the United States and an organization in another country. Includes persons providing essential services in support of the above individual.

To perform, teach or coach under a program that is culturally unique or a traditional ethnic, folk, cultural, musical, theatrical, or artistic performance or presentation. Includes persons providing essential services in support of the above individual.

For practical training and employment and for sharing of the history, culture, and
traditions of your home country through participation in an international cultural exchange program.

[^33]
## Appendix G: Regression Output



Specification (2), Entire U.S. Labor Market
Linear regression $\quad$ Number of obs $=1,375,615$ $\mathrm{F}(14,50) \quad=\quad$.
Prob $>\mathrm{F}=$

| R-squared | $=$ | 0.2738 |
| :--- | :--- | ---: |
| Root MSE | $=$ | .6215 |

(Std. Err. adjusted for 51 clusters in state)


Linear regression

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| $\mathrm{~F}(13,50)$ | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1148 |
| Root MSE | $=$ | 9.8993 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | . 0365837 | . 0904761 | 0.40 | 0.688 | -. 1451429 | .2183103 |
| post911entry | -1.257838 | . 073261 | -17.17 | 0.000 | -1.404987 | -1.110689 |
| post911ent~t | . 7130374 | . 1340383 | 5.32 | 0.000 | . 4438136 | . 9822613 |
| yearseduc | . 5140983 | . 0270987 | 18.97 | 0.000 | . 459669 | . 5685277 |
| exp | . 564869 | . 0113541 | 49.75 | 0.000 | . 5420637 | . 5876742 |
| exp_sq | -. 0105649 | .0001905 | -55.46 | 0.000 | -. 0109475 | -. 0101822 |
| female | -4.777614 | . 1194686 | -39.99 | 0.000 | -5.017574 | -4.537654 |
| white | -. 0336716 | .1657066 | -0.20 | 0.840 | -. 3665031 | . 2991599 |
| black | -. 2309035 | .1635369 | -1.41 | 0.164 | -. 5593771 | . 0975701 |
| asian | -. 7110509 | . 1862928 | -3.82 | 0.000 | -1.085231 | -. 3368708 |
| hispanic | .1075727 | .2103316 | 0.51 | 0.611 | -. 3148908 | . 5300362 |
| years_sinc~l | -. 0024886 | . 0018932 | -1.31 | 0.195 | -. 0062912 | . 0013139 |
| rural | . 1793664 | . 0762342 | 2.35 | 0.023 | . 0262454 | . 3324873 |
| year | -7.936851 | 3.856644 | -2.06 | 0.045 | -15.68315 | -. 1905537 |
| year_sq | .0019693 | .0009615 | 2.05 | 0.046 | .0000381 | . 0039005 |
| _cons | 8026.429 | 3866.437 | 2.08 | 0.043 | 260.4628 | 15792.4 |

Specification (3), Entire U.S. Labor Market

| Number of obs | $=1,375,615$ |  |
| :--- | :--- | ---: |
| F (34, 50) | $=$ | 4083.63 |
| Prob $>\mathrm{F}$ | $=$ | 0.0000 |
| R-squared | $=$ | 0.2885 |
| Root MSE | $=$ | .61519 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust |  | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 0700353 | . 0067952 | 10.31 | 0.000 | . 0563867 | . 0836838 |
| post911entry | -. 0689519 | . 0041862 | -16.47 | 0.000 | -. 0773601 | -. 0605437 |
| post911ent~t | . 0299543 | . 0055831 | 5.37 | 0.000 | . 0187404 | . 0411682 |
| hsgrad | . 2634568 | . 005257 | 50.12 | 0.000 | . 2528977 | . 2740158 |
| assocgrad | . 4456565 | . 0067982 | 65.56 | 0.000 | . 432002 | . 459311 |
| bachgrad | . 7063531 | . 0096429 | 73.25 | 0.000 | . 6869848 | . 7257215 |
| mastgrad | . 8837125 | . 0145473 | 60.75 | 0.000 | . 8544934 | . 9129316 |
| doctorgrad | 1.115152 | . 0127299 | 87.60 | 0.000 | 1.089583 | 1.14072 |
| exp | . 0307746 | . 0004892 | 62.91 | 0.000 | . 0297921 | . 0317571 |
| exp_sq | -. 0006131 | . 0000119 | -51.67 | 0.000 | -. 000637 | -. 0005893 |
| femăle | -. 2424658 | . 0050457 | -48.05 | 0.000 | -. 2526004 | -. 2323313 |
| white | . 0862186 | . 011587 | 7.44 | 0.000 | . 0629455 | . 1094917 |
| black | -. 0482985 | . 0165958 | -2.91 | 0.005 | -. 0816321 | -. 0149649 |
| asian | . 1176587 | . 0217156 | 5.42 | 0.000 | . 0740417 | . 1612757 |
| hispanic | -. 0147903 | . 0182527 | -0.81 | 0.422 | -. 051452 | . 0218714 |
| years_sinc~l | . 0081892 | . 0004012 | 20.41 | 0.000 | . 0073834 | . 0089949 |
| - rural | -. 1670353 | . 0126502 | -13.20 | 0.000 | -. 192444 | -. 1416266 |
| year |  |  |  |  |  |  |
| 1999 | . 0296578 | . 0044939 | 6.60 | 0.000 | . 0206315 | . 0386842 |
| 2000 | . 0437704 | . 0040796 | 10.73 | 0.000 | . 0355762 | . 0519646 |
| 2001 | . 0615078 | . 0050118 | 12.27 | 0.000 | . 0514412 | . 0715743 |
| 2002 | . 068626 | . 0042439 | 16.17 | 0.000 | . 0601019 | . 07715 |
| 2003 | . 0737965 | . 0049711 | 14.85 | 0.000 | . 0638118 | . 0837812 |
| 2004 | . 0662444 | . 0050265 | 13.18 | 0.000 | . 0561484 | . 0763404 |
| 2005 | . 0550193 | . 0047325 | 11.63 | 0.000 | . 0455139 | . 0645247 |
| 2006 | . 0485835 | . 0057264 | 8.48 | 0.000 | . 0370818 | . 0600853 |
| 2007 | . 0506171 | . 0083452 | 6.07 | 0.000 | . 0338553 | . 0673788 |
| 2008 | . 0573816 | . 0071191 | 8.06 | 0.000 | . 0430825 | . 0716808 |
| 2009 | . 0396988 | . 0068346 | 5.81 | 0.000 | . 025971 | . 0534266 |
| 2010 | . 0565063 | . 0062916 | 8.98 | 0.000 | . 0438694 | . 0691433 |
| 2011 | . 0409959 | . 0068218 | 6.01 | 0.000 | . 027294 | . 0546978 |
| 2012 | . 0273835 | . 0077952 | 3.51 | 0.001 | . 0117263 | . 0430407 |
| 2013 | . 0137867 | . 0076215 | 1.81 | 0.076 | -. 0015215 | . 0290949 |
| 2014 | . 0150748 | . 0096917 | 1.56 | 0.126 | -. 0043915 | . 0345412 |
| 2015 | . 0149366 | . 0091727 | 1.63 | 0.110 | -. 0034873 | . 0333606 |
| cons | 1.951551 | . 0153564 | 127.08 | 0.000 | 1.920707 | 1. 982395 |

Linear regression

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| $\mathrm{~F}(34,50)$ | $=$ | 3597.66 |
| Prob F | $=$ | 0.0000 |
| R-squared | $=$ | 0.1227 |
| Root MSE | $=$ | 9.8548 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ | [95\% Conf | Interval] |
| migrant | -. 3705058 | . 088469 | -4.19 | 0.000 | -. 548201 | -. 1928106 |
| post911entry | -1.286775 | . 0755081 | -17.04 | 0.000 | -1.438438 | -1.135113 |
| post911ent~t | . 6500583 | . 1432788 | 4.54 | 0.000 | . 3622744 | . 9378422 |
| hsgrad | 1.783939 | . 1975991 | 9.03 | 0.000 | 1.38705 | 2.180829 |
| assocgrad | 2.41986 | . 1983657 | 12.20 | 0.000 | 2.021431 | 2.818289 |
| bachgrad | 4.112304 | . 1668535 | 24.65 | 0.000 | 3.777169 | 4.447439 |
| mastgrad | 5.027321 | . 1962847 | 25.61 | 0.000 | 4.633072 | 5.42157 |
| doctorgrad | 8.395625 | . 3097027 | 27.11 | 0.000 | 7.773569 | 9.017682 |
| exp | . 5517253 | . 0110331 | 50.01 | 0.000 | . 5295646 | . 5738861 |
| exp_sq | -. 0103638 | . 0001731 | -59.88 | 0.000 | -. 0107115 | -. 0100162 |
| female | -4.740076 | . 1187892 | -39.90 | 0.000 | -4.978671 | -4.501481 |
| white | -. 1883389 | . 1572104 | -1.20 | 0.237 | -. 5041053 | . 1274275 |
| black | -. 2250908 | . 158266 | -1.42 | 0.161 | -. 5429773 | . 0927958 |
| asian | -. 8790014 | . 179202 | -4.91 | 0.000 | -1.238939 | -. 5190635 |
| hispanic | -. 024014 | . 2150514 | -0.11 | 0.912 | -. 4559574 | . 4079294 |
| years_sinc~l | -. 0050767 | . 0025102 | -2.02 | 0.049 | -. 0101186 | -. 0000347 |
| rural | . 2552281 | . 0832413 | 3.07 | 0.003 | . 0880331 | . 4224232 |
|  |  |  |  |  |  |  |
| 1999 | . 1132456 | . 059296 | 1.91 | 0.062 | -. 005854 | . 2323451 |
| 2000 | . 1435715 | . 0882951 | 1.63 | 0.110 | -. 0337744 | . 3209174 |
| 2001 | . 1009955 | . 092171 | 1.10 | 0.278 | -. 0841353 | . 2861264 |
| 2002 | -. 1286008 | . 0686954 | -1.87 | 0.067 | -. 2665795 | . 0093779 |
| 2003 | -. 3041418 | . 0830273 | -3.66 | 0.001 | -. 4709069 | -. 1373766 |
| 2004 | -. 3348535 | . 1024144 | -3.27 | 0.002 | -. 5405589 | -. 1291481 |
| 2005 | -. 2175847 | . 0847405 | -2.57 | 0.013 | -. 387791 | -. 0473784 |
| 2006 | -. 0439383 | . 0937625 | -0.47 | 0.641 | -. 2322658 | . 1443893 |
| 2007 | . 0118135 | . 082689 | 0.14 | 0.887 | -. 1542723 | . 1778993 |
| 2008 | -. 0211793 | . 0826461 | -0.26 | 0.799 | -. 1871788 | . 1448202 |
| 2009 | -. 3725973 | . 0789702 | -4.72 | 0.000 | -. 5312135 | -. 2139811 |
| 2010 | -. 7538585 | . 0826513 | -9.12 | 0.000 | -. 9198685 | -. 5878486 |
| 2011 | -. 7330479 | . 079988 | -9.16 | 0.000 | -. 8937085 | -. 5723872 |
| 2012 | -. 5760617 | . 0847063 | -6.80 | 0.000 | -. 7461994 | -. 4059241 |
| 2013 | -. 450973 | . 0993293 | -4.54 | 0.000 | -. 6504819 | -. 2514642 |
| 2014 | -. 4033786 | . 099816 | -4.04 | 0.000 | -. 6038649 | -. 2028924 |
| 2015 | -. 1967885 | . 0923805 | -2.13 | 0.038 | -. 3823403 | -. 0112368 |
| cons | 34.84489 | . 2120274 | 164.34 | 0.000 | 34.41902 | 35.27076 |

Specification (4), Entire U.S. Labor Market

| Linear regression | Number of obs |  | 1,375,615 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.2803 |
|  | Root MSE | = | . 61873 |

(Std. Err. adjusted for 51 clusters in state)

|  | Robust |  |  |  | [95\% Con | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| lnwage | Coef. | Std. Err | t | $P>\|t\|$ |  |  |
| migrant | . 7712442 | . 0494547 | 15.59 | 0.000 | . 6719115 | .8705769 |
| post911entry | -. 0707972 | .0039406 | -17.97 | 0.000 | -. 0787121 | -. 0628823 |
| post911ent~t | . 033843 | . 0081144 | 4.17 | 0.000 | . 0175447 | . 0501412 |
| yearseduc | . 112753 | .0013176 | 85.58 | 0.000 | .1101066 | . 1153995 |
| migrantyea~c | -. 0420036 | .0026633 | -15.77 | 0.000 | -. 0473531 | -. 0366541 |
| exp | .0367186 | .0006661 | 55.13 | 0.000 | . 0353808 | .0380565 |
| migrantexp | -. 0127246 | .0009193 | -13.84 | 0.000 | -. 0145711 | -. 0108781 |
| exp_sq | -. 0006868 | .000019 | -36.17 | 0.000 | -. 000725 | -. 0006487 |
| migrantexp~q | .0003163 | .0000208 | 15.20 | 0.000 | . 0002745 | .0003581 |
| female | -. 2501089 | . 004809 | -52.01 | 0.000 | -. 259768 | -. 2404498 |
| migrantfem~e | . 016607 | . 0074099 | 2.24 | 0.029 | . 0017239 | . 0314901 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 15193 | . 0089992 | -16.88 | 0.000 | -. 1700054 | -. 1338546 |
| Hispanic | -. 0624254 | . 0216678 | -2.88 | 0.006 | -. 1059464 | -. 0189043 |
| Asian | . 0327421 | . 016077 | 2.04 | 0.047 | . 0004504 | . 0650338 |
| Other | -. 0983478 | . 0118949 | -8.27 | 0.000 | -. 1222394 | -. 0744561 |
|  |  |  |  |  |  |  |
| migrant <br> wbhao |  |  |  |  |  |  |
| 1\#Black | -. 0061478 | . 0198614 | -0.31 | 0.758 | -. 0460406 | . 033745 |
| 1\#Hispanic | -. 1578541 | . 0228033 | -6.92 | 0.000 | -. 2036558 | -. 1120523 |
| 1\#Asian | -. 0327837 | . 0188859 | -1.74 | 0.089 | -. 0707173 | . 0051498 |
| 1\#Other | . 0103428 | . 0509891 | 0.20 | 0.840 | -. 0920719 | . 1127574 |
| years_sinc~l | . 0062695 | . 0007423 | 8.45 | 0.000 | . 0047785 | . 0077605 |
| rural | -. 1649927 | . 0123455 | -13.36 | 0.000 | -. 1897893 | -. 1401961 |
| migrantrural | . 0822124 | . 019896 | 4.13 | 0.000 | . 0422502 | . 1221747 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0302908 | . 0049548 | 6.11 | 0.000 | . 0203388 | . 0402427 |
| 2000 | . 0409151 | . 0044386 | 9.22 | 0.000 | . 0319998 | . 0498303 |
| 2001 | . 0562655 | . 0054058 | 10.41 | 0.000 | . 0454076 | . 0671234 |
| 2002 | . 0625805 | . 0043537 | 14.37 | 0.000 | . 0538358 | . 0713251 |
| 2003 | . 0696354 | .0047499 | 14.66 | 0.000 | . 0600949 | . 0791758 |
| 2004 | . 0640272 | . 0046321 | 13.82 | 0.000 | . 0547233 | . 0733311 |
| 2005 | . 0509271 | . 0039005 | 13.06 | 0.000 | . 0430928 | . 0587615 |
| 2006 | . 0418678 | .0052176 | 8.02 | 0.000 | . 0313879 | . 0523476 |
| 2007 | . 0457825 | . 0080408 | 5.69 | 0.000 | . 0296321 | . 0619329 |
| 2008 | . 0522617 | .0066146 | 7.90 | 0.000 | . 0389759 | . 0655475 |
| 2009 | . 0364528 | .0067872 | 5.37 | 0.000 | . 0228204 | . 0500852 |
| 2010 | . 0525574 | . 0061876 | 8.49 | 0.000 | . 0401291 | . 0649856 |
| 2011 | . 0360523 | .0060371 | 5.97 | 0.000 | . 0239264 | . 0481783 |
| 2012 | . 0227458 | .0074747 | 3.04 | 0.004 | . 0077324 | . 0377593 |
| 2013 | . 0070817 | . 007144 | 0.99 | 0.326 | -. 0072674 | . 0214309 |
| 2014 | . 0110225 | . 0095385 | 1.16 | 0.253 | -. 008136 | . 0301811 |
| 2015 | . 0140424 | . 0084675 | 1.66 | 0.104 | -. 0029651 | . 03105 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0171708 | . 0089023 | -1.93 | 0.059 | -. 0350516 | . 00071 |
| 12000 | . 0104625 | .0111014 | 0.94 | 0.350 | -. 0118352 | . 0327603 |
| 12001 | . 027369 | . 0124349 | 2.20 | 0.032 | . 0023927 | . 0523454 |
| 12002 | . 0323948 | . 0071133 | 4.55 | 0.000 | .0181073 | . 0466824 |
| 12003 | . 0130047 | . 0126274 | 1.03 | 0.308 | -. 0123581 | . 0383675 |
| 12004 | . 0075911 | . 0124869 | 0.61 | 0.546 | -. 0174896 | . 0326718 |
| 12005 | . 0243837 | . 0113734 | 2.14 | 0.037 | . 0015395 | . 0472278 |


| 1 | 2006 | .0379078 | .0100102 | 3.79 | 0.000 | .0178018 | .0580139 |
| ---: | :--- | :--- | :--- | :--- | :--- | ---: | ---: |
| 12007 | .0306461 | .0088088 | 3.48 | 0.001 | .0129531 | .0483391 |  |
| 12008 | .024431 | .0099897 | 2.45 | 0.018 | .004366 | .044496 |  |
| 12009 | .0181487 | .0136869 | 1.33 | 0.191 | -.0093421 | .0456396 |  |
| 12010 | .0229796 | .0103091 | 2.23 | 0.030 | .0022731 | .0436861 |  |
| 12011 | .0207727 | .0116852 | 1.78 | 0.082 | -.0026977 | .0442432 |  |
| 12012 |  | .0232386 | .0112244 | 2.07 | 0.044 | .0006937 | .0457836 |
| 12013 | .0346999 | .0122826 | 2.83 | 0.007 | .0100297 | .0593702 |  |
| 12014 | .0285496 | .0123927 | 2.30 | 0.025 | .0036582 | .0534411 |  |
| 12015 | .0119718 | .016379 | 0.73 | 0.468 | -.0209264 | .0448699 |  |
|  |  |  |  |  |  |  |  |
|  | cons | .8874796 | .0255574 | 34.73 | 0.000 | .8361462 | .9388131 |


| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | = |  |
|  | R -squared | = | 0.1184 |
|  | Root MSE |  | 9.8791 |

(Std. Err. adjusted for 51 clusters in state)


| 1999 | . 0990913 | . 0656096 | 1.51 | 0.137 | -. 0326895 | . 2308721 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2000 | . 1116998 | . 0908265 | 1.23 | 0.225 | -. 0707306 | . 2941301 |
| 2001 | . 0531104 | . 098185 | 0.54 | 0.591 | -. 1441 | . 2503208 |
| 2002 | -. 1476019 | . 0780837 | -1.89 | 0.065 | -. 3044377 | . 009234 |
| 2003 | -. 3388732 | . 0864319 | -3.92 | 0.000 | -. 5124767 | -. 1652697 |
| 2004 | -. 3498298 | . 1061803 | -3.29 | 0.002 | -. 5630993 | -. 1365603 |
| 2005 | \| -. 2250891 | . 0925326 | -2.43 | 0.019 | -. 4109462 | -. 039232 |
| 2006 | -. 1111937 | . 1069071 | -1.04 | 0.303 | -. 325923 | . 1035355 |
| 2007 | -. 0102472 | . 089434 | -0.11 | 0.909 | -. 1898806 | .1693862 |
| 2008 | -. 0434478 | . 095344 | -0.46 | 0.651 | -. 2349518 | .1480561 |
| 2009 | -. 3411045 | . 0919847 | -3.71 | 0.001 | -. 5258611 | -. 1563479 |
| 2010 | \| -. 6700069 | . 0975662 | -6.87 | 0.000 | -. 8659744 | -. 4740395 |
| 2011 | -. 6713802 | . 0901842 | -7.44 | 0.000 | -. 8525206 | -. 4902399 |
| 2012 | $1-.5030165$ | . 0963522 | -5.22 | 0.000 | -. 6965456 | -. 3094873 |
| 2013 | $1-.3793571$ | . 1146606 | -3.31 | 0.002 | -. 6096598 | -. 1490545 |
| 2014 | -. 3426775 | .1095818 | -3.13 | 0.003 | -. 562779 | -. 1225761 |
| 2015 | -. 132977 | .1003743 | $-1.32$ | 0.191 | -. 3345848 | . 0686307 |
|  | \| |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | 1.0654131 | . 1597571 | 0.41 | 0.684 | -. 2554684 | . 3862946 |
| 12000 | 1.2052425 | . 2098845 | 0.98 | 0.333 | -. 2163229 | . 6268078 |
| 12001 | . 3144794 | .1620985 | 1.94 | 0.058 | -. 011105 | . 6400638 |
| 12002 | .0636964 | .1678702 | 0.38 | 0.706 | -. 2734809 | . 4008737 |
| 12003 | . 1448027 | .1695165 | 0.85 | 0.397 | -. 1956811 | . 4852866 |
| 12004 | 1.0273746 | . 2014288 | 0.14 | 0.892 | -. 377207 | . 4319563 |
| 12005 | $1-.0398953$ | . 1235498 | -0.32 | 0.748 | -. 2880523 | . 2082617 |
| 12006 | . 3194029 | . 1750113 | 1.83 | 0.074 | -. 0321176 | . 6709234 |
| 12007 | .0324967 | . 1164815 | 0.28 | 0.781 | -. 2014632 | . 2664567 |
| 12008 | $1-.0193173$ | .1719346 | -0.11 | 0.911 | -. 3646581 | . 3260235 |
| 12009 | $1-.3349765$ | .1604913 | -2.09 | 0.042 | -. 6573328 | -. 0126203 |
| 12010 | \| -. 6711416 | . 1511802 | -4.44 | 0.000 | -. 974796 | -. 3674873 |
| 12011 | -. 6189805 | . 1318664 | -4.69 | 0.000 | -. 883842 | -. 354119 |
| 12012 | $1-.6540796$ | . 1551614 | -4.22 | 0.000 | -. 9657303 | -. 3424288 |
| 12013 | $1-.6531197$ | .1516072 | -4.31 | 0.000 | -. 9576318 | -. 3486077 |
| 12014 | $1-.5312053$ | .1616927 | -3.29 | 0.002 | -. 8559747 | -. 206436 |
| 12015 | \| -. 5730828 | .1309879 | -4.38 | 0.000 | -. 8361798 | -. 3099858 |
|  | , |  |  |  |  |  |
| _cons | 27.89892 | . 3991018 | 69.90 | 0.000 | 27.0973 | 28.70054 |

Specification (5), Entire U.S. Labor Market

| Linear regression | Number of obs | $=$ | 1,375,615 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(49,50)$ |  |  |
|  | Prob > F | $=$ |  |
|  | R -squared | = | 0.2909 |
|  | Root MSE | = | . 61416 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Con | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | . 0317949 | . 0206432 | 1.54 | 0.130 | -. 0096682 | . 073258 |
| post911entry | -. 0635805 | . 0037507 | -16.95 | 0.000 | -. 0711139 | -. 056047 |


| post911ent~t | . 0446021 | . 0060608 | 7.36 | 0.000 | . 0324286 | . 0567757 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| hsgrad | . 2520617 | . 0060711 | 41.52 | 0.000 | . 2398675 | . 2642559 |
| assocgrad | . 4176748 | . 007278 | 57.39 | 0.000 | . 4030565 | . 4322932 |
| bachgrad | . 6587619 | . 0123818 | 53.20 | 0.000 | . 6338924 | . 6836314 |
| mastgrad | . 7958327 | . 0183266 | 43.43 | 0.000 | . 7590227 | . 8326426 |
| doctorgrad | 1.026432 | . 0190285 | 53.94 | 0.000 | . 9882118 | 1.064652 |
| migranthsg~d | -. 0623704 | . 0061664 | -10.11 | 0.000 | -. 0747559 | -. 0499848 |
| migrantass~d | -. 0262546 | . 0137894 | -1.90 | 0.063 | -. 0539514 | . 0014422 |
| migrantbac~d | . 0030273 | . 012282 | 0.25 | 0.806 | -. 0216418 | . 0276964 |
| migrantmas~d | . 1582786 | . 021529 | 7.35 | 0.000 | . 1150362 | . 2015209 |
| migrantdoc~d | . 0457642 | . 0199053 | 2.30 | 0.026 | . 0057832 | . 0857453 |
| exp | . 0234073 | . 0012054 | 19.42 | 0.000 | . 0209863 | . 0258284 |
| migrantexp | -. 0015799 | . 0016707 | -0.95 | 0.349 | -. 0049357 | . 0017759 |
| exp_sq | -. 000667 | . 000018 | -36.97 | 0.000 | -. 0007033 | -. 0006308 |
| migrantexp~q | . 0002537 | . 000018 | 14.10 | 0.000 | . 0002175 | . 0002898 |
| female | -. 2466366 | . 0048353 | -51.01 | 0.000 | -. 2563486 | -. 2369247 |
| migrantfem~e | . 0249048 | . 0067433 | 3.69 | 0.001 | . 0113606 | . 0384491 |
| $1 . m i g r a n t$ | - | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1423923 | . 0091559 | -15.55 | 0.000 | -. 1607824 | -. 1240021 |
| Hispanic | -. 0627801 | . 0244876 | -2.56 | 0.013 | -. 1119649 | -. 0135954 |
| Asian | . 0192981 | . 0163604 | 1.18 | 0.244 | -. 0135629 | . 052159 |
| Other | -. 0869131 | . 0118465 | -7.34 | 0.000 | -. 1107074 | -. 0631188 |
|  |  |  |  |  |  |  |
| migrant wbhao |  |  |  |  |  |  |
| 1\#Black | . 0398333 | . 0177406 | 2.25 | 0.029 | . 0042002 | . 0754664 |
| 1\#Hispanic | -. 125705 | . 0220395 | -5.70 | 0.000 | -. 1699726 | -. 0814374 |
| 1\#Asian | -. 0389857 | . 0141635 | -2.75 | 0.008 | -. 0674338 | -. 0105376 |
| 1\#Other | . 0199001 | . 0536457 | 0.37 | 0.712 | -. 0878505 | . 1276507 |
|  |  |  |  |  |  |  |
| years_sinc~l | . 0180005 | . 0014277 | 12.61 | 0.000 | . 0151328 | . 0208681 |
| rural | -. 1684479 | . 0127779 | -13.18 | 0.000 | -. 1941131 | -. 1427827 |
| migrantrural | . 0793794 | . 0155672 | 5.10 | 0.000 | . 0481117 | . 1106471 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0310711 | . 0049593 | 6.27 | 0.000 | . 02111 | . 0410322 |
| 2000 | . 0422085 | . 0043465 | 9.71 | 0.000 | . 0334783 | . 0509386 |
| 2001 | . 0576285 | . 0052063 | 11.07 | 0.000 | . 0471713 | . 0680856 |
| 2002 | . 0642462 | . 0043286 | 14.84 | 0.000 | . 0555519 | . 0729405 |
| 2003 | . 0720533 | . 0051077 | 14.11 | 0.000 | . 0617943 | . 0823124 |
| 2004 | . 0651062 | . 0049725 | 13.09 | 0.000 | . 0551186 | . 0750938 |
| 2005 | . 0512073 | . 004038 | 12.68 | 0.000 | . 0430967 | . 0593178 |
| 2006 | . 0428693 | . 0052622 | 8.15 | 0.000 | . 0323 | . 0534387 |
| 2007 | . 0451272 | . 007738 | 5.83 | 0.000 | . 029585 | . 0606694 |
| 2008 | . 0528503 | . 0066758 | 7.92 | 0.000 | . 0394416 | . 066259 |
| 2009 | . 0360287 | . 006751 | 5.34 | 0.000 | . 022469 | . 0495884 |
| 2010 | . 0515803 | . 0057921 | 8.91 | 0.000 | . 0399466 | . 063214 |
| 2011 | . 035426 | . 0060074 | 5.90 | 0.000 | . 0233598 | . 0474922 |
| 2012 | . 0215003 | . 0077546 | 2.77 | 0.008 | . 0059247 | . 0370759 |
| 2013 | . 0058407 | . 0071471 | 0.82 | 0.418 | -. 0085147 | . 0201961 |
| 2014 | . 007936 | . 0099534 | 0.80 | 0.429 | -. 0120561 | . 027928 |
| 2015 | . 0105375 | . 0089429 | 1.18 | 0.244 | -. 0074249 | . 0284999 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0226939 | . 0089798 | -2.53 | 0.015 | -. 0407303 | -. 0046575 |
| 12000 | -. 001599 | . 0090666 | -0.18 | 0.861 | -. 0198099 | . 0166118 |
| 12001 | . 0066344 | . 0098726 | 0.67 | 0.505 | -. 0131952 | . 0264641 |
| 12002 | . 0008123 | . 0076765 | 0.11 | 0.916 | -. 0146065 | . 0162311 |


| 1 | 2003 | -.027862 | .0126843 | -2.20 | 0.033 | -.0533391 |
| ---: | ---: | :--- | :--- | :--- | :--- | ---: |$-.002385$

Linear regression

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| $\mathrm{~F}(49,50)$ | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1246 |
| Root MSE | $=$ | 9.8444 |

(Std. Err. adjusted for 51 clusters in state)



Specification (6), Entire U.S. Labor Market

Linear regression
Number of obs $=1,364,949$

| F(49, 50) | $=$ | . |
| :--- | :--- | ---: |
| Prob $>$ F | $=$ | . |
| R-squared | $=$ | 0.2902 |
| Root MSE | $=$ | .61398 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust <br> Std. Err. | t | P>\|t| | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 2709537 | . 0143077 | 18.94 | 0.000 | . 2422159 | . 2996915 |
| post911entry | -. 0636863 | . 0037393 | -17.03 | 0.000 | -. 0711969 | -. 0561757 |
| post911ent~t | . 0307495 | . 0061767 | 4.98 | 0.000 | . 0183431 | . 0431559 |
| hsgrad | . 2723052 | . 0050024 | 54.44 | 0.000 | . 2622576 | . 2823527 |
| assocgrad | . 4468584 | . 0056578 | 78.98 | 0.000 | . 4354944 | . 4582224 |
| bachgrad | . 7028645 | . 0091553 | 76.77 | 0.000 | . 6844756 | . 7212534 |
| mastgrad | . 8553081 | . 0131981 | 64.81 | 0.000 | . 8287989 | . 8818173 |
| doctorgrad | 1.100986 | . 0128025 | 86.00 | 0.000 | 1.075271 | 1.1267 |
| migranthsg~d | -. 0821192 | . 0050676 | -16.20 | 0.000 | -. 0922977 | -. 0719407 |
| migrantass~d | -. 0525136 | . 0140364 | -3.74 | 0.000 | -. 0807065 | -. 0243207 |
| migrantbac~d | -. 0444391 | . 0085175 | -5.22 | 0.000 | -. 0615469 | -. 0273313 |
| migrantmas~d | . 0945479 | . 0163354 | 5.79 | 0.000 | . 0617372 | . 1273585 |
| migrantdoc~d | -. 0390245 | . 0146917 | -2.66 | 0.011 | -. 0685336 | -. 0095153 |
| exp | . 0309869 | . 0006141 | 50.46 | 0.000 | . 0297534 | . 0322204 |
| migrantexp | -. 0131249 | . 0009938 | -13.21 | 0.000 | -. 015121 | -. 0111288 |
| exp_sq | -. 0006689 | . 0000182 | -36.81 | 0.000 | -. 0007054 | -. 0006324 |
| migrantexp~q | . 0003206 | . 000019 | 16.84 | 0.000 | . 0002823 | . 0003588 |
| female | -. 2461992 | . 0048451 | -50.81 | 0.000 | -. 255931 | -. 2364674 |
| migrantfem~e | . 0187361 | . 0067935 | 2.76 | 0.008 | . 0050909 | . 0323813 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1424841 | . 0091962 | -15.49 | 0.000 | -. 1609553 | -. 1240129 |
| Hispanic | -. 0594589 | . 0246295 | -2.41 | 0.019 | -. 1089287 | -. 0099891 |
| Asian | . 0301781 | . 0159053 | 1.90 | 0.064 | -. 0017686 | . 0621249 |
| Other | -. 0868148 | . 0119203 | -7.28 | 0.000 | -. 1107573 | -. 0628722 |
| migrant\#\| <br> wbhao |  |  |  |  |  |  |
| 1\#Black | . 0408895 | . 0193404 | 2.11 | 0.040 | . 0020432 | . 0797359 |
| 1\#Hispanic | -. 1355058 | . 0223382 | -6.07 | 0.000 | -. 1803733 | -. 0906382 |
| 1\#Asian | -. 0523794 | . 0148187 | -3.53 | 0.001 | -. 0821436 | -. 0226153 |
| 1\#Other | . 0178112 | . 0586863 | 0.30 | 0.763 | -. 1000637 | . 1356861 |
| years_sinc~l | . 0103154 | . 0006304 | 16.36 | 0.000 | . 0090492 | . 0115816 |
| rural | -. 1695731 | . 0127777 | -13.27 | 0.000 | -. 1952379 | -. 1439083 |
| migrantrural | . 0796229 | . 015451 | 5.15 | 0.000 | . 0485886 | . 1106572 |
| year |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| 1999 | . 0312188 | . 0049555 | 6.30 | 0.000 | . 0212653 | . 0411722 |
| 2000 | . 0424483 | . 0043456 | 9.77 | 0.000 | . 0337198 | . 0511767 |
| 2001 | . 058125 | . 0051866 | 11.21 | 0.000 | . 0477073 | . 0685426 |
| 2002 | . 0649391 | . 0043506 | 14.93 | 0.000 | . 0562006 | . 0736777 |
| 2003 | . 0728573 | . 0051577 | 14.13 | 0.000 | . 0624978 | . 0832169 |
| 2004 | . 0661011 | . 004996 | 13.23 | 0.000 | . 0560662 | . 0761359 |
| 2005 | . 0521734 | . 004032 | 12.94 | 0.000 | . 0440749 | . 0602719 |
| 2006 | . 0441206 | . 0053072 | 8.31 | 0.000 | . 0334608 | . 0547805 |
| 2007 | . 0464264 | . 0078015 | 5.95 | 0.000 | . 0307566 | . 0620963 |
| 2008 | . 0544349 | . 0067102 | 8.11 | 0.000 | . 0409571 | . 0679128 |
| 2009 | . 0375575 | . 0067529 | 5.56 | 0.000 | . 0239939 | . 051121 |


| 2010 | \| | . 0531663 | . 0057773 | 9.20 | 0.000 | . 0415622 | . 0647703 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2011 | \| | . 0372247 | . 0060421 | 6.16 | 0.000 | . 0250888 | . 0493607 |
| 2012 | \| | . 023446 | . 0077519 | 3.02 | 0.004 | . 0078759 | . 0390162 |
| 2013 | \| | . 0080335 | . 0071631 | 1.12 | 0.267 | -. 006354 | . 022421 |
| 2014 | \| | . 0100215 | . 0099125 | 1.01 | 0.317 | -. 0098884 | . 0299313 |
| 2015 | \| | . 0128294 | . 0089489 | 1.43 | 0.158 | -. 0051449 | . 0308037 |
|  | \| |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |  |
| 11999 | - | -. 0152019 | . 0089399 | -1.70 | 0.095 | -. 0331583 | . 0027545 |
| 12000 | । | . 0142262 | . 0089981 | 1.58 | 0.120 | -. 0038471 | . 0322994 |
| 12001 | \| | . 0298874 | . 0111196 | 2.69 | 0.010 | . 007553 | . 0522219 |
| 12002 | \| | . 0325524 | . 0079467 | 4.10 | 0.000 | . 016591 | . 0485137 |
| 12003 | \| | . 0126341 | . 0129841 | 0.97 | 0.335 | -. 0134453 | . 0387136 |
| 12004 | \| | . 009557 | . 0135066 | 0.71 | 0.482 | -. 0175718 | . 0366858 |
| 12005 | \| | . 031584 | . 0116648 | 2.71 | 0.009 | . 0081546 | . 0550133 |
| 12006 | \| | . 0416229 | . 0093799 | 4.44 | 0.000 | . 0227828 | . 060463 |
| 12007 | \| | . 0418299 | . 0077618 | 5.39 | 0.000 | . 0262398 | . 05742 |
| 12008 | \| | . 0281122 | . 0095238 | 2.95 | 0.005 | . 0089831 | . 0472412 |
| 12009 | \| | . 0241682 | . 0122453 | 1.97 | 0.054 | -. 0004272 | . 0487636 |
| 12010 | \| | . 0305352 | . 009571 | 3.19 | 0.002 | . 0113113 | . 0497591 |
| 12011 | \| | . 0315952 | . 0108376 | 2.92 | 0.005 | . 0098272 | . 0533632 |
| 12012 | \| | . 0297382 | . 0115152 | 2.58 | 0.013 | . 0066093 | . 0528671 |
| 12013 | \| | . 0397721 | . 0126591 | 3.14 | 0.003 | . 0143456 | . 0651986 |
| 12014 | \| | . 0312683 | . 011132 | 2.81 | 0.007 | . 0089091 | . 0536276 |
| 12015 | \| | . 0165515 | . 0152735 | 1.08 | 0.284 | -. 0141262 | . 0472291 |
|  | \| |  |  |  |  |  |  |
| _cons | \| | 1.982314 | . 0152496 | 129.99 | 0.000 | 1.951684 | 2.012943 |

Linear regression

| Number of obs | $=$ | $1,365,655$ |
| :--- | :--- | ---: |
| F (49, 50) | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1242 |
| Root MSE | $=$ | 9.8386 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 4.090267 | . 3844497 | 10.64 | 0.000 | 3.318077 | 4.862457 |
| post911entry | -1.177593 | . 0694628 | -16.95 | 0.000 | -1.317113 | -1.038072 |
| post911ent~t | . 6636862 | . 146316 | 4.54 | 0.000 | . 3698018 | . 9575707 |
| hsgrad | 2.355946 | . 1262272 | 18.66 | 0.000 | 2.102411 | 2.609481 |
| assocgrad | 2.96433 | . 1395391 | 21.24 | 0.000 | 2.684058 | 3.244603 |
| bachgrad | 4.679648 | . 1424485 | 32.85 | 0.000 | 4.393532 | 4.965764 |
| mastgrad | 5.583974 | . 1845689 | 30.25 | 0.000 | 5.213257 | 5.954692 |
| doctorgrad | 8.835242 | . 2792238 | 31.64 | 0.000 | 8.274404 | 9.396079 |
| migranthsg~d | -1.721266 | . 1376117 | -12.51 | 0.000 | -1.997667 | -1.444865 |
| migrantass~d | -2.04858 | . 2116912 | -9.68 | 0.000 | -2.473774 | -1.623385 |
| migrantbac~d | -2.515595 | . 2363063 | -10.65 | 0.000 | -2.99023 | -2.04096 |
| migrantmas~d | -2.597157 | . 2870189 | -9.05 | 0.000 | -3.173651 | -2.020662 |
| migrantdoc~d | -2.205001 | . 2606781 | -8.46 | 0.000 | -2.728588 | -1.681413 |
| exp | . 5783957 | . 0103288 | 56.00 | 0.000 | . 5576497 | . 5991416 |
| migrantexp | -. 2841581 | .0166433 | -17.07 | 0.000 | -. 317587 | -. 2507291 |
| exp_sq | -. 0112906 | .0001967 | -57.39 | 0.000 | -. 0116858 | -. 0108955 |
| migrantexp~q | .0060309 | .0003074 | 19.62 | 0.000 | . 0054133 | . 0066484 |
| female | -4.858505 | .1127962 | -43.07 | 0.000 | -5.085063 | -4.631947 |
| migrantfem~e | . 792158 | . 1186869 | 6.67 | 0.000 | . 5537684 | 1.030548 |


| 1.migrant | 0 | (omitted) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0183765 | . 0784291 | 0.23 | 0.816 | -. 139153 | . 1759061 |
| Hispanic | . 1305497 | . 2227486 | 0.59 | 0.560 | -. 3168541 | . 5779535 |
| Asian | -. 3679261 | . 2662548 | -1.38 | 0.173 | -. 9027147 | . 1668624 |
| Other | . 235802 | . 1554513 | 1.52 | 0.136 | -. 0764312 | . 5480353 |
| migrant\#\| |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |
| wbhao \| |  |  |  |  |  |  |
| 1\#Black | -. 4513547 | . 1346905 | -3.35 | 0.002 | -. 7218885 | -. 180821 |
| 1\#Hispanic | -. 6120421 | . 161362 | -3.79 | 0.000 | -. 9361471 | -. 287937 |
| 1\#Asian | -. 4064781 | . 2531028 | -1.61 | 0.115 | -. 9148501 | . 1018939 |
| 1\#Other | -. 7174614 | . 4551586 | -1.58 | 0.121 | -1.631674 | . 1967515 |
| years sinc~l | . 0082077 | . 0043762 | 1.88 | 0.067 | -. 0005821 | . 0169975 |
| - rural | . 2450466 | . 0892694 | 2.75 | 0.008 | . 0657437 | . 4243495 |
| migrantrural | . 7575299 | . 2831705 | 2.68 | 0.010 | . 1887651 | 1.326295 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1013855 | . 065978 | 1.54 | 0.131 | -. 0311353 | . 2339063 |
| 2000 | . 1143508 | . 0904862 | 1.26 | 0.212 | -. 067396 | . 2960977 |
| 2001 | . 0578155 | . 0963115 | 0.60 | 0.551 | -. 1356317 | . 2512628 |
| 2002 | -. 1416964 | . 0761034 | -1.86 | 0.069 | -. 2945546 | . 0111618 |
| 2003 | -. 3302091 | . 0835568 | -3.95 | 0.000 | -. 4980379 | -. 1623804 |
| 2004 | -. 3509079 | . 1041134 | -3.37 | 0.001 | -. 5600257 | -. 14179 |
| 2005 | -. 2297593 | . 090414 | -2.54 | 0.014 | -. 4113612 | -. 0481575 |
| 2006 | -. 1109018 | . 1039695 | -1.07 | 0.291 | -. 3197306 | . 097927 |
| 2007 | -. 019603 | . 0859914 | -0.23 | 0.821 | -. 1923218 | . 1531158 |
| 2008 | -. 046742 | . 0939428 | -0. 50 | 0.621 | -. 2354317 | . 1419477 |
| 2009 | -. 3546581 | . 0911338 | -3.89 | 0.000 | -. 5377058 | -. 1716105 |
| 2010 | -. 6880813 | . 0946179 | -7.27 | 0.000 | -. 8781269 | -. 4980358 |
| 2011 | -. 6865211 | . 0887609 | -7.73 | 0.000 | -. 8648026 | -. 5082397 |
| 2012 | -. 5211022 | . 0942116 | -5.53 | 0.000 | -. 7103317 | -. 3318727 |
| 2013 | -. 3980674 | . 1144389 | -3.48 | 0.001 | -. 6279248 | -. 16821 |
| 2014 | -. 3764111 | . 1091179 | -3.45 | 0.001 | -. 5955808 | -. 1572414 |
| 2015 | -. 166508 | . 1000635 | -1.66 | 0.102 | -. 3674914 | . 0344754 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0793819 | . 158321 | 0.50 | 0.618 | -. 2386152 | . 397379 |
| 12000 | . 2388551 | . 2158183 | 1.11 | 0.274 | -. 1946287 | . 6723389 |
| 12001 | . 3317188 | . 164199 | 2.02 | 0.049 | . 0019155 | . 6615222 |
| 12002 | . 1195513 | . 1625831 | 0.74 | 0.466 | -. 2070064 | . 4461089 |
| 12003 | . 2591135 | . 1538532 | 1.68 | 0.098 | -. 0499098 | . 5681368 |
| 12004 | . 2096381 | . 1969353 | 1.06 | 0.292 | -. 185918 | . 6051942 |
| 12005 | . 2109304 | . 1320063 | 1.60 | 0.116 | -. 054212 | . 4760729 |
| 12006 | . 5633421 | . 1741541 | 3.23 | 0.002 | . 2135433 | . 9131409 |
| 12007 | . 2812249 | . 1189124 | 2.36 | 0.022 | . 0423823 | . 5200676 |
| 12008 | . 1623454 | . 1606859 | 1.01 | 0.317 | -. 1604018 | . 4850926 |
| 12009 | -. 0687908 | . 1544073 | -0.45 | 0.658 | -. 3789269 | . 2413453 |
| 12010 | -. 446294 | . 1457079 | -3.06 | 0.004 | -. 738957 | -. 153631 |
| 12011 | -. 348625 | . 1248861 | -2.79 | 0.007 | -. 5994661 | -. 0977838 |
| 12012 | -. 4330985 | . 1475723 | -2.93 | 0.005 | -. 7295061 | -. 1366909 |
| 12013 | -. 4508415 | . 1629966 | -2.77 | 0.008 | -. 7782299 | -. 1234531 |
| 12014 | -. 2569489 | . 1619285 | -1.59 | 0.119 | -. 5821919 | . 0682941 |
| 12015 | -. 2568827 | . 1384589 | -1.86 | 0.069 | -. 5349857 | . 0212203 |
|  | 33.62722 | . 2309611 | 145.60 | 0.000 | 33.16332 | 34.09112 |
| _cons |  |  |  |  |  |  |



Specification (1), Exogenous-wage, Method 1, Full sample

| Linear regres |  | (St | Err. | Numbe F (6, Prob R-squ Root <br> usted | obs <br> 51 cluste | $\begin{array}{r} 1,376,334 \\ 464.77 \\ 0.0000 \\ 0.0263 \\ 10.382 \\ \text { in state) } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| hoursworked | Coef. | Robust Std. Err. | t | P>\|t| | [95\% Con | Interval] |
| migrant | -. 5676735 | . 1496651 | -3.79 | 0.000 | -. 8682847 | -. 2670622 |
| post911entry | -4.863412 | . 1418005 | -34.30 | 0.000 | -5.148227 | -4.578598 |
| post911ent~t | 3.847511 | . 1724498 | 22.31 | 0.000 | 3.501135 | 4.193886 |
| minwage | -3.611898 | . 2266482 | -15.94 | 0.000 | -4.067134 | -3.156662 |
| post911min~e | -. 5416633 | . 3092232 | -1.75 | 0.086 | -1.162756 | . 0794298 |
| post911min~t | 2.555662 | . 3452742 | 7.40 | 0.000 | 1.862159 | 3.249166 |
| _cons | 40.52908 | . 1173507 | 345.37 | 0.000 | 40.29337 | 40.76479 |

\footnotetext{
Specification (2), Exogenous-wage, Method 1, Restricted sample

| Linear regression | Number of obs | $=$ | 31,180 |
| :---: | :---: | :---: | :---: |
|  | F (14, 50) |  |  |
|  | Prob > F |  |  |
|  | R-squared |  | 0.0990 |
|  | Root MSE |  | 11.863 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 9875871 | . 3104675 | 3.18 | 0.003 | . 3639947 | 1.61118 |
| post911entry | . 033465 | . 3869689 | 0.09 | 0.931 | -. 743785 | . 810715 |
| post911ent~t | -. 3652609 | . 4644463 | -0.79 | 0.435 | -1.298129 | . 5676071 |
| yearseduc | . 0711293 | . 057329 | 1.24 | 0.220 | -. 0440194 | . 186278 |
| exp | . 7177603 | . 0353278 | 20.32 | 0.000 | . 6468024 | . 7887182 |
| exp_sq | -. 0131534 | . 0007012 | -18.76 | 0.000 | -. 0145619 | -. 011745 |
| female | -4.054896 | . 2566341 | -15.80 | 0.000 | -4.57036 | -3.539431 |
| white | -1.02647 | . 6627877 | -1.55 | 0.128 | -2.357718 | . 3047788 |
| black | -. 3647987 | . 5915354 | -0.62 | 0.540 | -1.552932 | . 823335 |
| asian | -1.079178 | . 7679574 | -1.41 | 0.166 | -2.621666 | . 4633097 |
| hispanic | . 4512355 | . 7610869 | 0.59 | 0.556 | -1.077453 | 1.979923 |
| years_sinc~l | -. 0035523 | . 0109158 | -0.33 | 0.746 | -. 0254772 | . 0183727 |
| rural | 1.11408 | . 2803244 | 3.97 | 0.000 | . 5510315 | 1.677128 |
| year | -13.71911 | 14.38783 | -0.95 | 0.345 | -42.61792 | 15.1797 |
| year_sq | . 0033891 | . 0035821 | 0.95 | 0.349 | -. 0038058 | . 010584 |
| _cons | 13913.81 | 14447.48 | 0.96 | 0.340 | -15104.8 | 42932.42 |

Specification (2), Exogenous-wage, Method 1, Full sample
Linear regression

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| F (17, 50) | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1157 |
| Root MSE | $=$ | 9.8945 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | .016717 | . 0975701 | 0.17 | 0.865 | -. 1792582 | . 2126923 |
| post911entry | -1.173373 | . 0711243 | -16.50 | 0.000 | -1.31623 | -1.030516 |
| post911ent~t | . 6700655 | . 1300768 | 5.15 | 0.000 | . 4087986 | . 9313324 |
| minwage | -1.683488 | . 1866515 | -9.02 | 0.000 | -2.058388 | -1.308587 |
| post911min~e | -1.293057 | . 3035645 | -4.26 | 0.000 | -1.902785 | -. 68333 |
| post911min~t | 2.463315 | . 401161 | 6.14 | 0.000 | 1.657559 | 3.269071 |
| yearseduc | . 5026965 | . 026301 | 19.11 | 0.000 | . 4498693 | . 5555236 |
| exp | . 5580119 | . 0102531 | 54.42 | 0.000 | . 537418 | . 5786059 |
| exp_sq | -. 0104936 | . 0001876 | -55.93 | 0.000 | -. 0108705 | -. 0101168 |
| female | -4.760072 | . 1185834 | -40.14 | 0.000 | -4.998253 | -4.52189 |
| white | -. 0436029 | . 1639119 | -0.27 | 0.791 | -. 3728298 | . 2856239 |
| black | -. 2290147 | . 1609387 | -1.42 | 0.161 | -. 5522696 | . 0942402 |
| asian | -. 7228424 | . 1862437 | -3.88 | 0.000 | -1.096924 | -. 3487609 |
| hispanic | .1034334 | . 2083862 | 0.50 | 0.622 | -. 3151226 | . 5219894 |
| years_sinc~l | . 0043891 | . 0026883 | 1.63 | 0.109 | -. 0010106 | . 0097888 |
| rural | . 1879079 | . 0758092 | 2.48 | 0.017 | .0356407 | . 3401751 |
| year | -8.365126 | 3.898173 | -2.15 | 0.037 | -16.19484 | -. 5354144 |
| year_sq | . 0020764 | . 0009716 | 2.14 | 0.037 | . 000125 | . 0040279 |
| _cons | 8454.647 | 3908.174 | 2.16 | 0.035 | 604.8488 | 16304.44 |

Specification (3), Exogenous-wage, Method 1, Restricted sample

| Linear regression | $=$ | 31,180 |  |
| :--- | :--- | :--- | :--- |
|  | Number of obs | $=$ | 512.76 |
|  | $F(30,50)$ | $=$ | 0.0000 |
|  | Prob $>\mathrm{F}$ | $=$ | 0.1005 |
| R-squared |  | $=$ | 11.856 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust |  | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 9801381 | . 3091547 | 3.17 | 0.003 | . 3591826 | 1.601094 |
| post911entry | . 0605854 | . 3818379 | 0.16 | 0.875 | -. 7063586 | . 8275293 |
| post911ent~t | -. 3420245 | . 4668573 | -0.73 | 0.467 | -1.279735 | . 595686 |
| yearseduc | . 0725588 | . 0570853 | 1.27 | 0.210 | -. 0421004 | . 1872181 |
| exp | . 720541 | . 0354349 | 20.33 | 0.000 | . 649368 | . 7917141 |
| exp_sq | -. 0132014 | . 0007034 | -18.77 | 0.000 | -. 0146141 | -. 0117887 |
| female | -4.063416 | . 255732 | -15.89 | 0.000 | -4.577069 | -3.549764 |
| white | -1.01053 | . 6566277 | -1.54 | 0.130 | -2.329406 | . 3083453 |
| black | -. 3554661 | . 5852904 | -0.61 | 0.546 | -1.531056 | . 8201242 |
| asian | -1.085566 | . 7618566 | -1.42 | 0.160 | -2.6158 | . 4446683 |
| hispanic | . 4700903 | . 7498187 | 0.63 | 0.534 | -1.035965 | 1.976145 |
| years_sinc~l | -. 0032287 | . 0109274 | -0.30 | 0.769 | -. 025177 | . 0187196 |
| rural | 1.111733 | . 2803237 | 3.97 | 0.000 | . 548686 | 1.674779 |
| year |  |  |  |  |  |  |
| 1999 | . 4507361 | . 7268908 | 0.62 | 0.538 | -1.009267 | 1.910739 |
| 2000 | . 6791371 | . 6432969 | 1.06 | 0.296 | -. 6129627 | 1.971237 |
| 2001 | . 2192515 | . 7304159 | 0.30 | 0.765 | -1.247832 | 1.686335 |
| 2002 | -. 0132112 | . 605141 | -0.02 | 0.983 | -1.228673 | 1.20225 |
| 2003 | -. 0541528 | . 4683769 | -0.12 | 0.908 | -. 9949155 | . 8866099 |
| 2004 | -. 2217241 | . 5976332 | -0.37 | 0.712 | -1.422106 | . 9786575 |
| 2005 | -. 1017459 | . 7099981 | -0.14 | 0.887 | -1.527819 | 1.324327 |
| 2006 | -. 2499165 | . 6719668 | -0.37 | 0.712 | -1.599602 | 1.099769 |
| 2007 | -. 2520854 | . 5994542 | -0.42 | 0.676 | -1.456125 | . 9519538 |
| 2008 | -. 6794085 | . 6175538 | -1.10 | 0.277 | -1.919802 | . 5609848 |
| 2009 | -. 6080213 | . 6374165 | -0.95 | 0.345 | -1.88831 | . 6722675 |
| 2010 | -1.841969 | . 7101446 | -2.59 | 0.012 | -3.268337 | -. 4156021 |
| 2011 | -2.232223 | . 6475213 | -3.45 | 0.001 | -3.532808 | -. 9316382 |
| 2012 | -. 7450222 | . 4697947 | -1.59 | 0.119 | -1.688633 | . 1985882 |
| 2013 | -. 8937863 | . 5648044 | -1.58 | 0.120 | -2.028229 | . 2406567 |
| 2014 | -1.64489 | . 6201611 | -2.65 | 0.011 | -2.89052 | -. 3992593 |
| 2015 | -1.015416 | . 5799268 | -1.75 | 0.086 | -2.180233 | . 1494014 |
| cons | 31.76816 | . 9098172 | 34.92 | 0.000 | 29.94073 | 33.59558 |

Specification (3), Exogenous-wage, Method 1, Full sample
Linear regression

| Number of obs | $=1,376,334$ |
| :--- | :--- | ---: |
| $\mathrm{~F}(37,50)$ | $=5186.97$ |


| Prob $>$ F | $=$ | 0.0000 |
| :--- | :--- | :--- |
| R-squared | $=$ | 0.1235 |
| Root MSE | $=$ | 9.8506 |

(Std. Err. adjusted for 51 clusters in state)


Specification (4), Exogenous-wage, Method 1, Restricted sample

| Number of obs | $=$ | 31,180 |
| :--- | :--- | ---: |
| $\mathrm{~F}(49,50)$ | $=$ | $\cdot$ |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1053 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  | $P>\|t\|$ | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 6.016505 | 1.157278 | 5.20 | 0.000 | 3.692044 | 8.340966 |
| post911entry | . 1201072 | . 3780116 | 0.32 | 0.752 | -. 6391515 | . 8793659 |
| post911ent~t | . 0264376 | . 4844789 | 0.05 | 0.957 | -. 9466669 | . 9995422 |
| yearseduc | . 283629 | . 047486 | 5.97 | 0.000 | . 1882506 | . 3790075 |
| migrantyea~c | -. 3444541 | . 0526588 | -6.54 | 0.000 | -. 4502224 | -. 2386859 |
| exp | . 8183695 | . 031972 | 25.60 | 0.000 | . 7541518 | . 8825871 |
| migrantexp | -. 3206295 | . 0495881 | -6.47 | 0.000 | -. 4202302 | -. 2210288 |
| exp_sq | -. 0157184 | . 0006272 | -25.06 | 0.000 | -. 0169781 | -. 0144586 |
| migrantexp~q | . 0076055 | . 0009547 | 7.97 | 0.000 | . 005688 | . 009523 |
| female | -4.040326 | . 2860205 | -14.13 | 0.000 | -4.614815 | -3.465837 |
| migrantfem~e | -. 1468092 | . 4401751 | -0.33 | 0.740 | -1.030927 | . 7373084 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 7484955 | . 2900001 | 2.58 | 0.013 | . 1660131 | 1.330978 |
| Hispanic | 1.415973 | . 5741045 | 2.47 | 0.017 | . 2628504 | 2.569096 |
| Asian | -. 1769841 | . 4087733 | -0.43 | 0.667 | -. 9980295 | . 6440612 |
| Other | 1.089066 | . 6529736 | 1.67 | 0.102 | -. 2224704 | 2.400602 |
| migrant\#\| |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| 1\#Black | -. 9959165 | . 9718847 | -1.02 | 0.310 | -2.948004 | . 9561714 |
| 1\#Hispanic | -. 2004411 | 1.19327 | -0.17 | 0.867 | -2.597195 | 2.196313 |
| 1\#Asian | -. 0065455 | . 7416646 | -0.01 | 0.993 | -1.496223 | 1.483132 |
| 1\#Other | -3.370447 | 5.443342 | -0.62 | 0.539 | -14.30372 | 7.562826 |
| years_sinc~1 | -. 0050306 | . 0122132 | -0.41 | 0.682 | -. 0295615 | . 0195003 |
| rural | 1.102545 | . 2958695 | 3.73 | 0.000 | . 508274 | 1.696817 |
| migrantrural | . 7514631 | . 8244101 | 0.91 | 0.366 | -. 9044134 | 2.407339 |
| year |  |  |  |  |  |  |
| 1999 | . 2795173 | . 830974 | 0.34 | 0.738 | -1.389543 | 1.948578 |
| 2000 | . 3772774 | . 6752851 | 0.56 | 0.579 | -. 9790728 | 1.733627 |
| 2001 | -. 0103707 | . 7739623 | -0.01 | 0.989 | -1.56492 | 1.544178 |
| 2002 | -. 6365125 | . 5991587 | -1.06 | 0.293 | -1.839958 | . 5669331 |
| 2003 | -. 5704385 | . 5615994 | -1.02 | 0.315 | -1.698444 | . 557567 |
| 2004 | -. 6181988 | . 6074012 | -1.02 | 0.314 | -1.8382 | . 6018024 |
| 2005 | -. 2725039 | . 695984 | -0.39 | 0.697 | -1.670429 | 1.125421 |
| 2006 | -1.027041 | . 7604582 | -1.35 | 0.183 | -2.554466 | . 5003842 |
| 2007 | -. 8125097 | . 6599973 | -1.23 | 0.224 | -2.138153 | . 5131338 |
| 2008 | -1.113024 | . 7115679 | -1.56 | 0.124 | -2.542251 | . 3162017 |
| 2009 | -. 6993609 | . 7637236 | -0.92 | 0.364 | -2.233345 | . 8346231 |
| 2010 | -1.929901 | . 6914494 | -2.79 | 0.007 | -3.318718 | -. 5410843 |
| 2011 | -2.537293 | . 6057584 | -4.19 | 0.000 | -3.753995 | -1.320592 |
| 2012 | -. 7135812 | . 55328 | -1.29 | 0.203 | -1.824877 | . 3977144 |
| 2013 | -. 9071527 | . 6423167 | -1.41 | 0.164 | -2.197284 | . 3829783 |
| 2014 | -1.974711 | . 6544383 | -3.02 | 0.004 | -3.289189 | -. 660233 |
| 2015 | -1.372061 | . 5952624 | -2.30 | 0.025 | -2.56768 | -. 176441 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | 1.267525 | 1.122155 | 1.13 | 0.264 | -. 986389 | 3.521438 |
| 12000 | 1.928049 | . 749418 | 2.57 | 0.013 | . 4227985 | 3.433299 |
| 12001 | 1.378982 | 1.458498 | 0.95 | 0.349 | -1.550497 | 4.308461 |


| 12002 | 3.033837 | 1.410645 | 2.15 | 0.036 | . 2004727 | 5.867201 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12003 | 2.531244 | 1.160159 | 2.18 | 0.034 | . 2009972 | 4.861492 |
| 12004 | 2.135241 | 1.241084 | 1.72 | 0.092 | -. 3575495 | 4.628031 |
| 12005 | 1.046723 | . 8410077 | 1.24 | 0.219 | -. 6424909 | 2.735937 |
| 12006 | 3.468526 | 1.320385 | 2.63 | 0.011 | . 8164556 | 6.120597 |
| 12007 | 2.782131 | 1.033943 | 2.69 | 0.010 | . 7053949 | 4.858867 |
| 12008 | 2.073074 | 1.181979 | 1.75 | 0.086 | -. 3010002 | 4.447147 |
| 12009 | . 6570249 | 1.293327 | 0.51 | 0.614 | -1.940699 | 3.254748 |
| 12010 | . 7313393 | . 9169613 | 0.80 | 0.429 | -1.110432 | 2.57311 |
| 12011 | 1.333324 | 1.017346 | 1.31 | 0.196 | -. 7100757 | 3.376724 |
| 12012 | . 2058602 | 1.05763 | 0.19 | 0.846 | -1.918453 | 2.330174 |
| 12013 | . 2111736 | 1.171836 | 0.18 | 0.858 | -2.142528 | 2.564875 |
| 12014 | 1.304496 | 1.06963 | 1.22 | 0.228 | -. 8439189 | 3.452912 |
| 12015 | 1.449093 | 1.007928 | 1.44 | 0.157 | -. 5753904 | 3.473577 |
| cons | 27.83319 | . 8948006 | 31.11 | 0.000 | 26.03593 | 29.63045 |

Specification (4), Exogenous-wage, Method 1, Full sample


| 1\#Hispanic | -. 5057795 | .1601613 | -3.16 | 0.003 | -. 8274729 | -. 1840861 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1\#Asian | -. 3296121 | . 2637871 | -1.25 | 0.217 | -. 8594441 | . 2002198 |
| 1\#Other | -. 7573843 | . 4373294 | -1.73 | 0.089 | $-1.635786$ | . 1210178 |
| years_sinc~l | . 0078529 | . 0023773 | 3.30 | 0.002 | . 0030779 | . 0126279 |
| rural | . 2373513 | .0872556 | 2.72 | 0.009 | . 0620933 | . 4126094 |
| migrantrural | . 8163501 | .2745017 | 2.97 | 0.005 | . 2649971 | 1.367703 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | .1039002 | . 0653638 | 1.59 | 0.118 | -. 0273868 | . 2351872 |
| 2000 | . 1145098 | .0902256 | 1.27 | 0.210 | -. 0667136 | . 2957332 |
| 2001 | . 0546822 | . 0978443 | 0.56 | 0.579 | -. 1418439 | . 2512082 |
| 2002 | -. 1456787 | . 0779224 | -1.87 | 0.067 | -. 3021905 | . 010833 |
| 2003 | -. 336166 | . 0862505 | -3.90 | 0.000 | -. 5094052 | -. 1629268 |
| 2004 | -. 3485913 | . 1059 | -3.29 | 0.002 | -. 5612978 | -. 1358849 |
| 2005 | -. 2185724 | . 0920409 | -2.37 | 0.021 | -. 4034419 | -. 0337028 |
| 2006 | -. 1135561 | .1066533 | -1.06 | 0.292 | -. 3277754 | .1006633 |
| 2007 | -. 001465 | . 0894645 | -0.02 | 0.987 | -. 1811597 | . 1782296 |
| 2008 | -. 0310023 | . 0952235 | -0.33 | 0.746 | -. 2222644 | . 1602598 |
| 2009 | -. 3219956 | .0915563 | -3.52 | 0.001 | -. 5058918 | -. 1380993 |
| 2010 | -. 6482386 | . 0967784 | -6.70 | 0.000 | -. 8426237 | -. 4538536 |
| 2011 | -. 6488047 | . 0890983 | -7.28 | 0.000 | -. 8277638 | -. 4698455 |
| 2012 | -. 4722136 | . 0947342 | -4.98 | 0.000 | -. 6624929 | -. 2819344 |
| 2013 | -. 3537606 | .1116333 | -3.17 | 0.003 | -. 5779827 | -. 1295385 |
| 2014 | -. 3151662 | . 108712 | -2.90 | 0.006 | -. 5335206 | -. 0968117 |
| 2015 | -. 100453 | .0998597 | -1.01 | 0.319 | -. 3010272 | .1001211 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0721229 | . 1563913 | 0.46 | 0.647 | -. 2419983 | . 3862441 |
| 12000 | . 1958183 | .2067819 | 0.95 | 0.348 | -. 2195153 | . 6111519 |
| 12001 | . 3166873 | .1617536 | 1.96 | 0.056 | -. 0082044 | . 641579 |
| 12002 | . 0594961 | .1671225 | 0.36 | 0.723 | -. 2761793 | . 3951715 |
| 12003 | . 1391534 | .1687575 | 0.82 | 0.414 | -. 199806 | . 4781128 |
| 12004 | . 0191691 | .2005061 | 0.10 | 0.924 | -. 3835593 | . 4218976 |
| 12005 | -. 0356609 | . 1241538 | -0.29 | 0.775 | -. 2850311 | . 2137094 |
| 12006 | . 3207805 | . 1783659 | 1.80 | 0.078 | -. 037478 | . 6790389 |
| 12007 | .0366378 | . 118137 | 0.31 | 0.758 | -. 2006474 | . 2739231 |
| 12008 | -. 0003561 | . 1739939 | -0.00 | 0.998 | -. 3498332 | . 3491209 |
| 12009 | -. 3217153 | .1654109 | -1.94 | 0.057 | -. 6539528 | . 0105222 |
| 12010 | -. 6547564 | .1574865 | -4.16 | 0.000 | -. 9710772 | -. 3384355 |
| 12011 | -. 5985728 | .1355032 | -4.42 | 0.000 | -. 870739 | -. 3264065 |
| 12012 | -. 6284982 | . 1568311 | -4.01 | 0.000 | -. 9435027 | -. 3134937 |
| 12013 | -. 6325266 | .1566577 | -4.04 | 0.000 | -. 9471829 | -. 3178703 |
| 12014 | -. 5057732 | .1722361 | -2.94 | 0.005 | -. 8517195 | -. 1598269 |
| 12015 | -. 5414523 | .1357831 | -3.99 | 0.000 | $-.8141806$ | -. 268724 |
|  |  |  |  |  |  |  |
| _cons | 28.1293 | . 4009894 | 70.15 | 0.000 | 27.32389 | 28.93471 |

Specification (5), Exogenous-wage, Method 1, Restricted sample
Linear regression

| Number of obs | $=$ | 31,180 |
| :--- | ---: | ---: |
| F (49, 50) | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1056 |
| Root MSE | $=$ | 11.827 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $p>\|t\|$ |  |  |
| migrant | 2.266835 | 1.575119 | 1.44 | 0.156 | -. 8968837 | 5.430554 |
| post911entry | . 10629 | . 3813234 | 0.28 | 0.782 | -. 6596205 | . 8722005 |
| post911ent~t | -. 0476034 | . 5375425 | -0.09 | 0.930 | -1.127289 | 1.032082 |
| yearseduc | . 2860373 | . 0471757 | 6.06 | 0.000 | . 1912822 | . 3807925 |
| migrantyea~c | -. 3418105 | . 0530523 | -6.44 | 0.000 | -. 4483691 | -. 2352519 |
| exp | . 8163046 | . 0321351 | 25.40 | 0.000 | . 7517594 | . 8808499 |
| migrantexp | -. 3160702 | . 049986 | -6.32 | 0.000 | -. 4164701 | -. 2156703 |
| exp_sq | -. 0156792 | . 0006296 | -24.91 | 0.000 | -. 0169437 | -. 0144147 |
| migrantexp $\sim q$ | . 0076075 | . 0009439 | 8.06 | 0.000 | . 0057117 | . 0095033 |
| female | -4.039862 | . 2856508 | -14.14 | 0.000 | -4.613608 | -3.466115 |
| migrantfem~e | -. 1382482 | . 435698 | -0.32 | 0.752 | -1.013373 | . 736877 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 7473659 | . 2895464 | 2.58 | 0.013 | . 1657947 | 1.328937 |
| Hispanic | 1.355517 | . 5602333 | 2.42 | 0.019 | . 2302559 | 2.480779 |
| Asian | -. 2083593 | . 4142019 | -0.50 | 0.617 | -1.040308 | . 6235897 |
| Other | 1.093972 | . 653701 | 1.67 | 0.100 | -. 2190253 | 2.406969 |
|  |  |  |  |  |  |  |
| migrant wbhao |  |  |  |  |  |  |
| 1\#Black | -1.005604 | . 9744042 | -1.03 | 0.307 | -2.962753 | . 9515439 |
| 1\#Hispanic | -. 125022 | 1.183617 | -0.11 | 0.916 | -2.502386 | 2.252342 |
| 1\#Asian | . 0172861 | . 7060834 | 0.02 | 0.981 | -1.400924 | 1.435496 |
| 1\#Other | -3.346677 | 5.420106 | -0.62 | 0.540 | -14.23328 | 7.539927 |
| years sinc~l | -. 2970799 | . 070999 | -4.18 | 0.000 | -. 4396856 | -. 1544743 |
| rural | 1.108604 | . 2949195 | 3.76 | 0.000 | . 5162406 | 1.700967 |
| migrantrural | . 7617861 | . 8251271 | 0.92 | 0.360 | -. 8955305 | 2.419103 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 3049494 | . 8435588 | 0.36 | 0.719 | -1.389388 | 1.999287 |
| 2000 | . 3954453 | . 6743599 | 0.59 | 0.560 | -. 9590465 | 1.749937 |
| 2001 | . 0321365 | . 7779299 | 0.04 | 0.967 | -1.530382 | 1.594655 |
| 2002 | -. 6073521 | . 6070709 | -1.00 | 0.322 | -1.82669 | . 6119856 |
| 2003 | -. 5201734 | . 5657145 | -0.92 | 0.362 | -1.656444 | . 6160977 |
| 2004 | -. 568295 | . 6115008 | -0.93 | 0.357 | -1.796531 | . 6599406 |
| 2005 | -. 2198127 | . 7063087 | -0.31 | 0.757 | -1.638476 | 1.19885 |
| 2006 | -. 9708027 | . 7662344 | -1.27 | 0.211 | -2.50983 | . 5682244 |
| 2007 | -. 7522127 | . 6669144 | -1.13 | 0.265 | -2.09175 | . 5873243 |
| 2008 | -1.037436 | . 7192021 | -1.44 | 0.155 | -2.481995 | . 4071243 |
| 2009 | -. 6221416 | . 7681438 | -0.81 | 0.422 | -2.165004 | . 9207207 |
| 2010 | -1.84317 | . 697912 | -2.64 | 0.011 | -3.244968 | -. 4413726 |
| 2011 | -2.445591 | . 6096675 | -4.01 | 0.000 | -3.670144 | -1.221038 |
| 2012 | -. 6167949 | . 5521254 | -1.12 | 0.269 | -1.725771 | . 4921816 |
| 2013 | -. 8004893 | . 6479182 | -1.24 | 0.222 | -2.101871 | . 5008927 |
| 2014 | -1.868662 | . 6623422 | -2.82 | 0.007 | -3.199015 | -. 5383086 |
| 2015 | -1.257066 | . 6015352 | -2.09 | 0.042 | -2.465285 | -. 0488468 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | 1.540037 | 1.148408 | 1.34 | 0.186 | -. 7666088 | 3.846683 |
| 12000 | 2.486856 | . 7957241 | 3.13 | 0.003 | . 8885968 | 4.085114 |
| 12001 | 2.202834 | 1.503105 | 1.47 | 0.149 | -. 8162411 | 5.221909 |
| 12002 | 4.15903 | 1.500592 | 2.77 | 0.008 | 1.145002 | 7.173059 |
| 12003 | 3.908131 | 1.325797 | 2.95 | 0.005 | 1.245189 | 6.571074 |
| 12004 | 3.791569 | 1.457356 | 2.60 | 0.012 | . 8643842 | 6.718754 |


| 12005 | 2.994226 | 1.048943 | 2.85 | 0.006 | . 8873621 | 5.101089 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12006 | 5.690018 | 1.550298 | 3.67 | 0.001 | 2.576153 | 8.803883 |
| 12007 | 5.294133 | 1.281876 | 4.13 | 0.000 | 2.71941 | 7.868856 |
| 12008 | 4.870052 | 1.473939 | 3.30 | 0.002 | 1.909559 | 7.830546 |
| 12009 | 3.731711 | 1.774675 | 2.10 | 0.041 | . 1671716 | 7.29625 |
| 12010 | 4.082487 | 1.420032 | 2.87 | 0.006 | 1.230269 | 6.934704 |
| 12011 | 4.961925 | 1.55516 | 3.19 | 0.002 | 1.838295 | 8.085556 |
| 12012 | 4.110299 | 1.725382 | 2.38 | 0.021 | . 6447685 | 7.57583 |
| 12013 | 4.396308 | 1.817655 | 2.42 | 0.019 | . 7454418 | 8.047175 |
| 12014 | 5.751254 | 1.70956 | 3.36 | 0.001 | 2.317502 | 9.185005 |
| 12015 | 6.095481 | 1.690855 | 3.60 | 0.001 | 2.699299 | 9.491664 |
| entry_year | . 2865525 | . 0701284 | 4.09 | 0.000 | . 1456956 | . 4274095 |
| entry_year~q | -. 0001425 | . 0000349 | -4.08 | 0.000 | -. 0002126 | -. 0000723 |
| _cons | 27.74075 | . 8991925 | 30.85 | 0.000 | 25.93467 | 29.54683 |

Specification (5), Exogenous-wage, Method 1, Full sample

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| F (50, 50) | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1253 |
| Root MSE | $=$ | 9.8405 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 2.969325 | . 3891351 | 7.63 | 0.000 | 2.187725 | 3.750926 |
| post911entry | -1.109929 | . 071418 | -15.54 | 0.000 | -1.253376 | -. 9664819 |
| post911ent~t | . 8904002 | .1464179 | 6.08 | 0.000 | . 5963112 | 1.184489 |
| minwage | -1.609656 | .1885065 | -8.54 | 0.000 | -1.988282 | -1.231029 |
| post911min~e | -1.038393 | . 2832297 | -3.67 | 0.001 | -1.607277 | -. 4695098 |
| post911min~t | 1.990782 | . 3580393 | 5.56 | 0.000 | 1.271639 | 2.709925 |
| hsgrad | 2.342034 | . 1206836 | 19.41 | 0.000 | 2.099634 | 2.584435 |
| assocgrad | 2.939451 | . 1301495 | 22.59 | 0.000 | 2.678038 | 3.200864 |
| bachgrad | 4.652141 | . 1292593 | 35.99 | 0.000 | 4.392517 | 4.911766 |
| mastgrad | 5.569329 | . 1700119 | 32.76 | 0.000 | 5.227851 | 5.910808 |
| doctorgrad | 8.835426 | . 2521501 | 35.04 | 0.000 | 8.328967 | 9.341884 |
| migranthsg~d | -1.794562 | . 1388773 | -12.92 | 0.000 | -2.073505 | -1.515618 |
| migrantass~d | -1.97605 | . 2048222 | -9.65 | 0.000 | -2.387448 | -1.564653 |
| migrantbac~d | -2.334598 | . 2096894 | -11.13 | 0.000 | -2.755771 | -1.913424 |
| migrantmas~d | -2.351891 | . 272432 | -8.63 | 0.000 | -2.899087 | -1.804695 |
| migrantdoc~d | -1.77189 | . 2552037 | -6.94 | 0.000 | -2.284482 | -1.259299 |
| exp | . 5818562 | . 0104856 | 55.49 | 0.000 | . 5607952 | . 6029171 |
| migrantexp | -. 2279968 | . 014135 | -16.13 | 0.000 | -. 2563878 | -. 1996058 |
| exp_sq | -. 0112147 | .0001957 | -57.31 | 0.000 | -. 0116077 | -. 0108217 |
| migrantexp~q | . 0049254 | .0002667 | 18.47 | 0.000 | . 0043897 | . 0054612 |
| female | -4.841137 | . 112035 | -43.21 | 0.000 | -5.066166 | -4.616108 |
| migrantfem~e | . 8547993 | . 1129373 | 7.57 | 0.000 | . 6279581 | 1.08164 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0289486 | . 0784941 | 0.37 | 0.714 | -. 1287114 | .1866087 |
| Hispanic | . 1135084 | . 2270898 | 0.50 | 0.619 | -. 3426148 | . 5696316 |
| Asian | -. 4044038 | . 2663938 | -1.52 | 0.135 | -. 9394715 | . 1306639 |


| Other | . 2429068 | .153912 | 1.58 | 0.121 | -. 0662347 | . 5520482 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| migrant\# |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| 1\#Black | -. 3519416 | .1485689 | -2.37 | 0.022 | -. 650351 | -. 0535321 |
| 1\#Hispanic | -. 3725396 | . 1784404 | -2.09 | 0.042 | -. 7309478 | -. 0141315 |
| 1\#Asian | -. 3479873 | . 2797811 | -1.24 | 0.219 | -. 9099441 | . 2139695 |
| 1\#Other | -. 7125909 | . 4263648 | -1.67 | 0.101 | -1.56897 | . 143788 |
|  |  |  |  |  |  |  |
| years_sinc~l | -. 013268 | . 0127629 | -1.04 | 0.304 | -. 038903 | . 012367 |
| rural | . 253603 | . 0887052 | 2.86 | 0.006 | . 0754334 | . 4317727 |
| migrantrural | . 7464159 | . 2707804 | 2.76 | 0.008 | . 2025375 | 1.290294 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | .1064879 | . 0657805 | 1. 62 | 0.112 | -. 0256361 | . 238612 |
| 2000 | .1181542 | . 0899175 | 1.31 | 0.195 | -. 0624505 | . 298759 |
| 2001 | . 0610474 | . 0962833 | 0.63 | 0.529 | -. 1323433 | . 254438 |
| 2002 | -. 1377368 | . 0760541 | -1.81 | 0.076 | -. 2904961 | . 0150224 |
| 2003 | -. 3252784 | . 0834928 | -3.90 | 0.000 | -. 4929787 | -. 1575781 |
| 2004 | -. 3469362 | . 1040017 | -3.34 | 0.002 | -. 5558298 | -. 1380426 |
| 2005 | -. 2200625 | . 0901811 | -2.44 | 0.018 | -. 4011966 | -. 0389285 |
| 2006 | -. 1090384 | . 1039076 | -1.05 | 0.299 | -. 3177429 | . 0996661 |
| 2007 | -. 0065667 | . 0862989 | -0.08 | 0.940 | -. 1799032 | . 1667699 |
| 2008 | -. 0294816 | . 0941158 | -0.31 | 0.755 | -. 2185187 | . 1595555 |
| 2009 | -. 3305625 | . 0912457 | -3.62 | 0.001 | -. 5138349 | -. 14729 |
| 2010 | -. 6609353 | . 0937238 | -7.05 | 0.000 | -. 849185 | -. 4726856 |
| 2011 | -. 6579744 | . 0881162 | -7.47 | 0.000 | -. 8349611 | -. 4809877 |
| 2012 | -. 4842887 | . 0933832 | -5.19 | 0.000 | -. 6718544 | -. 2967231 |
| 2013 | -. 3653187 | . 1118697 | -3.27 | 0.002 | -. 5900156 | -. 1406219 |
| 2014 | -. 3415443 | .1084262 | -3.15 | 0.003 | -. 5593247 | -. 123764 |
| 2015 | -. 1263415 | . 1003098 | -1.26 | 0.214 | -. 3278196 | . 0751367 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | .1111813 | . 1518117 | 0.73 | 0.467 | -. 1937415 | . 4161041 |
| 12000 | . 2761763 | . 2197205 | 1.26 | 0.215 | -. 1651453 | . 7174979 |
| 12001 | . 4093614 | . 1593223 | 2.57 | 0.013 | .0893531 | . 7293697 |
| 12002 | .179055 | .163468 | 1.10 | 0.279 | -. 1492801 | . 50739 |
| 12003 | .2783775 | . 1690002 | 1.65 | 0.106 | -. 0610694 | . 6178243 |
| 12004 | .1898786 | . 2056367 | 0.92 | 0.360 | -. 2231549 | . 602912 |
| 12005 | . 176873 | . 1533229 | 1.15 | 0.254 | -. 1310851 | . 4848311 |
| 12006 | . 5342604 | . 198834 | 2.69 | 0.010 | .1348906 | . 9336301 |
| 12007 | . 311896 | . 1646644 | 1.89 | 0.064 | -. 0188422 | . 6426343 |
| 12008 | . 2874458 | . 2110372 | 1.36 | 0.179 | -. 1364348 | . 7113265 |
| 12009 | -. 0080328 | . 2109769 | -0.04 | 0.970 | -. 4317925 | . 4157268 |
| 12010 | -. 2850014 | . 211578 | -1.35 | 0.184 | -. 7099683 | . 1399654 |
| 12011 | -. 1833519 | . 1987758 | -0.92 | 0.361 | -. 5826049 | .215901 |
| 12012 | -. 2016224 | . 230203 | -0.88 | 0.385 | -. 6639988 | . 2607539 |
| 12013 | -. 1973212 | . 2455937 | -0.80 | 0.426 | -. 6906106 | . 2959682 |
| 12014 | -. 0504575 | . 2676334 | -0.19 | 0.851 | -. 588015 | . 4871001 |
| 12015 | -. 0718976 | . 2296167 | -0.31 | 0.755 | -. 5330964 | . 3893011 |
|  |  |  |  |  |  |  |
| entry_year | . 0286379 | . 0135914 | 2.11 | 0.040 | . 0013389 | . 055937 |
| entry_year~q | -. 0000143 | $6.78 e-06$ | -2.11 | 0.040 | -. 000028 | -7.10e-07 |
| _cons | 33.85436 | . 2420943 | 139.84 | 0.000 | 33.3681 | 34.34062 |

Specification (6), Exogenous-wage, Method 1, Restricted sample

| Number of obs | $=$ | 30,636 |
| :--- | :--- | ---: |
| $\mathrm{~F}(49,50)$ | $=$ | $\cdot$ |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1052 |
| Root MSE | $=$ | 11.846 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 7.905769 | 1.30381 | 6.06 | 0.000 | 5.286989 | 10.52455 |
| post911entry | . 1200174 | . 3780803 | 0.32 | 0.752 | -. 6393793 | . 8794141 |
| post911ent~t | -. 4355519 | . 4864501 | -0.90 | 0.375 | -1.412616 | . 5415118 |
| yearseduc | . 2836491 | . 0474732 | 5.97 | 0.000 | . 1882963 | . 3790019 |
| migrantyea~c | -. 3607019 | . 0562815 | -6.41 | 0.000 | -. 4737467 | -. 2476572 |
| exp | . 8183339 | . 0319745 | 25.59 | 0.000 | . 7541112 | . 8825565 |
| migrantexp | -. 4334894 | . 0482299 | -8.99 | 0.000 | -. 530362 | -. 3366168 |
| exp_sq | -. 0157182 | .0006271 | -25.07 | 0.000 | -. 0169778 | -. 0144587 |
| migrantexp~q | . 0094106 | . 00088 | 10.69 | 0.000 | . 0076431 | . 011178 |
| female | -4.040423 | . 2860017 | -14.13 | 0.000 | -4.614874 | -3.465972 |
| migrantfem~e | -. 267715 | . 4334493 | -0.62 | 0.540 | -1.138324 | . 6028936 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 7485518 | . 2899931 | 2.58 | 0.013 | . 1660836 | 1.33102 |
| Hispanic | 1.413986 | . 5739604 | 2.46 | 0.017 | . 2611528 | 2.566819 |
| Asian | -. 1804799 | . 4080328 | -0.44 | 0.660 | -1.000038 | . 6390781 |
| Other | 1.089236 | . 65299 | 1.67 | 0.102 | -. 2223329 | 2.400805 |
|  |  |  |  |  |  |  |
| migrant\#\| |  |  |  |  |  |  |
| 1\#Black | -1.040946 | . 8954723 | -1.16 | 0.251 | -2.839555 | . 7576629 |
| 1\#Hispanic | -. 8154238 | 1.113773 | -0.73 | 0.468 | -3.052503 | 1.421655 |
| 1\#Asian | -. 1544528 | . 6634817 | -0.23 | 0.817 | -1.487095 | 1.178189 |
| 1\#Other | -3.777703 | 5.379541 | -0.70 | 0.486 | -14.58283 | 7.027422 |
| years_sinc~l | -. 0037509 | . 0124582 | -0.30 | 0.765 | -. 0287739 | . 0212721 |
| rural | 1.102696 | . 2958736 | 3.73 | 0.000 | . 5084168 | 1.696976 |
| migrantrural | . 6105212 | . 8641468 | 0.71 | 0.483 | -1.125169 | 2.346211 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 2798005 | . 8309334 | 0.34 | 0.738 | -1.389178 | 1.948779 |
| 2000 | . 3772144 | . 675202 | 0.56 | 0.579 | -. 9789687 | 1.733397 |
| 2001 | -. 0101494 | . 773883 | -0.01 | 0.990 | -1.564539 | 1.54424 |
| 2002 | -. 6363993 | . 5992803 | -1.06 | 0.293 | -1.840089 | . 5672907 |
| 2003 | -. 5701946 | . 561601 | -1.02 | 0.315 | -1.698203 | . 5578141 |
| 2004 | -. 6179857 | . 6074671 | -1.02 | 0.314 | -1.838119 | . 6021478 |
| 2005 | -. 2724047 | . 6960788 | -0.39 | 0.697 | -1.67052 | 1.125711 |
| 2006 | -1.026952 | .7605453 | -1.35 | 0.183 | -2.554553 | . 5006478 |
| 2007 | -. 8124815 | . 6600599 | -1.23 | 0.224 | -2.138251 | . 5132878 |
| 2008 | -1.112794 | . 7116542 | -1.56 | 0.124 | -2.542193 | . 3166058 |
| 2009 | -. 6993005 | . 7637788 | -0.92 | 0.364 | -2.233395 | . 8347944 |
| 2010 | -1.92969 | . 6915784 | -2.79 | 0.007 | -3.318766 | -. 5406138 |
| 2011 | -2.53675 | . 6058317 | -4.19 | 0.000 | -3.753598 | -1.319901 |
| 2012 | -. 7130704 | . 5534833 | -1.29 | 0.204 | -1.824774 | . 3986335 |
| 2013 | -. 9069094 | . 6424728 | -1.41 | 0.164 | -2.197354 | . 3835352 |
| 2014 | -1.974195 | . 6545945 | -3.02 | 0.004 | -3.288986 | -. 6594031 |
| 2015 | -1.371693 | . 5952855 | -2.30 | 0.025 | -2.567359 | -. 1760264 |
|  |  |  |  |  |  |  |


| migrant\#year |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 11999 | 1.215766 | 1.150819 | 1.06 | 0.296 | -1.095722 | 3.527254 |
| 12000 | 1.998541 | . 7457138 | 2.68 | 0.010 | . 5007307 | 3.496351 |
| 12001 | 1.448698 | 1.479561 | 0.98 | 0.332 | -1.523088 | 4.420484 |
| 12002 | 3.008652 | 1.418934 | 2.12 | 0.039 | . 1586392 | 5.858665 |
| 12003 | 2.679136 | 1.140168 | 2.35 | 0.023 | . 3890405 | 4.969231 |
| 12004 | 2.585756 | 1.32265 | 1.95 | 0.056 | -. 0708653 | 5.242377 |
| 12005 | 1.864337 | . 8845265 | 2.11 | 0.040 | . 0877137 | 3.640961 |
| 12006 | 4.049353 | 1.415241 | 2.86 | 0.006 | 1.206757 | 6.891948 |
| 12007 | 3.145509 | . 9727225 | 3.23 | 0.002 | 1.191739 | 5.09928 |
| 12008 | 2.461729 | 1.219496 | 2.02 | 0.049 | . 0122994 | 4.911158 |
| 12009 | 1.495757 | 1.227366 | 1.22 | 0.229 | -. 9694798 | 3.960994 |
| 12010 | 1.252431 | . 939366 | 1.33 | 0.188 | -. 6343415 | 3.139203 |
| 12011 | 1.861934 | . 9687056 | 1.92 | 0.060 | -. 0837689 | 3.807636 |
| 12012 | . 4555787 | 1.066287 | 0.43 | 0.671 | -1.686122 | 2.597279 |
| 12013 | . 385854 | 1.213339 | 0.32 | 0.752 | -2.051208 | 2.822916 |
| 12014 | 1.625145 | 1.130736 | 1.44 | 0.157 | -. 6460045 | 3.896295 |
| 12015 | 1.879473 | . 9809125 | 1.92 | 0.061 | -. 0907483 | 3.849693 |
|  |  |  |  |  |  |  |
| cons | 27.83292 | . 8947799 | 31.11 | 0.000 | 26.0357 | 29.63014 |

Specification (6), Exogenous-wage, Method 1, Full sample

| Linear regression | Number of obs |  | 1,365,655 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F |  |  |
|  | R -squared |  | 0.1249 |
|  | Root MSE |  | 9.8345 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 3.92594 | . 3983204 | 9.86 | 0.000 | 3.12589 | 4.72599 |
| post911entry | -1.107748 | . 0713553 | -15.52 | 0.000 | -1.251069 | -. 9644267 |
| post911ent~t | . 6015125 | . 1287621 | 4.67 | 0.000 | . 3428862 | . 8601388 |
| minwage | -1.577819 | .1880387 | -8.39 | 0.000 | -1.955506 | -1.200132 |
| post911min~e | -1.070038 | . 2845364 | -3.76 | 0.000 | -1.641546 | -. 4985301 |
| post911min~t | 1.961707 | . 3563113 | 5.51 | 0.000 | 1.246035 | 2.67738 |
| hsgrad | 2.343504 | . 1205233 | 19.44 | 0.000 | 2.101426 | 2.585582 |
| assocgrad | 2.941155 | . 1299241 | 22.64 | 0.000 | 2.680195 | 3.202115 |
| bachgrad | 4.65375 | . 129252 | 36.01 | 0.000 | 4.394139 | 4.91336 |
| mastgrad | 5.571019 | . 1699609 | 32.78 | 0.000 | 5.229642 | 5.912395 |
| doctorgrad | 8.836971 | . 2518852 | 35.08 | 0.000 | 8.331045 | 9.342897 |
| migranthsg~d | -1.757202 | . 1391404 | -12.63 | 0.000 | -2.036673 | -1.47773 |
| migrantass~d | -2.102367 | . 2164705 | -9.71 | 0.000 | -2.537161 | -1.667573 |
| migrantbac~d | -2.56638 | . 2316417 | -11.08 | 0.000 | -3.031647 | -2.101114 |
| migrantmas~d | -2.669308 | . 2700511 | -9.88 | 0.000 | -3.211721 | -2.126894 |
| migrantdoc~d | -2.294328 | . 2584009 | -8.88 | 0.000 | -2.813342 | -1.775315 |
| exp | . 5818744 | . 0104849 | 55.50 | 0.000 | . 5608148 | . 602934 |
| migrantexp | -. 2902577 | . 0173094 | -16.77 | 0.000 | -. 3250246 | -. 2554908 |
| exp_sq | -. 0112146 | .0001957 | -57.31 | 0.000 | -. 0116076 | -. 0108215 |
| migrantexp~q | . 0059773 | . 0003097 | 19.30 | 0.000 | . 0053552 | . 0065994 |
| female | -4.841351 | . 1120193 | -43.22 | 0.000 | -5.066348 | -4.616353 |
| migrantfem~e | . 7973156 | . 1167893 | 6.83 | 0.000 | . 5627375 | 1.031894 |


| 1.migrant | 0 (omitted) |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0286195 | . 0784722 | 0.36 | 0.717 | -. 1289966 | . 1862355 |
| Hispanic | .1021902 | . 2238576 | 0.46 | 0.650 | -. 347441 | . 5518214 |
| Asian | -. 4249046 | . 2669199 | -1.59 | 0.118 | -. 9610289 | . 1112198 |
| Other | . 243033 | . 1538724 | 1.58 | 0.121 | -. 0660288 | . 5520949 |
|  |  |  |  |  |  |  |
| migrant\# |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| 1\#Black | -. 4589567 | . 1350949 | -3.40 | 0.001 | -. 7303027 | -. 1876106 |
| 1\#Hispanic | -. 5675025 | . 162595 | -3.49 | 0.001 | -. 8940841 | -. 2409208 |
| 1\#Asian | -. 3440512 | . 2480062 | -1.39 | 0.172 | -. 8421863 | . 154084 |
| 1\#Other | -. 7327593 | . 4559897 | -1.61 | 0.114 | -1.648642 | . 1831229 |
|  |  |  |  |  |  |  |
| years_sinc~l | . 0109069 | . 0023777 | 4.59 | 0.000 | .006131 | . 0156827 |
| rural | . 2539471 | . 0886882 | 2.86 | 0.006 | . 0758116 | . 4320825 |
| migrantrural | . 7434832 | .2813798 | 2.64 | 0.011 | . 1783152 | 1.308651 |
|  | \| |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1059925 | . 0657723 | 1.61 | 0.113 | -. 0261149 | . 2381 |
| 2000 | . 1172114 | . 0898281 | 1.30 | 0.198 | -. 0632137 | . 2976365 |
| 2001 | . 0596771 | . 0960076 | 0.62 | 0.537 | -. 1331599 | . 252514 |
| 2002 | -. 1394455 | . 075914 | -1.84 | 0.072 | -. 2919233 | . 0130322 |
| 2003 | -. 3273033 | . 08331 | -3.93 | 0.000 | -. 4946364 | -. 1599701 |
| 2004 | -. 3494912 | .1038029 | -3.37 | 0.001 | -. 5579854 | -. 1409969 |
| 2005 | -. 2230865 | . 0898959 | -2.48 | 0.016 | -. 4036479 | -. 0425252 |
| 2006 | -. 1124516 | . 1036895 | -1.08 | 0.283 | -. 320718 | . 0958148 |
| 2007 | -. 0105149 | . 0859976 | -0.12 | 0.903 | -. 1832461 | .1622163 |
| 2008 | -. 0340811 | . 0937188 | -0.36 | 0.718 | -. 2223208 | . 1541587 |
| 2009 | -. 3356259 | . 0906593 | -3.70 | 0.001 | -. 5177204 | -. 1535314 |
| 2010 | -. 6664397 | . 0937623 | -7.11 | 0.000 | -. 8547668 | -. 4781127 |
| 2011 | -. 66391 | . 0876327 | -7.58 | 0.000 | -. 8399254 | -. 4878946 |
| 2012 | -. 4907057 | .0926573 | -5.30 | 0.000 | -. 6768134 | -. 3045979 |
| 2013 | -. 3723637 | . 1114948 | -3.34 | 0.002 | -. 5963076 | -. 1484198 |
| 2014 | -. 348812 | . 1080156 | -3.23 | 0.002 | -. 5657678 | -. 1318562 |
| 2015 | -. 1343567 | . 0994467 | -1.35 | 0.183 | -. 3341013 | . 065388 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0833423 | . 1542633 | 0.54 | 0.591 | -. 2265046 | . 3931892 |
| 12000 | . 2285872 | . 212111 | 1.08 | 0.286 | -. 1974503 | . 6546247 |
| 12001 | . 3338429 | . 163682 | 2.04 | 0.047 | . 005078 | . 6626079 |
| 12002 | . 1155923 | .1616502 | 0.72 | 0.478 | -. 2090916 | . 4402762 |
| 12003 | . 253002 | . 1526948 | 1.66 | 0.104 | -. 0536944 | . 5596985 |
| 12004 | . 197458 | . 1959139 | 1.01 | 0.318 | -. 1960466 | . 5909625 |
| 12005 | . 2055744 | . 1320462 | 1.56 | 0.126 | -. 0596483 | . 4707971 |
| 12006 | . 5540359 | .1767034 | 3.14 | 0.003 | . 1991166 | . 9089552 |
| 12007 | .2733305 | . 1183844 | 2.31 | 0.025 | .0355483 | . 5111126 |
| 12008 | .1660395 | . 1601614 | 1.04 | 0.305 | -. 1556541 | . 4877331 |
| 12009 | -. 0748233 | . 1588099 | -0.47 | 0.640 | -. 3938023 | . 2441558 |
| 12010 | -. 449564 | . 1527093 | -2.94 | 0.005 | -. 7562896 | -. 1428384 |
| 12011 | -. 3516432 | . 1256408 | -2.80 | 0.007 | -. 6040001 | -. 0992863 |
| 12012 | -. 4328384 | . 1487034 | -2.91 | 0.005 | -. 731518 | -. 1341588 |
| 12013 | -. 4581659 | . 166835 | -2.75 | 0.008 | -. 793264 | -. 1230679 |
| 12014 | -. 260534 | . 1757392 | -1.48 | 0.144 | -. 6135166 | . 0924486 |
| 12015 | -. 261824 | . 14111 | -1.86 | 0.069 | -. 5452518 | . 0216037 |
|  |  |  |  |  |  |  |
| _cons | 33.85483 | . 2421628 | 139.80 | 0.000 | 33.36843 | 34.34123 |



Specification (1), Exogenous-wage, Method 2, Full sample


Specification (2), Exogenous-wage, Method 2, Restricted sample

| Linear regression | Number of obs |  | 18,961 |
| :---: | :---: | :---: | :---: |
|  | F (14, 50) |  |  |
|  | Prob > F |  |  |
|  | R-squared |  | 0.2048 |
|  | Root MSE |  | 7.8232 |

(Std. Err. adjusted for 51 clusters in state)


| migrant | . 7167347 | . 4494572 | 1.59 | 0.117 | -. 1860266 | 1.619496 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| post911entry | -. 3803468 | . 2088023 | -1.82 | 0.075 | -. 7997385 | . 0390449 |
| post911ent~t | . 4220927 | . 4898326 | 0.86 | 0.393 | -. 561765 | 1.40595 |
| yearseduc | . 4629159 | . 065472 | 7.07 | 0.000 | . 3314114 | . 5944204 |
| exp | 1.826511 | . 0990891 | 18.43 | 0.000 | 1.627484 | 2.025537 |
| exp_sq | -. 0606875 | . 0055312 | -10.97 | 0.000 | -. 0717972 | -. 0495777 |
| female | -. 7825739 | . 1762122 | -4.44 | 0.000 | -1.136506 | -. 4286413 |
| white | -. 4704269 | . 6613828 | -0.71 | 0.480 | -1.798853 | . 8579996 |
| black | . 7509087 | . 6192378 | 1.21 | 0.231 | -. 4928671 | 1.994684 |
| asian | -1.938767 | . 7554907 | -2.57 | 0.013 | -3.456215 | -. 4213194 |
| hispanic | 1.363842 | . 6574631 | 2.07 | 0.043 | . 043289 | 2.684396 |
| years_sinc~l | -. 022391 | . 0316808 | -0.71 | 0.483 | -. 0860239 | . 0412418 |
| rural | . 3266408 | . 2312109 | 1.41 | 0.164 | -. 1377601 | . 7910416 |
| year | 11.76676 | 13.271 | 0.89 | 0.380 | -14.88882 | 38.42234 |
| year_sq | -. 0029587 | . 0033067 | -0.89 | 0.375 | -. 0096004 | . 0036829 |
| _cons | -11687.21 | 13314.99 | -0.88 | 0.384 | -38431.16 | 15056.75 |

Specification (2), Exogenous-wage, Method 2, Full sample

| Linear regression | Number of obs | = | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | F (17, 50) | = |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.1345 |
|  | Root MSE | $=$ | 9.7882 |

(Std. Err. adjusted for 51 clusters in state)


Specification (3), Exogenous-wage, Method 2, Restricted sample

| Number of obs | $=$ | 18,961 |
| :--- | :--- | :--- |
| F (30, 50) | $=$ | 267.36 |
| Prob $>\mathrm{F}$ | $=$ | 0.0000 |
| R-squared | $=$ | 0.2057 |
| Root MSE | $=$ | 7.8218 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust Std. Err. | t | $P>\|t\|$ | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 7003378 | . 4353917 | 1.61 | 0.114 | -. 1741722 | 1.574848 |
| post911entry | -. 4195212 | . 2380387 | -1.76 | 0.084 | -. 897636 | . 0585937 |
| post911ent~t | . 4570722 | . 4899649 | 0.93 | 0.355 | -. 5270512 | 1.441196 |
| yearseduc | . 4615503 | . 0653427 | 7.06 | 0.000 | . 3303058 | . 5927949 |
| exp | 1.822735 | . 1006361 | 18.11 | 0.000 | 1.620601 | 2.024868 |
| exp_sq | -. 0605506 | . 0055779 | -10.86 | 0.000 | -. 0717541 | -. 0493471 |
| female | -. 7811445 | . 1770215 | -4.41 | 0.000 | -1.136703 | -. 4255863 |
| white | -. 4596369 | . 6657308 | -0.69 | 0.493 | -1.796797 | . 8775228 |
| black | . 7550998 | . 621096 | 1.22 | 0.230 | -. 4924083 | 2.002608 |
| asian | -1.94303 | . 7514928 | -2.59 | 0.013 | -3.452448 | -. 4336123 |
| hispanic | 1.380776 | . 6600932 | 2.09 | 0.042 | . 0549392 | 2.706612 |
| years_sinc~l | -. 0226264 | . 0315964 | -0.72 | 0.477 | -. 0860896 | . 0408369 |
| rural | . 3283321 | . 2288642 | 1.43 | 0.158 | -. 1313552 | . 7880194 |
| year |  |  |  |  |  |  |
| 1999 | -. 7448814 | . 4365456 | -1.71 | 0.094 | -1.621709 | . 1319463 |
| 2000 | . 2354792 | . 4074698 | 0.58 | 0.566 | -. 582948 | 1.053906 |
| 2001 | -. 4327926 | . 4739346 | -0.91 | 0.366 | -1.384718 | . 519133 |
| 2002 | -. 4217095 | . 3833614 | -1.10 | 0.277 | -1.191713 | . 3482945 |
| 2003 | -. 6491215 | . 3922297 | -1.65 | 0.104 | -1.436938 | . 1386951 |
| 2004 | -. 909954 | . 4447281 | -2.05 | 0.046 | -1.803217 | -. 0166914 |
| 2005 | -. 4246642 | . 4618421 | -0.92 | 0.362 | -1.352301 | . 502973 |
| 2006 | -. 4138701 | . 290829 | -1.42 | 0.161 | -. 9980173 | . 170277 |
| 2007 | -. 9134553 | . 3950312 | -2.31 | 0.025 | -1.706899 | -. 1200117 |
| 2008 | -. 7996767 | . 5327002 | -1.50 | 0.140 | -1.869637 | . 2702831 |
| 2009 | -1.28723 | . 4299992 | -2.99 | 0.004 | -2.150909 | -. 4235515 |
| 2010 | -1.550404 | . 3544629 | -4.37 | 0.000 | -2.262364 | -. 8384444 |
| 2011 | -1.374015 | . 4404425 | -3.12 | 0.003 | -2.25867 | -. 4893605 |
| 2012 | -1.509183 | . 5670536 | -2.66 | 0.010 | -2.648144 | -. 3702229 |
| 2013 | -1.417994 | . 4286029 | -3.31 | 0.002 | -2.278869 | -. 5571199 |
| 2014 | -1.587909 | . 3962197 | -4.01 | 0.000 | -2.38374 | -. 7920784 |
| 2015 | -2.086402 | . 4321751 | -4.83 | 0.000 | -2.954451 | -1.218352 |
| cons | 11.78712 | 1.042879 | 11.30 | 0.000 | 9.692434 | 13.8818 |

Specification (3), Exogenous-wage, Method 2, Full sample

Linear regression | Number of obs | $=1,376,334$ |
| :--- | :--- |
|  | F(38, 50) |
|  | Prob $>\mathrm{F}$ |
|  | R-squared |
|  | Root MSE |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust Std. Err. | t | $P>\|t\|$ | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 7499548 | . 1187117 | -6.32 | 0.000 | -. 9883942 | -. 5115154 |
| post911entry | -1.264555 | . 089392 | -14.15 | 0.000 | -1.444104 | -1.085006 |
| post911ent~t | . 7837397 | . 1578738 | 4.96 | 0.000 | . 4666409 | 1.100838 |
| minwagedemo | -16.36229 | . 1847873 | -88.55 | 0.000 | -16.73345 | -15.99114 |
| mi~o_migrant | 1.512248 | . 3116018 | 4.85 | 0.000 | . 8863774 | 2.138119 |
| minwāged~911 | -. 021872 | . 2202225 | -0.10 | 0.921 | -. 464202 | . 420458 |
| mi~1_migrant | -. 2346927 | .6109803 | -0.38 | 0.703 | -1.461883 | . 9924974 |
| hsgrad | -. 0184474 | .1067411 | -0.17 | 0.863 | -. 2328431 | . 1959484 |
| assocgrad | . 6351623 | . 1021743 | 6.22 | 0.000 | . 4299391 | . 8403855 |
| bachgrad | 2.256735 | . 0809383 | 27.88 | 0.000 | 2.094165 | 2.419304 |
| mastgrad | 3.217967 | . 1092447 | 29.46 | 0.000 | 2.998543 | 3.437392 |
| doctorgrad | 6.567646 | .1806291 | 36.36 | 0.000 | 6.204842 | 6.930451 |
| exp | . 4859654 | .0084011 | 57.85 | 0.000 | . 4690913 | . 5028394 |
| exp_sq | -. 0094545 | . 0001474 | -64.13 | 0.000 | -. 0097506 | -. 0091583 |
| femāle | -4.689602 | . 1171732 | -40.02 | 0.000 | -4.924951 | -4.454253 |
| white | -. 1088718 | .1557913 | -0.70 | 0.488 | -. 4217879 | . 2040442 |
| black | -. 2020571 | .1578504 | -1.28 | 0.206 | -. 519109 | . 1149948 |
| asian | -. 7539063 | . 1716262 | -4.39 | 0.000 | -1.098628 | -. 409185 |
| hispanic | -. 2676336 | . 214615 | -1.25 | 0.218 | -. 6987005 | . 1634334 |
| years_sinc~l | .0110062 | . 0025331 | 4.35 | 0.000 | . 0059185 | . 016094 |
| rural | .2390895 | .0847327 | 2.82 | 0.007 | . 0688989 | . 4092801 |
| year |  |  |  |  |  |  |
| 1999 | . 1201024 | . 0587373 | 2.04 | 0.046 | . 0021251 | . 2380797 |
| 2000 | .1654855 | . 0870953 | 1.90 | 0.063 | -. 0094504 | . 3404215 |
| 2001 | .1108663 | . 0901201 | 1.23 | 0.224 | -. 0701453 | . 2918778 |
| 2002 | -. 1116823 | . 0650034 | -1.72 | 0.092 | -. 2422456 | .0188809 |
| 2003 | -. 2825787 | . 0755223 | -3.74 | 0.000 | -. 4342698 | -. 1308877 |
| 2004 | -. 3122651 | . 0977952 | -3.19 | 0.002 | -. 5086926 | -. 1158376 |
| 2005 | -. 2037599 | . 0834406 | -2.44 | 0.018 | -. 3713554 | -. 0361645 |
| 2006 | -. 0347611 | . 0892125 | -0.39 | 0.698 | -. 2139496 | .1444275 |
| 2007 | .0170499 | .079726 | 0.21 | 0.832 | -. 1430844 | .1771842 |
| 2008 | -. 0160247 | . 07963 | -0.20 | 0.841 | -. 1759663 | . 1439168 |
| 2009 | -. 3572007 | . 0764307 | -4.67 | 0.000 | -. 5107163 | -. 2036851 |
| 2010 | -. 7311347 | . 0826021 | -8.85 | 0.000 | -. 8970459 | -. 5652235 |
| 2011 | -. 711943 | . 0810848 | -8.78 | 0.000 | -. 8748066 | -. 5490794 |
| 2012 | -. 552917 | . 0840934 | -6.58 | 0.000 | -. 7218236 | -. 3840103 |
| 2013 | -. 441923 | . 0939333 | -4.70 | 0.000 | -. 6305936 | -. 2532524 |
| 2014 | -. 4010441 | . 1010425 | -3.97 | 0.000 | -. 6039938 | -. 1980943 |
| 2015 | -. 1894813 | . 0919683 | -2.06 | 0.045 | -. 3742052 | -. 0047575 |
| _cons | 37.23887 | . 222865 | 167.09 | 0.000 | 36.79123 | 37.68651 |

Specification (4), Exogenous-wage, Method 2, Restricted sample

| Linear regression | Number of obs | $=$ | 18,961 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(49,50)$ | $=$ |  |
|  | Prob > F | = |  |
|  | R-squared | $=$ | 0.2118 |
|  | Root MSE | $=$ | 7.7973 |

(Std. Err. adjusted for 51 clusters in state)


| hoursworked | Coef. | Std. Err | t | P> \| $\mathrm{t}^{\text {\| }}$ | [95\% Con | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 4.178698 | 1.492726 | 2.80 | 0.007 | 1.180469 | 7.176927 |
| post911entry | -. 2534664 | . 2989811 | -0.85 | 0.401 | -. 8539875 | . 3470548 |
| post911ent~t | . 0444389 | . 456773 | 0.10 | 0.923 | -. 8730166 | . 9618944 |
| yearseduc | . 5168508 | . 0885184 | 5.84 | 0.000 | . 3390564 | . 6946452 |
| migrantyea~c | -. 0883551 | . 1132075 | -0.78 | 0.439 | -. 315739 | . 1390289 |
| exp | 2.219178 | . 1310605 | 16.93 | 0.000 | 1.955935 | 2.48242 |
| migrantexp | -1.04966 | . 2051858 | -5.12 | 0.000 | -1.461788 | -. 6375325 |
| exp_sq | -. 0890008 | . 0074511 | -11.94 | 0.000 | -. 1039668 | -. 0740348 |
| migrantexp~q | . 0613165 | . 0116925 | 5.24 | 0.000 | . 0378315 | . 0848015 |
| female | -. 5425867 | . 1668358 | -3.25 | 0.002 | -. 8776863 | -. 2074871 |
| migrantfem~e | -1.4829 | . 2976343 | -4.98 | 0.000 | -2.080716 | -. 8850839 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | 1.098787 | . 2498918 | 4.40 | 0.000 | . 596865 | 1.60071 |
| Hispanic | 1.701197 | . 3195253 | 5.32 | 0.000 | 1.059411 | 2.342982 |
| Asian | -1.04257 | . 6178778 | -1.69 | 0.098 | -2.283614 | . 1984745 |
| Other | . 4406113 | . 6569571 | 0.67 | 0.506 | -. 8789258 | 1.760148 |
|  |  |  |  |  |  |  |
| migrant\# wbhao |  |  |  |  |  |  |
| $1 \#$ Black | . 4766015 | 1.017558 | 0.47 | 0.642 | -1.567223 | 2.520426 |
| 1\#Hispanic | 1.124414 | . 9683347 | 1.16 | 0.251 | -. 8205434 | 3.069372 |
| 1\#Asian | -. 5598626 | 1.227416 | -0.46 | 0.650 | -3.0252 | 1.905475 |
| 1\#Other | -2.162777 | 1.840444 | -1.18 | 0.246 | -5.859417 | 1.533864 |
| years sinc~l | -. 0243338 | . 0354982 | -0.69 | 0.496 | -. 0956341 | . 0469666 |
| rural | . 3624564 | . 2323351 | 1.56 | 0.125 | -. 1042023 | . 8291151 |
| migrantrural | -. 5899919 | . 6201741 | -0.95 | 0.346 | -1.835648 | . 6556645 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | -. 7270419 | . 4511789 | -1.61 | 0.113 | -1.633261 | . 1791776 |
| 2000 | . 0553646 | . 4534317 | 0.12 | 0.903 | -. 8553797 | . 9661089 |
| 2001 | -. 5092863 | . 4800865 | -1.06 | 0.294 | -1.473568 | . 4549958 |
| 2002 | -. 3794829 | . 4022 | -0.94 | 0.350 | -1.187325 | . 4283595 |
| 2003 | -. 749685 | . 3879778 | -1.93 | 0.059 | -1.528961 | . 0295913 |
| 2004 | -1.030847 | . 5541221 | -1.86 | 0.069 | -2.143834 | . 0821396 |
| 2005 | -. 4258916 | . 5111713 | -0.83 | 0.409 | -1.452609 | . 6008262 |
| 2006 | -. 6606352 | . 3721237 | -1.78 | 0.082 | -1.408068 | . 0867972 |
| 2007 | -1.403108 | . 4905667 | -2.86 | 0.006 | -2.38844 | -. 4177759 |
| 2008 | -1.020285 | . 6036487 | -1.69 | 0.097 | -2.232749 | . 1921792 |
| 2009 | -1.508972 | . 5261781 | -2.87 | 0.006 | -2.565832 | -. 4521118 |
| 2010 | -1.933364 | . 4480939 | -4.31 | 0.000 | -2.833387 | -1.033341 |
| 2011 | -1.815408 | . 5754985 | -3.15 | 0.003 | -2.97133 | -. 6594848 |
| 2012 | -1.877443 | . 6153312 | -3.05 | 0.004 | -3.113372 | -. 6415135 |
| 2013 | -1.655127 | . 608028 | -2.72 | 0.009 | -2.876387 | -. 433867 |
| 2014 | -1.475066 | . 5201077 | -2.84 | 0.007 | -2.519733 | -. 4303987 |
| 2015 \| -2.30666 . $5126652-4.50$ 0.000 -3.336379 -1.276942 |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 5828877 | . 7898444 | -0.74 | 0.464 | -2.169337 | 1.003561 |
| 12000 | 1.266806 | . 9260909 | 1.37 | 0.177 | -. 5933019 | 3.126915 |
| 12001 | . 3676085 | . 7123432 | 0.52 | 0.608 | -1.063175 | 1.798392 |
| 12002 | -. 5862739 | . 7862851 | -0.75 | 0.459 | -2.165574 | . 9930262 |
| 12003 | . 5009853 | . 9280121 | 0.54 | 0.592 | -1.362982 | 2.364952 |
| 12004 | . 4566983 | . 8500654 | 0.54 | 0.593 | -1.250708 | 2.164105 |
| 12005 | -. 4546227 | . 7535281 | -0.60 | 0.549 | -1.968128 | 1.058883 |
| 12006 | . 7263613 | 1.020175 | 0.71 | 0.480 | -1.32272 | 2.775442 |


| 12007 | I | 2.226671 | . 8970986 | 2.48 | 0.016 | . 4247953 | 4.028546 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12008 | । | . 8304585 | . 7957883 | 1.04 | 0.302 | -. 7679293 | 2.428846 |
| 12009 | \| | . 4618456 | . 8354526 | 0.55 | 0.583 | -1.21621 | 2.139901 |
| 12010 | \| | 1.33122 | . 742111 | 1.79 | 0.079 | -. 1593535 | 2.821794 |
| 12011 | \\| | 1.575738 | . 9005689 | 1.75 | 0.086 | -. 2331076 | 3.384584 |
| 12012 | \| | 1.29669 | 1.29742 | 1.00 | 0.322 | -1.309255 | 3.902636 |
| 12013 | । | . 7808569 | . 9911432 | 0.79 | 0.435 | -1.209913 | 2.771627 |
| 12014 | \| | -. 8271853 | 1.043006 | -0.79 | 0.431 | -2.922124 | 1.267753 |
| 12015 | । | . 7107802 | . 9469529 | 0.75 | 0.456 | -1.191231 | 2.612791 |
| _cons | । | 9.883509 | 1.148658 | 8.60 | 0.000 | 7.576363 | 12.19066 |

Specification (4), Exogenous-wage, Method 2, Full sample

| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F |  |  |
|  | R-squared | $=$ | 0.1374 |
|  | Root MSE |  | 9.7723 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err | t | $P>\|t\|$ |  |  |
| migrant | 5.645127 | . 6345277 | 8.90 | 0.000 | 4.370641 | 6.919614 |
| post911entry | -1.175211 | . 0799375 | -14.70 | 0.000 | -1.33577 | -1.014652 |
| post911ent~t | 1.02048 | . 153152 | 6.66 | 0.000 | . 7128652 | 1.328095 |
| minwagedemo | -15.14772 | . 2028684 | -74.67 | 0.000 | -15.5552 | -14.74025 |
| min o_migrant | -. 438851 | . 3213981 | -1.37 | 0.178 | -1.084398 | . 206696 |
| minwäged~911 | -. 2954896 | . 2088758 | -1.41 | 0.163 | -. 7150289 | . 1240497 |
| mi~1_migrant | . 4768193 | . 5864003 | 0.81 | 0.420 | -. 7010004 | 1.654639 |
| yearseduc | . 539902 | . 0172497 | 31.30 | 0.000 | . 5052551 | . 574549 |
| migrantyea~c | -. 2993099 | . 0304162 | -9.84 | 0.000 | -. 3604025 | -. 2382172 |
| exp | . 535999 | . 0116779 | 45.90 | 0.000 | . 5125433 | . 5594546 |
| migrantexp | -. 2191925 | . 0151085 | -14.51 | 0.000 | -. 2495388 | -. 1888462 |
| exp_sq | -. 0104456 | . 0002179 | -47.94 | 0.000 | -. 0108832 | -. 010008 |
| migrantexp~q | . 0048806 | . 000288 | 16.94 | 0.000 | . 0043021 | . 0054591 |
| female | -4.874951 | . 1118806 | -43.57 | 0.000 | -5.099669 | -4.650232 |
| migrantfem~e | . 7833414 | . 1048985 | 7.47 | 0.000 | . 5726466 | . 9940363 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1296225 | . 0741855 | -1.75 | 0.087 | -. 2786285 | . 0193835 |
| Hispanic | -. 0559648 | . 2328739 | -0.24 | 0.811 | -. 5237058 | . 4117763 |
| Asian | -. 4122498 | . 2885105 | -1.43 | 0.159 | -. 9917403 | . 1672407 |
| Other | . 0761098 | . 1582752 | 0.48 | 0.633 | -. 2417952 | . 3940148 |
| migrant\#\| wbhao |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| 1\#Black | -. 5114527 | . 1327488 | -3.85 | 0.000 | -. 7780865 | -. 2448189 |
| 1\#Hispanic | -. 4513473 | . 1568765 | -2.88 | 0.006 | -. 7664431 | -. 1362516 |
| 1\#Asian | -. 2699623 | . 2656645 | -1.02 | 0.314 | -. 8035651 | . 2636405 |
| 1\#Other | -. 6217977 | . 418246 | -1.49 | 0.143 | -1.461869 | . 2182741 |
| years_sinc~l | . 0088343 | . 0024753 | 3.57 | 0.001 | . 0038626 | . 0138061 |
| rural | . 2135583 | . 0884261 | 2.42 | 0.019 | . 0359492 | . 3911674 |


| migrantrural | . 8284397 | . 2628599 | 3.15 | 0.003 | . 3004701 | 1.356409 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1128209 | . 0672271 | 1.68 | 0.100 | -. 0222088 | . 2478506 |
| 2000 | .1376039 | . 0928869 | 1.48 | 0.145 | -. 048965 | . 3241728 |
| 2001 | . 058859 | . 0946759 | 0.62 | 0.537 | -. 1313032 | . 2490211 |
| 2002 | -. 1279485 | . 0735372 | -1.74 | 0.088 | -. 2756523 | . 0197553 |
| 2003 | -. 3197224 | . 0826575 | -3.87 | 0.000 | -. 4857448 | -. 1536999 |
| 2004 | -. 3345607 | . 1047419 | -3.19 | 0.002 | -. 5449409 | -. 1241804 |
| 2005 | -. 2187707 | . 0917024 | -2.39 | 0.021 | -. 4029604 | -. 034581 |
| 2006 | -. 1076388 | .105147 | -1.02 | 0.311 | -. 3188326 | . 1035551 |
| 2007 | -. 0083407 | . 0879647 | -0.09 | 0.925 | -. 185023 | . 1683415 |
| 2008 | -. 0501885 | . 0955514 | -0.53 | 0.602 | -. 2421092 | .1417322 |
| 2009 | -. 3429247 | . 0905334 | -3.79 | 0.000 | -. 5247663 | -. 161083 |
| 2010 | -. 6713351 | . 0978455 | -6.86 | 0.000 | -. 8678635 | -. 4748066 |
| 2011 | -. 6762919 | . 090219 | -7.50 | 0.000 | -. 8575021 | -. 4950817 |
| 2012 | -. 5047067 | . 0956226 | -5.28 | 0.000 | -. 6967704 | -. 312643 |
| 2013 | -. 3965072 | . 1096045 | -3.62 | 0.001 | -. 6166544 | -. 17636 |
| 2014 | -. 3685289 | .1119743 | -3.29 | 0.002 | -. 5934359 | -. 1436218 |
| 2015 | -. 150668 | .1017139 | -1.48 | 0.145 | -. 3549663 | . 0536303 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0123529 | . 1555472 | 0.08 | 0.937 | -. 3000727 | . 3247786 |
| 12000 | . 1299131 | . 2072025 | 0.63 | 0.534 | -. 2862655 | . 5460916 |
| 12001 | . 2708066 | . 1546694 | 1.75 | 0.086 | -. 0398561 | . 5814692 |
| 12002 | -. 0163238 | .1603163 | -0.10 | 0.919 | -. 3383286 | . 305681 |
| 12003 | .0837763 | .1635471 | 0.51 | 0.611 | -. 2447177 | . 4122704 |
| 12004 | -. 0079608 | . 1891683 | -0.04 | 0.967 | -. 3879165 | . 3719948 |
| 12005 | -. 0800377 | . 1229917 | -0.65 | 0.518 | -. 3270738 | . 1669983 |
| 12006 | . 2544998 | . 1787638 | 1.42 | 0.161 | -. 1045579 | . 6135575 |
| 12007 | -. 0372762 | .1180324 | -0.32 | 0.753 | -. 2743512 | . 1997988 |
| 12008 | -. 0893781 | .1698676 | -0.53 | 0.601 | -. 4305673 | . 2518111 |
| 12009 | -. 3770793 | . 1592743 | -2.37 | 0.022 | -. 6969912 | -. 0571674 |
| 12010 | -. 7013859 | . 1539404 | -4.56 | 0.000 | -1.010584 | -. 3921875 |
| 12011 | -. 6462928 | . 1380126 | -4.68 | 0.000 | -. 9234993 | -. 3690862 |
| 12012 | -. 6913321 | . 1559551 | -4.43 | 0.000 | -1.004577 | -. 3780871 |
| 12013 | -. 6938069 | . 149711 | -4.63 | 0.000 | -. 9945102 | -. 3931035 |
| 12014 | -. 5414492 | . 1696481 | -3.19 | 0.002 | -. 8821974 | -. 2007009 |
| 12015 | -. 5776247 | . 1320315 | -4.37 | 0.000 | -. 8428177 | -. 3124317 |
|  |  |  |  |  |  |  |
| _cons | 30.116 | . 4247502 | 70.90 | 0.000 | 29.26286 | 30.96914 |

Specification (5), Exogenous-wage, Method 2, Restricted sample

| Linear regression | Number of obs | $=$ | 18,961 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | $=$ |  |
|  | R -squared | = | 0.2119 |
|  | Root MSE | = | 7.7974 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 3.041743 | 1.576429 | 1.93 | 0.059 | -. 1246082 | 6.208094 |
| post911entry | -. 2564114 | . 2992781 | -0.86 | 0.396 | -. 8575291 | . 3447064 |



| 12011 | 2.45402 | 1.410253 | 1.74 | 0.088 | -. 3785573 | 5.286598 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12012 | 2.241502 | 1.4767 | 1.52 | 0.135 | -. 7245368 | 5.207541 |
| 12013 | 1.802214 | 1.766798 | 1.02 | 0.313 | -1.746504 | 5.350932 |
| 12014 | . 274227 | 2.145685 | 0.13 | 0.899 | -4.035509 | 4.583963 |
| 12015 | 1.87029 | 1.816042 | 1.03 | 0.308 | -1.777338 | 5.517919 |
| entry year | . 0598052 | . 108495 | 0.55 | 0.584 | -. 1581133 | . 2777238 |
| entry_year~q | -. 0000296 | . 0000542 | -0.55 | 0.587 | -. 0001384 | . 0000792 |
| _cons | 9.85247 | 1.152891 | 8.55 | 0.000 | 7.536821 | 12.16812 |

Specification (5), Exogenous-wage, Method 2, Full sample
Linear regression

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| F $(50,50)$ | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1432 |
| Root MSE | $=$ | 9.7391 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | P>\|t| | [95\% Conf | Interval] |
| migrant | 1.335053 | . 3835308 | 3.48 | 0.001 | . 5647085 | 2.105397 |
| post911entry | -1.123339 | . 0772032 | -14.55 | 0.000 | -1.278407 | -. 968272 |
| post911ent~t | . 9833671 | . 1527234 | 6.44 | 0.000 | . 676613 | 1.290121 |
| minwagedemo | -16.11475 | . 1989155 | -81.01 | 0.000 | -16.51428 | -15.71521 |
| mi~o_migrant | . 4720268 | . 3282785 | 1.44 | 0.157 | -. 1873399 | 1.131394 |
| minwaged~911 | -. 1820798 | . 2048511 | -0.89 | 0.378 | -. 5935354 | . 2293758 |
| mi~1_migrant | . 1955743 | . 5792188 | 0.34 | 0.737 | -. 967821 | 1.35897 |
| hsgrad | -. 0242747 | . 1060705 | -0.23 | 0.820 | -. 2373236 | . 1887743 |
| assocgrad | . 6326326 | . 0981874 | 6.44 | 0.000 | . 4354173 | . 8298478 |
| bachgrad | 2.294879 | . 0921752 | 24.90 | 0.000 | 2.10974 | 2.480018 |
| mastgrad | 3.277641 | . 1163617 | 28.17 | 0.000 | 3.043922 | 3.511361 |
| doctorgrad | 6.520038 | . 1895662 | 34.39 | 0.000 | 6.139283 | 6.900793 |
| migranthsg~d | . 1112138 | . 0876786 | 1.27 | 0.211 | -. 0648939 | . 2873214 |
| migrantass~d | -. 1051454 | . 1480477 | -0.71 | 0.481 | -. 402508 | . 1922173 |
| migrantbac~d | -. 4448068 | . 1672853 | -2.66 | 0.011 | -. 7808093 | -. 1088043 |
| migrantmas~d | -. 5471752 | . 2602195 | -2.10 | 0.041 | -1.069841 | -. 0245089 |
| migrantdoc~d | . 0584111 | . 235131 | 0.25 | 0.805 | -. 4138634 | . 5306855 |
| exp | . 5274777 | . 0108468 | 48.63 | 0.000 | . 5056913 | . 5492641 |
| migrantexp | -. 217521 | . 0146609 | -14.84 | 0.000 | -. 2469683 | -. 1880738 |
| exp_sq | -. 0103769 | . 0001995 | -52.03 | 0.000 | -. 0107775 | -. 0099763 |
| migrantexp~q | . 0046612 | . 0002725 | 17.11 | 0.000 | . 0041139 | . 0052085 |
| female | -4.809149 | . 1108434 | -43.39 | 0.000 | -5.031784 | -4.586513 |
| migrantfem~e | . 8470589 | . 1073548 | 7.89 | 0.000 | . 6314305 | 1.062687 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0751821 | . 0719595 | -1.04 | 0.301 | -. 2197171 | . 0693529 |
| Hispanic | -. 0993107 | . 2063647 | -0.48 | 0.632 | -. 5138065 | . 3151851 |
| Asian | -. 5013507 | . 2669899 | -1.88 | 0.066 | -1.037616 | . 0349143 |
| Other | . 1261133 | . 1553708 | 0.81 | 0.421 | -. 1859581 | . 4381848 |
|  |  |  |  |  |  |  |
| migrant\# wbhao |  |  |  |  |  |  |



Specification (6), Exogenous-wage, Method 2, Restricted sample

| Number of obs | = | 18,495 |
| :---: | :---: | :---: |
| F (49, 50) | = |  |
| Prob > F | = |  |
| R-squared | $=$ | 0.2126 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  | $P>\|t\|$ | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 5.781343 | 1.481332 | 3.90 | 0.000 | 2.806 | 8.756685 |
| post911entry | -. 2533597 | . 2990782 | -0.85 | 0.401 | -. 854076 | . 3473566 |
| post911ent~t | -. 0064392 | . 5543613 | -0.01 | 0.991 | -1.119907 | 1.107028 |
| yearseduc | . 5171008 | . 0886916 | 5.83 | 0.000 | . 3389584 | . 6952431 |
| migrantyea~c | -. 1670645 | . 111602 | -1.50 | 0.141 | -. 3912236 | . 0570947 |
| exp | 2.219643 | .1311885 | 16.92 | 0.000 | 1.956143 | 2.483143 |
| migrantexp | -1.238386 | .1785427 | -6.94 | 0.000 | -1.597 | -. 8797726 |
| exp_sq | -. 0890553 | . 0074622 | -11.93 | 0.000 | -. 1040435 | -. 074067 |
| migrantexp~q | . 06736 | .0105179 | 6.40 | 0.000 | . 0462342 | . 0884858 |
| female | -. 5425375 | . 1669634 | -3.25 | 0.002 | -. 8778935 | -. 2071816 |
| migrantfem~e | -1.358082 | . 2947601 | -4.61 | 0.000 | -1.950125 | -. 7660385 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | 1.100211 | . 2499881 | 4.40 | 0.000 | . 5980952 | 1.602327 |
| Hispanic | 1.690097 | . 3153929 | 5.36 | 0.000 | 1.056612 | 2.323582 |
| Asian | -1.062533 | . 616416 | -1.72 | 0.091 | -2.300641 | . 1755752 |
| Other | . 4405953 | .6565986 | 0.67 | 0.505 | -. 8782218 | 1.759412 |
|  |  |  |  |  |  |  |
| migrant\#\| |  |  |  |  |  |  |
| 1\#Black | . 5020807 | 1.159775 | 0.43 | 0.667 | -1.827396 | 2.831557 |
| 1\#Hispanic | 1.158842 | 1.16134 | 1.00 | 0.323 | -1.173779 | 3.491462 |
| 1\#Asian | -1.034775 | 1.525324 | -0.68 | 0.501 | -4.098479 | 2.02893 |
| 1\#Other | -2.953618 | 2.702299 | -1.09 | 0.280 | -8.381345 | 2.474108 |
| years_sinc~l | -. 0084113 | . 0415845 | -0.20 | 0.841 | -. 0919362 | . 0751136 |
| rural | . 3631708 | . 2323687 | 1.56 | 0.124 | -. 1035555 | . 829897 |
| migrantrural | -. 8920474 | . 7148762 | -1.25 | 0.218 | -2.327918 | . 5438237 |
| year |  |  |  |  |  |  |
| 1999 | -. 7289111 | . 4503122 | -1.62 | 0.112 | -1.63339 | . 1755677 |
| 2000 | . 0539248 | . 4534274 | 0.12 | 0.906 | -. 856811 | . 9646606 |
| 2001 | -. 510767 | . 4795328 | -1.07 | 0.292 | -1.473937 | . 4524029 |
| 2002 | -. 3806705 | . 4019412 | -0.95 | 0.348 | -1.187993 | . 4266521 |
| 2003 | -. 751506 | . 387316 | -1.94 | 0.058 | -1.529453 | . 0264411 |
| 2004 | -1.031921 | . 5532882 | -1.87 | 0.068 | -2.143233 | . 0793916 |
| 2005 | -. 4262889 | . 5104816 | -0.84 | 0.408 | -1.451621 | . 5990435 |
| 2006 | -. 6601616 | . 3720687 | -1.77 | 0.082 | -1.407484 | . 0871602 |
| 2007 | -1.402706 | . 4903423 | -2.86 | 0.006 | -2.387587 | -. 4178244 |
| 2008 | -1.020648 | . 6027524 | -1.69 | 0.097 | -2.231312 | .1900162 |
| 2009 | -1.508731 | . 5255951 | -2.87 | 0.006 | -2.56442 | -. 4530425 |
| 2010 | -1.932289 | . 4473853 | -4.32 | 0.000 | -2.830889 | -1.033689 |
| 2011 | -1.81426 | . 5756163 | -3.15 | 0.003 | -2.970419 | -. 6581006 |
| 2012 | -1.875601 | . 6149697 | -3.05 | 0.004 | -3.110804 | -. 6403976 |
| 2013 | -1.655878 | . 6070458 | -2.73 | 0.009 | -2.875166 | -. 4365907 |
| 2014 | -1.473041 | . 5198905 | -2.83 | 0.007 | -2.517272 | -. 4288105 |
| 2015 | -2.304413 | . 5128251 | -4.49 | 0.000 | -3.334453 | -1.274374 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 7077363 | .7706707 | -0.92 | 0.363 | -2.255674 | . 8402013 |
| 12000 | 1.222484 | . 9414137 | 1.30 | 0.200 | -. 6684016 | 3.113369 |
| 12001 | . 2635291 | . 6938882 | 0.38 | 0.706 | -1.130186 | 1.657244 |



Specification (6), Exogenous-wage, Method 2, Full sample

| Linear regression | Number of obs |  | 1,365,655 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F |  |  |
|  | R -squared |  | 0.1426 |
|  | Root MSE |  | 9.7346 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 1.905923 | . 3552869 | 5.36 | 0.000 | 1.192308 | 2.619537 |
| post911entry | -1.121849 | . 0772155 | -14.53 | 0.000 | -1.276941 | -. 9667573 |
| post911ent~t | . 6532614 | . 1350088 | 4.84 | 0.000 | . 3820883 | . 9244345 |
| minwagedemo | -16.11246 | .1990906 | -80.93 | 0.000 | -16.51234 | -15.71257 |
| mi~o_migrant | . 5146584 | . 2881494 | 1.79 | 0.080 | -. 0641067 | 1.093423 |
| minwāged~911 | -. 1804748 | .2046811 | -0.88 | 0.382 | -. 5915887 | . 2306392 |
| mi~1_migrant | -. 0211461 | . 6112603 | -0.03 | 0.973 | -1.248898 | 1.206606 |
| hsgrad | -. 0211282 | .1058806 | -0.20 | 0.843 | -. 2337956 | . 1915392 |
| assocgrad | . 6356958 | . 0978832 | 6.49 | 0.000 | . 4390917 | . 8322999 |
| bachgrad | 2.297555 | .0922847 | 24.90 | 0.000 | 2.112196 | 2.482914 |
| mastgrad | 3.280359 | . 1163154 | 28.20 | 0.000 | 3.046733 | 3.513986 |
| doctorgrad | 6.522775 | . 1893994 | 34.44 | 0.000 | 6.142356 | 6.903195 |
| migranthsg~d | . 2682695 | . 087255 | 3.07 | 0.003 | . 0930127 | . 4435264 |
| migrantass~d | -. 1057175 | .1534146 | -0.69 | 0.494 | -. 4138597 | . 2024247 |
| migrantbac~d | -. 5503258 | .1816342 | -3.03 | 0.004 | -. 9151488 | -. 1855027 |
| migrantmas~d | -. 7408814 | . 2338454 | -3.17 | 0.003 | -1.210574 | -. 2711891 |
| migrantdoc~d | -. 3350606 | . 2372541 | -1.41 | 0.164 | -. 8115995 | . 1414783 |
| exp | . 5274339 | . 0108267 | 48.72 | 0.000 | . 5056878 | . 54918 |
| migrantexp | -. 2766518 | . 0176177 | -15.70 | 0.000 | -. 312038 | -. 2412657 |
| exp_sq | -. 0103752 | .0001991 | -52.10 | 0.000 | -. 0107752 | -. 0099752 |
| migrantexp~q | . 005701 | .0003127 | 18.23 | 0.000 | .0050729 | . 0063292 |
| female | -4.80907 | .1108461 | -43.39 | 0.000 | -5.03171 | -4.586429 |
| migrantfem~e | . 7843071 | . 1112996 | 7.05 | 0.000 | . 5607552 | 1.007859 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0753163 | . 0719488 | -1.05 | 0.300 | -. 2198296 | . 0691971 |


| Hispanic | -. 121033 | . 2031214 | -0.60 | 0.554 | -. 5290142 | . 2869483 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Asian | -. 5346662 | . 2662863 | -2.01 | 0.050 | -1.069518 | . 0001857 |
| Other | . 1261206 | . 1553094 | 0.81 | 0.421 | -. 1858275 | . 4380687 |
|  |  |  |  |  |  |  |
| migrant\#\| wbhao | |  |  |  |  |  |  |
| 1\#Black | -. 3578962 | . 1229625 | -2.91 | 0.005 | -. 6048736 | -. 1109188 |
| 1\#Hispanic | -. 4357598 | . 1451862 | -3.00 | 0.004 | -. 7273749 | -. 1441448 |
| 1\#Asian | -. 2625687 | . 2465667 | -1.06 | 0.292 | -. 7578125 | . 2326751 |
| 1\#Other | -. 573518 | . 4378217 | -1.31 | 0.196 | -1.452909 | . 3058726 |
| years_sinc~1 | . 0110202 | . 002621 | 4.20 | 0.000 | . 0057557 | . 0162846 |
| rural | . 2158281 | . 0880743 | 2.45 | 0.018 | . 0389255 | . 3927306 |
| migrantrural | . 7511839 | . 2694995 | 2.79 | 0.007 | . 2098782 | 1.29249 |
| year |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| 1999 | . 1165821 | . 0655198 | 1.78 | 0.081 | -. 0150183 | . 2481826 |
| 2000 | . 1480029 | . 0903122 | 1.64 | 0.108 | -. 0333945 | . 3294002 |
| 2001 | . 0741887 | . 0931126 | 0.80 | 0.429 | -. 1128334 | . 2612107 |
| 2002 | -. 1126854 | . 0724417 | -1.56 | 0.126 | -. 2581889 | . 0328181 |
| 2003 | -. 2962769 | . 0781987 | -3.79 | 0.000 | -. 4533436 | -. 1392103 |
| 2004 | -. 3163853 | . 1013195 | -3.12 | 0.003 | -. 5198915 | -. 1128791 |
| 2005 | -. 2029729 | . 0884759 | -2.29 | 0.026 | -. 380682 | -. 0252637 |
| 2006 | -. 0846642 | . 1000706 | -0.85 | 0.402 | -. 2856618 | . 1163335 |
| 2007 | . 0027046 | . 0832472 | 0.03 | 0.974 | -. 1645023 | . 1699114 |
| 2008 | -. 0217453 | . 0918136 | -0.24 | 0.814 | -. 2061584 | . 1626677 |
| 2009 | -. 3226457 | . 0880003 | -3.67 | 0.001 | -. 4993996 | -. 1458918 |
| 2010 | -. 6513226 | . 0943497 | -6.90 | 0.000 | -. 8408295 | -. 4618157 |
| 2011 | -. 649652 | . 0881649 | -7.37 | 0.000 | -. 8267365 | -. 4725676 |
| 2012 | -. 4827647 | . 0926866 | -5.21 | 0.000 | -. 6689312 | -. 2965981 |
| 2013 | -. 3700399 | . 1063385 | -3.48 | 0.001 | -. 583627 | -. 1564528 |
| 2014 | -. 3553203 | . 1095441 | -3.24 | 0.002 | -. 5753462 | -. 1352944 |
| 2015 | -. 1437415 | . 0985163 | -1.46 | 0.151 | -. 3416173 | . 0541342 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0198309 | . 1509099 | 0.13 | 0.896 | -. 2832804 | . 3229423 |
| 12000 | . 1541723 | . 212192 | 0.73 | 0.471 | -. 2720278 | . 5803724 |
| 12001 | . 2789089 | . 1554341 | 1.79 | 0.079 | -. 0332897 | . 5911076 |
| 12002 | . 0337413 | . 1545494 | 0.22 | 0.828 | -. 2766804 | . 3441629 |
| 12003 | . 1808924 | . 146899 | 1.23 | 0.224 | -. 114163 | . 4759478 |
| 12004 | . 1305312 | . 1832277 | 0.71 | 0.480 | -. 2374925 | . 4985548 |
| 12005 | . 1203759 | . 126947 | 0.95 | 0.348 | -. 1346047 | . 3753565 |
| 12006 | . 4583274 | . 1667835 | 2.75 | 0.008 | . 1233329 | . 7933218 |
| 12007 | . 1846403 | . 1164779 | 1.59 | 0.119 | -. 0493123 | . 418593 |
| 12008 | . 0522399 | . 156101 | 0.33 | 0.739 | -. 2612982 | . 3657779 |
| 12009 | -. 1542408 | . 1521857 | -1.01 | 0.316 | -. 4599148 | . 1514333 |
| 12010 | -. 52197 | . 1476975 | -3.53 | 0.001 | -. 8186292 | -. 2253107 |
| 12011 | -. 431673 | . 1224558 | -3.53 | 0.001 | -. 6776327 | -. 1857132 |
| 12012 | -. 5154124 | . 1487557 | -3.46 | 0.001 | -. 8141969 | -. 2166278 |
| 12013 | -. 5386463 | . 1544925 | -3.49 | 0.001 | -. 8489535 | -. 228339 |
| 12014 | -. 3235785 | . 1689806 | -1.91 | 0.061 | -. 662986 | . 0158289 |
| 12015 | -. 3138137 | . 1338562 | -2.34 | 0.023 | -. 5826719 | -. 0449555 |
| _cons | 36.81608 | . 1891009 | 194.69 | 0.000 | 36.43626 | 37.1959 |

Specification (1), Exogenous-wage, Method 3, Restricted sample


Specification (1), Exogenous-wage, Method 3, Full sample


Specification (2), Exogenous-wage, Method 3, Restricted sample

| Linear regression | Number of obs |  | 63,913 |
| :---: | :---: | :---: | :---: |
|  | F (14, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.1640 |
|  | Root MSE | = | 11.217 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | P>\|t| |  |  |
| migrant | 1.006525 | . 2924301 | 3.44 | 0.001 | . 4191621 | 1.593889 |
| post911entry | -. 9055406 | . 177681 | -5.10 | 0.000 | -1.262423 | -. 5486577 |


| post911ent~t | 1.144534 | .2568407 | 4.46 | 0.000 | .6286546 | 1.660414 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| yearseduc | .4698338 | .0578056 | 8.13 | 0.000 | .3537278 | .5859397 |
| exp | .882775 | .0197792 | 44.63 | 0.000 | .8430474 | .9225027 |
| exp_sq | -.016277 | .0004082 | -39.87 | 0.000 | -.0170969 | -.015457 |
| female | -4.102795 | .1455133 | -28.20 | 0.000 | -4.395067 | -3.810523 |
| white | -.6014496 | .4810982 | -1.25 | 0.217 | -1.567764 | .3648646 |
| black | -.5410794 | .5117593 | -1.06 | 0.295 | -1.568978 | .4868195 |
| asian | -.1429137 | .5659952 | -0.25 | 0.802 | -1.279749 | .9939212 |
| hispanic | .4881586 | .4804518 | 1.02 | 0.315 | -.4768572 | 1.453174 |
| years_sinc~l | .0025797 | .0124812 | 0.21 | 0.837 | -.0224896 | .027649 |
| rural | -.2697939 | .2242645 | -1.20 | 0.235 | -.7202423 | .1806545 |
| year | 7.289121 | 16.21504 | 0.45 | 0.655 | -25.27974 | 39.85798 |
| year_sq | -.001838 | .0040352 | -0.46 | 0.651 | -.0099429 | .0062668 |
| cons \| | -7200.782 | 16289.13 | -0.44 | 0.660 | -39918.47 | 25516.91 |

Specification (2), Exogenous-wage, Method 3, Full sample

| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(17,50)$ |  |  |
|  | Prob > F | = |  |
|  | R-squared |  | 0.1188 |
|  | Root MSE |  | 9.8769 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  | $P>\|t\|$ | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t |  |  |  |
| migrant | -. 0793621 | . 0999222 | -0.79 | 0.431 | -. 2800617 | . 1213375 |
| post911entry | -. 8321537 | . 0726021 | -11.46 | 0.000 | -. 9779792 | -. 6863281 |
| post911ent~t | . 3637528 | . 1501702 | 2.42 | 0.019 | . 062127 | . 6653786 |
| leisure | -2.412394 | . 1019721 | -23.66 | 0.000 | -2.617211 | -2.207577 |
| leisure_mi~t | 1.805136 | . 2229848 | 8.10 | 0.000 | 1.357258 | 2.253015 |
| leisure_~911 | -2.57045 | . 1706097 | -15.07 | 0.000 | -2.913129 | -2.22777 |
| leisure_po~t | 2.663535 | . 3179876 | 8.38 | 0.000 | 2.024838 | 3.302232 |
| yearseduc | . 4884359 | . 0255886 | 19.09 | 0.000 | . 4370396 | . 5398322 |
| exp | . 5503785 | . 010183 | 54.05 | 0.000 | . 5299254 | . 5708316 |
| exp_sq | -. 0103919 | . 0001884 | -55.16 | 0.000 | -. 0107703 | -. 0100135 |
| female | -4.749385 | . 1178076 | -40.31 | 0.000 | -4.986009 | -4.512762 |
| white | -. 0583898 | . 1634603 | -0.36 | 0.722 | -. 3867094 | . 2699299 |
| black | -. 2561863 | . 1608568 | -1.59 | 0.118 | -. 5792767 | . 0669042 |
| asian | -. 713241 | . 1876917 | -3.80 | 0.000 | -1.090231 | -. 3362512 |
| hispanic | . 0466149 | . 2120669 | 0.22 | 0.827 | -. 3793339 | . 4725637 |
| years_sinc~l | . 0053133 | . 0026615 | 2.00 | 0.051 | -. 0000326 | . 0106592 |
| rural | . 1596978 | . 0762686 | 2.09 | 0.041 | . 0065079 | . 3128877 |
| year | -5.033984 | 3.614647 | -1.39 | 0.170 | -12.29422 | 2.226248 |
| year_sq | . 0012469 | . 0009012 | 1.38 | 0.173 | -. 0005631 | . 003057 |
| cons | 5110.668 | 3623.954 | 1.41 | 0.165 | -2168.257 | 12389.59 |

Specification (3), Exogenous-wage, Method 3, Restricted sample

| Linear regression | Number of obs | = | 63,913 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(30,50)$ | = | 1120.63 |
|  | Prob > F | = | 0.0000 |


| R-squared | $=$ | 0.1653 |
| :--- | :--- | :--- |
| Root MSE | $=$ | 11.209 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | P>\|t| |  |  |
| migrant | . 985683 | . 2959889 | 3.33 | 0.002 | . 3911717 | 1.580194 |
| post911entry | -. 8728149 | . 1890912 | -4.62 | 0.000 | -1.252616 | -. 4930141 |
| post911ent~t | 1.196799 | . 2547601 | 4.70 | 0.000 | . 6850985 | 1.7085 |
| yearseduc | . 4715723 | . 0588957 | 8.01 | 0.000 | . 3532769 | . 5898677 |
| exp | . 8866522 | . 0201635 | 43.97 | 0.000 | . 8461526 | . 9271517 |
| exp_sq | -. 016353 | . 00041 | -39.89 | 0.000 | -. 0171764 | -. 0155295 |
| female | -4.10049 | . 1457787 | -28.13 | 0.000 | -4.393295 | -3.807685 |
| white | -. 6048879 | . 4874844 | -1.24 | 0.220 | -1.584029 | . 3742533 |
| black | -. 5462562 | . 5187048 | -1.05 | 0.297 | -1.588105 | . 4955931 |
| asian | -. 1607236 | . 562804 | -0.29 | 0.776 | -1.291149 | . 9697014 |
| hispanic | . 4806027 | . 4796024 | 1.00 | 0.321 | -. 4827071 | 1.443912 |
| years_sinc~l | . 0041304 | . 0126043 | 0.33 | 0.745 | -. 0211862 | . 0294469 |
| rural | -. 2605537 | . 2252935 | -1.16 | 0.253 | -. 713069 | . 1919616 |
| year |  |  |  |  |  |  |
| 1999 | 1.132592 | . 763053 | 1.48 | 0.144 | -. 4000446 | 2.66523 |
| 2000 | . 8638841 | . 5573903 | 1.55 | 0.127 | -. 2556672 | 1.983435 |
| 2001 | 1.101253 | . 6892716 | 1.60 | 0.116 | -. 2831902 | 2.485695 |
| 2002 | . 5488782 | . 6271599 | 0.88 | 0.386 | -. 7108095 | 1.808566 |
| 2003 | . 7977446 | . 729237 | 1.09 | 0.279 | -. 6669711 | 2.26246 |
| 2004 | . 1514277 | . 6987634 | 0.22 | 0.829 | -1.25208 | 1.554935 |
| 2005 | . 3312853 | . 6577859 | 0.50 | 0.617 | -. 9899165 | 1.652487 |
| 2006 | . 3789133 | . 6709506 | 0.56 | 0.575 | -. 9687307 | 1.726557 |
| 2007 | 1.101566 | . 7726748 | 1.43 | 0.160 | -. 4503974 | 2.653529 |
| 2008 | . 834719 | . 7542205 | 1.11 | 0.274 | -. 6801774 | 2.349615 |
| 2009 | . 0497448 | . 7290504 | 0.07 | 0.946 | -1.414596 | 1.514086 |
| 2010 | -. 8440978 | . 8446007 | -1.00 | 0.322 | -2.540528 | . 8523327 |
| 2011 | -. 7107203 | . 6598007 | -1.08 | 0.287 | -2.035969 | . 6145284 |
| 2012 | -. 5156964 | . 6846963 | -0.75 | 0.455 | -1.890949 | . 8595566 |
| 2013 | -. 5795299 | . 7013231 | -0.83 | 0.413 | -1.988179 | . 8291191 |
| 2014 | -. 223101 | . 7237863 | -0.31 | 0.759 | -1.676869 | 1.230667 |
| 2015 | -. 1553318 | . 8640411 | -0.18 | 0.858 | -1.890809 | 1.580146 |
| _cons | 24.45764 | 1.201718 | 20.35 | 0.000 | 22.04392 | 26.87137 |

Specification (3), Exogenous-wage, Method 3, Full sample


| migrant | -. 4728804 | .100083 | -4.72 | 0.000 | -. 673903 | -. 2718578 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| post911entry | -. 880974 | . 07665 | -11.49 | 0.000 | -1.03493 | -. 7270179 |
| post911ent~t | . 3763438 | . 1553625 | 2.42 | 0.019 | . 0642891 | . 6883986 |
| leisure | -2.267527 | . 1015215 | -22.34 | 0.000 | -2.471439 | -2.063615 |
| leisure_mi~t | 1.720577 | . 2108814 | 8.16 | 0.000 | 1.297009 | 2.144144 |
| leisure - 911 | -2.411572 | . 1649325 | -14.62 | 0.000 | -2.742849 | -2.080295 |
| leisure_po~t | 2.567037 | .3101088 | 8.28 | 0.000 | 1.944165 | 3.189908 |
| hsgrad | 1.669548 | . 1859173 | 8.98 | 0.000 | 1.296122 | 2.042973 |
| assocgrad | 2.229856 | .1825131 | 12.22 | 0.000 | 1.863267 | 2.596444 |
| bachgrad | 3.863733 | . 1485208 | 26.01 | 0.000 | 3.56542 | 4.162045 |
| mastgrad | 4.749806 | .1745909 | 27.21 | 0.000 | 4.39913 | 5.100482 |
| doctorgrad | 8.097747 | . 2882359 | 28.09 | 0.000 | 7.518808 | 8.676686 |
| exp | . 5365383 | . 0094988 | 56.48 | 0.000 | . 5174593 | . 5556173 |
| exp_sq | -. 0102183 | .0001718 | -59.46 | 0.000 | -. 0105635 | -. 0098732 |
| female | -4.712695 | . 1170404 | -40.27 | 0.000 | -4.947778 | -4.477613 |
| white | -. 2036539 | .1559778 | -1.31 | 0.198 | -. 5169445 | .1096366 |
| black | -. 2477887 | . 1559721 | -1.59 | 0.118 | -. 561068 | . 0654905 |
| asian | -. 8738372 | .1813095 | -4.82 | 0.000 | -1.238008 | -. 5096663 |
| hispanic | -. 0799354 | . 217195 | -0.37 | 0.714 | -. 5161843 | . 3563136 |
| years_sinc~1 | .0081557 | . 0024556 | 3.32 | 0.002 | . 0032235 | . 0130878 |
| - rural | . 2342394 | .0834879 | 2.81 | 0.007 | . 066549 | . 4019299 |
| year |  |  |  |  |  |  |
| 1999 | . 113663 | . 0588559 | 1.93 | 0.059 | -. 0045526 | . 2318786 |
| 2000 | . 1463487 | . 0875046 | 1.67 | 0.101 | -. 0294094 | . 3221068 |
| 2001 | .104846 | .0917273 | 1.14 | 0.258 | -. 0793938 | . 2890858 |
| 2002 | -. 1227001 | . 068108 | -1.80 | 0.078 | -. 2594991 | . 0140989 |
| 2003 | -. 229582 | . 0787291 | -2.92 | 0.005 | -. 387714 | -. 07145 |
| 2004 | -. 2615393 | . 0966797 | -2.71 | 0.009 | -. 4557263 | -. 0673524 |
| 2005 | -. 1458031 | . 0807942 | -1.80 | 0.077 | -. 308083 | . 0164767 |
| 2006 | .0211647 | . 0898984 | 0.24 | 0.815 | -. 1594016 | . 201731 |
| 2007 | . 0729892 | . 0783816 | 0.93 | 0.356 | -. 0844449 | . 2304233 |
| 2008 | . 0465008 | . 0783618 | 0.59 | 0.556 | -. 1108936 | . 2038951 |
| 2009 | -. 3041771 | . 0769979 | -3.95 | 0.000 | -. 458832 | -. 1495222 |
| 2010 | -. 6912897 | . 078938 | -8.76 | 0.000 | -. 8498414 | -. 5327379 |
| 2011 | -. 6689199 | . 0779942 | -8.58 | 0.000 | -. 825576 | -. 5122638 |
| 2012 | -. 51775 | . 0819914 | -6.31 | 0.000 | -. 6824347 | -. 3530654 |
| 2013 | -. 3912254 | . 0968522 | -4.04 | 0.000 | -. 5857589 | -. 196692 |
| 2014 | -. 3512457 | . 0981356 | -3.58 | 0.001 | -. 5483569 | -. 1541344 |
| 2015 | -. 1448177 | .0891673 | -1.62 | 0.111 | -. 3239154 | . 0342801 |
| _cons | 35.07202 | . 2145561 | 163.46 | 0.000 | 34.64107 | 35.50297 |

Specification (4), Exogenous-wage, Method 3, Restricted sample

| Number of obs | $=$ | 63,913 |
| :--- | :--- | ---: |
| $\mathrm{~F}(49,50)$ | $=$ | $\cdot$ |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1727 |
| Root MSE | $=$ | 11.162 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 9.534752 | 1.697939 | 5.62 | 0.000 | 6.12434 | 12.94516 |


| post911entry | -. 7725973 | . 2015548 | -3.83 | 0.000 | -1.177432 | -. 3677626 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| post911ent~t | 1.246652 | . 2994861 | 4.16 | 0.000 | . 6451168 | 1.848188 |
| yearseduc | . 8210674 | . 0520409 | 15.78 | 0.000 | . 7165402 | . 9255946 |
| migrantyea~c | -. 6431216 | . 0617414 | -10.42 | 0.000 | -. 7671329 | -. 5191104 |
| exp | . 9777878 | . 0235659 | 41.49 | 0.000 | . 9304542 | 1.025121 |
| migrantexp | -. 3125741 | . 031544 | -9.91 | 0.000 | -. 375932 | -. 2492161 |
| exp_sq | -. 0188477 | . 0005359 | -35.17 | 0.000 | -. 0199242 | -. 0177713 |
| migrantexp $\sim q$ | . 0074713 | . 0005875 | 12.72 | 0.000 | . 0062913 | . 0086513 |
| female | -3.683069 | . 181249 | -20.32 | 0.000 | -4.047118 | -3.31902 |
| migrantfem~e | -1.556881 | . 2740261 | -5.68 | 0.000 | -2.107279 | -1.006484 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 3257508 | . 253818 | 1.28 | 0.205 | -. 1840576 | . 8355592 |
| Hispanic | 1.013369 | . 4368997 | 2.32 | 0.024 | . 1358305 | 1.890908 |
| Asian | . 6460422 | . 5616801 | 1.15 | 0.256 | -. 4821255 | 1.77421 |
| Other | . 805196 | . 474944 | 1.70 | 0.096 | -. 1487571 | 1.759149 |
|  |  |  |  |  |  |  |
| migrant\# wbhao |  |  |  |  |  |  |
| 1\#Black | -1.110221 | . 7467066 | -1.49 | 0.143 | -2.610025 | . 3895834 |
| 1\#Hispanic | -. 3102402 | . 4943677 | -0.63 | 0.533 | -1.303207 | . 6827266 |
| 1\#Asian | -. 2867574 | . 7186925 | -0.40 | 0.692 | -1.730294 | 1.156779 |
| 1\#Other | -6.194784 | 2.171956 | -2.85 | 0.006 | -10.55728 | -1.832282 |
| years sinc~l | . 0101948 | . 0123376 | 0.83 | 0.413 | -. 0145861 | . 0349757 |
| - rural | -. 1944163 | . 211022 | -0.92 | 0.361 | -. 6182665 | . 2294339 |
| migrantrural | 1.111819 | . 7792705 | 1.43 | 0.160 | -. 4533917 | 2.67703 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | 1.079705 | . 7005828 | 1.54 | 0.130 | -. 3274565 | 2.486867 |
| 2000 | . 4590759 | . 6007181 | 0.76 | 0.448 | -. 7475019 | 1.665654 |
| 2001 | . 7713026 | . 7346728 | 1.05 | 0.299 | -. 7043312 | 2.246936 |
| 2002 | . 4031438 | . 5417548 | 0.74 | 0.460 | -. 6850028 | 1.49129 |
| 2003 | . 6440046 | . 7026097 | 0.92 | 0.364 | -. 7672285 | 2.055238 |
| 2004 | -. 0991273 | . 6777485 | -0.15 | 0.884 | -1.460425 | 1.262171 |
| 2005 | -. 008939 | . 6804632 | -0.01 | 0.990 | -1.37569 | 1.357812 |
| 2006 | -. 0934664 | . 6502878 | -0.14 | 0.886 | -1.399608 | 1.212675 |
| 2007 | . 9466814 | . 7307903 | 1.30 | 0.201 | -. 5211541 | 2.414517 |
| 2008 | . 6512445 | . 7055895 | 0.92 | 0.360 | -. 7659738 | 2.068463 |
| 2009 | -. 00048 | . 7012984 | -0.00 | 0.999 | -1.409079 | 1.408119 |
| 2010 | -. 7606949 | . 7785448 | -0.98 | 0.333 | -2.324448 | . 8030583 |
| 2011 | -. 6046439 | . 6060039 | -1.00 | 0.323 | -1.821839 | . 6125507 |
| 2012 | -. 6240583 | . 614511 | -1.02 | 0.315 | -1.85834 | . 6102234 |
| 2013 | -. 6819657 | . 6954856 | -0.98 | 0.332 | -2.07889 | . 7149583 |
| 2014 | -. 3829526 | . 6840807 | -0.56 | 0.578 | -1.756969 | . 9910639 |
| 2015 | -. 3059235 | . 8262495 | -0.37 | 0.713 | -1.965494 | 1.353647 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0239421 | 2.723572 | -0.01 | 0.993 | -5.494397 | 5.446513 |
| 12000 | 3.812966 | 2.311221 | 1.65 | 0.105 | -. 8292578 | 8.455189 |
| 12001 | 2.984595 | 1.778884 | 1.68 | 0.100 | -. 5883979 | 6.557588 |
| 12002 | 1.259559 | 1.399712 | 0.90 | 0.373 | -1.551845 | 4.070963 |
| 12003 | 2.457585 | 1.24064 | 1.98 | 0.053 | -. 0343146 | 4.949484 |
| 12004 | 2.937019 | 1.196679 | 2.45 | 0.018 | . 533418 | 5.34062 |
| 12005 | 3.267873 | 1.349255 | 2.42 | 0.019 | . 5578155 | 5.977931 |
| 12006 | 3.570936 | 1.487794 | 2.40 | 0.020 | . 5826148 | 6.559258 |
| 12007 | 2.403381 | 1.478498 | 1.63 | 0.110 | -. 5662702 | 5.373033 |
| 12008 | 2.505547 | 1.43146 | 1.75 | 0.086 | -. 3696257 | 5.38072 |
| 12009 | 1.748661 | 1.222036 | 1.43 | 0.159 | -. 7058699 | 4.203193 |


| 12010 | $\mid$ | 1.238486 | 1.365761 | 0.91 | 0.369 | -1.504727 | 3.981698 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| 12011 | $\mid$ | 1.060768 | 1.429777 | 0.74 | 0.462 | -1.811025 | 3.93256 |
| 12012 | \| | 2.094395 | 1.44969 | 1.44 | 0.155 | -.8173936 | 5.006183 |
| 12013 | \| | 1.947431 | 1.215875 | 1.60 | 0.116 | -.4947246 | 4.389587 |
| 12014 | \| | 1.979685 | 1.403727 | 1.41 | 0.165 | -.8397839 | 4.799154 |
| 12015 | 2.043151 | 1.493744 | 1.37 | 0.177 | -.9571223 | 5.043424 |  |
|  |  |  |  |  |  |  |  |
| cons \| | 18.72482 | 1.165651 | 16.06 | 0.000 | 16.38354 | 21.0661 |  |

Specification (4), Exogenous-wage, Method 3, Full sample

| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.1221 |
|  | Root MSE | $=$ | 9.8583 |

(Std. Err. adjusted for 51 clusters in state)

| Robust |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant \| | 6.244962 | . 6325593 | 9.87 | 0.000 | 4.974429 | 7.515494 |
| post911entry \| | -. 8070706 | . 0739836 | -10.91 | 0.000 | -. 9556711 | -. 6584702 |
| post911ent~t \| | . 6610025 | . 1655794 | 3.99 | 0.000 | . 3284264 | . 9935786 |
| leisure \| | -2.291348 | . 1065412 | -21.51 | 0.000 | -2.505342 | -2.077353 |
| leisure_mi~t \| | 1.444341 | . 2104305 | 6.86 | 0.000 | 1.021679 | 1.867003 |
| leisure_~911 \| | -2.507622 | . 1674847 | -14.97 | 0.000 | -2.844025 | -2.171219 |
| leisure_po~t | 2.454106 | . 3185263 | 7.70 | 0.000 | 1.814327 | 3.093885 |
| yearseduc \| | . 6030121 | . 0171496 | 35.16 | 0.000 | . 5685661 | . 637458 |
| migrantyea~c \| | -. 3375509 | . 0302789 | -11.15 | 0.000 | -. 398368 | -. 2767339 |
| exp \| | . 5882736 | . 0106739 | 55.11 | 0.000 | . 5668344 | . 6097128 |
| migrantexp \| | -. 2299817 | . 0143931 | -15.98 | 0.000 | -. 258891 | -. 2010724 |
| exp_sq \| | -. 0113253 | . 000198 | -57.19 | 0.000 | -. 0117231 | -. 0109276 |
| migrantexp $\sim q$ \| | . 0051697 | . 0002785 | 18.56 | 0.000 | . 0046103 | . 0057292 |
| female \| | -4.858279 | . 1118399 | -43.44 | 0.000 | -5.082916 | -4.633642 |
| migrantfem~e \| | . 7374671 | . 1065943 | 6.92 | 0.000 | . 5233662 | . 951568 |
| 1.migrant \| | 0 | (omitted) |  |  |  |  |
| wbhao \| |  |  |  |  |  |  |
| Black | -. 0837093 | . 0775228 | -1.08 | 0.285 | -. 2394185 | . 0719998 |
| Hispanic | . 0047044 | . 2402586 | 0.02 | 0.984 | -. 4778692 | . 4872781 |
| Asian | -. 3177019 | . 2903464 | -1.09 | 0.279 | -. 9008798 | . 2654759 |
| Other | . 1380448 | . 1568884 | 0.88 | 0.383 | -. 1770749 | . 4531645 |
|  |  |  |  |  |  |  |
| migrant\#\| <br> wbhao |  |  |  |  |  |  |
| 1\#Black | -. 5695715 | . 1425247 | -4.00 | 0.000 | -. 8558409 | -. 2833021 |
| 1\#Hispanic | -. 4762275 | . 1620491 | -2.94 | 0.005 | -. 8017127 | -. 1507422 |
| 1\#Asian | -. 3342233 | . 2688212 | -1.24 | 0.220 | -. 8741664 | . 2057199 |
| 1\#Other \| -.7640198 .4376947 -1.75 0.087 -1.643155 .1151159 |  |  |  |  |  |  |
| years sinc~l \| | . 0080838 | . 0024129 | 3.35 | 0.002 | . 0032373 | . 0129304 |
| rural \| | . 2051611 | . 0878968 | 2.33 | 0.024 | . 0286152 | . 381707 |
| migrantrural \| | . 8361301 | . 2725357 | 3.07 | 0.003 | . 2887261 | 1.383534 |
| year I |  |  |  |  |  |  |
|  |  |  |  |  |  |  |



Specification (5), Exogenous-wage, Method 3, Restricted sample

| Linear regression | Number of obs | $=$ | 63,913 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(50,50)$ | $=$ |  |
|  | Prob > F | $=$ |  |
|  | R -squared | $=$ | 0.1727 |
|  | Root MSE | = | 11.162 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 9.684102 | 1.924581 | 5.03 | 0.000 | 5.818467 | 13.54974 |
| post911entry | -. 7703546 | . 201702 | -3.82 | 0.000 | -1.175485 | -. 3652242 |
| post911ent~t | 1.137122 | . 3223241 | 3.53 | 0.001 | . 489715 | 1.784529 |
| yearseduc | . 8213925 | . 0517985 | 15.86 | 0.000 | . 7173521 | . 9254328 |
| migrantyea~c | -. 6413103 | . 0615098 | -10.43 | 0.000 | -. 7648565 | -. 5177642 |


| exp | . 9779103 | . 0235374 | 41.55 | 0.000 | . 9306341 | 1.025187 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantexp | -. 3124138 | . 0313258 | -9.97 | 0.000 | -. 3753336 | -. 249494 |
| exp_sq | -. 0188505 | . 0005346 | -35.26 | 0.000 | -. 0199243 | -. 0177767 |
| migrantexp $\sim q$ | . 007503 | . 000586 | 12.80 | 0.000 | . 006326 | . 00868 |
| female | -3.683635 | . 1813689 | -20.31 | 0.000 | -4.047925 | -3.319345 |
| migrantfem~e | -1.557675 | . 2742568 | -5.68 | 0.000 | -2.108536 | -1.006813 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 3260873 | . 2539253 | 1.28 | 0.205 | -. 1839368 | . 8361114 |
| Hispanic | 1.000058 | . 4400079 | 2.27 | 0.027 | . 1162757 | 1.883839 |
| Asian | . 6112767 | . 5653684 | 1.08 | 0.285 | -. 5242992 | 1.746853 |
| Other | . 8053548 | . 4741173 | 1.70 | 0.096 | -. 1469378 | 1.757647 |
|  |  |  |  |  |  |  |
| migrant wbhao |  |  |  |  |  |  |
| 1\#Black | -1.121983 | . 7495449 | -1.50 | 0.141 | -2.627489 | . 3835219 |
| 1\#Hispanic | -. 3116862 | . 4956049 | -0.63 | 0.532 | -1.307138 | . 6837655 |
| 1\#Asian | -. 2608057 | . 7219173 | -0.36 | 0.719 | -1.710819 | 1.189208 |
| 1\#Other | -6.217456 | 2.17869 | -2.85 | 0.006 | -10.59348 | -1.841428 |
| years_sinc~l | . 0499755 | . 0720438 | 0.69 | 0.491 | -. 0947287 | . 1946796 |
| rural | -. 1936902 | . 2105376 | -0.92 | 0.362 | -. 6165674 | . 2291869 |
| migrantrural | 1.122696 | . 7806607 | 1.44 | 0.157 | -. 4453067 | 2.6907 |
|  |  |  |  |  |  |  |
| 1999 | 1.080491 | . 7000442 | 1.54 | 0.129 | -. 3255893 | 2.486571 |
| 2000 | . 4571369 | . 5997326 | 0.76 | 0.450 | -. 7474614 | 1.661735 |
| 2001 | . 7690419 | . 7346632 | 1.05 | 0.300 | -. 7065726 | 2.244656 |
| 2002 | . 4003495 | . 5419633 | 0.74 | 0.464 | -. 6882157 | 1.488915 |
| 2003 | . 6406599 | . 702885 | 0.91 | 0.366 | -. 7711263 | 2.052446 |
| 2004 | -. 1039126 | . 6796136 | -0.15 | 0.879 | -1.468957 | 1.261131 |
| 2005 | -. 0141321 | . 6815169 | -0.02 | 0.984 | -1.382999 | 1.354735 |
| 2006 | -. 1000511 | . 6519964 | -0.15 | 0.879 | -1.409624 | 1.209522 |
| 2007 | . 9390637 | . 7336584 | 1.28 | 0.206 | -. 5345325 | 2.41266 |
| 2008 | . 6433244 | . 707493 | 0.91 | 0.368 | -. 7777171 | 2.064366 |
| 2009 | -. 0113362 | . 7067847 | -0.02 | 0.987 | -1.430955 | 1.408283 |
| 2010 | -. 7704131 | . 7831157 | -0.98 | 0.330 | -2.343347 | . 802521 |
| 2011 | -. 6141378 | . 607694 | -1.01 | 0.317 | -1.834727 | . 6064515 |
| 2012 | -. 633986 | . 6141496 | -1.03 | 0.307 | -1.867542 | . 5995698 |
| 2013 | -. 6938696 | . 6972406 | -1.00 | 0.324 | -2.094318 | . 7065793 |
| 2014 | -. 3946972 | . 6865439 | -0.57 | 0.568 | -1.773661 | . 9842668 |
| 2015 | -. 3170611 | . 8286514 | -0.38 | 0.704 | -1.981456 | 1.347334 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0787509 | 2.753489 | -0.03 | 0.977 | -5.609296 | 5.451794 |
| 12000 | 3.724856 | 2.34263 | 1.59 | 0.118 | -. 9804544 | 8.430167 |
| 12001 | 2.864508 | 1.811077 | 1.58 | 0.120 | -. 7731474 | 6.502164 |
| 12002 | 1.073556 | 1.515867 | 0.71 | 0.482 | -1.971152 | 4.118264 |
| 12003 | 2.197834 | 1.36736 | 1.61 | 0.114 | -. 5485903 | 4.944258 |
| 12004 | 2.645605 | 1.356586 | 1.95 | 0.057 | -. 0791777 | 5.370389 |
| 12005 | 2.939933 | 1.522929 | 1.93 | 0.059 | -. 1189599 | 5.998826 |
| 12006 | 3.207826 | 1.705492 | 1.88 | 0.066 | -. 2177564 | 6.633408 |
| 12007 | 1.997883 | 1.707881 | 1.17 | 0.248 | -1.432497 | 5.428264 |
| 12008 | 2.05558 | 1.720606 | 1.19 | 0.238 | -1.400359 | 5.511519 |
| 12009 | 1.262037 | 1.522063 | 0.83 | 0.411 | -1.795118 | 4.319191 |
| 12010 | . 7088702 | 1.726185 | 0.41 | 0.683 | -2.758274 | 4.176014 |
| 12011 | . 485564 | 1.863922 | 0.26 | 0.796 | -3.258233 | 4.229361 |
| 12012 | 1.477119 | 1.894595 | 0.78 | 0.439 | -2.328286 | 5.282524 |
| 12013 | 1.293486 | 1.733857 | 0.75 | 0.459 | -2.189069 | 4.77604 |


| 12014 | 1.307713 | 1.938295 | 0.67 | 0.503 | -2.585467 | 5.200894 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12015 | 1.343878 | 2.100918 | 0.64 | 0.525 | -2.87594 | 5.563696 |
| entry year | -. 0480668 | . 0746747 | -0.64 | 0.523 | -. 1980554 | . 1019217 |
| entry_year~q | . 000024 | . 0000372 | 0.65 | 0.521 | -. 0000508 | . 0000988 |
| _cons | 18.7254 | 1.160836 | 16.13 | 0.000 | 16.39379 | 21.057 |

Specification (5), Exogenous-wage, Method 3, Full sample

| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | F (50, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.1279 |
|  | Root MSE |  | 9.8257 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  | P>\|t| | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 2.717485 | . 3885777 | 6.99 | 0.000 | 1.937003 | 3.497966 |
| post911entry | -. 8033343 | . 0720134 | -11.16 | 0.000 | -. 9479775 | -. 6586911 |
| post911ent~t | . 6380808 | . 1660892 | 3.84 | 0.000 | . 3044809 | . 9716808 |
| leisure | -2.213565 | . 1036025 | -21.37 | 0.000 | -2.421656 | -2.005473 |
| leisure_mi~t | 1.566156 | . 2001137 | 7.83 | 0.000 | 1.164215 | 1.968096 |
| leisure-~911 | -2.356038 | . 1611857 | -14.62 | 0.000 | -2.679789 | -2.032287 |
| leisure_po~t | 2.35942 | . 3077576 | 7.67 | 0.000 | 1.74127 | 2.977569 |
| hsgrad | 2.255552 | . 1169816 | 19.28 | 0.000 | 2.020587 | 2.490516 |
| assocgrad | 2.801968 | . 1255785 | 22.31 | 0.000 | 2.549736 | 3.0542 |
| bachgrad | 4.476934 | . 1270857 | 35.23 | 0.000 | 4.221675 | 4.732193 |
| mastgrad | 5.377219 | . 1662491 | 32.34 | 0.000 | 5.043298 | 5.711141 |
| doctorgrad | 8.625798 | . 2493134 | 34.60 | 0.000 | 8.125037 | 9.126559 |
| migranthsg~d | -1.683389 | . 1357914 | -12.40 | 0.000 | -1.956134 | -1.410644 |
| migrantass~d | -1.815692 | . 1996589 | -9.09 | 0.000 | -2.216719 | -1.414665 |
| migrantbac~d | -2.144504 | . 2054073 | -10.44 | 0.000 | -2.557077 | -1.731932 |
| migrantmas~d | -2.152667 | . 2584135 | -8.33 | 0.000 | -2.671706 | -1.633629 |
| migrantdoc~d | -1.553607 | . 2499525 | -6.22 | 0.000 | -2.055652 | -1.051563 |
| exp | . 5743636 | . 0102086 | 56.26 | 0.000 | . 553859 | . 5948681 |
| migrantexp | -. 2200707 | . 0140629 | -15.65 | 0.000 | -. 2483169 | -. 1918244 |
| exp_sq | -. 0111138 | . 0001891 | -58.76 | 0.000 | -. 0114937 | -. 0107339 |
| migrantexp $\sim q$ | . 0048053 | . 0002636 | 18.23 | 0.000 | . 004276 | . 0053347 |
| female | -4.825184 | . 111583 | -43.24 | 0.000 | -5.049305 | -4.601063 |
| migrantfem~e | . 8156561 | . 1111344 | 7.34 | 0.000 | . 5924362 | 1.038876 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0074528 | . 0781004 | 0.10 | 0.924 | -. 1494164 | . 164322 |
| Hispanic | . 0749193 | . 2321022 | 0.32 | 0.748 | -. 3912716 | . 5411102 |
| Asian | -. 3867086 | . 2741276 | -1.41 | 0.165 | -. 93731 | . 1638928 |
| Other | . 2465946 | . 1543645 | 1.60 | 0.116 | -. 0634557 | . 5566449 |
|  |  |  |  |  |  |  |
| migrant\#\| <br> wbhao \| |  |  |  |  |  |  |
| 1\#Black | -. 3411902 | . 1459707 | -2.34 | 0.023 | -. 6343809 | -. 0479995 |
| 1\#Hispanic | -. 3423502 | . 1804912 | -1.90 | 0.064 | -. 7048775 | . 0201771 |
| 1\#Asian | -. 3547877 | . 2857867 | -1.24 | 0.220 | -. 9288072 | . 2192318 |



Specification (6), Exogenous-wage, Method 3, Full sample
Linear regression

| Number of obs | $=$ | 62,653 |
| :--- | :--- | ---: |
| $\mathrm{~F}(49,50)$ | $=$ | $\cdot$ |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1737 |
| Root MSE | $=$ | 11.172 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  | P>\|t| | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t |  |  |  |
| migrant | 11.44745 | 1.816711 | 6.30 | 0.000 | 7.79848 | 15.09642 |
| post911entry | -. 772629 | . 2015567 | -3.83 | 0.000 | -1.177468 | -. 3677904 |
| post911ent~t | . 70457 | . 3455153 | 2.04 | 0.047 | . 0105821 | 1.398558 |
| yearseduc | . 8210823 | . 0520276 | 15.78 | 0.000 | . 7165817 | . 9255829 |
| migrantyea~c | -. 6656548 | . 0644663 | -10.33 | 0.000 | -. 7951392 | -. 5361704 |
| exp | . 977756 | . 0235646 | 41.49 | 0.000 | . 9304251 | 1.025087 |
| migrantexp | -. 4415277 | . 0418581 | -10.55 | 0.000 | -. 5256022 | -. 3574532 |
| exp_sq | -. 0188474 | . 0005359 | -35.17 | 0.000 | -. 0199237 | -. 0177711 |
| migrantexp $\sim$ q | . 0095794 | . 0006482 | 14.78 | 0.000 | . 0082774 | . 0108814 |
| female | -3.683038 | . 1812464 | -20.32 | 0.000 | -4.047082 | -3.318994 |
| migrantfem~e | -1.758078 | . 2585425 | -6.80 | 0.000 | -2.277376 | -1.23878 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 3258059 | . 2538036 | 1.28 | 0.205 | -. 1839737 | . 8355855 |
| Hispanic | 1.012348 | . 4375822 | 2.31 | 0.025 | . 1334382 | 1.891258 |
| Asian | . 6421799 | . 5642101 | 1.14 | 0.260 | -. 4910694 | 1.775429 |
| Other | . 8051529 | . 474898 | 1.70 | 0.096 | -. 1487078 | 1.759014 |
|  |  |  |  |  |  |  |
| migrant wbhao |  |  |  |  |  |  |
| 1\#Black | -1.537053 | . 7903366 | -1.94 | 0.057 | -3.124491 | . 0503849 |
| 1\#Hispanic | -. 7253389 | . 5274838 | -1.38 | 0.175 | -1.784821 | . 3341436 |
| 1\#Asian | -. 3014937 | . 7767223 | -0.39 | 0.700 | -1.861586 | 1.258599 |
| 1\#Other | -5.614544 | 2.230075 | -2.52 | 0.015 | -10.09378 | -1.135307 |
| years sinc~l | . 0110558 | . 0128382 | 0.86 | 0.393 | -. 0147305 | . 036842 |
| rural | -. 1943691 | . 2110191 | -0.92 | 0.361 | -. 6182133 | . 2294752 |
| migrantrural | 1.222902 | . 7919052 | 1.54 | 0.129 | -. 367687 | 2.81349 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | 1.079567 | . 7006768 | 1.54 | 0.130 | -. 3277839 | 2.486918 |
| 2000 | . 4590154 | . 6007548 | 0.76 | 0.448 | -. 7476361 | 1.665667 |
| 2001 | . 7712025 | . 734735 | 1.05 | 0.299 | -. 7045561 | 2.246961 |
| 2002 | . 4030595 | . 5418928 | 0.74 | 0.460 | -. 6853642 | 1.491483 |
| 2003 | . 643945 | . 7026643 | 0.92 | 0.364 | -. 7673977 | 2.055288 |
| 2004 | -. 0992545 | . 6778686 | -0.15 | 0.884 | -1.460794 | 1.262285 |
| 2005 | -. 0089368 | . 6804896 | -0.01 | 0.990 | -1.37574 | 1.357867 |
| 2006 | -. 0935896 | . 6503746 | -0.14 | 0.886 | -1.399905 | 1.212726 |
| 2007 | . 9467491 | . 7308296 | 1.30 | 0.201 | -. 5211655 | 2.414664 |
| 2008 | . 6513122 | . 7056179 | 0.92 | 0.360 | -. 765963 | 2.068588 |
| 2009 | -. 0005704 | . 7014078 | -0.00 | 0.999 | -1.40939 | 1.408249 |
| 2010 | -. 7607858 | . 7786718 | -0.98 | 0.333 | -2.324794 | . 8032225 |
| 2011 | -. 6045848 | . 6060467 | -1.00 | 0.323 | -1.821865 | . 6126957 |
| 2012 | -. 6240079 | . 61451 | -1.02 | 0.315 | -1.858288 | . 6102716 |
| 2013 | -. 6818907 | . 6955127 | -0.98 | 0.332 | -2.078869 | . 7150876 |
| 2014 | -. 3828819 | . 684087 | -0.56 | 0.578 | -1.756911 | . 9911472 |
| 2015 | -. 3057907 | . 8262577 | -0.37 | 0.713 | -1.965378 | 1.353797 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0549493 | 2.798675 | -0.02 | 0.984 | -5.676253 | 5.566355 |
| 12000 | 3.78668 | 2.247947 | 1.68 | 0.098 | -. 7284549 | 8.301816 |
| 12001 | 2.978788 | 1.792025 | 1.66 | 0.103 | -. 6206003 | 6.578176 |
| 12002 | 1.631625 | 1.406508 | 1.16 | 0.252 | -1.19343 | 4.45668 |
| 12003 | 2.59848 | 1.186039 | 2.19 | 0.033 | . 2162498 | 4.98071 |
| 12004 | 3.184975 | 1.186584 | 2.68 | 0.010 | . 8016518 | 5.568298 |


| 12005 | 3.705322 | 1.346064 | 2.75 | 0.008 | 1.001674 | 6.408971 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12006 | 4.231666 | 1.433148 | 2.95 | 0.005 | 1.353104 | 7.110229 |
| 12007 | 2.77255 | 1.415799 | 1.96 | 0.056 | -. 0711655 | 5.616266 |
| 12008 | 2.995892 | 1.412905 | 2.12 | 0.039 | . 1579892 | 5.833795 |
| 12009 | 2.098755 | 1.181316 | 1.78 | 0.082 | -. 273987 | 4.471497 |
| 12010 | 1.736791 | 1.385706 | 1.25 | 0.216 | -1.046482 | 4.520064 |
| 12011 | 1.544497 | 1.415737 | 1.09 | 0.281 | -1.299096 | 4.388089 |
| 12012 | 2.68862 | 1.349285 | 1.99 | 0.052 | -. 0214989 | 5.398738 |
| 12013 | 2.425552 | 1.195436 | 2.03 | 0.048 | . 0244491 | 4.826655 |
| 12014 | 2.475456 | 1.351518 | 1.83 | 0.073 | -. 2391479 | 5.19006 |
| 12015 | 2.611473 | 1.488576 | 1.75 | 0.085 | -. 3784206 | 5.601366 |
| cons | 18.72474 | 1.165606 | 16.06 | 0.000 | 16.38355 | 21.06593 |

Specification (6), Exogenous-wage, Method 3, Full sample

| Linear regression | Number of obs |  | 1,365,655 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared | $=$ | 0.1276 |
|  | Root MSE |  | 9.8196 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 3.652408 | . 3936158 | 9.28 | 0.000 | 2.861807 | 4.443009 |
| post911entry | -. 8022525 | . 0720005 | -11.14 | 0.000 | -. 9468698 | -. 6576352 |
| post911ent~t | . 3839084 | . 148437 | 2.59 | 0.013 | . 0857639 | . 6820529 |
| leisure | -2.213906 | . 1036496 | -21.36 | 0.000 | -2.422092 | -2.005719 |
| leisure_mi~t | 1.887405 | . 2037027 | 9.27 | 0.000 | 1.478256 | 2.296554 |
| leisure_~911 | -2.355563 | . 1612213 | -14.61 | 0.000 | -2.679385 | -2.031741 |
| leisure_po~t | 1.952085 | . 3096737 | 6.30 | 0.000 | 1.330087 | 2.574083 |
| hsgrad | 2.256479 | . 1169144 | 19.30 | 0.000 | 2.02165 | 2.491309 |
| assocgrad | 2.80289 | . 1254224 | 22.35 | 0.000 | 2.550972 | 3.054809 |
| bachgrad | 4.477621 | . 1270304 | 35.25 | 0.000 | 4.222473 | 4.732769 |
| mastgrad | 5.3779 | . 1662744 | 32.34 | 0.000 | 5.043928 | 5.711872 |
| doctorgrad | 8.626345 | . 2490952 | 34.63 | 0.000 | 8.126023 | 9.126667 |
| migranthsg~d | -1.640485 | . 135638 | -12.09 | 0.000 | -1.912922 | -1.368048 |
| migrantass~d | -1.927097 | . 2096096 | -9.19 | 0.000 | -2.34811 | -1.506084 |
| migrantbac~d | -2.360185 | . 2268371 | -10.40 | 0.000 | -2.815801 | -1.90457 |
| migrantmas~d | -2.451137 | . 2549878 | -9.61 | 0.000 | -2.963295 | -1.938979 |
| migrantdoc~d | -2.055328 | . 2559937 | -8.03 | 0.000 | -2.569506 | -1.541149 |
| exp | . 5743196 | . 010202 | 56.29 | 0.000 | . 5538283 | . 5948109 |
| migrantexp | -. 2821918 | . 0171568 | -16.45 | 0.000 | -. 3166522 | -. 2477314 |
| exp_sq | -. 0111126 | . 000189 | -58.79 | 0.000 | -. 0114923 | -. 0107329 |
| migrantexp~q | . 0058593 | . 000305 | 19.21 | 0.000 | . 0052467 | . 0064719 |
| female | -4.825135 | . 1115858 | -43.24 | 0.000 | -5.049262 | -4.601008 |
| migrantfem~e | . 7569895 | . 1155444 | 6.55 | 0.000 | . 5249117 | . 9890674 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0073008 | . 078099 | 0.09 | 0.926 | -. 1495657 | . 1641672 |
| Hispanic | . 063083 | . 2287846 | 0.28 | 0.784 | -. 3964444 | . 5226104 |
| Asian | -. 4080816 | . 2743441 | -1.49 | 0.143 | -. 9591178 | . 1429547 |


| Other | . 2468666 | .1543166 | 1.60 | 0.116 | -. 0630875 | . 5568206 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| migrant\# wbhao |  |  |  |  |  |  |
| 1\#Black | -. 4446222 | . 1333774 | -3.33 | 0.002 | -. 7125187 | -. 1767257 |
| 1\#Hispanic | -. 5380641 | . 1642244 | -3.28 | 0.002 | -. 8679185 | -. 2082098 |
| 1\#Asian | -. 3539239 | . 2537835 | -1.39 | 0.169 | -. 863663 | . 1558152 |
| 1\#Other | -. 7325783 | . 4558199 | -1.61 | 0.114 | -1.648119 | . 1829629 |
| years_sinc~l | . 0113414 | . 0024228 | 4.68 | 0.000 | . 006475 | . 0162078 |
| rural | . 2218942 | . 0893401 | 2.48 | 0.016 | . 0424494 | . 401339 |
| migrantrural | . 7701934 | . 28033 | 2.75 | 0.008 | . 2071341 | 1.333253 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1029946 | . 065638 | 1.57 | 0.123 | -. 0288433 | . 2348325 |
| 2000 | . 1179856 | . 0898538 | 1.31 | 0.195 | -. 0624911 | . 2984622 |
| 2001 | . 0618385 | . 0960403 | 0.64 | 0.523 | -. 1310641 | . 254741 |
| 2002 | -. 1356018 | . 0759489 | -1.79 | 0.080 | -. 2881497 | . 0169461 |
| 2003 | -. 2513388 | . 0798949 | -3.15 | 0.003 | -. 4118124 | -. 0908651 |
| 2004 | -. 2708419 | . 0984899 | -2.75 | 0.008 | -. 4686647 | -. 0730191 |
| 2005 | -. 1497014 | . 0866165 | -1.73 | 0.090 | -. 3236757 | . 0242729 |
| 2006 | -. 0366093 | . 100571 | -0.36 | 0.717 | -. 2386122 | . 1653936 |
| 2007 | . 0525472 | . 0816325 | 0.64 | 0.523 | -. 1114165 | . 2165109 |
| 2008 | . 03478 | . 0902798 | 0.39 | 0.702 | -. 1465522 | . 2161122 |
| 2009 | -. 2716584 | . 0881129 | -3.08 | 0.003 | -. 4486384 | -. 0946784 |
| 2010 | -. 6101625 | . 0908401 | -6.72 | 0.000 | -. 7926202 | -. 4277049 |
| 2011 | -. 6048787 | . 086531 | -6.99 | 0.000 | -. 7786814 | -. 4310761 |
| 2012 | -. 4457069 | . 0914424 | -4.87 | 0.000 | -. 6293743 | -. 2620395 |
| 2013 | -. 3189152 | . 1116134 | -2.86 | 0.006 | -. 5430974 | -. 094733 |
| 2014 | -. 3028724 | . 1078069 | -2.81 | 0.007 | -. 519409 | -. 0863358 |
| 2015 | -. 0920972 | . 0978896 | -0.94 | 0.351 | -. 2887142 | . 1045199 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0760412 | . 1577078 | 0.48 | 0.632 | -. 2407243 | . 3928067 |
| 12000 | . 2344288 | . 2154625 | 1.09 | 0.282 | -. 1983404 | . 6671981 |
| 12001 | . 328038 | . 1638325 | 2.00 | 0.051 | -. 0010292 | . 6571052 |
| 12002 | . 1150379 | . 1628773 | 0.71 | 0.483 | -. 2121108 | . 4421866 |
| 12003 | . 2039101 | . 1597954 | 1.28 | 0.208 | -. 1170483 | . 5248686 |
| 12004 | . 1497601 | . 204525 | 0.73 | 0.467 | -. 2610405 | . 5605607 |
| 12005 | . 1489663 | . 1246851 | 1.19 | 0.238 | -. 101471 | . 3994037 |
| 12006 | . 5069214 | . 1731513 | 2.93 | 0.005 | . 1591367 | . 854706 |
| 12007 | . 2217597 | . 1175078 | 1.89 | 0.065 | -. 0142617 | . 4577811 |
| 12008 | . 0915544 | . 1605649 | 0.57 | 0.571 | -. 2309497 | . 4140586 |
| 12009 | -. 1375192 | . 1617076 | -0.85 | 0.399 | -. 4623185 | . 1872802 |
| 12010 | -. 5121142 | . 1504683 | -3.40 | 0.001 | -. 8143386 | -. 2098898 |
| 12011 | -. 4197107 | . 1297995 | -3.23 | 0.002 | -. 6804207 | -. 1590007 |
| 12012 | -. 4928751 | . 1452122 | -3.39 | 0.001 | -. 7845424 | -. 2012077 |
| 12013 | -. 5193974 | . 1721873 | -3.02 | 0.004 | -. 8652458 | -. 1735489 |
| 12014 | -. 3206247 | . 1738797 | -1.84 | 0.071 | -. 6698723 | . 0286229 |
| 12015 | -. 3142494 | . 1464425 | -2.15 | 0.037 | -. 6083877 | -. 020111 |
| _cons | 34.07732 | . 2419996 | 140.82 | 0.000 | 33.59125 | 34.56339 |

Specification (1), Exogenous-wage, Method 4, Restricted sample

Linear regression
Number of obs $=64,196$

| F(3, 50) | $=$ | 404.51 |
| :--- | :--- | :--- |
| Prob $>$ F | $=$ | 0.0000 |
| R-squared | $=$ | 0.0807 |
| Root MSE | $=$ | 10.894 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust |  | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 4.247376 | . 3540353 | 12.00 | 0.000 | 3.536275 | 4.958477 |
| post911entry | -4.914008 | . 1416533 | -34.69 | 0.000 | -5.198527 | -4.629489 |
| post911ent~t | 4.122721 | . 2959227 | 13.93 | 0.000 | 3.528342 | 4.717099 |
| _cons | 33.38632 | . 2662895 | 125.38 | 0.000 | 32.85146 | 33.92118 |

Specification (1), Exogenous-wage, Method 4, Full sample

| Linear regre |  |  | Err. | $\begin{aligned} & \text { Numbe } \\ & \text { F (7, } \\ & \text { Prob } \\ & \text { R-squ } \\ & \text { Root } \\ & \text { usted } \end{aligned}$ | f obs <br> d <br> 51 clust | $\begin{array}{r} 1,376,334 \\ 547.41 \\ 0.0000 \\ 0.0404 \\ 10.307 \\ \text { in state) } \end{array}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| hoursworked | Coef. | Robust <br> Std. Err. | t | P>\|t| | [95\% Conf | Interval] |
| migrant | -. 6797175 | . 1454907 | -4.67 | 0.000 | -. 9719441 | -. 387491 |
| post911entry | -4.472576 | . 1411621 | -31.68 | 0.000 | -4.756109 | -4.189044 |
| post911ent~t | 3.548343 | . 1842652 | 19.26 | 0.000 | 3.178235 | 3.91845 |
| minwageocc | -7.310098 | . 194428 | -37.60 | 0.000 | -7.700618 | -6.919578 |
| mi~c_migrant | 4.927093 | . 2736965 | 18.00 | 0.000 | 4.377358 | 5.476829 |
| minwägeo~911 | -. 4414321 | . 1926983 | -2.29 | 0.026 | -. 8284781 | -. 0543862 |
| mi~1_migrant | . 5743778 | . 2861779 | 2.01 | 0.050 | -. 0004275 | 1.149183 |
| _cons | 40.69642 | . 1159498 | 350.98 | 0.000 | 40.46352 | 40.92931 |

Specification (2), Exogenous-wage, Method 3, Restricted sample


| exp | . 6825121 | . 0198991 | 34.30 | 0.000 | . 6425436 | . 7224807 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| exp_sq | -. 0121309 | . 0004364 | -27.80 | 0.000 | -. 0130074 | -. 0112544 |
| female | -3.805144 | . 1811025 | -21.01 | 0.000 | -4.168899 | -3.441389 |
| white | -1.953474 | . 4959647 | -3.94 | 0.000 | -2.949648 | -. 9572994 |
| black | -. 4365744 | . 5203348 | -0.84 | 0.405 | -1.481698 | . 6085487 |
| asian | -1.300202 | . 5179911 | -2.51 | 0.015 | -2.340618 | -. 2597861 |
| hispanic | -. 1331107 | . 5150717 | -0.26 | 0.797 | -1.167663 | . 9014414 |
| years_sinc~l | -. 016872 | . 0119273 | -1.41 | 0.163 | -. 0408287 | . 0070847 |
| rural | . 2143976 | . 2434419 | 0.88 | 0.383 | -. 2745699 | . 7033652 |
| year | 8.635006 | 11.01258 | 0.78 | 0.437 | -13.48441 | 30.75443 |
| year_sq | -. 0021754 | . 0027436 | -0.79 | 0.432 | -. 0076861 | . 0033352 |
| _cons | -8538.869 | 11050.24 | -0.77 | 0.443 | -30733.93 | 13656.2 |

Specification (2), Exogenous-wage, Method 4, Full sample

| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(18,50)$ |  |  |
|  | Prob > F |  |  |
|  | R -squared |  | 0.1235 |
|  | Root MSE |  | 9.8508 |

(Std. Err. adjusted for 51 clusters in state)


Specification (3), Exogenous-wage, Method 4, Restricted sample

| Number of obs | $=$ | 64,196 |
| :--- | :--- | :--- |
| $\mathrm{~F}(30,50)$ | $=$ | 419.73 |
| Prob $>\mathrm{F}$ | $=$ | 0.0000 |
| R-squared | $=$ | 0.1508 |

(Std. Err. adjusted for 51 clusters in state)


Specification (3), Exogenous-wage, Method 4, Full sample

| Linear regression | Number of obs | $=1,376,334$ |
| :--- | :--- | :--- |
|  | F(38, 50) | 6416.71 |
|  | Prob $>$ | $=0.0000$ |
|  | R-squared | $=$ |
|  | Root MSE | $=0.1307$ |
|  |  | $=$ |

(Std. Err. adjusted for 51 clusters in state)

| Robust |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
| hoursworked | Coef. | Std. Err. | t | $P>\|t\|$ | [95\% Conf. Interval] |



Specification (4), Exogenous-wage, Method 4, Restricted sample

| Linear regression | Number of obs | $=$ | 64,196 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(49,50)$ |  |  |
|  | Prob > F | = |  |
|  | R -squared | $=$ | 0.1553 |
|  | Root MSE | = | 10.447 |

(Std. Err. adjusted for 51 clusters in state)



| 12009 | -1.254497 | . 9231001 | -1.36 | 0.180 | -3.108598 | . 5996039 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12010 | -1.100169 | . 7738855 | -1.42 | 0.161 | -2.654564 | . 4542255 |
| 12011 | -1.879795 | . 7725753 | -2.43 | 0.019 | -3.431558 | -. 328032 |
| 12012 | -. 7717194 | . 7999044 | -0.96 | 0.339 | -2.378375 | . 8349357 |
| 12013 | -1.179286 | 1.10029 | -1.07 | 0.289 | -3.389284 | 1.030711 |
| 12014 | -1.05681 | . 973485 | -1.09 | 0.283 | -3.012112 | . 8984919 |
| 12015 | -. 5204231 | . 9459401 | -0.55 | 0.585 | -2.4204 | 1.379554 |
| _cons | 23.77837 | . 710656 | 33.46 | 0.000 | 22.35097 | 25.20576 |

Specification (4), Exogenous-wage, Method 4, Full sample

| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | = |  |
|  | R -squared | $=$ | 0.1265 |
|  | Root MSE | = | 9.8336 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err | t | $P>\|t\|$ |  |  |
| migrant | 5.881667 | . 6247363 | 9.41 | 0.000 | 4.626848 | 7.136487 |
| post911entry | -. 9621964 | . 0749324 | -12.84 | 0.000 | -1.112702 | -. 8116904 |
| post911ent~t | . 8090078 | . 1511854 | 5.35 | 0.000 | . 5053429 | 1.112673 |
| minwageocc | -4.748234 | . 1420416 | -33.43 | 0.000 | -5.033533 | -4.462935 |
| minc_migrant | 3.085006 | . 1980449 | 15.58 | 0.000 | 2.687221 | 3.482791 |
| minwägeo~911 | -1.367317 | . 1878435 | -7.28 | 0.000 | -1.744612 | -. 9900225 |
| mi~1_migrant | 1.54267 | . 2977726 | 5.18 | 0.000 | . 9445761 | 2.140764 |
| yearseduc | . 5771716 | . 0167089 | 34.54 | 0.000 | . 5436109 | . 6107324 |
| migrantyea~c | -. 3204715 | . 0298948 | -10.72 | 0.000 | -. 380517 | -. 260426 |
| exp | . 5729366 | . 0103967 | 55.11 | 0.000 | . 5520543 | . 5938189 |
| migrantexp | -. 215799 | . 0140719 | -15.34 | 0.000 | -. 2440633 | -. 1875347 |
| exp_sq | -. 0110508 | . 0001933 | -57.16 | 0.000 | -. 0114391 | -. 0106625 |
| migrantexp~q | .0049062 | . 0002745 | 17.87 | 0.000 | . 0043548 | . 0054576 |
| female | -4.786227 | . 1081558 | -44.25 | 0.000 | -5.003464 | -4.56899 |
| migrantfem~e | . 6800004 | . 0990066 | 6.87 | 0.000 | . 4811398 | . 8788609 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0589069 | . 0764763 | -0.77 | 0.445 | -. 2125142 | . 0947003 |
| Hispanic | -. 0082041 | . 2450629 | -0.03 | 0.973 | -. 5004274 | . 4840192 |
| Asian | -. 3063369 | . 2925082 | -1.05 | 0.300 | -. 8938569 | . 2811831 |
| Other | . 1501478 | . 158485 | 0.95 | 0.348 | -. 1681788 | . 4684744 |
| migrant\#\| wbhao |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| 1\#Black | -. 5898383 | . 1451295 | -4.06 | 0.000 | -. 8813395 | -. 298337 |
| 1\#Hispanic | -. 4367235 | . 164167 | -2.66 | 0.010 | -. 7664626 | -. 1069845 |
| 1\#Asian | -. 3310817 | . 2730824 | -1.21 | 0.231 | -. 8795837 | . 2174204 |
| 1\#Other | -. 798765 | . 4315591 | -1.85 | 0.070 | -1.665577 | . 068047 |
| years_sinc~l | . 0078308 | . 0022982 | 3.41 | 0.001 | . 0032147 | . 0124469 |
| rural | . 2265363 | . 0882389 | 2.57 | 0.013 | . 0493032 | . 4037694 |


| migrantrural | . 8035325 | . 2689117 | 2.99 | 0.004 | . 2634075 | 1.343658 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1031002 | . 0658538 | 1.57 | 0.124 | -. 029171 | . 2353713 |
| 2000 | . 1213639 | . 0890862 | 1.36 | 0.179 | -. 057571 | . 3002987 |
| 2001 | . 0569618 | . 0983424 | 0.58 | 0.565 | -. 1405647 | . 2544883 |
| 2002 | -. 128975 | . 0767672 | -1.68 | 0.099 | -. 2831665 | . 0252166 |
| 2003 | -. 2934139 | . 0837031 | -3.51 | 0.001 | -. 4615366 | -. 1252912 |
| 2004 | -. 3144579 | . 1040231 | -3.02 | 0.004 | -. 5233945 | -. 1055213 |
| 2005 | -. 1862745 | . 0902827 | -2.06 | 0.044 | -. 3676127 | -. 0049363 |
| 2006 | -. 0783741 | . 1062855 | -0.74 | 0.464 | -. 2918548 | .1351066 |
| 2007 | . 019505 | . 0875034 | 0.22 | 0.825 | -. 1562507 | . 1952607 |
| 2008 | -. 0038448 | . 0952499 | -0.04 | 0.968 | -. 1951598 | .1874703 |
| 2009 | -. 2975625 | . 0906025 | -3.28 | 0.002 | -. 479543 | -. 115582 |
| 2010 | -. 6262274 | . 0962829 | -6.50 | 0.000 | -. 8196173 | -. 4328376 |
| 2011 | -. 620595 | . 0917396 | -6.76 | 0.000 | -. 8048594 | -. 4363307 |
| 2012 | -. 4580801 | . 0943114 | -4.86 | 0.000 | -. 6475102 | -. 26865 |
| 2013 | -. 3334004 | . 1123036 | -2.97 | 0.005 | -. 5589689 | -. 107832 |
| 2014 | -. 3123809 | .1080275 | -2.89 | 0.006 | -. 5293606 | -. 0954012 |
| 2015 | -. 1079854 | .1000702 | -1.08 | 0.286 | -. 3089823 | . 0930115 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0547118 | . 1638977 | 0.33 | 0.740 | -. 2744864 | . 3839101 |
| 12000 | . 1803144 | . 2093944 | 0.86 | 0.393 | -. 2402666 | . 6008955 |
| 12001 | . 3028908 | . 1634299 | 1.85 | 0.070 | -. 0253678 | . 6311494 |
| 12002 | . 0409915 | .1745163 | 0.23 | 0.815 | -. 3095348 | . 3915179 |
| 12003 | .0967179 | .1751743 | 0.55 | 0.583 | -. 25513 | . 4485657 |
| 12004 | -. 0252569 | . 206866 | -0.12 | 0.903 | -. 4407594 | . 3902456 |
| 12005 | -. 0905316 | . 1230036 | -0.74 | 0.465 | -. 3375916 | . 1565284 |
| 12006 | . 2791184 | . 1819807 | 1.53 | 0.131 | -. 0864007 | . 6446374 |
| 12007 | -. 0139707 | . 1212507 | -0.12 | 0.909 | -. 2575099 | . 2295685 |
| 12008 | -. 072598 | . 1794016 | -0.40 | 0.687 | -. 4329368 | . 2877408 |
| 12009 | -. 3837045 | . 1688196 | -2.27 | 0.027 | -. 7227887 | -. 0446203 |
| 12010 | -. 7112766 | .1574279 | -4.52 | 0.000 | -1.02748 | -. 3950733 |
| 12011 | -. 6682303 | . 1415264 | -4.72 | 0.000 | -. 9524945 | -. 3839662 |
| 12012 | -. 6789879 | . 1583288 | -4.29 | 0.000 | -. 9970007 | -. 3609751 |
| 12013 | -. 6952195 | . 1585548 | -4.38 | 0.000 | -1.013686 | -. 3767529 |
| 12014 | -. 558577 | . 1767366 | -3.16 | 0.003 | -. 913563 | -. 203591 |
| 12015 | -. 5857108 | .1401723 | -4.18 | 0.000 | -. 8672551 | -. 3041666 |
| _cons | 29.12193 | . 3913043 | 74.42 | 0.000 | 28.33597 | 29.90789 |

Specification (5), Exogenous-wage, Method 4, Restricted sample

| Linear regression | Number of obs | $=$ | 64,196 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(50,50)$ | = |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.1559 |
|  | Root MSE | = | 10.443 |

(Std. Err. adjusted for 51 clusters in state)


| migrant | 4.862485 | 1.559428 | 3.12 | 0.003 | 1.730282 | 7.994687 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| post911entry | -. 4744543 | . 2005402 | -2.37 | 0.022 | -. 8772511 | -. 0716575 |
| post911ent~t | . 7058834 | . 3064498 | 2.30 | 0.025 | . 0903609 | 1.321406 |
| yearseduc | . 3369072 | .0471066 | 7.15 | 0.000 | . 2422907 | . 4315236 |
| migrantyea~c | -. 2741854 | . 0500017 | -5.48 | 0.000 | -. 3746168 | -. 173754 |
| exp | . 7299332 | . 0239431 | 30.49 | 0.000 | . 681842 | . 7780244 |
| migrantexp | -. 1800334 | . 0327354 | -5.50 | 0.000 | -. 2457844 | -. 1142824 |
| exp_sq | -. 0134231 | . 000517 | -25.96 | 0.000 | -. 0144615 | -. 0123846 |
| migrantexp~q | . 0045431 | .0006266 | 7.25 | 0.000 | . 0032845 | . 0058018 |
| female | -3.24429 | . 1737794 | -18.67 | 0.000 | -3.593336 | -2.895244 |
| migrantfem~e | -2.01355 | . 3164998 | -6.36 | 0.000 | -2.649258 | -1.377841 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | 1.844561 | . 2073559 | 8.90 | 0.000 | 1.428075 | 2.261048 |
| Hispanic | 1.476984 | . 4229279 | 3.49 | 0.001 | . 6275079 | 2.326459 |
| Asian | 1.183747 | . 4640591 | 2.55 | 0.014 | . 2516569 | 2.115837 |
| Other | 2.050734 | . 5008465 | 4.09 | 0.000 | 1.044754 | 3.056714 |
|  |  |  |  |  |  |  |
| migrant <br> wbhao |  |  |  |  |  |  |
| 1\#Black | -2.611444 | . 5447466 | -4.79 | 0.000 | -3.7056 | -1.517289 |
| 1\#Hispanic | -. 233866 | . 5213936 | -0.45 | 0.656 | -1.281116 | . 813384 |
| 1\#Asian | -1.373423 | . 4800335 | -2.86 | 0.006 | -2.337598 | -. 4092469 |
| 1\#Other | -1.916329 | 3.556494 | -0.54 | 0.592 | -9.059757 | 5.227099 |
| years_sinc~l | -. 2400588 | . 0638536 | -3.76 | 0.000 | -. 3683125 | -. 1118051 |
| rural | . 265205 | . 2243661 | 1.18 | 0.243 | -. 1854476 | . 7158576 |
| migrantrural | .131895 | . 7165647 | 0.18 | 0.855 | -1.307368 | 1.571158 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | 1.219461 | . 3456489 | 3.53 | 0.001 | . 5252043 | 1.913717 |
| 2000 | . 6636043 | . 4265697 | 1.56 | 0.126 | -. 1931861 | 1.520395 |
| 2001 | . 2620931 | . 3986166 | 0.66 | 0.514 | -. 5385519 | 1.062738 |
| 2002 | . 3877759 | . 3283617 | 1.18 | 0.243 | -. 271758 | 1.04731 |
| 2003 | . 8196097 | . 4006928 | 2.05 | 0.046 | . 0147946 | 1.624425 |
| 2004 | -. 023011 | . 4673798 | -0.05 | 0.961 | -. 9617711 | . 915749 |
| 2005 | . 1064226 | . 3605945 | 0.30 | 0.769 | -. 6178527 | . 8306978 |
| 2006 | .1425196 | . 3714747 | 0.38 | 0.703 | -. 6036094 | . 8886485 |
| 2007 | . 8349755 | . 4765047 | 1.75 | 0.086 | -. 1221124 | 1.792063 |
| 2008 | . 5052864 | . 3609594 | 1.40 | 0.168 | -. 219722 | 1.230295 |
| 2009 | -. 0094584 | . 3997338 | -0.02 | 0.981 | -. 8123475 | . 7934306 |
| 2010 | -. 7509128 | . 328823 | -2.28 | 0.027 | -1.411373 | -. 0904525 |
| 2011 | -. 1903871 | . 4463836 | -0.43 | 0.672 | -1.086975 | . 7062007 |
| 2012 | -. 4587554 | . 4190898 | -1.09 | 0.279 | -1.300522 | . 3830112 |
| 2013 | -. 5941699 | . 493381 | -1.20 | 0.234 | -1.585155 | . 396815 |
| 2014 | -. 2283631 | . 5353873 | -0.43 | 0.672 | -1.30372 | . 8469939 |
| 2015 | -. 3468096 | . 3923835 | -0.88 | 0.381 | -1.134935 | . 4413159 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 2986504 | 1.027536 | 0.29 | 0.773 | -1.765217 | 2.362518 |
| 12000 | . 5524168 | 1.019351 | 0.54 | 0.590 | -1.49501 | 2.599843 |
| 12001 | . 8724095 | . 9015698 | 0.97 | 0.338 | -. 9384467 | 2.683266 |
| 12002 | 1.366114 | . 7839287 | 1.74 | 0.088 | -. 2084535 | 2.940681 |
| 12003 | . 3629974 | . 8153792 | 0.45 | 0.658 | -1.27474 | 2.000735 |
| 12004 | . 9244086 | 1.039899 | 0.89 | 0.378 | -1.164291 | 3.013108 |
| 12005 | 1.144443 | 1.063278 | 1.08 | 0.287 | -. 9912129 | 3.280099 |
| 12006 | 2.107812 | 1.073745 | 1.96 | 0.055 | -. 0488687 | 4.264493 |
| 12007 | . 8720363 | 1.018633 | 0.86 | 0.396 | -1.173949 | 2.918021 |
| 12008 | 2.023594 | 1.110669 | 1.82 | 0.074 | -. 2072509 | 4.254439 |


| 12009 | 1.006003 | 1.141452 | 0.88 | 0.382 | -1.286672 | 3.298677 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12010 | 1.358222 | 1.14623 | 1.18 | 0.242 | -. 9440497 | 3.660493 |
| 12011 | . 7970806 | 1.204689 | 0.66 | 0.511 | -1.622608 | 3.21677 |
| 12012 | 2.106687 | 1.183911 | 1.78 | 0.081 | -. 2712673 | 4.484642 |
| 12013 | 1.928979 | 1.388375 | 1.39 | 0.171 | -. 8596535 | 4.717612 |
| 12014 | 2.298888 | 1.338393 | 1.72 | 0.092 | -. 3893536 | 4.987129 |
| 12015 | 3.015695 | 1.436925 | 2.10 | 0.041 | . 1295466 | 5.901843 |
| entry_year | . 2023859 | . 0696911 | 2.90 | 0.005 | . 0624072 | . 3423646 |
| entry_year~q | -. 0001002 | . 0000348 | -2.88 | 0.006 | -. 0001701 | -. 0000304 |
| _cons | 23.65937 | . 7066628 | 33.48 | 0.000 | 22.24 | 25.07875 |

Specification (5), Exogenous-wage, Method 4, Full sample

| Number of obs | $=$ | $1,376,334$ |
| :--- | :--- | ---: |
| $\mathrm{~F}(50,50)$ | $=$ | . |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.1322 |
| Root MSE | $=$ | 9.8017 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | P>\|t| | [95\% Con | Interval] |
| migrant | 2.391434 | . 3867005 | 6.18 | 0.000 | 1.614723 | 3.168144 |
| post911entry | -. 9539205 | . 0727689 | -13.11 | 0.000 | -1.100081 | -. 8077599 |
| post911ent~t | . 7674041 | . 1510726 | 5.08 | 0.000 | . 4639659 | 1.070842 |
| minwageocc | -4.675803 | . 1385845 | -33.74 | 0.000 | -4.954158 | -4.397448 |
| mi~c_migrant | 3.168528 | . 1899415 | 16.68 | 0.000 | 2.787019 | 3.550037 |
| minwägeo~911 | -1.206426 | . 1822216 | -6.62 | 0.000 | -1.572429 | -. 8404229 |
| mi~1_migrant | 1.439535 | . 2965005 | 4.86 | 0.000 | . 8439966 | 2.035074 |
| hsgrad | 2.090316 | . 1151399 | 18.15 | 0.000 | 1.859051 | 2.321582 |
| assocgrad | 2.566192 | . 1221366 | 21.01 | 0.000 | 2.320873 | 2.81151 |
| bachgrad | 4.208134 | . 1225875 | 34.33 | 0.000 | 3.96191 | 4.454358 |
| mastgrad | 5.115665 | . 161594 | 31.66 | 0.000 | 4.791094 | 5.440236 |
| doctorgrad | 8.376244 | . 2437437 | 34.36 | 0.000 | 7.88667 | 8.865818 |
| migranthsg~d | -1.550453 | . 1383832 | -11.20 | 0.000 | -1.828403 | -1.272502 |
| migrantass~d | -1.658515 | . 1994963 | -8.31 | 0.000 | -2.059215 | -1.257815 |
| migrantbac~d | -1.967229 | . 203149 | -9.68 | 0.000 | -2.375266 | -1.559192 |
| migrantmas~d | -1.992388 | . 2608107 | -7.64 | 0.000 | -2.516241 | -1.468534 |
| migrantdoc~d | -1.406372 | . 2512323 | -5.60 | 0.000 | -1.910987 | -. 9017576 |
| exp | . 5600377 | . 0100016 | 55.99 | 0.000 | . 5399489 | . 5801264 |
| migrantexp | -. 2066917 | . 0138307 | -14.94 | 0.000 | -. 2344714 | -. 178912 |
| exp_sq | -. 0108581 | . 0001855 | -58.54 | 0.000 | -. 0112307 | -. 0104856 |
| migrantexp~q | . 0045693 | . 0002607 | 17.53 | 0.000 | . 0040457 | . 0050929 |
| female | -4.751456 | . 1078956 | -44.04 | 0.000 | -4.968171 | -4.534741 |
| migrantfem~e | . 756341 | . 1038912 | 7.28 | 0.000 | . 5476693 | . 9650126 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0280889 | . 0766076 | 0.37 | 0.715 | -. 1257821 | . 1819598 |
| Hispanic | . 0529324 | . 2365728 | 0.22 | 0.824 | -. 4222379 | . 5281028 |
| Asian | -. 3805477 | . 2758284 | -1.38 | 0.174 | -. 9345654 | . 1734699 |
| Other | . 2537584 | . 1555787 | 1.63 | 0.109 | -. 0587307 | . 5662475 |


| migrant\# wbhao |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1\#Black | -. 3656561 | . 1492027 | -2.45 | 0.018 | -. 6653385 | -. 0659738 |
| 1\#Hispanic | -. 300016 | . 1845401 | -1.63 | 0.110 | -. 6706756 | . 0706436 |
| 1\#Asian | -. 3466199 | . 2891075 | -1.20 | 0.236 | -. 9273093 | . 2340696 |
| 1\#Other | -. 7439118 | . 4213459 | -1.77 | 0.084 | -1.59021 | . 1023864 |
| years_sinc~l | -. 0155294 | . 012921 | -1.20 | 0.235 | -. 041482 | . 0104233 |
| rural | . 2429947 | . 0895305 | 2.71 | 0.009 | . 0631674 | . 4228219 |
| migrantrural | . 7360682 | . 266616 | 2.76 | 0.008 | . 2005543 | 1.271582 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1054759 | . 0661234 | 1.60 | 0.117 | -. 0273368 | . 2382886 |
| 2000 | . 1249585 | . 0887666 | 1.41 | 0.165 | -. 0533345 | . 3032514 |
| 2001 | . 063909 | . 0968243 | 0.66 | 0.512 | -. 1305684 | . 2583865 |
| 2002 | -. 1209357 | . 0749309 | -1.61 | 0.113 | -. 2714388 | . 0295675 |
| 2003 | -. 2827658 | . 080981 | -3.49 | 0.001 | -. 4454209 | -. 1201108 |
| 2004 | -. 3122477 | . 1020414 | -3.06 | 0.004 | -. 517204 | -. 1072914 |
| 2005 | -. 1864735 | . 0883908 | -2.11 | 0.040 | -. 3640116 | -. 0089353 |
| 2006 | -. 0728634 | . 1033891 | -0.70 | 0.484 | -. 2805265 | . 1347998 |
| 2007 | . 016719 | . 084525 | 0.20 | 0.844 | -. 1530543 | . 1864924 |
| 2008 | . 0005398 | . 0940167 | 0.01 | 0.995 | -. 1882982 | . 1893778 |
| 2009 | -. 3024404 | . 0902761 | -3.35 | 0.002 | -. 4837654 | -. 1211155 |
| 2010 | -. 6344415 | . 093391 | -6.79 | 0.000 | -. 8220229 | -. 4468602 |
| 2011 | -. 6247954 | . 090729 | -6.89 | 0.000 | -. 8070299 | -. 4425609 |
| 2012 | -. 4641344 | . 0931643 | -4.98 | 0.000 | -. 6512605 | -. 2770083 |
| 2013 | -. 3386081 | . 1122681 | -3.02 | 0.004 | -. 5641053 | -. 113111 |
| 2014 | -. 3311137 | . 1076842 | -3.07 | 0.003 | -. 5474038 | -. 1148236 |
| 2015 | -. 1260102 | .1002593 | -1.26 | 0.215 | -. 327387 | . 0753667 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0960171 | . 1586051 | 0.61 | 0.548 | -. 2225506 | . 4145847 |
| 12000 | . 2635096 | . 2222047 | 1.19 | 0.241 | -. 1828016 | . 7098208 |
| 12001 | . 3983773 | . 1606558 | 2.48 | 0.017 | .0756907 | . 7210639 |
| 12002 | . 1646397 | . 1699157 | 0.97 | 0.337 | -. 176646 | . 5059254 |
| 12003 | . 2415181 | . 1753642 | 1.38 | 0.175 | -. 1107113 | . 5937474 |
| 12004 | . 1534792 | . 2117436 | 0.72 | 0.472 | -. 2718204 | . 5787787 |
| 12005 | . 1306408 | . 1539514 | 0.85 | 0.400 | -. 1785798 | . 4398613 |
| 12006 | . 5024871 | . 2056022 | 2.44 | 0.018 | . 089523 | . 9154512 |
| 12007 | . 2730179 | . 1667896 | 1.64 | 0.108 | -. 0619889 | . 6080247 |
| 12008 | . 2290154 | . 2163218 | 1.06 | 0.295 | -. 2054798 | . 6635107 |
| 12009 | -. 0557309 | . 2139386 | -0.26 | 0.796 | -. 4854392 | . 3739774 |
| 12010 | -. 3278151 | . 2103866 | -1.56 | 0.126 | -. 7503891 | . 0947589 |
| 12011 | -. 2379888 | . 1998705 | -1.19 | 0.239 | -. 6394404 | .1634629 |
| 12012 | -. 2374414 | . 2329033 | -1.02 | 0.313 | -. 7052415 | . 2303586 |
| 12013 | -. 2425213 | . 2497181 | -0.97 | 0.336 | -. 7440949 | . 2590523 |
| 12014 | -. 0820623 | . 2708009 | -0.30 | 0.763 | -. 6259819 | . 4618573 |
| 12015 | -. 0926454 | . 2341776 | -0.40 | 0.694 | -. 5630051 | . 3777142 |
|  |  |  |  |  |  |  |
| entry_year | . 0297507 | . 0138171 | 2.15 | 0.036 | . 0019983 | . 0575031 |
| entry_year~q | -. 0000149 | $6.89 \mathrm{e}-06$ | -2.16 | 0.036 | -. 0000287 | -1.02e-06 |
| _cons | 34.48952 | . 2334487 | 147.74 | 0.000 | 34.02062 | 34.95841 |

Specification (6), Exogenous-wage, Method 4, Restricted sample


| migrant\#year |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 11999 | . 0972596 | 1.006906 | 0.10 | 0.923 | -1.92517 | 2.119689 |
| 12000 | . 1433203 | 1.002306 | 0.14 | 0.887 | -1.869871 | 2.156512 |
| 12001 | . 3307253 | . 8494988 | 0.39 | 0.699 | -1.375543 | 2.036994 |
| 12002 | . 6848782 | . 6689405 | 1.02 | 0.311 | -. 6587283 | 2.028485 |
| 12003 | -. 5106533 | . 7348915 | -0.69 | 0.490 | -1.986726 | . 9654197 |
| 12004 | -. 0318106 | . 9054982 | -0.04 | 0.972 | -1.850557 | 1.786936 |
| 12005 | . 0880075 | . 8453995 | 0.10 | 0.918 | -1.610027 | 1.786042 |
| 12006 | . 8924254 | . 8543099 | 1.04 | 0.301 | -. 8235066 | 2.608357 |
| 12007 | -. 6787933 | . 8776766 | -0.77 | 0.443 | -2.441659 | 1.084072 |
| 12008 | . 424374 | . 9017202 | 0.47 | 0.640 | -1.386784 | 2.235532 |
| 12009 | -1.027557 | . 9723386 | -1.06 | 0.296 | -2.980557 | . 9254426 |
| 12010 | -. 8755281 | . 7836399 | -1.12 | 0.269 | -2.449515 | . 6984589 |
| 12011 | -1.4418 | . 7633206 | -1.89 | 0.065 | -2.974974 | . 091375 |
| 12012 | -. 2711369 | . 8395574 | -0.32 | 0.748 | -1.957438 | 1.415164 |
| 12013 | -. 7336392 | 1.122637 | -0.65 | 0.516 | -2.988522 | 1.521243 |
| 12014 | -. 5686171 | . 9619132 | -0.59 | 0.557 | -2.500677 | 1.363442 |
| 12015 | -. 2013664 | . 8891241 | -0.23 | 0.822 | -1.987225 | 1.584492 |
| _cons | 23.77806 | . 7105358 | 33.46 | 0.000 | 22.35091 | 25.20521 |

Specification (6), Exogenous-wage, Method 4, Full sample

| Linear regression | Number of obs |  | 1,365,655 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F |  |  |
|  | R -squared |  | 0.1319 |
|  | Root MSE | $=$ | 9.7955 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 3.396626 | . 3906225 | 8.70 | 0.000 | 2.612038 | 4.181215 |
| post911entry | -. 9529985 | .072756 | -13.10 | 0.000 | -1.099133 | -. 8068638 |
| post911ent~t | . 5137671 | . 1336313 | 3.84 | 0.000 | . 2453608 | . 7821734 |
| minwageocc | -4.676143 | . 1384434 | -33.78 | 0.000 | -4.954214 | -4.398071 |
| mi~c_migrant | 3.344539 | .1941446 | 17.23 | 0.000 | 2.954588 | 3.73449 |
| minwageo~911 | -1.206421 | . 1821417 | -6.62 | 0.000 | -1.572264 | -. 8405786 |
| mi~1_migrant | 1.193919 | . 3028389 | 3.94 | 0.000 | . 5856491 | 1.802189 |
| hsgrad | 2.090629 | . 11513 | 18.16 | 0.000 | 1.859384 | 2.321875 |
| assocgrad | 2.566522 | . 1220465 | 21.03 | 0.000 | 2.321384 | 2.811659 |
| bachgrad | 4.208296 | .1225286 | 34.35 | 0.000 | 3.962191 | 4.454402 |
| mastgrad | 5.115812 | . 161655 | 31.65 | 0.000 | 4.791118 | 5.440505 |
| doctorgrad | 8.376224 | . 2435375 | 34.39 | 0.000 | 7.887065 | 8.865383 |
| migranthsg~d | -1.510642 | . 1381149 | -10.94 | 0.000 | -1.788054 | -1.23323 |
| migrantass~d | -1.776893 | . 2088904 | -8.51 | 0.000 | -2.196462 | -1.357324 |
| migrantbac~d | -2.190373 | . 2242415 | -9.77 | 0.000 | -2.640775 | -1.73997 |
| migrantmas~d | -2.301867 | . 2566383 | -8.97 | 0.000 | -2.81734 | -1.786394 |
| migrantdoc~d | -1.91929 | . 2566593 | -7.48 | 0.000 | -2.434806 | -1.403775 |
| exp | . 5600015 | . 0099985 | 56.01 | 0.000 | . 539919 | . 580084 |
| migrantexp | -. 2692812 | . 0168371 | -15.99 | 0.000 | -. 3030995 | -. 235463 |
| exp_sq | -. 0108573 | . 0001854 | -58.56 | 0.000 | -. 0112297 | -. 0104848 |
| migrantexp~q | .0056199 | .0003008 | 18.68 | 0.000 | .0050157 | . 0062241 |
| female | -4.75142 | . 1078962 | -44.04 | 0.000 | -4.968136 | -4.534704 |


| migrantfem~e <br> 1.migrant | . 6962482 | . 1081525 | 6.44 | 0.000 | . 4790174 | . 9134789 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0279365 | . 0766086 | 0.36 | 0.717 | -. 1259365 | . 1818095 |
| Hispanic | . 0449415 | .2330198 | 0.19 | 0.848 | -. 4230926 | . 5129756 |
| Asian | -. 3967671 | .2763026 | -1.44 | 0.157 | -. 9517371 | . 158203 |
| Other | . 2541076 | . 1555386 | 1.63 | 0.109 | -. 0583009 | . 5665162 |
|  |  |  |  |  |  |  |
| migrant\#\| |  |  |  |  |  |  |
| 1\#Black | -. 46977 | .1351036 | -3.48 | 0.001 | -. 7411335 | -. 1984065 |
| 1\#Hispanic | -. 4979505 | .1664774 | -2.99 | 0.004 | -. 8323302 | -. 1635707 |
| 1\#Asian | -. 3464843 | .2557109 | -1.35 | 0.182 | -. 8600947 | .1671262 |
| 1\#Other | -. 7573739 | . 451862 | -1.68 | 0.100 | -1.664965 | . 1502177 |
|  |  |  |  |  |  |  |
| years_sinc~1 | . 0109523 | . 0022984 | 4.77 | 0.000 | . 0063359 | . 0155688 |
| - rural | . 2433007 | .0895336 | 2.72 | 0.009 | . 0634672 | . 4231342 |
| migrantrural | . 7329204 | .2768724 | 2.65 | 0.011 | .1768058 | 1.289035 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1050837 | . 0661075 | 1.59 | 0.118 | -. 027697 | . 2378645 |
| 2000 | . 1239989 | .0886867 | 1.40 | 0.168 | -. 0541336 | . 3021314 |
| 2001 | . 0624687 | .0965481 | 0.65 | 0.521 | -. 1314539 | . 2563912 |
| 2002 | -. 12273 | .0747976 | -1.64 | 0.107 | -. 2729653 | . 0275054 |
| 2003 | -. 2848814 | .0808327 | -3.52 | 0.001 | -. 4472387 | -. 1225241 |
| 2004 | -. 3148931 | .1018908 | -3.09 | 0.003 | -. 5195467 | -. 1102395 |
| 2005 | -. 1896175 | . 0881451 | -2.15 | 0.036 | -. 3666622 | -. 0125728 |
| 2006 | -. 076511 | .1032215 | -0.74 | 0.462 | -. 2838374 | .1308155 |
| 2007 | . 012627 | .0842476 | 0.15 | 0.881 | -. 1565894 | .1818433 |
| 2008 | -. 0041168 | .0936296 | -0.04 | 0.965 | -. 1921775 | . 1839439 |
| 2009 | -. 3075048 | . 0897402 | -3.43 | 0.001 | -. 4877534 | -. 1272563 |
| 2010 | -. 6399513 | . 0934758 | -6.85 | 0.000 | -. 827703 | -. 4521996 |
| 2011 | -. 6307601 | .0903526 | -6.98 | 0.000 | -. 8122386 | -. 4492816 |
| 2012 | -. 470572 | .0925116 | -5.09 | 0.000 | -. 656387 | -. 2847571 |
| 2013 | -. 3456288 | . 1119758 | -3.09 | 0.003 | -. 5705388 | -. 1207188 |
| 2014 | -. 3384039 | .1073492 | -3.15 | 0.003 | -. 554021 | -. 1227867 |
| 2015 | -. 1340647 | .0994389 | -1.35 | 0.184 | -. 3337936 | . 0656641 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0675603 | . 1606491 | 0.42 | 0.676 | -. 255113 | . 3902335 |
| 12000 | . 21531 | .2144026 | 1.00 | 0.320 | -. 2153304 | . 6459503 |
| 12001 | . 3210954 | .1646185 | 1.95 | 0.057 | -. 0095507 | . 6517415 |
| 12002 | . 0980751 | .1684551 | 0.58 | 0.563 | -. 240277 | . 4364272 |
| 12003 | . 2120643 | .1580228 | 1.34 | 0.186 | -. 105334 | . 5294625 |
| 12004 | .1562427 | .2018178 | 0.77 | 0.442 | -. 2491203 | . 5616056 |
| 12005 | . 1544744 | .1293694 | 1.19 | 0.238 | -. 1053718 | . 4143206 |
| 12006 | . 5143401 | .1803792 | 2.85 | 0.006 | .1520378 | . 8766423 |
| 12007 | . 2236009 | .1207658 | 1.85 | 0.070 | -. 0189644 | . 4661662 |
| 12008 | . 0952587 | .1643087 | 0.58 | 0.565 | -. 234765 | . 4252824 |
| 12009 | -. 1342338 | .1626493 | -0.83 | 0.413 | -. 4609245 | . 1924569 |
| 12010 | -. 5079693 | .1531942 | -3.32 | 0.002 | -. 8156688 | -. 2002697 |
| 12011 | -. 4235063 | .1303281 | -3.25 | 0.002 | -. 6852781 | -. 1617346 |
| 12012 | -. 4861706 | .1517726 | -3.20 | 0.002 | -. 7910148 | -. 1813263 |
| 12013 | -. 5217638 | .1697644 | -3.07 | 0.003 | -. 8627457 | -. 1807819 |
| 12014 | -. 3170741 | .1814989 | -1.75 | 0.087 | -. 6816253 | . 047477 |
| 12015 | -. 306252 | .1467518 | -2.09 | 0.042 | -. 6010116 | -. 0114924 |
|  |  |  |  |  |  |  |
| _cons | 34.49263 | .2331845 | 147.92 | 0.000 | 34.02427 | 34.961 |



| hispagri_mi~t | .0808789 | .0377403 | 2.14 | 0.037 | .0050753 | .1566824 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| hispagri_~911 | .2686155 | .0479796 | 5.60 | 0.000 | .1722456 | .3649853 |
| hispagri_po~t | -.239224 | .0619658 | -3.86 | 0.000 | -.363686 | -.1147619 |
| _cons | 2.983354 | .0190407 | 156.68 | 0.000 | 2.945109 | 3.021598 |


| Linear regression | Number of obs | $=1,376,334$ |  |
| :--- | :--- | :--- | :--- |
|  | F (7, 50) | $=$ | 353.94 |
|  | Prob $>\mathrm{F}$ | $=$ | 0.0000 |
|  | R-squared | $=$ | 0.0239 |
|  | Root MSE | $=$ | 10.395 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 6910483 | . 1741035 | -3.97 | 0.000 | -1.040745 | -. 3413511 |
| post911entry | -5.021516 | . 142101 | -35.34 | 0.000 | -5.306934 | -4.736098 |
| post911entr~t | 3.969871 | . 1673273 | 23.73 | 0.000 | 3.633784 | 4.305958 |
| hispagri | 1.668503 | . 3794808 | 4.40 | 0.000 | . 9062937 | 2.430713 |
| hispagri_mi~t | 1.04992 | . 4535037 | 2.32 | 0.025 | . 1390306 | 1.960809 |
| hispagri_~911 | 2.894198 | . 643165 | 4.50 | 0.000 | 1.602363 | 4.186033 |
| hispagri_po~t | -. 8342767 | . 9494047 | -0.88 | 0.384 | -2.741212 | 1.072659 |
| cons | 40.47101 | . 1179903 | 343.00 | 0.000 | 40.23402 | 40.708 |

Specification (2), Endogenous-wage, Method 1, Restricted sample

| Linear regression | Number of obs |  | 6,268 |
| :---: | :---: | :---: | :---: |
|  | F (9, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared |  | 0.0520 |
|  | Root MSE |  | . 58645 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust <br> Std. Err. | t | P> \| t | | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 1278133 | . 028011 | -4.56 | 0.000 | -. 184075 | -. 0715515 |
| post911entry | -. 0804071 | . 0386863 | -2.08 | 0.043 | -. 1581109 | -. 0027033 |
| post911ent~t | . 0120201 | . 0479159 | 0.25 | 0.803 | -. 0842218 | . 108262 |
| yearseduc | . 0222341 | . 0017738 | 12.53 | 0.000 | . 0186713 | . 025797 |
| exp | . 0128848 | . 0017488 | 7.37 | 0.000 | . 0093721 | . 0163974 |
| exp_sq | -. 0001587 | . 0000283 | -5.60 | 0.000 | -. 0002156 | -. 0001018 |
| female | -. 1402748 | . 0259022 | -5.42 | 0.000 | -. 1923009 | -. 0882487 |
| white | 0 | (omitted) |  |  |  |  |
| black | 0 | (omitted) |  |  |  |  |
| asian | 0 | (omitted) |  |  |  |  |
| hispanic | 0 | (omitted) |  |  |  |  |
| years_sinc~l | . 0058398 | . 0008929 | 6.54 | 0.000 | . 0040463 | . 0076332 |
| rural | -. 0740167 | . 0216028 | -3.43 | 0.001 | -. 1174073 | -. 0306261 |
| year | 2.159553 | 1.735121 | 1.24 | 0.219 | -1.325539 | 5.644646 |
| year_sq | -. 0005372 | . 0004323 | -1.24 | 0.220 | -. 0014055 | . 0003312 |
| _cons | -2168.381 | 1740.935 | -1.25 | 0.219 | -5665.151 | 1328.389 |



Specification (2), Endogenous-wage, Method 1, Full sample

| Linear regression | Number of obs |  | 1,375,615 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(18,50)$ |  |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.2734 |
|  | Root MSE | = | . 6217 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 0644349 | . 0153822 | -4.19 | 0.000 | -. 0953309 | -. 0335389 |
| post911entry | -. 0851638 | . 0053978 | -15.78 | 0.000 | -. 0960056 | -. 0743219 |
| post911entr~t | . 0200178 | . 0070417 | 2.84 | 0.006 | . 0058742 | . 0341615 |
| hispagri | -. 1701266 | . 0392392 | -4.34 | 0.000 | -. 2489409 | -. 0913122 |
| hispagri_mi~t | . 2399328 | . 0446595 | 5.37 | 0.000 | . 1502315 | . 329634 |
| hispagri_~ 911 | . 0386245 | . 0523769 | 0.74 | 0.464 | -. 0665775 | . 1438266 |
| hispagri_po~t | -. 0697456 | . 0438198 | -1.59 | 0.118 | -. 1577604 | . 0182691 |
| yearseduc | . 1055384 | . 0023019 | 45.85 | 0.000 | . 100915 | . 1101618 |
| exp | . 0400437 | . 0006907 | 57.97 | 0.000 | . 0386563 | . 041431 |
| exp_sq | -. 0006273 | . 0000129 | -48.75 | 0.000 | -. 0006531 | -. 0006014 |
| female | -. 2465545 | . 0050045 | -49.27 | 0.000 | -. 2566063 | -. 2365026 |
| white | . 1071785 | . 0121437 | 8.83 | 0.000 | . 0827871 | . 1315699 |
| black | -. 0513105 | . 0161096 | -3.19 | 0.002 | -. 0836677 | -. 0189534 |
| asian | . 1046886 | . 0208531 | 5.02 | 0.000 | . 062804 | . 1465732 |
| hispanic | . 0178247 | . 0197154 | 0.90 | 0.370 | -. 0217748 | . 0574242 |
| years_since~l | . 0022937 | . 0002577 | 8.90 | 0.000 | . 0017762 | . 0028112 |



Specification (3), Endogenous-wage, Method 1, Restricted sample


(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 184846 | . 4451692 | -0.42 | 0.680 | -1.078995 | . 7093027 |
| post911entry | -. 3451802 | . 6569186 | -0.53 | 0.602 | -1.66464 | . 9742795 |
| post911ent~t | 1.868354 | . 6016685 | 3.11 | 0.003 | . 659867 | 3.07684 |
| hsgrad | . 0290503 | . 3884741 | 0.07 | 0.941 | -. 751223 | . 8093235 |
| assocgrad | 2.666593 | 1.142288 | 2.33 | 0.024 | . 3722405 | 4.960946 |
| bachgrad | . 0632162 | 1.042568 | 0.06 | 0.952 | -2.030843 | 2.157275 |
| mastgrad | -. 0313941 | 1.114024 | -0.03 | 0.978 | -2.268977 | 2.206189 |
| doctorgrad | -5.542317 | 3.138158 | -1.77 | 0.083 | -11.84549 | . 7608591 |
| exp | . 2186775 | . 0519902 | 4.21 | 0.000 | . 1142521 | . 323103 |
| exp_sq | -. 003612 | . 0007921 | -4.56 | 0.000 | -. 0052029 | -. 0020211 |
| femăle | -4.087822 | . 6314769 | -6.47 | 0.000 | -5.356181 | -2.819463 |
| white | 0 | (omitted) |  |  |  |  |
| black | 0 | (omitted) |  |  |  |  |


| $\begin{array}{r} \text { asian } \\ \text { hispanic } \end{array}$ | 0 | (omitted) (omitted) |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| years_sinc~l | . 0390418 | . 0222432 | 1.76 | 0.085 | $-.0056349$ | . 0837185 |
| rural | 2.414182 | . 6515831 | 3.71 | 0.001 | 1.105438 | 3.722925 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 8100464 | . 7379912 | 1.10 | 0.278 | -. 6722526 | 2.292345 |
| 2000 | 1.160502 | . 5909196 | 1.96 | 0.055 | -. 026395 | 2.347399 |
| 2001 | . 8293243 | . 4207549 | 1.97 | 0.054 | -. 0157868 | 1.674435 |
| 2002 | -. 4575031 | . 6676943 | -0.69 | 0.496 | -1.798606 | . 8836003 |
| 2003 | . 6942152 | . 8533246 | 0.81 | 0.420 | -1.019738 | 2.408168 |
| 2004 | . 9715905 | 1.323766 | 0.73 | 0.466 | -1.687272 | 3.630453 |
| 2005 | 2.37915 | . 8248384 | 2.88 | 0.006 | . 7224136 | 4.035887 |
| 2006 | . 712139 | 1.043838 | 0.68 | 0.498 | -1.384472 | 2.80875 |
| 2007 | . 9446295 | . 9568693 | 0.99 | 0.328 | -. 977299 | 2.866558 |
| 2008 | -. 0812366 | . 6270895 | -0.13 | 0.897 | -1.340783 | 1.17831 |
| 2009 | . 4555419 | . 7743036 | 0.59 | 0.559 | -1.099693 | 2.010776 |
| 2010 | -. 877156 | . 7496429 | -1.17 | 0.248 | -2.382858 | . 628546 |
| 2011 | -. 6667562 | . 5965863 | -1.12 | 0.269 | -1.865035 | . 5315226 |
| 2012 | . 1022123 | . 9345766 | 0.11 | 0.913 | -1.77494 | 1.979365 |
| 2013 | 1.245782 | . 4797095 | 2.60 | 0.012 | . 2822569 | 2.209307 |
| 2014 | -. 368638 | . 5349684 | -0.69 | 0.494 | -1.443154 | . 7058777 |
| 2015 | . 9573508 | . 7097032 | 1.35 | 0.183 | -. 46813 | 2.382832 |
|  |  |  |  |  |  |  |
| cons | 39.20853 | . 8501775 | 46.12 | 0.000 | 37.5009 | 40.91616 |

Specification (3), Endogenous-wage, Method 1, Full sample

| Linear regression | Number of obs |  | 1,375,615 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(38,50)$ | $=$ | 5642.17 |
|  | Prob > F | = | 0.0000 |
|  | R -squared | = | 0.2867 |
|  | Root MSE | = | . 61599 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 1486573 | . 0156275 | -9.51 | 0.000 | -. 1800461 | -. 1172686 |
| post911entry | -. 0909 | . 0070764 | -12.85 | 0.000 | -. 1051134 | -. 0766866 |
| post911entr~t | . 0184565 | . 0075521 | 2.44 | 0.018 | .0032876 | . 0336253 |
| hispagri | -. 2265389 | . 0280537 | -8.08 | 0.000 | -. 2828864 | -. 1701914 |
| hispagri_mi~t | . 0618565 | . 0237085 | 2.61 | 0.012 | . 0142366 | . 1094765 |
| hispagri-~911 | . 1254768 | . 0458898 | 2.73 | 0.009 | . 0333045 | . 2176491 |
| hispagri_po~t | -. 1069514 | . 0478684 | -2. 23 | 0.030 | -. 203098 | -. 0108049 |
| hşgrad | . 2899978 | .0061949 | 46.81 | 0.000 | . 2775549 | . 3024407 |
| assocgrad | . 4805943 | . 007434 | 64.65 | 0.000 | . 4656627 | . 4955259 |
| bachgrad | . 7541151 | . 0104779 | 71.97 | 0.000 | . 7330697 | . 7751606 |
| mastgrad | . 9479411 | . 0154992 | 61.16 | 0.000 | . 91681 | . 9790722 |
| doctorgrad | 1.190902 | . 0132575 | 89.83 | 0.000 | 1.164274 | 1.217531 |
| exp | .0377616 | .0005992 | 63.02 | 0.000 | . 036558 | . 0389651 |
| exp_sq | -. 0006146 | .0000121 | -50.77 | 0.000 | -. 0006389 | -. 0005903 |
| femāle | -. 2426443 | . 0049097 | -49.42 | 0.000 | -. 2525058 | -. 2327828 |
| white | . 0876652 | .0116479 | 7.53 | 0.000 | . 0642697 | . 1110608 |
| black | -. 0496243 | . 0164021 | -3.03 | 0.004 | -. 0825689 | -. 0166798 |
| asian | . 0968508 | . 0206545 | 4.69 | 0.000 | .0553651 | . 1383365 |


(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust <br> Std. Err | t | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 4681034 | . 1053169 | -4.44 | 0.000 | -. 6796386 | -. 2565681 |
| post911entry | -1.286775 | . 0782062 | -16.45 | 0.000 | -1.443856 | -1.129693 |
| post911entr~t | . 7530427 | . 1330946 | 5.66 | 0.000 | . 4857142 | 1.020371 |
| hispagri | 2.24152 | . 2584999 | 8.67 | 0.000 | 1.722308 | 2.760733 |
| hispagri_mi~t | . 9882731 | . 3667494 | 2.69 | 0.010 | . 2516353 | 1.724911 |
| hispagri_~911 | 1.677939 | . 5495219 | 3.05 | 0.004 | . 5741921 | 2.781687 |
| hispagri_po~t | . 2026241 | . 7106687 | 0.29 | 0.777 | -1.224796 | 1.630044 |
| hsgrad | 1.82349 | . 1748488 | 10.43 | 0.000 | 1.472296 | 2.174684 |
| assocgrad | 2.45226 | . 1750916 | 14.01 | 0.000 | 2.100578 | 2.803941 |
| bachgrad | 4.135329 | . 1431606 | 28.89 | 0.000 | 3.847783 | 4.422876 |
| mastgrad | 5.040937 | . 1749722 | 28.81 | 0.000 | 4.689495 | 5.392379 |
| doctorgrad | 8.402136 | . 2807667 | 29.93 | 0.000 | 7.8382 | 8.966073 |
| exp | . 5464449 | . 0096458 | 56.65 | 0.000 | . 5270708 | . 565819 |
| exp_sq | -. 0103629 | . 0001728 | -59.99 | 0.000 | -. 0107099 | -. 0100159 |
| femāle | -4.732185 | . 1206969 | -39.21 | 0.000 | -4.974612 | -4.489758 |
| white | -. 1928541 | . 1569388 | -1.23 | 0.225 | -. 508075 | . 1223668 |
| black | -. 2236598 | . 1586773 | -1.41 | 0.165 | -. 5423725 | . 0950529 |
| asian | -. 8531545 | . 1780773 | -4.79 | 0.000 | -1.210833 | -. 4954757 |
| hispanic | -. 0962503 | . 2242079 | -0.43 | 0.670 | -. 5465851 | . 3540845 |
| years_since~l | . 0085056 | . 002578 | 3.30 | 0.002 | . 0033276 | . 0136836 |
| rural | . 2431342 | . 083611 | 2.91 | 0.005 | . 0751965 | . 4110718 |


| 1999 | .1128834 | .0596206 | 1.89 | 0.064 | -.006868 | .2326348 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| 2000 |  | .1424332 | .0877254 | 1.62 | 0.111 | -.0337683 |
| 2001 | .102042 | .0920742 | 1.11 | 0.273 | -.0828944 | .2869484 |
| 2002 | -.1261192 | .0691097 | -1.82 | 0.074 | -.2649301 | .0126917 |
| 2003 | -.2940161 | .0861843 | -3.41 | 0.001 | -.4671225 | -.1209098 |
| 2004 | -.3280337 | .1053055 | -3.12 | 0.003 | -.539546 | -.1165214 |
| 2005 | -.2119063 | .085456 | -2.48 | 0.017 | -.3835498 | -.0402628 |
| 2006 | -.0370427 | .0965395 | -0.38 | 0.703 | -.230948 | .1568626 |
| 2007 | -.0189301 | .0846945 | 0.22 | 0.824 | -.1511838 | .1890441 |
| 2008 | -.0189976 | .0831076 | -0.23 | 0.820 | -.1859241 | .147929 |
| 2009 | -.3719849 | .0799235 | -4.65 | 0.000 | -.532516 | -.2114539 |
| 2010 | -.7557826 | .0819631 | -9.22 | 0.000 | -.9204102 | -.5911549 |
| 2011 | -.7340569 | .0808743 | -9.08 | 0.000 | -.8964977 | -.5716161 |
| 2012 | -.5780272 | .0864422 | -6.69 | 0.000 | -.7516515 | -.404403 |
| 2013 | -.4546658 | .1007112 | -4.51 | 0.000 | -.6569501 | -.2523815 |
| 2014 | -.4057354 | .0994888 | -4.08 | 0.000 | -.6055646 | -.2059062 |
| 2015 | -.2042134 | .0919146 | -2.22 | 0.031 | -.3888293 | -.0195975 |
|  |  |  |  |  |  |  |
| cons | 34.72221 | .2297557 | 151.13 | 0.000 | 34.26073 | 35.18369 |

Specification (4), Endogenous-wage, Method 1, Restricted sample


| migrantrural | -. 0054723 | . 0511161 | -0.11 | 0.915 | -. 108142 | . 0971974 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1785315 | . 2312786 | 0.77 | 0.444 | -. 2860051 | . 6430682 |
| 2000 | . 1037366 | . 1710556 | 0.61 | 0.547 | -. 2398387 | . 4473119 |
| 2001 | . 0501627 | . 1796081 | 0.28 | 0.781 | -. 3105908 | . 4109161 |
| 2002 | .1960847 | . 2459122 | 0.80 | 0.429 | -. 2978445 | . 6900138 |
| 2003 | . 1654187 | . 1610826 | 1.03 | 0.309 | -. 1581252 | . 4889625 |
| 2004 | . 1737592 | . 1700897 | 1.02 | 0.312 | -. 1678761 | . 5153944 |
| 2005 | . 2345199 | . 1537373 | 1.53 | 0.133 | -. 0742706 | . 5433103 |
| 2006 | . 2499611 | . 2594441 | 0.96 | 0.340 | -. 2711478 | . 77107 |
| 2007 | . 1516054 | . 2333507 | 0.65 | 0.519 | -. 3170933 | . 620304 |
| 2008 | -. 0709908 | . 1374103 | -0.52 | 0.608 | -. 3469875 | . 2050059 |
| 2009 | .1236063 | . 1877616 | 0.66 | 0.513 | -. 2535239 | . 5007364 |
| 2010 | . 0786968 | . 2823518 | 0.28 | 0.782 | -. 4884234 | . 6458171 |
| 2011 | . 034483 | . 162382 | 0.21 | 0.833 | -. 2916708 | . 3606368 |
| 2012 | . 2532494 | . 1747137 | 1.45 | 0.153 | -. 0976734 | . 6041721 |
| 2013 | . 3066465 | . 2799611 | 1.10 | 0.279 | -. 2556719 | . 8689648 |
| 2014 | . 0877544 | . 1616845 | 0.54 | 0.590 | -. 2369985 | . 4125072 |
| 2015 | . 2877758 | . 1631684 | 1.76 | 0.084 | -. 0399576 | . 6155092 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 09093 | . 2595546 | -0.35 | 0.728 | -. 6122609 | . 4304008 |
| 12000 | .0016047 | . 2185848 | 0.01 | 0.994 | -. 4374358 | . 4406452 |
| 12001 | . 0871757 | . 2689792 | 0.32 | 0.747 | -. 4530849 | . 6274363 |
| 12002 | -. 0991855 | . 327711 | -0.30 | 0.763 | -. 7574124 | . 5590414 |
| 12003 | . 0451094 | . 1857334 | 0.24 | 0.809 | -. 3279471 | . 4181658 |
| 12004 | -. 0632631 | . 2252201 | -0.28 | 0.780 | -. 515631 | . 3891049 |
| 12005 | -. 0418896 | . 1591442 | -0.26 | 0.793 | -. 3615401 | . 2777609 |
| 12006 | -. 1565111 | . 3109842 | -0.50 | 0.617 | -. 7811413 | . 4681191 |
| 12007 | -. 1161142 | . 2711163 | -0.43 | 0.670 | -. 6606674 | . 4284391 |
| 12008 | . 1468669 | . 129869 | 1.13 | 0.263 | -. 1139826 | . 4077163 |
| 12009 | -. 076955 | . 2119902 | -0.36 | 0.718 | -. 5027499 | . 3488398 |
| 12010 | .1045203 | . 3120327 | 0.33 | 0.739 | -. 5222158 | . 7312563 |
| 12011 | . 0787242 | . 2216177 | 0.36 | 0.724 | -. 3664079 | . 5238564 |
| 12012 | -. 088259 | . 1944221 | -0.45 | 0.652 | -. 4787672 | . 3022493 |
| 12013 | -. 1564372 | . 2930154 | -0.53 | 0.596 | -. 7449761 | . 4321016 |
| 12014 | . 0867046 | . 2130084 | 0.41 | 0.686 | -. 3411353 | . 5145445 |
| 12015 | -. 2120743 | . 2062121 | -1.03 | 0.309 | -. 6262636 | . 202115 |
| _cons | 1.637074 | . 2029757 | 8.07 | 0.000 | 1.229385 | 2.044763 |
| Linear regression |  |  |  | Number of obs F(48, 50) |  | 6,274 |
|  |  |  |  |  |  | 12520.52 |
|  |  |  |  | F(48, 50) |  | 0.0000 |
|  |  |  |  | R -squared |  | 0.0607 |
|  |  |  |  | Root MSE |  | 9.4796 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 4.50035 | 1.316641 | 3.42 | 0.001 | 1.855798 | 7.144902 |
| post911entry | . 1356062 | . 7510462 | 0.18 | 0.857 | -1.372915 | 1. 644127 |
| post911ent~t | 1.5863 | . 8899697 | 1.78 | 0.081 | -. 2012564 | 3.373857 |
| yearseduc | . 2046974 | .0710975 | 2.88 | 0.006 | . 0618939 | . 3475009 |
| migrantyea~c | -. 1264833 | . 0846756 | -1.49 | 0.142 | -. 2965592 | . 0435926 |
| exp | . 2318983 | .0841519 | 2.76 | 0.008 | . 0628742 | . 4009225 |


| migrantexp | -. 0127689 | . 0788333 | -0.16 | 0.872 | -. 1711101 | .1455724 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| exp_sq | -. 0025817 | .0015266 | -1.69 | 0.097 | -. 005648 | .0004846 |
| migrantexp~q | -. 0009764 | . 0014292 | -0.68 | 0.498 | -. 003847 | .0018941 |
| female | -4.83725 | . 8403448 | -5.76 | 0.000 | -6.525133 | -3.149368 |
| migrantfem~e | . 9232599 | . 5810184 | 1.59 | 0.118 | -. 2437499 | 2.09027 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Hispanic | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| migrant\# |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| 1\#Hispanic | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| years_sinc~l | . 0432981 | . 0226176 | 1.91 | 0.061 | 0021307 | 088727 |
| rural | 1.337217 | . 8809589 | 1.52 | 0.135 | -. 4322408 | 3.106675 |
| migrantrural | 1.205066 | . 6112537 | 1.97 | 0.054 | -. 0226729 | 2.432805 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | 4.445067 | 1.634742 | 2.72 | 0.009 | 1.16159 | 7.728544 |
| 2000 | 3.488065 | 1.564948 | 2.23 | 0.030 | . 3447737 | 6.631356 |
| 2001 | 1.602332 | 1.567754 | 1.02 | 0.312 | -1.546595 | 4.751258 |
| 2002 | 2.113997 | 1.254858 | 1.68 | 0.098 | -. 4064596 | 4.634453 |
| 2003 | 1.843328 | 2.092005 | 0.88 | 0.382 | -2.358588 | 6.045243 |
| 2004 | 6.086759 | 3.266554 | 1.86 | 0.068 | -. 4743087 | 12.64783 |
| 2005 | 4.281941 | 1.292788 | 3.31 | 0.002 | 1.6853 | 6.878583 |
| 2006 | 4.287328 | 2.033551 | 2.11 | 0.040 | . 2028212 | 8.371835 |
| 2007 | 3.751086 | 1.642838 | 2.28 | 0.027 | . 4513496 | 7.050823 |
| 2008 | 2.05646 | 2.279607 | 0.90 | 0.371 | -2.522266 | 6.635186 |
| 2009 | 4.516293 | 1.142806 | 3.95 | 0.000 | 2.220899 | 6.811687 |
| 2010 | 3.113962 | 2.033897 | 1.53 | 0.132 | -. 9712414 | 7.199165 |
| 2011 | . 5845951 | 1.345446 | 0.43 | 0.666 | -2.117813 | 3.287003 |
| 2012 | 2.285158 | 1.234648 | 1.85 | 0.070 | -. 1947047 | 4.76502 |
| 2013 | 4.138476 | 1.512968 | 2.74 | 0.009 | 1.099589 | 7.177362 |
| 2014 | 2.805485 | 1.552381 | 1.81 | 0.077 | -. 3125651 | 5.923534 |
| 2015 | . 6341994 | 1.556605 | 0.41 | 0.685 | -2.492335 | 3.760733 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -4.5859 | 2.070951 | -2.21 | 0.031 | -8.745528 | -. 4262713 |
| 12000 | -2.8937 | 1.844696 | -1.57 | 0.123 | -6.598881 | . 8114811 |
| 12001 | -1.036152 | 1.626296 | -0.64 | 0.527 | -4.302664 | 2.23036 |
| 12002 | -3.223138 | 1.078353 | -2.99 | 0.004 | -5.389074 | $-1.057202$ |
| 12003 | -1.43935 | 2.006226 | -0.72 | 0.476 | -5.468974 | 2.590274 |
| 12004 | -6.050619 | 2.564941 | -2.36 | 0.022 | -11.20245 | -. 8987831 |
| 12005 | -2.475288 | 1.476303 | -1.68 | 0.100 | -5.44053 | . 4899534 |
| 12006 | -4.362684 | 1.938425 | -2.25 | 0.029 | -8.256125 | -. 4692437 |
| 12007 | -3.567638 | 1.79654 | -1.99 | 0.053 | -7.176096 | . 0408189 |
| 12008 | -2.860959 | 1.764573 | -1.62 | 0.111 | -6.405208 | . 6832912 |
| 12009 | -4.94631 | 1.635982 | -3.02 | 0.004 | -8.232277 | -1.660344 |
| 12010 | -4.944572 | 1.939936 | -2.55 | 0.014 | -8.841049 | -1.048096 |
| 12011 | -1.841968 | 1.312818 | -1.40 | 0.167 | -4.47884 | . 7949042 |
| 12012 | -2.945248 | 1.509694 | -1.95 | 0.057 | -5.977557 | . 0870612 |
| 12013 | -3.820794 | 1.751336 | -2.18 | 0.034 | -7.338457 | -. 3031319 |
| 12014 | -4.187879 | 2.002744 | -2.09 | 0.042 | -8.210507 | -. 1652498 |
| 12015 | -. 0002877 | 2.153264 | -0.00 | 1.000 | -4.325246 | 4.32467 |
|  |  |  |  |  |  |  |
| _cons | 34.42889 | 1.456532 | 23.64 | 0.000 | 31.50336 | 37.35442 |

Specification (4), Endogenous-wage, Method 1, Full sample

| Linear regression | Number of obs | $=$ | $1,375,615$ |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) | = | . |
|  | Prob > F | = | - |
|  | R-squared | = | 0.2798 |
|  | Root MSE | = | . 61895 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  | $P>\|t\|$ | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 756274 | . 0466762 | 16.20 | 0.000 | . 662522 | . 8500259 |
| post911entry | -. 0700326 | . 0039032 | -17.94 | 0.000 | -. 0778724 | -. 0621928 |
| post911entr~t | -. 012706 | .0065029 | -1.95 | 0.056 | -. 0257674 | . 0003554 |
| hispagri | -. 136432 | . 0415568 | -3.28 | 0.002 | -. 2199012 | -. 0529628 |
| hispagri_mi~t | . 0868001 | . 0549868 | 1.58 | 0.121 | -. 023644 | . 1972442 |
| hispagri_~911 | .0170011 | . 0528963 | 0.32 | 0.749 | -. 0892443 | . 1232464 |
| hispagri_po~t | -. 0322015 | . 0464288 | -0.69 | 0.491 | -. 1254566 | . 0610535 |
| yearseduc | .1190368 | .0016572 | 71.83 | 0.000 | . 1157082 | . 1223654 |
| migrantyear~c | -. 0468552 | .0030038 | -15.60 | 0.000 | -. 0528885 | -. 040822 |
| exp | .0428686 | .0009589 | 44.71 | 0.000 | .0409426 | . 0447946 |
| migrantexp | -. 0180519 | .0010445 | -17.28 | 0.000 | -. 0201498 | -. 0159539 |
| exp_sq | -. 0006862 | .0000188 | -36.46 | 0.000 | -. 0007241 | -. 0006484 |
| migrantexp_sq | .0003239 | .0000209 | 15.50 | 0.000 | .0002819 | . 0003658 |
| female | -. 2500924 | .0047962 | -52.14 | 0.000 | -. 2597257 | -. 240459 |
| migrantfemale | . 0174556 | . 0075175 | 2.32 | 0.024 | . 0023562 | . 0325549 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1518499 | . 0089582 | -16.95 | 0.000 | -. 169843 | -. 1338567 |
| Hispanic | -. 0764323 | . 0199271 | -3.84 | 0.000 | -. 116457 | -. 0364077 |
| Asian | . 013459 | .0145058 | 0.93 | 0.358 | -. 0156766 | . 0425947 |
| Other | -. 098624 | . 0118753 | -8.30 | 0.000 | -. 1224762 | -. 0747718 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | -. 0121485 | . 02044 | -0.59 | 0.555 | -. 0532034 | .0289064 |
| 1\#Hispanic | -. 1444235 | . 0230849 | -6.26 | 0.000 | -. 1907908 | -. 0980561 |
| 1\#Asian | -. 0196292 | . 0182197 | -1.08 | 0.286 | -. 0562246 | .0169662 |
| 1\#Other | . 0064684 | . 0493434 | 0.13 | 0.896 | -. 0926407 | . 1055775 |
| years_since~1 | . 0030332 | . 0003451 | 8.79 | 0.000 | . 0023401 | . 0037263 |
| rural | -. 1639237 | . 0122867 | -13.34 | 0.000 | -. 1886022 | -. 1392451 |
| migrantrural | . 0855772 | . 0213099 | 4.02 | 0.000 | . 0427751 | . 1283793 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 030152 | . 0049145 | 6.14 | 0.000 | . 0202809 | . 0400232 |
| 2000 | . 0408534 | . 0044427 | 9.20 | 0.000 | .03193 | . 0497768 |
| 2001 | . 0563617 | . 0054093 | 10.42 | 0.000 | . 0454968 | . 0672267 |
| 2002 | . 0626513 | . 0043404 | 14.43 | 0.000 | . 0539332 | . 0713693 |
| 2003 | . 0694801 | . 0047253 | 14.70 | 0.000 | . 059989 | . 0789713 |
| 2004 | . 0636754 | . 0046092 | 13.81 | 0.000 | . 0544175 | . 0729333 |
| 2005 | . 0508692 | .0039039 | 13.03 | 0.000 | . 043028 | . 0587104 |
| 2006 | . 0419336 | .0051909 | 8.08 | 0.000 | . 0315073 | . 0523599 |
| 2007 | . 0459058 | . 0080625 | 5.69 | 0.000 | . 0297118 | . 0620998 |
| 2008 | . 0522989 | . 0066232 | 7.90 | 0.000 | . 0389959 | . 065602 |
| 2009 | . 0365479 | . 0067845 | 5.39 | 0.000 | . 0229209 | . 0501749 |
| 2010 | . 0526705 | . 0062077 | 8.48 | 0.000 | . 040202 | . 065139 |


| 2011 | . 0362103 | . 0060188 | 6.02 | 0.000 | . 0241212 | . 0482995 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2012 | . 0230206 | . 0074496 | 3.09 | 0.003 | . 0080577 | . 0379835 |
| 2013 | . 0073823 | . 0071067 | 1.04 | 0.304 | -. 0068919 | . 0216564 |
| 2014 | . 0115185 | . 0094525 | 1.22 | 0.229 | -. 0074674 | . 0305045 |
| 2015 | . 0144357 | . 008281 | 1.74 | 0.087 | -. 0021971 | . 0310684 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0156731 | . 0088361 | -1.77 | 0.082 | -. 033421 | . 0020747 |
| 12000 | . 0112351 | . 0107333 | 1.05 | 0.300 | -. 0103233 | . 0327936 |
| 12001 | . 0265847 | . 0123313 | 2.16 | 0.036 | . 0018165 | . 0513529 |
| 12002 | . 0313543 | . 0069041 | 4.54 | 0.000 | . 017487 | . 0452217 |
| 12003 | . 0117831 | . 0130666 | 0.90 | 0.371 | -. 0144619 | . 0380281 |
| 12004 | . 0102436 | . 0130397 | 0.79 | 0.436 | -. 0159475 | . 0364347 |
| 12005 | . 0287528 | . 0116169 | 2.48 | 0.017 | . 0054197 | . 052086 |
| 12006 | . 0443172 | . 0102891 | 4.31 | 0.000 | . 0236509 | . 0649836 |
| 12007 | . 0385201 | . 0081505 | 4.73 | 0.000 | . 0221492 | . 0548909 |
| 12008 | . 0349016 | . 0092075 | 3.79 | 0.000 | . 0164079 | . 0533953 |
| 12009 | . 0305504 | . 0122748 | 2.49 | 0.016 | . 0058958 | . 055205 |
| 12010 | . 0370373 | . 0100027 | 3.70 | 0.001 | . 0169462 | . 0571283 |
| 12011 | . 0362051 | . 0112237 | 3.23 | 0.002 | . 0136617 | . 0587485 |
| 12012 | . 0398891 | . 0116278 | 3.43 | 0.001 | . 016534 | . 0632443 |
| 12013 | . 0531355 | . 0121466 | 4.37 | 0.000 | . 0287384 | . 0775326 |
| 12014 | . 0545694 | . 0122912 | 4.44 | 0.000 | . 0298818 | . 0792569 |
| 12015 | . 0449979 | . 0155692 | 2.89 | 0.006 | . 0137262 | . 0762696 |
|  |  |  |  |  |  |  |
| _cons | . 9192936 | . 0228431 | 40.24 | 0.000 | . 8734119 | . 9651753 |


| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(49,50)$ |  |  |
|  | Prob > F | = | . |
|  | R-squared | = | 0.1189 |
|  | Root MSE | = | 9.8766 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust <br> Std. Err. | t | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 6.375828 | . 5916084 | 10.78 | 0.000 | 5.187547 | 7.564108 |
| post911entry | -1.203509 | . 071585 | -16.81 | 0.000 | -1.347292 | -1.059726 |
| post911entr~t | . 9761974 | . 1353219 | 7.21 | 0.000 | . 7043953 | 1.247999 |
| hispagri | 2.917467 | . 2579093 | 11.31 | 0.000 | 2.399441 | 3.435493 |
| hispagri_mi~t | . 2668884 | . 4165515 | 0.64 | 0.525 | -. 56978 | 1.103557 |
| hispagri_~911 | 1.068186 | . 5830904 | 1.83 | 0.073 | -. 1029855 | 2.239358 |
| hispagri_po~t | . 8097867 | . 7425996 | 1.09 | 0.281 | -. 6817685 | 2.301342 |
| yearseduc | . 6327532 | . 0172479 | 36.69 | 0.000 | . 5981098 | . 6673967 |
| migrantyear~c | -. 340793 | . 0258415 | -13.19 | 0.000 | -. 3926972 | -. 2888888 |
| exp | . 6017142 | . 0109897 | 54.75 | 0.000 | . 5796407 | . 6237877 |
| migrantexp | -. 241604 | . 014649 | -16.49 | 0.000 | -. 2710274 | -. 2121805 |
| exp_sq | -. 0115299 | . 000205 | -56.25 | 0.000 | -. 0119416 | -. 0111181 |
| migrantexp_sq | . 0053846 | . 0002869 | 18.77 | 0.000 | . 0048084 | . 0059608 |
| female | -4.888233 | . 1136706 | -43.00 | 0.000 | -5.116547 | -4.659919 |
| migrantfemale | . 8155771 | . 1113924 | 7.32 | 0.000 | . 5918389 | 1.039315 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0779227 | . 0775415 | -1.00 | 0.320 | -. 2336694 | . 0778239 |
| Hispanic | . 0000217 | . 239694 | 0.00 | 1.000 | -. 4814178 | . 4814611 |
| Asian | -. 3307701 | . 2850268 | -1.16 | 0.251 | -. 9032632 | . 2417231 |



Specification (5), Endogenous-wage, Method 1, Restricted sample

| Linear regression | Number of obs | = | 6,268 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(50,50)$ |  |  |
|  | Prob > F |  |  |


| R-squared | $=$ | 0.0693 |
| :--- | :--- | :--- |
| Root MSE | $=$ | .58328 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust | t | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 1195849 | . 3848473 | -0.31 | 0.757 | -. 8925735 | . 6534037 |
| post911entry | -. 1951371 | . 0746035 | -2.62 | 0.012 | -. 3449825 | -. 0452917 |
| post911ent~t | . 1492923 | . 082786 | 1.80 | 0.077 | -. 0169883 | . 3155728 |
| hsgrad | . 2542653 | . 0376645 | 6.75 | 0.000 | . 1786139 | . 3299167 |
| assocgrad | . 460964 | . 0814237 | 5.66 | 0.000 | . 2974198 | . 6245082 |
| bachgrad | . 8897999 | . 0828866 | 10.74 | 0.000 | . 7233173 | 1.056283 |
| mastgrad | . 2323178 | . 1841192 | 1.26 | 0.213 | -. 1374966 | . 6021321 |
| doctorgrad | 1.119734 | . 1125626 | 9.95 | 0.000 | . 8936458 | 1.345823 |
| migranthsg~d | -. 1334563 | . 0386438 | -3.45 | 0.001 | -. 2110747 | -. 055838 |
| migrantass~d | -. 3013068 | . 1217928 | -2.47 | 0.017 | -. 5459347 | -. 0566788 |
| migrantbac~d | -. 5222171 | . 0962589 | -5.43 | 0.000 | -. 7155588 | -. 3288754 |
| migrantmas~d | . 1730543 | . 2067982 | 0.84 | 0.407 | -. 242312 | . 5884206 |
| migrantdoc~d | -1.151796 | . 1875689 | -6.14 | 0.000 | -1.528539 | -. 7750523 |
| exp | . 0143138 | . 0080373 | 1.78 | 0.081 | -. 0018297 | . 0304572 |
| migrantexp | -. 0038154 | . 0092021 | -0.41 | 0.680 | -. 0222984 | . 0146677 |
| exp_sq | -. 0002513 | . 0001316 | -1.91 | 0.062 | -. 0005156 | . 0000131 |
| migrantexp~q | . 0000975 | . 0001478 | 0.66 | 0.513 | -. 0001995 | . 0003944 |
| female | -. 1771355 | . 029525 | -6.00 | 0.000 | -. 2364382 | -. 1178328 |
| migrantfem~e | . 0275497 | . 0312266 | 0.88 | 0.382 | -. 0351707 | . 0902701 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Hispanic | 0 | (omitted) |  |  |  |  |
| migrant\# |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| 1\#Hispanic | 0 | (omitted) |  |  |  |  |
| years_sinc~l | -. 0086244 | . 016696 | -0.52 | 0.608 | -. 0421593 | . 0249105 |
| rural | -. 0666756 | . 0472378 | -1.41 | 0.164 | -. 1615556 | . 0282043 |
| migrantrural | . 0042548 | . 0516508 | 0.08 | 0.935 | -. 0994888 | . 1079985 |
| year |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| 1999 | . 1511135 | . 2226996 | 0.68 | 0.501 | -. 2961919 | . 5984188 |
| 2000 | . 1192816 | . 1617852 | 0.74 | 0.464 | -. 2056736 | . 4442368 |
| 2001 | . 0468087 | . 1512324 | 0.31 | 0.758 | -. 2569505 | . 3505679 |
| 2002 | . 2304185 | . 2338122 | 0.99 | 0.329 | -. 2392072 | . 7000442 |
| 2003 | . 2215887 | . 1492953 | 1.48 | 0.144 | -. 0782797 | . 5214571 |
| 2004 | . 1749856 | . 1371567 | 1.28 | 0.208 | -. 1005017 | . 450473 |
| 2005 | . 2332616 | . 1513607 | 1.54 | 0.130 | -. 0707553 | . 5372785 |
| 2006 | . 2384578 | . 2239189 | 1.06 | 0.292 | -. 2112965 | . 6882121 |
| 2007 | . 1626852 | . 2387097 | 0.68 | 0.499 | -. 3167773 | . 6421477 |
| 2008 | -. 0436593 | . 1316848 | -0.33 | 0.742 | -. 308156 | . 2208375 |
| 2009 | . 1735945 | . 1808723 | 0.96 | 0.342 | -. 1896982 | . 5368872 |
| 2010 | . 1509853 | . 2778718 | 0.54 | 0.589 | -. 4071366 | . 7091073 |
| 2011 | . 095716 | . 1591737 | 0.60 | 0.550 | -. 2239939 | . 4154259 |
| 2012 | . 2978095 | . 1857662 | 1.60 | 0.115 | -. 075313 | . 6709319 |
| 2013 | . 3433124 | . 256175 | 1.34 | 0.186 | -. 1712302 | . 857855 |
| 2014 | . 1218772 | . 1249977 | 0.98 | 0.334 | -. 1291881 | . 3729424 |
| 2015 | . 33527 | . 1648281 | 2.03 | 0.047 | . 004203 | . 666337 |
|  |  |  |  |  |  |  |

migrant\#year |

| 11999 | -. 0428289 | . 2499793 | -0.17 | 0.865 | -. 5 | . 4592693 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12000 | . 0159851 | . 2101782 | 0.08 | 0.940 | -. 4061 | . 4381405 |
| 12001 | . 1391982 | . 2454653 | 0.57 | 0.573 | -. 3538 | . 6322297 |
| 12002 | -. 0713359 | . 3283751 | -0.22 | 0.829 | -. 7308 | . 588225 |
| 12003 | . 0640181 | . 184408 | 0.35 | 0.730 | -. 306 | . 4344125 |
| 12004 | . 0317481 | . 2153576 | 0.15 | 0.883 | -. 4008 | . 4643065 |
| 12005 | . 0684092 | . 1924993 | 0.36 | 0.724 | -. 31 | . 4550555 |
| 12006 | -. 0206333 | . 3088196 | -0.07 | 0.947 | -. 6409 | . 5996491 |
| 12007 | . 0238522 | . 3144402 | 0.08 | 0.940 | -. 60 | . 6554239 |
| 12008 | . 2917934 | . 1218824 | 2.39 | 0.020 | . 046 | . 5366014 |
| 12009 | . 0447628 | . 2516669 | 0.18 | 0.860 | -. 46 | . 5502507 |
| 12010 | . 2260111 | . 3077041 | 0.73 | 0.466 | -. 3920 | . 844053 |
| 12011 | . 2325111 | . 2798583 | 0.83 | 0.410 | -. 329 | . 794623 |
| 12012 | . 0973421 | . 2724612 | 0.36 | 0.722 | -. 449 | . 6445965 |
| 12013 | . 0474521 | . 3632268 | 0.13 | 0.897 | -. 682 | . 7770145 |
| 12014 | . 3133576 | . 2761202 | 1.13 | 0.262 | -. 241 | . 8679613 |
| 12015 | . 0104397 | . 3027855 | 0.03 | 0.973 | -. 59 | . 6186022 |
| entry_year | . 0161438 | . 0170716 | 0.95 | 0.349 | -. 0181 | . 0504332 |
| entry_year~q | -8.06e-06 | 8.49e-06 | -0.95 | 0.347 | -. 0000 | 8.99 e 06 |
| _cons | 1.988063 | . 1604569 | 12.39 | 0.000 | 1.66 | 2.31035 |
| Linear regression |  |  |  | Number of obs F(49, 50) |  | 6,274 |
|  |  |  |  |  |  |  |
|  |  |  |  | Prob > F |  |  |
|  |  |  |  | R-squared |  | 0.0627 |
|  |  |  |  | Root MSE |  | 9.4769 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust |  | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 5.838792 | 1.861289 | 3.14 | 0.003 | 2.100284 | 9.577301 |
| post911entry | . 2825537 | . 6327044 | 0.45 | 0.657 | -. 9882704 | 1.553378 |
| post911ent~t | 1.507468 | . 7758433 | 1.94 | 0.058 | -. 0508588 | 3.065795 |
| hsgrad | . 4539778 | . 8840354 | 0.51 | 0.610 | -1.32166 | 2.229615 |
| assocgrad | 4.950577 | 2.57928 | 1.92 | 0.061 | -. 23006 | 10.13121 |
| bachgrad | . 587085 | 2.42685 | 0.24 | 0.810 | -4.287387 | 5.461557 |
| mastgrad | 6.410464 | 1.307227 | 4.90 | 0.000 | 3.784822 | 9.036106 |
| doctorgrad | 4.637393 | 4.159562 | 1.11 | 0.270 | -3.717333 | 12.99212 |
| migranthsg~d | -. 5685054 | . 8966166 | -0.63 | 0.529 | -2.369413 | 1.232402 |
| migrantass~d | -3.751512 | 2.830041 | -1.33 | 0.191 | -9.435817 | 1.932793 |
| migrantbac~d | -. 6698874 | 2.300656 | -0.29 | 0.772 | -5.290892 | 3.951117 |
| migrantmas~d | -7.881222 | 1.204829 | -6.54 | 0.000 | -10.30119 | -5.461251 |
| migrantdoc~d | -13.51316 | 5.240078 | -2.58 | 0.013 | -24.03817 | -2.988158 |
| exp | . 262742 | . 081297 | 3.23 | 0.002 | . 0994521 | . 4260319 |
| migrantexp | -. 0694937 | . 0749896 | -0.93 | 0.359 | -. 2201147 | . 0811273 |
| exp_sq | -. 0034477 | . 0016491 | -2.09 | 0.042 | -. 00676 | -. 0001355 |
| migrantexp $\sim$ q | -. 0000179 | . 0014714 | -0.01 | 0.990 | -. 0029732 | . 0029374 |
| female | -4.90226 | . 7235762 | -6.78 | 0.000 | -6.355606 | -3.448915 |
| migrantfem~e | . 9604873 | . 5576357 | 1.72 | 0.091 | -. 159557 | 2.080532 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao | 0 | (omitted) |  |  |  |  |
| Hispanic |  |  |  |  |  |  |
| migrant\# wbhao |  |  |  |  |  |  |



Specification (5), Endogenous-wage, Method 1, Full sample
Linear regression

| Number of obs | $=$ | $1,375,615$ |
| :--- | :--- | ---: |
| $\mathrm{~F}(50,50)$ | $=$ | . |
| Prob F | $=$ | . |
| R-squared | $=$ | 0.2895 |
| Root MSE | $=$ | .61476 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  | $P>\|t\|$ | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 3558109 | . 0319365 | 11.14 | 0.000 | . 2916646 | . 4199572 |
| post911entry | -. 0628346 | . 0037511 | -16.75 | 0.000 | -. 0703689 | -. 0553004 |
| post911entr~t | . 0198273 | . 0075804 | 2.62 | 0.012 | . 0046017 | . 035053 |
| hispagri | -. 2456312 | . 0290849 | -8.45 | 0.000 | -. 3040499 | -. 1872124 |
| hispagri_mi~t | . 0887647 | . 0320102 | 2.77 | 0.008 | . 0244704 | . 1530591 |
| hispagri_~911 | . 1082227 | . 0434167 | 2.49 | 0.016 | . 0210176 | . 1954277 |
| hispagri_po~t | -. 0989858 | . 0459453 | -2.15 | 0.036 | -. 1912696 | -. 0067019 |
| hsgrad | . 3005191 | . 0060088 | 50.01 | 0.000 | . 28845 | . 3125882 |
| assocgrad | . 4869109 | . 005925 | 82.18 | 0.000 | . 4750101 | . 4988117 |
| bachgrad | . 7626389 | . 0102068 | 74.72 | 0.000 | . 7421379 | . 7831399 |
| mastgrad | . 9357019 | . 0137747 | 67.93 | 0.000 | . 9080345 | . 9633692 |
| doctorgrad | 1.201576 | . 0130393 | 92.15 | 0.000 | 1.175386 | 1.227767 |
| migranthsgrad | -. 1087156 | . 0055282 | -19.67 | 0.000 | -. 1198194 | -. 0976118 |
| migrantasso~d | -. 0893212 | . 0116341 | -7.68 | 0.000 | -. 1126889 | -. 0659535 |
| migrantbach~d | -. 0970236 | . 0109879 | -8.83 | 0.000 | -. 1190934 | -. 0749537 |
| migrantmast~d | . 0233328 | . 0155736 | 1.50 | 0.140 | -. 0079476 | . 0546132 |
| migrantdoct~d | -. 1233904 | . 0141125 | -8.74 | 0.000 | -. 1517361 | -. 0950447 |
| exp | . 0410852 | . 0009308 | 44.14 | 0.000 | . 0392156 | . 0429548 |
| migrantexp | -. 0182869 | . 0009967 | -18.35 | 0.000 | -. 0202888 | -. 016285 |
| exp_sq | -. 0006699 | . 0000183 | -36.67 | 0.000 | -. 0007066 | -. 0006332 |
| migrantexp_sq | . 0002565 | . 0000185 | 13.88 | 0.000 | . 0002194 | . 0002936 |
| female | -. 2456887 | . 0048406 | -50.76 | 0.000 | -. 2554114 | -. 2359661 |
| migrantfemale | . 0232146 | . 006973 | 3.33 | 0.002 | . 0092089 | . 0372204 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1425905 | . 0092206 | -15.46 | 0.000 | -. 1611106 | -. 1240703 |
| Hispanic | -. 0679097 | . 0244467 | -2.78 | 0.008 | -. 1170124 | -. 0188071 |
| Asian | . 0210588 | . 0162589 | 1.30 | 0.201 | -. 0115982 | . 0537157 |
| Other | -. 0867905 | . 0119687 | -7.25 | 0.000 | -. 1108305 | -. 0627506 |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | . 0362921 | . 0181237 | 2.00 | 0.051 | -. 0001105 | . 0726947 |
| 1\#Hispanic | -. 11648 | . 0211052 | -5.52 | 0.000 | -. 1588709 | -. 074089 |
| 1\#Asian | -. 0444337 | . 0142033 | -3.13 | 0.003 | -. 0729619 | -. 0159054 |
| 1\#Other | . 0162193 | . 0525022 | 0.31 | 0.759 | -. 0892345 | . 1216731 |
| years since~l | . 0095459 | . 0012066 | 7.91 | 0.000 | . 0071225 | . 0119694 |
| - rural | -. 1700708 | . 0128976 | -13.19 | 0.000 | -. 1959763 | -. 1441652 |
| migrantrural | . 0916447 | . 0162979 | 5.62 | 0.000 | . 0589095 | . 1243799 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0311793 | . 0049301 | 6.32 | 0.000 | . 0212769 | . 0410816 |
| 2000 | . 0423695 | . 0043612 | 9.72 | 0.000 | . 0336097 | . 0511292 |
| 2001 | . 0583211 | . 0051889 | 11.24 | 0.000 | . 0478988 | . 0687433 |
| 2002 | . 0651945 | . 0043638 | 14.94 | 0.000 | . 0564296 | . 0739595 |
| 2003 | . 0729471 | . 0052143 | 13.99 | 0.000 | . 0624739 | . 0834203 |
| 2004 | . 0659916 | . 005023 | 13.14 | 0.000 | . 0559027 | . 0760805 |
| 2005 | . 052099 | . 0040617 | 12.83 | 0.000 | . 0439409 | . 060257 |
| 2006 | . 0442711 | . 0053263 | 8.31 | 0.000 | . 0335728 | . 0549694 |
| 2007 | . 0465224 | . 0077809 | 5.98 | 0.000 | . 030894 | . 0621509 |
| 2008 | . 0546043 | . 0067511 | 8.09 | 0.000 | . 0410443 | . 0681642 |
| 2009 | . 037598 | . 0068012 | 5.53 | 0.000 | . 0239373 | . 0512587 |
| 2010 | . 0531627 | . 0057303 | 9.28 | 0.000 | . 041653 | . 0646724 |
| 2011 | . 0373577 | . 0060953 | 6.13 | 0.000 | . 0251149 | . 0496005 |
| 2012 | . 0236244 | . 0078044 | 3.03 | 0.004 | . 0079489 | . 0392999 |


| 2013 | \| | . 0083182 | . 007219 | 1.15 | 0.255 | -. 0061816 | . 0228181 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2014 | \| | . 0102354 | . 0099966 | 1.02 | 0.311 | -. 0098435 | . 0303142 |
| 2015 | \| | . 0129371 | . 0089916 | 1.44 | 0.156 | -. 0051231 | . 0309973 |
|  | 1 |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |  |
| 11999 | \| | -. 0153796 | . 0090266 | -1.70 | 0.095 | -. 0335101 | . 0027509 |
| 12000 | \| | . 0119152 | . 0091531 | 1.30 | 0.199 | -. 0064694 | . 0302998 |
| 12001 | \| | . 0242805 | . 0110585 | 2.20 | 0.033 | . 0020688 | . 0464923 |
| 12002 | \| | . 0240472 | . 0072868 | 3.30 | 0.002 | . 0094114 | . 0386831 |
| 12003 | \| | -. 0006085 | . 0129361 | -0.05 | 0.963 | -. 0265913 | . 0253744 |
| 12004 | \| | -. 0049105 | . 0130626 | -0.38 | 0.709 | -. 0311476 | . 0213265 |
| 12005 | \| | . 0130735 | . 0129656 | 1.01 | 0.318 | -. 0129686 | . 0391156 |
| 12006 | \| | . 0205759 | . 0106282 | 1.94 | 0.059 | -. 0007715 | . 0419232 |
| 12007 | \| | . 0166566 | . 0111149 | 1.50 | 0.140 | -. 0056683 | . 0389816 |
| 12008 | \| | . 0058746 | . 0120331 | 0.49 | 0.628 | -. 0182946 | . 0300437 |
| 12009 | \| | -. 0017813 | . 0152108 | -0.12 | 0.907 | -. 032333 | . 0287704 |
| 12010 | \| | . 0064252 | . 0148259 | 0.43 | 0.667 | -. 0233535 | . 0362038 |
| 12011 | \| | . 0046554 | . 0152994 | 0.30 | 0.762 | -. 0260743 | . 0353852 |
| 12012 | \| | . 0024167 | . 0165697 | 0.15 | 0.885 | -. 0308645 | . 0356979 |
| 12013 | \| | . 0096407 | . 0171226 | 0.56 | 0.576 | -. 024751 | . 0440324 |
| 12014 | \| | . 0015057 | . 0192281 | 0.08 | 0.938 | -. 037115 | . 0401264 |
| 12015 | \| | -. 0159559 | . 0228291 | -0.70 | 0.488 | -. 0618094 | . 0298976 |
|  |  |  |  |  |  |  |  |
| entry_year | I | -. 0017898 | . 0009402 | -1.90 | 0.063 | -. 0036783 | . 0000986 |
| entry_year_sq | । | $8.26 \mathrm{e}-07$ | $4.67 \mathrm{e}-07$ | 1.77 | 0.083 | -1.11e-07 | $1.76 \mathrm{e}-06$ |
| cons | \| | 2.142764 | . 0078967 | 271.35 | 0.000 | 2.126904 | 2.158625 |


| Linear regression | Number of obs |  | 1,376,334 |
| :---: | :---: | :---: | :---: |
|  | $\mathrm{F}(51,50)$ |  |  |
|  | Prob > F | = |  |
|  | R-squared | = | 0.1249 |
|  | Root MSE | = | 9.8426 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 2.881023 | . 4027868 | 7.15 | 0.000 | 2.072002 | 3.690044 |
| post911entry | -1.178139 | . 069698 | -16.90 | 0.000 | -1.318131 | -1.038146 |
| post911entr~t | . 9433112 | . 1388782 | 6.79 | 0.000 | . 6643661 | 1.222256 |
| hispagri | 2.52103 | . 2663468 | 9.47 | 0.000 | 1.986057 | 3.056004 |
| hispagri_mi~t | . 1817646 | . 3945216 | 0.46 | 0.647 | -. 6106553 | . 9741845 |
| hispagri_~911 | 1.483514 | . 55393 | 2.68 | 0.010 | . 3709124 | 2.596115 |
| hispagri_po~t | . 5434315 | . 739279 | 0.74 | 0.466 | -. 941454 | 2.028317 |
| hsgrad | 2.390392 | . 1214004 | 19.69 | 0.000 | 2.146552 | 2.634231 |
| assocgrad | 3.008578 | . 131605 | 22.86 | 0.000 | 2.744242 | 3.272915 |
| bachgrad | 4.73848 | . 1316355 | 36.00 | 0.000 | 4.474082 | 5.002877 |
| mastgrad | 5.658689 | . 1723568 | 32.83 | 0.000 | 5.3125 | 6.004878 |
| doctorgrad | 8.926062 | . 2542774 | 35.10 | 0.000 | 8.415331 | 9.436793 |
| migranthsgrad | -1.677612 | . 1346605 | -12.46 | 0.000 | -1.948086 | -1.407139 |
| migrantasso~d | -1.859134 | . 1923165 | -9.67 | 0.000 | -2.245413 | -1.472855 |
| migrantbach~d | -2.231418 | . 2090386 | -10.67 | 0.000 | -2.651284 | -1.811552 |
| migrantmast~d | -2.243932 | . 301026 | -7.45 | 0.000 | -2.848561 | -1.639304 |
| migrantdoct~d | -1.660426 | . 2470645 | -6.72 | 0.000 | -2.15667 | -1.164183 |
| exp | . 5861767 | . 0104914 | 55.87 | 0.000 | . 565104 | . 6072493 |
| migrantexp | -. 2304672 | . 0142285 | -16.20 | 0.000 | -. 2590459 | -. 2018885 |
| exp_sq | -. 0112896 | . 0001958 | -57.65 | 0.000 | -. 0116829 | -. 0108963 |
| migrantexp_sq | . 0049639 | . 0002649 | 18.74 | 0.000 | . 0044319 | . 0054958 |


| female | -4.855715 | . 1134377 | -42.81 | 0.000 | -5.083561 | -4.627868 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantfemale | . 887013 | . 1142574 | 7.76 | 0.000 | . 6575203 | 1.116506 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0190582 | . 0784175 | 0.24 | 0.809 | -. 1384479 | . 1765644 |
| Hispanic | . 0799813 | . 2317898 | 0.35 | 0.731 | -. 3855822 | . 5455448 |
| Asian | -. 3993852 | . 2686218 | -1.49 | 0.143 | -. 938928 | . 1401575 |
| Other | . 2357101 | . 1553665 | 1.52 | 0.136 | -. 0763528 | . 547773 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | -. 3388908 | . 1497248 | -2.26 | 0.028 | -. 639622 | -. 0381597 |
| 1\#Hispanic | -. 4416303 | . 1637227 | -2.70 | 0.010 | -. 7704771 | -. 1127835 |
| 1\#Asian | -. 3530615 | . 2823461 | -1.25 | 0.217 | -. 9201704 | . 2140474 |
| 1\#Other | -. 6634575 | . 4266199 | -1.56 | 0.126 | -1.520349 | . 1934338 |
| years since~l | -. 0104918 | . 0127564 | -0.82 | 0.415 | -. 0361138 | . 0151303 |
| rural | . 2438772 | . 0894077 | 2.73 | 0.009 | . 0642966 | . 4234579 |
| migrantrural | . 5466263 | . 2472769 | 2.21 | 0.032 | . 0499561 | 1.043296 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1020387 | . 066037 | 1.55 | 0.129 | -. 0306006 | . 234678 |
| 2000 | . 1165956 | . 0905742 | 1.29 | 0.204 | -. 0653281 | . 2985193 |
| 2001 | . 0598718 | . 0965489 | 0.62 | 0.538 | -. 1340524 | . 2537961 |
| 2002 | -. 1386589 | . 0761087 | -1.82 | 0.074 | -. 2915277 | . 0142099 |
| 2003 | -. 3266308 | . 0838557 | -3.90 | 0.000 | -. 4950599 | -. 1582017 |
| 2004 | -. 3468174 | . 104646 | -3.31 | 0.002 | -. 5570051 | -. 1366297 |
| 2005 | -. 2244675 | . 0909207 | -2.47 | 0.017 | -. 4070871 | -. 0418479 |
| 2006 | -. 1045532 | . 1046686 | -1.00 | 0.323 | -. 3147863 | . 1056799 |
| 2007 | -. 0128801 | . 0864754 | -0.15 | 0.882 | -. 1865709 | . 1608108 |
| 2008 | -. 0392619 | . 0944609 | -0.42 | 0.679 | -. 2289922 | . 1504685 |
| 2009 | -. 346911 | . 0920273 | -3.77 | 0.000 | -. 5317533 | -. 1620686 |
| 2010 | -. 6806669 | . 0944915 | -7.20 | 0.000 | -. 8704587 | -. 4908752 |
| 2011 | -. 6786023 | . 08934 | -7.60 | 0.000 | -. 858047 | -. 4991576 |
| 2012 | -. 5119992 | . 0953202 | -5.37 | 0.000 | -. 7034554 | -. 320543 |
| 2013 | -. 3885742 | . 1151461 | -3.37 | 0.001 | -. 6198519 | -. 1572964 |
| 2014 | -. 3664795 | . 1093383 | -3.35 | 0.002 | -. 5860919 | -. 1468671 |
| 2015 | -. 156778 | . 1007436 | -1.56 | 0.126 | -. 3591274 | . 0455714 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 1016444 | . 1591011 | 0.64 | 0.526 | -. 2179196 | . 4212084 |
| 12000 | . 2694234 | . 2204616 | 1.22 | 0.227 | -. 1733868 | . 7122336 |
| 12001 | . 4051342 | . 1592132 | 2.54 | 0.014 | . 085345 | . 7249233 |
| 12002 | . 1876138 | . 1646119 | 1.14 | 0.260 | -. 1430189 | . 5182466 |
| 12003 | . 3320096 | . 1807531 | 1.84 | 0.072 | -. 0310437 | . 6950629 |
| 12004 | . 2370537 | . 2167503 | 1.09 | 0.279 | -. 1983022 | . 6724095 |
| 12005 | . 2051131 | . 152478 | 1.35 | 0.185 | -. 101148 | . 5113742 |
| 12006 | . 5752544 | . 1933473 | 2.98 | 0.004 | . 1869049 | . 9636039 |
| 12007 | . 3544102 | . 1696939 | 2.09 | 0.042 | . 0135699 | . 6952505 |
| 12008 | . 2936128 | . 2154338 | 1.36 | 0.179 | -. 1390988 | . 7263243 |
| 12009 | . 000428 | . 2096543 | 0.00 | 0.998 | -. 420675 | . 421531 |
| 12010 | -. 2840803 | . 211613 | -1.34 | 0.186 | -. 7091176 | . 140957 |
| 12011 | -. 1753837 | . 203259 | -0.86 | 0.392 | -. 5836415 | . 2328741 |
| 12012 | -. 2035591 | . 2278588 | -0.89 | 0.376 | -. 661227 | . 2541088 |
| 12013 | -. 1992905 | . 2477262 | -0.80 | 0.425 | -. 6968633 | . 2982823 |
| 12014 | -. 036196 | . 2669219 | -0.14 | 0.893 | -. 5723243 | . 4999324 |
| 12015 | -. 0735656 | . 2354512 | -0.31 | 0.756 | -. 5464833 | . 399352 |
|  |  |  |  |  |  |  |
| entry_year | . 0270704 | . 0135249 | 2.00 | 0.051 | -. 0000953 | . 054236 |
| entry_year_sq | -. 0000136 | $6.75 \mathrm{e}-06$ | -2.01 | 0.050 | -. 0000271 | -5.41e-09 |



| 2010 | . 1300693 | . 2717732 | 0.48 | 0.634 | -. 4158033 | . 6759419 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2011 | . 0771434 | . 1553738 | 0.50 | 0.622 | -. 2349341 | . 3892208 |
| 2012 | . 2845772 | . 1863926 | 1.53 | 0.133 | -. 0898034 | . 6589578 |
| 2013 | . 3232034 | . 2588615 | 1.25 | 0.218 | -. 1967352 | . 8431421 |
| 2014 | . 1031324 | . 1183049 | 0.87 | 0.388 | -. 13449 | . 3407548 |
| 2015 | . 3058052 | . 1606399 | 1.90 | 0.063 | -. 0168495 | . 6284599 |
|  | \| |  |  |  |  |  |
| migrant\#year | \| |  |  |  |  |  |
| 11999 | -. 0621587 | . 2459298 | -0.25 | 0.801 | -. 5561233 | . 431806 |
| 12000 | -. 0180098 | . 2062363 | -0.09 | 0.931 | -. 4322475 | . 396228 |
| 12001 | . 0930637 | . 2335922 | 0.40 | 0.692 | -. 37612 | . 5622474 |
| 12002 | -. 1310039 | . 3156653 | -0.42 | 0.680 | -. 7650363 | . 5030285 |
| 12003 | -. 0073878 | . 1756215 | -0.04 | 0.967 | -. 360134 | . 3453583 |
| 12004 | -. 0545688 | . 1948498 | -0.28 | 0.781 | -. 4459362 | . 3367986 |
| 12005 | -. 0294051 | . 1491622 | -0.20 | 0.845 | -. 3290062 | . 2701961 |
| 12006 | -. 1363821 | . 278061 | -0.49 | 0.626 | -. 694884 | . 4221198 |
| 12007 | -. 1020113 | . 2845749 | -0.36 | 0.722 | -. 6735968 | . 4695742 |
| 12008 | . 1455019 | . 1213507 | 1.20 | 0.236 | -. 0982381 | . 389242 |
| 12009 | -. 0954118 | . 2129175 | -0.45 | 0.656 | -. 5230691 | . 3322455 |
| 12010 | . 0453976 | . 3015557 | 0.15 | 0.881 | -. 5602948 | . 65109 |
| 12011 | . 047834 | . 2161915 | 0.22 | 0.826 | -. 3863994 | . 4820674 |
| 12012 | \| -. 1043727 | . 210706 | -0.50 | 0.623 | -. 527588 | . 3188427 |
| 12013 | -. 1694221 | . 2742595 | -0.62 | 0.540 | -. 7202884 | . 3814442 |
| 12014 | . 0915744 | . 1621463 | 0.56 | 0.575 | -. 234106 | . 4172547 |
| 12015 | -. 2189377 | . 2040265 | -1.07 | 0.288 | -. 6287369 | . 1908615 |
| _cons | \| 1.994183 | . 1611891 | 12.37 | 0.000 | 1.670425 | 2.317941 |
| Linear regression |  |  |  | Number of obs$F(49,50)$ |  | 6,121 |
|  |  |  |  |  |  |  |
|  |  |  |  | Prob > F |  |  |
|  |  |  |  | R-squaredRoot MSE |  | 0.0616 |
|  |  |  |  |  |  | 9.48 |

(Std. Err. adjusted for 51 clusters in state)

| Robust |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 3.613375 | 1.114494 | 3.24 | 0.002 | 1.374848 | 5.851902 |
| post911entry | . 0661627 | . 6700931 | 0.10 | 0.922 | -1.279759 | 1.412084 |
| post911ent~t | 1.543264 | . 8194625 | 1.88 | 0.065 | -. 1026753 | 3.189202 |
| hsgrad | . 5711841 | . 8506805 | 0.67 | 0.505 | -1.137458 | 2.279826 |
| assocgrad | 5.055342 | 2.622355 | 1.93 | 0.060 | -. 2118126 | 10.3225 |
| bachgrad | . 5183676 | 2.401719 | 0.22 | 0.830 | -4.305628 | 5.342363 |
| mastgrad | 6.5331 | 1.299641 | 5.03 | 0.000 | 3.922695 | 9.143505 |
| doctorgrad | 4.812416 | 4.135257 | 1.16 | 0.250 | -3.493492 | 13.11832 |
| migranthsg~d | -. 5634257 | . 8214623 | -0.69 | 0.496 | -2.213381 | 1.08653 |
| migrantass~d | -3.610899 | 2.962988 | -1.22 | 0.229 | -9.562236 | 2.340439 |
| migrantbac~d | -1.660086 | 2.087407 | -0.80 | 0.430 | -5.852766 | 2.532594 |
| migrantmas~d | -7.976956 | 1.199843 | -6.65 | 0.000 | -10.38691 | -5.567 |
| migrantdoc~d | -13.31076 | 5.751553 | -2.31 | 0.025 | -24.8631 | -1.758431 |
| exp | . 2291798 | . 0851089 | 2.69 | 0.010 | . 0582335 | . 400126 |
| migrantexp | -. 0418443 | . 0863844 | -0.48 | 0.630 | -. 2153526 | . 131664 |
| exp_sq | -. 0028493 | . 0016248 | -1.75 | 0.086 | -. 0061128 | . 0004142 |
| migrantexp~q | -. 0004401 | . 0015863 | -0.28 | 0.783 | -. 0036264 | . 0027461 |
| female | -4.848479 | . 7291054 | -6.65 | 0.000 | -6.31293 | -3.384028 |
| migrantfem~e | . 9523785 | . 5446248 | 1.75 | 0.086 | -. 1415326 | 2.04629 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |



Specification (6), Endogenous-wage, Method 1, Full sample

| Number of obs | $=1,364,949$ |
| :--- | :--- |
| F (50, 50) | $=$ |
| Prob $>\mathrm{F}$ | $=$ |


| R-squared | $=$ | 0.2893 |
| :--- | :--- | :--- |
| Root MSE | $=$ | .61437 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust <br> Std. Err. | t | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 4058298 | . 0328477 | 12.35 | 0.000 | . 3398532 | . 4718063 |
| post911entry | -. 0629156 | . 0037462 | -16.79 | 0.000 | -. 07044 | -. 0553912 |
| post911entr~t | . 0027438 | . 0071676 | 0.38 | 0.703 | -. 0116527 | . 0171404 |
| hispagri | -. 2461976 | . 028991 | -8.49 | 0.000 | -. 3044278 | -. 1879673 |
| hispagri_mi~t | . 0876503 | . 0319919 | 2.74 | 0.009 | . 0233927 | . 151908 |
| hispagri_~911 | . 1086289 | . 0431688 | 2.52 | 0.015 | . 0219217 | . 195336 |
| hispagri_po~t | -. 0939632 | . 0457243 | -2.05 | 0.045 | -. 1858031 | -. 0021232 |
| hşgrad | . 3004801 | . 0059929 | 50.14 | 0.000 | . 288443 | . 3125172 |
| assocgrad | . 4868699 | . 00591 | 82.38 | 0.000 | . 4749993 | . 4987406 |
| bachgrad | . 7626128 | . 0101922 | 74.82 | 0.000 | . 7421411 | . 7830845 |
| mastgrad | . 935677 | . 0137618 | 67.99 | 0.000 | . 9080356 | . 9633183 |
| doctorgrad | 1.201565 | . 0130283 | 92.23 | 0.000 | 1.175397 | 1.227733 |
| migranthsgrad | -. 1098805 | . 005195 | -21.15 | 0.000 | -. 120315 | -. 0994461 |
| migrantasso d | -. 0888181 | . 0122146 | -7.27 | 0.000 | -. 113352 | -. 0642843 |
| migrantbach~d | -. 1021365 | . 01046 | -9.76 | 0.000 | -. 123146 | -. 081127 |
| migrantmast~d | . 0173237 | . 0158994 | 1.09 | 0.281 | -. 0146113 | . 0492587 |
| migrantdoct~d | -. 1363923 | . 0143673 | -9.49 | 0.000 | -. 16525 | -. 1075347 |
| exp | . 0410882 | . 0009312 | 44.12 | 0.000 | . 0392179 | . 0429586 |
| migrantexp | -. 0226256 | . 0010842 | -20.87 | 0.000 | -. 0248033 | -. 020448 |
| exp_sq | -. 00067 | . 0000183 | -36.67 | 0.000 | -. 0007067 | -. 0006333 |
| migrantexp_sq | . 0003252 | . 0000191 | 17.01 | 0.000 | . 0002868 | . 0003636 |
| female | -. 2456918 | . 0048429 | -50.73 | 0.000 | -. 255419 | -. 2359646 |
| migrantfemale | . 0170019 | . 0069622 | 2.44 | 0.018 | . 0030179 | . 0309859 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1425775 | . 0092218 | -15.46 | 0.000 | -. 1611 | -. 1240549 |
| Hispanic | -. 0671695 | . 024505 | -2.74 | 0.008 | -. 1163894 | -. 0179497 |
| Asian | . 0225145 | . 0162852 | 1.38 | 0.173 | -. 0101953 | . 0552244 |
| Other | -. 0868192 | . 0119733 | -7.25 | 0.000 | -. 1108683 | -. 0627701 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | . 0370696 | . 0196714 | 1.88 | 0.065 | -. 0024415 | . 0765808 |
| 1\#Hispanic | -. 124851 | . 0216632 | -5.76 | 0.000 | -. 1683628 | -. 0813392 |
| 1\#Asian | -. 0485691 | . 0147042 | -3.30 | 0.002 | -. 0781033 | -. 0190349 |
| 1\#Other | . 0137706 | . 0577155 | 0.24 | 0.812 | -. 1021543 | . 1296956 |
| years_since~l | . 0073274 | . 0011115 | 6.59 | 0.000 | . 0050949 | . 0095598 |
| rural | -. 1700996 | . 0128937 | -13.19 | 0.000 | -. 1959973 | -. 1442018 |
| migrantrural | . 0908561 | . 0163893 | 5.54 | 0.000 | . 0579373 | . 1237748 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0312127 | . 0049241 | 6.34 | 0.000 | . 0213224 | . 0411031 |
| 2000 | . 0424498 | . 0043598 | 9.74 | 0.000 | . 0336928 | . 0512068 |
| 2001 | . 0584419 | . 0051888 | 11.26 | 0.000 | . 0480199 | . 068864 |
| 2002 | . 0653453 | . 0043585 | 14.99 | 0.000 | . 056591 | . 0740996 |
| 2003 | . 0731252 | . 0052064 | 14.05 | 0.000 | . 0626679 | . 0835825 |
| 2004 | . 0662151 | . 0050158 | 13.20 | 0.000 | . 0561405 | . 0762897 |
| 2005 | . 0523634 | . 0040439 | 12.95 | 0.000 | . 044241 | . 0604857 |
| 2006 | . 0445777 | . 0053187 | 8.38 | 0.000 | . 0338947 | . 0552606 |
| 2007 | . 0468664 | . 0077797 | 6.02 | 0.000 | . 0312404 | . 0624924 |
| 2008 | . 0549961 | . 0067375 | 8.16 | 0.000 | . 0414635 | . 0685287 |


(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err | t | $P>\|t\|$ |  |  |
| migrant | 3.809941 | . 4016474 | 9.49 | 0.000 | 3.003209 | 4.616674 |
| post911entry | -1.176975 | . 069705 | -16.89 | 0.000 | -1.316982 | -1.036969 |
| post911entr~t | . 6363845 | . 1203474 | 5.29 | 0.000 | . 3946596 | . 8781094 |
| hispagri | 2.524794 | . 2658917 | 9.50 | 0.000 | 1.990735 | 3.058853 |
| hispagri_mi~t | . 1186315 | . 4018272 | 0.30 | 0.769 | -. 6884622 | . 9257253 |
| hispagri_~911 | 1.484565 | . 5534925 | 2.68 | 0.010 | . 3728424 | 2.596287 |
| hispagri_po~t | . 6398562 | . 7515262 | 0.85 | 0.399 | -. 8696287 | 2.149341 |
| hsgrad | 2.391555 | . 1212812 | 19.72 | 0.000 | 2.147955 | 2.635156 |
| assocgrad | 3.009736 | . 1313996 | 22.91 | 0.000 | 2.745812 | 3.27366 |
| bachgrad | 4.739389 | . 1315648 | 36.02 | 0.000 | 4.475133 | 5.003644 |
| mastgrad | 5.659607 | . 1723466 | 32.84 | 0.000 | 5.313439 | 6.005775 |
| doctorgrad | 8.926872 | . 2540024 | 35.14 | 0.000 | 8.416693 | 9.437051 |
| migranthsgrad | -1.639933 | . 1388156 | -11.81 | 0.000 | -1.918753 | -1.361114 |
| migrantasso~d | -1.985823 | . 2075043 | -9.57 | 0.000 | -2.402608 | -1.569038 |
| migrantbach~d | -2.464493 | . 2288624 | -10.77 | 0.000 | -2.924177 | -2.00481 |
| migrantmast~d | -2.5647 | . 2942192 | -8.72 | 0.000 | -3.155656 | -1.973743 |
| migrantdoct~d | -2.185114 | . 2437131 | -8.97 | 0.000 | -2.674626 | -1.695602 |


| exp | . 5861356 | . 0104829 | 55.91 | 0.000 | . 5650801 | . 6071911 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantexp | -. 2935183 | . 0175308 | -16.74 | 0.000 | -. 3287299 | -. 2583066 |
| exp_sq | -. 0112884 | . 0001956 | -57.70 | 0.000 | -. 0116813 | -. 0108954 |
| migrantexp_sq | . 0060315 | . 0003097 | 19.48 | 0.000 | . 0054095 | . 0066536 |
| female | -4.855662 | . 1134419 | -42.80 | 0.000 | -5.083517 | -4.627807 |
| migrantfemale | . 8291426 | . 1182644 | 7.01 | 0.000 | . 5916015 | 1.066684 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0188974 | . 0784107 | 0.24 | 0.811 | -. 1385951 | . 1763898 |
| Hispanic | . 0669507 | . 2289236 | 0.29 | 0.771 | -. 3928559 | . 5267572 |
| Asian | -. 4220241 | . 2694824 | -1.57 | 0.124 | -. 9632954 | . 1192472 |
| Other | . 2359467 | . 1553233 | 1.52 | 0.135 | -. 0760294 | . 5479228 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | -. 4461915 | . 1355169 | -3.29 | 0.002 | -. 7183851 | -. 1739979 |
| 1\#Hispanic | -. 6357553 | . 1515781 | -4.19 | 0.000 | -. 9402088 | -. 3313017 |
| 1\#Asian | -. 3486413 | . 2506265 | -1.39 | 0.170 | -. 8520394 | . 1547568 |
| 1\#Other | -. 6862724 | . 4561279 | -1.50 | 0.139 | -1.602432 | . 2298875 |
|  |  |  |  |  |  |  |
| years_since~l | . 0115816 | . 0025375 | 4.56 | 0.000 | . 006485 | . 0166782 |
| rural | . 244465 | . 0894091 | 2.73 | 0.009 | . 0648816 | . 4240484 |
| migrantrural | . 5472726 | . 2561066 | 2.14 | 0.038 | . 0328674 | 1.061678 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1016372 | . 0660265 | 1.54 | 0.130 | -. 0309808 | . 2342553 |
| 2000 | . 115765 | . 09048 | 1.28 | 0.207 | -. 0659694 | . 2974993 |
| 2001 | . 058613 | . 096284 | 0.61 | 0.545 | -. 1347792 | . 2520051 |
| 2002 | -. 1402424 | . 0759826 | -1.85 | 0.071 | -. 2928579 | . 0123732 |
| 2003 | -. 3285205 | . 0836799 | -3.93 | 0.000 | -. 4965965 | -. 1604445 |
| 2004 | -. 3492414 | . 104449 | -3.34 | 0.002 | -. 5590334 | -. 1394493 |
| 2005 | -. 2272379 | . 090646 | -2.51 | 0.015 | -. 4093058 | -. 0451699 |
| 2006 | -. 1077711 | . 1044407 | -1.03 | 0.307 | -. 3175465 | . 1020043 |
| 2007 | -. 0164638 | . 0862022 | -0.19 | 0.849 | -. 1896061 | . 1566785 |
| 2008 | -. 0433839 | . 0941156 | -0.46 | 0.647 | -. 2324206 | . 1456527 |
| 2009 | -. 3513564 | . 0914932 | -3.84 | 0.000 | -. 5351259 | -. 1675869 |
| 2010 | -. 6854892 | . 0945486 | -7.25 | 0.000 | -. 8753956 | -. 4955828 |
| 2011 | -. 6838288 | . 0889409 | -7.69 | 0.000 | -. 8624718 | -. 5051857 |
| 2012 | -. 5175809 | . 0947163 | -5.46 | 0.000 | -. 7078241 | -. 3273377 |
| 2013 | -. 3947248 | . 1148593 | -3.44 | 0.001 | -. 6254265 | -. 1640231 |
| 2014 | -. 3727888 | . 1089752 | -3.42 | 0.001 | -. 5916719 | -. 1539058 |
| 2015 | -. 1637923 | . 0999213 | -1.64 | 0.107 | -. 3644901 | . 0369055 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0756971 | . 1612842 | 0.47 | 0.641 | -. 2482516 | . 3996459 |
| 12000 | . 2250827 | . 2132149 | 1.06 | 0.296 | -. 203172 | . 6533374 |
| 12001 | . 3339562 | . 1633416 | 2.04 | 0.046 | . 0058749 | . 6620374 |
| 12002 | . 1297622 | . 1630186 | 0.80 | 0.430 | -. 1976703 | . 4571947 |
| 12003 | . 3132598 | . 165318 | 1.89 | 0.064 | -. 0187913 | . 6453109 |
| 12004 | . 2539175 | . 2088187 | 1.22 | 0.230 | -. 1655071 | . 6733422 |
| 12005 | . 2472708 | . 1250531 | 1.98 | 0.054 | -. 0039058 | . 4984474 |
| 12006 | . 6102099 | . 1700843 | 3.59 | 0.001 | . 2685856 | . 9518342 |
| 12007 | . 3324825 | . 1218603 | 2.73 | 0.009 | . 0877189 | . 5772462 |
| 12008 | . 1902472 | . 1636357 | 1.16 | 0.251 | -. 1384248 | . 5189193 |
| 12009 | -. 0445093 | . 1626084 | -0.27 | 0.785 | -. 3711179 | . 2820993 |
| 12010 | -. 4255475 | . 1535477 | -2.77 | 0.008 | -. 7339571 | -. 117138 |
| 12011 | -. 3167405 | . 1326721 | -2.39 | 0.021 | -. 5832202 | -. 0502608 |
| 12012 | -. 4048999 | . 1446801 | -2.80 | 0.007 | -. 6954985 | -. 1143014 |
| 12013 | -. 4296333 | . 1714202 | -2.51 | 0.015 | -. 7739409 | -. 0853257 |
| 12014 | -. 2148146 | . 1737922 | -1.24 | 0.222 | -. 5638864 | . 1342573 |


| 12015 | -. 2274949 | . 1461957 | -1.56 | 0.126 | -. 5211376 | . 0661479 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |
| _cons | 33.74054 | . 2466233 | 136.81 | 0.000 | 33.24518 | 34.2359 |

Specification (1), Endogenous-wage, Method 2, Restricted sample


Specification (1), Endogenous-wage, Method 2, Full sample


| highmigrant~c \| | -. 5863068 | . 0134106 | -43.72 | 0.000 | -. 6132428 | -. 5593708 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| hig~c_migrant \| | . 0838655 | . 0194085 | 4.32 | 0.000 | . 0448825 | . 1228486 |
| highmigra~911 \| | . 2080093 | . 0203935 | 10.20 | 0.000 | . 1670477 | . 2489709 |
| hig~1_migrant \| | -. 1370266 | . 0246056 | -5.57 | 0.000 | -. 1864485 | -. 0876048 |
| _cons | 2.993444 | . 018833 | 158.95 | 0.000 | 2.955617 | 3.031271 |
| Linear regression |  |  |  | Number | obs | 1,376,334 |
|  |  |  |  | $\mathrm{F}(7,50$ |  | 515.33 |
|  |  |  |  | Prob > |  | 0.0000 |
|  |  |  |  | R-squar |  | 0.0254 |
|  |  |  |  | Root MS |  | 10.387 |
|  |  | (Std. Err. adjusted for 51 clusters in state) |  |  |  |  |
| hoursworked \| | Coef. | Robust |  |  |  |  |
|  |  | Std. Err. | t | $P>\|t\|$ | [95\% Con | Interval] |
| migrant | -. 5642804 | . 1678803 | -3.36 | 0.001 | -. 9014779 | -. 2270828 |
| post911entry \| | -5.074641 | . 140013 | -36.24 | 0.000 | -5.355865 | -4.793416 |
| post911entr~t \| | 4.024917 | . 17091 | 23.55 | 0.000 | 3.681635 | 4.3682 |
| highmigrant~c \| | -3.663275 | . 1435874 | -25.51 | 0.000 | -3.951679 | -3.374871 |
| hig~c_migrant | 1.875189 | . 4132958 | 4.54 | 0.000 | 1.04506 | 2.705318 |
| highmigra~911 \| | 2.849353 | . 4194365 | 6.79 | 0.000 | 2.00689 | 3.691816 |
| hig~1_migrant \| | -1.95091 | . 5799203 | -3.36 | 0.001 | -3.115714 | -. 7861056 |
| _cons \| | 40.53788 | . 1193098 | 339.77 | 0.000 | 40.29824 | 40.77752 |

Specification (2), Endogenous-wage, Method 2, Restricted sample

| Number of obs | $=$ | 36,851 |
| :--- | :--- | ---: |
| F (14, 50) | $=$ | $\cdot$ |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.0489 |
| Root MSE | $=$ | .62291 |

(Std. Err. adjusted for 51 clusters in state)


| Number of obs | $=$ | 36,948 |
| :--- | :--- | ---: |
| F (14, 50) | $=$ | . |
| Prob $>$ F | $=$ | . |
| R-squared | $=$ | 0.0903 |
| Root MSE | $=$ | 10.975 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 3162149 | . 1909488 | 1.66 | 0.104 | -. 0673171 | . 6997468 |
| post911entry | -. 9693009 | . 4481808 | -2.16 | 0.035 | -1.869499 | -. 0691033 |
| post911ent~t | 1.203864 | . 5492989 | 2.19 | 0.033 | . 1005646 | 2.307163 |
| yearseduc | -. 0483661 | . 0388007 | -1.25 | 0.218 | -. 1262996 | . 0295674 |
| exp | . 2926203 | . 0278439 | 10.51 | 0.000 | . 2366943 | . 3485464 |
| exp_sq | -. 0055071 | . 0005728 | -9.62 | 0.000 | -. 0066576 | -. 0043567 |
| female | -6.640903 | . 3425822 | -19.38 | 0.000 | -7.329 | -5.952807 |
| white | -1.399454 | . 7262525 | -1.93 | 0.060 | -2.858175 | . 0592669 |
| black | . 2118407 | . 682915 | 0.31 | 0.758 | -1.159835 | 1.583516 |
| asian | 1.053788 | . 9883378 | 1.07 | 0.291 | -. 9313472 | 3.038923 |
| hispanic | -. 6116686 | . 6550984 | -0.93 | 0.355 | -1.927472 | . 7041351 |
| years_sinc~l | . 0115013 | . 0070747 | 1.63 | 0.110 | -. 0027086 | . 0257111 |
| rural | 1.477262 | . 3005742 | 4.91 | 0.000 | . 8735409 | 2.080983 |
| year | -26.20685 | 12.9614 | -2.02 | 0.049 | -52.2406 | -. 1731077 |
| year_sq | . 0065005 | . 0032298 | 2.01 | 0.050 | . 0000132 | . 0129879 |
| _cons | 26451.9 | 13003.73 | 2.03 | 0.047 | 333.1388 | 52570.66 |

Specification (2), Endogenous-wage, Method 2, Full sample

| Linear regression | Number of obs | $=1,375,615$ |
| :--- | :--- | :--- |
|  | F(18, 50) | $=$ |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | -. 0623209 | . 0151934 | -4.10 | 0.000 | -. 0928376 | -. 0318041 |
| post911entry | -. 0862458 | .0053663 | -16.07 | 0.000 | -. 0970244 | -. 0754672 |
| post911entr~t | . 0207717 | .0070256 | 2.96 | 0.005 | . 0066603 | . 0348831 |
| highmigrant~c | -. 2716472 | . 0095386 | -28.48 | 0.000 | -. 290806 | -. 2524883 |
| hig~c_migrant | . 1802458 | . 0237833 | 7.58 | 0.000 | . 1324756 | . 2280159 |
| highmigra~911 | . 0927578 | . 0197777 | 4.69 | 0.000 | . 0530331 | . 1324824 |
| hig~1_migrant | -. 0736413 | . 02322 | -3.17 | 0.003 | -. 12028 | -. 0270026 |
| yearseduc | .1041151 | . 0023464 | 44.37 | 0.000 | . 0994022 | . 1088281 |
| exp | . 0400238 | . 0006845 | 58.47 | 0.000 | . 038649 | .0413987 |
| exp_sq | -. 0006263 | .0000128 | -48.92 | 0.000 | -. 0006521 | -. 0006006 |
| female | -. 2421259 | .0048517 | -49.91 | 0.000 | -. 2518708 | -. 2323809 |
| white | . 1057486 | . 0122118 | 8.66 | 0.000 | .0812206 | . 1302767 |
| black | -. 0496444 | .016026 | -3.10 | 0.003 | -. 0818336 | -. 0174551 |
| asian | .1044022 | . 0203415 | 5.13 | 0.000 | . 063545 | . 1452593 |
| hispanic | . 0181706 | . 0198456 | 0.92 | 0.364 | -. 0216905 | . 0580318 |



Specification (3), Endogenous-wage, Method 2, Restricted sample


| assocgrad | . 249549 | . 0177106 | 14.09 | 0.000 | . 2139761 | . 2851219 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| bachgrad | . 3135239 | . 0284377 | 11.02 | 0.000 | . 2564051 | . 3706427 |
| mastgrad | . 3324521 | . 0668539 | 4.97 | 0.000 | . 1981721 | . 4667322 |
| doctorgrad | . 3370471 | . 0814635 | 4.14 | 0.000 | . 1734229 | . 5006714 |
| exp | . 013547 | . 0014497 | 9.34 | 0.000 | . 0106351 | . 0164588 |
| exp_sq | -. 000208 | . 0000244 | -8.54 | 0.000 | -. 000257 | -. 0001591 |
| female | -. 1538154 | . 009715 | -15.83 | 0.000 | -. 1733286 | -. 1343022 |
| white | . 0977272 | . 0391862 | 2.49 | 0.016 | . 0190195 | . 1764349 |
| black | . 0379729 | . 0459345 | 0.83 | 0.412 | -. 0542893 | . 1302352 |
| asian | . 0504783 | . 0467755 | 1.08 | 0.286 | -. 0434731 | . 1444296 |
| hispanic | -. 0035929 | . 0438004 | -0.08 | 0.935 | -. 0915686 | . 0843827 |
| years_sinc~l | . 0047957 | . 0007847 | 6.11 | 0.000 | . 0032197 | . 0063717 |
| rural | -. 1120643 | . 0133743 | -8.38 | 0.000 | -. 1389274 | -. 0852012 |
| year |  |  |  |  |  |  |
| 1999 | . 0317069 | . 0224895 | 1.41 | 0.165 | -. 0134646 | . 0768783 |
| 2000 | . 0123568 | . 020638 | 0.60 | 0.552 | -. 0290958 | . 0538094 |
| 2001 | . 090844 | . 0186081 | 4.88 | 0.000 | . 0534686 | . 1282194 |
| 2002 | . 0914135 | . 0167699 | 5.45 | 0.000 | . 0577303 | . 1250968 |
| 2003 | . 0575518 | . 0339077 | 1.70 | 0.096 | -. 0105537 | . 1256574 |
| 2004 | . 0115038 | . 032148 | 0.36 | 0.722 | -. 0530674 | . 0760749 |
| 2005 | . 0094302 | . 0342787 | 0.28 | 0.784 | -. 0594206 | . 078281 |
| 2006 | . 031719 | . 0285452 | 1.11 | 0.272 | -. 0256156 | . 0890537 |
| 2007 | -. 0038211 | . 0267597 | -0.14 | 0.887 | -. 0575696 | . 0499273 |
| 2008 | -. 0042735 | . 0308604 | -0.14 | 0.890 | -. 0662585 | . 0577115 |
| 2009 | . 0164669 | . 0303446 | 0.54 | 0.590 | -. 044482 | . 0774159 |
| 2010 | . 0538301 | . 040279 | 1.34 | 0.187 | -. 0270726 | . 1347328 |
| 2011 | . 0378062 | . 0343854 | 1.10 | 0.277 | -. 0312589 | . 1068714 |
| 2012 | . 0056506 | . 0344774 | 0.16 | 0.870 | -. 0635992 | . 0749004 |
| 2013 | -. 0035041 | . 0391893 | -0.09 | 0.929 | -. 0822181 | . 0752098 |
| 2014 | . 0177971 | . 0368768 | 0.48 | 0.631 | -. 0562721 | . 0918662 |
| 2015 | . 0335985 | . 0248717 | 1.35 | 0.183 | -. 0163577 | . 0835547 |
| _cons | 2.132132 | . 050366 | 42.33 | 0.000 | 2.030969 | 2.233295 |
| Linear regression |  |  |  | Number of obs F (34, 50) |  | 36,948 |
|  |  |  |  |  |  | 256.29 |
|  |  |  |  | Prob > F |  | 0.0000 |
|  |  |  |  | R-squared |  | 0.0918 |
|  |  |  |  | Root MSE |  | 10.968 |

(Std. Err. adjusted for 51 clusters in state)


| asian | 1.056812 | .9888999 | 1.07 | 0.290 | -.9294521 | 3.043076 |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| hispanic | -.3638526 | .6535496 | -0.56 | 0.580 | -1.676546 | .9488403 |
| years_sinc~1 | .0099077 | .0068207 | 1.45 | 0.153 | -.0037921 | .0236075 |
| rural | 1.489209 | .3031431 | 4.91 | 0.000 | .8803281 | 2.09809 |
| year |  |  |  |  |  |  |
| 1999 | -.1851593 | .3672475 | -0.50 | 0.616 | -.9227975 | .552479 |
| 2000 | .1958949 | .3943758 | 0.50 | 0.622 | -.5962323 | .9880221 |
| 2001 | -.0922329 | .3339674 | -0.28 | 0.784 | -.7630262 | .5785603 |
| 2002 | -.4421782 | .3540519 | -1.25 | 0.218 | -1.153312 | .2689561 |
| 2003 | -.5888704 | .3845211 | -1.53 | 0.132 | -1.361204 | .1834631 |
| 2004 | -.7437227 | .3933634 | -1.89 | 0.064 | -1.533816 | .0463708 |
| 2005 | -1.105396 | .3967843 | -2.79 | 0.008 | -1.902361 | -.3084313 |
| 2006 | -1.054915 | .3641718 | -2.90 | 0.006 | -1.786376 | -.3234545 |
| 2007 | -1.086345 | .3408416 | -3.19 | 0.002 | -1.770946 | -.4017446 |
| 2008 | -.6770606 | .3509266 | -1.93 | 0.059 | -1.381917 | .0277961 |
| 2009 | -1.4998 | .4081665 | -3.67 | 0.001 | -2.319627 | -.6799736 |
| 2010 | -2.74435 | .3810494 | -7.20 | 0.000 | -3.509711 | -1.97899 |
| 2011 | -2.267348 | .4541843 | -4.99 | 0.000 | -3.179604 | -1.355092 |
| 2012 | -1.393441 | .4468537 | -3.12 | 0.003 | -2.290973 | -.4959089 |
| 2013 | -2.128462 | .3946056 | -5.39 | 0.000 | -2.921051 | -1.335874 |
| 2014 | -1.936934 | .3921879 | -4.94 | 0.000 | -2.724667 | -1.149202 |
| 2015 | -1.059244 | .3004142 | -3.53 | 0.001 | -1.662643 | -.455844 |

Specification (3), Endogenous-wage, Method 2, Full sample

Linear regression | Number of obs | $=1,375,615$ |
| :--- | :--- |
|  | F(38, 50) |
|  | Prob $>$ |
|  | R-squared |
|  | Root MSE |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | -. 1436699 | . 014939 | -9.62 | 0.000 | -. 1736757 | -. 1136641 |
| post911entry | -. 0916843 | .0069006 | -13.29 | 0.000 | -. 1055446 | -. 077824 |
| post911entr~t | . 0192442 | . 0073034 | 2.63 | 0.011 | . 004575 | . 0339135 |
| highmigrant~c | -. 2697632 | . 0079482 | -33.94 | 0.000 | -. 2857276 | -. 2537988 |
| hig~c_migrant | . 0734052 | . 0119369 | 6.15 | 0.000 | . 0494292 | . 0973812 |
| highmigra~911 | . 1161664 | . 0199261 | 5.83 | 0.000 | . 0761437 | . 1561891 |
| hig~1_migrant | -. 0757035 | . 0218403 | -3.47 | 0.001 | -. 119571 | -. 0318361 |
| hsgrad | . 2819434 | .0058888 | 47.88 | 0.000 | . 2701154 | . 2937715 |
| assocgrad | . 4691319 | . 0072825 | 64.42 | 0.000 | . 4545045 | . 4837594 |
| bachgrad | . 7413101 | . 010137 | 73.13 | 0.000 | . 7209493 | . 7616709 |
| mastgrad | . 9341375 | . 0150708 | 61.98 | 0.000 | . 9038669 | . 9644082 |
| doctorgrad | 1.177804 | . 0131233 | 89.75 | 0.000 | 1.151445 | 1.204163 |
| exp | . 0378014 | .0005904 | 64.03 | 0.000 | . 0366155 | . 0389873 |
| exp_sq | -. 0006141 | .0000119 | -51.70 | 0.000 | -. 0006379 | -. 0005902 |
| femāle | -. 2365107 | .0051758 | -45.70 | 0.000 | -. 2469067 | -. 2261148 |
| white | . 0862591 | . 0117317 | 7.35 | 0.000 | . 0626952 | . 1098229 |
| black | -. 0478775 | . 0163722 | -2.92 | 0.005 | -. 0807622 | -. 0149929 |
| asian | .0977062 | . 020192 | 4.84 | 0.000 | . 0571494 | . 1382631 |


| hispanic | -. 0242047 | . 0190214 | -1.27 | 0.209 | -. 0624103 | . 0140009 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| years_since~l | . 0030405 | . 0002693 | 11.29 | 0.000 | . 0024997 | . 0035813 |
| rural | -. 162212 | . 0124868 | -12.99 | 0.000 | -. 1872924 | -. 1371316 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0298448 | . 0044208 | 6.75 | 0.000 | . 0209654 | . 0387242 |
| 2000 | . 0440483 | . 0041785 | 10.54 | 0.000 | . 0356555 | . 052441 |
| 2001 | . 0613969 | . 0050136 | 12.25 | 0.000 | . 0513267 | . 071467 |
| 2002 | . 0692715 | . 0042645 | 16.24 | 0.000 | . 0607059 | . 077837 |
| 2003 | . 07101 | . 0051706 | 13.73 | 0.000 | . 0606245 | . 0813954 |
| 2004 | . 0642178 | . 0052 | 12.35 | 0.000 | . 0537733 | . 0746623 |
| 2005 | . 0540079 | . 00498 | 10.84 | 0.000 | . 0440052 | . 0640105 |
| 2006 | . 0487448 | . 0061076 | 7.98 | 0.000 | . 0364774 | . 0610123 |
| 2007 | . 0517202 | . 0090353 | 5.72 | 0.000 | . 0335723 | . 069868 |
| 2008 | . 0587724 | . 0076821 | 7.65 | 0.000 | . 0433423 | . 0742024 |
| 2009 | . 0416958 | . 0072105 | 5.78 | 0.000 | . 0272131 | . 0561785 |
| 2010 | . 0595186 | . 0069489 | 8.57 | 0.000 | . 0455614 | . 0734758 |
| 2011 | . 0443135 | . 0073385 | 6.04 | 0.000 | . 0295737 | . 0590532 |
| 2012 | . 0312329 | . 008213 | 3.80 | 0.000 | . 0147365 | . 0477292 |
| 2013 | . 018162 | . 0081014 | 2.24 | 0.029 | . 0018899 | . 0344342 |
| 2014 | . 0220241 | . 009725 | 2.26 | 0.028 | . 0024908 | . 0415574 |
| 2015 | . 0237566 | . 0090797 | 2.62 | 0.012 | . 0055195 | . 0419937 |
| _cons | 2.107187 | . 0135732 | 155.25 | 0.000 | 2.079924 | 2.13445 |
| Linear regression |  |  |  | Number of obs |  | 1,376,334 |
|  |  |  |  | F $(38,50)$ |  | 3497.64 |
|  |  |  |  | Prob > F |  | 0.0000 |
|  |  |  |  | R-squared |  | 0.1230 |
|  |  |  |  | Root MSE | $=$ | 9.8536 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust <br> Std. Err. | t | $P>\|t\|$ | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | -. 4706548 | . 0994531 | -4.73 | 0.000 | -. 6704123 | -. 2708973 |
| post911entry | -1.302445 | . 0764487 | -17.04 | 0.000 | -1.455996 | -1.148893 |
| post911entr~t | . 7779186 | . 1460036 | 5.33 | 0.000 | . 4846617 | 1.071175 |
| highmigrant~c | -1.258448 | . 1404129 | -8.96 | 0.000 | -1.540476 | -. 9764206 |
| hig~c migrant | 1.689885 | . 3632855 | 4.65 | 0.000 | . 9602043 | 2.419565 |
| highmígra~911 | 1.421097 | . 3667333 | 3.88 | 0.000 | . 684491 | 2.157702 |
| hig~1_migrant | -. 9303469 | . 5364768 | -1.73 | 0.089 | -2.007892 | . 1471985 |
| hsgrad | 1.750331 | . 1845077 | 9.49 | 0.000 | 1.379737 | 2.120926 |
| assocgrad | 2.368865 | . 1835573 | 12.91 | 0.000 | 2.00018 | 2.737551 |
| bachgrad | 4.049553 | . 1511371 | 26.79 | 0.000 | 3.745985 | 4.35312 |
| mastgrad | 4.955088 | . 180207 | 27.50 | 0.000 | 4.593132 | 5.317045 |
| doctorgrad | 8.318324 | . 2891185 | 28.77 | 0.000 | 7.737612 | 8.899035 |
| exp | . 5462914 | . 0095871 | 56.98 | 0.000 | . 5270351 | . 5655477 |
| exp_sq | -. 0103562 | . 000172 | -60.22 | 0.000 | -. 0107017 | -. 0100108 |
| femāle | -4.730674 | . 1165487 | -40.59 | 0.000 | -4.964769 | -4.496579 |
| white | -. 1961247 | . 156774 | -1.25 | 0.217 | -. 5110145 | . 1187652 |
| black | -. 2143942 | . 1586338 | -1.35 | 0.183 | -. 5330195 | . 1042311 |
| asian | -. 8707192 | . 1801755 | -4.83 | 0.000 | -1.232612 | -. 508826 |
| hispanic | -. 0429688 | . 2210941 | -0.19 | 0.847 | -. 4870494 | . 4011117 |
| years_since~1 | . 0081135 | . 0025474 | 3.18 | 0.002 | . 0029969 | . 0132302 |
| rural | . 2709048 | . 0836764 | 3.24 | 0.002 | . 1028357 | . 4389738 |


| 1999 | . 1131979 | . 0590344 | 1.92 | 0.061 | -. 0053761 | . 231772 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2000 | . 1441715 | . 0882968 | 1.63 | 0.109 | -. 0331778 | . 3215208 |
| 2001 | . 1009582 | . 0922091 | 1.09 | 0.279 | -. 0842492 | . 2861657 |
| 2002 | -. 1276565 | . 0689248 | -1.85 | 0.070 | -. 2660961 | . 0107832 |
| 2003 | -. 3188535 | . 084859 | -3.76 | 0.000 | -. 4892979 | -. 1484091 |
| 2004 | -. 352767 | . 1043172 | -3.38 | 0.001 | -. 5622943 | -. 1432398 |
| 2005 | -. 2354284 | . 086352 | -2.73 | 0.009 | -. 4088715 | -. 0619853 |
| 2006 | -. 0619203 | . 0952928 | -0.65 | 0.519 | -. 2533216 | . 129481 |
| 2007 | -. 0070162 | . 0841212 | -0.08 | 0.934 | -. 1759786 | . 1619462 |
| 2008 | -. 0427265 | . 0835723 | -0.51 | 0.611 | -. 2105863 | . 1251334 |
| 2009 | -. 3951084 | . 0797324 | -4.96 | 0.000 | -. 5552556 | -. 2349613 |
| 2010 | -. 7765719 | . 0834637 | -9.30 | 0.000 | -. 9442137 | -. 6089302 |
| 2011 | -. 7570006 | . 0818932 | -9.24 | 0.000 | -. 9214879 | -. 5925133 |
| 2012 | -. 6024774 | . 0860395 | -7.00 | 0.000 | -. 7752929 | -. 4296619 |
| 2013 | -. 4778583 | . 1002955 | -4.76 | 0.000 | -. 6793077 | -. 2764089 |
| 2014 | -. 429195 | . 10073 | -4.26 | 0.000 | -. 6315172 | -. 2268728 |
| 2015 | -. 224511 | . 0921502 | -2.44 | 0.018 | -. 4096001 | -. 039422 |
|  |  |  |  |  |  |  |
| _cons | 34.82721 | . 2273862 | 153.16 | 0.000 | 34.37049 | 35.28392 |

Specification (4), Endogenous-wage, Method 2, Restricted sample

| Linear regression | Number of obs | $=$ | 36,851 |
| :---: | :---: | :---: | :---: |
|  | F (49, 50) |  |  |
|  | Prob > F | = |  |
|  | R -squared | = | 0.0572 |
|  | Root MSE | $=$ | . 62051 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | P>\|t| |  |  |
| migrant | . 3810519 | . 0601692 | 6.33 | 0.000 | . 2601986 | . 5019052 |
| post911entry | -. 0958992 | . 0273624 | -3.50 | 0.001 | -. 1508582 | -. 0409403 |
| post911ent~t | . 0658257 | . 0326389 | 2.02 | 0.049 | . 0002685 | . 1313828 |
| yearseduc | . 0495218 | . 0031524 | 15.71 | 0.000 | . 04319 | . 0558537 |
| migrantyea~c | -. 0292503 | . 0032568 | -8.98 | 0.000 | -. 0357919 | -. 0227087 |
| exp | . 0177544 | . 0023442 | 7.57 | 0.000 | . 013046 | . 0224629 |
| migrantexp | -. 0095443 | . 002615 | -3.65 | 0.001 | -. 0147967 | -. 0042918 |
| exp_sq | -. 00027 | . 0000479 | -5.64 | 0.000 | -. 0003661 | -. 0001738 |
| migrantexp $\sim q$ | . 0001738 | . 0000527 | 3.30 | 0.002 | . 000068 | . 0002796 |
| female | -. 1518044 | . 0120671 | -12.58 | 0.000 | -. 1760418 | -. 127567 |
| migrantfem~e | -. 0086177 | . 0157131 | -0.55 | 0.586 | -. 0401784 | . 022943 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0868054 | . 0150987 | -5.75 | 0.000 | -. 1171321 | -. 0564788 |
| Hispanic | -. 0495363 | . 0180126 | -2.75 | 0.008 | -. 0857157 | -. 0133568 |
| Asian | -. 001132 | . 0467323 | -0.02 | 0.981 | -. 0949965 | . 0927325 |
| Other | -. 0946647 | . 042075 | -2.25 | 0.029 | -. 1791747 | -. 0101547 |
|  |  |  |  |  |  |  |
| migrant\#\| |  |  |  |  |  |  |
| 1\#Black | . 102475 | . 0323293 | 3.17 | 0.003 | . 0375397 | . 1674103 |
| 1\#Hispanic | -. 0863726 | . 0255445 | -3.38 | 0.001 | -. 1376803 | -. 035065 |
| 1\#Asian | -. 0551083 | . 0610639 | -0.90 | 0.371 | -. 1777588 | . 0675422 |


| 1\#Other | -.0709129 | .1156578 | -0.61 | 0.543 | -.3032184 | .1613925 |  |
| ---: | ---: | ---: | ---: | ---: | ---: | ---: | ---: |
| years_sinc~l |  | .0043838 | .000752 | 5.83 | 0.000 | .0028733 | .0058943 |
| rural | -.013864 | .015977 | -7.13 | 0.000 | -.1459548 | -.0817732 |  |
| migrantrural | .0344283 | .0261305 | 1.32 | 0.194 | -.0180562 | .0869129 |  |
|  | year |  |  |  |  |  |  |
| 1999 | .054762 | .0262587 | 2.09 | 0.042 | .0020198 | .1075041 |  |
| 2000 | .0030766 | .0274326 | 0.11 | 0.911 | -.0520235 | .0581766 |  |
| 2001 | .0954979 | .0283353 | 3.37 | 0.001 | .0385847 | .152411 |  |
| 2002 | .0946599 | .0237111 | 3.99 | 0.000 | .0470347 | .1422851 |  |
| 2003 | .0411215 | .0386688 | 1.06 | 0.293 | -.036547 | .1187899 |  |
| 2004 | -.0049962 | .0446665 | -0.11 | 0.911 | -.0947114 | .084719 |  |
| 2005 | -.0393633 | .0293684 | -1.34 | 0.186 | -.0983515 | .0196248 |  |
| 2006 | .0070074 | .0342554 | 0.20 | 0.839 | -.0617966 | .0758115 |  |
| 2007 | -.0410075 | .0353525 | -1.16 | 0.252 | -.1120151 | .0300002 |  |
| 2008 | -.0069402 | .0382841 | -0.18 | 0.857 | -.0838362 | .0699558 |  |
| 2009 | .0031503 | .0499834 | 0.06 | 0.950 | -.0972442 | .1035449 |  |
| 2010 | .0556874 | .0476613 | 1.17 | 0.248 | -.0400432 | .151418 |  |
| 2011 |  | .01363 | .0361665 | 0.38 | 0.708 | -.0590125 | .0862726 |
| 2012 | -.0085021 | .0305578 | -0.28 | 0.782 | -.0698793 | .052875 |  |
| 2013 | -.0305916 | .0386754 | -0.79 | 0.433 | -.1082735 | .0470902 |  |
| 2014 | -.0078505 | .0440599 | -0.18 | 0.859 | -.0963475 | .0806464 |  |
| 2015 | .0495666 | .0318604 | 1.56 | 0.126 | -.0144269 | .1135601 |  |
|  |  |  |  |  |  |  |  |

(Std. Err. adjusted for 51 clusters in state)

|  | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| hoursworked | Coef. | Std. Err. | t | P>\|t| |  |  |
| migrant | 3.327339 | 1.334185 | 2.49 | 0.016 | . 6475486 | 6.007129 |
| post911entry | -. 6816984 | . 548691 | -1.24 | 0.220 | -1.783777 | . 4203798 |


| post911ent~t | . 9773788 | . 697146 | 1.40 | 0.167 | -. 4228801 | 2.377638 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| yearseduc | . 0439771 | . 0686242 | 0.64 | 0.525 | -. 0938586 | . 1818129 |
| migrantyea~c | -. 1323038 | . 0678492 | -1.95 | 0.057 | -. 268583 | . 0039753 |
| exp | . 4127769 | . 0276679 | 14.92 | 0.000 | . 3572042 | . 4683496 |
| migrantexp | -. 262143 | . 0301449 | -8.70 | 0.000 | -. 3226909 | -. 2015952 |
| exp_sq | -. 008174 | .0005327 | -15.35 | 0.000 | -. 0092438 | -. 0071041 |
| migrantexp~q | . 0055405 | . 0005881 | 9.42 | 0.000 | . 0043593 | .0067216 |
| female | -7.293653 | . 4176515 | -17.46 | 0.000 | -8.132531 | -6.454775 |
| migrantfem~e | 1.48198 | . 5163888 | 2.87 | 0.006 | . 4447827 | 2.519178 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | 1.668777 | . 3570803 | 4.67 | 0.000 | . 9515597 | 2.385993 |
| Hispanic | 1.382217 | . 4034324 | 3.43 | 0.001 | . 571899 | 2.192535 |
| Asian | 1.26859 | . 8326339 | 1.52 | 0.134 | -. 4038047 | 2.940984 |
| Other | 1.290942 | .7265666 | 1.78 | 0.082 | -. 1684102 | 2.750294 |
|  |  |  |  |  |  |  |
| migrant\# |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| 1\#Black | -. 3754775 | . 8001249 | -0.47 | 0.641 | -1.982576 | 1.231621 |
| 1\#Hispanic | -1.030777 | . 73951 | -1.39 | 0.170 | -2.516127 | . 4545721 |
| 1\#Asian | 1.016922 | 1.232383 | 0.83 | 0.413 | -1.458392 | 3.492236 |
| 1\#Other | 1.171102 | 2.69153 | 0.44 | 0.665 | -4.234995 | 6.5772 |
|  |  |  |  |  |  |  |
| years_sinc~1 | . 0033976 | . 0082137 | 0.41 | 0.681 | -. 0131001 | . 0198953 |
| rural | 1.338834 | . 3388088 | 3.95 | 0.000 | . 6583169 | 2.019352 |
| migrantrural | . 8017164 | . 6750881 | 1.19 | 0.241 | -. 5542378 | 2.157671 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | -. 3042129 | . 505523 | -0.60 | 0.550 | -1.319586 | . 7111598 |
| 2000 | . 2663334 | . 5610317 | 0.47 | 0.637 | -. 8605318 | 1.393199 |
| 2001 | -. 0763441 | . 5444836 | -0.14 | 0.889 | -1.169972 | 1.017283 |
| 2002 | -. 373407 | . 5482407 | -0.68 | 0.499 | -1.474581 | . 7277668 |
| 2003 | -. 756436 | . 6181928 | -1.22 | 0.227 | -1.998113 | . 4852409 |
| 2004 | -1.042737 | . 5947052 | -1.75 | 0.086 | -2.237237 | . 1517639 |
| 2005 | -1.360843 | . 6920977 | -1.97 | 0.055 | -2.750962 | . 0292758 |
| 2006 | -1.269664 | . 658178 | -1.93 | 0.059 | -2.591653 | . 0523254 |
| 2007 | -1.714559 | . 5096306 | -3.36 | 0.001 | -2.738182 | -. 6909356 |
| 2008 | -. 6308964 | . 6007379 | -1.05 | 0.299 | -1.837514 | . 5757212 |
| 2009 | -1.212394 | . 6540818 | -1.85 | 0.070 | -2.526156 | .1013682 |
| 2010 | -2.509016 | . 7231534 | -3.47 | 0.001 | -3.961512 | -1.05652 |
| 2011 | -1.728143 | . 7767725 | -2.22 | 0.031 | -3.288336 | -. 1679492 |
| 2012 | -1.292933 | . 6043919 | -2.14 | 0.037 | -2.50689 | -. 0789763 |
| 2013 | -2.213918 | . 6643842 | -3.33 | 0.002 | -3.548373 | -. 8794634 |
| 2014 | -2.157928 | . 5723533 | -3.77 | 0.000 | -3.307533 | -1.008322 |
| 2015 | -1.390095 | . 624961 | -2.22 | 0.031 | -2.645366 | -. 1348241 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 4831417 | . 7540138 | 0.64 | 0.525 | -1.03134 | 1.997623 |
| 12000 | -. 0687086 | . 8303522 | -0.08 | 0.934 | -1.73652 | 1.599103 |
| 12001 | . 0991324 | . 9938978 | 0.10 | 0.921 | -1.89717 | 2.095435 |
| 12002 | -. 1150596 | . 796002 | -0.14 | 0.886 | -1.713877 | 1.483758 |
| 12003 | . 3305871 | . 9540807 | 0.35 | 0.730 | -1.58574 | 2.246915 |
| 12004 | . 5316058 | . 8623515 | 0.62 | 0.540 | -1.200478 | 2.26369 |
| 12005 | . 5137986 | . 9578155 | 0.54 | 0.594 | -1.41003 | 2.437628 |
| 12006 | . 4946235 | 1.023159 | 0.48 | 0.631 | -1.560451 | 2.549698 |
| 12007 | 1.424113 | . 7271589 | 1.96 | 0.056 | -. 036429 | 2.884654 |
| 12008 | . 0286236 | . 8591874 | 0.03 | 0.974 | -1.697105 | 1.754352 |
| 12009 | -. 4511041 | 1.063429 | -0.42 | 0.673 | -2.587065 | 1.684857 |
| 12010 | -. 3015596 | 1.118411 | -0.27 | 0.789 | -2.547955 | 1.944836 |


| 12011 | -.8783884 | 1.023781 | -0.86 | 0.395 | -2.934714 | 1.177937 |  |
| ---: | :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| 12012 | -.084563 | .9672577 | -0.09 | 0.931 | -2.027357 | 1.858231 |  |
| 12013 | .2288075 | .9292169 | 0.25 | 0.807 | -1.637579 | 2.095195 |  |
| 12014 | .5256625 | .8295531 | 0.63 | 0.529 | -1.140544 | 2.191869 |  |
| 12015 | .6773333 | 1.097983 | 0.62 | 0.540 | -1.52803 | 2.882697 |  |
|  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
| cons | 37.47839 | 1.008254 | 37.17 | 0.000 | 35.45325 | 39.50353 |  |

Specification (4), Endogenous-wage, Method 2, Full sample

| Linear regression | Number of obs | $=1,375,615$ |
| :--- | :--- | :--- |
|  | F(49, 50) | $=$ |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 7609561 | . 0483632 | 15.73 | 0.000 | . 6638157 | . 8580965 |
| post911entry | -. 0712993 | .0039114 | -18.23 | 0.000 | -. 0791555 | -. 0634431 |
| post911entr~t | -. 0110275 | . 0069692 | -1.58 | 0.120 | -. 0250255 | . 0029705 |
| highmigrant~c | -. 2465751 | .0068518 | -35.99 | 0.000 | -. 2603374 | -. 2328128 |
| hig~c_migrant | . 0696029 | . 0159657 | 4.36 | 0.000 | . 0375348 | . 101671 |
| highmigra~911 | .0872686 | . 0194549 | 4.49 | 0.000 | . 0481923 | .126345 |
| hig~1_migrant | -. 0567076 | . 0215229 | -2.63 | 0.011 | -. 0999377 | -. 0134776 |
| yearseduc | . 1178192 | . 0016621 | 70.89 | 0.000 | . 1144809 | . 1211576 |
| migrantyear~c | -. 0474308 | .0031097 | -15.25 | 0.000 | -. 0536768 | -. 0411849 |
| exp | .0428061 | . 0009611 | 44.54 | 0.000 | . 0408758 | . 0447365 |
| migrantexp | -. 0176581 | .00105 | -16.82 | 0.000 | -. 0197672 | -. 015549 |
| exp_sq | -. 0006845 | . 0000189 | -36.22 | 0.000 | -. 0007224 | -. 0006465 |
| migrantexp_sq | . 000318 | . 000021 | 15.14 | 0.000 | . 0002758 | . 0003602 |
| femāle | -. 2462759 | . 004685 | -52.57 | 0.000 | -. 2556861 | -. 2368657 |
| migrantfemale | .0276116 | . 0076029 | 3.63 | 0.001 | . 0123408 | . 0428825 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 1486745 | . 0089176 | -16.67 | 0.000 | -. 1665862 | -. 1307629 |
| Hispanic | -. 075883 | .0196642 | -3.86 | 0.000 | -. 1153797 | -. 0363863 |
| Asian | . 0162391 | . 0144877 | 1.12 | 0.268 | -. 0128603 | . 0453384 |
| Other | -. 0971776 | . 011921 | -8.15 | 0.000 | -. 1211217 | -. 0732335 |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | -. 0132745 | . 0205121 | -0.65 | 0.520 | -. 0544743 | . 0279254 |
| 1\#Hispanic | -. 1410835 | . 0219754 | -6.42 | 0.000 | -. 1852223 | -. 0969446 |
| 1\#Asian | -. 0199381 | . 0183643 | -1.09 | 0.283 | -. 0568239 | . 0169477 |
| 1\#Other | .0064975 | . 0472285 | 0.14 | 0.891 | -. 0883636 | .1013587 |
| years_since~l | . 0029509 | . 0003376 | 8.74 | 0.000 | . 0022728 | . 0036291 |
| rural | -. 1608498 | . 0121347 | -13.26 | 0.000 | -. 1852231 | -. 1364764 |
| migrantrural | .0866052 | . 0211331 | 4.10 | 0.000 | . 0441581 | . 1290523 |
| year |  |  |  |  |  |  |
| 1999 | . 0302148 | . 0048599 | 6.22 | 0.000 | . 0204533 | . 0399762 |
| 2000 | . 0409993 | . 0045636 | 8.98 | 0.000 | . 0318331 | . 0501655 |


|  | 2001 | \| | . 0561158 | . 0054013 | 10.39 | 0.000 | . 0452669 | . 0669647 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | 2002 | \| | . 0626273 | . 0043786 | 14.30 | 0.000 | . 0538325 | . 071422 |
|  | 2003 | \| | . 0658763 | . 0048313 | 13.64 | 0.000 | . 0561722 | . 0755803 |
|  | 2004 | \| | . 0598298 | . 00468 | 12.78 | 0.000 | . 0504299 | . 0692298 |
|  | 2005 | \| | . 0471764 | . 0039987 | 11.80 | 0.000 | . 0391448 | . 0552081 |
|  | 2006 | \| | . 0384742 | . 0052883 | 7.28 | 0.000 | . 0278524 | . 0490961 |
|  | 2007 | \| | . 0424226 | . 0082187 | 5.16 | 0.000 | . 025915 | . 0589303 |
|  | 2008 | \| | . 0485314 | . 0067597 | 7.18 | 0.000 | . 0349541 | . 0621086 |
|  | 2009 | \| | . 0329316 | . 0068351 | 4.82 | 0.000 | . 0192029 | . 0466603 |
|  | 2010 | \| | . 0491737 | . 0062783 | 7.83 | 0.000 | . 0365634 | . 061784 |
|  | 2011 | \| | . 0325722 | . 0061359 | 5.31 | 0.000 | . 020248 | . 0448965 |
|  | 2012 | \| | . 0191996 | . 0075122 | 2.56 | 0.014 | . 004111 | . 0342882 |
|  | 2013 | \| | . 0035159 | . 0071744 | 0.49 | 0.626 | -. 0108943 | . 0179262 |
|  | 2014 | \| | . 0081959 | . 0094907 | 0.86 | 0.392 | -. 0108666 | . 0272585 |
|  | 2015 | \| | . 0110272 | . 0082614 | 1.33 | 0.188 | -. 0055662 | . 0276206 |
|  |  |  |  |  |  |  |  |  |
| migrant | t\#year |  |  |  |  |  |  |  |
| 1 | 1999 | \| | -. 0170808 | . 0089211 | -1.91 | 0.061 | -. 0349993 | . 0008377 |
| 1 | 2000 | \| | . 0094481 | . 01056 | 0.89 | 0.375 | -. 0117624 | . 0306585 |
| 1 | 2001 | \| | . 0247821 | . 0121758 | 2.04 | 0.047 | . 0003263 | . 0492379 |
| 1 | 2002 | \| | . 0287159 | . 0070098 | 4.10 | 0.000 | . 0146363 | . 0427955 |
| 1 | 2003 | \| | . 0113783 | . 0127302 | 0.89 | 0.376 | -. 0141911 | . 0369477 |
| 1 | 2004 | \| | . 0096506 | . 0128919 | 0.75 | 0.458 | -. 0162434 | . 0355447 |
| 1 | 2005 | \| | . 0279097 | . 0120767 | 2.31 | 0.025 | . 0036529 | . 0521665 |
| 1 | 2006 | \| | . 04306 | . 0105528 | 4.08 | 0.000 | . 021864 | . 064256 |
| 1 | 2007 | \| | . 0375621 | . 0083532 | 4.50 | 0.000 | . 0207842 | . 05434 |
| 1 | 2008 | \| | . 0342319 | . 0099422 | 3.44 | 0.001 | . 0142625 | . 0542013 |
| 1 | 2009 | \| | . 0292538 | . 013114 | 2.23 | 0.030 | . 0029135 | . 0555942 |
| 1 | 2010 | \| | . 0361533 | . 0105328 | 3.43 | 0.001 | . 0149974 | . 0573091 |
| 1 | 2011 | \| | . 0346094 | . 0115391 | 3.00 | 0.004 | . 0114325 | . 0577863 |
| 1 | 2012 | \| | . 0388471 | . 0116919 | 3.32 | 0.002 | . 0153633 | . 062331 |
| 1 | 2013 | \| | . 0513485 | . 012583 | 4.08 | 0.000 | . 0260748 | . 0766221 |
| 1 | 2014 | \| | . 0526997 | . 0131087 | 4.02 | 0.000 | . 0263701 | . 0790293 |
| 1 | 2015 | I | . 0439137 | . 0160181 | 2.74 | 0.008 | . 0117405 | . 0760869 |
|  | _cons |  | . 9405077 | . 0229208 | 41.03 | 0.000 | . 8944699 | . 9865454 |
| Linear regression |  |  |  |  |  | Number of obs |  | 1,376,334 |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  | Prob > F |  | - |
|  |  |  |  |  |  | R-squared |  | 0.1186 |
|  |  |  |  |  |  | Root MSE | = | 9.8783 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 6.634293 | . 6192901 | 10.71 | 0.000 | 5.390412 | 7.878174 |
| post911entry | -1.217184 | . 0702233 | -17.33 | 0.000 | -1.358232 | -1.076136 |
| post911entr~t | . 9967676 | . 14478 | 6.88 | 0.000 | . 7059683 | 1.287567 |
| highmigrant~c | -1.077857 | . 14782 | -7.29 | 0.000 | -1.374762 | -. 7809514 |
| hig~c_migrant | . 9109544 | . 4024786 | 2.26 | 0.028 | . 1025524 | 1.719356 |
| highmígra~911 | 1.214106 | . 3774599 | 3.22 | 0.002 | . 4559552 | 1.972256 |
| hig~1_migrant | -. 6161134 | . 5301246 | -1.16 | 0.251 | -1.6809 | . 4486732 |
| yearseduc | . 626742 | . 0175807 | 35.65 | 0.000 | . 5914302 | . 6620538 |
| migrantyear~c | -. 3555975 | . 0282269 | -12.60 | 0.000 | -. 4122929 | -. 298902 |
| exp | . 6014072 | . 0109743 | 54.80 | 0.000 | . 5793647 | . 6234498 |
| migrantexp | -. 2409964 | . 0146567 | -16.44 | 0.000 | -. 2704352 | -. 2115575 |


| exp_sq | -. 0115207 | . 0002049 | -56.22 | 0.000 | -. 0119323 | -. 0111091 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantexp_sq | . 0053528 | . 0002825 | 18.95 | 0.000 | . 0047854 | . 0059202 |
| female | -4.874432 | . 1129979 | -43.14 | 0.000 | -5.101395 | -4.647469 |
| migrantfemale | . 7570503 | . 1021912 | 7.41 | 0.000 | . 5517932 | . 9623074 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0642801 | . 0773573 | -0.83 | 0.410 | -. 2196567 | . 0910966 |
| Hispanic | . 0353578 | . 2365028 | 0.15 | 0.882 | -. 439672 | . 5103876 |
| Asian | -. 3181228 | . 2873987 | -1.11 | 0.274 | -. 8953801 | . 2591344 |
| Other | . 1245308 | . 1583459 | 0.79 | 0.435 | -. 1935164 | . 4425779 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | -. 5728624 | . 1421213 | -4.03 | 0.000 | -. 8583214 | -. 2874035 |
| 1\#Hispanic | -. 515706 | . 1533333 | -3.36 | 0.001 | -. 8236849 | -. 2077271 |
| 1\#Asian | -. 3427015 | . 2649227 | -1.29 | 0.202 | -. 8748145 | . 1894114 |
| 1\#Other | -. 7416278 | . 4355162 | -1.70 | 0.095 | -1.616388 | . 1331321 |
|  | 0082828 | 025815 | 3.21 | 0.002 | 0030977 |  |
| rural | . 2416044 | . 0875235 | 2.76 | 0.008 | . 0658084 | . 4174005 |
| migrantrural | . 8174308 | . 2765286 | 2.96 | 0.005 | . 2620067 | 1.372855 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0991676 | . 0652845 | 1.52 | 0.135 | -. 0319601 | . 2302954 |
| 2000 | . 1121859 | . 0910094 | 1.23 | 0.223 | -. 0706119 | . 2949838 |
| 2001 | . 0522307 | . 0982834 | 0.53 | 0.597 | -. 1451774 | . 2496388 |
| 2002 | -. 1477471 | . 0781558 | -1.89 | 0.065 | -. 3047276 | . 0092335 |
| 2003 | -. 3552388 | . 0871936 | -4.07 | 0.000 | -. 5303723 | -. 1801054 |
| 2004 | -. 3677569 | . 1072756 | -3.43 | 0.001 | -. 5832263 | -. 1522875 |
| 2005 | -. 2417767 | . 0937537 | -2.58 | 0.013 | -. 4300865 | -. 0534668 |
| 2006 | -. 1268299 | . 1074646 | -1.18 | 0.244 | -. 3426789 | . 089019 |
| 2007 | -. 0256552 | . 0902453 | -0.28 | 0.777 | -. 2069181 | . 1556077 |
| 2008 | -. 0600974 | . 0963012 | -0.62 | 0.535 | -. 2535241 | . 1333293 |
| 2009 | -. 3574561 | . 0927715 | -3.85 | 0.000 | -. 5437931 | -. 1711191 |
| 2010 | -. 6855042 | . 0987585 | -6.94 | 0.000 | -. 8838664 | -. 487142 |
| 2011 | -. 6874588 | . 0913579 | -7. 52 | 0.000 | -. 8709566 | -. 503961 |
| 2012 | -. 5199289 | . 0974465 | -5.34 | 0.000 | -. 7156559 | -. 324202 |
| 2013 | -. 3961702 | . 1156294 | -3.43 | 0.001 | -. 6284186 | -. 1639217 |
| 2014 | -. 3572653 | . 1105537 | -3.23 | 0.002 | -. 579319 | -. 1352116 |
| 2015 | -. 147928 | . 1008292 | -1.47 | 0.149 | -. 3504493 | . 0545934 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 0641633 | . 1605316 | 0.40 | 0.691 | -. 2582739 | . 3866004 |
| 12000 | . 2034969 | . 211716 | 0.96 | 0.341 | -. 2217473 | . 628741 |
| 12001 | . 3131775 | . 163502 | 1.92 | 0.061 | -. 0152259 | . 6415809 |
| 12002 | . 0610561 | . 1679327 | 0.36 | 0.718 | -. 2762467 | . 3983589 |
| 12003 | . 1564367 | . 1719983 | 0.91 | 0.367 | -. 1890321 | . 5019055 |
| 12004 | . 0408251 | . 205352 | 0.20 | 0.843 | -. 3716366 | . 4532867 |
| 12005 | -. 0277599 | . 1213933 | -0.23 | 0.820 | -. 2715856 | . 2160658 |
| 12006 | . 3317038 | . 1697794 | 1.95 | 0.056 | -. 0093082 | . 6727157 |
| 12007 | . 0448119 | . 1183493 | 0.38 | 0.707 | -. 1928998 | . 2825235 |
| 12008 | -. 004769 | . 1757396 | -0.03 | 0.978 | -. 3577524 | . 3482145 |
| 12009 | -. 3222885 | . 1627904 | -1.98 | 0.053 | -. 6492627 | . 0046856 |
| 12010 | -. 6572506 | . 1555553 | -4.23 | 0.000 | -. 9696926 | -. 3448086 |
| 12011 | -. 6036574 | . 1363005 | -4.43 | 0.000 | -. 8774251 | -. 3298898 |
| 12012 | -. 6385416 | . 1532089 | -4.17 | 0.000 | -. 9462707 | -. 3308124 |
| 12013 | -. 6374584 | . 1563724 | -4.08 | 0.000 | -. 9515417 | -. 3233751 |
| 12014 | -. 5046679 | . 1662916 | -3.03 | 0.004 | -. 8386745 | -. 1706614 |
| 12015 | -. 5365162 | . 1391718 | -3.86 | 0.000 | -. 8160511 | -. 2569813 |

```
cons | 28.03497 .4122601 68.00 0.000 27.20692
28.86302
```

Specification (5), Endogenous-wage, Method 2, Restricted sample

| Linear regression | Number of obs |  | 36,851 |
| :---: | :---: | :---: | :---: |
|  | F (50, 50) |  |  |
|  | Prob > F |  |  |
|  | R -squared |  | 0.0589 |
|  | Root MSE |  | . 62003 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust | t | P> \| t | | [95\% Conf | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 1195325 | . 0815367 | 1.47 | 0.149 | -. 0442389 | . 2833039 |
| post911entry | -. 0882083 | . 0274936 | -3.21 | 0.002 | -. 1434308 | -. 0329857 |
| post911ent~t | . 0603024 | . 0345978 | 1.74 | 0.087 | -. 0091894 | . 1297941 |
| hsgrad | . 2069812 | . 0146377 | 14.14 | 0.000 | . 1775805 | . 2363818 |
| assocgrad | . 2898713 | . 0222959 | 13.00 | 0.000 | . 2450886 | . 334654 |
| bachgrad | . 4269001 | . 0499356 | 8.55 | 0.000 | . 3266014 | . 5271987 |
| mastgrad | . 3434952 | . 1068892 | 3.21 | 0.002 | . 128802 | . 5581885 |
| doctorgrad | . 3849842 | . 0671681 | 5.73 | 0.000 | . 2500731 | . 5198952 |
| migranthsg~d | -. 0862374 | . 0207331 | -4.16 | 0.000 | -. 1278811 | -. 0445938 |
| migrantass~d | -. 1032234 | . 04536 | -2.28 | 0.027 | -. 1943316 | -. 0121152 |
| migrantbac~d | -. 2332028 | . 0434013 | -5.37 | 0.000 | -. 3203769 | -. 1460287 |
| migrantmas~d | -. 0147502 | . 1256901 | -0.12 | 0.907 | -. 2672062 | . 2377059 |
| migrantdoc~d | -. 0851249 | . 1454752 | -0.59 | 0.561 | -. 3773204 | . 2070706 |
| exp | . 0174868 | . 002153 | 8.12 | 0.000 | . 0131624 | . 0218113 |
| migrantexp | -. 0096844 | . 0024986 | -3.88 | 0.000 | -. 014703 | -. 0046659 |
| exp_sq | -. 0002799 | . 0000439 | -6.38 | 0.000 | -. 0003681 | -. 0001918 |
| migrantexp~q | . 0001608 | . 0000498 | 3.23 | 0.002 | .0000608 | . 0002608 |
| female | -. 1480165 | . 0118775 | -12.46 | 0.000 | -. 1718731 | -. 1241598 |
| migrantfem~e | -. 0060903 | . 0162896 | -0.37 | 0.710 | -. 038809 | . 0266283 |
| $1 . m i g r a n t$ | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 077848 | . 0149785 | -5.20 | 0.000 | -. 1079332 | -. 0477627 |
| Hispanic | -. 0530243 | . 0186495 | -2.84 | 0.006 | -. 0904829 | -. 0155656 |
| Asian | -. 0075838 | . 0494232 | -0.15 | 0.879 | -. 1068534 | . 0916857 |
| Other | -. 0870498 | . 0396153 | -2.20 | 0.033 | -. 1666195 | -. 0074802 |
|  |  |  |  |  |  |  |
| migrant\#\| wbhao |  |  |  |  |  |  |
| 1\#Black | . 1007591 | . 029502 | 3.42 | 0.001 | . 0415026 | . 1600156 |
| 1\#Hispanic | -. 0866426 | . 0256911 | -3.37 | 0.001 | -. 1382447 | -. 0350405 |
| 1\#Asian | -. 0447606 | . 0611433 | -0.73 | 0.468 | -. 1675705 | . 0780493 |
| 1\#Other | -. 0933013 | . 1041459 | -0.90 | 0.375 | -. 3024845 | . 1158818 |
| years_sinc~l | . 0022884 | . 0046425 | 0.49 | 0.624 | -. 0070364 | . 0116132 |
| rural | -. 1165104 | . 0154121 | -7.56 | 0.000 | -. 1474665 | -. 0855543 |
| migrantrural | . 0373017 | . 0273283 | 1.36 | 0.178 | -. 0175888 | . 0921922 |
|  |  |  |  |  |  |  |
| year \| |  |  |  |  |  |  |
| 1999 | . 0527784 | . 02618 | 2.02 | 0.049 | . 0001943 | . 1053624 |


| 2000 | . 000591 | . 0276918 | 0.02 | 0.983 | -. 0550295 | . 0562116 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2001 | . 0981571 | . 0273564 | 3.59 | 0.001 | . 0432103 | . 153104 |
| 2002 | . 0947925 | . 0224644 | 4.22 | 0.000 | . 0496715 | . 1399135 |
| 2003 | . 0413859 | . 0380652 | 1.09 | 0.282 | -. 0350704 | . 1178421 |
| 2004 | -. 0070164 | . 0447725 | -0.16 | 0.876 | -. 0969446 | . 0829118 |
| 2005 | -. 0429601 | . 0295474 | -1.45 | 0.152 | -. 1023078 | . 0163875 |
| 2006 | . 0075511 | . 0331959 | 0.23 | 0.821 | -. 0591249 | . 0742271 |
| 2007 | -. 038858 | . 0356698 | -1.09 | 0.281 | -. 1105029 | . 0327868 |
| 2008 | -. 0010505 | . 0397171 | -0.03 | 0.979 | -. 0808246 | . 0787237 |
| 2009 | . 0042295 | . 0503024 | 0.08 | 0.933 | -. 0968058 | . 1052648 |
| 2010 | . 0534742 | . 0476435 | 1.12 | 0.267 | -. 0422205 | . 1491689 |
| 2011 | . 0158595 | . 0367825 | 0.43 | 0.668 | -. 0580203 | . 0897393 |
| 2012 | -. 0100044 | . 0299405 | -0.33 | 0.740 | -. 0701418 | . 0501329 |
| 2013 | -. 0273351 | . 0374523 | -0.73 | 0.469 | -. 1025602 | . 04789 |
| 2014 | -. 0060556 | . 0452494 | -0.13 | 0.894 | -. 0969416 | . 0848305 |
| 2015 | . 0553569 | . 0336183 | 1.65 | 0.106 | -. 0121675 | . 1228813 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0718813 | . 0387493 | -1.86 | 0.069 | -. 1497115 | . 005949 |
| 12000 | . 043237 | . 0380958 | 1.13 | 0.262 | -. 0332807 | . 1197548 |
| 12001 | -. 0197004 | . 0512593 | -0.38 | 0.702 | -. 1226578 | . 083257 |
| 12002 | -. 006447 | . 0400206 | -0.16 | 0.873 | -. 0868307 | . 0739367 |
| 12003 | . 0561124 | . 0554877 | 1.01 | 0.317 | -. 0553379 | . 1675627 |
| 12004 | . 0626264 | . 0568496 | 1.10 | 0.276 | -. 0515595 | . 1768122 |
| 12005 | . 1373538 | . 0504251 | 2.72 | 0.009 | . 0360721 | . 2386356 |
| 12006 | . 0790538 | . 0759457 | 1.04 | 0.303 | -. 0734877 | . 2315952 |
| 12007 | . 1068136 | . 0643576 | 1.66 | 0.103 | -. 0224524 | . 2360796 |
| 12008 | . 0335561 | . 059778 | 0.56 | 0.577 | -. 0865115 | . 1536238 |
| 12009 | . 0663969 | . 0763569 | 0.87 | 0.389 | -. 0869704 | . 2197642 |
| 12010 | . 0492883 | . 0823871 | 0.60 | 0.552 | -. 116191 | . 2147675 |
| 12011 | . 0928043 | . 076509 | 1.21 | 0.231 | -. 0608686 | . 2464771 |
| 12012 | . 0809722 | . 0954477 | 0.85 | 0.400 | -. 1107401 | . 2726844 |
| 12013 | . 0956756 | . 0935614 | 1.02 | 0.311 | -. 0922479 | . 2835991 |
| 12014 | . 0957277 | . 0945879 | 1.01 | 0.316 | -. 0942577 | . 2857132 |
| 12015 | . 0086683 | . 0938312 | 0.09 | 0.927 | -. 1797973 | . 1971338 |
| entry year | . 0031133 | . 0050163 | 0.62 | 0.538 | -. 0069622 | . 0131888 |
| entry_year~q | -1.57e-06 | $2.50 \mathrm{e}-06$ | -0.63 | 0.534 | -6.59e-06 | 3.46e-06 |
| _cons | 2.160223 | . 0299497 | 72.13 | 0.000 | 2.100067 | 2.220379 |
| Linear regression |  |  |  | Number of obs$\mathrm{F}(50,50)$ |  | 36,948 |
|  |  |  |  |  |  |  |
|  |  |  |  | Prob > F |  |  |
|  |  |  |  | R-squared |  | 0.0960 |
|  |  |  |  | Root MSE |  | 10.947 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Coef. | Std. Err. | t | $P>\|t\|$ |  |  |
| migrant | 3.880628 | 1.318605 | 2.94 | 0.005 | 1.232131 | 6.529125 |
| post911entry | -. 6718858 | . 5443526 | -1.23 | 0.223 | -1.76525 | . 4214787 |
| post911ent~t | 1.022616 | . 6829329 | 1.50 | 0.141 | -. 3490954 | 2.394327 |
| hsgrad | . 8962576 | . 3081085 | 2.91 | 0.005 | . 2774034 | 1.515112 |
| assocgrad | 1.601585 | . 6429451 | 2.49 | 0.016 | . 3101914 | 2.892978 |
| bachgrad | . 8637816 | . 7951232 | 1.09 | 0.283 | -. 7332704 | 2.460834 |
| mastgrad | 1.040776 | 1.365341 | 0.76 | 0.449 | -1.701591 | 3.783144 |
| doctorgrad | 3.802423 | 3.049954 | 1.25 | 0.218 | -2.323589 | 9.928435 |


| migranthsg~d | -1.357695 | . 4007312 | -3.39 | 0.001 | -2.162588 | -. 5528032 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantass~d | -2.199634 | .7399172 | -2.97 | 0.005 | -3.685801 | -. 7134662 |
| migrantbac~d | -. 9951964 | . 800832 | -1.24 | 0.220 | -2.603715 | . 613322 |
| migrantmas~d | -. 3597483 | 1.697975 | -0.21 | 0.833 | -3.770231 | 3.050734 |
| migrantdoc~d | -5.887226 | 3.227164 | -1.82 | 0.074 | -12.36917 | . 5947227 |
| exp | . 4062139 | . 0271607 | 14.96 | 0.000 | .35166 | . 4607678 |
| migrantexp | -. 2535751 | . 0303791 | -8.35 | 0.000 | -. 3145932 | -. 1925569 |
| exp_sq | -. 0079642 | .0005262 | -15.13 | 0.000 | -. 0090212 | -. 0069072 |
| migrantexp~q | . 0054309 | .0005583 | 9.73 | 0.000 | .0043095 | . 0065524 |
| female | -7.317384 | . 4200617 | -17.42 | 0.000 | -8.161103 | -6.473666 |
| migrantfem~e | 1.446202 | . 5295032 | 2.73 | 0.009 | . 3826633 | 2.50974 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | 1.744183 | . 3643554 | 4.79 | 0.000 | 1.012354 | 2.476012 |
| Hispanic | 1.652754 | . 4135687 | 4.00 | 0.000 | . 8220764 | 2.483431 |
| Asian | 1.375668 | . 8804854 | 1.56 | 0.125 | -. 3928392 | 3.144175 |
| Other | 1.371378 | .7252478 | 1.89 | 0.064 | -. 0853247 | 2.828082 |
|  |  |  |  |  |  |  |
| $\begin{gathered} \text { migrant\# } \\ \text { wbhao } \end{gathered}$ |  |  |  |  |  |  |
| 1\#Black | -. 4063141 | . 7925395 | -0.51 | 0.610 | -1.998176 | 1.185548 |
| 1\#Hispanic | -1.174212 | . 722415 | -1.63 | 0.110 | -2.625226 | . 276801 |
| 1\#Asian | . 9206855 | 1.279466 | 0.72 | 0.475 | -1.649197 | 3.490568 |
| 1\#Other | 1.044826 | 2.767725 | 0.38 | 0.707 | -4.514313 | 6.603965 |
| years_sinc~l | . 0952914 | . 0690192 | 1.38 | 0.174 | -. 0433378 | . 2339205 |
| rural | 1.344168 | .3346119 | 4.02 | 0.000 | . 6720798 | 2.016256 |
| migrantrural | . 8084106 | . 6771868 | 1.19 | 0.238 | -. 551759 | 2.16858 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | -. 2992005 | . 5053862 | -0.59 | 0.557 | -1.314299 | . 7158976 |
| 2000 | . 2362094 | . 5535334 | 0.43 | 0.671 | -. 8755951 | 1.348014 |
| 2001 | -. 0954943 | . 540364 | -0.18 | 0.860 | -1.180847 | . 9898588 |
| 2002 | -. 4181179 | . 5433337 | -0.77 | 0.445 | -1.509436 | . 6732 |
| 2003 | -. 7177997 | . 6063426 | -1.18 | 0.242 | -1.935675 | . 5000754 |
| 2004 | -1.017106 | . 5896679 | -1.72 | 0.091 | -2.201489 | .1672764 |
| 2005 | -1.329829 | . 7061379 | -1.88 | 0.065 | -2.748148 | . 0884912 |
| 2006 | -1.262093 | . 6520033 | -1.94 | 0.059 | -2.57168 | . 0474941 |
| 2007 | -1.68617 | . 5036655 | -3.35 | 0.002 | -2.697812 | -. 6745282 |
| 2008 | -. 6298742 | . 5994405 | -1.05 | 0.298 | -1.833886 | . 5741375 |
| 2009 | -1.214362 | . 6531423 | -1.86 | 0.069 | -2.526237 | . 0975128 |
| 2010 | -2.523161 | . 7278976 | -3.47 | 0.001 | -3.985187 | -1.061136 |
| 2011 | -1.788383 | . 7694104 | -2.32 | 0.024 | -3.333789 | -. 2429765 |
| 2012 | -1.336486 | . 6043597 | -2.21 | 0.032 | -2.550378 | -. 1225939 |
| 2013 | -2.268947 | . 6671568 | -3.40 | 0.001 | -3.60897 | -. 9289227 |
| 2014 | -2.200748 | . 5853544 | -3.76 | 0.000 | -3.376467 | -1.025029 |
| 2015 | -1.465712 | . 6324155 | -2.32 | 0.025 | -2.735956 | -. 1954676 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 4000483 | .7574136 | 0.53 | 0.600 | -1.121262 | 1.921358 |
| 12000 | -. 221978 | . 8360572 | -0.27 | 0.792 | -1.901248 | 1.457292 |
| 12001 | -. 133495 | 1.007095 | -0.13 | 0.895 | -2.156305 | 1.889315 |
| 12002 | -. 4338377 | . 8560551 | -0.51 | 0.615 | -2.153275 | 1.285599 |
| 12003 | -. 1498815 | . 9752915 | -0.15 | 0.878 | -2.108812 | 1.809049 |
| 12004 | -. 0322653 | . 8488547 | -0.04 | 0.970 | -1.73724 | 1.672709 |
| 12005 | -. 1430501 | 1.057161 | -0.14 | 0.893 | -2.266421 | 1.98032 |
| 12006 | -. 2481642 | 1.163639 | -0.21 | 0.832 | -2.585402 | 2.089074 |
| 12007 | . 5628061 | . 9045369 | 0.62 | 0.537 | -1.25401 | 2.379622 |
| 12008 | -. 9085942 | 1.069111 | -0.85 | 0.399 | -3.055966 | 1.238778 |


| 12009 | -1.470136 | 1.320537 | -1.11 | 0.271 | -4.122513 | 1.18224 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 12010 | -1.416082 | 1.239298 | -1.14 | 0.259 | -3.905285 | 1.073122 |
| 12011 | -2.035893 | 1.28142 | -1.59 | 0.118 | -4.609702 | . 5379147 |
| 12012 | -1.349911 | 1.300936 | -1.04 | 0.304 | -3.962918 | 1.263095 |
| 12013 | -1.117381 | 1.367509 | -0.82 | 0.418 | -3.864103 | 1.629342 |
| 12014 | -. 915642 | 1.302816 | -0.70 | 0.485 | -3.532425 | 1.701141 |
| 12015 | -. 8250366 | 1.295941 | -0.64 | 0.527 | -3.428011 | 1.777938 |
| entry_year | -. 0923368 | . 0700533 | -1.32 | 0.193 | -. 233043 | . 0483693 |
| entry_year~q | . 0000459 | . 0000349 | 1.31 | 0.195 | -. 0000242 | . 0001161 |
| _cons | 37.27066 | . 571213 | 65.25 | 0.000 | 36.12334 | 38.41797 |

Specification (5), Endogenous-wage, Method 2, Full sample

| Linear regression | Number of obs |  | 1,375,615 |
| :---: | :---: | :---: | :---: |
|  | F (50, 50) |  |  |
|  | Prob > F |  |  |
|  | R-squared |  | 0.2916 |
|  | Root MSE |  | . 61385 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust <br> Std. Err. | t | P>\|t| | [95\% Con | Interval] |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 3423745 | . 0321237 | 10.66 | 0.000 | . 2778522 | . 4068968 |
| post911entry | -. 0643487 | . 0037415 | -17.20 | 0.000 | -. 0718637 | -. 0568337 |
| post911entr~t | . 019722 | . 0075756 | 2.60 | 0.012 | . 004506 | . 034938 |
| highmigrant~c | -. 2672068 | . 0077514 | -34.47 | 0.000 | -. 282776 | -. 2516375 |
| hig~c_migrant | . 0836011 | . 0100412 | 8.33 | 0.000 | . 0634327 | . 1037694 |
| highmigra~911 | . 1136943 | . 0200754 | 5.66 | 0.000 | . 0733717 | . 1540169 |
| hig~1_migrant | -. 0738254 | . 0213326 | -3.46 | 0.001 | -. 1166732 | -. 0309777 |
| hsgrad | . 2927065 | . 0059002 | 49.61 | 0.000 | . 2808556 | . 3045574 |
| assocgrad | . 476233 | . 0058043 | 82.05 | 0.000 | . 4645746 | . 4878913 |
| bachgrad | . 7506867 | . 0100854 | 74.43 | 0.000 | . 7304296 | . 7709438 |
| mastgrad | . 9231457 | . 0136421 | 67.67 | 0.000 | . 8957448 | . 9505465 |
| doctorgrad | 1.189727 | . 0129647 | 91.77 | 0.000 | 1.163686 | 1.215767 |
| migranthsgrad | -. 1061327 | . 0059567 | -17.82 | 0.000 | -. 1180971 | -. 0941682 |
| migrantasso~d | -. 0906865 | . 01141 | -7.95 | 0.000 | -. 1136042 | -. 0677688 |
| migrantbach~d | -. 0987828 | . 0116677 | -8.47 | 0.000 | -. 1222181 | -. 0753475 |
| migrantmast~d | . 0213133 | . 0158138 | 1.35 | 0.184 | -. 0104496 | . 0530761 |
| migrantdoct~d | -. 1249169 | . 014421 | -8.66 | 0.000 | -. 1538823 | -. 0959515 |
| exp | . 0410501 | . 0009321 | 44.04 | 0.000 | . 0391779 | . 0429222 |
| migrantexp | -. 017868 | . 0010052 | -17.77 | 0.000 | -. 0198871 | -. 0158489 |
| exp_sq | -. 0006684 | . 0000183 | -36.53 | 0.000 | -. 0007052 | -. 0006317 |
| migrantexp_sq | . 0002523 | . 0000186 | 13.56 | 0.000 | . 0002149 | . 0002896 |
| female | -. 2414233 | . 0047428 | -50.90 | 0.000 | -. 2509496 | -. 231897 |
| migrantfemale | . 0350407 | . 0068284 | 5.13 | 0.000 | . 0213256 | . 0487559 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 139208 | . 0091445 | -15.22 | 0.000 | -. 1575754 | -. 1208407 |
| Hispanic | -. 068584 | . 0242316 | -2.83 | 0.007 | -. 1172547 | -. 0199134 |
| Asian | . 0233588 | . 0161328 | 1.45 | 0.154 | -. 0090449 | . 0557624 |
| Other | -. 0853508 | . 0120122 | -7.11 | 0.000 | -. 1094781 | -. 0612235 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |


| 1\#Black | . 0346059 | . 0180769 | 1.91 | 0.061 | -. 0017026 | . 0709145 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 1\#Hispanic | -. 114804 | . 0203432 | -5.64 | 0.000 | -. 1556645 | -. 0739435 |
| 1\#Asian | -. 0444345 | . 0144001 | -3.09 | 0.003 | -. 0733579 | -. 0155111 |
| 1\#Other | . 0171033 | . 0497267 | 0.34 | 0.732 | -. 0827757 | . 1169824 |
|  | 0092593 | 00116 | 7.98 | 0.000 | . 0069294 | 0115892 |
| - rural | -. 1666642 | . 0127068 | -13.12 | 0.000 | -. 1921865 | -. 1411419 |
| migrantrural | . 0858669 | . 0156049 | 5.50 | 0.000 | . 0545235 | . 1172103 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0312377 | . 0048809 | 6.40 | 0.000 | . 0214342 | . 0410413 |
| 2000 | . 0425573 | . 0045048 | 9.45 | 0.000 | . 0335092 | . 0516055 |
| 2001 | . 0580616 | . 0051814 | 11.21 | 0.000 | . 0476544 | . 0684688 |
| 2002 | . 0651742 | . 0044241 | 14.73 | 0.000 | . 0562882 | . 0740603 |
| 2003 | . 0690786 | . 0053115 | 13.01 | 0.000 | . 0584102 | . 0797471 |
| 2004 | . 0619051 | . 0050973 | 12.14 | 0.000 | . 0516669 | . 0721433 |
| 2005 | . 0481965 | . 0041737 | 11.55 | 0.000 | . 0398135 | . 0565796 |
| 2006 | . 0406221 | . 005434 | 7.48 | 0.000 | . 0297075 | . 0515367 |
| 2007 | . 042851 | . 0079338 | 5.40 | 0.000 | . 0269156 | . 0587864 |
| 2008 | . 0506464 | . 0068853 | 7.36 | 0.000 | . 0368169 | . 064476 |
| 2009 | . 0337982 | . 0068262 | 4.95 | 0.000 | . 0200874 | . 047509 |
| 2010 | . 0495056 | . 0058075 | 8.52 | 0.000 | . 0378409 | . 0611703 |
| 2011 | . 0335513 | . 0062029 | 5.41 | 0.000 | . 0210925 | . 0460101 |
| 2012 | . 0196331 | . 0078623 | 2.50 | 0.016 | . 0038412 | . 035425 |
| 2013 | . 0042841 | . 007269 | 0.59 | 0.558 | -. 0103161 | . 0188844 |
| 2014 | . 0067879 | . 0100419 | 0.68 | 0.502 | -. 0133819 | . 0269576 |
| 2015 | . 0093828 | . 00897 | 1.05 | 0.301 | -. 008634 | . 0273996 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0169699 | . 0089248 | -1.90 | 0.063 | -. 0348959 | . 000956 |
| 12000 | . 0095621 | . 0091771 | 1.04 | 0.302 | -. 0088706 | . 0279948 |
| 12001 | . 0226177 | . 0110268 | 2.05 | 0.046 | . 0004697 | . 0447656 |
| 12002 | . 0218894 | . 007176 | 3.05 | 0.004 | . 0074759 | . 0363028 |
| 12003 | . 0014459 | . 0128862 | 0.11 | 0.911 | -. 0244368 | . 0273285 |
| 12004 | -. 0032157 | . 0131868 | -0.24 | 0.808 | -. 0297021 | . 0232707 |
| 12005 | . 0145015 | . 0135099 | 1.07 | 0.288 | -. 0126339 | . 0416369 |
| 12006 | . 0221094 | . 0109923 | 2.01 | 0.050 | . 0000307 | . 0441881 |
| 12007 | . 0186546 | . 0112248 | 1.66 | 0.103 | -. 0038911 | . 0412003 |
| 12008 | . 0077676 | . 0124489 | 0.62 | 0.535 | -. 0172368 | . 032772 |
| 12009 | -. 000316 | . 015655 | -0.02 | 0.984 | -. 0317601 | . 031128 |
| 12010 | . 0079745 | . 0149642 | 0.53 | 0.596 | -. 0220821 | . 0380311 |
| 12011 | . 0058945 | . 0152674 | 0.39 | 0.701 | -. 0247711 | . 0365601 |
| 12012 | . 0043278 | . 0164941 | 0.26 | 0.794 | -. 0288015 | . 0374571 |
| 12013 | . 0108867 | . 0173189 | 0.63 | 0.532 | -. 0238993 | . 0456727 |
| 12014 | . 0030762 | . 0192039 | 0.16 | 0.873 | -. 035496 | . 0416483 |
| 12015 | -. 0137248 | . 0228169 | -0.60 | 0.550 | -. 0595538 | . 0321042 |
| entry_year | -. 0017222 | . 0008995 | -1.91 | 0.061 | -. 0035289 | . 0000846 |
| entry_year_sq | $7.95 \mathrm{e}-07$ | $4.46 \mathrm{e}-07$ | 1.78 | 0.081 | -1.02e-07 | $1.69 \mathrm{e}-06$ |
| _cons | 2.155603 | . 0078468 | 274.71 | 0.000 | 2.139842 | 2.171364 |
| Linear regression |  |  |  | Number of obs |  | 1,376,334 |
|  |  |  |  | F(50, 50) |  |  |
|  |  |  |  | Prob > F |  |  |
|  |  |  |  | R-squared |  | 0.1247 |
|  |  |  |  | Root MSE |  | 9.8437 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Coef. | Robust <br> Std. Err | t | P> $\|t\|$ | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 2.955199 | . 3948085 | 7.49 | 0.000 | 2.162203 | 3.748195 |
| post911entry | -1.193007 | . 0682564 | -17.48 | 0.000 | -1.330104 | -1.05591 |
| post911entr~t | . 9576277 | . 1463626 | 6.54 | 0.000 | . 6636498 | 1.251606 |
| highmigrant~c | -1.091024 | . 1424967 | -7.66 | 0.000 | -1.377237 | -. 8048112 |
| hig~c_migrant | . 8608812 | . 3495123 | 2.46 | 0.017 | . 1588652 | 1.562897 |
| highmigra~911 | 1.350844 | . 3660381 | 3.69 | 0.001 | . 615635 | 2.086053 |
| hig~1_migrant | -. 6671878 | . 5177117 | -1.29 | 0.203 | -1.707042 | . 3726668 |
| hsgrad | 2.349165 | . 1234455 | 19.03 | 0.000 | 2.101218 | 2.597113 |
| assocgrad | 2.955268 | . 1341275 | 22.03 | 0.000 | 2.685865 | 3.224671 |
| bachgrad | 4.681419 | . 1347189 | 34.75 | 0.000 | 4.410828 | 4.95201 |
| mastgrad | 5.599368 | . 1744468 | 32.10 | 0.000 | 5.248981 | 5.949755 |
| doctorgrad | 8.869715 | . 2577262 | 34.42 | 0.000 | 8.352056 | 9.387373 |
| migranthsgrad | -1.77537 | . 1369364 | -12.96 | 0.000 | -2.050415 | -1.500325 |
| migrantasso~d | -1.948278 | . 1961035 | -9.93 | 0.000 | -2.342163 | -1.554392 |
| migrantbach~d | -2.31304 | . 2133381 | -10.84 | 0.000 | -2.741542 | -1.884538 |
| migrantmast~d | -2.321362 | . 2992577 | -7.76 | 0.000 | -2.922439 | -1.720285 |
| migrantdoct~d | -1.744412 | . 2489585 | -7.01 | 0.000 | -2.24446 | -1.244364 |
| exp | . 5860105 | . 0104717 | 55.96 | 0.000 | . 5649775 | . 6070436 |
| migrantexp | -. 2302471 | . 01431 | -16.09 | 0.000 | -. 2589895 | -. 2015047 |
| exp_sq | -. 0112821 | . 0001954 | -57.73 | 0.000 | -. 0116746 | -. 0108896 |
| migrantexp_sq | . 0049652 | . 0002658 | 18.68 | 0.000 | . 0044313 | .0054991 |
| female | -4.841172 | . 1129166 | -42.87 | 0.000 | -5.067972 | -4.614372 |
| migrantfemale | . 8402935 | . 1084281 | 7.75 | 0.000 | . 6225093 | 1.058078 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | . 0328795 | . 0779395 | 0.42 | 0.675 | -. 1236667 | . 1894257 |
| Hispanic | . 1108909 | . 227863 | 0.49 | 0.629 | -. 3467854 | . 5685671 |
| Asian | -. 3887332 | . 2704176 | -1.44 | 0.157 | -. 9318829 | . 1544165 |
| Other | . 2401966 | . 1552552 | 1.55 | 0.128 | -. 0716427 | . 5520359 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | -. 3494768 | . 1465324 | -2.38 | 0.021 | -. 6437957 | -. 0551579 |
| 1\#Hispanic | -. 3797982 | . 1695133 | -2.24 | 0.030 | -. 7202758 | -. 0393207 |
| 1\#Asian | -. 360281 | . 2806691 | -1.28 | 0.205 | -. 9240215 | . 2034596 |
| 1\#Other | -. 6973816 | . 4240076 | -1.64 | 0.106 | -1.549026 | . 1542628 |
| years_since~1 | -. 0131114 | . 0128344 | -1.02 | 0.312 | -. 0388901 | . 0126673 |
| rural | . 2587826 | . 0889998 | 2.91 | 0.005 | . 0800213 | . 4375439 |
| migrantrural | . 7478435 | . 2709041 | 2.76 | 0.008 | . 2037166 | 1.29197 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1019295 | . 0656363 | 1.55 | 0.127 | -. 0299048 | . 2337639 |
| 2000 | . 1159126 | . 0906884 | 1.28 | 0.207 | -. 0662405 | . 2980657 |
| 2001 | . 058583 | . 0966765 | 0.61 | 0.547 | -. 1355974 | . 2527634 |
| 2002 | -. 1398526 | . 0762777 | -1.83 | 0.073 | -. 2930608 | . 0133556 |
| 2003 | -. 3445164 | . 0842676 | -4.09 | 0.000 | -. 5137728 | -. 1752599 |
| 2004 | -. 3663769 | . 1051731 | -3.48 | 0.001 | -. 5776234 | -. 1551305 |
| 2005 | -. 2433722 | . 0917556 | -2.65 | 0.011 | -. 4276688 | -. 0590755 |
| 2006 | -. 1228409 | . 104577 | -1.17 | 0.246 | -. 33289 | . 0872082 |
| 2007 | -. 0309208 | . 0869268 | -0.36 | 0.724 | -. 2055184 | . 1436767 |
| 2008 | -. 0585947 | . 095007 | -0.62 | 0.540 | -. 2494219 | . 1322326 |
| 2009 | -. 3659011 | . 0922504 | -3.97 | 0.000 | -. 5511914 | -. 1806107 |
| 2010 | -. 697982 | . 0955096 | -7.31 | 0.000 | -. 8898188 | -. 5061452 |
| 2011 | -. 6964367 | . 0902081 | -7.72 | 0.000 | -. 877625 | -. 5152484 |
| 2012 | -. 5315175 | . 0957067 | -5.55 | 0.000 | -. 72375 | -. 339285 |
| 2013 | -. 4076003 | . 1154386 | -3.53 | 0.001 | -. 6394655 | -. 1757352 |


| 2014 | -. 3835814 | . 1101971 | -3.48 | 0.001 | -. 6049187 | -. 162244 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2015 | -. 1734517 | . 101061 | -1.72 | 0.092 | -. 3764388 | . 0295354 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 1037441 | . 1566289 | 0.66 | 0.511 | -. 2108544 | . 4183425 |
| 12000 | . 2839861 | . 2249484 | 1.26 | 0.213 | -. 1678361 | . 7358082 |
| 12001 | . 4063498 | . 1614002 | 2.52 | 0.015 | . 082168 | . 7305316 |
| 12002 | . 1809072 | . 1642932 | 1.10 | 0.276 | -. 1490855 | . 5108998 |
| 12003 | . 2957157 | . 1718296 | 1.72 | 0.091 | -. 0494141 | . 6408455 |
| 12004 | . 2116117 | . 2093017 | 1.01 | 0.317 | -. 2087832 | . 6320067 |
| 12005 | . 1854673 | . 1518928 | 1.22 | 0.228 | -. 1196184 | . 490553 |
| 12006 | . 545603 | . 1934972 | 2.82 | 0.007 | . 1569525 | . 9342535 |
| 12007 | . 3214317 | . 165004 | 1.95 | 0.057 | -. 0099886 | . 652852 |
| 12008 | . 2854388 | . 2115711 | 1.35 | 0.183 | -. 1395143 | . 7103919 |
| 12009 | -. 0060408 | . 2077333 | -0.03 | 0.977 | -. 4232854 | . 4112038 |
| 12010 | -. 2842694 | . 2086885 | -1.36 | 0.179 | -. 7034325 | . 1348937 |
| 12011 | -. 1846454 | . 198798 | -0.93 | 0.357 | -. 583943 | . 2146521 |
| 12012 | -. 2073003 | . 2268387 | -0.91 | 0.365 | -. 6629192 | . 2483186 |
| 12013 | -. 1980301 | . 2451393 | -0.81 | 0.423 | -. 6904069 | . 2943466 |
| 12014 | -. 044571 | . 2621926 | -0.17 | 0.866 | -. 5712004 | . 4820584 |
| 12015 | -. 0626492 | . 2316472 | -0.27 | 0.788 | -. 5279264 | . 402628 |
|  |  |  |  |  |  |  |
| entry_year | . 0289566 | . 0135993 | 2.13 | 0.038 | . 0016415 | . 0562717 |
| entry_year_sq | -. 0000145 | 6.79e-06 | -2.14 | 0.038 | -. 0000281 | -8.63e-07 |
| _cons | 33.80293 | . 2491935 | 135.65 | 0.000 | 33.30241 | 34.30345 |

Specification (6), Endogenous-wage, Method 2, Restricted sample

| Number of obs | $=$ | 36,513 |
| :--- | :--- | ---: |
| $\mathrm{~F}(49,50)$ | $=$ | $\cdot$ |
| Prob $>\mathrm{F}$ | $=$ | . |
| R-squared | $=$ | 0.0591 |
| Root MSE | $=$ | .61984 |

(Std. Err. adjusted for 51 clusters in state)

| Robust |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| lnwage | Coef. | Std. Err. | t | P> \| $\mathrm{t} \mid$ | [95\% Con | Interval] |
| migrant | . 0965106 | . 0402751 | 2.40 | 0.020 | . 0156158 | . 1774055 |
| post911entry | -. 0874484 | . 0272023 | -3.21 | 0.002 | -. 1420859 | -. 0328109 |
| post911ent~t | . 048964 | . 0332257 | 1.47 | 0.147 | -. 0177717 | . 1156998 |
| hsgrad | . 2070756 | . 0147675 | 14.02 | 0.000 | . 1774142 | . 236737 |
| assocgrad | . 2895582 | . 0224515 | 12.90 | 0.000 | . 2444631 | . 3346533 |
| bachgrad | . 4270631 | . 0498811 | 8.56 | 0.000 | . 3268739 | . 5272522 |
| mastgrad | . 343307 | . 1067652 | 3.22 | 0.002 | . 1288629 | . 5577512 |
| doctorgrad | . 3823987 | . 0692435 | 5.52 | 0.000 | . 243319 | . 5214785 |
| migranthsg~d | -. 0828242 | . 0204565 | -4.05 | 0.000 | -. 1239123 | -. 041736 |
| migrantass~d | -. 1016615 | . 0456989 | -2.22 | 0.031 | -. 1934504 | -. 0098727 |
| migrantbac~d | -. 2256163 | . 0431085 | -5.23 | 0.000 | -. 3122023 | -. 1390304 |
| migrantmas~d | -. 0207936 | . 1494726 | -0.14 | 0.890 | -. 3210181 | . 2794308 |
| migrantdoc~d | -. 0804451 | . 1527534 | -0.53 | 0.601 | -. 3872593 | . 2263691 |
| exp | . 0174364 | . 0021277 | 8.20 | 0.000 | . 0131628 | . 02171 |
| migrantexp | -. 0106349 | .0023976 | -4.44 | 0.000 | -. 0154506 | -. 0058193 |
| exp_sq | -. 0002791 | . 0000436 | -6.40 | 0.000 | -. 0003667 | -. 0001916 |
| migrantexp~q | . 000179 | . 0000491 | 3.65 | 0.001 | . 0000804 | . 0002775 |


| female | -. 1482061 | . 0119379 | -12.41 | 0.000 | -. 172184 | -. 1242282 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantfem~e | -. 0053106 | . 0160461 | -0.33 | 0.742 | -. 0375403 | . 026919 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 0776062 | . 0149974 | -5.17 | 0.000 | -. 1077294 | -. 047483 |
| Hispanic | -. 0588626 | . 0172218 | -3.42 | 0.001 | -. 0934537 | -. 0242716 |
| Asian | -. 0227491 | . 0459885 | -0.49 | 0.623 | -. 1151198 | . 0696216 |
| Other | -. 0871157 | . 0395941 | -2.20 | 0.032 | -. 1666429 | -. 0075886 |
|  |  |  |  |  |  |  |
| $\begin{gathered} \text { migrant\#\| } \\ \text { wbhao } \end{gathered}$ |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| 1\#Black | .1080482 | . 028723 | 3.76 | 0.000 | . 0503562 | .1657401 |
| 1\#Hispanic | -. 0748089 | . 0248485 | -3.01 | 0.004 | -. 1247185 | -. 0248993 |
| 1\#Asian | -. 0240755 | . 0585951 | -0.41 | 0.683 | -. 1417672 | . 0936162 |
| 1\#Other | -. 0862069 | . 1041758 | -0.83 | 0.412 | -. 2954503 | . 1230364 |
|  |  |  |  |  |  |  |
| years_sinc~l | . 0048641 | . 0008469 | 5.74 | 0.000 | .0031629 | . 0065652 |
| rural | -. 1161789 | . 0154409 | -7.52 | 0.000 | -. 1471929 | -. 0851648 |
| migrantrural | . 0362934 | .0261606 | 1.39 | 0.171 | -. 0162516 | . 0888385 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0526894 | . 02619 | 2.01 | 0.050 | . 0000851 | . 1052936 |
| 2000 | . 0005472 | . 0276157 | 0.02 | 0.984 | -. 0549205 | . 056015 |
| 2001 | . 0983113 | . 0273942 | 3.59 | 0.001 | . 0432883 | . 1533342 |
| 2002 | . 094772 | . 0223035 | 4.25 | 0.000 | . 049974 | . 1395699 |
| 2003 | . 0414751 | . 0377272 | 1.10 | 0.277 | -. 0343023 | . 1172524 |
| 2004 | -. 0071448 | . 0444928 | -0.16 | 0.873 | -. 0965112 | . 0822217 |
| 2005 | -. 0431835 | . 0293018 | -1.47 | 0.147 | -. 1020379 | .015671 |
| 2006 | . 0075997 | . 0334484 | 0.23 | 0.821 | -. 0595835 | . 0747828 |
| 2007 | -. 0392653 | . 0355283 | -1.11 | 0.274 | -. 1106259 | . 0320953 |
| 2008 | -. 00151 | . 0392703 | -0.04 | 0.969 | -. 0803867 | . 0773667 |
| 2009 | . 0037854 | . 0498808 | 0.08 | 0.940 | -. 0964031 | . 1039739 |
| 2010 | . 0528429 | . 0472346 | 1.12 | 0.269 | -. 0420305 | . 1477164 |
| 2011 | . 0147225 | . 0359666 | 0.41 | 0.684 | -. 0575185 | . 0869635 |
| 2012 | -. 010564 | . 0299041 | -0.35 | 0.725 | -. 0706282 | . 0495002 |
| 2013 | -. 0288082 | . 0372143 | -0.77 | 0.443 | -. 1035553 | . 0459389 |
| 2014 | -. 0062771 | . 0446225 | -0.14 | 0.889 | -. 0959041 | . 0833499 |
| 2015 | . 0542064 | .0324136 | 1.67 | 0.101 | -. 0108983 | . 119311 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0739158 | . 0375542 | -1.97 | 0.055 | -. 1493457 | . 001514 |
| 12000 | . 0378371 | . 0362219 | 1.04 | 0.301 | -. 0349166 | .1105909 |
| 12001 | -. 0287362 | . 0500749 | -0.57 | 0.569 | -. 1293145 | . 0718421 |
| 12002 | -. 0175662 | . 0391934 | -0.45 | 0.656 | -. 0962885 | . 061156 |
| 12003 | . 041189 | . 0450955 | 0.91 | 0.365 | -. 049388 | . 1317659 |
| 12004 | . 0449715 | . 0462921 | 0.97 | 0.336 | -. 048009 | .137952 |
| 12005 | . 1232248 | . 031716 | 3.89 | 0.000 | . 0595214 | . 1869283 |
| 12006 | . 057148 | . 0535096 | 1.07 | 0.291 | -. 0503292 | . 1646252 |
| 12007 | . 0831993 | . 040528 | 2.05 | 0.045 | . 0017965 | . 1646022 |
| 12008 | . 0045783 | . 0359262 | 0.13 | 0.899 | -. 0675815 | . 0767382 |
| 12009 | . 0407745 | . 0637033 | 0.64 | 0.525 | -. 0871773 | .1687262 |
| 12010 | . 0160969 | . 0427622 | 0.38 | 0.708 | -. 0697935 | . 1019874 |
| 12011 | . 0629931 | . 0326877 | 1.93 | 0.060 | -. 002662 | . 1286482 |
| 12012 | . 0438076 | . 0436388 | 1.00 | 0.320 | -. 0438435 | . 1314588 |
| 12013 | . 0536223 | . 0415458 | 1.29 | 0.203 | -. 029825 | . 1370695 |
| 12014 | . 0513936 | . 0456781 | 1.13 | 0.266 | -. 0403535 | .1431407 |
| 12015 | -. 0330225 | . 0409167 | -0.81 | 0.423 | -. 1152061 | . 0491611 |
|  |  |  |  |  |  |  |
| _cons | 2.160678 | . 0304045 | 71.06 | 0.000 | 2.099609 | 2.221747 |


| Linear regression | Number of obs | = | 36,609 |
| :---: | :---: | :---: | :---: |
|  | F(49, 50) | = |  |
|  | Prob > F | = |  |
|  | R -squared | = | 0.0955 |
|  | Root MSE | = | 10.955 |

(Std. Err. adjusted for 51 clusters in state)

| hoursworked | Robust |  |  |  | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | 2.885108 | . 8566363 | 3.37 | 0.001 | 1.164503 | 4.605712 |
| post911entry | -. 6830696 | . 5437442 | -1.26 | 0.215 | -1.775212 | . 4090727 |
| post911ent~t | . 9957908 | . 6829446 | 1.46 | 0.151 | -. 3759439 | 2.367525 |
| hsgrad | . 9024864 | . 3073284 | 2.94 | 0.005 | . 2851992 | 1.519774 |
| assocgrad | 1.609007 | . 6406285 | 2.51 | 0.015 | . 3222665 | 2.895747 |
| bachgrad | . 8634101 | . 7935331 | 1.09 | 0.282 | -. 730448 | 2.457268 |
| mastgrad | 1.026466 | 1.359271 | 0.76 | 0.454 | -1.70371 | 3.756642 |
| doctorgrad | 3.799035 | 3.048483 | 1.25 | 0.218 | -2.324023 | 9.922092 |
| migranthsg~d | -1.382249 | . 4080072 | -3.39 | 0.001 | -2.201755 | -. 5627424 |
| migrantass~d | -2.186587 | . 7261582 | -3.01 | 0.004 | -3.645119 | -. 7280555 |
| migrantbac~d | -1.165769 | . 7778876 | -1.50 | 0.140 | -2.728202 | . 3966647 |
| migrantmas~d | . 0245567 | 1.757799 | 0.01 | 0.989 | -3.506087 | 3.5552 |
| migrantdoc~d | -5.616671 | 3.207078 | -1.75 | 0.086 | -12.05828 | . 8249355 |
| exp | . 4053873 | . 0272254 | 14.89 | 0.000 | . 3507035 | . 4600711 |
| migrantexp | -. 2568821 | . 0357802 | -7.18 | 0.000 | -. 3287487 | -. 1850155 |
| exp_sq | -. 0079507 | . 0005278 | -15.06 | 0.000 | -. 0090108 | -. 0068906 |
| migrantexp~q | . 0055243 | . 000648 | 8.53 | 0.000 | . 0042227 | . 0068258 |
| female | -7.315596 | . 4197487 | -17.43 | 0.000 | -8.158686 | -6.472506 |
| migrantfem~e | 1.48466 | . 532293 | 2.79 | 0.007 | . 4155185 | 2.553802 |
| 1.migrant | 0 | (omitted) |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | 1.746128 | . 3643069 | 4.79 | 0.000 | 1.014396 | 2.47786 |
| Hispanic | 1.587909 | . 3816801 | 4.16 | 0.000 | . 8212816 | 2.354536 |
| Asian | 1.303574 | . 8181352 | 1.59 | 0.117 | -. 3396985 | 2.946847 |
| Other | 1.371205 | . 7258423 | 1.89 | 0.065 | -. 0866918 | 2.829102 |
|  |  |  |  |  |  |  |
| migrant\#\| <br> wbhao |  |  |  |  |  |  |
| 1\#Black | -. 4866477 | . 777977 | -0.63 | 0.534 | -2.049261 | 1.075965 |
| 1\#Hispanic | -1.194334 | . 6904576 | -1.73 | 0.090 | -2.581159 | . 1924913 |
| 1\#Asian | . 9168766 | 1.237855 | 0.74 | 0.462 | -1.569429 | 3.403182 |
| 1\#Other | 1.012655 | 2.75407 | 0.37 | 0.715 | -4.519057 | 6.544368 |
| years sinc~l | -. 0006234 | . 0077888 | -0.08 | 0.937 | -. 0162677 | . 015021 |
| rural | 1.348646 | . 3348613 | 4.03 | 0.000 | . 6760576 | 2.021235 |
| migrantrural | . 7496149 | . 6725501 | 1.11 | 0.270 | -. 6012417 | 2.100471 |
| year |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| 1999 | -. 3004432 | . 5054257 | -0.59 | 0.555 | -1.315621 | . 7147342 |
| 2000 | . 2419812 | . 556314 | 0.43 | 0.665 | -. 8754084 | 1.359371 |
| 2001 | -. 0799155 | . 5425221 | -0.15 | 0.883 | -1.169603 | 1.009772 |
| 2002 | -. 4022266 | . 5472473 | -0.73 | 0.466 | -1.501405 | . 6969519 |
| 2003 | -. 6980043 | . 6087141 | -1.15 | 0.257 | -1.920643 | . 524634 |
| 2004 | -. 9955812 | . 588489 | -1.69 | 0.097 | -2.177596 | . 1864338 |
| 2005 | -1.306496 | . 702503 | -1.86 | 0.069 | -2.717515 | . 1045227 |
| 2006 | -1.232313 | . 6493207 | -1.90 | 0.063 | -2.536512 | . 0718862 |


| 2007 | -1.656889 | . 4990931 | -3.32 | 0.002 | -2.659347 | -. 6544308 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 2008 | -. 5981302 | . 5985903 | -1.00 | 0.322 | -1.800434 | . 6041738 |
| 2009 | -1.178048 | . 6512329 | -1.81 | 0.076 | -2.486088 | . 129992 |
| 2010 | -2.486965 | . 7196484 | -3.46 | 0.001 | -3.932421 | -1.041509 |
| 2011 | -1.744719 | . 7687301 | -2.27 | 0.028 | -3.288759 | -. 2006789 |
| 2012 | -1.289766 | . 6037494 | -2.14 | 0.038 | -2.502432 | -. 0770993 |
| 2013 | -2.218455 | . 6635705 | -3.34 | 0.002 | -3.551276 | -. 8856348 |
| 2014 | -2.149141 | . 5776557 | -3.72 | 0.001 | -3.309397 | -. 9888858 |
| 2015 | -1.401776 | . 6189213 | -2.26 | 0.028 | -2.644916 | -. 1586357 |
| migrant\#year |  |  |  |  |  |  |
| 11999 | . 4956559 | . 7600917 | 0.65 | 0.517 | -1.031033 | 2.022345 |
| 12000 | -. 0378384 | . 8272206 | -0.05 | 0.964 | -1.69936 | 1.623683 |
| 12001 | . 1262974 | . 9938792 | 0.13 | 0.899 | -1.869968 | 2.122562 |
| 12002 | -. 0810446 | . 7923485 | -0.10 | 0.919 | -1.672523 | 1.510434 |
| 12003 | . 2808346 | . 9509874 | 0.30 | 0.769 | -1.62928 | 2.190949 |
| 12004 | . 4877479 | . 8619009 | 0.57 | 0.574 | -1.243431 | 2.218927 |
| 12005 | . 4950196 | . 942876 | 0.53 | 0.602 | -1.398803 | 2.388842 |
| 12006 | . 5377201 | . 9917668 | 0.54 | 0.590 | -1.454302 | 2.529742 |
| 12007 | 1.353421 | . 7253844 | 1.87 | 0.068 | -. 1035565 | 2.810398 |
| 12008 | -. 0419054 | . 8728585 | -0.05 | 0.962 | -1.795093 | 1.711282 |
| 12009 | -. 4484182 | 1.064194 | -0.42 | 0.675 | -2.585914 | 1.689078 |
| 12010 | -. 2885923 | 1.091091 | -0.26 | 0.792 | -2.480114 | 1.902929 |
| 12011 | -. 8874743 | 1.013455 | -0.88 | 0.385 | -2.923059 | 1.14811 |
| 12012 | -. 1631687 | . 9712153 | -0.17 | 0.867 | -2.113912 | 1.787575 |
| 12013 | . 2114158 | . 9340944 | 0.23 | 0.822 | -1.664768 | 2.0876 |
| 12014 | . 465383 | . 8416167 | 0.55 | 0.583 | -1.225054 | 2.15582 |
| 12015 | . 5515435 | 1.057825 | 0.52 | 0.604 | -1.57316 | 2.676247 |
| cons | 37.24748 | . 5737297 | 64.92 | 0.000 | 36.09511 | 38.39985 |

Specification (6), Endogenous-wage, Method 2, Full sample

| Linear regression | Number of obs |  | 1,364,949 |
| :---: | :---: | :---: | :---: |
|  | F (50, 50) |  |  |
|  | Prob > F | = |  |
|  | R-squared |  | 0.2914 |
|  | Root MSE |  | . 61346 |

(Std. Err. adjusted for 51 clusters in state)

| lnwage | Coef. | Robust <br> Std. Err. | t | P>\|t| | [95\% Conf. Interval] |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrant | . 3929845 | . 0330659 | 11.88 | 0.000 | . 3265696 | . 4593993 |
| post911entry | -. 0644262 | . 0037365 | -17.24 | 0.000 | -. 0719312 | -. 0569213 |
| post911entr~t | . 0019589 | . 0072695 | 0.27 | 0.789 | -. 0126424 | . 0165602 |
| highmigrant~c | -. 2671521 | . 0077491 | -34.48 | 0.000 | -. 2827166 | -. 2515876 |
| hig~c_migrant | . 0832756 | . 0104903 | 7.94 | 0.000 | . 0622052 | . 104346 |
| highmigra~911 | . 1136473 | . 0200815 | 5.66 | 0.000 | . 0733124 | . 1539822 |
| hig~1_migrant | -. 0663952 | . 021689 | -3.06 | 0.004 | -. 1099588 | -. 0228317 |
| hsgrad | . 292672 | . 0058844 | 49.74 | 0.000 | . 2808528 | . 3044911 |
| assocgrad | . 4761971 | . 0057892 | 82.26 | 0.000 | . 4645692 | . 4878251 |
| bachgrad | . 7506654 | . 0100709 | 74.54 | 0.000 | . 7304373 | . 7708934 |
| mastgrad | . 9231255 | . 0136293 | 67.73 | 0.000 | . 8957502 | . 9505009 |
| doctorgrad | 1.189719 | . 0129542 | 91.84 | 0.000 | 1.1637 | 1.215739 |
| migranthsgrad | -. 1072426 | . 0055862 | -19.20 | 0.000 | -. 1184627 | -. 0960224 |


| migrantasso~d | -. 0902774 | . 0118128 | -7.64 | 0.000 | -. 1140041 | -. 0665506 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantbach~d | -. 1041223 | . 0111717 | -9.32 | 0.000 | -. 1265614 | -. 0816832 |
| migrantmast~d | . 015103 | . 0162094 | 0.93 | 0.356 | -. 0174545 | . 0476605 |
| migrantdoct~d | -. 1379848 | . 0146771 | -9.40 | 0.000 | -. 1674645 | -. 108505 |
| exp | . 041053 | . 0009324 | 44.03 | 0.000 | . 0391802 | . 0429259 |
| migrantexp | -. 0222454 | . 0010858 | -20.49 | 0.000 | -. 0244263 | -. 0200646 |
| exp_sq | -. 0006685 | . 0000183 | -36.53 | 0.000 | -. 0007053 | -. 0006317 |
| migrantexp_sq | . 0003216 | . 0000192 | 16.77 | 0.000 | . 0002831 | . 0003602 |
| femăle | -. 2414267 | . 0047449 | -50.88 | 0.000 | -. 2509571 | -. 2318963 |
| migrantfemale | . 0295066 | . 0068461 | 4.31 | 0.000 | . 0157558 | . 0432573 |
| 1.migrant |  | (omitted) |  |  |  |  |
|  |  |  |  |  |  |  |
| wbhao |  |  |  |  |  |  |
| Black | -. 139196 | . 0091458 | -15.22 | 0.000 | -. 1575658 | -. 1208262 |
| Hispanic | -. 0678714 | . 0242876 | -2.79 | 0.007 | -. 1166544 | -. 0190883 |
| Asian | . 0247675 | . 016165 | 1.53 | 0.132 | -. 0077008 | . 0572357 |
| Other | -. 0853787 | . 0120167 | -7.10 | 0.000 | -. 1095151 | -. 0612424 |
|  |  |  |  |  |  |  |
| migrant\#wbhao |  |  |  |  |  |  |
| 1\#Black | . 0353948 | . 0196335 | 1.80 | 0.077 | -. 0040403 | . 0748299 |
| 1\#Hispanic | -. 1232537 | . 0208464 | -5.91 | 0.000 | -. 1651249 | -. 0813825 |
| 1\#Asian | -. 0485639 | . 0149114 | -3.26 | 0.002 | -. 0785143 | -. 0186135 |
| 1\#Other | . 0147211 | . 0548698 | 0.27 | 0.790 | -. 0954882 | . 1249303 |
| years since~l | . 0071146 | . 0010925 | 6.51 | 0.000 | . 0049202 | . 009309 |
| rural | -. 1666931 | . 012703 | -13.12 | 0.000 | -. 1922078 | -. 1411784 |
| migrantrural | . 0848547 | . 0156235 | 5.43 | 0.000 | . 0534739 | . 1162355 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 0312703 | . 0048751 | 6.41 | 0.000 | . 0214784 | . 0410621 |
| 2000 | . 0426353 | . 0045036 | 9.47 | 0.000 | . 0335896 | . 051681 |
| 2001 | . 0581787 | . 0051817 | 11.23 | 0.000 | . 047771 | . 0685865 |
| 2002 | . 0653204 | . 0044196 | 14.78 | 0.000 | . 0564434 | . 0741974 |
| 2003 | . 0692521 | . 0053038 | 13.06 | 0.000 | . 0585992 | . 0799051 |
| 2004 | . 0621227 | . 0050904 | 12.20 | 0.000 | . 0518983 | . 0723471 |
| 2005 | . 0484536 | . 0041562 | 11.66 | 0.000 | . 0401057 | . 0568016 |
| 2006 | . 0409201 | . 0054265 | 7.54 | 0.000 | . 0300207 | . 0518195 |
| 2007 | . 0431851 | . 0079322 | 5.44 | 0.000 | . 0272529 | . 0591174 |
| 2008 | . 051027 | . 0068717 | 7.43 | 0.000 | . 0372247 | . 0648293 |
| 2009 | . 0342116 | . 0068153 | 5.02 | 0.000 | . 0205228 | . 0479005 |
| 2010 | . 0499551 | . 0058192 | 8.58 | 0.000 | . 038267 | . 0616432 |
| 2011 | . 034038 | . 0061834 | 5.50 | 0.000 | . 0216183 | . 0464577 |
| 2012 | . 0201577 | . 0078519 | 2.57 | 0.013 | . 0043867 | . 0359288 |
| 2013 | . 004857 | . 0072604 | 0.67 | 0.507 | -. 0097259 | . 01944 |
| 2014 | . 0073815 | . 0100289 | 0.74 | 0.465 | -. 0127621 | . 0275252 |
| 2015 | . 0100391 | . 0089568 | 1.12 | 0.268 | -. 0079512 | . 0280294 |
|  |  |  |  |  |  |  |
| migrant\#year |  |  |  |  |  |  |
| 11999 | -. 0148612 | . 0087781 | -1.69 | 0.097 | -. 0324925 | . 0027701 |
| 12000 | . 014743 | . 009311 | 1.58 | 0.120 | -. 0039587 | . 0334446 |
| 12001 | . 0300901 | . 0108309 | 2.78 | 0.008 | . 0083356 | . 0518445 |
| 12002 | . 0325685 | . 0070511 | 4.62 | 0.000 | . 0184059 | . 0467311 |
| 12003 | . 0156534 | . 0130164 | 1.20 | 0.235 | -. 0104907 | . 0417976 |
| 12004 | . 01584 | . 0132831 | 1.19 | 0.239 | -. 0108399 | . 0425199 |
| 12005 | . 0396704 | . 0129253 | 3.07 | 0.003 | . 0137092 | . 0656316 |
| 12006 | . 0514366 | . 0099529 | 5.17 | 0.000 | . 0314456 | . 0714276 |
| 12007 | . 0537675 | . 0100707 | 5.34 | 0.000 | . 03354 | . 073995 |
| 12008 | . 0428842 | . 0106784 | 4.02 | 0.000 | . 021436 | . 0643325 |
| 12009 | . 0405367 | . 0143638 | 2.82 | 0.007 | . 0116861 | . 0693872 |
| 12010 | . 0494455 | . 0136946 | 3.61 | 0.001 | . 021939 | . 0769519 |


(Std. Err. adjusted for 51 clusters in state)


| rural | . 2592773 | . 0890174 | 2.91 | 0.005 | . 0804807 | . 438074 |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| migrantrural | . 747775 | . 2821711 | 2.65 | 0.011 | . 1810176 | 1.314532 |
|  |  |  |  |  |  |  |
| year |  |  |  |  |  |  |
| 1999 | . 1015181 | . 0656216 | 1.55 | 0.128 | -. 0302866 | . 2333229 |
| 2000 | . 1150031 | . 0905952 | 1.27 | 0.210 | -. 0669627 | . 2969688 |
| 2001 | . 0572098 | . 0964002 | 0.59 | 0.556 | -. 1364157 | . 2508353 |
| 2002 | -. 141572 | . 0761328 | -1.86 | 0.069 | -. 2944893 | . 0113453 |
| 2003 | -. 3465674 | . 0840856 | -4.12 | 0.000 | -. 5154584 | -. 1776765 |
| 2004 | -. 3689725 | . 1049666 | -3.52 | 0.001 | -. 5798041 | -. 1581409 |
| 2005 | -. 2463902 | . 0914701 | -2.69 | 0.010 | -. 4301133 | -. 0626672 |
| 2006 | -. 1263443 | . 1043396 | -1.21 | 0.232 | -. 3359167 | . 083228 |
| 2007 | -. 0348318 | . 0866382 | -0.40 | 0.689 | -. 2088496 | . 1391861 |
| 2008 | -. 0630707 | . 0946415 | -0.67 | 0.508 | -. 2531638 | . 1270225 |
| 2009 | -. 3707444 | . 0916871 | -4.04 | 0.000 | -. 5549034 | -. 1865854 |
| 2010 | -. 7032383 | . 0955647 | -7.36 | 0.000 | -. 8951856 | -. 511291 |
| 2011 | -. 7021312 | . 0897811 | -7.82 | 0.000 | -. 8824618 | -. 5218005 |
| 2012 | -. 5376239 | . 0950419 | -5.66 | 0.000 | -. 7285211 | -. 3467266 |
| 2013 | -. 4143019 | . 1151101 | -3.60 | 0.001 | -. 6455072 | -. 1830965 |
| 2014 | -. 3904892 | . 1098194 | -3.56 | 0.001 | -. 6110679 | -. 1699104 |
| 2015 | -. 1811044 | . 1002244 | -1.81 | 0.077 | -. 3824111 | . 0202023 |
| migrant\#year |  |  |  |  |  |  |
|  |  |  |  |  |  |  |
| 11999 | . 0750184 | . 1589014 | 0.47 | 0.639 | -. 2441444 | . 3941812 |
| 12000 | . 2349827 | . 2175805 | 1.08 | 0.285 | -. 2020406 | . 672006 |
| 12001 | . 3289559 | . 1658075 | 1.98 | 0.053 | -. 0040782 | . 66199 |
| 12002 | . 115047 | . 1632095 | 0.70 | 0.484 | -. 2127688 | . 4428628 |
| 12003 | . 2667487 | . 1567782 | 1.70 | 0.095 | -. 0481496 | . 581647 |
| 12004 | . 2154757 | . 2016062 | 1.07 | 0.290 | -. 1894621 | . 6204136 |
| 12005 | . 2128391 | . 1286781 | 1.65 | 0.104 | -. 0456184 | . 4712966 |
| 12006 | . 5632315 | . 1726356 | 3.26 | 0.002 | . 2164827 | . 9099802 |
| 12007 | . 2794344 | . 1198365 | 2.33 | 0.024 | . 0387357 | . 5201331 |
| 12008 | . 1602811 | . 1617972 | 0.99 | 0.327 | -. 1646982 | . 4852604 |
| 12009 | -. 0756459 | . 1604426 | -0.47 | 0.639 | -. 3979044 | . 2466126 |
| 12010 | -. 4525191 | . 151838 | -2.98 | 0.004 | -. 7574946 | -. 1475436 |
| 12011 | -. 3551583 | . 1294616 | -2.74 | 0.008 | -. 6151897 | -. 095127 |
| 12012 | -. 4412577 | . 1472078 | -3.00 | 0.004 | -. 7369332 | -. 1455821 |
| 12013 | -. 4615555 | . 1705144 | -2.71 | 0.009 | -. 8040438 | -. 1190672 |
| 12014 | -. 2606241 | . 17154 | -1.52 | 0.135 | -. 6051723 | . 0839242 |
| 1 | -. 2538709 | . 1451515 | -1.75 | 0.086 | -. 5454163 | . 0376744 |
|  |  |  |  |  |  |  |
|  | 33.80503 | .2489439 | 135.79 | 0.000 | 33.30502 | 34.30505 |


[^0]:    Breck L. Robinson, Ph.D.
    Member of dissertation committee

[^1]:    ${ }^{1}$ In order to deal with endogeneity issues, the authors also employ instrumental variables on which they successfully conduct exogeneity tests.

[^2]:    ${ }^{2}$ Out of a survey of 29 American and European studies collected by Kerr and Kerr (2011), 19 of the studies found a significant negative wage gap. Only 5 found significant positive results. In terms of labor market status, Angrist and Kugler (2003) report that immigrants into the EU have lower participation and employment rates than natives. Research by Nekby (2002), Vilhelmsson (2000), and Ekberg (1999) on Nordic labor markets has revealed that non-Nordic immigrants have significantly lower participation and employment rates, while Nordic-based immigrants had employment outcomes comparable to natives. Recent American studies have found comparable results (e.g. Chiswick et al. 2007, Card 2001, Borjas 1995).

[^3]:    ${ }^{3}$ The category of 'third-generation' Americans included grandchildren of immigrants, greatgrandchildren of immigrants, and so on.

[^4]:    ${ }^{4}$ They determined that grandparents' education does not affect educational attainment, which was previously believed to have a negative effect.

[^5]:    ${ }^{5}$ Initially, I simplify the model by assuming that there are only two nations. Thus, UALT represents the utility derived by remaining in one's home country. I will expand the model to include more than just two nations in a later section.

[^6]:    ${ }^{7}$ This inverse relationship between homeland conditions and the productivity of those who leave was identified by Anwar-ul-Huq (1979), who argued that a significant decrease in conditions at home would push out all kinds of individuals as a matter of necessity. Otherwise, the migrant pool consists mostly of those who seek economic opportunity, and these tend to be more capable and motivated people.

[^7]:    ${ }^{9}$ Through the perspective of marginal analysis of immigration control policy: Marginal Benefit $=\alpha(0.5 \phi \delta-\psi)\left(W_{j i}-U_{A L T}\right)\left(\alpha P_{j}+\beta D_{j h}+\gamma E_{j \mathrm{j}}\right)^{-2}$
    Marginal Cost $=\Omega$

[^8]:    ${ }^{10}$ Recall the labor screening effect under exogenous wages: $\partial E\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}=0.5 \delta \alpha\left(\mathrm{~W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}\right.$ $\left.+\beta D_{j h}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}$
    And the effect under endogenous wages: $\partial \dot{E}\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}=0.5 \delta \alpha\left(0.5 \delta+0.5 \delta \mathrm{M}_{\mathrm{H}}+\mathrm{K}_{\mathrm{j}}-\mathrm{U}_{\text {ALT }}\right)(0.5 \delta+$ $\left.\alpha P_{j}+\beta D_{j h}+\gamma E_{j j}\right)^{-2}$

    We know that the labor screening effect has a smaller magnitude under the endogenous model due to the addition of $0.5 \delta$ in the denominator, and the fact that $0.5 \delta+0.5 \delta \mathrm{M}_{\mathrm{H}}+\mathrm{K}_{\mathrm{j}} \geq \mathrm{W}_{\mathrm{ij}}=$ $0.5 \delta \mathrm{M}_{\text {min }}+0.5 \delta \mathrm{M}_{\mathrm{H}}+\mathrm{K}_{\mathrm{j}}$.

[^9]:    ${ }^{12}$ In order for $\partial \dot{E}\left(\theta_{\mathrm{ij}}\right) / \partial K_{\mathrm{j}}>0$, the positive impact of the one-to-one relationship with the productivity function must outweigh the negative impact of the lower motivation migrants: $1>$ $0.5 \delta\left(0.5 \delta+\alpha P_{j}+\beta D_{j h}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-1}$
    Since the costs of migration are positive, the ratio on the right must be less than unitary, thus confirming that there is a direct relationship.

[^10]:    ${ }^{13}$ Note: This requires the assumption that $\delta \phi-2 \psi>0$ and Kj - Ualt $>0$.

[^11]:    ${ }^{14}$ Original minimum level of motivation/ability attribute: $M_{\min }=1-\frac{W_{j i}-U_{A L T}}{\alpha P_{j}+\beta D_{j h}+\gamma E_{j i}}$

[^12]:    ${ }^{15}$ Under the exogenous wage-setting model, where $M_{H}=1$ :
    $\mathrm{I}_{\mathrm{j}}=\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{U}_{\mathrm{ALT}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-1}$

[^13]:    ${ }^{16}$ I know that this is the next best alternative through direct comparison. When I compare $U_{G E R, I}$ to Uita,I, I find that individuals will choose Germany over Italy if: $3-(1+4+2)\left(1-M_{i}\right)>2-(1+2.5+2)\left(1-M_{i}\right)$ $M_{i}>0.33$

    And I find that individuals choose Germany over remaining in Syria if:
    $3-(1+4+2)\left(1-M_{i}\right)>-1$
    $\mathrm{M}_{\mathrm{i}}>0.33$

    When we compare this to the motivation/ability required to choose Germany over Turkey ( $\mathrm{M}_{\mathrm{i}}$ > 0.5 ), we find that there are individuals ( $M_{i} \sim[0.33,0.5]$ ) who would choose to live in Turkey, but not in Italy or Syria. In other words, Turkey has the "highest" $M_{\text {min }}$ and is revealed to be the "next best alternative."

[^14]:    ${ }^{17}$ In order to determine that Syria is the next best alternative, I compare the utility derived in Turkey to that of Italy and find that individuals choose Italy over Turkey if:
    $2-5.5\left(1-M_{i}\right)>1-3\left(1-M_{i}\right)$
    $\mathrm{M}_{\mathrm{i}}>0.6$

[^15]:    ${ }^{18}$ Labor screening under the 2-Nation Model (recall that $\mathrm{U}_{\mathrm{ALT}}=\mathrm{W}_{1 \mathrm{i}}$ in the 2-nation model):
    $\partial \mathrm{I}_{\mathrm{j}} / \partial \mathrm{P}_{\mathrm{j}}=-\alpha\left(\mathrm{W}_{\mathrm{ji}}-\mathrm{W}_{1 \mathrm{i}}\right)\left(\alpha \mathrm{P}_{\mathrm{j}}+\beta \mathrm{D}_{\mathrm{jh}}+\gamma \mathrm{E}_{\mathrm{j}}\right)^{-2}$
    $\partial E\left(\theta_{\mathrm{ij}}\right) / \partial \mathrm{P}_{\mathrm{j}}=0.5 \delta \alpha\left(\mathrm{~W}_{\mathrm{ji}}-W_{1 i}\right)\left(\alpha P_{j}+\beta D_{j h}+\gamma \mathrm{E}_{\mathrm{ji}}\right)^{-2}$

[^16]:    ${ }^{19}$ Children of naturalized citizens were deemed citizens, and children birthed in a foreign nation by U.S. citizens were deemed citizens. The Law also mandated better record-keeping for incoming migrants.

[^17]:    Source: U.S. Census Bureau
    ${ }^{1}$ Comprised of Prussia and other small independent nations
    ${ }^{2}$ Includes Wales

[^18]:    ${ }^{20}$ Many of these new arrivals were illiterate in their own language.

[^19]:    ${ }^{21}$ This does not include the Philippines, who had become U.S. nationals in 1898 after the conclusion of the Spanish-American War. Therefore, they were not subject to exclusion laws.

[^20]:    Source: Migration Policy Institute, using numbers tabulated from the American

[^21]:    ${ }^{22}$ There are a few specific situations in which no sponsor is necessary.

[^22]:    Sources:
    -William A. Kandel, Permanent Legal Migration to the United States, (CRS Report No. R42866) (Washington, DC: Congressional Research Service, 2014)
    -United States Immigration and Citizenship Services
    ${ }^{1}$ Plus any unused visas from the 4th and 5th preferences.
    ${ }^{2}$ Plus any unused visas from the 1st preference.
    ${ }^{3}$ Labor certification not required if applicant can obtain a national interest waiver.
    ${ }^{4}$ Plus any unused visas from the 1st and 2nd preference. "Other" unskilled laborers restricted to 5,000

[^23]:    ${ }^{23}$ The number of Border Patrol agents more than doubled from 2004 through 2012. In addition to this, the U.S. National Guard was activated through Operation Phalanx to work alongside Border Patrol on the Southwest border with Mexico.

[^24]:    ${ }^{24}$ The two most common charges are 'illegal entry' (misdemeanor) and 'illegal entry following removal' (felony).

[^25]:    ${ }^{25}$ This is due to the fact that the feedback loop in the endogenous-wage market causes firms to offer migrants a wage rate that is relatively higher, which subsequently draws in relatively less productive migrants and lowers the average productivity of the migrant pool.

[^26]:    $y_{i}=\alpha+\omega\left(\right.$ Migrant $\mid$ Exog_Endog_Market $\mid$ Post_2002_entry $\left.y_{i}\right)$

[^27]:    Bolded entries indicate that the state has no mimum wage legislation, or a minimum wage rate set below the federal standard.
    ${ }^{1}$ Minnesota sets a lower rate for enterprises with annual receipts of less than $\$ 500,000$. For the purposes of this analysis, I encode observations reporting either wage rate values as "minimum wage." This effective alternative minimum wage was $\$ 5.25$ in 2006 and 2007 , and the federal minimum wage rate between 2008 and 2015 .

[^28]:    ${ }^{26}$ Source: 2015 BLS Minimum Wage Report, https://www.bls.gov/opub/reports/minimumwage/2015/home.htm
    ${ }^{27}$ A laborer is considered "full-time" if they work at least 35 hours per week at their primary job.

[^29]:    ${ }^{28}$ Gender: Women (4\%) vs. Men (3\%)
    Ethnicity: Black (4\%) vs White/Asian/Hispanic (3\%)

[^30]:    ${ }^{29}$ These categories are congruent across the American Community Survey and the March Current Population Survey

[^31]:    ${ }^{30}$ While tempted to set the cutoff at $50 \%$, removing maids and housekeeping cleaners would remove nearly half of the migrant observations in the subsample.

[^32]:    ${ }^{31}$ The terms 'seamstress,' 'housemen,' and 'servant' have all fallen out of use in the modern lexicon.

[^33]:    Source: United States Department of State - Bureau of Consular Affairs

