

Variable Names and Description of Zip Code Files

Source: 1998 and 2001 Zip Code Business Patterns, US Census Bureau (available at UIUC's main library)

| ZIP | Zip Code |
|---------------|--|
| PO_NAME | Name of Zip Code Area |
| STATE | State |
| MSA | MSA |
| CBSA_CODE | CBSA Code |
| MAN98 | 1998 total manufacturing establishments (MSA) |
| MAN98_12 | 1998 total manufacturing establishments, 1-9 employees (MSA) |
| MAN98_39 | 1998 total manufacturing establishments, 10+ employees (MSA) |
| MAN01 | 2001 total manufacturing establishments (MSA) |
| MAN01_12 | 2001 total manufacturing establishments, 1-9 employees (MSA) |
| MAN01_39 | 2001 total manufacturing establishments, 10+ employees (MSA) |
| MAN98US | 1998 total manufacturing establishments (US) |
| MAN98US12 | 1998 total manufacturing establishments, 1-9 employees (US) |
| MAN98US39 | 1998 total manufacturing establishments, 10+ employees (US) |
| MAN01US | 2001 total manufacturing establishments (US) |
| MANUS01_12 | 2001 total manufacturing establishments, 1-9 employees (US) |
| MANUS01_39 | 2001 total manufacturing establishments, 10+ employees (US) |
| OFF98 | 1998 total office establishments (MSA) |
| OFF98_12 | 1998 total office establishments, 1-9 employees (MSA) |
| OFF98_39 | 1998 total office establishments, 10+ employees (MSA) |
| OFF01 | 2001 total office establishments (MSA) |
| OFF01_12 | 2001 total office establishments, 1-9 employees (MSA) |
| OFF01_39 | 2001 total office establishments, 10+ employees (MSA) |
| OFF98US | 1998 total office establishments (US) |
| OFF98US12 | 1998 total office establishments, 1-9 employees (US) |
| OFF98US39 | 1998 total office establishments, 10+ employees (US) |
| OFF01US | 2001 total office establishments (US) |
| OFFUS01_12 | 2001 total office establishments, 1-9 employees (US) |
| OFFUS01_39 | 2001 total office establishments, 10+ employees (US) |
| INFO98 | 1998 total information establishments (MSA) |
| INFO98_12 | 1998 total information establishments, 1-9 employees (MSA) |
| INFO98_39 | 1998 total information establishments, 10+ employees (MSA) |
| INFO01 | 2001 total information establishments (MSA) |
| INFO01_12 | 2001 total information establishments, 1-9 employees (MSA) |
| INFO01_39 | 2001 total information establishments, 10+ employees (MSA) |
| INFO98US | 1998 total information establishments (US) |
| INFO98US12 | 1998 total information establishments, 1-9 employees (US) |
| INFO98US39 | 1998 total information establishments, 10+ employees (US) |
| INFO01US | 2001 total information establishments (US) |
| INFOUS01_1 | 2001 total information establishments, 1-9 employees (US) |
| INFOUS01_3 | 2001 total information establishments, 10+ employees (US) |
| INDEX | Index |
| NUMSEC | Number of sectors represented in zip code |
| EST98 | Total establishments in zip code, 1998 |
| EST01 | Total establishments in zip code, 2001 |
| PCTNGE | National growth effect, percent (N) |
| PCTIME | Industry mix effect, percent (M) |
| PCTCSE | Competitive shift effect, percent (S) |
| PCTGRO | Percent growth establishments, 1998-2001 (R) |
| ID | Unique zip code ID for ID variable in weights matrix creation window |

(Classical) shift-share analysis

- Decomposition of regional growth into three components

$$R = N + M + S$$

Reference area component, or "growth effect"

Industry mix component, or "mix effect"

"Competitiveness" or "shift" component

Reference area component

- Sometimes called "national growth effect"
 - Because nation often used as reference area

$$N = \sum_i \underbrace{\left(\frac{E_n^t}{E_n^{t-1}} - 1 \right)}_{\text{Total reference area growth rate}} \underbrace{E_{ir}^{t-1}}_{\text{Sector employment in region}}$$

- E_{ir} Industry i 's local employment
 E_r Total local employment
 E_{in} Industry i 's reference area employment
 E_n Total reference area employment
 T References period (usually year)

Industry mix component

$$M = \sum_i \left[\underbrace{\left(\frac{E_{in}^t}{E_{in}^{t-1}} - 1 \right) - \left(\frac{E_n^t}{E_n^{t-1}} - 1 \right)}_{\text{Difference between industry and total growth rates, reference area (e.g., nation)}} \right] E_{ir}^{t-1}$$

Regional share component

- Or "competitiveness" or "shift" component

$$S = \sum_i \left[\underbrace{\left(\frac{E_{ir}^t}{E_{ir}^{t-1}} - 1 \right) - \left(\frac{E_{in}^t}{E_{in}^{t-1}} - 1 \right)}_{\text{Difference between industry } i \text{ growth in the region and industry } i \text{ growth in the reference area}} \right] E_{ir}^{t-1}$$