

# Substance Abuse and Job Growth by Industry

By David Mock

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# Background & Literature Review

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- “Excessive use of a drug such as alcohol, narcotics, or cocaine”
  - Without any medical diagnosis
- History behind substance abuse and substance abuse research
- Relevancy of substance abuse research
  - Carpenter, 2017
  - Compton, 2014
- Plethora of literature on Substance Abuse
  - Few examine it in individual industries
    - Bush & Lipari, 2015
  - None examine the impact of the Job Growth rate

# Hypothesis

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Job Growth in high-tech industries will lead to an increase in substance abuse rates among younger groups of people

# Data/Variables

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- Substance Abuse Data (2016 - 2019)
  - Age Groups (in thousands)
  - SAMHSA
  - Log
- Industry Job Growth Data (2016 - 2019)
  - Bureau of Economic Analysis
- State Unemployment Data (2016 - 2019)
  - Bureau of Labor Statistics
- Mental Illness Data (2016 - 2019)
  - Age Groups (in thousands)
  - SAMHSA

# Empirical Model

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$\log\text{SubstanceAbuseAgeGroup} =$

$B_0 + \beta_1 \text{InformationJobGrowth} + \beta_2 \text{OtherIndustryJobGrowth} +$

$\beta_3 \text{MentalIllness(AgeGroup)} + \beta_4 \text{StateUnemploymentRate}$

# Summary Statistics

Variable	Obs	Mean	Std. Dev.	Min	Max
to25	200	162.1	190.4785	11	1204
Olde26	200	407.195	493.8592	23	3516
Older18	200	569.295	681.8968	35	4720
Nondurable <sub>vs</sub>	200	1.0085	2.035829	-5.2	8.4
Education <sub>vs</sub>	200	1.0085	2.035829	-5.2	8.4
Healthcare <sub>ve</sub>	200	1.74	1.050341	-.3	5.2
Information	200	-.2115	3.171135	-18.5	7.7
Profession <sub>va</sub>	200	2.2805	1.949377	-7.1	7.5
OlderMI18	200	266.765	299.9827	20	2459
MI18to25	200	41.33	47.18062	2	314
OlderMI26	200	157.08	164.0475	9	1067
Unemployme <sub>ve</sub>	200	4.0315	.9528892	2.4	6.9
logto25	200	4.591232	1.015908	2.397895	7.093405
logOlde26	200	5.502009	1.025745	3.135494	8.165079
logOlder18	200	5.844261	1.017921	3.555348	8.459564

# Correlation Matrix

	Nondurable	Educational	Healthcare	Information	Professional	OlderMI18	MI18to25	OlderMI26	Unemployment
Nondurable	1.0000								
Educational	1.0000	1.0000							
Healthcare	0.2347	0.2347	1.0000						
Information	0.1569	0.1569	0.4382	1.0000					
Professional	0.2648	0.2648	0.2162	0.1216	1.0000				
OlderMI18	0.1065	0.1065	0.1816	0.2289	0.1465	1.0000			
MI18to25	-0.0201	-0.0201	0.2123	0.2479	0.1669	0.7127	1.0000		
OlderMI26	-0.0121	-0.0121	0.2285	0.2700	0.1452	0.7907	0.9749	1.0000	
Unemployment	-0.1245	-0.1245	0.0722	-0.0185	-0.2892	0.1605	0.0582	0.1315	1.0000

# Summary Table of Regression Analysis

18 to 25

	Model1 b/se	Model2 b/se	Model3 b/se	Model4 b/se
Nondurable Goods	0.006 (0.02)			
Information	0.034* (0.01)	0.040* (0.02)	0.034* (0.01)	0.032* (0.01)
(Mental Illness) 1~e	0.016*** (0.00)	0.016*** (0.00)	0.016*** (0.00)	0.015*** (0.00)
Unemployment Rate	0.142** (0.05)	0.143** (0.05)	0.142** (0.05)	0.174*** (0.05)
Healthcare and Soc~e		-0.036 (0.05)		
Educational Services			0.006 (0.02)	
Professional, scienc~e				0.056* (0.02)
constant	3.370*** (0.20)	3.432*** (0.21)	3.370*** (0.20)	3.133*** (0.22)
R-sqr	0.612	0.613	0.612	0.622
dfres	195	195	195	195
BIC	409.9	409.4	409.9	404.6

\* p<0.05, \*\* p<0.01, \*\*\* p<0.001

# Summary Table of Regression Analysis

26 and Older

	Model5 b/se	Model6 b/se	Model7 b/se	Model8 b/se
Nondurable Goods	-0.002 (0.02)			
Information	0.026 (0.01)	0.029 (0.01)	0.026 (0.01)	0.023 (0.01)
(Mental Illness) 2~t	0.005*** (0.00)	0.005*** (0.00)	0.005*** (0.00)	0.005*** (0.00)
Unemployment Rate	0.080 (0.04)	0.082 (0.04)	0.080 (0.04)	0.130** (0.05)
Healthcare and Socwe		-0.025 (0.04)		
Educational Services			-0.002 (0.02)	
Professional, sciencwe				0.077*** (0.02)
constant	4.416*** (0.19)	4.447*** (0.19)	4.416*** (0.19)	4.061*** (0.20)
R-sqr	0.676	0.677	0.676	0.695
dfres	195	195	195	195
BIC	377.6	377.3	377.6	365.5

\* p<0.05, \*\* p<0.01, \*\*\* p<0.001

# Summary Table of Regression Analysis

18 and Older

	Model9 b/se	Model10 b/se	Model11 b/se	Model12 b/se
Nondurable Goods	-0.051* (0.02)			
Information	0.045** (0.01)	0.040* (0.02)	0.045** (0.01)	0.037* (0.01)
(Mental Illness) 1~t	0.003*** (0.00)	0.002*** (0.00)	0.003*** (0.00)	0.002*** (0.00)
Unemployment Rate	0.050 (0.05)	0.065 (0.05)	0.050 (0.05)	0.110* (0.05)
Healthcare and Socve		0.005 (0.05)		
Educational Services			-0.051* (0.02)	
Professional, scieme				0.070** (0.02)
constant	5.034*** (0.20)	4.924*** (0.21)	5.034*** (0.20)	4.611*** (0.23)
R-sqr	0.615	0.605	0.615	0.621
dfres	195	195	195	195
BIC	409.3	414.3	409.3	406.3

\* p<0.05, \*\* p<0.01, \*\*\* p<0.001

# Key Findings

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- Statistically significant data present for Information Industry
  - Increased job growth leads to increased substance abuse amongst younger groups
  - Competitiveness of the Information Industry
    - Stress/Anxiety
    - Updated skills
    - Sedentariness
  - Competitiveness in Professional, scientific, technical services industry
- Statistically insignificant data mostly present in other industries

# Discussion/Recommendations

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- More Research should be done
  - Can include more industries and variables
  - More demographics
  - Time Periods
- Existing literature on substance abuse contains the appropriate recommendations
  - Increased Funding
  - More treatment/rehabilitation programs