

WHY SEGREGATION?

Patterns of Segregation in Los Angeles

- Income Segregation
 - Map of median income
 - Map with % earning over 100,000
 - Map with % earning under 10,000
- Racial Segregation
 - Comparison of Groups in 2000
 - Changes between 1999 and 2000

HYPOTHESES

- Racial Differences in Income and Wealth
- Information Disparities
- Differences in Tastes for Neighborhood Characteristics (other than race)
- Ethnocentric preferences
 - Individual tastes
 - Group action
 - Cultural affinity

Index of Dissimilarity

	Blacks	Latinos	Asians
Computed w.1990 tract- level data	.728	.611	.463
Computed w. 1990 PUMA data	.613	.458	.344
Difference	-.115	-.153	-.118

Source: 1990 U.S. Bureau of Census as cited in Charles in Bobo et al., 2000.

Actual and Predicted Residential Segregation

INDEX OF DIS- SIMILARITY	BLACKS	LATINOS	ASIANS
Actual	.613	.458	.344
Predicted	.110	.191	.087
Difference	-.503	-.267	-.257
Ratio	5.572	2.398	3.954

Source: 1990 U.S. Bureau of Census as cited in Charles in Bobo et al., 2000.

Housing Expenditures by Race

Race	Homeowners' Monthly Mortgage Payments	Renters' Monthly Rent Plus Utilities
Whites	789	721
Blacks	586	708
NB Latinos	715	563
FB Latinos	830	589
NB Asians	1015	559
FB Asians	1550	754

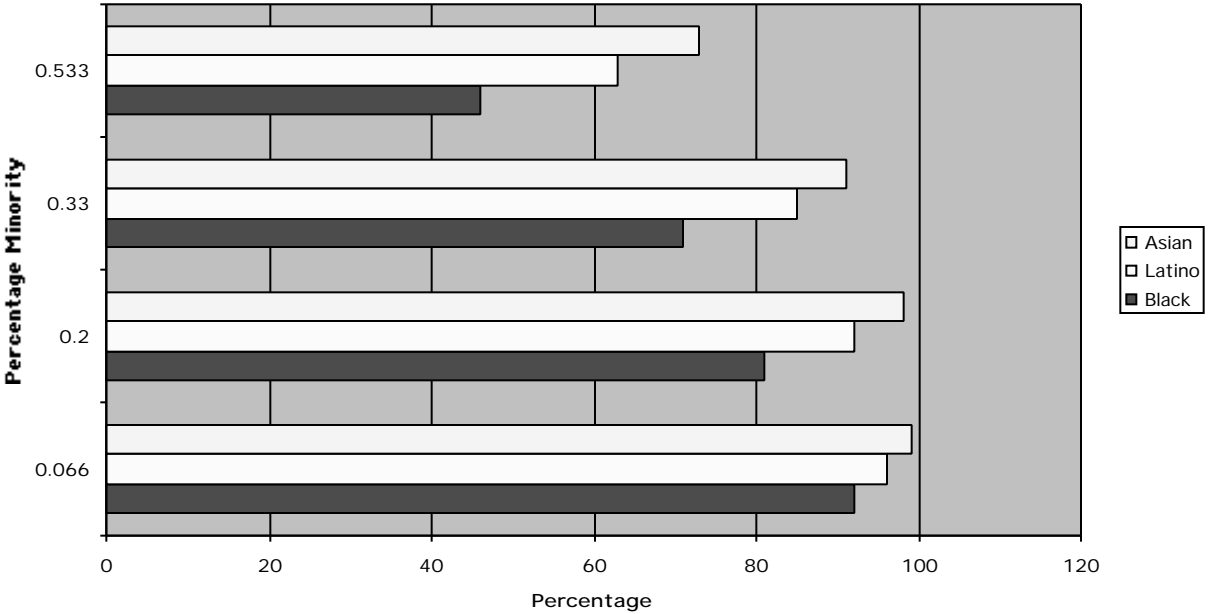
Ratio of Estimated to Actual Costs For Cities Over 50% White, Non-Hispanic

City	Mean Value	Black	Latino	Asian	White
Canoga Park	257.0	0.81	0.72	0.84	0.80
Culver City	329.4	0.70	0.61	0.68	0.64
Glendale	341.7	0.75	0.69	0.74	0.75
Palmdale	150.2	1.05	1.01	1.12	0.91

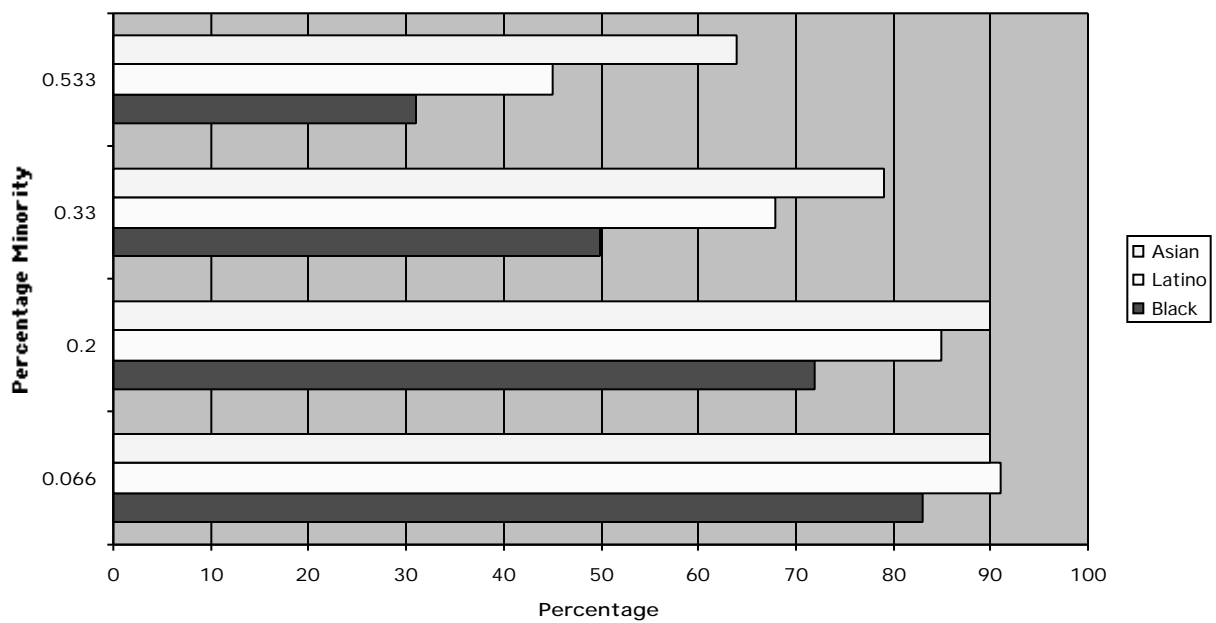
Ratio of Estimated to Actual Costs for Neighborhoods Less than 50% White, Non- Hispanic

City	Mean Value	Black	Latino	Asian	White
Alhambra	227.9	0.89	0.92	0.97	0.87
Baldwin Hills	224.6	1.18	0.98	0.97	0.97
Pico Rivera	150.2	1.05	1.01	1.12	0.91

Whites: Would You Feel Comfortable?



Whites: Would You Be Willing to Move?



Ethnocentric Preferences

- If individual whites prefer to live apart from minority group, then white will pay a higher price for house in white neighborhood than for comparable house in nonwhite neighborhood.
- If there is group action to segregate nonwhites (i.e. Restrictive covenants; mortgage and insurance redlining; steering), then price of house will be higher in black neighborhood than in white neighborhood.
- If each group prefers to live with members of their own group, new immigrants will pay a higher price of housing than early arrivals.