Current and future demographics of the veteran population, 2014–2024

Ernesto Amaral Texas A&M University Michael Pollard RAND Corporation Joshua Mendelsohn RAND Corporation Matthew Cefalu RAND Corporation

VA health care assessment

- The Department of Veterans Affairs (VA) provides health care to eligible veterans
- Veterans Access, Choice, and Accountability Act of 2014
 - Improve access to high-quality health care
 - Independent assessment of VA's health care delivery systems and management processes
 - Estimate current and projected demographics of veterans
 - We conducted this study in 2015

Objectives

- Project the veteran population from 2014 to 2024 and their geographic distribution
 - Surveys collect information on veterans
 - No full national accounting since the 2000
 Decennial Census
- Describe the demographic characteristics of veterans
 - Age, sex, race/ethnicity, service era, geographic distribution (PUMA level)

Projections for each service era

- Pre-1950
- Korean War: July 1950–January 1955
- Pre-Vietnam: February 1955–July 1964
- Vietnam: August 1964–April 1975
- Post-Vietnam: May 1975–July 1990
- Gulf War: August 1990–August 2001
- Post-9/11: September 2001 or later

Data

- 2000 Decennial Census
 - Baseline of veteran population
 - Age, sex, race/ethnicity, service era
- U.S. Defense Manpower Data Center (DMDC)

 Age, sex, race/ethnicity, anticipated contract end date
- American Community Survey (ACS)
 - 5-year estimates: 2005-2009; 2009-2013
 - Migration information: PUMA in previous year

ACS specificities

- Undercounts number of veterans
 - We used the 2000 Census and estimated veterans who would be alive in 2013
 - Number is equivalent to 2013 ACS estimates
 - ACS undercounts new veterans from 2000 to 2013
- Captures distribution of veterans by age, sex, race/ethnicity, service era, location
- Determines veteran geographic distribution and migration patterns

Mortality rates

- 2014 veteran population mortality rates
 - Department of Veterans Affairs (VA)
 - By age, sex, but not race/ethnicity
- 2011 rates by age, sex, and race/ethnicity
 Centers for Disease Control and Prevention (CDC)
- Derive race/ethnicity rates based on CDC that reflect overall VA rates
- Following estimates are done for each sex...

Steps to estimate mortality rates (1/4)

Race/	Distribution of veterans in each age group					CDC mortality rates				Standardized rates if veterans had same rates as civilians					
Ethnicity	17 to 19	20 to 24		80 to 84	85 +	17 to 19	20 to 24		80 to 84	85 +	17 to 19	20 to 24		80 to 84	85 +
White	а					b					a*b				
Black															
Hispanic															
Asian															
Other															
Total	1.0	1.0	1.0	1.0	1.0						S	S	S	S	S

Steps to estimate mortality rates (2/4)

	Age group						
Mortality rates	17 to 19	20 to 24		80 to 84	85+		
Standardized rates if veterans had same rates as civilians	S	S	S	S	S		
VA mortality rates	v	V	V	V	V		
VA rates / Standardized rates	v/s	v/s	v/s	v/s	v/s		

Steps to estimate mortality rates (3/4)

 Ratio of observed veteran mortality rate to the standardized rate



Steps to estimate mortality rates (4/4)

Race/		CDC r	nortality	rates		Adjusted mortality rates				
Ethnicity	17 to 19	20 to 24		80 to 84	85+	17 to 19	20 to 24		80 to 84	85+
White	b					b*v/s				
Black										
Hispanic										
Asian										
Other										
Ratio	v/s	v/s	v/s	v/s	v/s					

Assumption: ratio (inflation/deflation factor) by age-sex is the same across race/ethnicity groups

Population projection

- 1. Standard cohort component model
 - The Census Bureau's Rural and Urban Projection (RUP) Program
 - 2000 Census provides counts of veterans (n=1,406,936)
 - New veterans (DMDC): 2000-2024
 - Apply mortality rates (VA, CDC): 2000–2024
 - Estimate national veteran population: 2005-2024
- 2. Distribute projections into PUMAs (ACS)
- 3. Adjust projections by internal migration (ACS)

1. National projection (apply "births" and mortality)



2. Distribute national projection into PUMAs: 2014 example



- Assumption: ACS captures geographic distribution
- By 5-year age group, sex, race/ethnicity, service era

3. Internal migration procedures

- Disaggregate PUMA groups in previous year
 - Correspondence files in IPUMS USA allow us to disaggregate MIGPUMAs into PUMAs
- Convert 2009–2011 PUMAs to 2010 codes
 Engine by Missouri Census Data Center
- Gravity models (2009–2013)
- Apply predicted rates to 2014 projection

Gravity models (2009–2013)

- These models predict in- and out-migration
 - Distance is expected to play an intervening role on the levels of population flows
- Zero-inflated Poisson regressions
 - Migration as a function of age, sex, race/ethnicity, service era, and distance
 - Dummy indicates whether cell has zero migrants to control for high prevalence of cells with zero counts of migrants
 - Populations of origin/destination as exposure

Results of age group for out-migration



Results of service era for out-migration



Service era

Results of race/ethnicity for out-migration



Apply predicted rates to 2014

 Apply predicted rates from previous models to 2014 projection

• Generate number of in- and out-migrants

 Adjust in-migrants to generate null net internal migration in each year...

Adjust in-migrants

- Net migration equals zero in each year
 Adjusted In-mig = In-mig * Sum out-mig / Sum in-mig
- Assumption: out-migration counts are more accurate than in-migration counts
 - Out-migration: based on residence in previous year (PUMA group)
 - We allocated migrants at the beginning of period from MIGPUMAs into PUMAs
 - This gives higher chances of all cells having migrants

– In-migration: based on information at PUMA level

• This might generate more cells with small counts

Migration: final projection

2014

Number of in-migrants

(estimated with ACS rates and initial projection)

PUMA	Number of in-migrants	2 Initial r
1	###	
2	###	PUMA
		1
2351	###	2

1

	2014						
ľ	Number of out-migrants						
	(estimated with ACS rates						
PUMANumber of1-year agoout-migrants							
	1	###					
	2	###					
	2351	###					

	2 Initial p	014 projection		Final projection (after migration)						
	PUMA	Population		PUMA	Population	Net migration	Population after mig.			
Ŕ	1	###	- >	1	###	+/- ###	###			
í	2	###		2	###	+/- ###	###			
/										
/	2351	###		2351	###	+/- ###	###			
1					•	•	•			

2011

Migration for 2015-2024

- Iterate this process for subsequent years
- Use final 2014 projection as baseline for 2015 national projection
- Apply migration rates to get final 2015 distribution
- Adjust marginal counts with weight calibration to keep national totals

Iterative proportional fitting (raking)

• Process continues through 2024

Main results

- Veterans will decrease by 19%
 21.6 million (2014), 17.5 million (2024)
- Mean age will increase slightly
 65+ years: 49% (2014), 52% (2024)
- Modest changes by sex and race/ethnicity
 - Males: 92% (2014), 89% (2024)
 - White: 80% (2014), 76% (2024)
- Service era composition will change
 - Vietnam: 31% (2014), 29% (2024)
 - Gulf War, Post-9/11: 27% (2014), 42% (2024)

Veteran population, 2014



21.6 million veterans overall



Veteran population, 2024



17.5 million veterans overall



Percentage change, 2014–2024



Overall decrease of 19%



Final considerations

- Concentration in urban areas
 - Ohio River Valley and upper Midwest: proportion of veterans will diminish
 - Southwest will not be supported properly by existing VA medical centers
- Migration is less frequent among veterans than non-veterans
 - Will not play substantial role in 2014–2024 geographic distribution
- Projection methods can be applied to other contexts

Policy recommendations: plan for shrinking population

- VA should plan for a shrinking population
- Consider alternative approaches to meeting the needs of its population
- E.g., purchase care from civilian sector even while patient population is growing

Policy recommendations: services for specific age groups

• Overall veteran population will continue to age over the projection horizon

Health services for aging will be needed

- Younger veterans (<35) are expected to concentrate in several areas
 - Los Angeles; Dallas; Washington, DC; northern
 New Jersey; northern California; central
 Washington state; Midwest; Wyoming; Utah
 - Provide health care services for young adults

Policy recommendations: geographic distribution

- Geographic distribution of veterans will moderately change from 2015–2024
- Areas with adequate VA health services
 - Decline of veterans: Ohio River Valley, upper Midwest
 - Growth of veterans: Washington, DC; San Antonio, Austin, TX
- Areas that need more VA health services
 - Growth of veterans: e.g., Montana, Wyoming, Colorado, Southwest

Current research project

- Factors associated with internal and international migration flows at the local level
 - 1950-2000 Decennial Censuses
 - 2005-2019 American Community Surveys
 - Restricted data at the Texas Research Data Center (TXRDC)
- Autoregressive spatial models
 - Influence of neighboring areas at origin and destination on the likelihood of migrating (Anselin, Rey 2014; LeSage, Pace 2008, 2009)
 - Bayesian statistics approach (LeSage, Fischer 2016; LeSage, Satici 2016)

Bayesian approach

- Use IRS data to determine prior distributions
 IRS sample size is much larger than ACS
- Then, we can estimate models with ACS
 - More detailed information about socioeconomic and demographic characteristics

Comparison between American Community Survey and IRS county-to-county migration data

Issue	ACS Migration Products	IRS Migration Data
Sample size	Approximately 2 million households per year	116 million+ households
Data universe	Sample is all US households	Universe is tax-filing households
Coverage period	2005–2016	1990–2016
Time period reported	Five-year average	Annual
Demographic characteristics	Each five-year product reports different sociodemographic characteristics (e.g., 2010–2014 contains relationship, household type, and tenure, 2011–2015 contains age/sex/race/Hispanic origin	No demographic characteristics

Research agenda

- Include a longitudinal analysis by linking individuals through time across censuses and surveys (Alexander et al. 2015; Logan, Stults, Xu 2016; Logan, Xu, Stults 2014; Wagner, Layne 2014)
- Intergenerational mobility among internal and international migrants (Leibbrand et al. 2019; Leibbrand et al. 2020)
- Estimate effects of our predicted migration flows on local labor, health, and educational outcomes
- Integrate external data sources to include other covariates
- Investigate Mexico-U.S. migration by merging other surveys
- Conduct **immigration policy simulations** to inform policymakers on the impacts of various policy options
- Simulate future migration flows under different hypothetical Scenarios (Massey, Zenteno 1999; Klabunde, Willekens 2016)

Model migration flows

