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Overview

Housing analysts use two techniques—Components of Inventory Change (CINCH) and rental market dynamics—to look at a housing market at two points in time and explain how the observed changes came about in physical (bricks and mortar) terms. CINCH focuses first on the overall number and then the characteristics of units at different times. Using CINCH methods, analysts answer such question as: "What happened to the x units that disappeared from the housing stock between the beginning and the end of the period?" or "Where did the increase in owner-occupied units come from?" Rental market dynamics, which is really a type of CINCH analysis, focuses on the rental market with particular emphasis on the affordability of rental housing. Using rental market dynamics techniques, analysts answer such questions as: "Have the number of rental units affordable to households with very low incomes increased or decreased over the period?" or "What happened to the units that were affordable to low-income households at the beginning of the period?"

Previously HUD commissioned CINCH and rental market dynamics analyses using the national American Housing Survey (AHS). This report focuses on the Dallas metropolitan housing market over the period between 1994 and 2002. It is one of 13 reports based on local American Housing Surveys conducted in 2002; these 13 metropolitan areas were previously surveyed in either 1994 or 1995.

CINCH and rental market analysis have both forward-looking and backward-looking components. In the forward-looking components, analysts start with the housing stock available at the beginning of the period and then, looking at the end of the period, attempt to explain what happened to those units. Possible answers include some units still exist and serve the same market, some units still exist but serve a different market, some units have been demolished or destroyed in natural disasters, or some units are being used for nonresidential purposes. In the backward-looking component, analysts start with the housing stock available at the end of the period and, looking at the beginning of the period, attempt to explain where those units came from. Possible answers include some units existed at the beginning of the period and served the same market, some units existed at the beginning of the period but served a different market, some units were newly constructed over the period, or some units were being used for nonresidential purposes at the beginning of the period. Neither CINCH nor rental market dynamics try to track the experience of a unit over the entire period; both are interested only in the beginning and the end of the period. For example, a housing unit in 1994 may have become a medical office in 1997, but returned to being a housing unit in 2000. CINCH

¹ See http://www.huduser.org/datasets/cinch.html and http://www.huduser.org/datasets/ahs/ahsReports.html#2.

would record this unit as having undergone no change over the period from 1994 to 2002. In classical analytical jargon, CINCH and rental market dynamics are *comparative static* analyses.

Ideally one would want to combine the forward-looking and backward-looking analyses to produce a complete accounting that can explain the beginning and the end consistently in terms of units that existed in both periods, losses from the stock over the period, and additions to the stock over the period. The analysis in this report uses the AHS, which is a sample of units at both points in time; and, unfortunately, previous efforts using the AHS have demonstrated that creating sample weights that take both periods into account generates some inconsistent or inaccurate results. For this reason, the most recent analyses have separated the forwarding-looking and backward-looking components. This report will do the same. (Weighting is explained briefly in Appendix B and more fully in a separate paper cited in the Appendix.)

The remainder of this report consists of four sections:

- An explanation of how to read the CINCH tables.
- Two sets of four tables each: a set of forward-looking tables tracing the movement of units from 1994 to 2002 and identifying how units were lost to the housing stock; and a set of backward-looking tables tracing where 2002 units came from and distinguishing between units that were part of the stock in 1994 and units that were additions to the stock since 1994.
- A brief discussion of the rental market dynamics.
- Two rental market dynamics tables, one forward-looking and one backward-looking.

At various places, the discussion points out some of the limitations of these analyses or of using the AHS metropolitan samples for these analyses.

Two appendixes explain how the results were tested and how the weights were created.

How to Read CINCH Tables

Rows and columns serve different purposes in CINCH tables. The rows identify classes of units to be analyzed. The columns trace those units either forward or backward.

The forward-looking tables are concerned with what happened to the 1994 housing stock by 2002. There are three basic dispositions of 1994 units: units that continue to exist in 2002 with the same characteristics (or serving the same market), units that continue to exist in 2002 but with different characteristics (or serving a different market), and units that were lost to the stock.

The backward-looking tables are concerned with where the 2002 housing stock came from in reference to 1994. There are three basic sources of 2002 units: units that existed in 1994 with the same characteristics (or serving the same market), units that existed in 1994 but with different characteristics (or serving a different market), and units that are additions to the housing stock.

Since the essence of the CINCH analysis is in the columns, we will explain the columns in detail.

Columns Common to Both Forward-Looking and Backward-Looking Tables:

• The first and last columns contain the row numbers. The row numbers are identical for the same tables in the forward-looking and backward-looking sets.

Columns A through E set up the analysis and track units that exist in both periods.

- Column A specifies the characteristic that defines the subset of the stock that is being tracked forward or backward in a particular row. For example, row 2 of Table 1 focuses on occupied units; row 15 focuses on units built in 1985 through 1989.
- Column B gives the estimate published in the AHS report for the number of units that satisfy the conditions specified in column A. For example, the 1994 AHS report for Dallas counted 1,041,100 occupied units (column B, row 2, Forward-Looking Table 1); the 2002 AHS report counted 1,235,300 occupied units (column B, row 2, Backward-Looking Table 1).
- Column C gives the CINCH estimate of the number of units that satisfy two conditions: (a) being part of the housing stock in the relevant year (1994 for the forward-looking tables and 2002 for the backward-looking tables); and (b) satisfying the condition in column A. CINCH uses different weights than those used in preparing the published reports. Therefore, CINCH estimates can differ from AHS estimates for particular subsets of the housing stock. As explained in Appendix B, the weights were created to match AHS published totals for rows 2 through 4 of Table 1. This perfect match will not be true of other rows. In the case of the Dallas metropolitan area, the CINCH weights produce population estimates that were reasonably close to the published estimates in most respects. There were significant differences in the year-built categories. The CINCH weights overestimated the Black population in both the forward-looking and backward-looking tables; they underestimated the Hispanic population in the forward-looking table, but overestimated the Hispanic population in the backward-looking table.

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² Columns B and C will also match, except for rounding, in row 1 of Table 1 because row 1 is defined as the sum of rows 2 through 4.

- Column D is the CINCH estimate of the number of units from column C that (a) are also part of the housing stock in the *other* year, and (b) continue to belong to the subset defined by column A. For example, column D of row 2 of Forward-Looking Table 1 estimates that 899,100 of the occupied units were occupied in 2002.
- Column E is the CINCH estimate of the number of units from column C that (a) are also part of the housing stock in the *other* year, but (b) no longer belong to the subset defined by column A. Column E of row 2 indicates that 95,860 units that were occupied in 1994 are still part of the housing stock in 2002 but are no longer occupied. In some cases, the analysis will not allow a unit to change characteristics between the base year and the other year. Examples include type of structure, year built, and number of stories—characteristics that are considered impossible or unlikely to change.

Columns Unique to Forward-Looking Tables

In forward-looking tables, columns F through K track what happened to units that were lost from 1994 to 2002.

- Column F is the CINCH estimate of the number of units from column C that are not in the 2002 housing stock because they were merged with other units or converted into multiple units. Among occupied units, 1,010 units were lost to mergers and conversions.
- Column G is the CINCH estimate of the number of mobile homes from column C that were moved out during the period. Among occupied units, 6,990 mobile homes were moved out. The AHS does not follow a manufactured housing unit that is moved and, therefore, cannot distinguish between units that are relocated and units that are demolished. It treats all moves as losses.
- Column H is the CINCH estimate of the number of units from column C that became nonresidential at the end of the period. For example, a real estate firm, a tax preparation office, a palm reader, or some other business might buy or rent a house to use for business rather than residential purposes.³ Among occupied units, 4,640 became nonresidential.
- Column I is the CINCH estimate of the number of units from column C that were demolished or were destroyed by fires or natural disasters by 2002. In this case, 23,190 units were demolished or destroyed.
- Column J is the CINCH estimate of the number of units from column C that by 2002 were condemned or that were no longer usable for housing because of

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³ If the owner or tenant both lives in a unit and conducts business out of the unit, the AHS considers the unit to be residential. So nonresidential means strictly no residential use.

extensive damage. Among occupied units, 4,970 units are no longer usable for housing.

• Column K is the CINCH estimate of the number of units from column C that were lost by 2002 for other reasons. These include units that the Census Bureau eliminated for sampling purposes and other miscellaneous losses. Among occupied units, there were 5,350 units lost for these miscellaneous reasons.

The columns form a closed system. Column C counts the number of units tracked; columns D through K account for all the possible outcomes. Therefore, column C minus the sum of columns D through K always equals zero, except for rounding.⁴

Columns Unique to Backward-Looking Tables

In backward-looking tables, columns F through I track where units came from that are part of the housing stock in 2002, but were not part of the housing stock in 1994.⁵

- Column F is the CINCH estimate of the number of mobile homes from column C that were moved in during the period. Among occupied units, 5,570 mobile homes were moved in (column F, row 2 of Backward-Looking Table 1). Moveins are treated as additions to balance the treatment of move-outs as losses.
- Column G is the CINCH estimate of the number of units from column C that had been nonresidential in 1994. Among occupied units, 2,390 had been nonresidential.
- Column H is the CINCH estimate of the number of units from column C that were newly constructed between 1994 and 2002. Among occupied units, 178,000 units were newly constructed.
- Column I is the CINCH estimate of the number of units from column C that were added by 2002 for other reasons. These include units that were considered temporary losses because occupancy was prohibited in 1994 or the interior of the unit was exposed to the elements, and also units that the Census Bureau considered temporarily lost to the housing stock for reasons "not classified." Among occupied units, 1,600 had been temporarily lost to the stock in 1994.

⁴ The weighted numbers are rounded to the nearest 10. The AHS publication rounds to the nearest 100. We found that rounding to the nearest 10 worked better for the metropolitan sites. The weights were typically in the range of 100 to 300 and in many rows the numbers in columns F through K were small. With a weight of 149, rounding to the nearest hundred would mean that one sample observation would be rounded to 100, two sample observations to 300, and three sample observations to 400. Rounding to the nearest ten results in weighted totals of 150, 300, and 450 for these cases.

⁵ This list does not contain a column for units added through mergers and conversions. The Census Bureau did not code the variable that would normally identify mergers and conversions in 2002 (REUAD=7 or 8). ⁶ The Census Bureau did not code the variable that would normally identify mobile home move-ins in 2002 (REUAD=4). We estimated these from another variable (NOINT=13).

Table 1

Table 1 focuses on the general housing characteristics of the stock. Row 1 provides the highest level CINCH overview of the stock. For this row, column A specifies no conditions other than being part of the stock in the relevant year.

Rows 2-4 divide the housing stock by use. By Census Bureau definition, the number of occupied non-seasonal units equals the number of households. Because households are the basis for all the analyses in Tables 2 through 4, it is important to get a good starting point for these estimates. For this reason, the weights are designed to match published AHS totals for occupied units, vacant units, and seasonal units.

Rows 5-12 divide the housing stock by type of structure to identify what type of units account for losses. ⁷ The Census Bureau sometimes suppresses data to protect the confidentiality of respondents. For some metropolitan areas, suppression results in zero estimates for certain multiunit structures in the public data file, whereas the published tables contain estimates for these multiunit classes.

Rows 13-23 divide the housing stock by year built. The published reports use the categories 1990-1994, 1995-1999, and 2000-2004; we use 1990-1994 and 1995-2002 to isolate units newly constructed since the previous AHS survey. Column I shows that the incidence of losses due to demolition or disasters was highest among units built in the 1940s. Among this group, 15 percent were demolished or destroyed between 1994 and 2002.

Rows 24-30 and 31-35 divide the housing stock by two different measures of interior space, the number of rooms and the number of bedrooms. ¹⁰

Rows 36-41 focus on multiunit structures only and divide them by number of stories. Column E is forced to be zero and, depending on the metropolitan area, the Census Bureau may suppress information, forcing some rows to be zero. For the 1994 Dallas AHS public use file, the Census Bureau reported all units in structures with 3 or more stories in row 39, and reported no units in rows 40 and 41. For the 2002 Dallas AHS public use file, the Census Bureau reported all units in structures with 4 or more stories in row 40, and reported no units in row 41. In general, the published reports contain matching data for row 36 only.

⁷ In general, the CINCH estimates exceed published AHS estimates for single-family detached units and fall short of the published AHS estimates for manufactured homes by roughly equal amounts.

⁸ Row 13 is not included in the forward-looking tables, because the 1994 housing stock cannot contain units built after 1994.

⁹ We use REUAD=3 and not year built to identify new construction. For this reason, there are units built after 1994 that are not considered new construction. In addition, year built is obtained from the respondent interview and may be inaccurate.

¹⁰ Because of small sample sizes in the losses and additions columns, we combined room categories that the published reports list separately.

Rows 42-43 divide the housing stock between central cities units and suburban residences to determine how the observed changes vary by location. Units in the central cities were 3.5 times more likely to be demolished or destroyed than suburban units (5.0 percent versus 1.4 percent). Eighty-five percent of the new construction took place in the Dallas suburbs, accounting for 21 percent of the 2002 suburban stock. Rows 44-45 divide the housing stock by whether or not the occupants have moved in within the last two calendar years to determine if certain units consistently have high turnover and to see if high turnover units are more susceptible to loss.

Table 2

This table pertains to issues related to the physical quality of units. Row 1 repeats the analysis from row 2 in Table 1. All the subsequent rows are based on row 1.

Rows 2-3 look at whether the units have complete kitchens; that is, have an installed sink with piped water, a mechanical refrigerator, and built-in burners for the exclusive use of the occupants. Rows 4-5 look at whether the units have complete plumbing facilities; that is, hot and cold piped water, a flush toilet, and a bathtub or shower inside the structure for the exclusive use of the occupants. Rows 6-8 look at each of these requirements separately. In the 1994 AHS, the published reports separate out the "exclusive use" category; in the data used for this report, these units show up in row 8. Rows 2-3, 4-5, and 6-8 attempted to separate out good units from the least desirable units, based on kitchen and bath equipment, to compare how they changed over the period.

Rows 9-13 pertain to how units obtain water and dispose of sewage.

Rows 14-19 look at units with serious problems. Rows 15-19 identify specific types of serious deficiencies. Row 14 counts the units having one or more of these deficiencies. Rows 20-25 look at units with moderate problems. Rows 21-25 identify specific types of deficiencies. Row 20 counts the units having one or more of these deficiencies. These rows are in the analysis to answer two questions: whether poor-quality units in one year are also poor-quality units in the other year, and whether poorer quality units are more likely to be lost. Both the forward-looking and backward-looking analyses indicate that there is little continuity over the 8 years with respect to having serious physical problems. Fewer than 2 percent of the units with serious problems in 1994 had serious problems in 2002, and fewer than 3 percent of the units with serious problems in 2002 had had serious problems in 1994. There was more continuity with respect to having moderate problems. Approximately 22 percent of the units with moderate problems in 1994 still had moderate problems in 2002, and approximately 22 percent of the units with moderate problems in 2002 had had moderate problems in 1994. Fewer than 2 percent of the units had serious problems in either year, and fewer than 7 percent had moderate problems in either year.

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¹¹ For definitions of serious and moderate problems see pages 998 and 999 of the AHS Codebook, version 1.77, at http://www.huduser.org/intercept.asp?loc=/Datasets/ahs/AHS Codebook.pdf.

Table 3

This table pertains to the characteristics of occupants. Row 1 repeats the analysis from row 2 in Table 1. All the subsequent rows are based on row 1.

Rows 2-3 look at the age of the householder. Rows 4-5 look at whether the household includes children. Rows 6-11 look at the race or ethnicity of the householder. Rows 12-14 look at three possible sources of household income. In all cases, the analysis seeks to determine how stable the occupancy characteristics are over time, and what part of the market was served by units that lost between 1994 and 2002. In Dallas, units occupied by Blacks were 2.7 times as likely to have been demolished or destroyed by 2002 as units occupied by Whites (4.9 percent versus 1.8 percent).

Table 4

Table 4 pertains to tenure, income, and housing costs. Row 1 repeats the analysis from row 2 in Table 1. All the subsequent rows are based on row 1.

Rows 2-4 focus on tenure to determine the extent to which units change tenure characteristics and whether rental or owner-occupied units are more likely to be lost. Rental units in Dallas were 3.6 times as likely to be lost due to demolition or disasters as owner-occupied units.

Rows 5-11 contain a partial rental dynamics analysis. Row 5 identifies non-market units, a class that includes subsidized units and units provided for no cash rents; for example, units given to maintenance or management personnel or to relatives. The remaining rows divide market rental units into affordability classes. In defining affordability, the analysis sets boundaries for each class based on the highest rent a household in an income group could afford without spending more than 30 percent of its monthly income on rent. Ideally there would be six categories in each metropolitan area:

- Extremely-low-rent units (rents affordable to households with incomes equal to 35 percent of area median family income).
- Very-low-rent units (rents not affordable at 35 percent, but affordable at 50 percent of area median family income).
- Low-rent units (rents not affordable at 50 percent, but affordable at 65 percent of area median family income).
- Moderate-rent units (rents not affordable at 65 percent, but affordable at 80 percent of area median family income).

¹² The rental dynamics analysis is partial because it traces movement out of, but not into, particular rental classes. Tables A and B in the final section of this report contain a complete rental dynamics analysis.

- High-rent units (rents not affordable at 80 percent, but affordable at 100 percent of area median family income).
- Very-high-rent units (rents not affordable at 100 percent of area median family income).

For most metropolitan areas studied, the number of categories is fewer than six, because the Census Bureau had to place an upper limit on the rents reported in the public-use data to protect the confidentiality of respondents. In Dallas, there are only five classes, with high-rent and very-high-rent units grouped into one class.

Rows 12-16 track rental units by household income; rows 22-26 track owner-occupied units by household income. ¹³

Rows 17-21 identify owner-occupied units by total monthly housing costs. 14

¹³ Because of small sample sizes in the losses and additions columns, we combined income categories that the published reports list separately.

¹⁴ Because of small sample sizes in the losses and additions columns, we combined cost categories that the published reports list separately.

Forward-Looking Table 1: Structural and Location Characteristics – All Housing Units

F 0.	rward-Looking T	labie 1: Su	ructurai an	a Locanon	i Unaracte	risucs — Ai	i Housing	Units				
	A	В	C	D	E	F	G	H	I	J	K	
	Characteristics	Published	Present in	1994 units	Change in	'94 units	'94 mobile	'94 units	'94 units	'94 units	'94 units	
		numbers	1994	present in	character-	affected by	homes	changed to	lost through	badly	lost	
				2002	istics	conversion	moved	nonresidential	demolition	damaged or	in other	
						/merger	out	use	or disaster	condemned	ways	
1	Total Housing Stock	1,152,800	1,152,700	1,090,720	0	1,910	7,620	5,780	35,070	5,410	6,190	1
	0 0 0											
	Occupancy Status	1 0 11 100	1 0 11 100	000 100	0.5.0.40	1.010		1.510	22.100	4.050		
2	Occupied	1,041,100	1,041,100	899,100	95,860	1,010	6,990	4,640	23,190	4,970	5,350	2
3	Vacant	110,300	110,300	14,960	80,300	900	640	1,140	11,070	450	840	3
4	Seasonal	1,300	1,300	0	490	0	0	0	810	0	0	4
	Units in Structure											
5	1, detached	668,500	686,420	661,740	0	500	3,240	1,940	12,150	3,400	3,450	5
6	1, attached	31,400	28,200	27,690	0	0	0	0	500	0	0,150	6
7	2 to 4	66,300	65,880	57,550	0	450	0	640	5,720	500	1,010	7
8	5 to 9	118,600	119,200	109,470	0	0	0	1.010	7,770	500	450	8
9	10 to 19	146,500	145,840	138,820	0	0	0	1,640	4,880	500	0	9
10	20 to 49	68,900	78,600	74,170	0	950	0	570	2,920	0	0	10
11	50 or more	10,600	380	380	0	0	0	0	0	0	0	11
12	Mobile Home/trailer	42,000	28,170	20,890	0	0	4,380	0	1,120	500	1,280	12
	Year Built											<u> </u>
14	1990-1994	101,400	88,300	86,720	0	0	1,010	570	0	0	0	14
15	1985-1989	163,600	150,460	148,000	0	0	1,510	500	0	0	440	15
16	1980-1984	203,600	193,080	189,890	0	0	720	1,130	0	500	840	16
17	1970-1979	243,100	233,980	226,940	0	500	3,670	500	1,860	500	0	17
18	1960-1969	208,100	220,800	206,550	0	500	720	1,140	9,920	1,510	450	18
19	1950-1959	114,200	129,430	116,250	0	450	0	720	9,840	950	1,220	19
20	1940-1949	61,000	72,080	59,840	0	450	0	0	11,080	720	0	20
21	1930-1939	40,900	45,370	41,770	0	0	0	720	950	1,220	720	21
22	1920-1929	9,700	9,840	8,430	0	0	0	500	400	0	500	22
23	1919 or earlier	7,300	9,350	6,320	0	0	0	0	1,010	0	2,020	23

Forward-Looking Table 1 (continued): Structural and Location Characteristics – All Housing Units

ro	rward-Looking T	l abie 1 (coi	ntinuea): S	tructurai a	ına Locati	on Characi	teristics –	Ali Housing	g Units			
	A Characteristics	B Published numbers	C Present in 1994	D 1994 units present in 2002	E Change in character- istics	F '94 units affected by conversion /merger	G '94 mobile homes moved out	H '94 units changed to nonresidential use	I '94 units lost through demolition or disaster	J '94 units badly damaged or condemned	K '94 units lost in other ways	
	Rooms										,	
24	1 – 4 rooms	336,800	333,110	262,340	40,010	450	4,590	4,560	16,850	2,970	1,340	24
25	5 rooms	238,100	240,750	118,480	104,990	950	0	500	13,650	1,010	1,160	25
26	6 rooms	227,500	229,320	119,840	102,660	500	0	0	2,630	720	2,970	26
27	7 rooms	150,100	149,790	58,350	88,500	0	1,010	0	500	720	720	27
28	8 rooms	115,200	115,850	37,490	74,910	0	2,020	720	720	0	0	28
29	9 rooms	43,700	42,090	13,070	28,300	0	0	0	720	0	0	29
30	10 rooms or more	41,400	41,790	15,950	25,840	0	0	0	0	0	0	30
	Bedrooms											
31	None	8,500	9,590	2,790	4,890	0	0	0	1,910	0	0	31
32	1	234,900	226,970	195,250	21,970	0	500	2,140	4,590	2,020	500	32
33	2	296,400	305,720	226,900	44,260	1,400	4,090	3,640	21,190	2,170	2,060	33
34	3	447,800	444,410	381,120	49,970	500	3,030	0	5,650	500	3,630	34
35	4 or more	165,200	166,000	144,250	19,320	0	0	0	1,730	720	0	35
36	Multiunit Structures	410,900	409,910	380,400	0	1,400	0	3,850	21,290	1,510	1,460	36
	Stories in Structures											
37	1		31,760	28,600	0	0	0	640	1,510	500	500	37
38	2		302,860	280,100	0	450	0	1,580	18,770	1,010	950	38
39	3		75,290	71,690	0	950	0	1,630	1,010	0	0	39
40	4 to 6		0	0	0	0	0	0	0	0	0	40
41	7 or more		0	0	0	0	0	0	0	0	0	41
	Metro Status											
42	In central cities		528,520	495,120	0	1,460	500	1,570	26,170	2,230	1,460	42
43	In suburbs		624,180	595,590	0	450	7,120	4,210	8,890	3,180	4,730	43
	Mover Status											
44	Moved in last 2 years		329,770	100,770	214,440	1,010	2,020	570	7,990	1,510	1,450	44
45	Not a recent mover		711,330	568,270	111,470	0	4,970	4,080	15,190	3,450	3,890	45

Forward-Looking Table 2: Condition of Unit – All Occupied Units

T U	rward-Looking 1	able 2: Co		Ullit – All i	Occupiea (Umits						
	A Characteristics	B Published numbers	C Present in 1994	D 1994 units present in 2002	E Change in character- istics	F '94 units affected by conversion /merger	G '94 mobile homes moved out	H '94 units changed to nonresidential use	I '94 units lost through demolition or disaster	J '94 units badly damaged or condemned	K '94 units lost in other ways	
1	Occupied Units	1,041,100	1,041,100	899,100	95,860	1,010	6,990	4,640	23,190	4,970	5,350	1
	Kitchen											
2	With complete kitchen	1,034,100	1,033,400	877,880	109,890	1,010	6,990	4,640	22,680	4,970	5,350	2
3	Lacking complete kitchen facilities	7,000	7,700	270	6,920	0	0	0	500	0	0	3
	Plumbing											
4	With all plumbing facilities	1,036,700	1,035,640	887,930	102,280	1,010	6,990	4,640	22,470	4,970	5,350	4
5	Lack some plumbing	4,400	5,460	540	4,210	0	0	0	720	0	0	5
6	No hot piped water	200	540	0	540	0	0	0	0	0	0	
7	No bathtub/shower	200	540	270	270	0	0	0	0	0	0	7
8	No flush toilet	200	5,190	270	4,210	0	0	0	720	0	0	8
	Water											
9	Public/private water	1,031,100	1,029,350	891,610	95,630	1,010	4,970	4,640	21,170	4,970	5,350	9
10	Well	9,100	10,880	3,370	3,470	0	2,020	0	2,020	0	0	
11	Other water source	900	880	0	880	0	0	0	0	0	0	11
	Sewer											
12	Public sewer	973,000	971,800	840,510	95,800	1,010	1,510	3,930	20,450	3,960	4,630	12
13	Septic tank/cesspool	68,100	69,300	46,910	11,740	0	5,470	720	2,740	1,010	720	13
14	Severe Problems	13,900	13,880	270	11,670	0	720	0	1,220	0	0	14
15	Plumbing	4,400	5,460	270	4,480	0	0	0	720	0	0	
16	Heating	2,700	1,740	0	1,740	0	0	0	0	0	0	16
17	Electric	0	0	0	0	0	0	0	0	0	0	17
18	Upkeep	6,800	6,670	0	5,450	0	720	0	500	0	0	18
19	Hallways	0	0	0	0	0	0	0	0	0	0	19
20	Moderate problems	68,500	70,280	15,290	48,300	500	500	1,220	3,960	500	0	
21	Plumbing	8,100	9,770	1,540	7,510	0	0	0	720	0	0	21
22	Heating	34,100	37,180	10,540	23,180	0	0	1,220	1,730	500	0	
23	Kitchen	6,000	7,700	270	6,920	0	0	0	500	0	0	23
24	Upkeep	24,500	23,810	2,320	19,480	500	500	0	1,010	0	0	24
25	Hallways	0	0	0	0	0	0	0	0	0	0	25

Forward-Looking Table 3: Household Characteristics – All Occupied Units

	I A	В	C	D	E	F	G	Н	Ī	J	K	
	Characteristics	Published	Present in	1994 units	Change in	'94 units	'94 mobile	'94 units	'94 units	'94 units	'94 units	
		numbers	1994	present in	character-	affected by	homes	changed to	lost through	badly	lost	
		1141115015	222.	2002	istics	conversion	moved	nonresidential	demolition	damaged or	in other	
						/merger	out	use	or disaster	condemned	ways	
1	Occupied units	1,041,100	1,041,100	899,100	95,860	1,010	6,990	4,640	23,190	4,970	5,350	1
	Age											
2	Under 65	901.900	896,860	710.040	148,290	1,010	6,990	3.010	18,220	3,960	5,350	2
3	65 or older	139,100	144,240	76,040	60,600	0	0,550	1,640	4,970	1.010	0	3
	05 of older	137,100	144,240	70,040	00,000	Ü	· ·	1,040	4,270	1,010	0	
	Children											
4	Some	418,800	423,810	229,930	171,400	500	4,250	1,430	12,460	1,010	2,820	4
5	None	622,300	617,290	384,630	209,000	500	2,740	3,210	10,730	3,960	2,520	5
	Race/Origin											-
6	White	828,200	812,440	571,600	209,240	500	6,270	3,070	14,690	3,750	3,330	6
7	Hispanic	90,200	96,140	37,340	50,150	0	500	1,220	5,470	500	950	7
8	Non-Hispanic	738,100	716,300	493,040	200,310	500	5,760	1,850	9,220	3,240	2,380	8
9	Black	150,800	164,350	90,640	61,470	500	0	500	7,990	1,220	2,020	9
10	Other	62,100	64,300	35,420	26,590	0	720	1,070	500	0	0	10
11	Total Hispanics	199,500	125,560	78,290	36,830	0	1,220	2,290	5,470	500	950	11
	Income Source											<u> </u>
12	Wages and salaries	902,000	892,340	699,320	154,370	1,010	6,990	4,640	17,720	2,950	5,350	12
13	Welfare or SSI	37,500	43,380	5,580	30,310	500	500	0	5,980	500	0	
14	Social security or											14
	pension	187,400	192,050	89,840	90,640	500	0	1,640	6,690	2,740	0	├

Forward-Looking Table 4: Market Dynamics and Affordability – All Occupied Units

<u> FU</u>	rward-Looking 1											
	A Characteristics	B Published numbers	C Present in 1994	D 1994 units present in 2002	E Change in character- istics	F '94 units affected by conversion	G '94 mobile homes moved	H '94 units changed to nonresidential	I '94 units lost through demolition	J '94 units badly damaged or	K '94 units lost in other	
						/merger	out	use	or disaster	condemned	ways	<u> </u>
1	Occupied units	1,041,100	1,041,100	899,100	95,860	1,010	6,990	4,640	23,190	4,970	5,350	1
	Tenure											
2	Owner occupied	590,900	599,180	523,950	59,020	0	4,250	720	6,400	1,940	2,910	2
3	Percent own occupied	56.8%	57.6%	58.3%	NA	0.0%	60.8%	15.4%	27.6%	39.0%	54.3%	3
4	Renter occupied	450,200	441,920	284,850	127,140	1,010	2,740	3,930	16,790	3,030	2,440	4
	Rental Affordability											
5	Non-market		41,430	8,430	24,290	500	2,230	0	5,470	0	500	5
6	Extremely low rent		160,390	84,090	65,490	0	500	1,730	6,560	2,020	0	6
7	Very low rent		144,510	70,260	70,710	0	0	500	2,020	1,010	0	7
8	Low rent		64,830	10,290	49,610	0	0	1,700	2,740	0	500	8
9	Moderate rent		20,130	1,920	16,770	0	0	0	0	0	1,430	9
10	High to very high rent		10,620	1,600	8,520	500	0	0	0	0	0	10
	Renter Hsd Income											
12	Less than \$20,000	164,200	171,170	52,160	102,430	0	2,020	1,010	10,520	2,520	500	12
13	\$20,000 to \$34,999	139,500	137,010	24,580	106,040	500	720	1,640	3,030	0	500	13
14	\$35,000 to \$59,999	101,700	94,000	19,960	69,510	0	0	1,280	2,740	500	0	14
15	\$60,000 to \$99,999	35,100	31,510	3,480	26,090	0	0	0	500	0	1.430	15
16	\$100,000 or more	9,800	8,240	0	7,740	500	0	0	0	0	0	_
	Owner Monthly											
	Housing Costs											
17	Less than \$499	161,800	168,630	85,240	72,140	0	3,240	720	4,460	1,940	890	17
18	\$500 to \$699	80,500	79,810	15,050	64,760	0	0	0	0	0	0	18
19	\$700 to \$999	117,000	124,480	28,440	94,310	0	1,010	0	720	0	0	19
20	\$1,000 to \$1,499	122,000	119,880	49,930	69,950	0	0	0	0	0	0	20
21	\$1,500 or more	63,500	60,980	39,900	20,370	0	0	0	720	0	0	21
a	Missing mort data	46,300	45,400	8,190	34,680	0	0	0	500	0	2,020	a
	Owner Hsd Income											
22	Less than \$20,000	79,000	84,470	21,900	57,090	0	500	0	3,750	1,220	0	22
23	\$20,000 to \$34,999	106,400	106,010	28,550	74,800	0	0	0	1,940	720	0	
24	\$35,000 to \$59,999	162,500	165,800	38,330	120,550	0	3,750	720	0	0	2,460	24
25	\$60,000 to \$99,999	149,300	147,740	42,040	104,540	0	0	0	720	0	440	25
26	\$100,000 or more	93,600	95,160	53,600	41,560	0	0	0	0	0	0	26

Backward-Looking Table 1: Structural and Location Characteristics – All Housing Units

ва	ckward-Looking T					ics – All Ho			T	
	A Characteristics	B Published numbers	C Present in 2002	D 2002 units present in 1994	E Change in character-	F '02 mobile homes moved in	G '02 units derived from nonresidential	H '02 units added by new	I '02 units added from temporary	
					istics		use	construction	losses	
1	Total	1,365,400	1,365,500	1,152,120	0	6,800	2,840	200,850	2,880	1
	Occupancy Status									+
2	Occupied	1,235,300	1,235,300	952,320	95,420	5,570	2,390	178,000	1,600	2
3	Vacant	127,900	127,900	15,290	87,010	1,230	450	22,640	1,280	3
4	Seasonal	2,300	2,300	0	2,090	0	0	210	0	4
	Units in Structure									
5	1, detached	827,100	846,600	709,350	0	250	830	135,810	350	5
6	1, attached	164,800	163,370	140,970	0	0	990	21,170	250	6
7	2 to 4	59,000	59,550	54,430	0	0	250	4,870	0	7
8	5 to 9	87,400	93,070	84,900	0	0	780	7,390	0	8
9	10 to 19	82,900	85,580	74,170	0	0	0	10,660	750	9
10	20 to 49	53,000	51,210	36,820	0	0	0	13,710	680	10
11	50 or more	34,900	36,390	29,150	0	0	0	7,240	0	11
12	Mobile Home/trailer	56,400	29,720	22,320	0	6,550	0	0	860	12
	Year Built									
13	1995-2002	232,700	189,380	6,200	0	1,840	0	181,330	0	13
14	1990-1994	108,700	98,840	79,550	0	0	0	19,290	0	14
15	1985-1989	162,200	158,400	157,900	0	220	280	0	0	15
16	1980-1984	209,100	208,910	206,240	0	2,430	240	0	0	16
17	1970-1979	242,800	251,100	247,230	0	1,950	1,000	0	930	17
18	1960-1969	188,900	207,930	206,360	0	0	210	0	1,350	18
19	1950-1959	113,000	127,020	125,680	0	350	760	230	0	19
20	1940-1949	54,600	63,160	62,910	0	0	0	0	250	20
21	1930-1939	39,300	44,760	44,400	0	0	0	0	350	21
22	1920-1929	8,600	9,630	9,270	0	0	350	0	0	22
23	1919 or earlier	5,500	6,380	6,380	0	0	0	0	0	23

Backward-Looking Table 1 (continued): Structural and Location Characteristics – All Housing Units

Da	ckward-Looking '									_
	A	В	C	D	E	F	G	H	I	
	Characteristics	Published	Present in	2002 units	Change	'02 mobile	'02 units	'02 units	'02 units added	
		numbers	2002	present in	in	homes moved	derived from	added by	from	
				1994	character-	in	nonresidential	new	temporary	
	n				istics		use	construction	losses	
2.4	Rooms	204 600	207.560	275.010	75.070	1 220	2.020	42 120	500	2.1
24	1 – 4 rooms	394,600	397,560	275,810	75,870	1,230	2,030	42,130	500	24
25	5 rooms	275,300	280,110	125,040	120,250	4,910	460	27,410	2,030	25
26	6 rooms	260,000	266,020	127,340	111,420	440	350	26,480	0	26
27	7 rooms	173,800	168,450	61,940	83,370	0	0	23,130	0	27
28	8 rooms	122,900	122,990	39,690	54,820	220	0	27,910	350	28
29	9 rooms	76,800	73,090	13,850	32,270	0	0	26,980	0	29
30	10 rooms or more	62,000	57,280	16,950	13,500	0	0	26,820	0	30
	Bedrooms									<u> </u>
31	None	7,500	8,110	3,170	3,920	0	240	780	0	31
32	1	249,700	250,980	203,900	16,400	250	1,010	28,920	500	32
33	2	296,800	305,710	240,720	33,640	980	1,030	28,160	1,180	33
34	3	521,600	522,130	403,080	51,310	5,350	570	60,610	1,210	34
35	4 or more	289,800	278,580	152,740	43,240	220	0	82,380	0	35
36	Multiunit Structures	317,200	325,810	279,480	0	0	1,030	43,870	1,430	36
	Stories in Structures									
37	1		19,910	17,320	0	0	0	2,340	250	37
38	2		227,510	211,740	0	0	1,030	13,560	1,180	38
39	3		52,060	28,840	0	0	0	23,220	0	39
40	4 to 6		26,330	21,580	0	0	0	4,760	0	40
41	7 or more		0	0	0	0	0	0	0	41
	Metro Status									1
42	In central cities		556,770	522,270	0	350	2,590	29,880	1,680	42
43	In suburbs		808,730	629,850	0	6.450	250	170,980	1,210	43
			,	,		.,		,	,===	
	Mover Status									1
44	Moved in last 2 years		344,510	106,740	157,620	570	1,780	77,310	500	44
45	Not a recent mover		890,790	608,410	174,970	5,000	610	100,700	1,100	45
						, , , , , , , , , , , , , , , , , , , ,		,	,	

Backward-Looking Table 2: Condition of Unit – All Occupied Units

	ckward-Looking 1	В	С	D	E	F	G	Н	I	T .
	Characteristics	Published numbers	Present in 2002	2002 units present in 1994	Change in character-	'02 mobile homes moved in	'02 units derived from nonresidential	'02 units added by new	'02 units added from temporary	
					istics		use	construction	losses	
1	Occupied Units	1,235,300	1,235,300	952,320	95,420	5,570	2,390	178,000	1,600	1
	Kitchen									
2	With complete kitchen	1,215,200	1,213,810	929,830	97,640	5,570	2,390	176,770	1,600	2
3	Lacking complete kitchen facilities	20,100	21,490	290	19,970	0	0	1,240	0	3
	Plumbing									
4	With all plumbing facilities	1,226,300	1,225,560	940,490	98,030	5,570	2,390	177,480	1,600	4
5	Lack some plumbing	9,000	9,740	570	8,650	0	0	520	0	5
6	No hot piped water	1,200	1,420	0	1,420	0	0	0	0	6
7	No bathtub/shower	900	1,020	290	730	0	0	0	0	7
8	No flush toilet	900	1,020	290	730	0	0	0	0	8
	Water									
9	Public/private water	1,225,800	1,227,890	944,380	95,950	5,570	2,390	178,000	1,600	9
10	Well	7,200	5,120	3,570	1,560	0	0	0	0	10
11	Other water source	2,200	2,290	0	2,290	0	0	0	0	11
	Sewer									
12	Public sewer	1,159,700	1,175,360	890,260	99,590	5,570	2,390	175,950	1,600	12
13	Septic tank/cesspool	75,200	59,530	49,690	7,790	0	0	2,050	0	13
14	Severe Problems	23,400	22,250	570	20,130	0	250	1,300	0	14
15	Plumbing	9,000	9,740	570	8,650	0	0	520	0	15
16	Heating	12,500	10,320	0	9,800	0	0	520	0	16
17	Electric	1,200	1,390	0	1,390	0	0	0	0	17
18	Upkeep	3,800	1,490	0	980	0	250	260	0	18
19	Hallways	0	0	0	0	0	0	0	0	19
20	Moderate problems	69,600	72,500	15,780	54,440	0	0	2,280	0	20
21	Plumbing	2,800	3,290	1,630	1,400	0	0	260	0	21
22	Heating	18,500	22,540	11,170	11,370	0	0	0	0	22
23	Kitchen	18,900	21,490	290	19,970	0	0	1,240	0	23
24	Upkeep	32,400	33,230	2,450	30,000	0	0	780	0	24
25	Hallways	1,200	1,220	0	1,220	0	0	0	0	25

Backward-Looking Table 3: Household Characteristics – All Occupied Units

	A	В	С	D	E	F	G	H	I	
	Characteristics	Published	Present in	2002 units	Change	'02 mobile	'02 units	'02 units	'02 units added	
		numbers	2002	present in	in	homes moved	derived from	added by	from	
				1994	character-	in	nonresidential	new	temporary	
					istics		use	construction	losses	
1	Occupied units	1,235,300	1,235,300	952,320	95,420	5,570	2,390	178,000	1,600	1
	Age									
2	Under 65	1,085,400	1,078,380	752,060	146,190	5,350	2,380	171,050	1,350	2
3	65 or older	149,900	156,920	80,540	68,950	220	10	6,960	250	3
	Children									
4	Some	525,100	531,680	243,540	192,690	3,530	500	90,820	600	4
5	None	710,100	703,620	407,400	204,110	2,040	1,890	87,190	1,000	5
	Race/Origin									
6	White	859,400	838,390	605,440	96,160	4,780	780	130,890	350	6
7	Hispanic	98,500	105,870	39,550	57,320	440	250	8,320	0	7
8	Non-Hispanic	761,000	732,520	522,220	82,510	4,340	530	122,570	350	8
9	Black	180,400	191,310	96,000	73,260	220	610	20,220	1,000	9
10	Other	195,500	205,600	37,520	139,360	570	1,000	26,900	250	10
11	Total Hispanics	219,700	237,380	82,920	135,590	1,010	1,000	16,610	250	11
	Income Source									
12	Wages and salaries	1,098,000	1,088,880	740,720	171,860	5,130	1,890	167,930	1,350	12
13	Welfare or SSI	31,100	35,380	5,910	26,690	0	250	2,540	0	13
14	Social security or pension	212,400	220,280	95,160	109,820	1,000	10	14,040	250	14
	•		-		•					

Backward-Looking Table 4: Market Dynamics and Affordability – All Occupied Units

Da	ckward-Looking								T	
	A Characteristics	B Published numbers	C Present in 2002	D 2002 units present in 1994	E Change in character-	F '02 mobile homes moved in	G '02 units derived from nonresidential	H '02 units added by new	I '02 units added from temporary	
					istics		use	construction	losses	
1	Occupied units	1,235,300	1,235,300	952,320	95,420	5,570	2,390	178,000	1,600	1
	Tenure									+-
2	Owner occupied	784,100	773,910	554,970	88,150	3,690	350	126,390	350	2
3	Percent own occupied	63.5%	62.6%	58.3%	NA	66.3%	14.8%	71.0%	22.1%	3
4	Renter occupied	451,200	461,390	301,710	102,910	1,870	2,040	51,610	1,250	4
	Rental Affordability									\vdash
5	Non-market		33,980	8,930	21,240	440	0	3,380	0	5
6	Extremely low rent		174,760	89,070	79,880	1,440	1,010	3,120	250	6
7	Very low rent		176,620	74,420	82,500	0	750	18,200	750	7
8	Low rent		47,560	4,810	26,620	0	280	15,600	250	8
9	Moderate rent		16,820	2,030	8,030	0	0	6,760	0	9
10	High to very high rent		11,650	1,690	5,400	0	0	4,550	0	10
	Renter Hsd Income									
12	Less than \$20,000	119,200	126,940	55,240	62,430	220	1,000	7,800	250	12
13	\$20,000 to \$34,999	106,500	110,480	26,030	74,690	1,220	500	7,800	250	13
14	\$35,000 to \$59,999	137,100	138,150	21,140	99,710	220	10	16,580	500	14
15	\$60,000 to \$99,999	66,000	65,410	3,690	48,420	220	530	12,550	0	15
16	\$100,000 or more	22,400	20,410	0	13,270	0	0	6,890	250	16
	Owner Monthly Housing Costs									
17	Less than \$499	175,000	169,530	90,290	73,250	820	0	5,170	0	17
18	\$500 to \$699	80,100	80,660	15,940	59,170	220	0	5,330	0	18
19	\$700 to \$999	131,700	123,460	30,120	83,190	1,440	0	8,710	0	19
20	\$1,000 to \$1,499	206,800	199,030	52,890	110,080	1,000	350	34,710	0	20
21	\$1,500 or more	190,300	201,220	50,940	77,240	220	0	72,470	350	21
	Owner Hsd Income									
22	Less than \$20,000	70,600	70,390	23,200	42,820	790	0	3,580	0	22
23	\$20,000 to \$34,999	104,800	108,480	30,240	70,220	250	0	7,770	0	23
24	\$35,000 to \$59,999	163,300	166,620	40,600	106,100	2,000	350	17,570	0	24
25	\$60,000 to \$99,999	214,200	209,690	44,530	123,750	660	0	40,760	0	25
26	\$100,000 or more	231,000	218,730	56,770	104,890	0	0	56,720	350	26

Rental Market Dynamics¹⁵

Table A expands the analysis in rows 5-11 in Forward-Looking Table 4 into a full rental dynamics analysis by examining in more detail what happened to the units in each row. In particular, the "present in 2002" and "change in characteristics" columns (column D and E in the CINCH tables) are disaggregated into the following options: each of the other rent affordability columns (new columns *D* through *J*), owner-occupancy (new column *K*), and vacant or seasonal status (new column *L*). The remaining columns (columns F through K in the CINCH tables) are collapsed into a "Lost to stock" column (new column *M*). Table B does the same for the analysis of rows 5-11 in Backward-Looking Table 4, with column *M* being additions through new construction and column *N* being additions from other sources. ¹⁶ Because the Census Bureau put a cap on the rents it reported for Dallas in 1994, we cannot distinguish between units in the high-rent and very-high-rent categories, and therefore have collapsed these two categories into one category, high-to-very-high-rent units (column *J*).

Table A shows that there were 441,920 rental units in the Dallas metropolitan area in 1994. In 2002, 157,070 of these units were no longer rental; 53,150 were owner-occupied, 73,990 were either vacant or being used seasonally, and 29,930 had been lost to the stock. Taken as a proportion of the units in 1994, movement into owner-occupancy was concentrated among the moderate-rent and high-to-very-high-rent categories, and losses to the stock were concentrated among non-market units.

Table B shows there were 461,390 rental units in the Dallas metropolitan area in 2002, of which 159,680 were not rental units in 1994. The new units came from units that had been owner-occupied (39,350), units that had been vacant or in seasonal use (63,560), newly constructed units (51,610), and other additions (5,160). Most of the formerly owner-occupied units went to the extremely-low-rent and the very-low-rent categories; most of the newly constructed rental units went to the very-low-rent and low-rent categories.

Looking at both tables, we see that the overall number of rental units grew slightly, from approximately 440,000 in 1994 to approximately 460,000 in 2002. The number of extremely-low-rent and very-low-rent units combined grew from approximately 205,000 in 1994 to approximately 250,000 in 2002.

¹⁵ This rental dynamics analysis differs from previous analyses in two ways: we do not adjust rents for bedroom sizes and we do not adjust area median family income for inflation.

¹⁶ These tables use all the AHS observations for which we have relevant rent data, including observations where the Census Bureau provided an estimate of contract rent when the respondent did not provide an answer to the rent question. These observations are said to have "allocated" rents. The Watson-Eggers paper cited in footnote 1 studied the effect of allocations on rental dynamics analysis. They found that unallocated data show less dispersion. In their study of the six metropolitan areas surveyed as part of the national AHS, they found that the proportion of rental units that remain in the same rent category increased for all categories except non-market, where the proportion decreased slightly. There also appeared to be less movement of more than one rent category.

Table A: Forward-Looking Rental Dynamics Analysis

			J		~					
	C	D	E	F	G	H	J	K	L	M
	Number	Non-	Extremely	Very	Low	Moderate	High to	Owner-	Vacant or	Lost
Forward looking	in	market	low rent	low rent	rent	rent	very	occupied	seasonal	to
	1994	in 2002	in 2002	in 2002	in 2002	in 2002	high rent	in 2002	in 2002	stock
							in 2002			
Non-market	41,430	8,430	7,290	7,260	300	0	270	5,540	3,630	8,710
Extremely low rent	160,390	5,060	84,090	15,870	810	960	0	10,900	31,890	10,810
Very low rent	144,510	4,710	27,890	70,260	2,700	0	770	10,470	24,170	3,530
Low rent	64,830	1,390	2,380	18,580	10,290	1,260	300	14,380	11,310	4,940
Moderate rent	20,130	0	0	1,840	4,540	1,920	1,120	7,440	1,840	1,430
High to very high rent	10,620	0	300	570	610	1,450	1,600	4,430	1,150	500
Column sum	441,920	19,590	121,960	114,390	19,250	5,600	4,060	53,150	73,990	29,930

Table B: Backward-Looking Rental Dynamics Analysis

		9									
	C	D	E	F	G	Н	J	K	L	M	N
	Number	Non-	Extremely	Very	Low	Moderate	High to	Owner-	Vacant or	New	Other
Backward looking	in	market	low rent	low rent	rent	rent	very	occupied	seasonal	construc-	additions
	2002	in 1994	in 1994	in 1994	in 1994	in 1994	high rent	in 1994	in 1994	tion	
							in 1994				
Non-market	33,980	8,930	5,360	4,990	1,470	0	0	5,520	3,890	3,380	440
Extremely low rent	174,760	7,730	89,070	29,540	2,520	0	320	13,180	26,590	3,120	2,690
Very low rent	176,620	7,690	16,810	74,420	19,680	1,950	610	10,480	25,280	18,200	1,500
Low rent	47,560	320	860	2,860	10,900	4,810	640	5,830	5,210	15,600	530
Moderate rent	16,820	0	1,020	0	1,340	2,030	1,540	2,190	1,950	6,760	0
High to very high rent	11,650	290	0	810	320	1,180	1,690	2,150	640	4,550	0
Column sum	461,390	24,950	113,120	112,630	36,230	9,970	4,810	39,350	63,560	51,610	5,160

Appendix A - Internal and External Checks

For the CINCH analysis, we performed two tests of internal consistency:

- For each row, we tested whether the sum of possible outcomes (columns D though K in the forward-looking analysis and columns D through I in the backward-looking analysis) equaled the number of units present in the base year. In every case, equality was achieved except for differences created by rounding.
- Throughout the tables, various sets of rows are related to each other. For example, the year-built rows (13-23) in Table 1 are a disaggregation of the total stock in row 1. Similarly, rows 6 (Whites), 9 (Blacks), and 10 (Other race) in Table 3 are a disaggregation of row 1 (occupied households). In these cases, there should be equality between the parent row and the sum of the break-out rows for all columns except D and E. The difference between column D in the parent row and the sum of column D for the break-out rows should equal the negative of the difference between column E in the parent row and the sum of column E for the break-out rows. In every case, equality was achieved except for differences created by rounding.

Column B provides an external check of how well the CINCH weighting performed. In general, the CINCH estimates are within 5 percent of the AHS published totals and many of the CINCH estimates are very close to the AHS estimates. We have footnoted two places where our coding does not seem to produce the same results as the published estimates. We observed that the correspondence between the CINCH and published estimates were closer in the slower growing metropolitan areas. We also noticed that the CINCH weighting tends to underestimate the number of units built since 1989 and the number of Hispanic households.

Appendix B - Weighting

CINCH separates the AHS samples in 1994 and 2002 into three components: units that exist and are part of the housing stock in both years (SAMES), units that are part of the 1994 housing stock but are not part of the 2002 housing stock (LOSSES), and units that are not part of the 1994 housing stock but are part of the 2002 housing stock (ADDITIONS). ADDITIONS are split into NEW CONSTRUCTION and RECOVERIES (structures that existed in 1994 but were not in the housing stock).

Because CINCH looks at various subsets of the housing stock, we need to know the characteristics of units and their occupants. Therefore, we can use only those SAMES observations that were interviewed in both years. For the same reason, we can use only those LOSSES that were interviewed in 1994 and those ADDITIONS that were interviewed in 2002.

For the forward-looking analysis, we started with the AHS pure weights and used the AHS weighted count in 1994 of SAMES to create weights for the interviewed SAMES. We used the AHS weighted count in 1994 of LOSSES to create weights for interviewed LOSSES. We then adjusted the weights of SAMES and LOSSES to equal the AHS published totals for occupied units, vacant units, and seasonal units in 1994.

For the backward-looking analysis, we started with the AHS pure weights and used the AHS weighted count in 2002 of SAMES to create weights for the interviewed SAMES. We used the AHS weighted counts in 2002 for NEW CONSTRUCTION and for RECOVERIES to create weights for interviewed NEW CONSTRUCTION and interviewed RECOVERIES. We then adjusted the weights for SAMES, NEW CONSTRUCTION, and RECOVERIES to equal AHS published totals for occupied units, vacant units, and seasonal units in 2002.

The logic behind the weighting and the procedures used to create the weights is explained in *Weighting for CINCH and Rental Dynamics Analysis*.