

Racialized Generational Homeownership Inequality

Brandon P. Martinez, Ph.D.
CUNY Institute for State and Local Governance

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Racialized Inequality

Generational Inequality

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Racialized Generational Inequality

Homeownership Gap

30%

Black/White

Source: The Urban Institute, "Reducing the Racial Homeownership Gap"

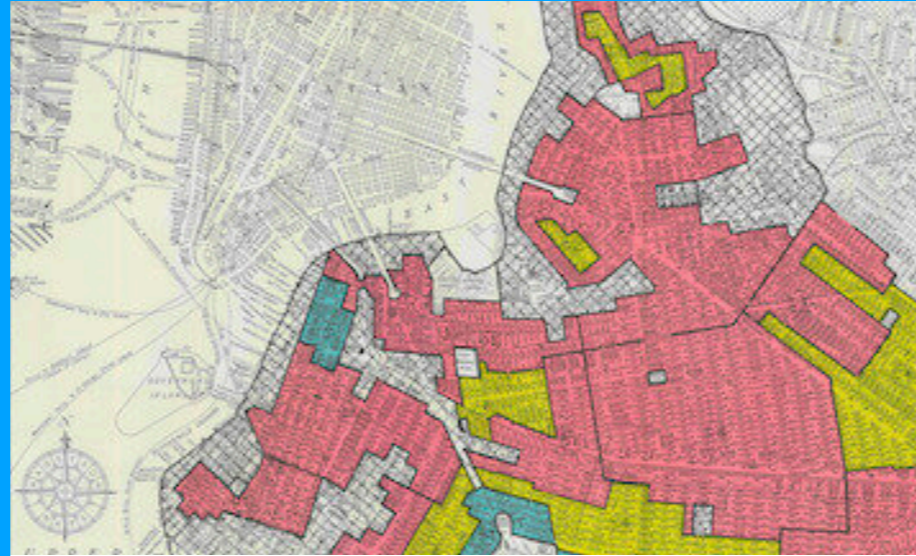


Renewal



Race for Profit: How Banks and the Real Estate Industry Undermined Black Homeownership
Keeanga-Yamahtta Taylor

The Color of Law: A Forgotten History of How Our Government Segregated America
Richard Rothstein



Redlining

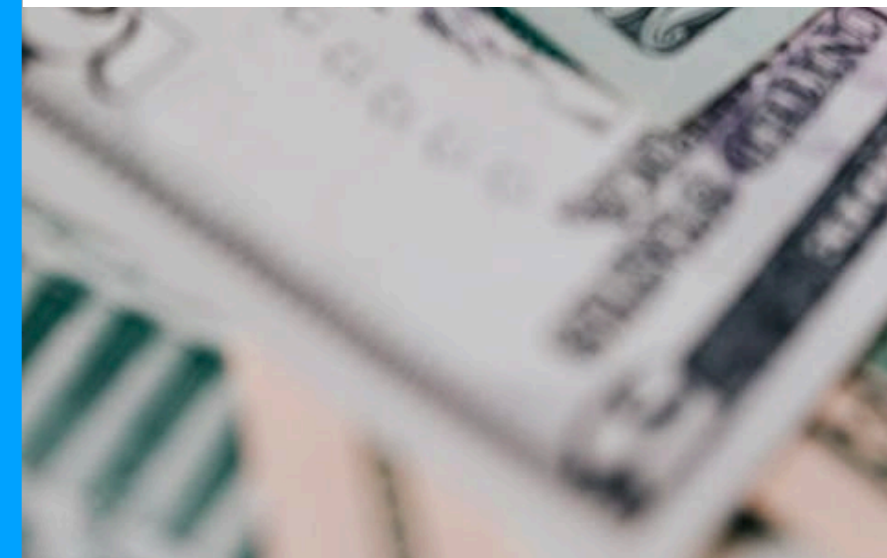


Race Brokers: Housing Markets and Segregation in 21st Century Urban America
Elizabeth Korver-Glenn

A World More Concrete: Real Estate and the Remaking of Jim Crow South Florida
N. D. B. Connolly



Financing



Racialized Inequality

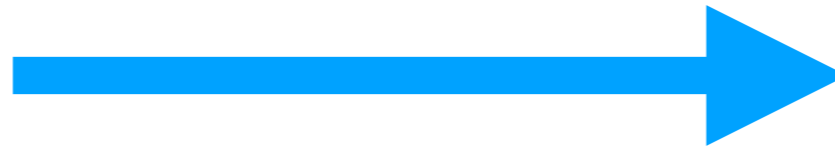
Generational Inequality

Racialized Generational Inequality

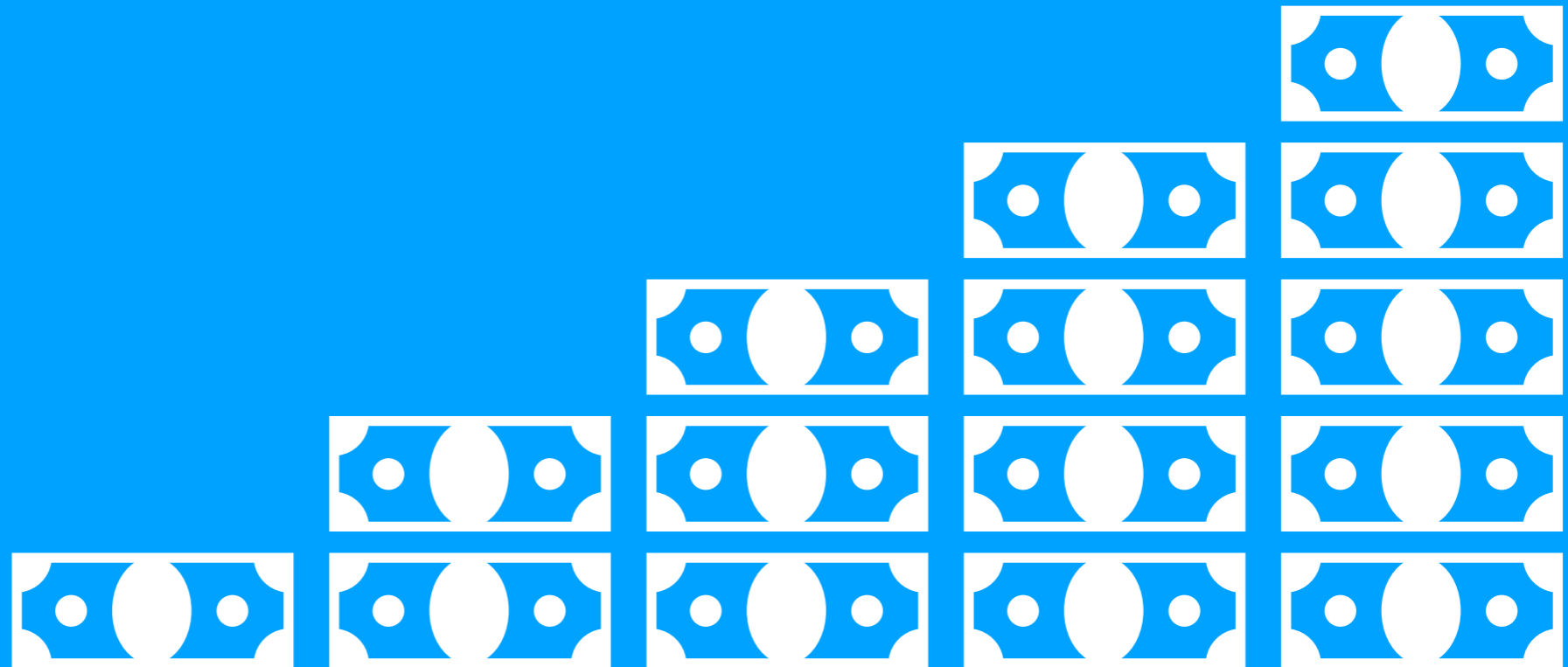
Understanding Generational Housing



Parent
Housing



Children
Housing



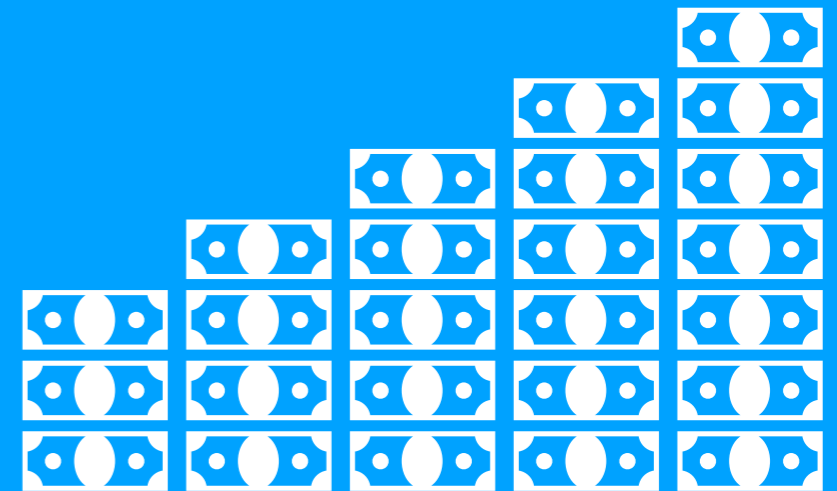
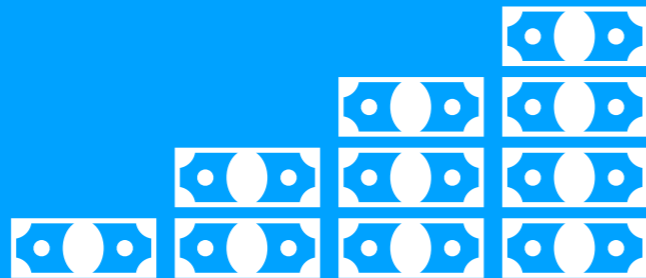
Homeownership and Wealth

How Housing Wealth Can Grow

Rent



Own



Racial Housing Wealth Gap, 1989 - 2019

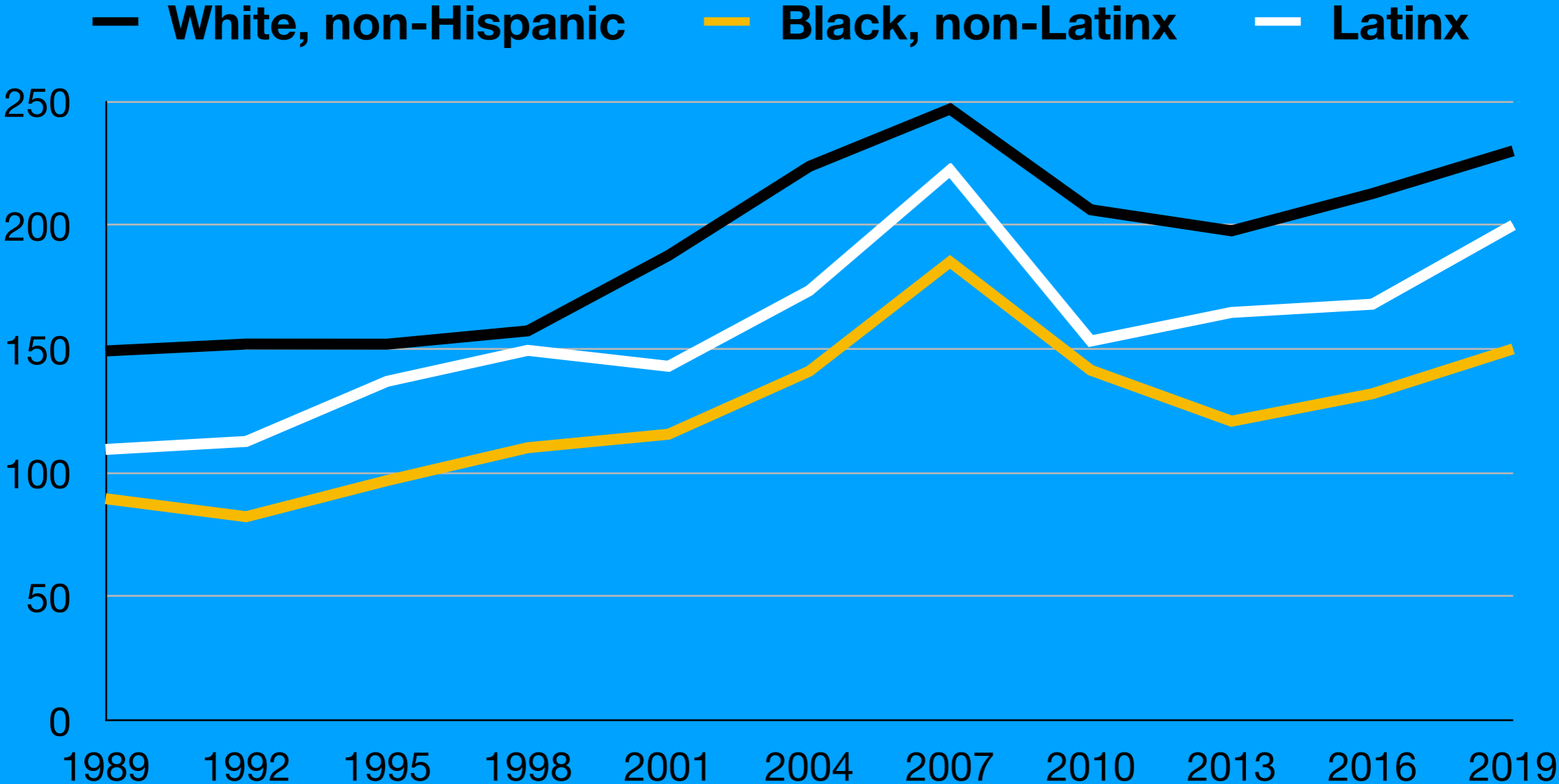
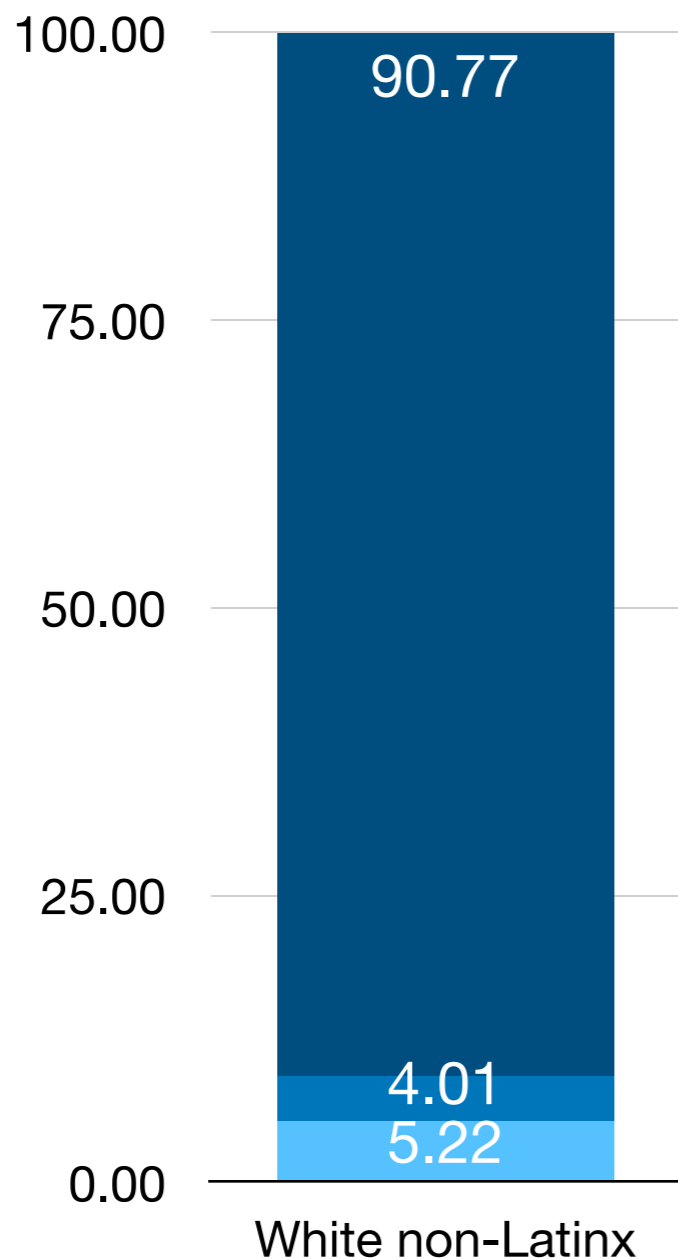


Figure shows median net worth associated with primary residence.
Data: Survey of Consumer Finances (SCF), 1989-2019

Racialized Inequality

Generational Inequality

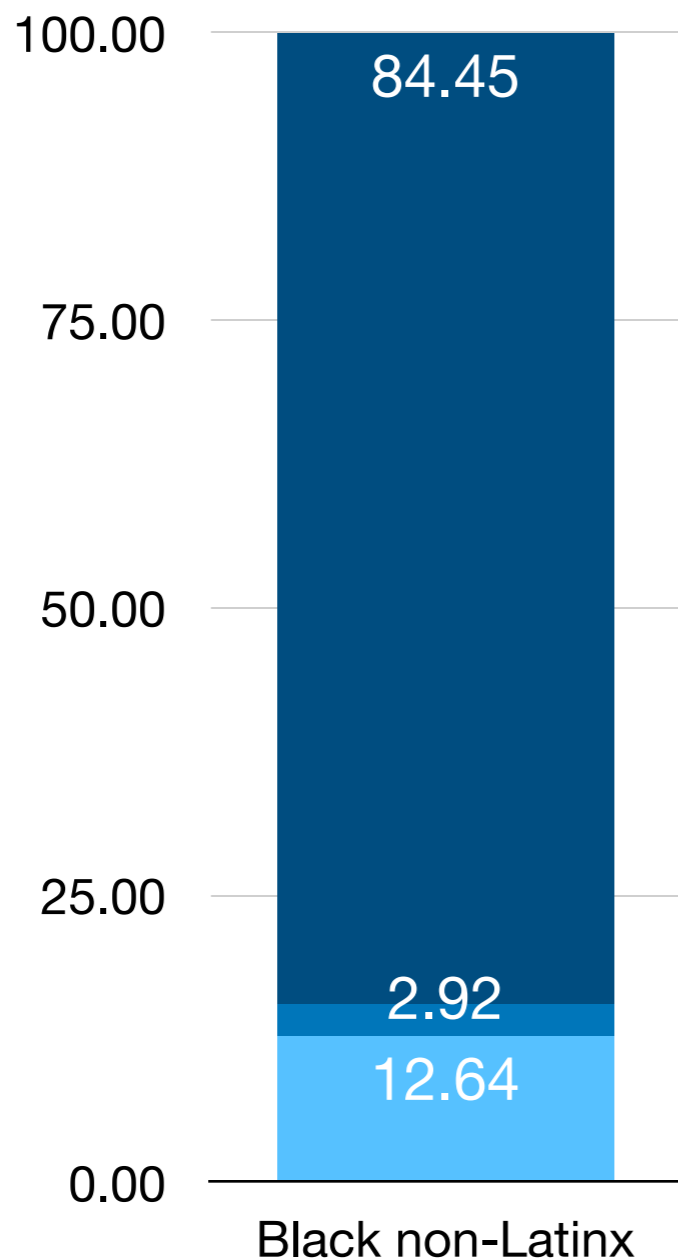
Racialized Generational Inequality



- US-Born
- 2nd gen
- Immigrant

5%
**of White non-Latinx
households are headed
by immigrants**

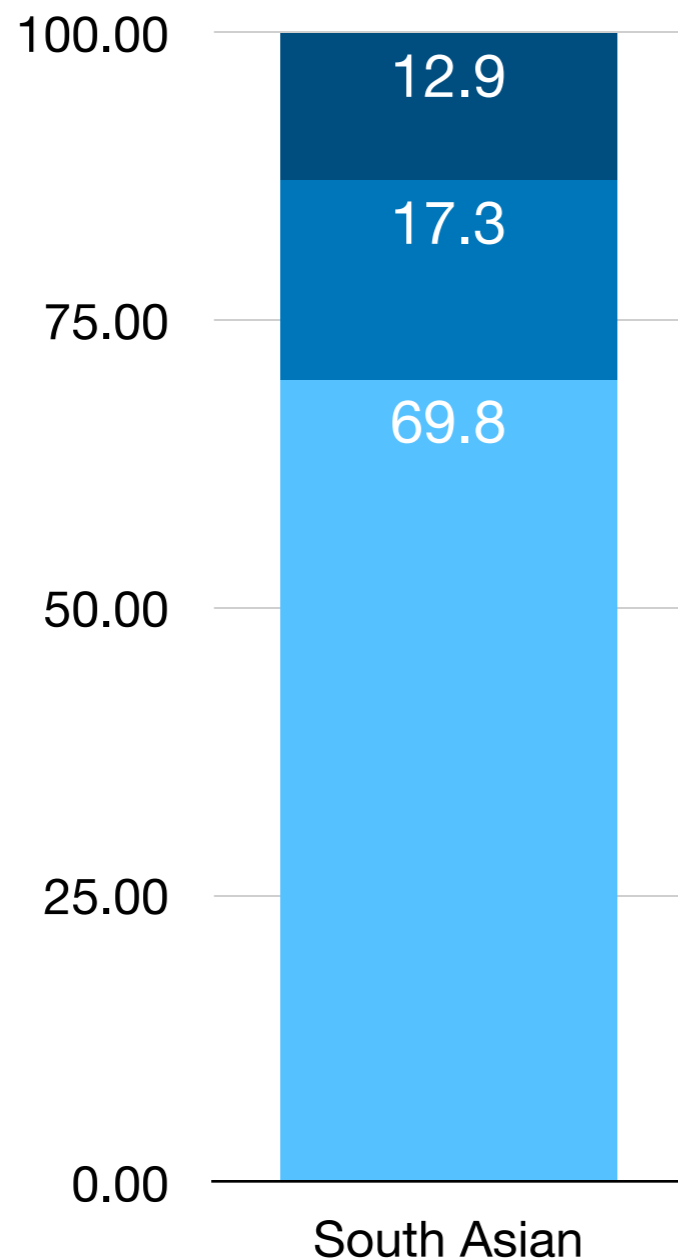
Source: Current Population Survey, 2015-2019,
adults 25-85 years old born in or after 1960



- US-Born
- 2nd gen
- Immigrant

12%
**of Black non-Latinx
households are headed
by immigrants**

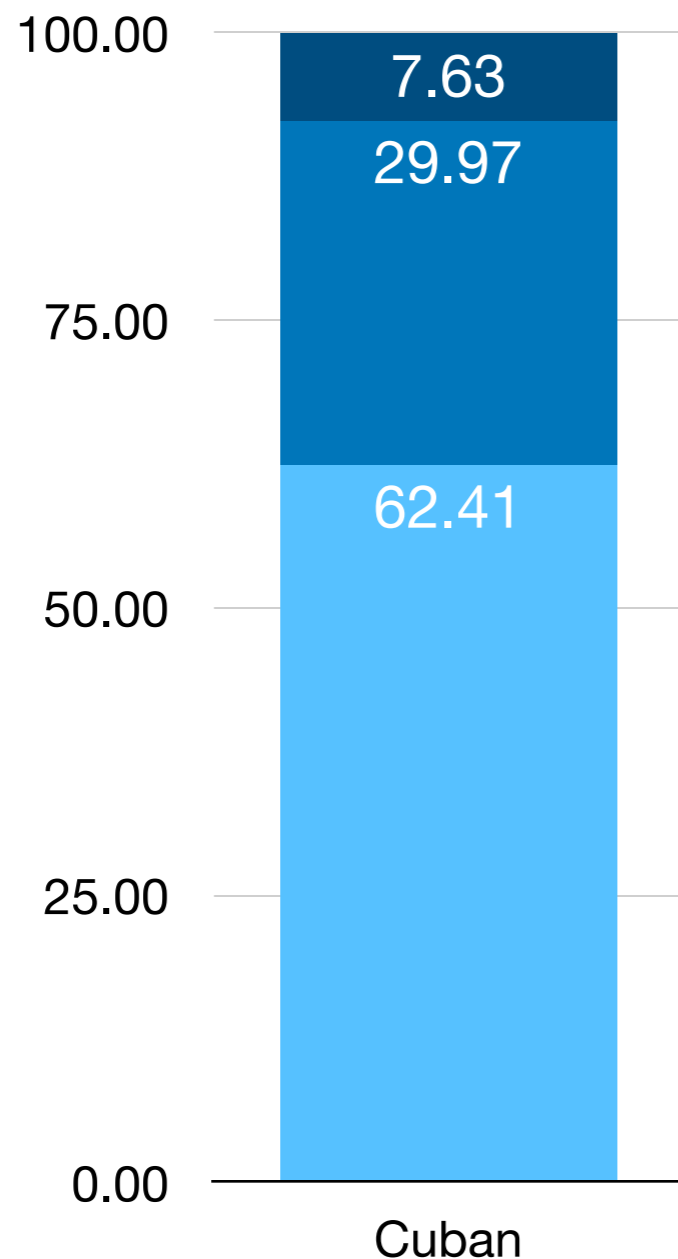
Source: Current Population Survey, 2015-2019,
adults 25-85 years old born in or after 1960



- US-Born
- 2nd gen
- Immigrant

70%
**of South Asian
households are headed
by immigrants**

Source: Current Population Survey, 2015-2019,
adults 25-85 years old born in or after 1960



- US-Born
- 2nd gen
- Immigrant

62%
of Cuban
households are headed
by immigrants

Source: Current Population Survey, 2015-2019,
adults 25-85 years old born in or after 1960

Outline

- Racial-Ethnic & Generational Homeownership Inequality
- The Housing Attainment Model
- Conclusions and Implications

Racial-Ethnic and Generational Homeownership Inequality

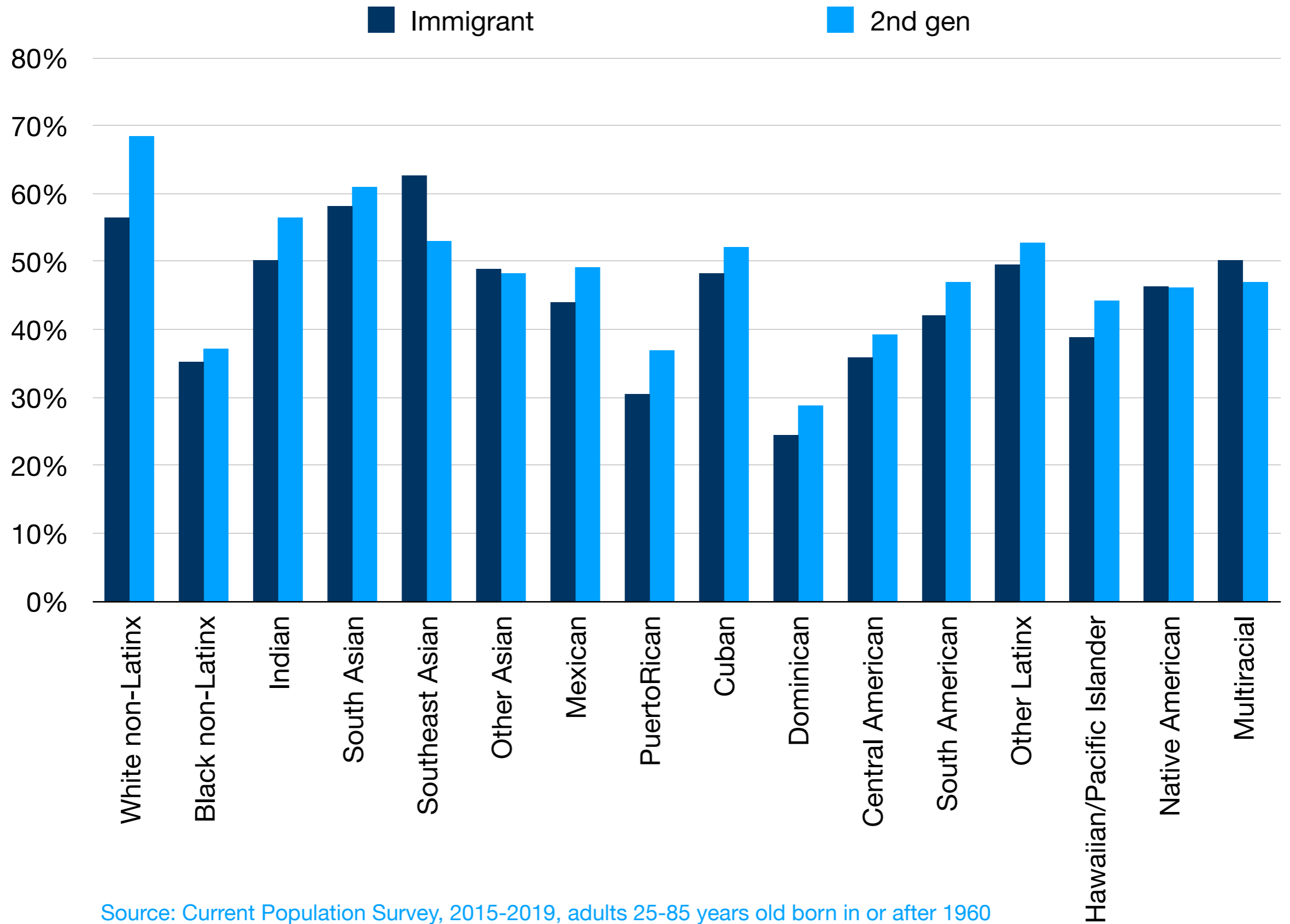
Racial-Ethnic and Generational Homeownership Inequality

- Data from the Current Population Survey (2015-2019)
- A cross-sectional study examining homeownership for 57,311 immigrants and U.S.-born children of immigrants
- Data include information about head-of-household age, gender, family size, income, education, and community

Key Finding

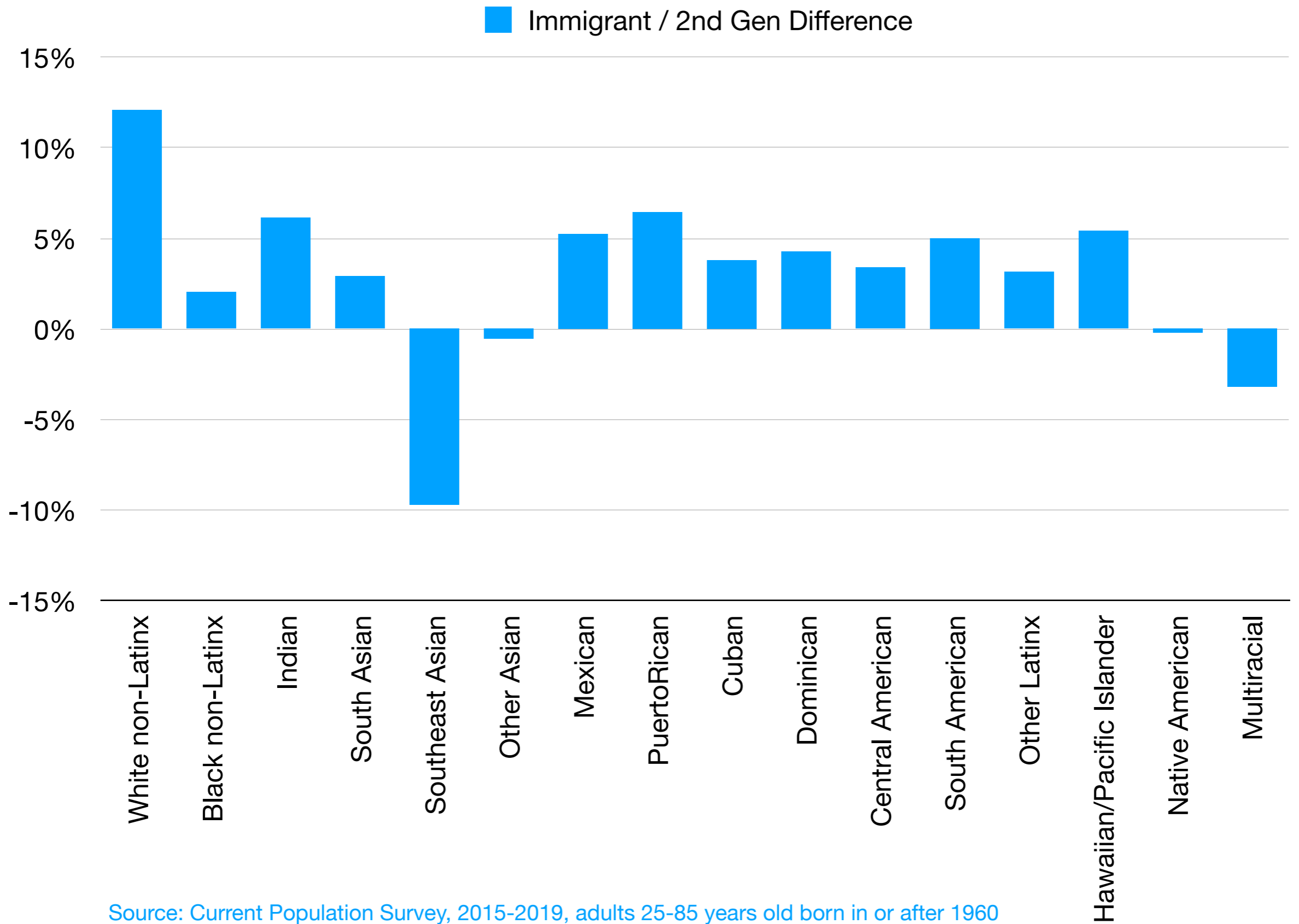
Racial-Ethnic and Generational Inequality

Generational Inequalities



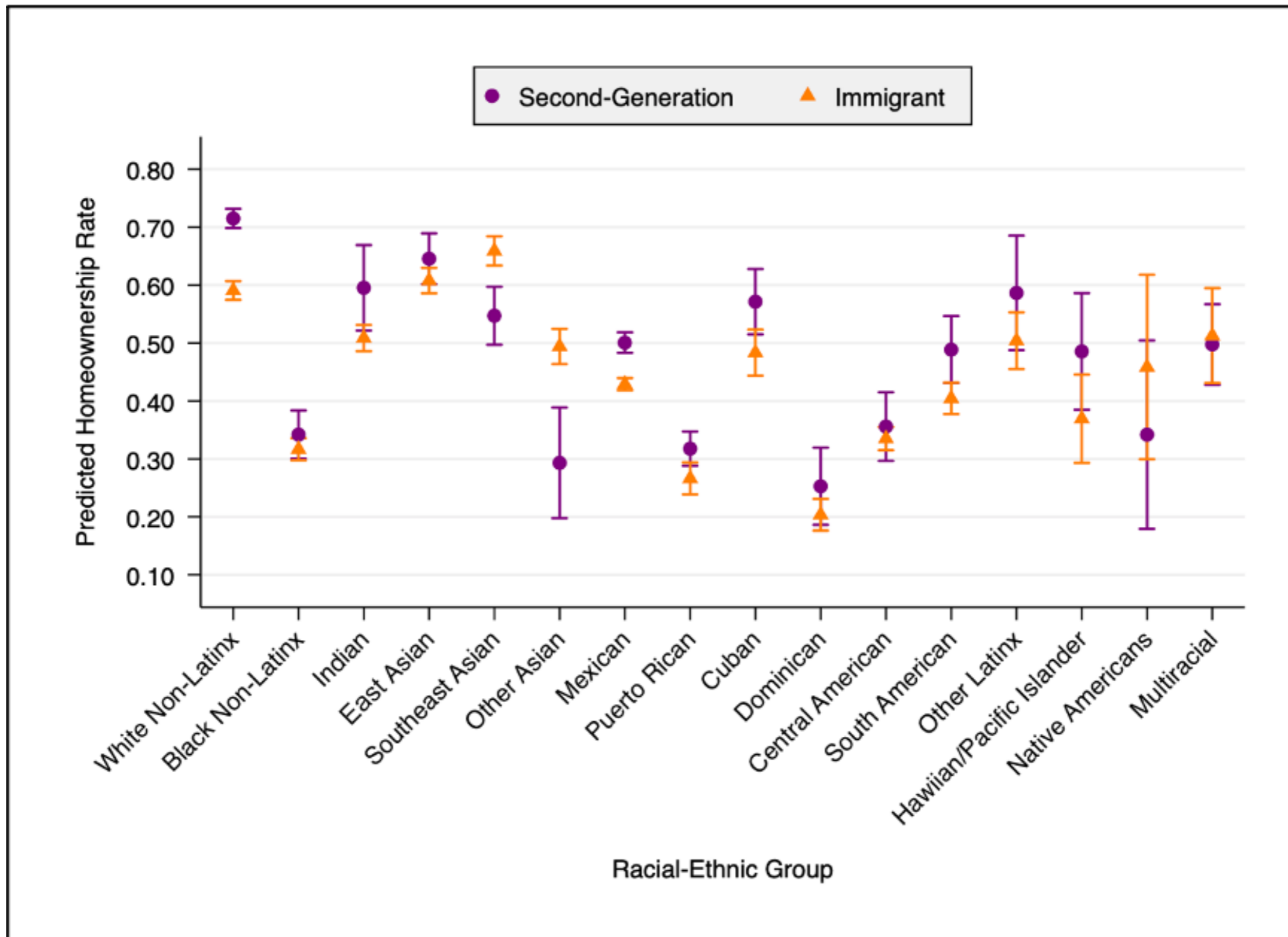
Source: Current Population Survey, 2015-2019, adults 25-85 years old born in or after 1960

Generational Inequalities, % Point Difference



Source: Current Population Survey, 2015-2019, adults 25-85 years old born in or after 1960

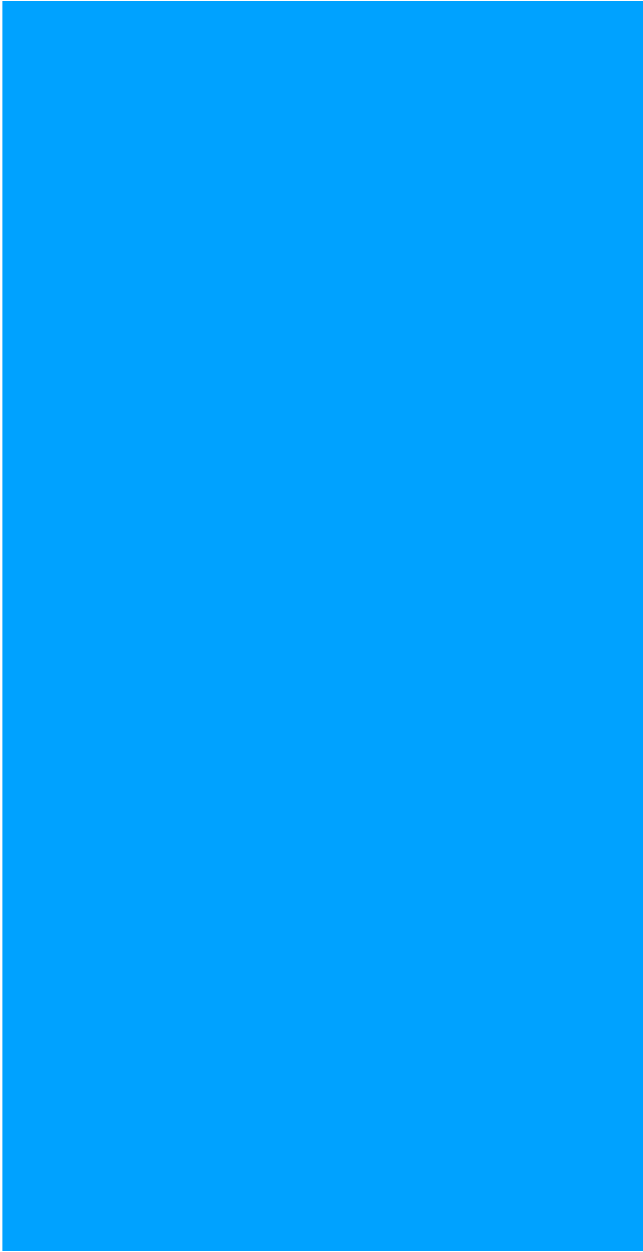
Generational Inequalities Controlled



Source: Current Population Survey, 2015-2019, adults 25-85 years old born in or after 1960

Generational Inequalities

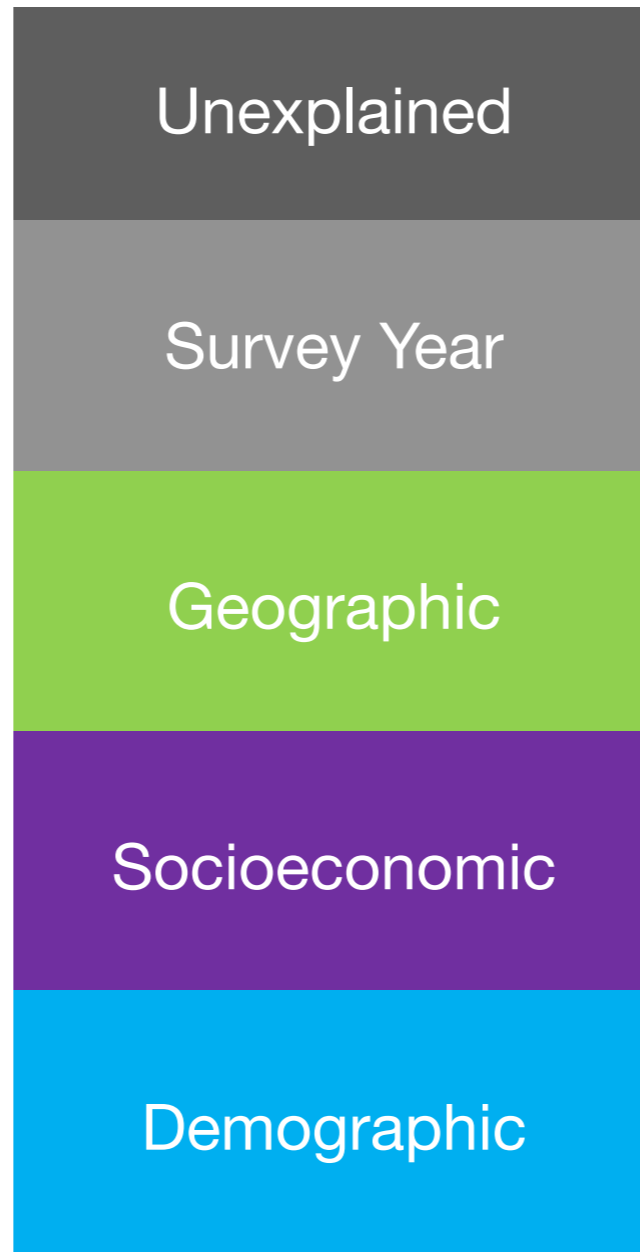
Second-Gen Homeownership Rate



Immigrant Homeownership Rate

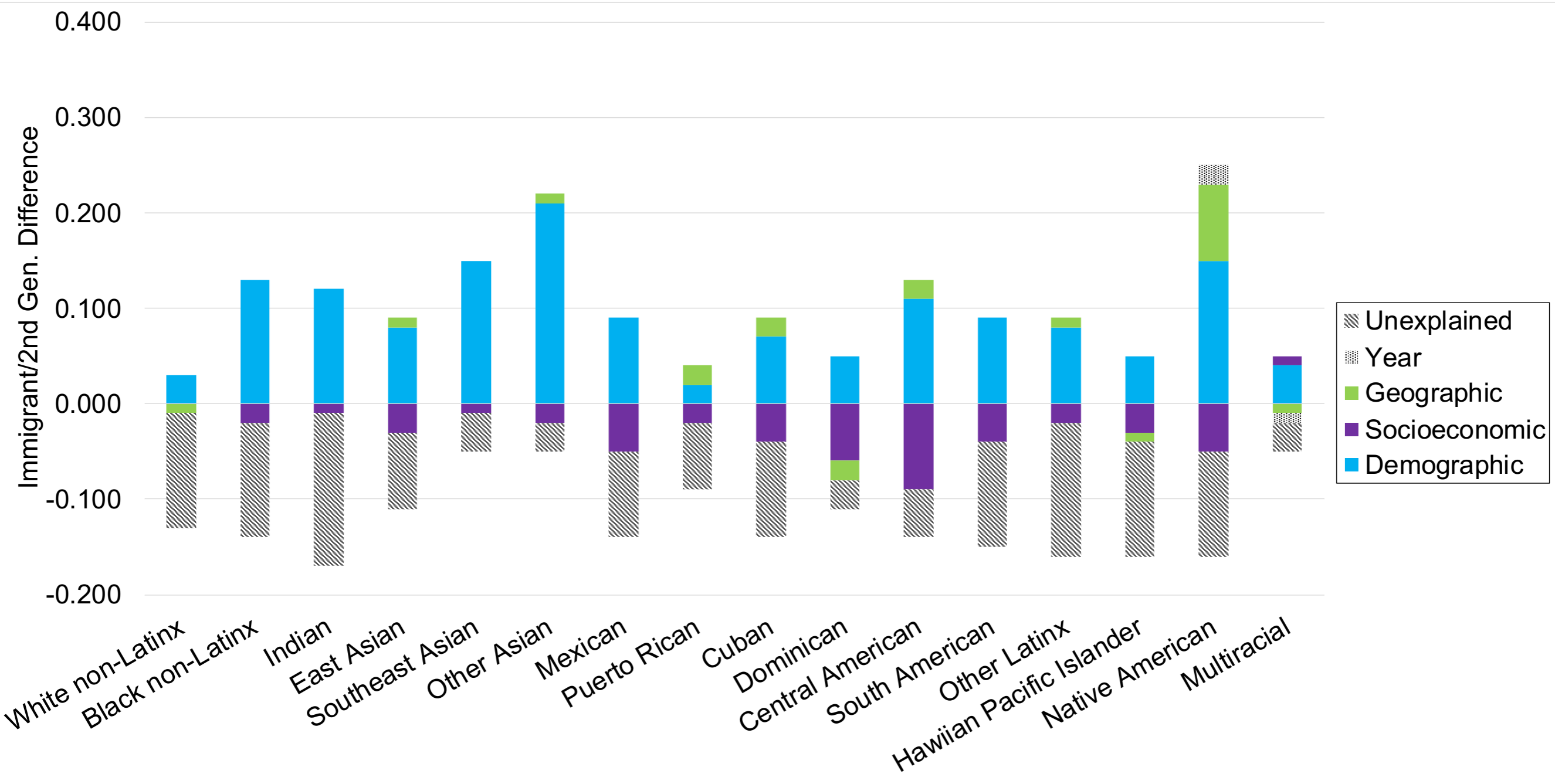
Generational Inequalities

Second-Gen Homeownership Rate



Immigrant Homeownership Rate

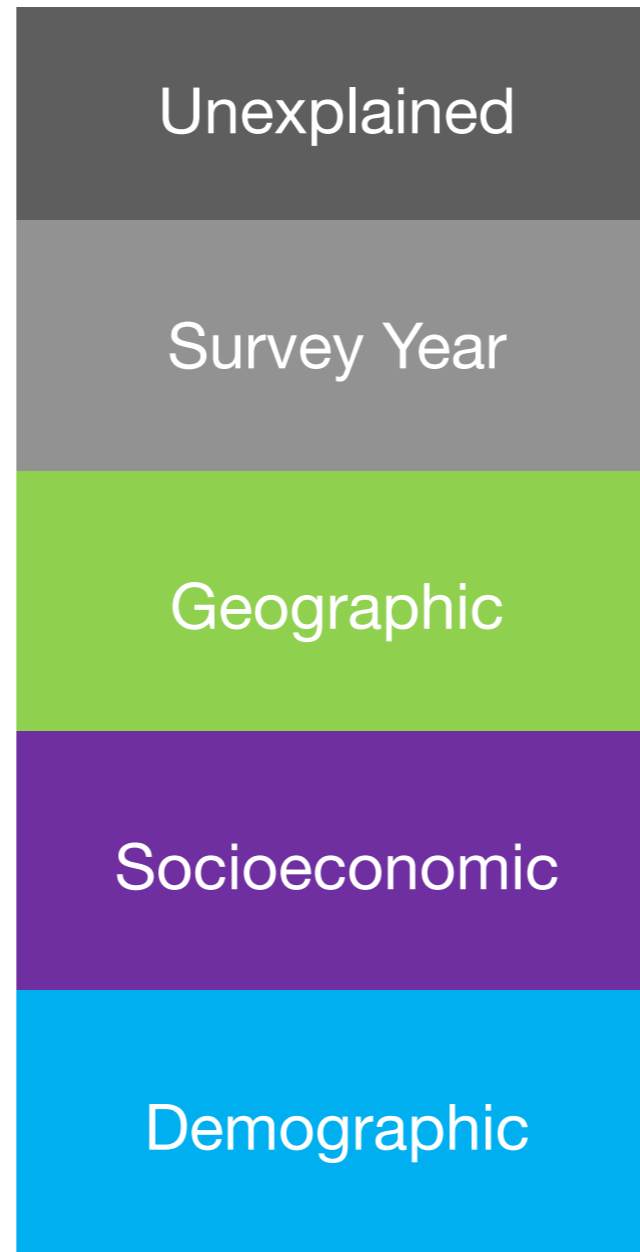
Generational Inequalities Decompositions



Source: Current Population Survey, 2015-2019, adults 25-85 years old born in or after 1960

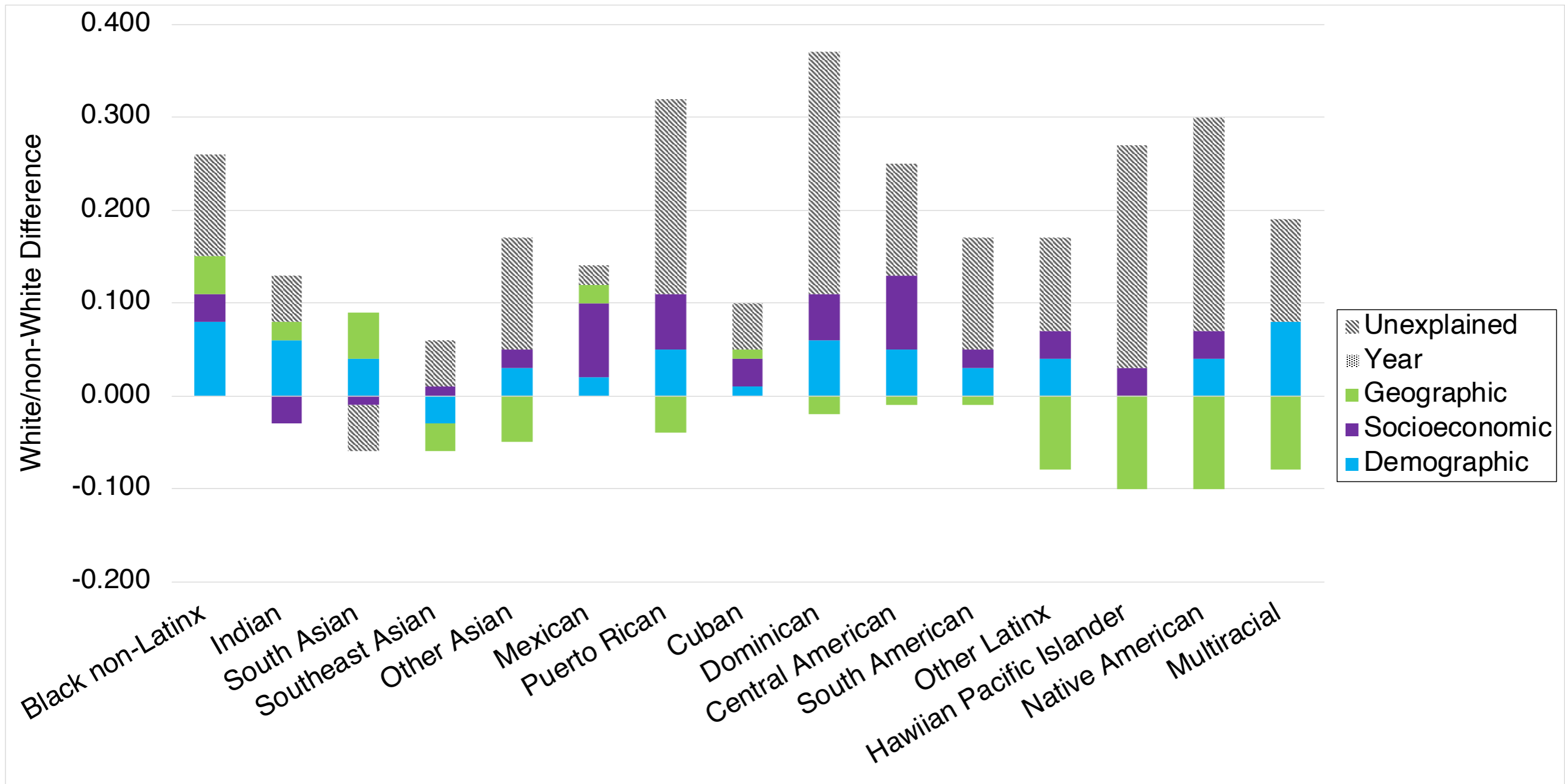
Racial-Ethnic Inequalities

Non-White Homeownership Rate



White non-Latinx Homeownership Rate

Racial-Ethnic Inequalities Decompositions

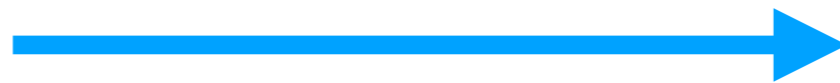


Key Findings and Remaining Questions

- There is generational homeownership inequality within and across racial-ethnic groups
- Demographics seem to play a role in generational homeownership inequality
- Most racial-ethnic homeownership inequality is not explained by differences in demographic, socioeconomic, or geographic characteristics
- How do these patterns translate to wealth inequality?

The Housing Attainment Model

Immigrant
Parent
Housing



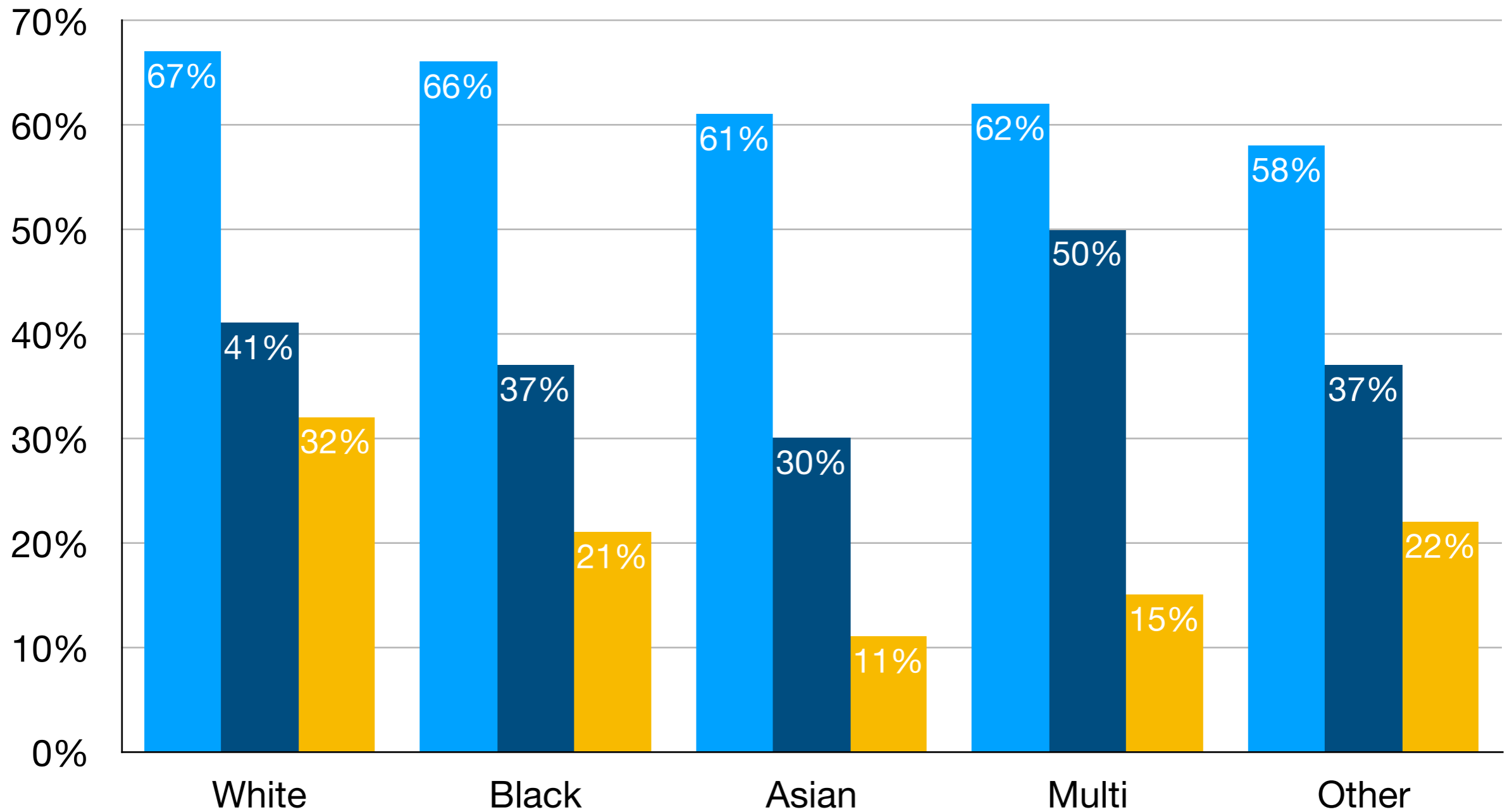
Second-Gen
Young Adult
Housing

The Housing Attainment Model

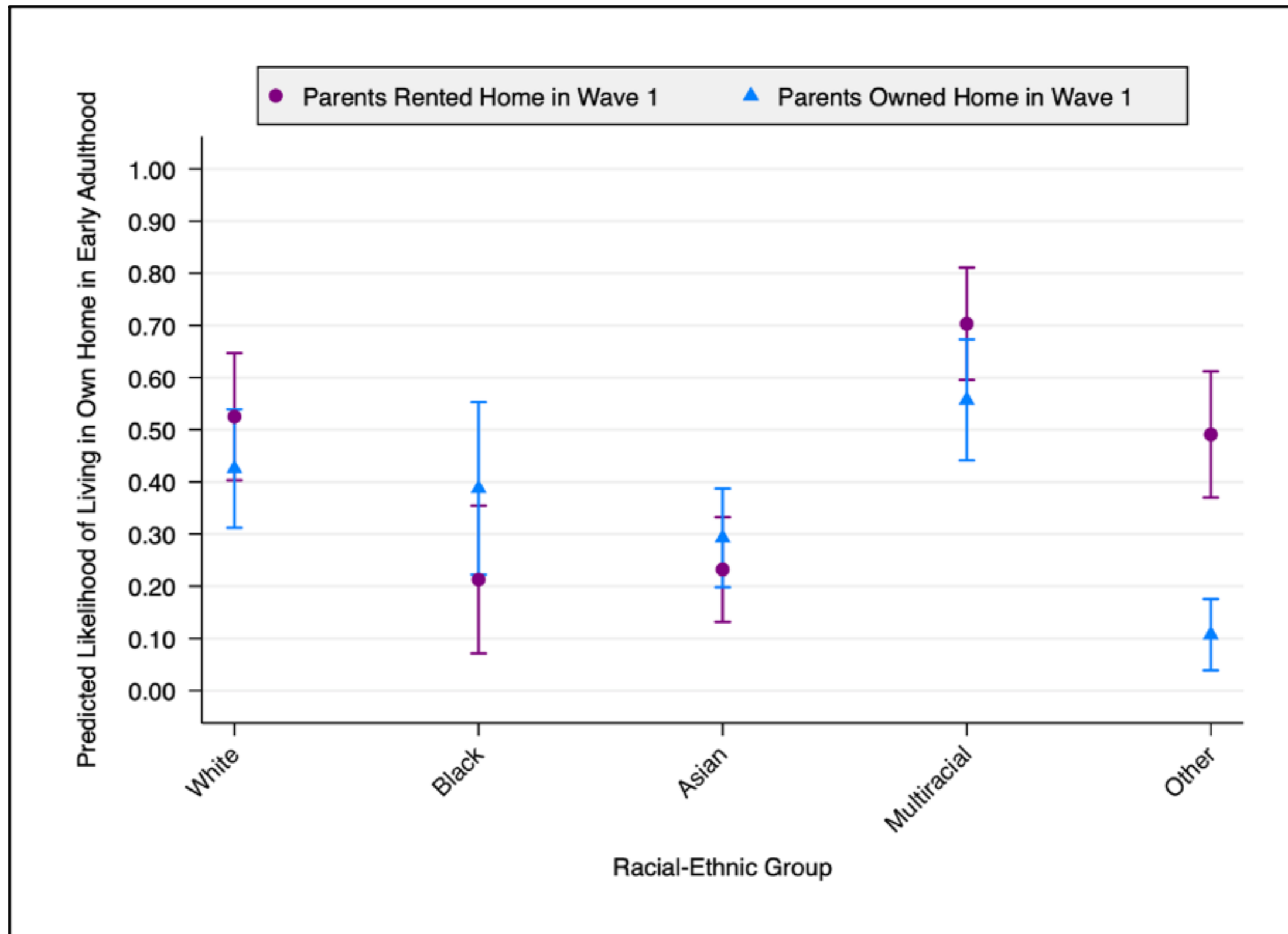
- Children of Immigrants Longitudinal Study (CILS)
- A longitudinal study conducted in 1992 in San Diego and the Miami/Ft. Lauderdale metro area
- Study examines two waves of data to determine housing outcomes of 1,911 second-generation young adults

Parent-Child Housing Status

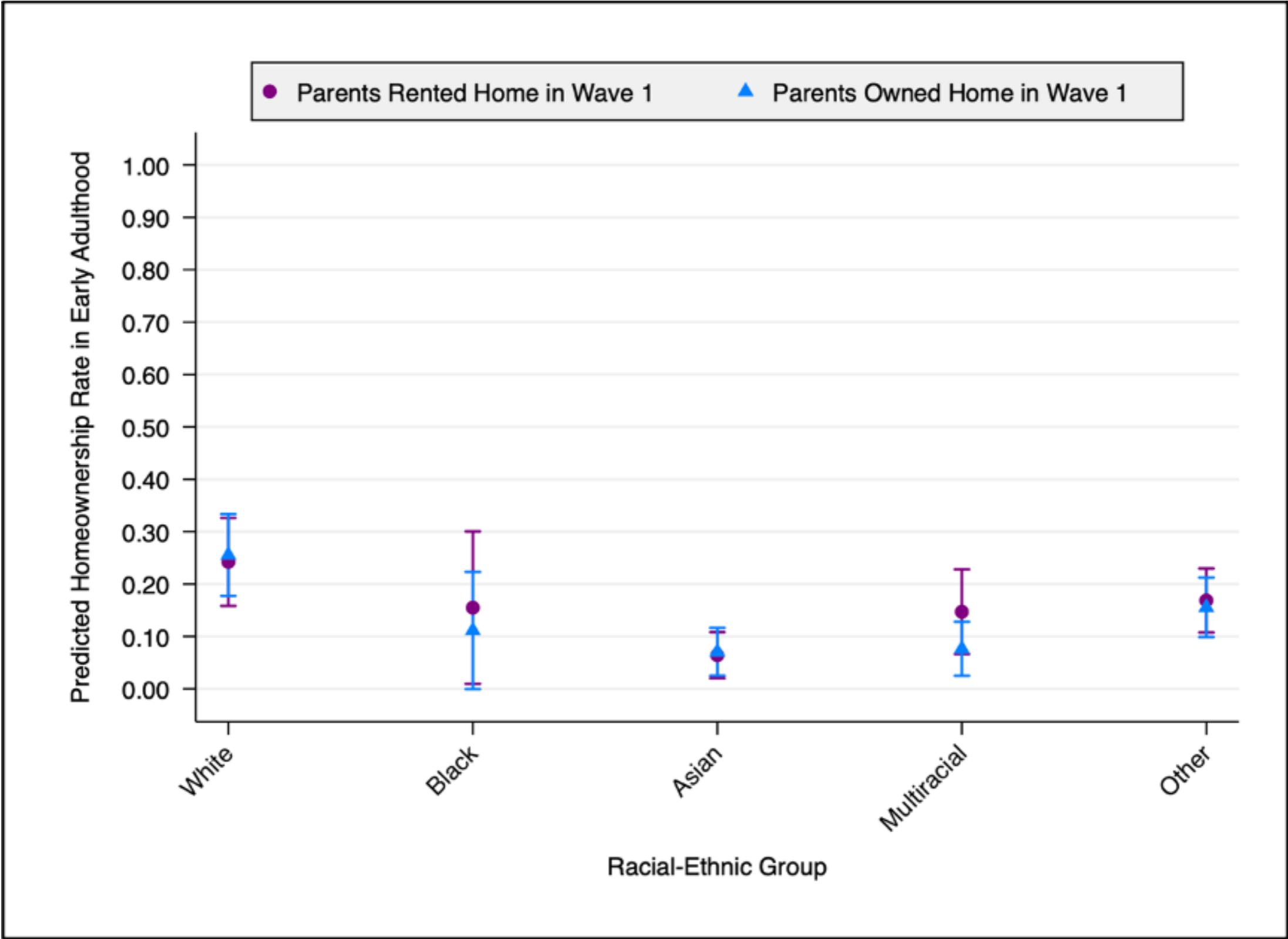
■ Parental Homeownership ■ Living in Own Home ■ Homeownership

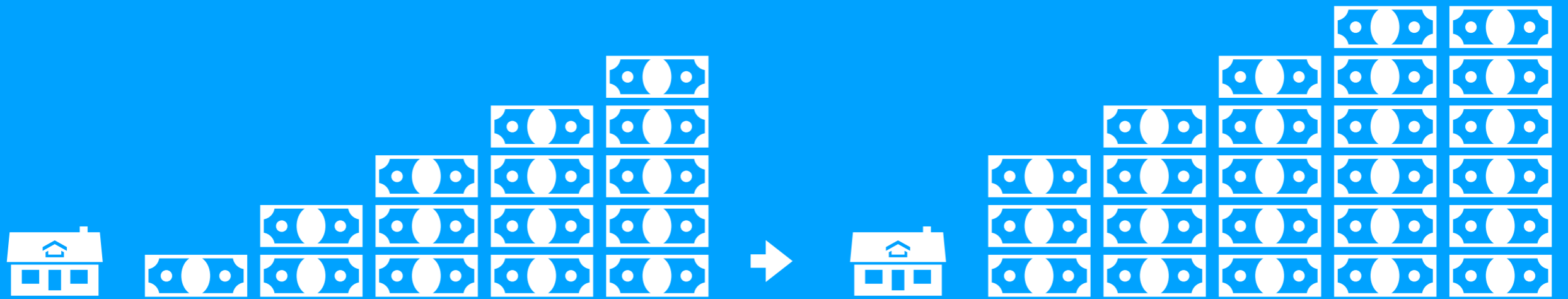


Living in Own Home in Early Adulthood

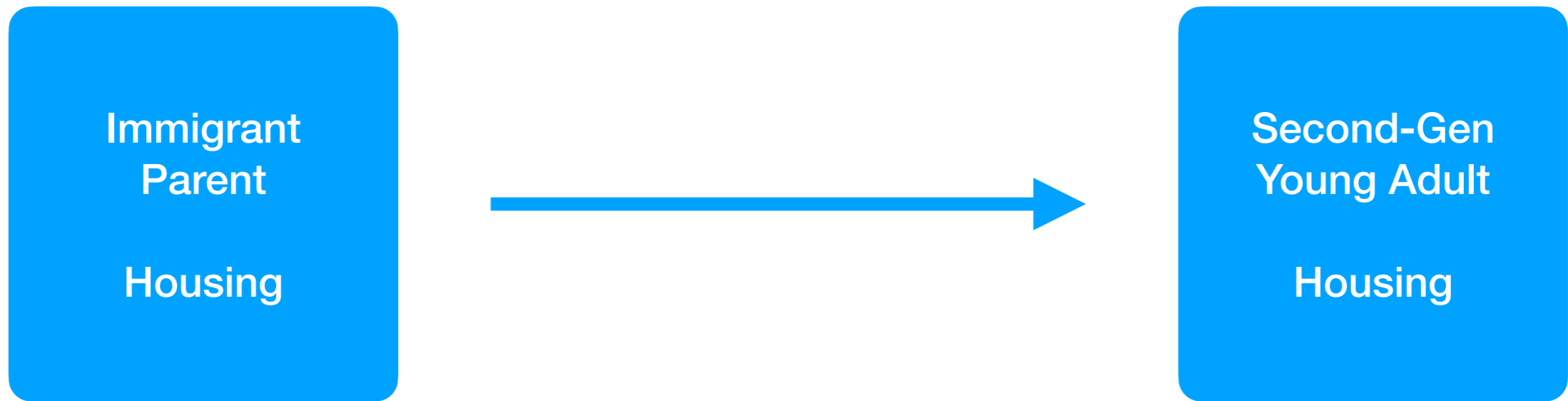


Owning Own Home in Early Adulthood

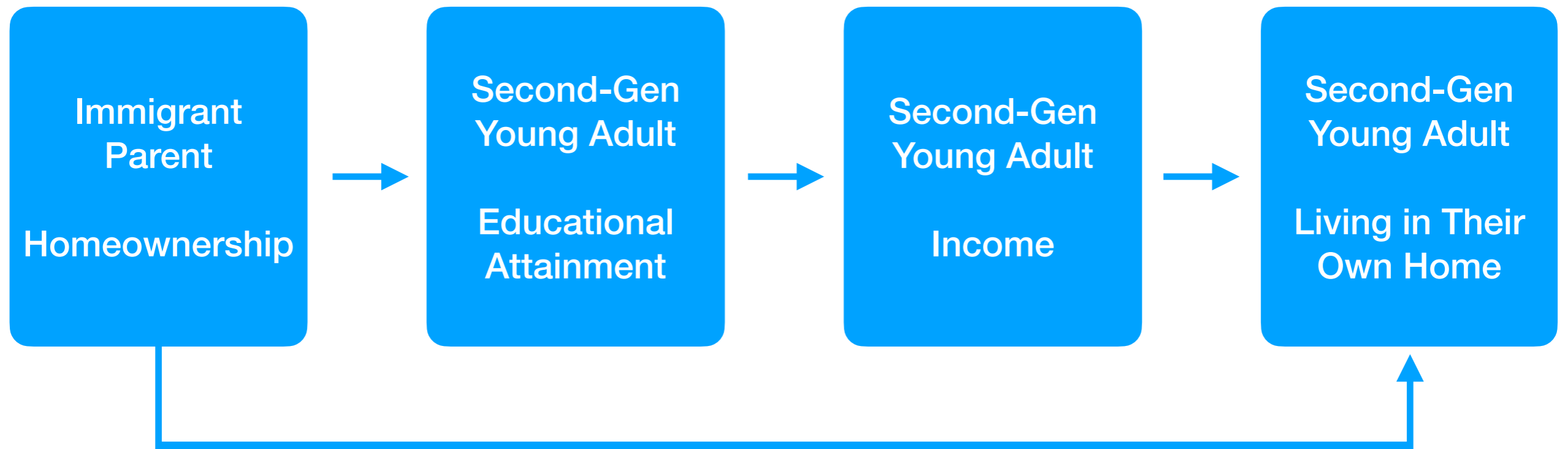




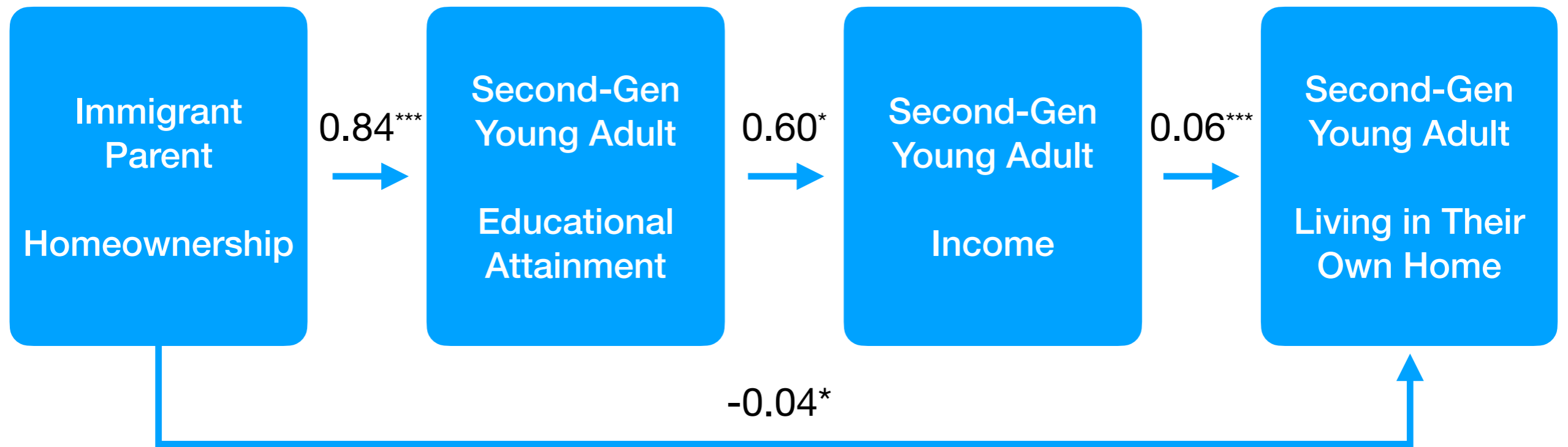
Causal Effects of Parental Homeownership



Causal Effects of Parental Homeownership



Causal Effects of Parental Homeownership



Key Findings and Remaining Questions

- Parental housing is associated with educational and income differences that in turn, affect second-generation housing outcomes in young adulthood
- Establishing a home and becoming a homeowner is a life course event

Conclusions and Implications

Conclusions and Implications

- Within most racial-ethnic groups, immigrants are less likely to be homeowners compared to second-generation adults
- Generational differences within racial-ethnic groups are related to differences in the demographic composition of the generations
- Across racial-ethnic groups, differences remained unexplained after controlling for demographic, socioeconomic, and geographic characteristics
- First-generation housing status shapes second-generation socioeconomic
- Rethink how homeownership shapes racial wealth inequality
- Taking a critical approach to racial housing inequality is necessary

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