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Youth with Disabilities at the Crossroads: The Intersection of Vocational Rehabilitation and Disability Benefits for Youth with Disabilities

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ABSTRACT

State vocational rehabilitation (VR) agencies are well positioned to assist youth and young adults (ages 16 to 24) with disabilities who are transitioning from school to work and facing issues related to Social Security Administration (SSA) benefit receipt. Using RSA-911 records matched to SSA administrative records, this paper adds to the knowledge about state VR agency provision of services to youth with disabilities and differences in outcomes based on SSA benefit receipt status. Though agencies' statistics varied widely, almost one in six SSA beneficiaries who sought VR services had at least one month of benefit suspension due to work within 48 months of their VR applications, and about one in 10 VR applicants without SSA benefits at the time of their VR application received SSA benefits within 48 months. While SSA beneficiaries received services from VR agencies at the same level as non-SSA beneficiaries, the levels at which they were employed when they closed from services was lower. The results have two main policy implications. First, the level of resources to which agencies have access may be important in influencing the outcomes we measured. Second, agency differences in the proportion of SSA beneficiaries who eventually had benefit suspension due to work point to the potential for additional gains by agencies in this area. These factors, along with the potential for long-term benefits for youth, could justify further investment in VR agencies by the federal government in promoting service delivery to transition-age youth.

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EXECUTIVE SUMMARY

State vocational rehabilitation (VR) agencies are well positioned to assist youth and young adults (ages 16 to 24) with disabilities who are transitioning from school to work and facing issues related to Social Security Administration (SSA) benefit receipt. This paper adds to the knowledge about state VR agencies' provision of services to youth with disabilities and differences in outcomes based on SSA benefit receipt status. We used data from the Rehabilitation Services Administration (RSA)-911 Case Study Report matched to SSA administrative records.

This study addresses the following questions:

- To what extent do VR youth applicants with SSA benefits receive services and close with employment?
- How many VR youth applicants with SSA benefits go on to have their benefits suspended due to work within four years of VR application?
- How many VR youth applicants without SSA benefits at VR application receive SSA benefits within four years after applying for VR services?
- How do the statistics for VR youth with and without SSA benefits compare with each other and with state characteristics?
- How do youth VR applicants who receive SSA benefits at any time vary in their demographic and service characteristics from those who have never received SSA benefits?

The primary focus of our analysis is the intersection between VR agencies and SSA disability benefit programs. We calculated six measures to assess this intersection—five that reflected service provision to SSA VR applicants and one that reflected the extent to which nonbeneficiary youth eventually receive SSA benefits. Our key findings, organized by measure, follow.

1. **SSA VR applicants** (the proportion of a state's VR applicant pool that received federal disability benefits (Supplemental Security Income [SSI] or Social Security Disability Insurance [SSDI]) at application). The proportion of transition-age VR applicants with SSA benefits averaged 22 percent across agencies, ranging from 11 percent in North Dakota to 38 percent in Washington State. Most SSA VR youth (76 percent) received SSI-only benefits, with the remaining SSA VR youth divided equally between SSDI-only and concurrent benefits.
2. **SSA service-to-applicant ratio** (the ratio of SSA youth who received VR services to SSA youth who applied). On average, 57 percent of transition-age SSA beneficiaries who applied for VR services eventually received them. This proportion is very close to the service-to-applicant ratio for non-SSA VR applicants (55 percent). VR agencies had a wide range for the service-to-applicant ratio—46 percentage points between the agencies with the lowest and highest statistics.
3. **SSA employment-to-service ratio** (the ratio of SSA youth with positive employment outcomes to SSA youth who received services). On average, 44 percent of transition-age SSA beneficiaries who applied for and received VR services were employed at the time of

case closure, compared with 59 percent for youth not receiving SSA benefits. Wyoming's VR agency had the highest SSA employment-to-service ratio; 62 percent of SSA VR youth who received services exited with employment. On the low end, SSA VR applicants receiving VR services in Oklahoma achieved positive employment outcomes 26 percent of the time.

4. **SSA employment-to-applicant ratio** (the product of the SSA service-to-applicant and employment-to-service ratios). About 25 percent of youth receiving SSA benefits who applied to VR received services and were employed when they closed from services; the comparable number for non-SSA VR youth applicants was 33 percent. Delaware and Utah had the highest ratios (41 percent), whereas the agencies in Illinois, Iowa, Louisiana, and Maine had the lowest values (all less than 17 percent).
5. **SSA VR youth applicants with benefit suspension** (the proportion of SSA VR youth who had any suspension or termination of benefits due to work after 48 months from VR application). Almost one in six SSA beneficiaries who sought VR services (14 percent) had at least one month of benefit suspension due to work within 48 months of their VR applications. Agencies differed in their benefit suspension outcomes by as much as 16 percentage points.
6. **Non-SSA VR applicants who obtain SSA benefits** (the proportion of VR applicants not receiving benefits at the time of VR application who received SSI, SSDI, or concurrent benefits at 24 and 48 months after application). About one in 10 VR applicants without SSA benefits at the time of VR application (10 percent) received SSA benefits within 48 months. Agencies had sizeable variation in the percentage of non-SSA VR youth applicants who received SSA benefits within 48 months of application, from 4 percent (South Carolina) to 21 percent (Washington State).

The range in ratios across agencies for these measures underscores the need to examine state-level variation in agency processes and outcomes, rather than examining statistics in aggregate. The SSA service-to-applicant, employment-to-service, and employment-to-applicant ratios were highly and positively correlated with the same ratios for non-SSA VR applicants, suggesting that the patterns of processes and outcomes are similar for all VR applicants, even if the values of the ratios differ. Further analysis identified that agencies with more resources had better employment outcomes for the SSA youth they served, had higher proportions of SSA youth with benefit cessation, and had fewer non-SSA youth eventually receiving benefits. The issue of resources might be even more critical when considering that the expenditures we observe for SSA VR youth might be higher than the expenditures for VR youth without benefits.

Overall, these findings suggest that VR agencies can potentially serve as early intervention programs, providing the services that youth with disabilities need to work and help avoid dependence on SSA benefits, and that some agencies might be better positioned for this task than others. The level of resources to which agencies have access could be important in influencing the outcomes measured. Agency differences in the proportion of SSA beneficiaries who eventually had benefit suspension due to work also point to the potential for additional gains by agencies in this area. These factors, along with the potential for long-term benefits for youth, could justify further investment in VR agencies by the federal government in promoting service delivery to transition-age youth.

I. INTRODUCTION

State vocational rehabilitation (VR) agencies are well positioned to assist youth and young adults (ages 16 to 24) with disabilities who are at a transition crossroads, moving from school to work and facing different issues related to Social Security Administration (SSA) disability benefit receipt. VR agencies can help individuals attain their vocational goals by offering specific vocational training, soft skill development, assistance with job search activities, and financing and other supports for higher education. Effective VR services can help young adults avoid the need to seek disability benefits, and help those who do receive benefits become more self-sufficient. Young adults with disabilities who receive disability benefits are typically at a greater economic disadvantage than those not receiving disability benefits. As a result of this and disparate economic incentives, it is likely that VR outcomes for youth with disabilities vary according to disability benefits receipt status.

This paper adds to the knowledge about state VR agency provision of services to youth with disabilities and differential outcomes according to disability benefit receipt status. We do this by presenting new statistics on the SSA outcomes for youth with and without disability benefits who apply for VR services. The statistics were obtained by merging RSA-911 closure data across several years with the SSA's Disability Analysis File (DAF) and are presented in state-level form as well as in aggregate form. The study answers the following questions:

- To what extent do VR youth applicants with SSA benefits receive services and close with employment?
- How many VR youth applicants with SSA benefits go on to have suspension of benefits due to work within four years of VR application?
- How many VR youth applicants without SSA benefits at VR application receive SSA benefits within four years after applying for VR services?
- How do the statistics for VR youth with and without SSA benefits compare with each other and with state characteristics?
- How do youth VR applicants who receive SSA benefits at any time vary in their demographic and service characteristics from those who have never received SSA benefits?

In the next section, we present background information regarding the use of VR and disability benefits by transition-age youth with disabilities. In Section III, we provide details about the data, measures, and methods used. Answers to the study's research questions comprise Section IV. And in the final section, we conclude with implications for policymakers and suggestions for future research.

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II. BACKGROUND

VR agencies are joint federal-state programs that aid those eligible for rehabilitation services in attaining employment. VR agencies have some latitude in determining the services they provide and the clientele they serve, resulting in state-level variation in VR program services, staffing, and expertise for youth with disabilities. Many agencies have recognized the special needs of youth and have focused their efforts on easing the transition from school to work or postsecondary education. Agency staff often participate in secondary school transition planning for students receiving services under the Individuals with Disabilities Education Act (IDEA). For eligible youth who initiate the process, VR staff develop a service plan aimed at achieving competitive, paid employment and service provision to help individuals attain their vocational goals. Individual agencies, though, differ in the types of services they provide for youth (Honeycutt et al. 2014; The Study Group, Inc. 2007).

VR agencies vary substantially in the way they serve youth with disabilities. On a national basis, the average number of individuals with disabilities, ages 14 to 24, who exited VR was about twice that of their older working-age peers, a statistic that reflects the strong focus of the VR system on the younger population (Stapleton et al. 2010). This study also shows that agencies vary greatly in the extent to which they serve youth: the proportion of individuals with disabilities in this age range who received services varied sevenfold across states. Honeycutt et al. (forthcoming) confirm differences in how agencies serve youth, from application to service delivery to closure status. On average, 8 percent of youth with disabilities, ages 16 to 24, applied to a VR agency, 56 percent of applicants received services, and 56 percent of those served were employed when they closed from VR after receiving services. However, behind these averages lies substantial variation across VR agencies—as much as 50 percentage points between the agencies with the highest and lowest statistics.

Young adults with SSA disability benefits are of special concern to policymakers in a broad sense and to VR agency staff in a more specific way. Youth with disabilities are eligible to receive disability benefits, either from Supplemental Security Income (SSI) (a means-tested program) or from Social Security Disability Insurance (SSDI) when they meet medical eligibility criteria, common to both programs. In addition, SSI eligibility depends on a means test and SSDI eligibility depends on earnings history. Many youth receiving SSDI at this age receive benefits as Disabled Adult Children (DAC), meaning that they receive benefits because they have a disability that began before age 22 and their parents receive Social Security retirement or disability benefits or their parents died. These youth receive their Social Security Disability benefits through their parents' earnings record (SSA 2013b). Many of these youth qualified for special education services under IDEA. While the employment outcomes and engagement in productive activities (such as school enrollment) for youth with disabilities are typically below those of youth without disabilities, they are even lower for youth with SSA benefits (Hemmeter et al. 2009; Loprest and Wittenburg 2007). Further, the potential loss of some or all SSA benefits may discourage young beneficiaries from attempting to work, but the benefits themselves and other services available to beneficiaries may facilitate their return-to-work efforts. The potential benefits for youth leaving the benefit rolls, or not obtaining benefits to begin with, are large for both youth and the federal government, as earnings and the savings in cash and health benefits can compound over a lifetime. As a component of the SSA programs, individuals have access to incentives that encourage work, such as VR services through state vocational rehabilitation agencies or employment networks and expedited reinstatement for individuals who leave the

rolls due to work but encounter health difficulties that prevent them from working within five years of benefit suspension (SSA 2013a).

The rules for benefit suspension, particularly due to earnings, vary by benefit type. Individuals whose medical condition improves can lose their benefits, no matter the type. Upon reaching age 18, child SSI recipients must successfully undergo a redetermination of eligibility based on the adult definition of disability to continue receiving cash assistance. If they do not meet the medical criteria for adults (having a condition that limits or prevents substantial gainful activity [SGA]), their income and health supports are terminated, along with their access to other programs that require disability benefit receipt for eligibility. SSI recipients who work and earn income above a low threshold generally lose \$1 of benefits for every \$2 of earnings. SSDI earnings rules are less restrictive if earnings are below the SGA amount (\$1,040 a month for non-blind beneficiaries and \$1,740 for blind beneficiaries in 2013); full benefits are paid indefinitely. If earnings are higher, however, the SSDI rules are more restrictive, except during a trial work period (TWP) consisting of 9 months during a 60-month period and an additional 3-month grace period. Cash benefits for SSDI beneficiaries cease completely if earnings exceed the SGA amount. During the 36 months after the TWP, benefits are reinstated in months when earnings fall below the SGA amount, but after that, benefits can only be reinstated through a formal reinstatement process.

SSA youth are an important focus of VR agencies for three reasons. First, beneficiaries represent a large subgroup of individuals seeking VR services. Second, agencies can receive reimbursements from SSA for services they provide to SSA beneficiaries with successful employment outcomes (O'Day and Revell 2007). These reimbursements are an additional source of income for agencies and perhaps more likely for the transition-age population, given that younger SSA beneficiaries are more likely to have employment outcomes than older SSA beneficiaries (for example, Livermore et al. [2013]). Third, VR services can influence SSA receipt because VR agencies are well positioned to provide necessary services at a critical juncture, the crossroads of youths' transitions from school to work. For beneficiaries, youth can receive the supports and training they need to obtain gainful employment and reduce or cease receiving cash benefits. For non-beneficiaries, VR agencies can potentially be a diversion program, leading youth with disabilities toward gainful employment and away from benefit receipt. For youth who meet the SSA medical criteria but not the earnings criteria for SSDI, VR agencies potentially can help youth make enough money to meet the earnings history criteria for SSDI, but not earn more than the SGA amount, which makes them ineligible for SSDI. The latter might be particularly important for youth who already receive SSI, and therefore meet the medical eligibility criteria. Typically, their new SSDI benefits will be low and offset by an SSI reduction, but their benefits will not be reduced by earnings if such earnings are less than the SGA amount. Thus, youth in such circumstances will eventually become eligible for Medicare. If these youth receive Medicaid, Medicare eligibility will not necessarily be helpful, but it will reduce state expenditures for Medicaid on behalf of these youth because Medicare will become first payer.

Despite this interest, few studies have focused on understanding the relationship between VR and disability benefit receipt for transition-age youth. Evidence from a survey of current and former SSI recipients ages 19 to 23 suggests that fewer than about one in 7 had ever received services from a VR agency, but those involved with VR were no more or less likely to be employed (Loprest and Wittenburg 2007). Evidence from the Youth Transition Demonstration, a

study of youth receiving or at risk of receiving SSA benefits, found that no more than 14 percent of SSI youth received services from a VR agency in the course of a year (Honeycutt and Wittenburg forthcoming). In a separate study, SSI youth who received supported employment services through VR were more likely to be employed two years after completing services, while SSI youth who received education services through VR were less likely to be employed but had higher earnings up to five years after completing VR services (Berry and Caplan 2010). The latter study also identified state contextual factors—the poverty rate and the agency consumer-to-counselor ratio—as influential to outcomes for youth SSI beneficiaries. More broadly, other studies have found negative relationships between SSA benefit receipt (or public income support) and employment outcomes for youth (for example, Giesen and Cavanaugh 2012; Gonzales et al. 2011), which is consistent with the greater body of literature on the relationship between benefit receipt and outcomes for adults.

The current study addresses the gaps in the literature by identifying the rates at which VR applicants with SSA benefits (SSA VR applicants) eventually have any benefit suspension due to work. It also presents information on the rate at which VR applicants without SSA benefits (non-SSA VR applicants) eventually obtain SSA benefits. We present this information both in aggregate and at the state level.

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III. METHODS

A. Data Sources

For this study, we used RSA-911 Case Service Report data for federal fiscal years 2004 through 2011 and SSA's DAF to develop application and closure cohort files for youth and young adults who applied for VR services in fiscal years 2004, 2005, and 2006. The RSA-911 data contain information about each person who exited VR services during the year, such as demographic characteristics at the time of application, types of services received, and employment outcomes for those who received services. States provide data on case closures by November for the previous fiscal year to RSA, which in turn releases the data to researchers annually. The DAF contains a longitudinal record for every person age 10 through the Social Security full retirement age (currently age 66) who received Social Security or SSI disability benefits at any time from 1996 onward; at the time of our analysis, it contained data through 2011. By matching these data to RSA-911 records, we were able to identify which VR youth applicants received benefits at the time they applied for VR services or within 48 months of their VR applications. Some individuals may have received benefit awards or changes in the final year of the DAF that are not reflected in the file (for instance, the award may have occurred in 2012 and been retroactive to the previous year). Therefore, we restrict our analysis to examine outcomes up to four years after VR application (or through 2010 for the 2006 VR applicant cohort). We defined receipt of benefits at application as being in current pay status and as receiving a positive cash benefit within two months before or after the month of application.

For the purpose of this study, we defined the transition-age youth population as those ages 16 through 24 at the time they applied for VR services. We specified 24 years as the upper age limit to align with the definition of the working-age population (typically ages 25 to 64) and 16 years as the lower age limit to align with IDEA legislation on when secondary-school staff establish a transition plan. Only youth who had applied to VR agencies that serve the 50 states and the District of Columbia were included in the analysis. We excluded applicants to agencies that exclusively serve blind individuals (approximately 3 percent of all closures). Further, our sample includes only individuals who were alive at the time of case closure and, because individuals could have multiple case records (reflecting multiple VR applications in 2004, 2005, and 2006), we limited the sample to only one record per individual, dropping all case records for an individual after the earliest observation.¹

To develop annual applicant cohorts to be followed from application to case closure and beyond, we realigned the data to include only youth who applied for VR services in fiscal years 2004, 2005, and 2006. This realignment allows sufficient time through 2011 (five to seven years) to observe their completion of VR services. It has the added value of comparing the experiences of youth who applied at about the same time, thereby controlling for local, state, and agency factors that could vary for individuals who close at the same time (most notably for those who close with and without receiving VR services).

¹ This latter restriction differs from the method used in Honeycutt et al. (2013), resulting in smaller sample sizes of VR applicants for the current study.

B. Measures

Transition-age youth measures. The primary focus of our analysis is the intersection between VR agencies and SSA disability benefit programs. We calculate six measures to assess this intersection, five that reflect service provision to SSA VR applicants, and one that reflects the extent to which non-beneficiary youth eventually receive SSA benefits.

1. SSA VR applicants. From the matched RSA-911 and DAF, we identify the number of youth who received SSI, SSDI, or both at the time they applied for VR services. We present this group in various ways: as an aggregate measure for the three applicant cohorts (that is, the total number of such youth across all three applicant years); as an average across the three applicant cohorts (indicating an annual average); and as a proportion of all VR youth applicants.
2. SSA service-to-applicant ratio (ratio of SSA youth who received VR services to SSA youth who applied). We calculate the SSA service-to-applicant ratio as the number of SSA VR youth who received VR services divided by the number who applied for VR services. The numerator includes SSA youth who were assessed as eligible, completed an individualized plan for employment (IPE), and eventually received services from the agency.
3. SSA employment-to-service ratio (ratio of SSA youth with positive employment outcomes to SSA youth who received services). The third ratio uses a similar approach as the SSA service-to-applicant ratio; the number of SSA VR youth who closed from VR with a positive employment outcome divided by the number of such youth who received services. The denominator is the same as the numerator for the service-to-applicant ratio; the numerator is the subset of that population of youth who closed from services with employment (as opposed to those not employed at closure after receiving services). Note, though, that this does not capture youth who obtained jobs without obtaining services, either before or after closure; their cases were closed in a different status and their employment is not captured in their VR records.
4. SSA employment-to-applicant ratio. We calculate a summary ratio as the product of the SSA service-to-applicant and employment-to-service ratios. This statistic shows the level at which SSA VR applicants received services and closed with an employment outcome.
5. SSA VR youth applicants with benefit suspension. For all SSA VR youth applicants, we use data from the DAF to measure the proportion of youth who had any suspension or termination of benefits due to work after their VR application (benefit suspension). We exclude from the numerator youth whose benefits terminate for other reasons, such as a rejection for medical improvement or based on an age-18 redetermination. We present this statistic at two points in time after VR application (at 24 and 48 months), and supplement this proportion with the average number of months without SSI or SSDI benefits for the 48-month period after VR application.
6. Non-SSA VR applicants who obtain SSA benefits. Based on data elements in the DAF, we calculate the proportion of VR applicants not receiving benefits at the time of VR application who received SSI, SSDI, or concurrent benefits at 24 and 48 months after application.

To improve our understanding of these ratios, we calculate correlations between these ratios and between the ratios and additional state measures. These state measures include the service-

to-applicant, employment-to-service, and employment-to-applicant ratios calculated for non-SSA VR applicants, as well as state characteristics that were found to be significant to the transition ratios (Honeycutt et al. forthcoming). The measures and the sources from which measures were drawn are as follows:

- Number of transition-age youth (American Community Survey or ACS)
- Percentage of transition-age youth with a disability (ACS)
- Mean cost of purchased services per youth served (RSA-911 records)
- VR grant allotment per working-age person with a disability (GAO 2009)
- Annual state unemployment rate (Current Population Survey)
- Youth labor force participation rate (ACS)
- Mean SSA transition ratios according to an agency's order of selection (OOS) status (as indicated in RSA-113 records, which are cumulative case reports from VR agencies).

Details about each of these measures can be found in Honeycutt et al. (forthcoming).

In addition to the above, we also present various demographic and agency characteristics for specific categories of VR youth applicants: non-SSA VR applicants who do and do not obtain benefits within 48 months of VR application and SSA VR applicants who do and do not have benefit suspension by 48 months (by disability benefit type). We include the following characteristics from the RSA-911 data: gender, age at application, race, educational status at application, individualized education plan (IEP) status, disability cause, VR eligibility status, VR service receipt status, employed at VR case closure after receiving services, service receipt (diagnosis and evaluation, training, employment, post-secondary education, restoration, maintenance, and other), and purchased service cost.

C. Analytical Approach

We rely on descriptive analyses to explore the variation in how VR agencies work with SSA youth. For each of the measures, we present agency-specific values on the range across agencies and the agencies with relatively high or low values for these ratios. For demographic variable analyses, we compare the differences between specific VR groups using t-tests, adjusting for significance using a Bonferroni correction for multiple comparisons. A final analytical approach compares agency- and state-level factors with the SSA transition ratios using Pearson correlation coefficients statistical tests where applicable. Given the small sample size (51 states), this analysis is exploratory in nature, and the results are presented to inform future research.

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IV. RESULTS

A. To What Extent Do VR Youth Applicants with SSA Benefits Receive Services and Close with Employment?

We present statistics for the measures of SSA and non-SSA VR youth in Tables 1 and 2 and discuss our findings for each below. An appendix table presents supplemental statistics for SSA youth, including the number of youth with SSA benefits in each state.

SSA VR applicants. In Table 1, we present both the count and proportion of youth VR applicants who received SSA benefits at the time of application. Each year over the period from 2004 through 2006, nearly 30,000 youth receiving SSA benefits applied for VR services. These youth accounted for 21 percent of all transition-age youth applicants to VR per year. The proportion of a state's VR applicant pool that received federal disability benefits (SSI or SSDI) at application ranged from 11 percent in North Dakota to 38 percent in Washington State, with the latter value being an outlier. Connecticut had the next highest value at 30 percent. A possible source of variation in this statistic is resource limitations, as agencies in OOS may serve more SSA beneficiaries because they can only provide services for applicants with more significant disabilities, a category that most SSA beneficiaries fall into, and perhaps discourage individuals with less severe disabilities from applying. This issue may explain the high value for Washington State, which was in OOS during the observation period. The variation across agencies may also reflect the level and nature of outreach by the agency to youth with disabilities, and may also be influenced by state demographics, as some states contain a higher concentration of youth SSA beneficiaries than others.

The number of youth receiving SSA benefits at application can be decomposed by program participation: SSI-only beneficiaries, SSDI-only beneficiaries, and those receiving both benefits (concurrent beneficiaries) (not shown). As expected, given the relatively low opportunities for employment, most SSA VR youth (76 percent) received SSI-only benefits. The remaining SSA VR youth were divided equally between SSDI-only and concurrent benefits.

SSA service-to-applicant ratio. Across the United States, 57 percent of transition-age SSA beneficiaries who applied for VR services eventually received them (Table 2). This proportion is very close to the service-to-applicant ratio for non-SSA VR applicants (55 percent). We expected the ratio for SSA VR youth to be higher because most are assumed to be eligible for VR services. This statistic reflects eligibility as well as IPE development and actual service receipt. As we show later, SSA VR youth typically had higher eligibility rates; the lower-than-expected value may represent additional barriers that SSA youth may encounter regarding employment relative to other youth (such as having more severe disabilities, accessing services, and setting appropriate vocational goals), or perhaps reservation wage effects associated with SSA benefit receipt. Unobserved factors on the part of agency staff may also influence service receipt for this population.

VR agencies had a wide range for the service-to-applicant ratio—46 percentage points between the agencies with the lowest and highest statistics. At one end of the spectrum, over 70 percent of youth with benefits in Alabama, Georgia, Oklahoma, Pennsylvania, and Virginia who applied for services received them. At the other end of the spectrum, fewer than 40 percent of youth with benefits in Illinois, Iowa, Maine, Minnesota, and Missouri received such benefits. We

Table 1. VR Youth Applicants (Three-Year Average)

State	Youth with Disabilities (ACS)	VR Applicants Ages 16 to 24	SSA VR Youth			Percentage of Youth VR Applicants with SSA Benefits
			Applied	Received Services	Closed with Employment	
Alabama	47,912	4,743	895	736	360	18.9
Alaska	7,282	238	62	40	24	26.1
Arizona	39,509	1,974	421	219	97	21.3
Arkansas	29,065	2,194	374	201	67	17.1
California	238,955	9,568	2,156	1,338	559	22.5
Colorado	35,123	1,457	313	156	90	21.5
Connecticut	20,909	621	188	99	37	30.3
Delaware	7,044	650	104	70	42	16.0
District of Columbia	4,078	240	66	33	16	27.5
Florida	118,834	6,458	1,403	723	289	21.7
Georgia	68,208	4,059	871	615	250	21.5
Hawaii	6,795	401	59	38	12	14.8
Idaho	14,258	1,369	221	139	73	16.1
Illinois	79,171	5,971	1,329	500	212	22.3
Indiana	52,681	2,623	656	388	159	25.0
Iowa	22,270	2,427	353	134	58	14.5
Kansas	24,790	1,353	318	188	86	23.5
Kentucky	44,629	3,526	714	339	155	20.3
Louisiana	46,377	2,071	554	284	91	26.7
Maine	13,308	931	220	80	36	23.6
Maryland	38,661	2,420	685	354	211	28.3
Massachusetts	47,230	2,174	602	327	154	27.7
Michigan	93,909	5,259	939	594	205	17.9
Minnesota	37,595	2,114	506	200	114	23.9
Mississippi	30,208	1,647	381	223	95	23.1
Missouri	53,781	4,021	770	280	161	19.1
Montana	8,902	534	131	57	30	24.5
Nebraska	15,318	1,139	148	89	48	13.0
Nevada	12,166	466	124	51	25	26.7
New Hampshire	10,860	667	141	79	40	21.2
New Jersey	53,281	3,329	729	383	202	21.9
New Mexico	17,758	1,152	242	135	59	21.0
New York	136,039	9,853	2,046	1,148	510	20.8
North Carolina	65,815	6,009	1,356	899	341	22.6
North Dakota	6,150	687	73	43	25	10.6
Ohio	97,625	3,952	907	478	192	23.0
Oklahoma	35,630	2,395	440	317	83	18.4
Oregon	33,009	1,306	339	162	90	25.9
Pennsylvania	98,566	6,773	1,505	1,078	436	22.2
Rhode Island	9,144	563	146	69	34	25.9
South Carolina	39,531	3,463	423	296	112	12.2
South Dakota	6,341	554	101	68	31	18.3
Tennessee	54,004	3,631	827	408	172	22.8
Texas	188,442	8,590	1,530	902	357	17.8
Utah	21,121	1,597	192	130	78	12.0
Vermont	8,150	668	138	92	54	20.6
Virginia	55,600	2,982	845	594	278	28.3
Washington	60,755	1,973	745	409	207	37.8
West Virginia	17,230	1,909	242	117	53	12.7
Wisconsin	47,697	2,794	749	420	159	26.8
Wyoming	4,569	267	50	29	18	18.8
Total	2,326,286	137,762	29,330	16,753	7,287	21.3
Median	35,630	2,071	421	219	91	21.7
Minimum	4,078	238	50	29	12	10.6
Maximum	238,955	2,071	2,156	1,338	559	37.8

Sources: RSA-911 closure records, fiscal years 2004 through 2011; ACS 2004–2006; DAF

Note: Data show three-year averages of 2004–2006 youth with disabilities, VR applicants ages 16 to 24, and SSA VR applicants.

Table 2. Transition Ratios of VR Youth Applicants with and Without SSA Benefits (Three-Year Average)

State	SSA VR Applicants			Non-SSA VR Applicants		
	SSA Service-to-Applicant Ratio	SSA Employment-to-Service Ratio	SSA Employment-to-Applicant Ratio	Non-SSA Service-to-Applicant Ratio	Non-SSA Employment-to-Service Ratio	Non-SSA Employment-to-Applicant Ratio
Alabama	0.822	0.489	0.402	0.826	0.681	0.562
Alaska	0.645	0.592	0.382	0.545	0.552	0.301
Arizona	0.520	0.443	0.230	0.534	0.480	0.257
Arkansas	0.538	0.333	0.179	0.572	0.670	0.383
California	0.621	0.417	0.259	0.642	0.607	0.390
Colorado	0.499	0.577	0.288	0.580	0.730	0.423
Connecticut	0.526	0.374	0.196	0.494	0.494	0.244
Delaware	0.674	0.602	0.406	0.747	0.679	0.507
District of Columbia	0.500	0.495	0.247	0.466	0.601	0.280
Florida	0.515	0.400	0.206	0.482	0.487	0.235
Georgia	0.705	0.407	0.287	0.708	0.612	0.433
Hawaii	0.635	0.310	0.197	0.666	0.448	0.299
Idaho	0.629	0.525	0.330	0.554	0.645	0.357
Illinois	0.376	0.424	0.160	0.458	0.685	0.314
Indiana	0.592	0.409	0.242	0.533	0.500	0.267
Iowa	0.381	0.432	0.164	0.473	0.707	0.335
Kansas	0.593	0.455	0.270	0.500	0.528	0.264
Kentucky	0.475	0.457	0.217	0.509	0.667	0.339
Louisiana	0.514	0.321	0.165	0.386	0.426	0.165
Maine	0.362	0.448	0.162	0.433	0.425	0.184
Maryland	0.518	0.595	0.308	0.451	0.689	0.311
Massachusetts	0.543	0.471	0.256	0.541	0.586	0.317
Michigan	0.633	0.346	0.219	0.678	0.492	0.333
Minnesota	0.396	0.571	0.226	0.428	0.661	0.283
Mississippi	0.586	0.424	0.248	0.633	0.687	0.434
Missouri	0.363	0.577	0.210	0.363	0.717	0.261
Montana	0.436	0.526	0.230	0.395	0.590	0.233
Nebraska	0.599	0.541	0.324	0.647	0.635	0.411
Nevada	0.410	0.490	0.201	0.529	0.622	0.329
New Hampshire	0.558	0.508	0.284	0.621	0.684	0.425
New Jersey	0.526	0.527	0.277	0.486	0.676	0.329
New Mexico	0.557	0.437	0.243	0.519	0.512	0.266
New York	0.561	0.444	0.249	0.548	0.602	0.330
North Carolina	0.663	0.380	0.252	0.545	0.480	0.261
North Dakota	0.589	0.589	0.347	0.490	0.685	0.336
Ohio	0.527	0.401	0.212	0.496	0.528	0.262
Oklahoma	0.720	0.263	0.190	0.593	0.497	0.295
Oregon	0.477	0.557	0.266	0.507	0.694	0.352
Pennsylvania	0.717	0.404	0.289	0.694	0.637	0.442
Rhode Island	0.475	0.486	0.231	0.507	0.641	0.325
South Carolina	0.699	0.380	0.266	0.679	0.590	0.400
South Dakota	0.668	0.453	0.303	0.486	0.582	0.283
Tennessee	0.493	0.422	0.208	0.247	0.570	0.141
Texas	0.589	0.396	0.234	0.511	0.460	0.235
Utah	0.674	0.602	0.406	0.543	0.710	0.385
Vermont	0.671	0.588	0.395	0.672	0.577	0.388
Virginia	0.703	0.467	0.329	0.661	0.566	0.374
Washington	0.549	0.507	0.278	0.350	0.574	0.201
West Virginia	0.483	0.453	0.219	0.583	0.674	0.393
Wisconsin	0.561	0.378	0.212	0.442	0.474	0.210
Wyoming	0.573	0.616	0.353	0.474	0.721	0.342
Total	0.571	0.435	0.248	0.551	0.590	0.325
Median	0.558	0.453	0.248	0.529	0.602	0.325
Minimum	0.362	0.263	0.160	0.247	0.425	0.141
Maximum	0.822	0.616	0.406	0.826	0.730	0.562

Sources: RSA-911 closure records, fiscal years 2004 through 2011; ACS 2004–2006; DAF

Note: N = 413,285. Data show three-year averages of VR applicants with and without SSA benefits at application. Service-to-applicant ratio is the number of youth ages 16 to 24 who received services from a VR agency relative to the number of applicants ages 16 to 24. Employment-to-service ratio is the number of youth ages 16 to 24 who closed from VR with employment outcomes relative to the number who received services. Employment-to-applicant ratio is the product of the service-to-applicant and employment-to-service ratios. We present these ratios for SSA VR applicants and non-SSA VR applicants.

observe a slightly larger range (58 percentage points) across states on the ratios calculated for non-SSA VR applicants.

SSA employment-to-service ratio. Nationally, 44 percent of transition-age SSA beneficiaries who applied for and received VR services were employed at the time of case closure. In comparison, nationally, of all non-SSA VR youth who applied from 2004 to 2006 and received services, 59 percent exited from services and were employed at the time. In other words, SSA youth receiving VR services were employed at closure at rates that were 15 percentage points lower than observed for all youth served by VR at case closure.

The VR agency in Wyoming had the highest SSA employment-to-service ratio; 62 percent of SSA VR youth who received services exited with employment. The Wyoming agency was closely followed by agencies in Alaska, Delaware, Maryland, and Utah, all of whose statistics were around 60 percent. On the low end, SSA VR applicants receiving VR services in Oklahoma were successful at achieving positive employment outcomes 26 percent of the time. The employment-to-service ratio focuses on the proportion of applicants who received services and whose cases were closed with employment outcomes. However, of course, employment outcomes can be influenced by economic and other conditions in the states, as well as by agency and demographic factors. The range in the employment-to-service ratios for non-SSA VR applicants was slightly smaller than for SSA VR applicants (31 percentage points to 35 percentage points).

SSA employment-to-applicant ratio. Nationally, 25 percent of youth receiving SSA benefits who applied to VR received services and were employed when they closed from services (Table 2). This aggregate measure is the product of the two previously discussed transition ratios. The comparable number for non-SSA VR youth applicants was 33 percent; the likelihood of applicants receiving services and employed at closure was therefore 8 percentage points greater for non-SSA VR youth applicants than for SSA VR youth applicants.

Delaware and Utah had the highest statistics (41 percent), followed by Alabama, Vermont, Alaska, Wyoming and North Dakota. Among SSA beneficiaries who applied for VR services in these states, between 35 and 41 percent exited with an employment outcome. In contrast, the agencies in Illinois, Iowa, Louisiana, and Maine, had the lowest values (all less than 17 percent). No more than 17 percent of VR youth applicants with SSA benefits in those states received services and exited with a positive employment outcome.

B. How Many VR Youth Applicants with SSA Benefits Go On to Have Suspension of Benefits Due to Work within Four Years of VR Application?

In Table 3, we show the percent of SSA VR applicants who experienced benefit suspension within 24 and 48 months of their VR application. Over the 48-month follow-up period, the proportion of SSA VR applicants who experienced a suspension of benefits increased. Within 24 months after VR application, 7.9 percent of SSA VR applicants experienced benefit suspension; at 48 months, this proportion almost doubled to 14.2 percent. There was variation in time off the rolls by benefit type. On average, VR youth with SSI or concurrent benefits had higher rates of benefit suspension within 48 months (13 percent and 26 percent, respectively), relative to SSDI beneficiaries (6 percent) (data not shown).

Table 3. SSA VR Applicants with Suspension of Benefits Due to Work (Three-Year Totals)

	SSA VR Applicants (N)	Benefit Suspension Due to Work Within 24 Months (%)	Benefit Suspension Due to Work Within 48 Months (%)
Alabama	2,685	6.0	10.9
Alaska	186	15.1	23.1
Arizona	1,264	12.0	20.8
Arkansas	1,123	7.7	13.4
California	6,467	5.2	10.3
Colorado	938	8.4	15.5
Connecticut	565	10.4	19.8
Delaware	313	11.5	18.2
District of Columbia	198	17.2	24.7
Florida	4,210	10.4	16.4
Georgia	2,614	6.4	11.2
Hawaii	178	10.1	19.7
Idaho	663	8.0	13.6
Illinois	3,987	5.8	11.5
Indiana	1,967	6.3	11.1
Iowa	1,058	7.4	14.2
Kansas	953	11.3	18.9
Kentucky	2,143	5.2	9.3
Louisiana	1,661	9.0	16.9
Maine	660	5.3	12.1
Maryland	2,054	9.4	18.1
Massachusetts	1,805	11.9	20.2
Michigan	2,817	6.2	10.6
Minnesota	1,517	10.2	17.9
Mississippi	1,143	6.6	10.7
Missouri	2,310	7.3	13.0
Montana	392	9.7	17.3
Nebraska	444	13.7	24.1
Nevada	373	13.1	21.2
New Hampshire	423	9.7	17.3
New Jersey	2,186	11.1	17.7
New Mexico	727	8.1	15.5
New York	6,137	8.4	14.9
North Carolina	4,069	5.3	9.5
North Dakota	219	13.2	24.2
Ohio	2,722	7.8	13.9
Oklahoma	1,319	6.4	13.3
Oregon	1,016	9.3	16.9
Pennsylvania	4,515	9.5	17.2
Rhode Island	438	7.1	11.9
South Carolina	1,269	7.0	11.6
South Dakota	304	7.2	16.1
Tennessee	2,480	5.0	9.1
Texas	4,591	9.4	16.7
Utah	577	13.0	19.9
Vermont	413	10.2	16.0
Virginia	2,535	9.4	16.6
Washington	2,236	8.7	15.7
West Virginia	727	4.7	9.8
Wisconsin	2,248	7.0	12.7
Wyoming	150	14.0	25.3
Total or mean	87,989	7.9	14.2
Median	1,264	8.7	16.0
Minimum	150	4.7	9.1
Maximum	6,467	17.2	25.3

Sources: RSA-911 closure records, fiscal years 2004 through 2011; DAF

Note: Data show three-year totals of 2004–2006 VR SSA applicants ages 16 to 24, the proportion with benefit cessation due to work within 48 months, and the average number of months with benefit cessation within 48 months for those receiving SSI or SSDI benefits.

Agencies differed in their benefit suspension outcomes by as much as 16 percentage points. In eight agencies (Alaska, Arizona, District of Columbia, Massachusetts, Nebraska, Nevada, North Dakota, and Wyoming), more than one-fifth of their SSA VR applicants experienced benefit suspension due to work within 48 months of VR application. In contrast, the agencies in Kentucky, North Carolina, Tennessee, and West Virginia had no more than 10 percent of their SSA VR applicants with any benefit suspension within 48 months. The agencies with the lowest values are all located in the South.

C. How Many VR Youth Applicants without SSA Benefits at VR Application Receive SSA Benefits within Four Years After Applying for VR Services?

Across the United States, on average, 10 percent of transition-age youth who applied for VR and did not have SSA benefits at the time of their application began receiving either SSI or SSDI within 48 months of applying for VR (Table 4). Thus, approximately, one in 10 non-SSA VR applicants became disability beneficiaries within a relatively short time. Disability benefit receipt increased steadily from 24 months to 48 months for each agency.

Agencies had sizeable variation in the percentage of non-SSA VR youth applicants who received SSA benefits within 48 months of application, from 4 percent (South Carolina) to 21 percent (Washington State). Five agencies had values at or above 18 percent, which means about one of every five non-SSA VR youth applicants received SSA benefits within 48 months of applying for VR. Three of these agencies (Connecticut, Maine, and Rhode Island) are located in the Northeast. Additionally, three of the states with the highest rates of SSA benefit receipt after VR application were in OOS and had waiting lists for services for the analysis period. As a result of being in OOS, these states were required to serve those with the most severe disabilities, which includes those already receiving SSA benefits and those most likely to meet SSA medical criteria for benefits. On the other end of the spectrum, seven agencies had rates below 6 percent, four of which (Alabama, Mississippi, South Carolina, and West Virginia) are in the South.

D. How Do the Statistics for VR Youth with and without SSA Benefits Compare with Each Other and with State Characteristics?

Correlations across the six SSA transition ratios indicate the extent to which the statistics are related to each other, as well as to the non-SSA transition ratios and selected state and agency characteristics (Table 5). Three key themes emerge. First, the SSA service-to-applicant, employment-to-service, and employment-to applicant ratios were highly and positively correlated with the same ratios for non-SSA VR applicants, suggesting that the patterns of processes and outcomes are similar for all VR applicants, even if the values of the ratios differ.

Second, the proportion of SSA VR applicants with benefit suspension due to work was positively correlated with several factors, most strongly with the SSA employment-to-service ratio and the VR grant allotment per working-age person with disabilities. As might be expected, agencies where more SSA VR applicants exit VR services with a positive employment outcome are more likely to have higher ratios of SSA VR youth with at least one month off of benefits due to work. Available resources, in the form of the VR grant allotment per person with disability, appear to also be influential in this outcome. In addition, three factors (the number and percentage of transition-age youth in the state and the annual unemployment rate) may provide some constraints on the proportion of SSA VR youth who have benefit cessation.

Table 4. Non-SSA VR Youth Applicants Who Receive SSA Benefits Within 72 Months of VR Application (Three-Year Totals)

	Non-SSA VR Applicants (N)	SSI or SSDI Benefit Receipt Within:	
		24 months (%)	48 months (%)
Alabama	11,545	3.3	5.2
Alaska	528	11.0	14.6
Arizona	4,657	5.8	7.8
Arkansas	5,459	4.5	6.2
California	22,236	7.7	10.3
Colorado	3,432	6.3	8.9
Connecticut	1,299	13.5	19.4
Delaware	1,638	4.1	5.6
District of Columbia	521	4.8	7.3
Florida	15,164	4.8	6.9
Georgia	9,563	4.8	6.8
Hawaii	1,025	7.3	10.0
Idaho	3,444	7.0	8.8
Illinois	13,926	8.0	11.8
Indiana	5,902	9.5	12.8
Iowa	6,222	7.1	9.0
Kansas	3,107	8.0	10.8
Kentucky	8,436	5.5	8.1
Louisiana	4,553	5.6	6.9
Maine	2,133	13.9	19.5
Maryland	5,206	11.2	16.3
Massachusetts	4,718	12.0	17.2
Michigan	12,961	6.0	9.0
Minnesota	4,824	13.6	18.2
Mississippi	3,798	4.2	5.7
Missouri	9,753	6.1	8.6
Montana	1,210	9.7	12.6
Nebraska	2,973	3.9	5.8
Nevada	1,024	11.8	16.1
New Hampshire	1,577	12.2	17.8
New Jersey	7,801	6.3	9.3
New Mexico	2,729	6.0	8.1
New York	23,422	5.9	8.7
North Carolina	13,959	6.4	9.2
North Dakota	1,843	4.5	5.9
Ohio	9,135	9.2	12.8
Oklahoma	5,865	5.9	8.1
Oregon	2,901	8.2	11.6
Pennsylvania	15,804	6.8	9.3
Rhode Island	1,252	13.5	19.6
South Carolina	9,121	2.5	4.3
South Dakota	1,358	7.5	10.8
Tennessee	8,412	4.7	7.5
Texas	21,179	6.1	8.4
Utah	4,213	4.7	6.8
Vermont	1,591	10.6	15.3
Virginia	6,412	10.4	14.6
Washington	3,682	15.9	21.0
West Virginia	5,000	3.5	5.3
Wisconsin	6,133	12.4	15.7
Wyoming	650	8.0	11.4
Total	325,296	6.8	9.6
Median	4,718	6.8	9.2
Minimum	521	2.5	4.3
Maximum	23,422	15.9	21.0

Sources: RSA-911 closure records, fiscal years 2004 through 2011; 2011 DAF

Note: Data show three-year totals of 2004–2006 VR applicants ages 16 to 24 without benefits and the proportion who receive SSI or SSDI benefits within 48 months.

Table 5: Correlation Matrix of SSA Transition Ratios with Other Ratios and Characteristics

	Percentage of Youth VR Applicants with SSA Benefits	SSA Service-to-Applicant Ratio	SSA Employment-to-Service Ratio	SSA Employment-to-Applicant Ratio	SSA Beneficiaries with Benefit Suspension Due to Work Within 48 Months	Non-SSA VR Applicants with SSA Benefit Receipt Within 48 Months
SSA Transition Ratios						
Percentage of youth VR applicants with SSA benefits	1.00	-0.24	-0.01	-0.19	0.04	0.69
SSA service-to-applicant ratio		1.00	-0.14	0.63	-0.01	-0.32
SSA employment-to-service ratio			1.00	0.67	0.46	0.17
SSA employment-to-applicant ratio				1.00	0.35	-0.11
SSA beneficiaries with benefit suspension due to work within 48 months					1.00	0.13
Non-SSA VR applicants with SSA benefit receipt within 48 months						1.00
Non-SSA Transition Ratios						
Service-to-applicant ratio	-0.39	0.71	-0.09	0.46	-0.07	-0.32
Employment-to-service ratio	-0.26	-0.13	0.64	0.39	0.07	-0.16
Employment-to-applicant ratio	-0.42	0.49	0.28	0.58	-0.03	-0.34
State and Agency Characteristics						
Number of transition-age youth	0.08	0.07	-0.30	-0.18	-0.30	-0.10
Percentage of transition-age youth with a disability	-0.06	0.11	0.05	0.13	-0.33	-0.07
Mean cost of purchased services per youth served	0.32	-0.22	0.00	-0.16	0.21	0.12
VR grant allotment per working-age person with a disability	-0.41	0.13	0.33	0.37	0.47	-0.29
Annual state unemployment rate	0.26	-0.12	-0.24	-0.28	-0.35	-0.09
Youth labor force participation rate	-0.19	-0.05	0.51	0.36	0.33	0.31

Sources: RSA-911 closure records, fiscal years 2004 through 2011, and 2011 DAF; other sources as defined in the methods section

Note: N = 51. Table shows Pearson correlation coefficients among state VR agency transition ratios. SSA transition ratios are defined as in the notes to Tables 1, 2, and 3. Bold correlations are significant at p<.05.

Third, the proportion of non-beneficiaries who received SSA benefits within 48 months was strongly and positively associated with the proportion of VR youth with SSA benefits and, oddly, the youth labor force participation rate. It was also negatively associated with factors such as the non-SSA service-to-applicant and employment-to-applicant ratios. The latter finding points to a potential pathway of agencies not serving youth and those youth subsequently seeking SSA benefits. Agencies with fewer resources, as indicated by the VR grant allotment per working-age person with a disability, also had more non-SSA VR applicants with SSA benefit receipt within 48 months.

We further explore the relationship between an agency's available resources and its SSA transition outcomes by showing the mean statistics of the ratios by OOS status categories (Table 6). The sample of 51 agencies is too small for statistical tests, but some patterns are suggestive of potential associations. First, agencies in OOS status and with wait lists tended to have higher proportions of youth with SSA benefits. One possible explanation is that because agencies in OOS status will serve those with more significant disabilities first, fewer individuals with less severe disabilities (and so without SSA benefits) will be encouraged to apply, given the long wait lists for services. Second, agencies in OOS status and with larger wait lists tended to have lower service-to-employment ratios and, consequently, employment-to-applicant ratios, though not employment-to-service ratios. Third, agencies in OOS status with larger wait lists had poorer outcomes for applicants, as evidenced by the lower rates of SSA beneficiaries with benefit suspension due to work and the higher rates at which non-SSA VR applicants received benefits. A primary driver of this finding may be that fewer individuals receive services from these agencies.

E. How Do Youth VR Applicants Who Receive SSA Benefits at Any Time Vary in Their Demographic and Service Characteristics from Those Who Have Never Received SSA Benefits?

In Table 7, we present statistics on individual and VR service characteristics of transition-age youth who applied for VR services stratified on disability benefit receipt and benefit suspension within 48 months. For youth who were not SSA beneficiaries at the time of their application for VR, these data indicate the considerable variation between those who did and did not receive SSA benefits within 48 months of applying for VR, particularly around race, educational attainment, IEP involvement, and disability cause categories.

Non-SSA VR applicants who received SSA benefits within 48 months of application differed from those who did not on several key agency-related variables. VR applicants who eventually received SSA benefits were more likely both to be found eligible for VR services and have received VR services, and less likely to close with employment, compared to those who did not go on to receive benefits. Additionally, of those youth who received services and went on to receive SSA benefits within 48 months, a lower percentage closed with an employment outcome, more received training, employment, maintenance, and other services, and fewer received post-secondary educational services. The cost of services for VR non-beneficiary applicants who went on to receive SSA benefits is nearly twice that of purchased services provided to VR applicants who did not receive SSA benefits.

Table 6. Mean SSA Transition Ratios by OOS Status

OOS Status	N	Percentage of Youth VR Applicants with SSA Benefits	SSA Service-to-Applicant Ratio	SSA Employment -to-Service Ratio	SSA Employment -to-Applicant Ratio	SSA Beneficiaries with Benefit Suspension Due to Work Within 48 Months	Non-SSA VR Applicants with SSA Benefit Receipt Within 48 Months
No OOS	20	20.4	0.60	0.47	0.28	16.3	9.7
OOS, no wait list	11	20.3	0.57	0.49	0.28	16.7	10.3
OOS, one to 9 percent on wait list	8	22.9	0.58	0.41	0.24	15.3	9.7
OOS, 10 to 49 percent on wait list	3	24.7	0.51	0.47	0.24	13.7	12.2
OOS, 50 percent or more on wait list	9	23.3	0.47	0.48	0.22	14.9	13.9

Sources: RSA-911 closure records, fiscal years 2004 through 2011; RSA-113; 2011 DAF

Note: N = 51. Table shows mean SSA transition ratios for each categorical value of OOS status. Transition ratios are defined as in the notes to Tables 1, 2, and 3.

Table 7. Demographic and Service Characteristics of VR Applicants (Percentage Unless Otherwise Indicated)

	Non-SSA VR Youth Applicants		SSI-Only at Application		SSDI-Only at Application		Concurrent at Application	
	Did Not Receive SSA Benefits Within 48 Months	Received SSA Benefits Within 48 Months	No Benefit Cessation by 48 Months	Any Benefit Cessation by 48 Months	No Benefit Cessation by 48 Months	Any Benefit Cessation by 48 Months	No Benefit Cessation by 48 Months	Any Benefit Cessation by 48 Months
N	294,046	31,250	57,698	8,807	9,424	548	8,413	3,099
Male	60.0	57.0	58.5	67.7	58.7	67.9	57.5	61.0
Age (mean)	19.2	19.0	19.3	19.5	20.0	21.2	20.4	21.1
Race								
White-only	74.8	77.9	60.4	61.2	75.3	80.5	66.3	67.6
Black-only	21.0	17.2	35.1	34.2	20.8	15.5	29.4	28.4
American Indian-only	1.4	1.1	1.3	1.3	0.7	0.9	1.5	1.2
Asian-only	1.0	2.0	1.4	1.4	1.2	1.1	0.8	1.0
Native Hawaiian/other Pacific Islander-only	0.4	0.5	0.3	0.5	0.4	0.4	0.3	0.3
Multiple race	1.1	1.1	1.2	1.1	1.3	1.5	1.4	1.2
Missing	0.3	0.2	0.3	0.2	0.2	0.2	0.2	0.3
Educational Level at Application								
Less than high school	67.5	73.0	78.4	70.0	65.1	41.6	64.0	49.6
High school	23.9	20.5	18.3	24.0	25.4	33.4	27.5	35.5
Any post-secondary	8.2	6.1	2.9	5.7	9.1	24.6	8.2	14.6
Missing	0.4	0.3	0.4	0.2	0.4	0.4	0.3	0.3
Individualized Education Program	58.4	66.1	72.1	68.6	60.3	41.4	56.7	47.7
Disability Cause								
Mental health	14.6	19.4	15.1	16.3	22.5	26.5	26.3	31.6
Medical/systemic	5.4	5.5	4.3	6.2	5.8	10.8	5.9	8.1
Learning	45.0	18.7	16.9	18.0	13.6	12.4	11.8	11.4
Substance abuse	5.1	1.1	0.4	0.4	0.6	0.7	0.7	1.0
Developmental disability	12.2	38.5	47.8	43.4	37.5	24.6	36.3	30.3
Neurological	1.1	2.5	2.1	1.7	2.8	2.2	2.3	2.0
Trauma	4.0	4.6	4.2	4.1	8.7	14.2	7.5	6.7
Unknown	12.7	9.7	9.1	9.9	8.5	8.6	9.4	8.8

	Non-SSA VR Youth Applicants		SSI-Only at Application		SSDI-Only at Application		Concurrent at Application	
	Did Not Receive SSA Benefits Within 48 Months	Received SSA Benefits Within 48 Months	No Benefit Cessation by 48 Months	Any Benefit Cessation by 48 Months	No Benefit Cessation by 48 Months	Any Benefit Cessation by 48 Months	No Benefit Cessation by 48 Months	Any Benefit Cessation by 48 Months
Agency Variables								
Found eligible	81.7	88.6	88.8	91.4	88.9	92.5	86.9	89.4
Received services	54.5	61.0	55.9	68.3	57.4	67.5	50.5	62.4
Closed with employment outcome	32.9	28.6	21.9	48.8	24.0	53.1	14.0	38.4
Of Those Receiving Services								
Closed with employment outcome	60.5	46.9	39.2	71.5	41.8	78.6	27.7	61.6
Type of service								
Diagnosis and evaluation	37.1	40.7	36.5	45.7	36.5	48.0	33.5	42.1
Training	22.6	27.4	24.0	29.3	23.5	28.1	20.9	25.9
Employment	25.8	36.6	32.6	44.4	33.3	41.8	27.4	39.5
Education (post-secondary)	11.9	8.5	4.9	7.0	7.8	16.6	5.8	8.8
Restoration	17.5	20.0	15.7	19.8	18.0	25.0	15.0	18.4
Maintenance	16.4	19.6	18.4	22.6	18.4	24.5	17.6	22.8
Other service	21.7	27.9	23.0	31.8	19.1	25.1	18.7	25.1
Cost of services (dollars)	2,988	5,157	3,873	4,398	4,611	4,979	3,548	4,182

Sources: RSA-911 closure records, fiscal years 2004 through 2011; 2011 DAF

Note. N = 413,285. Table shows mean statistics for each demographic or agency characteristic by each of the mutually exclusive groups of VR applicants noted in the column headings. Bold pairs of statistics under each heading (VR youth applicants and SSA benefit applicants) are significantly different at $p < .01$, accounting for Bonferroni adjustment for multiple comparisons (p -value of 0.01 divided by 152 comparisons). DI-only N for education = 713; DI-only N for race = 712.

Next, we turn to differences among SSA beneficiaries who did and did not have any benefit suspension due to work within 48 months of VR application. In Table 7, we disaggregate beneficiaries by benefit type (SSI-only, SSDI-only, and concurrent). Those with benefit suspension were slightly older, on average. SSA VR youth without any benefit suspension had lower educational attainment at application, were more likely to have had an IEP, and were less likely to have a developmental disability.

SSA VR youth who experienced benefit suspension had different VR service characteristics than those without benefit suspension in expected ways (Table 7). Unsurprisingly, those with benefit suspension were more likely to have received VR services and to have closed their VR cases with an employment outcome and (for those who received services) more frequently received employment services (for SSI-only and concurrent beneficiaries). Interestingly, SSDI-only beneficiaries with benefit suspension were more likely to have received postsecondary education services than those without benefit suspension; this rate was higher than for any other subgroup.

V. CONCLUSION

In this study, we present information for youth with disabilities who are at a crossroads in their transition process and seeking VR services, but who may or may not be receiving SSA benefits. The study extends previous research by examining the extent to which VR youth applicants receive SSA benefits at application, the proportion of SSA VR applicants who have benefit suspension due to work, and the proportion of VR applicants without benefits who eventually receive benefits relatively soon after their VR application. Our key findings are as follows:

- The employment-to-service ratios, but not applicant-to-service ratios, for SSA beneficiaries who apply for VR services are lower than those observed for non-SSA beneficiaries.
- Almost one in six SSA beneficiaries who sought VR services had at least one month of benefit suspension due to work within 48 months of their VR applications.
- About one in 10 VR applicants without SSA benefits at the time of their VR application received SSA benefits within 48 months.

These analyses add to our knowledge about VR delivery of services to youth in several ways. First, they provide information at the agency level about how youth receiving SSA benefits seek and receive VR services. The range in ratios we find across agencies underscores the need to examine state-level variation in agency processes and outcomes, rather than examining statistics in aggregate. Second, matching the RSA-911 data with the DAF provides critical information on which VR applicants received SSA benefits, along with long-term outcomes unavailable with RSA-911 data alone. Our analysis takes advantage of this match by examining two outcomes within 48 months of VR application: benefit suspension due to work for SSA beneficiaries and benefit receipt for applicants without benefits at the time they apply. This information is available for all VR applicants, not just those who exit from VR with a specific outcome. Third, the analysis finds substantial correlations between SSA youth served, the service and employment ratios we calculate, and various agency and state characteristics.

This study has two key limitations. First, the analysis is largely descriptive, and we cannot determine causality among the various ratios and factors included in the study. Second, the analysis focuses on state-level statistics, and does not account for individual-level variation in applicant characteristics that could influence the results or state-level economic or other factors that could influence the statistics presented.

The state variation is large across all the SSA transition ratios. The proportion of SSA applicants who received VR services ranged from 36 to 82 percent, the proportion of those receiving services who were employed when they exited from services ranged from 26 to 62 percent, and the proportion with any loss of benefits due to work ranged from 9 to 25 percent. Our previous study found similar differences across agencies in the transition ratios calculated for youth with disabilities.

Ten percent of VR applicants without SSA benefits will receive them within 48 months, though the range across agencies—from 4 percent to 21 percent—represents a five-fold difference. Part of this range may be explained by state environmental factors, as suggested by

the relationship between this outcome and the percentage of an agency's applicants with SSA benefits. It also may reflect the ability of an agency to provide services to youth with disabilities, as denoted by the association with service-to-applicant ratios for SSA and non-SSA youth. Overall, these findings suggest that VR agencies can potentially serve as an early intervention program, providing youth with disabilities the services they need to work and help avoid dependence on SSA benefits, and that some agencies may be better positioned for this task than others. From 2004 to 2006, about 325,000 non-SSA youth applied for VR services, and of these, 31,000 received SSA benefits within 48 months of their VR applications. If all agencies had proportions of non-SSA youth receiving benefits at the level of the agency with the lowest statistic (South Carolina, with 4.3 percent), that number would fall to less than half (to 14,000).

One factor relevant to both of the discussions presented in the preceding two paragraphs involves the resources available to agencies. Whether measured by the VR grant allocation or an agency's OOS status, agencies with more resources had better employment outcomes for SSA youth they served, had higher proportions of SSA youth with benefit cessation, and had fewer non-SSA youth eventually receiving benefits. (Interestingly, in separate analyses not shown here, the patterns were similar for non-SSA transition ratios and OOS, though not for the non-SSA transition ratios and the VR grant allocation). The issue of resources may be even more critical when considering that the expenditures (in terms of purchased costs) we observe for SSA VR youth may be higher than the expenditures for VR youth without benefits. Agencies with higher proportions of SSA youth may therefore be at a disadvantage in providing services overall, though additional research is needed on understanding the factors that may be influencing this relationship.

There are practical implications of the state variation in outcomes for SSA beneficiaries. Over 12,000 SSA VR youth who applied in 2004, 2005, and 2006 had at least one month of benefit suspension due to work during the 48-month period after they applied to VR. However, not all these suspensions can be attributed directly to VR agency services because many youth would have worked regardless of their involvement with SSA, and some youth with benefit suspensions likely did not remain off the benefit rolls for long. These numbers do, however, indicate the potential for agencies to affect SSA outlays. If all agencies had benefit suspension due to work for their applicants at the levels of the agency with the highest such rate (25 percent in Wyoming), the number of SSA youth in these three applicant cohorts with any benefit cessation due to work would have been over 22,000. While the associated cash benefit savings amount would not likely be sufficiently large relative to all federal disability benefit payments, these potential savings could justify further investment in VR agencies by the federal government in promoting service delivery to transition-age youth.

Future research on the relationship between VR agencies and the SSA federal disability programs could explore several possible areas. First, as noted, it may be important to identify factors that are influencing the high cost of services for SSA VR youth, particularly regarding the VR grant allotment for states and the demand for services by SSA beneficiaries. Second, VR agencies would appear to be a particularly promising area for developing early intervention strategies to divert youth with disabilities from seeking SSA benefits, impacts that could have long-term positive effects for youth. Understanding the factors that influence the state variation in SSA outcomes among non-beneficiaries could be helpful in terms of intervention planning and development. Third, extending the analysis to examine other outcomes, such as SSA cost reimbursement to VR agencies, or additional demographic and service characteristics of youth

might be helpful for policymakers and practitioners in better understanding how agencies serve youth. Finally, other agency factors, particularly the wait time for services, are also potentially important in influencing the proportion of youth applicants receiving services and the outcomes of VR youth seeking services. Identifying these factors could be instrumental in helping VR agencies develop strategies to promote VR service receipt, employment, SSA benefit cessation, and SSA benefit avoidance for youth seeking VR services.

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APPENDIX A

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Table A. SSA VR Youth Applicants (Three-Year Average)

State	Youth with SSA Benefits	SSA Applicant-to-Beneficiary Ratio	SSA Service-to-Applicant Ratio	SSA Employment-to-Service Ratio	SSA Employment-to-Beneficiary Ratio
Alabama	17,238	0.052	0.822	0.489	0.021
Alaska	1,291	0.048	0.645	0.592	0.018
Arizona	11,814	0.036	0.520	0.443	0.008
Arkansas	17,857	0.021	0.538	0.333	0.004
California	64,918	0.033	0.621	0.417	0.009
Colorado	5,639	0.056	0.499	0.577	0.016
Connecticut	5,539	0.034	0.526	0.374	0.007
Delaware	8,105	0.013	0.674	0.602	0.005
District of Columbia	5,191	0.013	0.500	0.495	0.003
Florida	37,021	0.038	0.515	0.400	0.008
Georgia	18,038	0.048	0.705	0.407	0.014
Hawaii	3,638	0.016	0.635	0.310	0.003
Idaho	3,883	0.057	0.629	0.525	0.019
Illinois	28,462	0.047	0.376	0.424	0.007
Indiana	14,405	0.046	0.592	0.409	0.011
Iowa	8,144	0.043	0.381	0.432	0.007
Kansas	5,673	0.056	0.593	0.455	0.015
Kentucky	16,134	0.044	0.475	0.457	0.010
Louisiana	18,371	0.030	0.514	0.321	0.005
Maine	7,880	0.028	0.362	0.448	0.005
Maryland	11,370	0.060	0.518	0.595	0.019
Massachusetts	15,150	0.040	0.543	0.471	0.010
Michigan	26,070	0.036	0.633	0.346	0.008
Minnesota	9,450	0.054	0.396	0.571	0.012
Mississippi	11,088	0.034	0.586	0.424	0.009
Missouri	12,727	0.061	0.363	0.577	0.013
Montana	2,187	0.060	0.436	0.526	0.014
Nebraska	5,309	0.028	0.599	0.541	0.009
Nevada	4,037	0.031	0.410	0.490	0.006
New Hampshire	9,434	0.015	0.558	0.508	0.004
New Jersey	16,123	0.045	0.526	0.527	0.013
New Mexico	4,789	0.051	0.557	0.437	0.012
New York	44,101	0.046	0.561	0.444	0.012
North Carolina	20,493	0.066	0.663	0.380	0.017
North Dakota	2,034	0.036	0.589	0.589	0.012
Ohio	31,996	0.028	0.527	0.401	0.006
Oklahoma	8,924	0.049	0.720	0.263	0.009
Oregon	6,551	0.052	0.477	0.557	0.014
Pennsylvania	33,121	0.045	0.717	0.404	0.013
Rhode Island	5,094	0.029	0.475	0.486	0.007
South Carolina	16,496	0.026	0.699	0.380	0.007
South Dakota	2,159	0.047	0.668	0.453	0.014
Tennessee	13,567	0.061	0.493	0.422	0.013
Texas	40,061	0.038	0.589	0.396	0.009
Utah	5,804	0.033	0.674	0.602	0.013
Vermont	3,811	0.036	0.671	0.588	0.014
Virginia	14,886	0.057	0.703	0.467	0.019
Washington	11,226	0.066	0.549	0.507	0.018
West Virginia	6,035	0.040	0.483	0.453	0.009
Wisconsin	11,117	0.067	0.561	0.378	0.014
Wyoming	773	0.065	0.573	0.616	0.023
Total	716,698	0.041	0.571	0.435	0.010
Median	11,088	0.044	0.558	0.453	0.011
Minimum	773	0.013	0.362	0.263	0.003
Maximum	64,918	0.067	0.822	0.616	0.023

Sources: RSA-911 closure records, fiscal years 2004 through 2011; DAF

Note: N = 413,285. Data show three-year averages of VR youth applicants with SSA benefits at application. SSA applicant-to-beneficiary ratio is the number of youth ages 16 to 24 who applied for VR services relative to the number of SSA beneficiaries ages 16 to 24. SSA service-to-applicant ratio is the number of youth ages 16 to 24 who received services from a VR agency relative to the number of applicants ages 16 to 24. SSA employment-to-service ratio is the number of youth ages 16 to 24 who closed from VR with employment outcomes relative to the number who received services. SSA

employment-to-beneficiary ratio is the product of the SSA applicant-to-beneficiary, service-to-applicant, and employment-to-service ratios. .

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