Unearthing the Hidden Welfare State: Race, Political Attitudes, and Unforeseen Consequences*

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This article incorporates the role of race into our understanding of the hidden welfare state by exploring the implications of racialization of hidden welfare state programs for mass attitudes. We explain how traditional welfare programs have been racialized historically and the implications of that racialization on attitudes towards welfare programs. We then discuss how the same fate could befall hidden programs for the poor if ‘unearthed’ as hidden welfare state scholars have suggested. Finally, we carry out an experiment racializing a hidden welfare state program in the same way that traditional welfare state programs have been racialized historically. Our analysis finds that when the hidden welfare state program is described using traditional racial stereotypes, support for the program drops significantly among the racially resentful. Our findings suggest that the inclusion of race into the hidden welfare state narrative alters our understanding of attitudes towards some of these programs.

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Introduction

Second only to the Supplemental Nutritional Assistance Program (SNAP) in scope, the Earned Income Tax Credit (EITC) is one of the largest and most influential cash transfer programs in the United States. The EITC has lifted nearly seven million people out of poverty and, in a single year (2012), provided $60 billion in tax benefits to 27 million American households (Maag and Carasso 2014). This enormous distribution of benefits is driven in large part by the legislative success of the program – being expanded several times since its inception even as other distributive programs have faced retrenchment. For example, even though the EITC aids a vulnerable population similar in makeup to other welfare programs like Aid to Dependent Children (ADC), it was expanded at the same time Congress destroyed ADC. In 1995, the EITC cost twice as much as ADC yet it was not included in the ‘welfare reform’ agenda.¹ Despite the distributional scope and long-term successes of the program, the EITC has only recently gained the attention of scholars as part of a growing interest in non-traditional welfare programs known as the “Hidden Welfare State.”

First advanced by Howard (1997), the hidden welfare state literature argues that the American welfare state includes not only traditional programs like Temporary Assistance to Needy Families or Social Security, but also includes tax expenditures, subsidies, loan guarantees and some important regulations (Howard 1997; Hacker 2002; Howard 2008; Mettler 2011). This hidden welfare state includes programs like the EITC in addition to the Home Mortgage Tax Deduction, and the untaxed employer provided health insurance provision.² Accounting for 1.1 trillion dollars in federal spending during 2013 alone, these tax based programs have ex-

¹It is important to note that the EITC aids the working poor while ADC placed no such limitation on benefits. With that said, the similarities between the programs remains striking. The EITC is explicitly designed for low income people so there is significant overlap between the people who would have gotten the ADC entitlement and those who get the EITC. In addition the demographics of the program are similar, over 80% of EITC recipients live in urban areas and over half are minorities (Holmes 2012).

²The existing research on the “hidden welfare state” goes by several names which describe similar but sometimes different types of policies. In this paper we describe programs associated with the hidden welfare state as either non-traditional, subterranean or simply as the hidden welfare state. These policies are not inherently "hidden" from scholars, elites, or the public, they have just historically been less salient than traditional welfare programs. Additionally, we use the phrase welfare to describe a means tested program that is part of the American welfare state. We use welfare state and social policy interchangeably.
ploded in size and scope since the 1970s and represent an extensive redistributive agenda which has become one of the main ways in which the federal government provides social benefits to American citizens (United States Office of Management and Budget 2013).

Some prominent scholarship exploring the hidden welfare state has argued that the hidden welfare state undermines democracy (Mettler 2011; Hacker and Pierson 2011). These scholars point to the fact that hidden welfare state programs, as a whole, disproportionately benefit wealthy Americans and that low income Americans are unaware of this fact. One solution advocated by these scholars to combat this lack of knowledge is to “unearth” these programs by dramatically increasing public awareness of their existence. By increasing public awareness, scholars contend that low-income individuals will increasingly realize they are receiving an unequal share of benefits from the submerged state, will become more politically engaged over hidden welfare state programs and will attempt to correct the disparity. In short, the goal for Mettler (2011) and others is to reveal hidden policies to the citizenry in order to ensure democratic accountability.

While we are sympathetic to the democratic concerns these authors raise, we argue that submerged state scholars should be more careful when making claims about the hidden welfare state as a whole. In particular we believe that even if unearthing programs that disproportionately benefit the rich would be good for democracy, unearthing the entire hidden welfare state as scholars have suggested (including hidden programs designed for vulnerable populations such as the EITC) may lead to policy retrenchment for programs that benefit the poor. Specifically, we contend that if unearthed, hidden programs for vulnerable populations would confront an obstacle that hidden welfare state scholars have yet to grapple with – the racially charged environment in which traditional welfare state programs operate. Existing scholarship consistently demonstrates that the link between race and political attitudes is so strong that it is difficult to explain social policy preferences without considering Americans’ explicit and implicit attitudes towards minority racial groups (Gilens 1996; Peffley et al. 1997; Goren 2003; Federico 2006). Despite the attention paid to the link between traditional welfare pro-
grams and race, researchers have not examined the link between race and the Hidden Welfare State. Whereas traditional welfare programs have been the subject of multiple racializing forces for many decades, submerged programs have remained largely hidden from the public and thus have not been subjected to the same racializing forces as traditional welfare programs.

We argue that despite lacking these pressures, race can play a similarly important role for preferences concerning hidden programs for the poor if unearthed. Combining insights from American Political Development (APD) and political behavior, we maintain that if a hidden program that benefits the vulnerable were to be unearthed into the racially charged American polity, it may become susceptible to the same racialization as traditional welfare state programs. Critically, this contention should not be viewed as merely another extension demonstrating the strong link between race and welfare state attitudes. Instead, this study should be seen as the first to analyze whether hidden tax-based programs which have not been subjected to any of the racializing forces as other welfare programs can nevertheless become racially charged. Such a finding would be an important caveat to hidden state scholars’ calls for ‘unearthing’ the submerged state and demonstrate that even without the decades of racialization that inexorably tied ADC and other welfare programs to race, policy programs can easily be racialized in a similar manner.

To explore this possibility, we conduct an experiment which shows that when the ordinarily popular Earned Income Tax Credit (EITC) – a prominent hidden welfare state policy for low income workers – is described using traditional welfare stereotypes, support for the program drops substantially. Additionally, we show that decreased support for the EITC is driven by respondents’ racial predispositions. While our analysis focuses on the EITC, there are several other tax based welfare programs for low and middle income people such as the child care tax credit, lifetime learning credit, and the American Opportunity Tax Credit for which our findings should apply. These programs, although a smaller portion of the Hidden Welfare State than programs for the upper-class, are crucial for the people who rely on them for their daily
lives. Ultimately, through our analysis we will show that any discussion of the welfare state – traditional or hidden – is incomplete without accounting for the prominent role of race in American society.

The Hidden Welfare State

Emphasizing the role that tax expenditures, loan guarantees, and regulations play in providing social benefits in the United States, the hidden welfare state literature has greatly expanded our understanding of what constitutes American social policy. This growing body of research has begun to show us that the hidden welfare state is one of the most important ways that social policy is administered, with indirect spending often matching and sometimes outpacing discretionary spending by the federal government (United States Government Accountability Office 2005). Perhaps more importantly, this research has raised important questions about democratic accountability.

In particular, recent work has consistently demonstrated that the distribution of benefits is highly unequal, with a disproportionate share of funds going to the rich (Bartels 2008; Mettler 2011; Hacker and Pierson 2011; Gilens 2012). That isn’t to say that the hidden welfare state only benefits the wealthy – in fact, programs under the hidden welfare state provide crucial financial support to those in need – however, the majority of the programs that constitute the submerged state can only be accessed by a select few. More troubling, the public is often unaware not only of the way in which the programs are distributed, but also that they exist at all. Even those programs that benefit the poor suffer from this lack of knowledge, with Mettler (2011, 38) reporting that a whopping 47% of EITC beneficiaries did not believe that they were benefiting from a government social program. The public’s ignorance of the adoption and alteration of these programs is a pervasive feature of the hidden welfare state. Scholars contend that the public’s lack of widespread knowledge about these programs as a whole undermines American democracy as citizens are ignorant of a massive portion of federal spending which
disproportionately benefits a select few. Therefore, several researchers have called for the ‘unearthing’ of the hidden welfare state – bringing submerged programs into the light to face the scrutiny of a more engaged mass public. Through this process, these scholars contend that public policy will come to reflect more accurately the needs of the wider public.

This desire to increase democratic accountability is laudable. However, we argue that accounting for the environment into which programs would be thrust is pivotal since programs for the poor are more susceptible to racialization and thus retrenchment (Skocpol 1991; Lieberman 1998). Decades of history and literature suggest that were these tax-based programs, which benefit the vulnerable, to be exposed, they could be subject to the same forces that traditional welfare programs confront – most notably racialization. Even though the EITC has not been exposed to these racial forces, there is little reason to suggest that if exposed to the same conditions as traditional welfare programs, hidden programs for the vulnerable would be able to avoid the process of racialization which over time has turned countless programs designed to benefit those in need into pariahs known only for their blackness. Using insights from APD and political behavior, we contend that if hidden welfare state scholars’ call for unearthing were to be heeded, hidden programs designed to benefit the poor could follow a similar path to traditional welfare state programs for the poor – they will be racialized, popularity for the program will decline, and retrenchment will become more likely.

**The Link between Race and Social Policy**

The core programs that constitute the traditional welfare state were created during the two big bangs of American social policy - the New Deal and the Great Society – and saw Old Age Insurance (now Social Security), Unemployment Insurance, Aid to Dependent Children (ADC), Medicare, Food Stamps, and Public Housing enacted into law (Howard 2008). The dramatic expansion of the American welfare state during these periods represented a drastic

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3Aid to Dependent Children was changed to Aid to Families with Dependent Children (AFDC) in the 1960s and finally, Temporary Assistance to Needy Families (TANF) in 1996.
increase in the social commitments of the federal government but more importantly for our analysis, the design of these programs helped entrench the disadvantaged status of African Americans that has persisted to this day. Specifically, many of these key traditional welfare programs were designed in such a way that explicitly allowed race to be forcibly incorporated into the development and administration of these programs, and subsequently altered the way in which Americans viewed the welfare state.

Over a 60 year period race has been one of the most influential factors in the development of the programs underlying the American welfare state. Both administratively and statutorily, African Americans were excluded from receiving benefits because of the efforts of state level administrators and federal occupation exclusions (Lieberman 1998; Quadagno 1996). Despite the political efforts to exclude blacks, the structural aspects of the programs -- namely that many were designed to benefit the poor and unemployed, who happened to be largely African Americans -- created a situation where the recipient pool became increasingly black and over the course of 60 years, African Americans became the face of welfare.

This statutory and administrative exclusion of blacks is perhaps best evident when exploring the passage and subsequent development of ADC. Arguably, the most recognized welfare program in America, ADC was designed to subsidize existing state level programs for single mothers (mothers’ pensions) by giving them a monthly cash stipend to help support the raising of their children. While the federal government helped to fund the program, administering the program was largely left up to states. The decision to design a program in this way had profound implications for potential recipients as states were able to craft eligibility requirements and limit benefits in such a way to exclude ‘undesirable’ groups like African Americans.

Consequently, some program administrators took advantage of the lack of real oversight to administratively exclude African Americans from the rolls. States in the deep south, with higher percentages of African Americans, coupled meager benefits with stringent eligibility requirements.

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4While we focus on the development and racialization of ADC, many other welfare state programs faced administrative and developmental challenges with respect to race but ADC is unquestionably the most prominent of these programs.
requirements so as to exclude blacks while states with smaller African American populations had relatively generous benefits and eligibility requirements (Soss 2002; Howard 2008, ch. 2). As an example, even three years after the passage of the Social Security Act of 1935 which included ADC – Mississippi had a modal payment per recipient of $0.00 for those on “dependent children” social programs. Contrast this with New York, where state administrators spent $1.35 on average per recipient in 1938 (Bucklin 1939). In addition to the benefit size inequity, the decision to administer ADC at the state level led to additional issues for African Americans that arose through differential state eligibility requirements. States kept program eligibility requirements deliberately vague and would use these vague requirements to exclude African American families. For instance, even though blacks constituted 15% of the ADC recipients nationally in the late 1930s, only 7% of recipients in the confederate south were African American (Myrdal 1944, pg. 359).

Even as political elites in the south (and elsewhere) worked to exclude blacks from receiving benefits; another trend was taking hold across the nation. The African Americans who were systematically excluded from receiving welfare benefits were being increasingly (and wrongly) identified as the main recipients of the program. Driven by the combination of negative media portrayals describing blacks as ‘lazy’ and ‘undeserving’ with program design characteristics which gave power to local leaders and allowed for the exploitation of societal cleavages, a program which might have otherwise aided blacks because of the groups it was intended to benefit (the poor and unemployed) came under continual attack on racial grounds (Gilens 1999). In spite of the administrative efforts to exclude blacks, programmatic design of only targeting certain groups would eventually win out, with blacks in the modern era accounting for a disproportionate share of the program’s beneficiaries.

This combined racialization effort of ADC and other traditional welfare programs through program design, administration, and media portrayals had important effects on public attitudes towards these programs; an issue which has been explored in depth by political psychologists. Scholars have found consistent and persuasive evidence that white attitudes towards
welfare are inexorably linked to racial attitudes. Specifically, white Americans with negative views towards African Americans oppose welfare spending more than white Americans who do not have negative attitudes towards African-Americans (Gilens 1996; Peffley et al. 1997; Gilens 1999; Federico 2006). This relationship has been found to be mediated by the so called ‘deservingness’ of the program recipients, with the connection between racial attitudes and welfare views far stronger for programs designed to help the undeserving poor, such as ADC (Goren 2003).

Critically for our analysis, scholars have also devoted considerable effort to understanding the way framing influences program racialization. In particular, research has found that even if a program has not been linked to race historically, through careful framing, attitudes towards previously unracialized programs can be racialized by invoking established belief structures towards race (Winter 2008). The development of this connection between policy and race is driven in large part by the media and political campaigns which intentionally (or unintentionally) use racially tinged messaging (Gilens 1999; Mendelberg 2001). By placing African Americans prominently in their visual coverage of key social issues, the mass public comes to link attitudes towards programs with previously developed schemas towards blacks (Gilens 1999). While the establishment of this racial connection may be unintentional, the resulting influence on political attitudes is analogous to the influence achieved through old-fashioned racism (Mendelberg 2001; Henry and Sears 2002).

Through this literature on APD and racial attitudes, it is clear that there is a strong link between race and the traditional welfare state. Despite the overwhelming evidence of this link in these two literatures, researchers within the hidden welfare state tradition have not yet fully incorporated race into their narratives. Additionally, researchers who deal with welfare attitudes have not yet fully adopted the more expansive understanding of what constitutes the American welfare state into their research. This study represents a first step in both of these directions and to our knowledge; is one of the first to attempt to link the hidden welfare state
research to the welfare attitudes literature. Specifically, we explore the implications of ‘unearthing’ a prominent hidden program for the poor – The Earned Income Tax Credit (EITC) – in a racialized environment. Through an experiment, we show that when the ordinarily popular EITC is described using traditional welfare stereotypes, support for the program drops. Additionally, building off of existing work on hidden welfare state program support and racial framing, we test the influence of racial frames on program attitudes based on the amount of information needed to influence program attitudes.

**Research Design**

The historical evidence of the link between race and welfare attitudes is overwhelming and consistent; however, one limitation remains – as no hidden programs have been ‘unearthed’ to this point, there is no historical evidence to draw on to suggest whether or not the same fate could befall programs in this subterranean state that benefit the poor and vulnerable. For that reason, this analysis will now turn to the use of an experiment to determine whether or not these programs can be racialized in the same way that other welfare programs have been racialized historically. By drawing on the methodology of the experiments conducted by Suzanne Mettler in her 2011 book on *The Submerged State* and analyzing changing attitudes towards hidden programs for the poor once racial information is added to information prompts designed to ‘unveil’ these programs, we can gain important insight into what might happen if these hidden programs are brought forward into the racially charged political landscape in which traditional welfare programs operate.

In order to explore the role of race in the unveiling process, we chose to focus our experiment on a program universally considered to be part of the hidden welfare state and for which the benefits clearly fall to those who are less well off – the Earned Income Tax Credit (EITC). As a tax-based program which subsidizes the incomes of the working poor and has many similar-

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5Recent work by Faricy and Ellis (2014) connects indirect and direct spending attitudes, however the article does not take on the hidden welfare state broadly speaking.
ities to traditional welfare programs like ADC, the EITC would be a likely target for racialization should submerged programs be brought to the surface as and could suffer the same fate as ADC. The similarities between these programs are quite striking. Both programs are designed to mediate the relationship between the poor and market forces, both aid constituencies who lack political efficacy, and both programs play an important role in providing social benefits to minority groups. With these similarities in mind, we contend attitudes towards the EITC, if unearthed, could be made analogous to attitudes towards traditional welfare. Furthermore, as a typical hidden program for the poor, our findings here should generalize to other submerged programs for the vulnerable.

**Data and Methods**

To evaluate the potential implications of racialization on the EITC, we conducted a survey experiment from May 1st to May 9th of 2014 using Amazon’s Mechanical Turk platform. The sample contained 1,819 respondents split across a number of different conditions and skewed slightly male, educated, young, and Democratic.\(^6\) Although we readily acknowledge that MTurk does not provide a representative sample for this analysis, “for experimental research, MTurk provides quick and high-quality data” and furthermore, “provides a closer approximation to a representative sample than many other sources of experimental data” (Buhrmester et al. 2011; Berinsky et al. 2012, in Chen et al. 2014, pg. 4).

At the beginning of the survey experiment, before answering any questions, respondents were randomly treated with one of four experimental prompts which they were asked to read. Building on the work of Mettler (2011), our first two prompts provided respondents with varying degrees of background information about the EITC.\(^7\) In the first, which we call the low in-

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\(^6\)The sample was 58% Democrat, 56% male, 47% had a bachelor’s degree, and had a mean age of 33.  
\(^7\)Despite the similarities between our experimental design and that of (Mettler 2011), one important distinction is the fact that she relied on a within-subjects experimental design while we rely on a between-subjects experimental design. While a within-subjects design makes sense for Mettler’s analysis which shows that additional policy information increases EITC support, concerns related to social desirability led us to believe that we would not see any effects from providing additional racial information to the same subjects.
formation environment moving forward, respondents were told that the EITC is a tax benefit for people who work but do not make much money and that through the program, many people pay no taxes or even receive a payment from the government if their income is low enough. In the second condition, which we refer to as the high information environment moving forward, respondents were given the same information as in the low information environment, but were also told that the program benefits those with low incomes and that a large majority of the benefits went to households that made less than $40,000 in 2013.\textsuperscript{8} Both the low and high information environments were included in our analysis to remain consistent with past work on unearthing hidden programs by Mettler (2011) where she shows that varying amounts of policy information can have important implications for attitudes towards hidden programs.

Our final two conditions replicate the low and high information environment conditions but also add racially charged information which has been used in past studies of the welfare state. Specifically, conditions 3 and 4 refer to the EITC as the Earned Income Tax Welfare Credit; that program recipients are more likely to be poor, black, unmarried, and have children; and that 75\% of program recipients were black.\textsuperscript{9} All other features of the information prompts were identical to the low and high information environments respectively.\textsuperscript{10} While our racialized conditions present respondents with strongly racialized prompts, we believe that the language used is consistent with existing rhetoric surrounding traditional welfare state programs. Specifically, the EITC is in fact a welfare-based program, recipients are inherently poor, a disproportionate percentage of program recipients are minorities, and benefit size for the program increases dramatically for those with children (Holmes 2012). Additionally, while the recipient pool for the EITC is only 50\% minority, Gilens (1999) consistently demonstrates that the public overestimates the percentage of minority welfare recipi-

\textsuperscript{8}The exact wording of all manipulations can be found in Appendix A.
\textsuperscript{9}In the racialized conditions we chose to exaggerate the racial breakdown of program recipients in order to ensure that the racial information was primed. In reality, around 50\% of EITC recipients are minorities (Holt 2006).
\textsuperscript{10}Two additional prompts which were identical to the low and high information environment prompts except for a single sentence about the racial breakdown of program participants was also tested and showed the same general pattern of results as our conditions 3 and 4 however, we chose not to include them in this paper because those results were less consistent and had smaller effect sizes than those discussed here.
ents. With that said, this research is ultimately a first step in the exploration of race and the hidden welfare state and future research should examine the influence of gradations in racial language on program attitudes.

After reading one of the four experimental prompts, respondents then took a political survey. Immediately following the prompt, respondents were asked to give their opinion of the EITC using a four point ordinal approval measure which will serve as the dependent variable in our analysis. The measure was taken directly from Mettler (2011) and as was seen in her work, across our conditions we found that the EITC enjoyed widespread popularity, with 82% of the sample at least somewhat in favor of the program and 38% of the sample strongly favoring the program.

As the influence of race on EITC attitudes may hinge on the racial predispositions of the respondents themselves, the next key variable included in our analysis is racial resentment. Racial resentment as articulated by Kinder and Sears (1981) is “a blend of anti-black affect” and the feeling that blacks violate the moral values embodied in the Protestant Ethic (Mendelberg 2001, pg. 416). Racial resentment of the respondents was assessed with a scale created from four questions tapping racial predispositions as detailed in Kinder and Sanders (1996) and which has been used in countless other works since.

In addition to accounting for racial resentment, our choice to focus on a social welfare program necessitated the inclusion of questions designed to capture two core values which could drive attitudes towards the EITC: economic individualism and egalitarianism. Individualism is important to include because individuals who believe that people should ‘get ahead on their own’ may be less supportive of the EITC regardless of the racial information included about the program (Feldman 1988; Goren 2001). Similarly, individuals who believe in egalitarianism may believe in redistributive programs in general, regardless of the racial background of program recipients. Individualism and egalitarianism are captured with scales developed from three question batteries taken directly from Feldman (1988). The fourth variable is the

\[\text{\footnotesize 11 A list of the questions used in each battery can be found in Appendix B.}\]

\[\text{12}\]
respondent’s income level. With past work suggesting that the wealthy can resent paying for programs that only benefit the poor (Jencks 1992; Skocpol 1990; 1991; Gilens 1996) and that support of welfare is highest among the least wealthy (AuClaire 1984; Cook and Barrett 1992; Curtin and Cowan 1975; Hasenfeld and Rafferty 1989; Kluegel and Smith 1986; Williamson 1974; Gilens 1996), the inclusion of respondent income is necessary for any study of attitudes towards social programs. Even more importantly, existing work on the EITC and other hidden programs shows that providing respondents increasing program information can result in polarizing attitudes across incomes, highlighting further the need for income’s inclusion here (Mettler 2011).

In addition to accounting for these important predictors of social welfare program attitudes, this study will also include several standard demographic and political control variables. In particular this analysis will include party identification, ideology, education, gender, and age. For party identification and ideology, we generally expect to find that more liberal respondents will have more favorable attitudes towards the EITC. Next, given the simple fact that more educated individuals are less likely to receive the tax benefit, we expect more educated respondents to be less supportive of the EITC. We do not have any clear expectations for gender or age however given the slight skew for each variable in our sample we deemed their inclusion necessary.

**Hypotheses**

Through our experimental analysis of race and attitudes towards the Earned Income Tax Credit, we expect to find that although the EITC has widespread popularity, the addition of racial information to our prompts will result in less favorable attitudes towards the program overall (Hypothesis 1). This finding would comport well with historical evidence and suggest that including race in the discussion of unearthing hidden programs is crucial. Furthermore, we expect that the EITC will be less popular among the racially resentful, but only in the racialized conditions (Hypothesis 2). Evidence in support of this hypothesis would suggest that neg-
ative attitudes in the racialized conditions are driven by the racial predispositions of respondents as opposed to other factors.

**Results**

In analyzing the results from our experiment, we find strong support for our hypotheses. In order to analyze our first hypothesis, we carried out a multivariate analysis on white respondents’ attitudes towards the EITC using ordinary least squares regression.\(^\text{12}\) Minority respondents were excluded from the analysis because of our focus on racial attitudes and the different effects our prompts might have across racial groups (Gilens 1996). Using a dummy variable to account for whether or not the experimental condition was racialized and separate models for each information environment, we find general support for our claim that the racialization of these hidden programs if unveiled could have important implications for program support.\(^\text{13}\)

When controlling for other predictors of EITC attitudes and standard political variables, we find that providing respondents with additional racially charged information about the program and its recipients significantly decreases EITC support. This finding holds across information environments and points to the need to include race in the discussion of unearthing the hidden welfare state.

The results to this point suggest that EITC attitudes can be racialized by providing respondents with racial information about the program; however, we do not yet know whether or not the racial predispositions of respondents are driving decreased support. For that reason, we

\(^{12}\)Our discussion here focuses on OLS regression instead of ordinal logistic regression although our dependent variable has four scale points because of the simplicity in explanation provided by OLS. The same pattern of results holds when using ordinal logistic regression and can be found in Appendix C.

\(^{13}\)The dummy condition variable denotes whether the respondent received the non-racial or racialized prompt in a given information environment. Respondents were coded as ‘1’ if they received the racialized prompt.
also carried out a multivariate analysis of EITC attitudes on white respondents using ordinary least squares regression that accounted for the influence of racial resentment.

[Insert Table 2 Here]

In looking at the results of Model 1 of Table 2, it appears that the interaction between our condition dummy and racial resentment is highly significant and shows that adding racial information has a negative effect on EITC attitudes in the low information environment and that effect increases in magnitude as racial resentment increases (Brambor et al. 2006). Although the condition variable itself is insignificant and the racial resentment variable is only marginally significant, the finding from the interaction supports our second hypothesis and shows that controlling for other relevant factors, providing racial information about the EITC dramatically reduces support for the program amongst the racially resentful.

[Insert Figure 1 Here]

In exploring the other variables from model 1, it appears that in addition to our predicted role for race, several other variables prove to be significant predictors of EITC support. Specifically, we find that respondents who are older, Democratic and egalitarian are all significantly more likely to hold supportive attitudes towards the EITC. In addition we find that richer and more educated respondents are less likely to hold a supportive attitude towards the EITC. Finally in model 1 we found that individualism, ideology and gender were insignificant predictors of EITC support.\textsuperscript{14}

When analyzing the results for the high information environment in Model 2 of Table 2, the same general pattern of results holds. The interaction between racial resentment and the experimental condition dummy is highly significant and correctly signed. Thus figure 2 suggests that in the high information environment, adding racial information has a negative effect on EITC attitudes and that effect increases in magnitude as racial resentment increases. Despite

\textsuperscript{14}Ideology and Party Identification were coded so that higher scores indicated more liberal/Democratic responses.
the similarities of Models 1 and 2, some clear differences are worthy of note. First, the gender and ideology variables which were insignificant in model 1 are now significant show that increasing liberalism and being female increases EITC support. Furthermore, the education variable which showed that in the low information environment increasing levels of education were associated with decreasing EITC support is now insignificant but correctly signed. All other variables remained the same across models.

Discussion

Although we readily agree with Mettler (2011) and others that unearthing hidden programs could help to ensure democratic accountability and provide a normative ‘good’, our analysis helps to show that the reality is far more complex. Even if providing the public with information about these programs increases support for them, our historical discussion suggests that traditional welfare state programs (especially those that benefit the poor) are often subject to racialization that can inexorably damage their public support. Furthermore, when the same pattern of racialization that has been used on visible programs is applied to arguably the most important hidden welfare state program for the poor (EITC), we find consistent evidence that support for the program drops substantially and is driven by racial predispositions.

In addition to helping to clarify our understanding of the role of race in the hidden welfare state, this analysis opens up several promising avenues for future research in political behavior. Most prominently it shows that hidden welfare state programs that benefit the poor can be subject to the same political forces as traditional welfare state programs and therefore cannot be ignored as they have been to this point by scholars of political behavior. Additionally, research in political psychology has emphasized that deservingness of program recipients is a key moderating factor in determining support levels for welfare state programs (Goren 2003). In this analysis however, we find consistent evidence that the EITC (a program for the deserv-
ing poor) can be racialized rather easily. Given the fact that in every condition (even those that are racialized), the EITC is described as an ‘earned’ benefit that is only awarded to those who work, this finding is particularly surprising. It suggests that studies on racialization may be able to be extended beyond the ‘undeserving poor’ in other research domains and that the methodology employed by Mettler (2011) and here may be particularly well suited to delivering policy information to respondents in political experiments.

**Conclusion**

Ultimately it is impossible to gain a comprehensive understanding of the American welfare state without acknowledging and incorporating the role of race. Through our analysis we have shown that when race is considered in discussions of the hidden welfare state, a key policy prescription advocated by scholars of the subterranean state needs to be partially reconsidered. In particular, while we agree that ‘unearthing’ hidden programs to allow for increased democratic accountability is normatively appealing, and may in fact be appropriate for many hidden programs, doing so in the face of an already racially charged welfare state environment could be challenging to poor populations who rely on the benefits provided to support their daily lives.

Moving forward we see several extensions of this work that could expand our knowledge of the hidden welfare state and the role of race on these programs. First, additional research should be done to see if the findings here generalize to other issues. We would expect to see similar findings for other hidden programs that benefit the poor like the Child Tax Credit or home heating assistance but we are unsure of whether or not the same racialization could occur on hidden programs that benefit the rich like the Home Mortgage Interest Deduction. In addition, as we agree with the existing literature that unveiling these programs would be good for democratic accountability, future work should explore ways to reveal hidden programs to the mass public without incurring the racialization backlash that so many visible
welfare state programs have faced. Next, the analysis performed here focused on providing the public with non-attributed policy information in order to follow the preeminent book on hidden welfare state attitudes (Mettler 2011) as closely as possible. With that said, a natural extension of our analysis would be an exploration of similar prompts that are attributed to political elites. Perhaps the findings here would be altered in the context of influence from elites. Finally, we believe that our work opens the door for future behavior based research on the hidden welfare state. Research to this point has done an excellent job tracing the hidden state's development, detailing the programs that constitute the submerged state, and even how the public sees these programs and yet, the hidden welfare state remains dramatically underdeveloped from a behavioral standpoint. Future research on the behavioral underpinnings of this tax based welfare state could lead us towards a more comprehensive understanding of these programs.
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<td>(-0.07)</td>
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<td>-0.04</td>
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<td>(-0.04)</td>
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<td>-0.02**</td>
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<td><strong>Constant</strong></td>
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<tr>
<td><strong>Observations</strong></td>
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<td>377</td>
</tr>
</tbody>
</table>

***p<0.01, **p<0.05, * p<0.10

*Note*: Dependent Variable is a four point ordinal measure capturing increasing support for the Earned Income Tax Credit. Cell entries are OLS coefficients with standard errors in parentheses. All variables are analyzed on white respondents only.
Table 2: Racial Attitudes towards the EITC are driven by Racial Resentment

<table>
<thead>
<tr>
<th></th>
<th>(1:Low Info) EITC Favorability</th>
<th>(2:High Info) EITC Favorability</th>
</tr>
</thead>
<tbody>
<tr>
<td>Race Condition</td>
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<td>0.27 (-0.218)</td>
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<td>0.02 (-0.072)</td>
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<td>Cond. X Resent</td>
<td>-0.24*** (-0.092)</td>
<td>-0.18** (-0.085)</td>
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<tr>
<td>Individualism</td>
<td>-0.03 (-0.063)</td>
<td>0.05 (-0.063)</td>
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<tr>
<td>Egalitarianism</td>
<td>0.15** (-0.069)</td>
<td>0.26*** (-0.06)</td>
</tr>
<tr>
<td>Age</td>
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<td>0.008** (-0.003)</td>
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<tr>
<td>Sex</td>
<td>0.08 (-0.08)</td>
<td>0.15** (-0.074)</td>
</tr>
<tr>
<td>Education</td>
<td>-0.06** (-0.03)</td>
<td>-0.04 (-0.029)</td>
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<tr>
<td>Ideology</td>
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<td>-0.02*** (-0.009)</td>
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</tbody>
</table>

Observations 352 376

***p<01, **p<0.05, * p<0.10

Note: Dependent Variable is a four point ordinal measure capturing increasing support for the Earned Income Tax Credit. Cell entries are OLS coefficients with standard errors in parentheses. All variables are analyzed on white respondents only.
Figure 1: Decreasing EITC Attitudes with Increasing Racial Resentment in Low Information Environment
Figure 2: Decreasing EITC Attitudes with Increasing Racial Resentment in High Information Environment

High Information Environment with Increasing Racial Information

Marginal Effect on Support for EITC

Racial Resentment

High Info Only

High Info, Strong Race

* 95% Confidence Intervals
References


Appendix A: Experimental Prompts

Low Information Environment with no Racial Information (Condition 1):
Here is some information about the federal Earned Income Tax Credit: This is a tax benefit for people who work but do not make much money. Under this policy, many people pay no taxes on their income, and some actually receive a payment from the government if their income is low enough.

High Information Environment with no Racial Information (Condition 2):
Here is some information about the federal Earned Income Tax Credit: This is a tax benefit for people who work but do not make much money. Under this policy, many people pay no taxes on their income, and some actually receive a payment from the government if their income is low enough. The people who benefit most from this policy are those who have low incomes. In 2013, a large majority of the benefits went to households that made less than $40,000 that year.

Low Information Environment with Racial Information (Condition 3):
Here is some information about the federal Earned Income Tax Welfare Credit: This is a welfare benefit for people who work but do not make much money. Under this policy, many people pay no taxes on their income, and some actually receive benefits from the government. The people who qualify for this benefit are much more likely to be poor, black, unmarried, and have children. Of those individuals that received the tax credit in 2013, over 75% were black.

High Information Environment with Racial Information (Condition 4):
Here is some information about the federal Earned Income Tax Welfare Credit: This is a welfare benefit for people who work but do not make much money. Under this policy, many people pay no taxes on their income, and some actually receive benefits from the government. The people who qualify for this benefit are much more likely to be poor, black, unmarried, and have children. In 2013, all of the benefits went to households making less than $40,000 a year. Of those individuals that received the tax credit in 2013, over 75% were black.
Appendix B: Question Batteries

Individualism
Any person who is willing to work hard has a good chance of succeeding.
   Strongly Agree
   Somewhat Agree
   Somewhat Disagree
   Strongly Disagree
Hard work offers little guarantee of success.
   Strongly Agree
   Somewhat Agree
   Somewhat Disagree
   Strongly Disagree
If people work hard, they almost always get what they want.
   Strongly Agree
   Somewhat Agree
   Somewhat Disagree
   Strongly Disagree

Egalitarianism
Our society should do whatever is necessary to make sure that everyone has an equal opportunity to succeed.
   Strongly Agree
   Somewhat Agree
   Somewhat Disagree
   Strongly Disagree
One of the big problems in this country is that we don't give everyone an equal chance.
   Strongly Agree
   Somewhat Agree
   Somewhat Disagree
   Strongly Disagree
If people were treated more equally in this country, we would have many fewer problems.
   Strongly Agree
   Somewhat Agree
   Somewhat Disagree
   Strongly Disagree
**Dependent Variable**

Do you favor or oppose the federal Earned Income Tax Credit?
- Favor strongly
- Favor somewhat
- Oppose somewhat
- Oppose strongly
- Don't know/no opinion

---

15. The don't know/no opinion option was eliminated from the dependent variable construction and was reverse coded in multivariate analysis.
## Appendix C: Ordinal Logistic Regression Results

<table>
<thead>
<tr>
<th></th>
<th>(1: Low Info) EITC Favorability</th>
<th>(2: High Info) EITC Favorability</th>
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<td>Ideology</td>
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</tbody>
</table>

***p<0.01, **p<0.05, * p<0.10

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</tr>
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</tbody>
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***p<0.01, **p<0.05, * p<0.10

Note: Dependent Variable is a four point ordinal measure capturing increasing support for the Earned Income Tax Credit. Cell entries are Ordinal Logistic Regression coefficients with standard errors in parentheses. All variables are analyzed on white respondents only.