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Table A1: Models using Logged Total Incentive Spending

	(1) Δ Income Share	(2) Δ Pre-Trans. Gini	(3) Δ Post-Trans. Gini
Lagged DV	-0.7116*** (0.0834)	-0.7567*** (0.0562)	-0.7719*** (0.0586)
Δ Total Incent. Spending	0.0081 (0.0123)	-0.0001 (0.0001)	-0.0000 (0.0000)
Total Incent. Spending _{t-1}	0.0207* (0.0098)	0.0002* (0.0001)	0.0003** (0.0001)
Δ Union Membership	-0.1386 (0.1084)	-0.0008 (0.0007)	-0.0011 (0.0007)
Union Membership _{t-1}	-0.1968* (0.0946)	-0.0012 (0.0007)	-0.0018* (0.0008)
Δ GSP	13.1450* (5.2931)	0.0146 (0.0251)	0.0015 (0.0224)
GSP _{t-1}	4.0415*** (0.9871)	-0.0013 (0.0113)	0.0079 (0.0120)
Δ Unemployment Rate	-0.7795*** (0.1363)	-0.0001 (0.0009)	-0.0005 (0.0009)
Unemployment Rate _{t-1}	-0.0720 (0.0826)	0.0013 (0.0008)	0.0006 (0.0008)
Δ Govt. Ideology	-0.0037 (0.0059)	0.0000 (0.0001)	0.0000 (0.0001)
Govt. Ideology _{t-1}	-0.0099* (0.0041)	0.0000 (0.0001)	-0.0000 (0.0000)
Δ Nonwhite Pop.	0.7608** (0.2320)	-0.0005 (0.0017)	0.0010 (0.0016)
Nonwhite Pop. _{t-1}	0.1120 (0.0953)	-0.0002 (0.0009)	0.0009 (0.0008)
Δ Elderly Pop.	-0.0852* (0.0415)	0.0030*** (0.0005)	0.0010* (0.0005)
Elderly Pop. _{t-1}	-0.1581** (0.0559)	0.0026*** (0.0005)	0.0013** (0.0004)
Δ Minimum Wage	0.2577 (0.1827)	-0.0007 (0.0025)	0.0009 (0.0018)
Minimum Wage _{t-1}	0.2581 (0.1686)	-0.0036* (0.0017)	-0.0015 (0.0017)
Δ Corporate Tax Rate		-0.0002 (0.0009)	-0.0004 (0.0011)
Corporate Tax Rate _{t-1}		-0.0017*** (0.0004)	-0.0021*** (0.0005)
Δ Income Tax Rate		0.0012 (0.0013)	0.0011 (0.0014)
Income Tax Rate _{t-1}		-0.0009 (0.0014)	0.0001 (0.0015)
Δ Welfare Spending			0.0009 (0.0081)
Welfare Spending _{t-1}			-0.0110 (0.0067)
Constant	29.8394*** (3.9791)	0.3939*** (0.0319)	0.3532*** (0.0302)
N	525	525	525
adj. R2	0.50	0.47	0.40

Robust clustered standard errors in parentheses. All models estimated with state fixed effects. Bolded cells indicate change in sign or significance level from models presented in paper. ⁺ $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$.

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Table A2: Models without Demographic Variables

	(1) Δ Income Share	(2) Δ Pre-Trans. Gini	(3) Δ Post-Trans. Gini
Lagged DV	-0.6933*** (0.0703)	-0.7579*** (0.0526)	-0.7744*** (0.0575)
Δ Per Cap. Spending	-0.4601 (0.6129)	-0.0031 (0.0052)	0.0019 (0.0044)
Per Cap. Spending _{t-1}	0.5486 (0.7580)	0.0151* (0.0063)	0.0220*** (0.0044)
Δ Union Membership	-0.1277 (0.0958)	-0.0010 (0.0007)	-0.0013+ (0.0007)
Union Membership _{t-1}	-0.2000* (0.0990)	-0.0006 (0.0009)	-0.0017* (0.0009)
Δ GSP	21.0683** (6.5901)	-0.0392+ (0.0233)	-0.0089 (0.0191)
GSP _{t-1}	4.7667*** (1.2578)	-0.0144 (0.0104)	0.0094 (0.0106)
Δ Unemployment Rate	-0.4606*** (0.0830)	-0.0029** (0.0008)	-0.0020* (0.0007)
Unemployment Rate _{t-1}	0.0107 (0.0561)	0.0027*** (0.0006)	0.0013+ (0.0007)
Δ Govt. Ideology	-0.0019 (0.0058)	0.0000 (0.0001)	0.0000 (0.0000)
Govt. Ideology _{t-1}	-0.0072 (0.0049)	-0.0000 (0.0001)	-0.0000 (0.0000)
Δ Minimum Wage	0.6605** (0.2306)	-0.0050 (0.0036)	-0.0001 (0.0018)
Minimum Wage _{t-1}	0.3230+ (0.1835)	-0.0040** (0.0013)	-0.0009 (0.0015)
Δ Corporate Tax Rate		-0.0003 (0.0012)	-0.0005 (0.0012)
Corporate Tax Rate _{t-1}		-0.0020*** (0.0005)	-0.0022*** (0.0005)
Δ Income Tax Rate		0.0012 (0.0013)	0.0014 (0.0014)
Income Tax Rate _{t-1}		-0.0005 (0.0015)	0.0005 (0.0015)
Δ Welfare Spending			0.0006 (0.0081)
Welfare Spending _{t-1}			-0.0095 (0.0070)
Constant	29.1298*** (3.0169)	0.4170*** (0.0291)	0.3799*** (0.0285)
N	525	525	525
adj. R2	0.46	0.42	0.40

Robust clustered standard errors in parentheses. All models estimated with state fixed effects. Bolded cells indicate change in sign or significance level from models presented in paper. + $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$.

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Table A3: Models with Party Control of Government as Control Variable

	(1) Δ Income Share	(2) Δ Pre-Trans. Gini	(3) Δ Post-Trans. Gini
Lagged DV	-0.6949*** (0.0827)	-0.7507*** (0.0547)	-0.7719*** (0.0586)
Δ Per Cap. Incentives	-0.1843 (0.6309)	-0.0044 (0.0055)	0.0015 (0.0042)
Per Cap. Incentives _{t-1}	0.7763 (0.6982)	0.0129+ (0.0068)	0.0221*** (0.0041)
Δ Union Membership	-0.1610 (0.1106)	-0.0007 (0.0007)	-0.0010 (0.0007)
Union Membership _{t-1}	-0.2123* (0.0957)	-0.0011 (0.0007)	-0.0018* (0.0008)
Δ GSP	14.0459* (5.7588)	0.0177 (0.0250)	0.0078 (0.0227)
GSP _{t-1}	3.8225*** (0.9335)	0.0015 (0.0113)	0.0117 (0.0121)
Δ Unemployment Rate	-0.7740*** (0.1458)	-0.0000 (0.0009)	-0.0004 (0.0009)
Unemployment Rate _{t-1}	-0.0730 (0.0865)	0.0013 (0.0008)	0.0006 (0.0008)
Δ Party Control	0.8278* (0.3625)	-0.0056 (0.0049)	-0.0042 (0.0044)
Party Control _{t-1}	-0.5358+ (0.3108)	-0.0004 (0.0034)	-0.0005 (0.0032)
Δ Nonwhite Pop.	0.7695** (0.2249)	-0.0008 (0.0017)	0.0007 (0.0018)
Nonwhite Pop. _{t-1}	0.1084 (0.0927)	-0.0001 (0.0009)	0.0009 (0.0008)
Δ Elderly Pop.	-0.0715+ (0.0405)	0.0028*** (0.0006)	0.0008 (0.0006)
Elderly Pop. _{t-1}	-0.1583** (0.0574)	0.0026*** (0.0005)	0.0012** (0.0005)
Δ Minimum Wage	0.2794 (0.1814)	-0.0010 (0.0025)	0.0004 (0.0019)
Minimum Wage _{t-1}	0.2869 (0.1712)	-0.0041* (0.0017)	-0.0021 (0.0018)
Δ Corporate Tax Rate		-0.0000 (0.0009)	-0.0003 (0.0010)
Corporate Tax Rate _{t-1}		-0.0017*** (0.0005)	-0.0021*** (0.0005)
Δ Income Tax Rate		0.0015 (0.0013)	0.0015 (0.0013)
Income Tax Rate _{t-1}		-0.0012 (0.0015)	-0.0002 (0.0016)
Δ Welfare Spending			-0.0010 (0.0082)
Welfare Spending _{t-1}			-0.0109+ (0.0064)
Constant	29.0226*** (3.9760)	0.3929*** (0.0314)	0.3285*** (0.0768)
N	519	519	519
adj. R2	0.50	0.46	0.40

Robust clustered standard errors in parentheses. All models estimated with state fixed effects. Bolded cells indicate change in sign or significance from models presented in paper. ⁺ $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$

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Table A4: Models with Urbanization as a Control Variable

	(1) Δ Income Share	(2) Δ Pre-Trans. Gini	(3) Δ Post-Trans. Gini
Lagged DV	-0.7021*** (0.0819)	-0.7562*** (0.0560)	-0.7790*** (0.0600)
Δ Per Cap. Incentives	-0.2822 (0.6145)	-0.0047 (0.0053)	0.0013 (0.0041)
Per Cap. Incentives _{t-1}	0.7653 (0.6721)	0.0129+ (0.0065)	0.0222*** (0.0044)
Δ Union Membership	-0.1372 (0.1090)	-0.0008 (0.0007)	-0.0011 (0.0007)
Union Membership _{t-1}	-0.1903* (0.0939)	-0.0012 (0.0008)	-0.0019* (0.0008)
Δ GSP	13.9100* (5.4457)	0.0154 (0.0254)	0.0048 (0.0223)
GSP _{t-1}	3.9519*** (1.0104)	-0.0000 (0.0115)	0.0105 (0.0120)
Δ Unemployment Rate	-0.8033*** (0.1464)	-0.0002 (0.0010)	-0.0006 (0.0009)
Unemployment Rate _{t-1}	-0.0623 (0.0886)	0.0013 (0.0008)	0.0006 (0.0008)
Δ Govt Ideology	-0.0027 (0.0060)	0.0000 (0.0001)	0.0000 (0.0001)
Govt Ideology _{t-1}	-0.0100* (0.0042)	0.0000 (0.0001)	-0.0000 (0.0001)
Δ Nonwhite Pop.	0.8514** (0.2432)	-0.0004 (0.0020)	0.0009 (0.0018)
Nonwhite Pop. _{t-1}	0.1280 (0.1024)	-0.0002 (0.0010)	0.0008 (0.0008)
Δ Elderly Pop.	-0.0329 (0.0543)	0.0030*** (0.0007)	0.0009 (0.0006)
Elderly Pop. _{t-1}	-0.1610** (0.0585)	0.0025*** (0.0005)	0.0012* (0.0005)
Δ Minimum Wage	0.2709 (0.1779)	-0.0010 (0.0026)	0.0005 (0.0019)
Minimum Wage _{t-1}	0.2851 (0.1733)	-0.0037* (0.0018)	-0.0017 (0.0018)
Δ Corporate Tax Rate		-0.0002 (0.0009)	-0.0004 (0.0010)
Corporate Tax Rate _{t-1}		-0.0016** (0.0005)	-0.0021*** (0.0005)
Δ Income Tax Rate		0.0012 (0.0013)	0.0011 (0.0014)
Income Tax Rate _{t-1}		-0.0011 (0.0015)	-0.0000 (0.0015)
Δ Welfare Spending			-0.0002 (0.0081)
Welfare Spending _{t-1}			-0.0114+ (0.0065)
Δ Urbanization	-0.2943* (0.1275)	-0.0001 (0.0017)	0.0002 (0.0015)
Urbanization _{t-1}	-0.0728 (0.0940)	-0.0001 (0.0012)	0.0003 (0.0010)
Constant	34.1870*** (6.9990)	0.3996*** (0.0810)	0.3347*** (0.0754)

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N	525	525	525
adj. R2	0.50	0.46	0.40

Robust clustered standard errors in parentheses. All models estimated with state fixed effects. Bolded cells indicate change in sign or significance from models presented in paper. ⁺ $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$

Table A5: Autoregressive Distributed Lag Model

	(1) Income Share	(2) Pre-Trans. Gini	(3) Post-Trans. Gini
Per Cap. Incentives $t-1$	1.2847 (0.9124)	0.0192*** (0.0051)	0.0214*** (0.0041)
Per Cap. Incentives $t-2$	1.6165 (1.0181)	0.0055 (0.0159)	0.0065 (0.0122)
Per Cap. Incentives $t-3$	1.3004 (1.7401)	-0.0059 (0.0104)	-0.0054 (0.0082)
Per Cap. Incentives $t-4$	1.2493 (1.0122)	0.0016 (0.0108)	-0.0047 (0.0074)
Per Cap. Incentives $t-5$	2.0335 (1.5324)	-0.0129 (0.0169)	-0.0094 (0.0128)
Constant	45.6608*** (0.1208)	0.5011*** (0.0012)	0.4494*** (0.0004)
N	336	336	336
adj. R2	0.05	0.03	0.05

Robust clustered standard errors in parentheses. ⁺ $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$

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Table A6: Two-Way Fixed Effects Models with Lagged IVs

	(1) Income Share	(2) Pre-Trans. Gini	(3) Post-Trans. Gini
Lagged DV	0.2708* (0.1090)	0.2429*** (0.0525)	0.2480*** (0.0530)
Per Cap. Incentives	0.2943 (0.4494)	0.0129* (0.0054)	0.0148* (0.0061)
Union Membership	-0.0747 (0.0836)	-0.0007 (0.0007)	-0.0006 (0.0006)
GSP	3.2489* (1.3656)	-0.0010 (0.0105)	0.0079 (0.0111)
Unemployment Rate	0.3149*** (0.0803)	0.0033*** (0.0009)	0.0023* (0.0009)
Govt Ideology	-0.0031 (0.0041)	0.0000 (0.0000)	-0.0000 (0.0000)
Nonwhite Population	-0.1520 (0.0967)	0.0009 (0.0008)	0.0005 (0.0009)
Elderly Population	0.1010 (0.1673)	0.0048** (0.0014)	0.0044** (0.0015)
Minimum Wage	0.0725 (0.1225)	-0.0010 (0.0014)	-0.0011 (0.0015)
Corporate Tax Rate		-0.0014** (0.0005)	-0.0015** (0.0005)
Income Tax Rate		-0.0023+ (0.0012)	-0.0019 (0.0014)
Welfare Spending			
Constant	33.0610*** (6.8513)	0.3298*** (0.0281)	0.2956*** (0.0288)
State Fixed Effects	YES	YES	YES
Year Fixed Effects	YES	YES	YES
N	549	549	549
adj. R2	0.63	0.36	0.21

Robust clustered standard errors in parentheses. All independent variables lagged one-time period. + $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$

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Table A7: Two-Way Fixed Effects Models (Difference in Differences)

	(1) Income Share	(2) Pre-Trans. Gini	(3) Post-Trans. Gini
Lagged DV	0.3564** (0.1111)	0.2429*** (0.0525)	0.2480*** (0.0530)
Per Cap. Incentives	-0.2660 (0.3384)	-0.0083+ (0.0043)	-0.0058 (0.0051)
Union Membership	-0.0252 (0.0809)	-0.0012 (0.0007)	-0.0009 (0.0007)
GSP	2.4213** (0.8840)	0.0019 (0.0087)	0.0081 (0.0097)
Unemployment Rate	0.0047 (0.1047)	0.0036*** (0.0008)	0.0025** (0.0007)
Govt Ideology	-0.0033 (0.0039)	0.0000 (0.0000)	-0.0000 (0.0000)
Nonwhite Population	-0.1038 (0.1041)	0.0000 (0.0010)	-0.0004 (0.0010)
Elderly Population	0.1209 (0.1752)	0.0055** (0.0018)	0.0043* (0.0018)
Minimum Wage	0.1394 (0.1312)	0.0003 (0.0017)	-0.0000 (0.0017)
Corporate Tax Rate		-0.0010* (0.0004)	-0.0010+ (0.0006)
Income Tax Rate		-0.0011 (0.0018)	-0.0012 (0.0020)
Welfare Spending			-0.0003 (0.0076)
Constant	28.2760*** (6.1402)	0.3143*** (0.0309)	0.2969*** (0.0387)
State Fixed Effects	YES	YES	YES
Year Fixed Effects	YES	YES	YES
N	568	568	568
adj. R2	0.64	0.36	0.21

Robust clustered standard errors in parentheses. + $p < .1$, * $p < .05$, ** $p < .01$, *** $p < .001$