Appendix: Sampling Variability

Estimates based on sample data differ from the figures that would have been obtained had all, rather than a sample, of the records been used. These differences are termed sampling variability. The standard error is a measure of the sampling variability; that is, the variation that occurs by chance because a sample is used. The standard error is used to describe confidence intervals. The confidence interval represents the extent to which the sample results can be relied upon to describe the results that would have occurred if the entire population (universe) had been used for data compilation rather than the sample.

In about 68 percent of all probability samples with the same selection criteria, the universe value will be included in the interval from one standard error below to one standard error above the sample estimate. Similarly, about 95 percent of all possible samples will give estimates within two standard errors, and about 99 percent will give estimates within two and one-half standard errors.

Tables A-1 and A-2 provide approximations of standard errors of estimates shown in this report. Table A-1 presents approximations of standard errors for the estimated number of recipients from the 1 percent and 10 percent sample files. Table A-2 represents approximation of standard errors for the estimated percentage of persons from the 1 percent and 10 percent files. Linear interpolation may be used to obtain values not specifically shown.

Table A-1.

Approximations of standard errors of estimated number of persons

Size of estimate (inflated)	Standard error					
1 percent file						
500 1,000 2,500 5,000 7,500 10,000 25,000 50,000 75,000 100,000 250,000 500,000 750,000 1,000,000 5,000,000 10,000,000 5,000,000 50,000,000 50,000,000 55,000,000 75,000,000	250 300 500 800 900 1,100 1,700 2,400 3,000 3,400 5,400 7,800 9,600 11,100 25,800 36,900 57,700 76,100 82,900					
10 percent file						
100 500 1,000 5,000 10,000 50,000 100,000 500,000 1,000,000 2,000,000 3,000,000 5,000,000 10,000,000 20,000,000	30 70 100 225 300 700 1,000 2,200 3,200 4,300 5,300 6,500 8,500 9,300					

Table A-2.
Approximations of standard errors of estimated percentage of persons from 1 percent and 10 percent files

	Estimated percentage					
Size of base (inflated)	2 or 98	5 or 95	10 or 90	25 or 75	50	
	1 percent file					
1,000 10,000 50,000 100,000 500,000 1,000,000 5,000,000 10,000,000 50,000,000	4.7 1.5 0.7 0.5 0.2 0.1 0.1 a	7.3 2.3 1.0 0.7 0.3 0.2 0.1 0.1 a	10.1 3.2 1.4 1.0 0.4 0.3 0.1 0.1	14.5 4.6 2.1 1.5 0.7 0.5 0.2 0.2	16.8 5.3 2.4 1.7 0.8 0.5 0.2 0.2	
, ,	10 percent file					
500 1,000 2,500 10,000 50,000 100,000 500,000 1,000,000 5,000,000 10,000,000 50,000,000	1.9 1.3 0.8 0.4 0.2 0.1 a a a	3.0 2.1 1.3 0.6 0.3 0.2 0.1 0.1 a	4.1 2.9 1.8 0.9 0.4 0.3 0.1 0.1 a	5.9 4.1 2.6 1.3 0.6 0.4 0.2 0.1 a	6.8 4.8 3.0 1.5 0.7 0.5 0.2 0.2 0.1 a	

a. Less than 0.05 percent.