

Washington State Institute for Public Policy Benefit-Cost Results

Home Instruction for Parents of Preschool Youngsters (HIPPY) Public Health & Prevention: Home- or Family-based

Benefit-cost estimates updated December 2023. Literature review updated August 2017.

Current estimates replace old estimates. Numbers will change over time as a result of model inputs and monetization methods.

The WSIPP benefit-cost analysis examines, on an apples-to-apples basis, the monetary value of programs or policies to determine whether the benefits from the program exceed its costs. WSIPP's research approach to identifying evidence-based programs and policies has three main steps. First, we determine "what works" (and what does not work) to improve outcomes using a statistical technique called meta-analysis. Second, we calculate whether the benefits of a program exceed its costs. Third, we estimate the risk of investing in a program by testing the sensitivity of our results. For more detail on our methods, see our Technical Documentation.

Program Description: The Home Instruction for Parents of Preschool Youngsters (HIPPY) program provides regular home visits and group sessions to parents with limited education. Parents of threeto five-year old children are invited to participate. The goal of HIPPY is to assist parents in preparing their children for school. Peer parent educators deliver a school readiness curriculum to parents during 30 home visits throughout an academic year and facilitate regular parent community group sessions. Parents are instructed to work daily with their own child. For the studies included in this analysis families were intended to receive 60 lessons over two years and on average received approximately 80% of the intended lessons.

Benefit-Cost Summary Statistics Per Participant							
Benefits to:							
Taxpayers	\$2,319	Benefit to cost ratio	\$1.52				
Participants	\$4,095	Benefits minus costs	\$2,458				
Others	\$2,854	Chance the program will produce					
Indirect	(\$2,054)	benefits greater than the costs	52%				
Total benefits	\$7,213						
Net program cost	(\$4,755)						
Benefits minus cost	\$2,458						

The estimates shown are present value, life cycle benefits and costs. All dollars are expressed in the base year chosen for this analysis (2022). The chance the benefits exceed the costs are derived from a Monte Carlo risk analysis. The details on this, as well as the economic discount rates and other relevant parameters are described in our Technical Documentation.

Meta-Analysis of Program Effects											
Outcomes measured	Treatment age	No. of effect sizes	Treatment N	Adjusted effect sizes and standard errors used in the benefit-cost analysis						Unadjusted effect size (random effects	
				First time ES is estimated			Second time ES is estimated			model)	
				ES	SE	Age	ES	SE	Age	ES	p-value
K-12 grade repetition	4	1	66	0.000	0.164	14	0.000	0.164	14	0.000	1.000
K-12 special education	4	1	66	0.000	0.164	14	0.000	0.164	14	0.000	1.000
Test scores	4	5	295	0.096	0.079	6	0.038	0.087	17	0.096	0.229
Preschool test scores [^]	4	3	185	0.286	0.183	5	n/a	n/a	n/a	0.286	0.119
Externalizing behavior symptoms	4	1	90	-0.296	0.132	7	-0.163	0.106	10	-0.296	0.025

[^]WSIPP's benefit-cost model does not monetize this outcome.

Meta-analysis is a statistical method to combine the results from separate studies on a program, policy, or topic in order to estimate its effect on an outcome. WSIPP systematically evaluates all credible evaluations we can locate on each topic. The outcomes measured are the types of program impacts that were measured in the research literature (for example, crime or educational attainment). Treatment N represents the total number of individuals or units in the treatment group across the included studies.

An effect size (ES) is a standard metric that summarizes the degree to which a program or policy affects a measured outcome. If the effect size is positive, the outcome increases. If the effect size is negative, the outcome decreases.

Adjusted effect sizes are used to calculate the benefits from our benefit cost model. WSIPP may adjust effect sizes based on methodological characteristics of the study. For example, we may adjust effect sizes when a study has a weak research design or when the program developer is involved in the research. The magnitude of these adjustments varies depending on the topic area.

WSIPP may also adjust the second ES measurement. Research shows the magnitude of some effect sizes decrease over time. For those effect sizes, we estimate outcome-based adjustments which we apply between the first time ES is estimated and the second time ES is estimated. We also report the unadjusted effect size to show the effect sizes before any adjustments have been made. More details about these adjustments can be found in our Technical Documentation.

	Detailed Monet	arv Benefit Es	timates Per Pa	nrticipant			
Affected outcome:	Resulting benefits: ¹	Benefits accrue to:					
		Taxpayers	Participants	Others ²	Indirect ³	Total	
Externalizing behavior symptoms	Criminal justice system	\$90	\$0	\$204	\$45	\$339	
Test scores	Labor market earnings associated with test scores	\$1,671	\$3,937	\$2,075	\$0	\$7,683	
K-12 grade repetition	K-12 grade repetition	\$0	\$0	\$0	\$0	\$0	
K-12 special education	K-12 special education	\$0	\$0	\$0	\$0	\$1	
Externalizing behavior symptoms	Health care associated with externalizing behavior symptoms	\$557	\$157	\$575	\$279	\$1,568	
Program cost	Adjustment for deadweight cost of program	\$0	\$0	\$0	(\$2,377)	(\$2,377)	
Totals		\$2,319	\$4,095	\$2,854	(\$2,054)	\$7,213	

¹In addition to the outcomes measured in the meta-analysis table, WSIPP measures benefits and costs estimated from other outcomes associated with those reported in the evaluation literature. For example, empirical research demonstrates that high school graduation leads to reduced crime. These associated measures provide a more complete picture of the detailed costs and benefits of the program.

²"Others" includes benefits to people other than taxpayers and participants. Depending on the program, it could include reductions in crime victimization, the economic benefits from a more educated workforce, and the benefits from employer-paid health insurance.

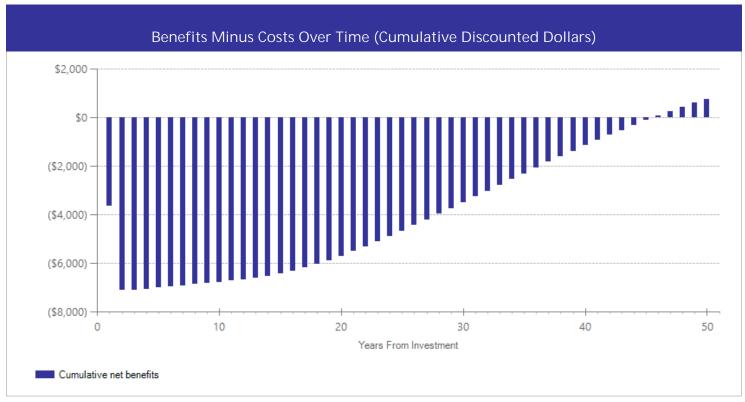
³"Indirect benefits" includes estimates of the net changes in the value of a statistical life and net changes in the deadweight costs of taxation.

Detailed Annual Cost Estimates Per Participant Appual cost Vear dollars Summary

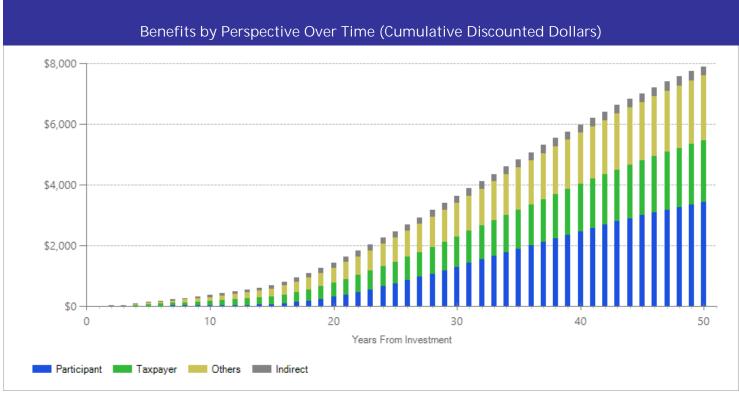
	Ailiuai cost	real dollars	Summary	
Program costs	\$2,050	2016	Present value of net program costs (in 2022 dollars)	(\$4,755)
Comparison costs	\$0	2016	Cost range (+ or -)	20%

The average annual per-participant cost estimate retrieved from HIPPY USA is based on 30 home visits per family and regular group sessions over a one-year period with a program size of 120 families per year (https://www.hippyusa.org/site/assets/files/1048/start_up_manual_2016.pdf). Cost will vary depending on program size, with larger programs having a lower cost per child. This cost includes staff salaries, training and technical assistance, license and affiliation, program development, curriculum materials, and other direct costs. We applied this cost to the weighted average number of visits (24 per year) received by participants in these studies.

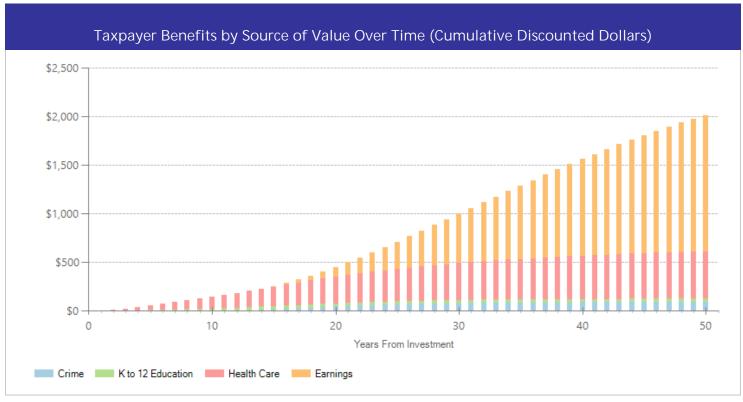
The figures shown are estimates of the costs to implement programs in Washington. The comparison group costs reflect either no treatment or treatment as usual, depending on how effect sizes were calculated in the meta-analysis. The cost range reported above reflects potential variation or uncertainty in the cost estimate; more detail can be found in our Technical Documentation.



The graph above illustrates the estimated cumulative net benefits per-participant for the first fifty years beyond the initial investment in the program. We present these cash flows in discounted dollars. If the dollars are negative (bars below \$0 line), the cumulative benefits do not outweigh the cost of the program up to that point in time. The program breaks even when the dollars reach \$0. At this point, the total benefits to participants, taxpayers, and others, are equal to the cost of the program. If the dollars are above \$0, the benefits of the program exceed the initial investment.



The graph above illustrates the breakdown of the estimated cumulative benefits (not including program costs) per-participant for the first fifty years beyond the initial investment in the program. These cash flows provide a breakdown of the classification of dollars over time into four perspectives: taxpayer, participant, others, and indirect. "Taxpayers" includes expected savings to government and expected increases in tax revenue. "Participants" includes expected increases in earnings and expenditures for items such as health care and college tuition. "Others" includes benefits to people other than taxpayers and participants. Depending on the program, it could include reductions in crime victimization, the economic benefits from a more educated workforce, and the benefits from employer-paid health insurance. "Indirect benefits" includes estimates of the changes in the value of a statistical life and changes in the deadweight costs of taxation. If a section of the bar is below the \$0 line, the program is creating a negative benefit, meaning a loss of value from that perspective.



The graph above focuses on the subset of estimated cumulative benefits that accrue to taxpayers. The cash flows are divided into the source of the value.

Citations Used in the Meta-Analysis

Baker, A.J.L., C.S. Piotrkowski, J. Brooks-Gunn. (1999). The Home Instruction Program for Preschool Youngsters (HIPPY). Future of Children, 9,116-133 Eldering, L., & Vedder, P. (1999). The Dutch experience with the home intervention program for preschool youngsters (HIPPY). Effective Early Education: Cross-Cultural Perspectives. New York: Falmer.

Kagitcibasi, C., Sunar, D., & Bekman, S. (2001). Long-term effects of early intervention: Turkish low-income mothers and children. *Journal of Applied Developmental Psychology*, 22(4), 333-361.

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Washington State Institute for Public Policy

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