

#### Module 1: Introduction to the

<u>课程</u> > Course

> Introductory Lecture > Data Can Be Deceitful, Part II - Quiz

# Data Can Be Deceitful, Part II - Quiz

## Question 1

0.0/1.0 point (graded)

Positive externalities of education refer to "spillover" benefits of education above and beyond the direct benefits of children receiving an education. Which of the following are examples of positive externalities of education? (Check all that apply)

- ✓ As parents, individuals who were better educated as children may make better health and nutrition choices for their children
   ✓ Better-educated children achieve higher scores on nationwide, standardized tests
   □ Better-educated children earn more income as adults
  - ☑ Better-educated children that become politicians or businesspeople may choose to enact policies or create business that help their broader community 
    ✓

#### **Explanation**

Better scores and higher income earned are examples of direct effects of education, and hence are not considered to be positive externalities of education. One example of a positive benefit of education would be if parents that were highly educated children make better health and nutrition choices for their children, in turn positively investing in the next generation as a result. Better-educated children that become politicians or businesspeople as adults may create policies or businesses that better help their communities, another potential spillover benefit of education beyond the direct impact on the child's educational and occupational outcomes themselves.

提交

你已经尝试了0次(总共可以尝试2次)

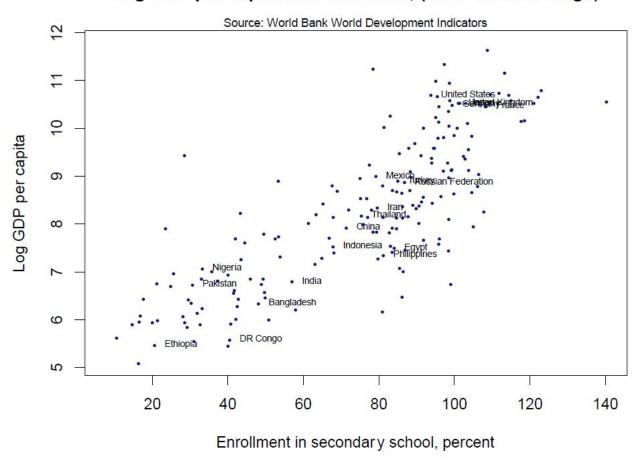
**1** Answers are displayed within the problem

## Question 2

0.0/1.0 point (graded)

The graph below shows that GDP per capita and education levels are highly correlated. One interpretation of this could be that higher education causes higher GDP per capita. Which of the following are discussed as reasons that we may be hesitant to conclude that education causes higher incomes? (Check all that apply)

### Log GDP per capita and education, (2000-2012 average)



- ☑ Hidden or omitted variables: There is a third factor that increases education and income which is not accounted for here ✓
- Measurement error: One of the variables is inaccurately measured, or measured in such a way that is not comparable across countries
- ☑ Reverse causality: Higher incomes cause higher education, rather than the other way around ✓
- ✓ Heterogeneity: Countries differ on many dimensions and we cannot compare outcomes like GDP per capita or education levels across countries.

#### **Explanation**

Reverse causality and hidden/omitted variables are discussed in class as reasons that we should use caution before concluding that higher education leads to higher GDP. There could be other third factors that contribute to higher incomes as well as higher education levels which are not included in this simplistic model. There could also be some reverse correlation at play, where it is not necessarily the case that higher education leads to higher income, but rather than higher levels of income lead to higher education levels. In this example of outcomes as complex as national GDP per capita and education levels, there are likely many interrelated factors and interactions at play beyond what is included in this simplistic model.

提交

你已经尝试了0次(总共可以尝试2次)

**1** Answers are displayed within the problem

讨论

显示讨论

主题: Module 1 / Data Can Be Deceitful, Part II - Quiz