# Problem Set 3 - Applied Stats/Quant Methods 1

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#### Data

```
dat = read_csv("../../datasets/incumbents_subset.csv")
```

# Question 1

We are interested in knowing how the difference in campaign spending between incumbent and challenger affects the incumbent's vote share.

1. A linear regression was run where the outcome variable was **voteshare** and the explanatory variable was **difflog**. The function call to generate the model is:

```
1 \mod_{\text{vote\_spend}} \leftarrow \lim_{\text{voteshare}} \text{ difflog }, \text{ data} = \text{dat})
```

The results are in Table 1.

- 2. The scatterplot of the two variables, with the regression line is in Figure 1.
- 3. The residuals from the model were saved as a separate object.

```
resid_vote_spend <- mod_vote_spend$residuals</pre>
```

4. Prediction Equation

$$voteshare = 0.579031 + (0.041666) * difflog$$

voteshare is 0.579031 when difflog is 0 and it increases by 0.041666 for each unit increase in difflog, ie the share of the vote received by the incumbent increased when they outspent the challenger. For example, if the difference between the incumbent's spending and the challengers spending is  $0.57008707 = x_1$ , the predicted voteshare for the incumbent is  $\hat{y} = 0.579031 + (0.041666) * 0.57008707 = 0.6027842$ ; the difference between the actual value  $(y_1)$  and  $\hat{y}$ , is  $\epsilon_1 = -0.004228$ .

Table 1: Vote share as a function of Differental Spending

	Dependent variable:	
	voteshare	
difflog	0.041666***	
Ü	(0.000968)	
Constant	0.579031***	
	(0.002251)	
Observations	3,193	
$\mathbb{R}^2$	$0.3\overline{67341}$	
Adjusted R <sup>2</sup>	0.367143	
Residual Std. Error	0.078673 (df = 3191)	
F Statistic	$1,852.791000^{***} (df = 1; 3191)$	
Note:	*p<0.1; **p<0.05; ***p<0.01	

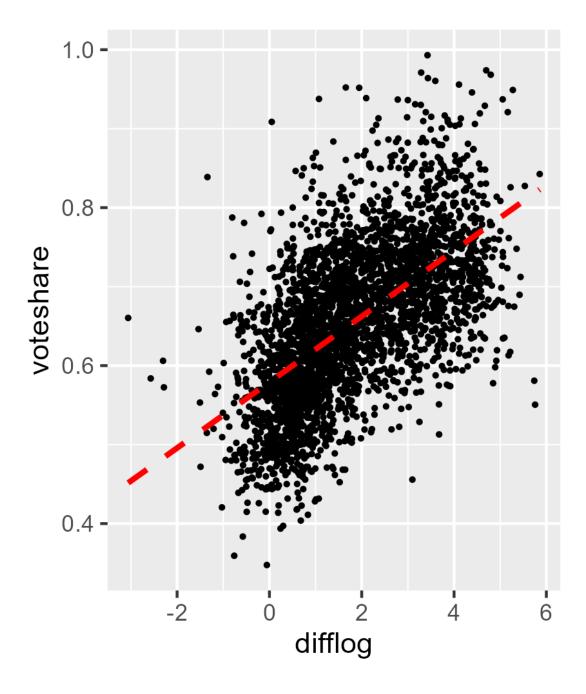


Figure 1: Incumbent's vote share as a function of differental spending

We are interested in knowing how the difference between incumbent and challenger's spending and the vote share of the presidential candidate of the incumbent's party are related.

1. A linear regression was run where the outcome variable was presvote and the explanatory variable was difflog.

The function call to generate the model is:

```
#1. # line in tex 149
```

The results are in table 2

- 2. Scatterplot of the two variables, with the regression line in Figure 2.
- 3. The residuals from the model were saved as a separate object.

```
1 #3. line in tex 159
```

4. Prediction Equation

$$presvote = 0.507583 + (0.023837) * difflog$$

presvote is 0.507583 when difflog is 0, and it increases by 0.023837 for each unit increase in difflog (ie the share of the vote received by the incumbent's presidential candidate increased when the incumbent outspent the challenger.)

Table 2: Presidential vote share as a function of Differental Spending

	Dependent variable:	
	presvote	
difflog	0.023837***	
	(0.001359)	
Constant	0.507583***	
	(0.003161)	
Observations	3,193	
$\mathbb{R}^2$	0.087951	
Adjusted R <sup>2</sup>	0.087665	
Residual Std. Error	0.110442  (df = 3191)	
F Statistic	$307.715400^{***} (df = 1; 3191)$	
Note:	*p<0.1; **p<0.05; ***p<0.01	

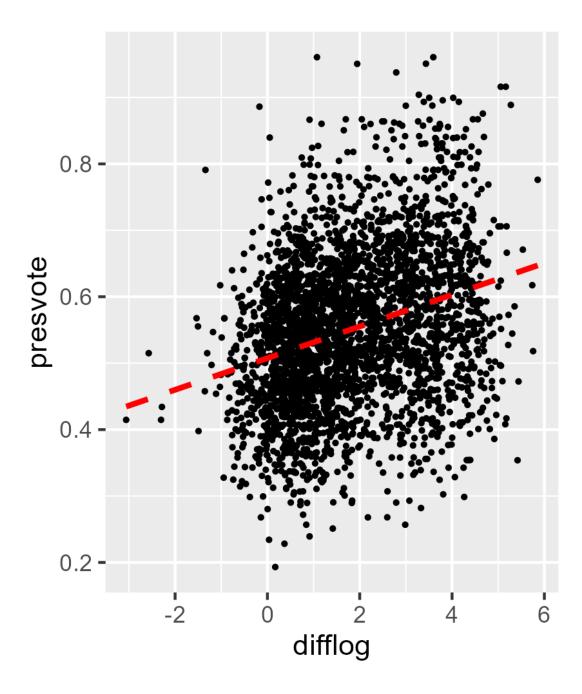


Figure 2: Presidential vote share as a function of incumbent's differental spending

We are interested in knowing how the vote share of the presidential candidate of the incumbent's party is associated with the incumbent's electoral success.

1. A linear regression was run where the outcome variable was voteshare and the explanatory variable was presvote.

The function call to generate the model is:

```
#1. # line in tex 204
```

and the results are in Table 3

- 2. Scatterplot of the two variables, with the regression line in Figure 3.
- 3. Prediction Equation

$$voteshare = 0.441330 + (0.388018) * presvote$$

voteshare is 0.441330 when presvote is 0 and it increases by 0.388018 for each unit increase in presvote, ie the incumbent's share of the vote increased when their presidential candidate received a higher share of the vote.

Table 3: Vote share as a function of Presidential vote share

	$Dependent\ variable:$	
	voteshare	
presvote	0.388018***	
-	(0.013493)	
Constant	0.441330***	
	(0.007599)	
Observations	3,193	
$\mathbb{R}^2$	0.205814	
Adjusted $R^2$	0.205565	
Residual Std. Error	0.088146 (df = 3191)	
F Statistic	$826.950200^{***} (df = 1; 3191)$	
Note:	*p<0.1; **p<0.05; ***p<0.01	

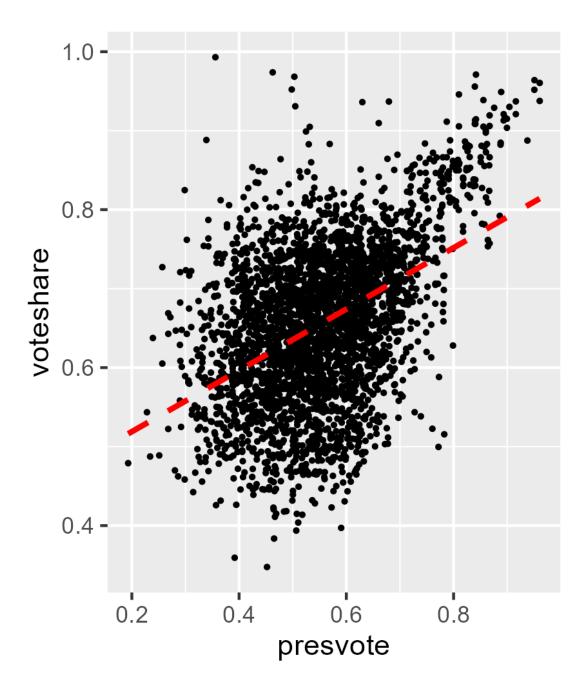


Figure 3: Incumbent vote share as a function of presidential vote share

The residuals from Question 1 tell us how much of the variation in voteshare is *not* explained by the difference in spending between incumbent and challenger. The residuals in Question 2 tell us how much of the variation in presvote is *not* explained by the difference in spending between incumbent and challenger in the district.

1. A linear regression was run where the outcome variable was the residuals from Question 1 and the explanatory variable was the residuals from Question 2.

The function call to generate the model is:

```
#1. # line in tex 258-259

resid_dat = tibble(resid_pres_spend, resid_vote_spend)
```

and the results are in Table 4.

- 2. Scatterplot of the two sets of residuals, with the regression line in Figure 4.
- 3. Prediction Equation

```
voteshare residuals = -5.207e - 18 + (0.2569) * presvote residuals
```

The voteshare residual value is 0 when presvote residual value is 0; it increases by 0.2569 for each unit increase in presvote residuals

The value of the incumbent vote share not accounted for by the difference in incumbent spending increases by 0.2569 for each unit increase in the value of the factors which cause an increase in presidential vote share, excluding incumbent spending.

Table 4: Incumbent's vote share residuals as a function of Presidential vote share residuals

	$Dependent\ variable:$	
	resid_vote_spend	
resid_pres_spend	0.256877***	
	(0.011762)	
Constant	-0.000000	
	(0.001299)	
Observations	3,193	
$\mathbb{R}^2$	0.130038	
Adjusted R <sup>2</sup>	0.129765	
Residual Std. Error	0.073380  (df = 3191)	
F Statistic	$476.974700^{***} (df = 1; 3191)$	
Note:	*p<0.1; **p<0.05; ***p<0.01	

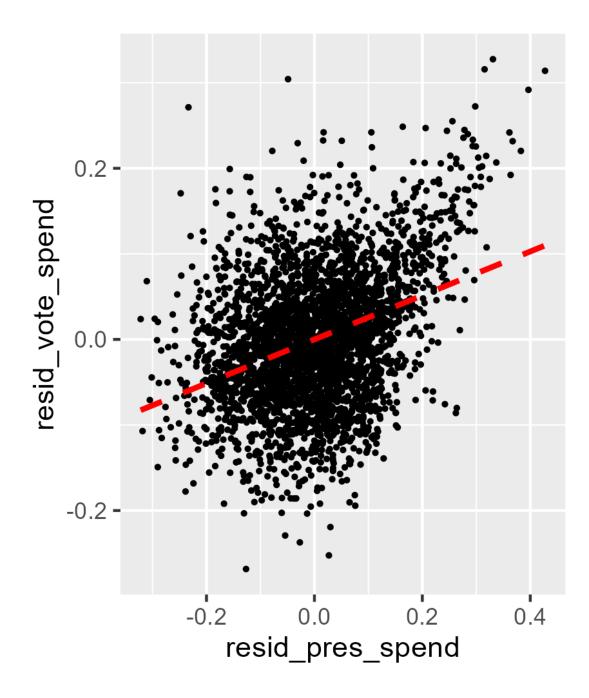


Figure 4: Incumbent's vote share residuals as a function of Presidential vote share residuals

What if the incumbent's vote share is affected by both the president's popularity and the difference in spending between incumbent and challenger?

1. A linear regression was run where the outcome variable was voteshare and the explanatory variables were presvote and difflog.

The function call to generate the model is:

```
1 #1. # line in tex 326
```

The results of the linear model are in Table 5(1).

The additional variables are plotted in Figure 5.<sup>1</sup>

2. Prediction Equation

```
voteshare = 0.4486442 + (0.0355431) * difflog + (0.2568770) * presvote
```

voteshare is 0.4486442 when difflog and presvote are 0; it increases by 0.0355431 for each unit increase in difflog (holding presvote constant); it increases by 0.2568770 for each unit increase in presvote (holding difflog constant).

3. The coefficient for residual presidential vote share in Q4 is the same as the coefficient for presidential vote share in Q5, ie 0.256877, ie the slope of the regression line in Figure 4 is the same as the slope in the first graph in Figure 5.

In model 5, the coefficient for presvote is a partial predictor, with difflog held constant. The residuals from model 2 represent the variation in the value of the presidential vote, excluding difflog (which was specifically accounted for as a predictor). In both models, we are getting a predictive value for voteshare based on presvote, with difflog excluded/controlled.

<sup>&</sup>lt;sup>1</sup>https://stackoverflow.com/questions/59150905/is-there-a-ggplot2-analogue-to-the-avplots-function-in-r

Table 5: Vote share as a function of Presidential vote share and differential spending

	Dependent variable:		
	voteshare	resid_vote_spend	
	(1)	(2)	
presvote	0.256877***		
-	(0.011764)		
difflog	0.035543***		
	(0.000946)		
resid_pres_spend		0.256877***	
1 1		(0.011762)	
Constant	0.448644***	-0.000000	
	(0.006330)	(0.001299)	
Observations	3,193	3,193	
$R^2$	0.449610	0.130038	
Adjusted $R^2$	0.449265	0.129765	
Residual Std. Error	0.073391  (df = 3190)	0.073380  (df = 3191)	
F Statistic	$1,302.947000^{***} \text{ (df} = 2; 3190)$	$476.974700^{***} (df = 1; 319)$	
7. T		* 0.1 ** 0.0° *** 0.0°	

Note:

\*p<0.1; \*\*p<0.05; \*\*\*p<0.01

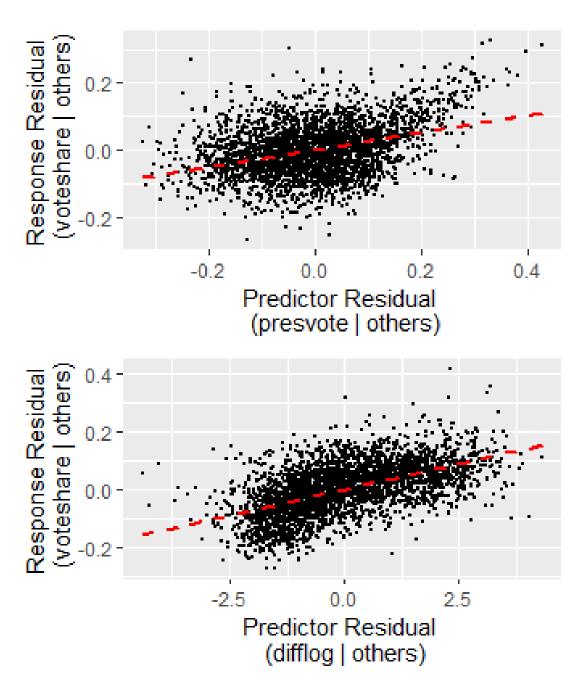


Figure 5: Added variable plots for differential spending and presidential vote share

Appendix - Code Code in PS03\_ImeldaFinn.R