# Noise-Induced Randomization in Regression Discontinuity Designs

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#### Outline

1 Introduction

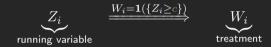
Introduction



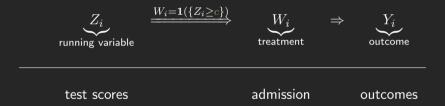


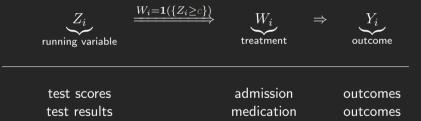












For potential outcomes  $\{Y_i(0), Y_i(1)\}$ :  $Y_i = Y_i(W_i)$ , a weighted causal effect can be identified as

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Sai Zhang Eckles et al., 2020

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- $\blacksquare$  the conditional response functions  $\mu_w(z) = \mathbb{E}[Y(w) \mid Z=z]$  are continuous
- $\mu_w(z)$  to have a uniformly bounded 2nd derivative for Cls (Armstrong and Kolesár, 2018, 2020)

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# RD Identification: Problems of Continuity Argument

Assumption: continuous  $\mu_w(z) = \mathbb{E}\left[Y(w) \mid Z=z\right]$ 

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Where does this continuity come from?

Lee (2008): continuous measurement error in the running variable by units



$$Z_i$$
running variable

$$W_i=\mathbf{1}(\{Z_i\geq c\})$$



$$\Rightarrow$$

$$Y_i$$
 outcome

test scores test results admission medication

outcomes outcomes

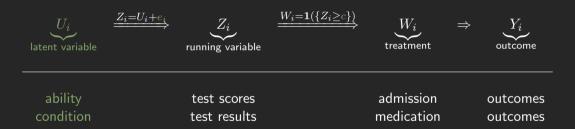




ability condition

test scores test results admission medication

outcomes outcomes



Why don't we take advantage of the <u>measurement error</u> itself for inference?

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# This Paper

$$U_i$$
  $\xrightarrow{Z_i = U_i + e_i}$   $Z_i$   $\xrightarrow{W_i = \mathbf{1}(\{Z_i \ge c\})}$   $W_i$   $\Rightarrow$   $Y_i$  outcome treatment outcome.

Weighted treatment effects can be estimated if the measurement error in  $Z_i$ 

# This Paper

$$U_i$$
  $\stackrel{Z_i=U_i+e_i}{\Longrightarrow}$   $U_i$   $\stackrel{W_i=1(\{Z_i\geq c\})}{\Longrightarrow}$   $U_i$   $\Longrightarrow$   $U_i$   $\Longrightarrow$   $U_i$  outcome

Weighted treatment effects can be estimated if the measurement error in  $Z_i$ 

■ has a known distribution

# This Paper

$$U_i$$
  $\stackrel{Z_i-U_i+U_i}{\Longrightarrow}$   $Z_i$   $\stackrel{W_i-Y_i}{\Longrightarrow}$   $W_i$   $\Rightarrow$   $Y_i$  outcome latent variable running variable

Weighted treatment effects can be estimated if the measurement error in  $Z_i$ 

- has a known distribution
- $\blacksquare$  is conditionally (on  $U_i$ ) independent of potential outcomes

#### References L

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# Thank you!