Unraveling the Dynamics of Clearance Rates and Crime Incidence: An In-Depth Examination Across Canadian Provinces

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1 Executive Summary

This research endeavors to delve into the intricate relationship between the rates at which criminal cases are resolved (clearance rates) and the incidence of crimes (crime rates), providing fresh insights and challenging established criminological paradigms. Spanning from the year 2000 to 2021 across various provinces in Canada, the study draws inspiration from Becker's seminal work on crime theory and responds to recent shifts in the emphasis of quantitative studies in the field, exemplified by the research conducted by Curry et al. 2

The independent regression analyses for property and violent crime rates unveil intricate dynamics in their relationship. Significantly, a noticeable negative correlation is observed between property crime rates and the effectiveness in resolving nonviolent offenses. This correlation becomes more pronounced with the inclusion of the count of law enforcement personnel relative to the overall population. These findings imply a nuanced approach to addressing distinct categories of criminal activities, emphasizing the importance of targeted interventions and strategic resource allocation.

Unexpected findings include a positive association between government transfers per person, adjusted for specific conditions, and the rates of property crimes, shedding light on potential unintended consequences. Policymakers are urged to critically evaluate the conditional nature of these transfers to mitigate potential adverse effects on low-income individuals. Similar patterns are observed in the context of violent crimes, where the number of law enforcement personnel relative to the overall population exhibits a statistically significant and negative impact, contradicting existing research findings from Curry et al. [2]

The subsequent analysis, which incorporates historical clearance rates and utilizes advanced statistical techniques to address potential biases, enhances the robustness of the results. The instrumental variable regressions underscore a substantial negative association between clearance rates and property crimes, emphasizing the imperative for policies that enhance the efficiency of resolving such crimes. Recommendations include strategic investments in law enforcement training and technology.

This study goes beyond academic exploration, carrying immediate implications for decisionmakers across diverse sectors, such as policymakers, law enforcement agencies, and our overall comprehension of crime dynamics. It fills crucial gaps in our understanding of the criminal justice system, impacting decisions related to resource allocation and adding to the conversation about public trust in law enforcement. In summary, this study navigates the potential negative correlation between the effectiveness of clearing criminal cases and the incidence of crimes, offering profound insights with far-reaching consequences for policy, resource allocation, and our broader understanding of crime.

2 Introduction

In criminology, Becker's foundational theory delineates a rational decision-making process for potential criminals, where the probability of apprehension, or the likelihood of getting caught, is a crucial component. Potential criminals assess the risk of being apprehended, considering it a cost associated with engaging in illegal activities. By incorporating this probability into the analysis, researchers can empirically examine its impact on criminal behavior, aligning with the rational choice framework outlined in Becker's theory.

While past empirical studies traditionally used police-reported clearance rates to assess the probability of apprehension, recent econometric investigations have shifted focus toward exploring the impact of the number of police officers on crime. Despite insights garnered from research on police force size, a significant gap persists in understanding the specific relationship between clearance rates, a direct measure of the criminal justice system's efficacy, and crime rates. This statement of the problem underscores the imperative to revisit and comprehensively investigate the correlation between clearance rates and crime rates.

Our research endeavors to bridge this gap by delving into the nuanced dynamics defining the relationship, aiming to offer valuable insights for criminological theory and policy formulation. The correlation between clearance rates and crime rates has been a central theme in criminological research, with conventional wisdom asserting that higher clearance rates lead to lower crime rates. Building upon the groundwork laid by Curry et al.'s seminal work [2], this research seeks to deepen our understanding of the intricate interplay between clearance rates and crime rates. Utilizing updated data spanning from 2000 to 2021 across Canadian provinces, the study aims to contribute new perspectives to the ongoing discourse on the subject.

In undertaking this research endeavor, our approach is anchored in an attempt to replicate and extend the model presented in Curry et al.'s influential paper. 2 We collect panel data spanning Canadian provinces from 2000 to 2021, encompassing key variables such as property crime rate, violent crime rate, clearance rate, and relevant independent variables. We execute two distinct

regression analyses to unravel the multifaceted relationship between crime rates and a myriad of influencing factors. The first regression centers on property crime rates, scrutinizing the intricate dynamics with a specialized emphasis on the impact of clearance rates. Leveraging Ordinary Least Squares (OLS) regression, this analysis provides insights into the interplay between property crime and the selected covariates. To address potential confounding effects, Fixed Effect (FE) estimation is applied, incorporating time (year) and district (province) indices as invariant controls. Additionally, First Difference (FD) estimation is implemented to capture changes over time, offering a more dynamic perspective.

Simultaneously, we conduct a parallel regression focusing on violent crime rates, ensuring a comprehensive exploration of the impact of clearance rates across different crime categories. In line with the approach outlined in Curry et al.'s study, we incorporate the Instrumental Variable (IV) method to tackle potential endogeneity bias. Unlike their exclusive use of the IV method on clearance rates, our research takes a more inclusive approach by applying the IV method to other covariates. By extending the application of IV to all pertinent covariates, we seek to enhance the robustness of our analysis, ensuring the credibility and validity of our estimated relationships. The outlined approach allows for a robust and nuanced analysis, providing insights into the multifaceted dynamics between clearance rates and property crime while addressing methodological challenges and ensuring the reliability of our findings.

The motivation behind this research lies in the potential disruption it poses to established paradigms within criminology and law enforcement. If the findings reveal a positive and significant correlation between clearance rates and crime rates, it challenges the assumptions that guide current policies and resource allocations in crime prevention. This study is not merely an academic exercise; it has direct implications for policymakers, law enforcement agencies, and the general public. The results of this research can be intriguing and valuable for several reasons. Firstly, it addresses a critical gap in our understanding of the criminal justice system's dynamics. Secondly, it has immediate policy implications, urging a reconsideration of resource allocation strategies. Thirdly, the study contributes to the discourse on public trust and perceptions of law enforcement, crucial for fostering a sense of security and cooperation. Lastly, the findings can potentially reshape criminological theories, providing a more nuanced understanding of the factors influencing crime rates.

In summary, this research embarks on a journey to contribute to the refinement of crime prevention strategies. By navigating the correlation between clearance rates and crime rates, this study aspires to offer meaningful insights with far-reaching consequences for policy, resource allocation, and our broader understanding of crime.

The subsequent sections of this paper are structured as follows: Section 3 encompasses a brief literature review summarizing the key findings of pertinent studies. Section 4 provides a description of the data, introducing the empirical method employed in this research. In Section 5, we introduced the theoretical econometrics model we applied. In Section 6, we present the empirical results and offer interpretations. Finally, Section 7 concludes the paper with a summary of our main findings.

3 Literature Review

Gary Becker's seminal theory of crime introduced the idea that individuals engage in criminal behavior by weighing the expected benefits against the expected costs. His theory posited that individuals engaging in criminal activities seek to maximize their overall satisfaction or utility. The advantages gained from unlawful acts are carefully considered in relation to potential drawbacks, encompassing legal consequences, societal disapproval, and the likelihood of being apprehended. The pivotal element in this decision-making process is the probability of detection and subsequent punishment, as increased chances of being caught are anticipated to serve as a deterrent, dissuading individuals from participating in criminal conduct. Since then, research in criminology has focused on understanding criminal behavior through the lens of rational decision-making and economic incentives. An essential area of investigation revolves around comprehending how the presence of police forces influences the rational decision-making and incentives for potential criminals to engage in illegal activities, along with assessing the effectiveness of the police in preventing and reducing crime.

In Levitt's paper, he found that changes in number of police is weakly positively correlated with changes in crime rate, while increase in per-capita income are positively correlated with violent crime but not strongly related to property crime. All Klick and Tabarrok evaluated the causal effect of police presence on crime in Washington, D.C. Their results indicate that a 50 percent increase in police presence leads to a statistically and economically significant 15 percent decrease in crime. Nevertheless, there is ongoing debate regarding the explanatory strength of the correlation between the size of the police force and crime rates in the context of deterrence, as the precise mechanism through which the number of police officers influences crime rates remains unclear. An escalation in the number of police officers might lead to diminished crime not necessarily due to an increased

likelihood of apprehension, but rather owing to heightened visibility. 2.

Curry et al. delved into the impact of clearance rates on violent and property crime rates by analyzing data from the United States and Canada. Their study challenged the conventional emphasis on the number of police officers in crime deterrence, asserting that increased visibility, rather than a higher likelihood of apprehension, may contribute to reduced crime rates. Accordingly, their research aimed to redirect attention to clearance rates as a potential indicator of police force efficiency.

Their findings consistently indicated a negative and statistically significant correlation between clearance rates and both violent and property crime. Employing various models and methodologies, such as OLS, FE, Generalized Method of Moments (GMM) and Generalized Least Squares (GLS). The researchers revealed a robust negative correlation that persisted even with adjustments for per capita police officers and province-specific trends. Notably, the inclusion of these variables altered the statistical significance of clearance rates but did not negate their overall impact. Even after accounting for covariates and introducing province and year fixed effects, clearance rates remained statistically significant in the panel data spanning Canadian provinces from 1986 to 2005. The robustness of the negative correlation between clearance rates and crime rates persisted despite the incorporation of additional measures, such as arrest rates and police expenditures. Importantly, the inclusion of per capita police rates failed to show the correct sign or statistical significance, challenging previous research that focused exclusively on police numbers and potentially underestimated the comprehensive impact of law enforcement in deterring crime.

Recognizing potential issues of endogeneity and measurement errors, Curry et al. employed diverse instruments, including political party dummies for clearance rate, and conducted IV regressions. [2] The IV estimates aligned with the reduced form estimates, reinforcing the consistent negative and statistically significant relationship between clearance rates and crime rates. However, it's crucial to note that their investigation exclusively utilized IV estimation for clearance rates, acknowledging the potential endogeneity bias in coefficient estimates for other covariates.

Despite Curry et al.'s robust findings regarding the negative correlation between clearance rates and crime rates, their estimation relied on historical data up to 2005 and did not capture some of the significant economic shocks to the Canadian economy in the recent two decades such as the 2008 subprime mortgage crisis and the onset of the COVID-19 pandemic in late 2019. These substantial changes in economic conditions could potentially exert a significant influence on criminal behavior. Furthermore, the legalization of cannabis in 2018 undoubtedly had implications for crime

in Canada. Our study aims to augment the existing literature through two key contributions. Firstly, we extend the research horizon by utilizing updated and more recent panel data spanning from 2000 to 2021, encompassing various provinces in Canada, thereby providing a contemporary comparative analysis. Secondly, we extend the application of the IV method beyond clearance rates to include other covariates. This strategic expansion goes beyond the exclusive implementation of the IV method on clearance rates as observed in the past studies. The decision to apply the IV method comprehensively to various covariates arises from our commitment to addressing potential endogeneity bias in coefficient estimates.

4 Data

Our primary data source is the Canadian Socioeconomic Information Management (CANSIM) Database administered by Statistics Canada, supplemented by information from the Government of Canada's Minimum Wage Database. Adjustments for nominal measures of income and government transfers are made using annual provincial-level consumer price indices, with a base year of 2002. The regression analyses include data from all 10 provinces spanning 2000 to 2021, excluding territories to maintain internal validity due to their unique way of life and insufficient data for robust analysis, despite concerns about crime in these regions.

4.1 Crime Rate

The focal point of our analysis is the crime rate, with a specific focus on two distinct categories: property crime and violent crime. To ensure a standardized and comparable assessment across provinces with different population sizes, we utilize property and violent crime rates per 100,000 population. It's important to highlight that the population data for a jurisdiction typically represent only its permanent residents. This exclusion of temporary populations, such as tourists, commuters, and seasonal staff, may introduce bias into the results when investigating the impact of clearance rates on the overall crime rate for the entire province. This consideration emphasizes the need for a nuanced interpretation of our findings, recognizing the potential influence of population dynamics on the relationship between clearance rates and overall crime rates.

4.2 Clearance Rate

Embracing Curry et al.'s methodology, we gauge apprehension likelihood through clearance rates, aligning with Becker's crime theory. While many recent econometric studies focus on police officer numbers as a policy gauge, we contend that clearance rates offer a more direct indicator of deterrence effects tied to an increased likelihood of apprehension. Unlike the number of police officers, clearance rates more accurately reflect the impact on crime rates. We calculate clearance rates by dividing cleared crimes by the total recorded crimes. Additionally, we introduce the measure that weighs incidents based on severity, complementing the original measure to account for variations in crime significance. Changes in the weighted clearance rate may indicate shifts in the effectiveness of policing against a specific subset of particularly harmful crimes.

4.3 Other Covariates

While our main emphasis in this paper revolves around the clearance rate, which serves as the principal independent variable of interest, we also account for variables emphasized by ecological theories of crime, including the size of police force, employment rate, adjusted median income of low income household, the young adult male ratio and incarcerations rate.

1. Police Officers

Kelly's paper emphasized that the size of the police force serves as a crucial indicator of law enforcement presence and acts as a deterrent to criminal activities. A sufficient police force plays a key role in maintaining public order and safety, reducing opportunities for criminal behavior. To assess the size of the police force, we use the number of officers per 100,000 population. Utilizing per capita rates enables a population-adjusted analysis, facilitating a more nuanced evaluation of policing effectiveness, especially when comparing provinces with varying demographic profiles.

2. Employment Rate

The employment rate, indicating the percentage of persons employed aged 15 and above, captured the impact of economic conditions on crime. Formal labor market employment reduces opportunities and incentives for criminal behavior, fostering routines, supervision, and diminishing economic motivations for crime. Conversely, studies show unemployment's significantly positive effects on property crime rates, potentially linked to the emotional toll of unemployment and limited avenues for legal income.

3. Poverty Level

The influence of poverty on property crime, emphasizing that regions with higher concentrations of economically disadvantaged individuals may experience increased property crime due to low market activity returns. Poverty is gauged using the median after-tax income of households classified as low income, defined as those falling below 50% of the total population median adjusted after-tax income. Adjustments consider the economies of scale in larger families, the rise in people living alone, and the decline in family size over time.

4. Young Adult Male Ratio

Piquero et al.'s criminal career paradigm underscores the importance of the young adult male ratio in the population as a key determinant of crime rates. [6] This introduces complexity to the age-crime relationship, emphasizing high recidivism rates among young adults. Defining young men as aged 15 to 24, as per Curry et al. [2], we calculate the young adult male ratio by dividing the male population aged 15 to 24 by the total population. This ratio potentially influences crime rates, providing nuance to our understanding of the age-crime dynamic.

5. Incarceration Rate

Becker's economic theory suggested that higher incarceration rates deter crime stems from rational decision-making. Elevated incarceration rates heighten detection and imprisonment chances, amplifying the perceived costs of criminal conduct and creating a deterrence effect. This influences rational choices to avoid legal consequences. "Incarceration per 100,000 population" is used to measure law enforcement's deterrent impact, factoring in actual-in counts and population estimates from Statistics Canada. It encompasses federal and provincial offenders in federal facilities and those temporarily detained.

4.4 Summary Statistics

Table 1: Summary Statistics for weighted crime rates per 100,000 population, clearance rate and other explanatory variables

	vars	n	mean	sd	median	trimmed	mad	min	max	range	skew	kurtosis	se
Property Crimes Per100k	1	240.00	4651.34	1713.76	4325.44	4517.57	1588.18	1554.18	9152.79	7598.61	0.63	-0.32	110.62
Nonviolent Weighted Clearance Rate	2	240.00	29.17	5.41	29.47	29.13	5.20	17.37	43.87	26.50	0.16	0.09	0.35
Violent Crimes Per100k	3	240.00	25664.06	41713.19	1715.66	15380.85	878.41	876.48	156880.00	156003.52	1.78	1.93	2692.57
Violent Weighted Clearance Rate	4	240.00	59.84	7.32	60.67	60.15	6.77	41.89	77.77	35.88	-0.34	-0.02	0.47
Employment Rate	5	240.00	91.73	3.03	92.00	92.06	3.12	82.36	96.44	14.09	-0.86	0.31	0.20
Median Income Adjusted	6	220.00	12044.40	1363.45	12007.31	12003.08	1363.59	8895.90	15551.58	6655.68	0.22	-0.19	91.92
Real Transfer per Person	7	240.00	6123.63	2657.49	5573.58	5711.66	2033.82	2121.45	15275.57	13154.12	1.44	2.02	171.54
Total Population	8	240.00	3385809.25	3999084.79	1159201.50	2576712.78	1219146.43	135804.00	14809257.00	14673453.00	1.45	1.00	258139.81
Young Men Rate	9	240.00	13.45	1.03	13.51	13.43	0.92	11.07	15.92	4.84	0.07	-0.11	0.07
Immigrants Per100k	10	240.00	646.00	409.62	633.01	618.92	502.14	60.83	2085.48	2024.65	0.48	-0.32	26.44
Minimum Wage	11	230.00	9.19	2.39	9.45	9.06	2.74	5.40	15.20	9.80	0.35	-0.62	0.16
Officers Per100k	12	230.00	180.85	17.69	181.85	181.59	18.68	136.00	218.90	82.90	-0.30	-0.60	1.17
Incarcerations Per100k	13	237.00	94.97	49.74	75.53	86.33	19.50	34.72	251.69	216.97	1.53	1.32	3.23

Table (1) is the descriptive statistics for each variable employed in our investigation. The dataset under scrutiny exhibits distinct characteristics. It is evident that the total population's standard deviation is exceptionally high, indicating significant variations in population sizes across provinces and throughout the observed period. Additionally, there is a noteworthy discrepancy, with violent crimes displaying a considerably higher incidence compared to property crimes.

5 Econometrics Model

5.1 Parsimonious Regression Model

We test the effect of clearance rates on two different types of crime using an adaptation of the parsimonious reduced form specification put forth by Curry et al: 2

$$lnY_{it} = \beta_0 + \beta_1 lnX_{it} + \beta_2 ln\Psi_{it} + \beta_3 ln\theta_{it} + \alpha_i + \gamma_t + \epsilon_{it}$$
(1)

A key advantage of a parsimonious model lies in facilitating a more manageable analysis of the results, enabling us to compare our findings with the original work and assess the model's validity. Some of our measure captured by the variables in the presentation of this equation differ from Curry et al.'s [2] in several aspects. A number of the measures used in the original work were gathered from statistical programs that have long been terminated. Appropriate substitutions were made not only out of necessity but also as a means of making original contributions to this model specification.

The dependant variable, $\ln Y_{it}$, is the natural logarithm of the annual crime rate per 100,000 of population of province i at time t. On the right hand side of equation (1), X_{it} is our measure of the probability of apprehension, which is represented by the weighted clearance rate. The coefficient estimate of β_1 is of central importance to our empirical analysis. Given the log-log specification, β_1 assumes the significance of being the elasticity of crime concerning apprehension. This means that β_1 quantifies the percentage change in the crime rate associated with a one percent change in the clearance rate.

Other covariates include a vector of government policies represented by Ψ_{it} , time-varying demographic and province specific factors represented by θ_{it} , as well as province and year fixed effects represented by α_i and γ_i , respectively. The vector of government policies denoted by Ψ_{it} is used to capture province specific policies such as hourly minimum wages and average government transfers to the poorest quantile of the population. An increase in the minimum wage or average government

transfer size is expected to have a positive income effect, assuming other factors remain constant. The lack of access to fundamental resources and legal income opportunities can lead individuals to illicit means to fulfill basic needs. A change in the financial resources available to the less affluent is likely to influence incentives for engaging in financially motivated crimes.

The time-varying demographic and province specific factors represented by θ_{it} include the employment rate of individuals 15 years and older, the number of officers per 100,000 population, the number of males aged 15 to 24 as a proportion of the total population, and the median after-tax income of households considered low income.

To capture potential enduring effects of clearance rates on crime rates, our model includes lagged measures of clearance rates. Additionally, we test our regression model by introducing the number of incarcerations per 100,000 population as a supplementary control. This inclusion provides insights into the dynamics of the criminal justice system, examining the impact of strict law enforcement, sentencing practices, and societal attitudes on crime rates for a comprehensive understanding of the system's influence.

5.2 First Difference Regression

Much like in the original work, we also evaluate the sensitivity of our model by running a first differences regression in which all the variables are transformed by subtracting a lagged value of the variable from its current value. The regression model is as follows:

$$lnY_{it} - lnY_{i,t-1} = \alpha_0 + \alpha_1(lnX_{it} - lnX_{i,t-1}) + \alpha_2(ln\Psi_{it} - ln\Psi_{i,t-1}) + \alpha_3(ln\theta_{it} - ln\theta_{i,t-1}) + \gamma_t + \epsilon_{it}$$
 (2)

This first differences specification deviates slightly from conventional models by incorporating overlapping time and entity fixed effects, a methodology adopted from Curry et al. [2] This approach involves subtracting lagged values of regressors, addressing endogeneity concerns and accounting for individual heterogeneity through fixed effects.

5.3 Instrumental Variables Regression

We consider two instrumental variable models where we relax exogeneity assumption about key explanatory variables that is implicit in the model. We implement the IV regression following the general two-stage least squares (2SLS) procedure. Our structural equation can be represented by

$$lnY_{it} = \beta_0 + \beta_1 ln\hat{X}_{it} + \beta_2 ln\Psi_{it} + \beta_3 ln\theta_{it} + \alpha_i + \gamma_t + \epsilon_{it}$$
(3)

where ζ_{it} is the instrumental variable for the potentially endogenous variable X_{it} . In the first stage, we obtain the predicted values \hat{X}_{it} from

$$\hat{X}_{it} = \delta_0 + \delta_1 \zeta_{it} + \mu_{it} \tag{4}$$

by regressing the potentially endogenous variable X_{it} on the instrumental variable ζ_{it} .

In our instrumental variable approach, we employ two distinct instruments to address potential endogeneity in our regression model. First, we use the average number of criminal code incidents per officer as an instrument for clearance rates. This variable serves as a proxy for the workload of law enforcement personnel, implying that a higher workload may impact officers' efficiency in solving crimes. The utilization of this variable indicates law enforcement personnel's workload, determined by external factors not included in the regression model, ensuring its exogeneity.

Our assumption that criminal code incidents per officer influences case resolution efficiency without directly affecting crime rates aligns with the exclusion restriction. This variable, representing officers' workload, is not expected to directly determine crime occurrence, making it a valid instrument for estimating the causal relationship between clearance rates and crime rates. This approach not only captures the average burden borne by peace officers in the fight against crime but also acknowledges that the effect of this variable on crime rates primarily comes through its impact on clearance rates. For a crime to be cleared, it must first be codified as a criminal code infraction, and any deterrence effects associated with it materialize only after the incident is resolved.

The second instrumental variable involves using authorized police officer strength per 100,000 population as an instrument for the number of officers per 100,000 population. A higher authorized strength suggests a greater intended law enforcement presence, making it directly relevant to the number of officers per 100,000 population. This authorized strength primarily influences the number of officers available for duty, with its impact on crime rates mediated through this variable, satisfying the exclusion restriction.

While one could argue that authorized police officer strength is determined by various policy decisions or budget allocations, potentially encompassing unobservable factors affecting crime rates, we contend that these determinants are indirect and secondary to the primary pathway through

which authorized strength affects crime rates via law enforcement presence. Therefore, we maintain that this variable satisfies the exogeneity condition.

6 Empirical Results

6.1 Primary Model Specification

Our analysis, presented in Tables (2) and (3), delves into the primary model results for property and violent crimes. In the context of property crime rates, our regression findings closely mirror Curry et al.'s conclusions, (2) unveiling a discernible negative correlation between property crime incidence per 100,000 population and clearance rates for nonviolent offenses. Specifically, a 1% increase in the clearance rate is associated with a substantial decrease in property crimes per 100,000, approximately 0.65%. This outcome strengthens the argument that a heightened likelihood of apprehension acts as a deterrent for potential offenders. The same relationship holds for violent crimes, where a 1% increase in clearance rates corresponds to a reduction in violent crimes per 100,000 by approximately 0.45%.

Within our foundational model, we make a noteworthy discovery regarding the inverse correlation between crime rates and the median income of low-income households. A 1% rise in the median income among low-income households results in a significant reduction of 0.58% in the count of property crimes per 100,000 population. Furthermore, although statistically insignificant, the persistence of the negative sign on this coefficient in the model examining violent crime rates is worth highlighting. Upon introducing the number of officers per 100,000 population into both regressions, the coefficient estimates for clearance rates experience a slight increase, yet the overall impact remains negligible.

Another substantial finding in our base model is the negative correlation between the number of immigrants per 100,000 population and violent crime rates. In the model incorporating the number of officers per 100,000 population, a 1% increase in the number of immigrants per 100,000 population is linked to a decrease in the number of violent crimes per 100,000 population by approximately 0.05%. While statistically significant, the overall effect is relatively modest. Importantly, our findings diverge from Curry et al. [2] in two key aspects. Firstly, we observe larger coefficient estimates for the impact of clearance rates on both property and violent crimes. Secondly, all our coefficient estimates for clearance rates achieve statistical significance at the 1% level.

The results of the research provide valuable perspectives on crime prevention and law enforce-

ment dynamics. Government is encouraged to explore the implementation of policies focused on enhancing the efficiency of crime resolution. This could entail strategic investments in law enforcement training and technology to streamline the resolution process. The proposed recommendations seek to bolster the effectiveness of crime prevention strategies and improve the overall efficiency of law enforcement endeavors.

6.2 Models Including Lags and Incarcerations

Tables (4) and (5) present regression outcomes for property and violent crimes, respectively, incorporating controls for lagged clearance rates. Our base model findings remain robust with consistent sign and slightly decreased magnitude of the effect for contemporaneous clearance rates in both crime types. An interesting finding is the statistical significance of the one-year lagged clearance rate measure, especially in the regression involving violent crime. This is potential evidence for a persistent effect of clearances rates. Another notable finding is that the coefficient estimate for the effect of the number of officers per 100,000 population remains negative in the violent crime regression.

The findings of our base model also hold when the number of incarcerations per 100,000 population is included in the regression. In fact, the coefficient estimates on clearance rates in this model are nearly identical to that of the base model involving property crimes and only slightly smaller than when considering violent crimes. One interesting result of the inclusion of this new variable in our model is that the coefficient estimate is found to be positive and statistically significant for both types of crimes. A potential explanation for this is that crime rates and incarceration rates may trend in the same direction. For instance, if we assume effective policing, as crime rates increase so too will incarceration rates as criminals face the consequences of their actions.

6.3 First Differences and Instrumental Variable Regressions

The first differences regression in Table (8) supports our findings on both property crimes and violent crimes. Clearance rates negatively and significantly impact both types of crimes, albeit to a lesser extent than in our base model.

Tables (9) and (10) present results from instrumental variable regressions. Using criminal code reports per officer as an instrument for clearance rates, the coefficient estimate shows a significant, large negative impact on both types of crime. The instrument's validity is supported by both the F-test and Wu-Hausman test. However, caution is advised due to questionable coefficient estimates

for other variables such as the minimum wage and the employment rate. Our second instrumental variable regression, in which authorized police strength per 100,000 is used as an instrument for the number of officers per 100,000, we get results consistent with all previous findings. Moreover, the coefficient estimates are nearly as large as in our base model and equally statistically significant. One final thing to note is the failure to reject the null hypothesis of the Wu-Hausman test in the regression involving violent crimes. Although this isn't cause for concern per se, it might suggest that the use of this instrument was unnecessary as the coefficient estimates that would have been obtained without instrumenting would not have been much different.

7 Conclusion

In conclusion, our research set out to conduct a comprehensive investigation into the intricate relationship between clearance rates and crime rates, inspired by Becker's foundational theory and in response to recent econometric studies that underscored the significance of police officer numbers. By leveraging data spanning from 2000 to 2021 across Canadian provinces, our regression analyses on property and violent crime rates uncovered nuanced dynamics.

Aligned with Curry et al.'s seminal work, our findings unveiled a substantial negative correlation between property crime rates and clearance rates, underscoring the impact of policing programs on property crimes. The incorporation of the number of officers per 100,000 population accentuated these effects, emphasizing the nuanced treatment of different crime types by clearance rate measures. Policymakers should consider targeted interventions and community policing programs, recognizing the potential for heightened police visibility to more effectively deter violent crimes.

Furthermore, our research brought to light an inverse correlation between crime rates and the median income of low-income households, shedding light on the financial motives underlying specific property crimes. Unexpectedly, our results revealed a positive association between real government transfers per person and property crimes, emphasizing the conditional nature of these transfers. Policymakers are urged to evaluate and potentially adjust these transfers to mitigate unintended consequences, particularly in exacerbating deprivation among low-income individuals.

Similar patterns were observed for violent crimes, where weighted measures exhibited larger coefficients. Although the effects of clearance rates on violent crimes were smaller, they remained significant. The negative correlation between the median income of low-income households and

violent crimes persisted, and notably, the number of officers per 100,000 population demonstrated a negative and significant impact on violent crimes, contrary to Curry et al.'s findings.

Further analysis, incorporating lagged clearance rates and instrumental variable regressions, bolstered the robustness of our results. Instrumental variable regressions, utilizing the number of criminal code reports per officer, underscored a substantial negative association between clearance rates and property crimes. The noteworthy impact of clearance rates on property crimes underscores the necessity for policies that enhance the efficiency of clearing such crimes, potentially involving investments in law enforcement training and technology to streamline the resolution process.

This research challenges existing assumptions and provides valuable insights for policymakers, law enforcement agencies, and our broader understanding of crime dynamics. By navigating the potential negative correlation between clearance rates and crime rates, this study contributes to the refinement of crime prevention strategies, offering meaningful insights with far-reaching consequences for policy, resource allocation, and our broader understanding of crime dynamics. Policymakers are encouraged to consider these findings within the context of their specific regions, fostering collaboration with law enforcement agencies and community stakeholders to ensure evidence-based policies that address the unique dynamics of crime in their jurisdictions.

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Appendix

Table 2: Property Crimes Regressions

Dependent Variable: Model:	Property Cr (1)	rimes per 100,000 Population (2)
Variables	()	
Nonviolent Weighted Clearance Rate	-0.6475***	-0.6693***
Tronviolent vreighted Clearance Trate	(0.1075)	(0.1050)
Total Population	-0.0769	-0.1312
10tal 1 optimion	(0.2763)	(0.2870)
Males aged 15 to 24 (% of Population)	-0.0529	0.1672
maios agea 10 to 21 (// of 1 opaiation)	(0.4244)	(0.4380)
Employment Rate	-0.0363	0.3233
	(3.354)	(3.637)
Median Income of Low Income Households	-0.5811*	-0.5000
	(0.2994)	(0.3142)
Real Government Transfers per Person	[0.1062]	$0.1269^{'}$
•	(0.0986)	(0.0975)
Immigrants per 100,000 Population	[0.0102]	`0.0137´
<u> </u>	(0.0212)	(0.0217)
Minimum Wage	[4.951]	[4.511]
	(6.701)	(7.734)
Employment Rate \times Minimum Wage	-1.018	-0.9074
0.00	(1.486)	(1.710)
Officers per 100,000 Population		0.2945
		(0.2531)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Observations	220	210
Size of the 'effective' sample	$\frac{1}{22}$	$\frac{1}{21}$
\mathbb{R}^2	0.96175	0.96484
Adjusted R^2	0.95347	0.95677
Within R^2	0.56461	0.58729
Within Adjusted R ²	0.54284	0.56302
	. 7	

Newey-West (L=2) standard-errors in parentheses Signif. Codes: ***: 0.01, **: 0.05, *: 0.1 Columns (1) and (2) reflect the result from regressions excluding and including the number of officers per 100,000 population as an additional regressor respectively.

Table 3: Violent Crimes Regressions

Dependent Variable:	Violent Crimes	s per 100,000 Population
Model:	(1)	(2)
Variables		
Violent Weighted Clearance Rate	-0.4528***	-0.4539***
-	(0.0867)	(0.0955)
Total Population	0.4488	0.4431
	(0.3051)	(0.3146)
Males aged 15 to 24 ($\%$ of Population)	0.1870	0.1487
	(0.2978)	(0.3415)
Employment Rate	2.386	2.413
	(2.602)	(2.898)
Median Income of Low Income Households	-0.1621	-0.3249
	(0.2811)	(0.3118)
Real Government Transfers per Person	-0.1514	-0.1483
	(0.0975)	(0.1090)
Immigrants per 100,000 Population	-0.0385	-0.0448*
	(0.0230)	(0.0236)
Minimum Wage	0.5664	0.3679
	(5.137)	(6.000)
Employment Rate \times Minimum Wage	-0.0883	-0.0454
	(1.137)	(1.326)
Officers per 100,000 Population		-0.2150
		(0.2459)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Observations	220	210
Size of the 'effective' sample	22	21
\mathbb{R}^2	0.99851	0.99852
Adjusted R^2	0.99819	0.99817
Within R^2	0.32152	0.32229
Within Adjusted R ²	0.28760	0.28243

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1

Columns (1) and (2) reflect the result from regressions excluding and including the number of officers per 100,000 population as an additional regressor respectively.

Table 4: Property Crimes Regressions with Lagged Weighted Clearance Rates

Dependent Variable:	Property Crim	es per 100,000 Population
Model:	(1)	(2)
Variables	. ,	
Nonviolent Weighted Clearance Rate	-0.5771***	-0.6336***
TVOIIVIOICITE VVCISITECE CICATAIRCE ILATE	(0.1243)	(0.1179)
Nonviolent Weighted Clearance Rate (One-year Lag)	-0.2382*	-0.1490
Tronviolent Weighted elemented Hatte (One year Eas)	(0.1159)	(0.1230)
Nonviolent Weighted Clearance Rate (Two-year Lag)	0.0770	0.0681
1.011.1010110 (1.015.11001 C1.01101100 (1.110 J.011 208)	(0.1048)	(0.1022)
Total Population	0.1064	0.0919
· ·	(0.3036)	(0.3211)
Males aged 15 to 24 (% of Population)	-0.0444	0.1136
(· · · · · · · · · · · · · · · · · · ·	(0.4158)	(0.4456)
Employment Rate	0.1248	$0.9475^{'}$
•	(3.633)	(4.043)
Median Income of Low Income Households	-0.4445	-0.4010
	(0.3073)	(0.3222)
Real Government Transfers per Person	0.0495	0.0918
	(0.1020)	(0.1021)
Immigrants per 100,000 Population	-0.0044	6.59×10^{-5}
	(0.0228)	(0.0235)
Minimum Wage	5.698	6.496
	(7.328)	(8.565)
Employment Rate \times Minimum Wage	-1.208	-1.371
	(1.625)	(1.894)
Officers per 100,000 Population		0.1698
		(0.2688)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Observations	200	190
Size of the 'effective' sample	20	19
R ²	0.96382	0.96574
Adjusted R^2	0.95500	0.95683
Within R ²	0.55360	0.56259
Within Adjusted R^2	0.52291	0.52760

Columns (1) and (2) reflect the results from regressions excluding and including the number of officers per 100,000 population as an additional regressor respectively.

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1

Table 5: Violent Crimes Regressions with Lagged Weighted Clearance Rates

Dependent Variable:		per 100,000 Population
Model:	(1)	(2)
Variables		
Violent Weighted Clearance Rate	-0.2801***	-0.2777***
	(0.0865)	(0.0931)
Violent Weighted Clearance Rate (One-year Lag)	-0.2646* [*] *	-0.2497**
, , , , , , , , , , , , , , , , , , ,	(0.0885)	(0.0968)
Violent Weighted Clearance Rate (Two-year Lag)	-0.0148	-0.0330´
	(0.0969)	(0.1033)
Total Population	[0.5672]	`0.5617´
•	(0.3510)	(0.3397)
Males aged 15 to 24 (% of Population)	[0.1541]	[0.0368]
,	(0.3403)	(0.3980)
Employment Rate	`2.917´	2.900
	(3.047)	(3.392)
Median Income of Low Income Households	-0.1432	-0.3338
	(0.3074)	(0.3425)
Real Government Transfers per Person	-0.1298	-0.1151
	(0.0925)	(0.1046)
Immigrants per 100,000 Population	-0.0388	-0.0477*
	(0.0250)	(0.0258)
Minimum Wage	1.594	1.371
	(5.908)	(6.876)
Employment Rate \times Minimum Wage	-0.3142	-0.2671
Off 100 000 B 1 1	(1.308)	(1.518)
Officers per 100,000 Population		-0.2857
		(0.2640)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Observations	200	190
Size of the 'effective' sample	20	19
\mathbb{R}^2	0.99859	0.99860
Adjusted R ²	0.99825	0.99824
Within R^2	0.36875	0.37386
Within Adjusted R ²	0.32536	0.32377

Newey-West (L=2) standard-errors in parentheses
Signif. Codes: ***: 0.01, **: 0.05, *: 0.1
Columns (1) and (2) reflect the results from regressions excluding and including the number of officers per 100,000 population as an additional regressor respectively.

Table 6: Property Crimes Regressions controlling for Incarcerations per 100,000 Population

Dependent Variable: Model:	Property Cri (1)	mes per 100,000 Population (2)
Variables		
Nonviolent Weighted Clearance Rate	-0.6619***	-0.6865***
T - 1 D - 1 - 1	(0.1019)	(0.0998)
Total Population	(0.1556)	0.1433
16 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	(0.2937)	(0.3042)
Males aged 15 to 24 (% of Population)	0.0598	0.2930
	(0.4859)	(0.4669)
Employment Rate	2.757	3.827
	(4.158)	(4.214)
Median Income of Low Income Households	-0.2814	-0.2052
	(0.3165)	(0.3197)
Real Government Transfers per Person	(0.1743)	0.2283*
I	(0.1087)	(0.1118)
Immigrants per 100,000 Population	(0.0031)	0.0026
Minimum Wage	$(0.0211) \\ 9.569$	$ \begin{array}{r} (0.0222) \\ 10.07 \end{array} $
Millimum wage	(7.863)	(8.620)
Incarceration Rate per 100,000 Population	0.1812*	0.2201**
incarceration frate per 100,000 i opulation	(0.0881)	(0.0817)
Employment Rate \times Minimum Wage	-2.032	-2.130
Employment reace × minimum wage	(1.738)	(1.905)
Officers per 100,000 Population	(1.100)	0.2527
Officers per 100,000 i opulation		(0.2534)
E: 1 Cf 1		(0.2001)
Fixed-effects	$\mathbf{V}_{\alpha\alpha}$	Voc
Province Year	$\mathop{\mathrm{Yes}} olimits$	$\operatorname*{Yes}$ $\operatorname*{Yes}$
	res	Tes
Fit statistics	017	207
Observations	217	207
Size of the 'effective' sample	22	21
\mathbb{R}^2	0.96410	0.96771
Adjusted R^2	0.95594	0.95993
Within \mathbb{R}^2	0.58692	0.61640
Within Adjusted R ²	0.56345	0.59098

Newey-West (L=2) standard-errors in parentheses Signif. Codes: ***: 0.01, **: 0.05, *: 0.1 Columns (1) and (2) reflect the results from regressions excluding and including the number of officers per 100,000 population as an additional regressor respectively.

Table 7: Violent Crimes Regressions controlling for Incarcerations per 100,000 Population

Variables Violent Weighted Clearance Rate -0.4090*** -0.4041*** Violent Weighted Clearance Rate (0.0881) (0.0931) Total Population 0.6376* 0.7161** (0.3097) (0.3200) Males aged 15 to 24 (% of Population) 0.2884 0.2740 (0.3236) (0.3617) Employment Rate 4.543 5.671* (2.848) (3.221) Median Income of Low Income Households 0.0411 -0.0813 (0.2892) (0.3140) Real Government Transfers per Person (0.1003) (0.1083) Immigrants per 100,000 Population -0.0457* -0.0574** (0.0256) (0.0255) Minimum Wage 4.002 5.574 (5.537) (6.602) Incarceration Rate per 100,000 Population 0.1348 0.1948**	Dependent Variable:		per 100,000 Population
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Model:	(1)	(2)
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Variables		
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$		-0.4090***	-0.4041***
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	O .		
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Total Population	0.6376^{*}	0.7161* [*]
Employment Rate (0.3236) (0.3617) Employment Rate (2.848) (3.221) Median Income of Low Income Households (0.2892) (0.3140) Real Government Transfers per Person (0.1003) (0.1083) Immigrants per (0.0256) (0.0256) Minimum Wage (0.0256) (0.0256) (0.0255) Minimum Wage (0.0256) (0.0256) (0.0256) Incarceration Rate per (0.0000) Population (0.0000) (0.000)	-	(0.3097)	(0.3200)
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Males aged 15 to 24 (% of Population)	0.2884	[0.2740]
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$, <u> </u>	(0.3236)	(0.3617)
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Employment Rate		
$\begin{array}{cccccccccccccccccccccccccccccccccccc$		(2.848)	
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Median Income of Low Income Households		
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$			
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Real Government Transfers per Person		
$ \begin{array}{cccccccccccccccccccccccccccccccccccc$			(0.1083)
Minimum Wage 4.002 5.574 (6.602) Incarceration Rate per 100,000 Population 0.1348 0.1948**	Immigrants per 100,000 Population		
(5.537) (6.602) Incarceration Rate per 100,000 Population 0.1348 (0.1948**	3.6 337		
Incarceration Rate per 100,000 Population 0.1348 0.1948**	Mınımum Wage		
	I 100,000 D 111		(6.602)
	Incarceration Rate per 100,000 Population		
$ \begin{array}{c} (0.0842) \\ 0.08427 \end{array} $	Employment Data v Minimum Wana		
Employment Rate \times Minimum Wage $\begin{array}{c} -0.8437 \\ (1.295) \\ \end{array}$	Employment Rate × Minimum wage		
Officers per 100,000 Population (1.225) (1.459) -0.2995	Officers nor 100 000 Deculation	(1.223)	(1.439)
Onicers per 100,000 Formation -0.2995 (0.2413)	Officers per 100,000 ropulation		
, ,			(0.2413)
Fixed-effects		**	
Province Yes Yes			
Year Yes Yes	<u>Year</u>	Yes	Yes
Fit statistics			
Observations 217 207			
Size of the 'effective' sample 22 21		- -	
R^2 0.99858 0.99863			
Adjusted R^2 0.99826 0.99830			
Within R^2 0.34277 0.36297			
Within Adjusted R^2 0.30543 0.32076	Within Adjusted R ²	0.30543	0.32076

Newey-West (L=2) standard-errors in parentheses Signif. Codes: ***: 0.01, **: 0.05, *: 0.1 Columns (1) and (2) reflect the result from regressions excluding and including the number of officers per 100,000 population as an additional regressor respectively.

Table 8: First Differences Regression with Fixed Effects

Dependent Variables:	d(property_crimes_per100k,1)	d(violent_crimes_per100k,1)
Model:	(1)	(2)
Variables		
$d(nonviolent_weighted_clearance_rate, 1)$	-0.4135***	
	(0.0717)	
$d(total_population,1)$	0.1622	0.8159
	(0.7470)	(0.7123)
$d(young_men_rate,1)$	0.3254	1.058^{*}
	(0.5437)	(0.5386)
$d(employment_rate,1)$	-0.6476	0.6261
	(0.6895)	(0.5347)
$d(median_income_adjusted,1)$	-0.1661	0.1809
	(0.1781)	(0.1659)
$d(Real_transfer_per_person, 1)$	-0.0944	0.0128
	(0.0735)	(0.0603)
$d(immigrants_per100k,1)$	0.0051	-0.0374^*
	(0.0206)	(0.0190)
$d(minimum_wage,1)$	0.1903^{*}	0.1274
	(0.0921)	(0.1004)
$d(employment_rate, 1) \times d(minimum_wage, 1)$	-1.705	3.556
	(8.042)	(9.511)
$d(violent_weighted_clearance_rate, 1)$		-0.1733***
		(0.0589)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Observations	210	210
Size of the 'effective' sample	21	21
R^2	0.58076	0.57931
Adjusted R^2	0.48759	0.48582

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1

Table 9: Instrumental Variable Regression using Criminal Code Reports per Officer to instrument Weighted Clearance Rate

Dependent Variables:	Property Crimes per 100,000 Population	Violent Crimes per 100,000 Population
Model:	(1)	(2)
Variables		
Nonviolent Weighted Clearance Rate	-2.683***	
G The state of the	(0.6196)	
Officers per 100,000 Population	0.9441**	0.0621
	(0.4231)	(0.3551)
Total Population	-1.456*	0.2161
	(0.7212)	(0.3976)
Males aged 15 to 24 (% of Population)	1.154	-0.0522
	(0.7125)	(0.5328)
Employment Rate	-17.71**	-4.585
	(8.066)	(4.898)
Median Income of Low Income Households	0.6376	0.5949
	(0.5691)	(0.4518)
Real Government Transfers per Person	-0.4168	-0.4062**
	(0.2657)	(0.1595)
Immigrants per 100,000 Population	-0.0394	0.0242
	(0.0595)	(0.0430)
Minimum Wage	-32.89*	-11.14
	(17.01)	(9.777)
Employment Rate \times Minimum Wage	7.351*	2.528
	(3.754)	(2.164)
Violent Weighted Clearance Rate		-1.603***
		(0.3967)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Adjusted R^2	0.82001	0.99605
F-test (1st stage), Nonviolent Weighted Clearance Rate	47.245	
F-test (1st stage), Violent Weighted Clearance Rate		41.162
F-test (1st stage), p-value, Nonviolent Weighted Clearance Rate	7.88×10^{-11}	
F-test (1st stage), p-value, Violent Weighted Clearance Rate		1×10^{-9}
Wu-Hausman	509.97	53.606
Wu-Hausman, p-value	6.51×10^{-53}	9.52×10^{-12}

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1

Table 10: Instrumental Variable Regression using Authorized Police Officer Strength per 100,000 Population to instrument Officers per 100,000 Population

Dependent Variables:	Property Crimes per 100,000 Population	Violent Crimes per 100,000 Population
Model:	(1)	(2)
Variables		
Officers per 100,000 Population	-0.2727	-0.5263
	(0.4444)	(0.3725)
Nonviolent Weighted Clearance Rate	-0.6260***	
	(0.1074)	
Total Population	-0.0658	0.4668
	(0.3056)	(0.3050)
Males aged 15 to 24 (% of Population)	-0.0402	0.0481
	(0.4270)	(0.3418)
Employment Rate	0.9360	2.637
	(4.380)	(3.170)
Median Income of Low Income Households	-0.6986*	-0.4347
	(0.3564)	(0.3369)
Real Government Transfers per Person	0.1262	-0.1515
	(0.1023)	(0.1107)
Immigrants per 100,000 Population	0.0016	-0.0532*
	(0.0246)	(0.0256)
Minimum Wage	6.301	1.079
	(9.221)	(6.586)
Employment Rate \times Minimum Wage	-1.298	-0.2004
	(2.035)	(1.455)
Violent Weighted Clearance Rate		-0.4377***
		(0.1014)
Fixed-effects		
Province	Yes	Yes
Year	Yes	Yes
Fit statistics		
Adjusted R^2	0.95421	0.99814
F-test (1st stage), Officers per 100,000 Population	86.953	88.990
F-test (1st stage), p-value, Officers per 100,000 Population	2.19×10^{-17}	1.07×10^{-17}
Wu-Hausman	4.5004	1.4116
Wu-Hausman, p-value	0.03535	0.23646

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1

*Note: In line with the work of Curry et al. [2], the standard errors of coefficient estimates in all regressions are White and Newey-West corrected for second-order autocorrelation. The purpose of this adjustment is to address both serially correlated and heteroskedastic error terms that would obscure the relationships we were attempting to capture given the time horizon we cover and the presence of outliers.

ECO1400 Final Project Code

Shun Wing Wong & Zachary Tolliver

2023-12-07

```
library(fixest)
library(tidyverse)
library(purrr)
library(lubridate)
library(plm)
library(recipes)
library(tibble)
library(tidyr)
library(dplyr)
library(readx1)
library(profvis)
library(MASS)
library(lmtest)
library(ggplot2)
library(AER)
library(dynlm)
library(sandwich)
library(stargazer)
library(xtable)
library(pastecs)
library(psych)
library(descr)
#Loading Data
Pop <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Populationnoterritories.csv")
labour <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/labour data.csv")
low inc <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Low_incomenoterritories.csv")
min wage <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Minimumwagenoterritories.csv")
crime <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/crimenoterritories.csv")
Police <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Police numbersnoterritories.csv")
Immigrants <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Immigrant numbersnoterritories.csv")
net_transfers <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Net_gov_transfer_withpeoplenoterritories.csv")
Prison <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Prisonnoterritories.csv")
```

```
police2 <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/police2.csv")
pop_men <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Pop men.csv")
violent_crime <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/violent crime.csv")
dependency <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/dependency.csv")
alcohol <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/Alcohol.csv")
outdoors <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/outdoortime.csv")
transport <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/buses registered.csv")
education <-read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/education.csv")
crimegraphics <- read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/crimechange.csv")
viocrime <-read.csv("C:/Users/ztoll/OneDrive/Desktop/Econometrics</pre>
project/viocrime.csv")
#Creating a vector of province names
prov names <-
c("Newfoundland.and.Labrador", "Prince.Edward.Island", "Nova.Scotia", "New.Bruns
wick", "Quebec", "Ontario", "Manitoba", "Saskatchewan", "Alberta", "British.Columbi
a")
#Creating a list to assign province specific data frames.
crime_list <- list()</pre>
#Filling data frames created with province specific property crime data.
  for (i in seq_along(prov_names)) {
    crime_list[[i]] <- crime %>%
      dplyr::select(1, contains(prov_names[i])) %>%
      mutate(Clearance_rate= 100*(.[, 4] / .[, 2]),Province = prov_names[i])
%>%
      dplyr::select(1,Province,everything())
  }
#Creating a vector to name the columns of the data frames created.
crime column names <-
c("Year", "Province", "total_property_crimes", "property_crimes_per100k", "total_
property crimes_cleared","fraud", "b&e",
"possession_stolen_goods","theft_under_5k", "motor_vehicle_theft",
"theft_over_5k", "nonviolent_clearance_rate")
#Assigning these names to the columns of each data frame.
crime_list <- lapply(crime_list, function(df) setNames(df,</pre>
crime column names))
```

```
#Creating a list to assign province specific data frames.
viocrime list <- list()</pre>
#Filling data frames created with province specific violent crime data.
  for (i in seq along(prov names)) {
    viocrime list[[i]] <- viocrime %>%
      dplyr::select(1, contains(prov_names[i])) %>%
      mutate(Province = prov_names[i]) %>%
      dplyr::select(1,Province,everything())
  }
#Creating a vector to name the columns of the data frames created.
viocrime column names <-
c("Year", "Province", "total_violent_crimes", "violent_crimes_per100k", "total_vi
olent_crimes_cleared")
#Assigning these names to the columns of each data frame.
viocrime_list <- lapply(viocrime_list, function(df) setNames(df,</pre>
viocrime column names))
#Creating a list to assign province specific data frames.
crime_graphics <- list()</pre>
#Filling data frames created with province specific crime data.
  for (i in seq_along(prov_names)) {
    crime graphics[[i]] <- crimegraphics %>%
      dplyr::select(1, contains(prov names[i])) %>%
      mutate(Province = prov_names[i])%>%
      dplyr::select(1, Province, everything())
#Creating a vector to name the columns of the data frames created.
crime graphics column names <-
c("Year", "Province", "Percentage_change_Property_Crime", "Percentage_change_Vio
lent_Crime")
#Assigning these names to the columns of each data frame.
crime graphics <- lapply(crime graphics, function(df) setNames(df,</pre>
crime_graphics_column_names))
#Creating a list to assign province specific data frames.
bus_list <- list()</pre>
#Filling data frames created with province specific bus registration data.
  for (i in seq_along(prov_names)) {
    bus list[[i]] <- transport %>%
      dplyr::select(1, contains(prov_names[i])) %>%
      mutate(Province = prov names[i])%>%
      dplyr::select(1, Province, everything())
  }
#Creating a vector to name the columns of the data frames created.
```

```
bus column names <- c("Year", "Province", "bus registrations")</pre>
#Assigning these names to the columns of each data frame.
bus list <- lapply(bus list, function(df) setNames(df, bus column names))</pre>
#Creating a list to assign province specific data frames.
educ list <- list()</pre>
#Filling data frames created with province specific education data.
  for (i in seq along(prov names)) {
    educ list[[i]] <- education %>%
      dplyr::select(1, contains(prov_names[i])) %>%
      mutate(Province = prov_names[i])%>%
      dplyr::select(1, Province, everything())
#Creating a vector to name the columns of the data frames created.
educ_column_names <- c("Year", "Province", "secondary_school_graduates")</pre>
#Assigning these names to the columns of each data frame.
educ_list <- lapply(educ_list, function(df) setNames(df, educ_column_names))</pre>
#Creating a list to assign province specific data frames.
alc list <- list()</pre>
#Filling data frames created with province specific alcohol consumption data.
  for (i in seq along(prov names)){
    alc_list[[i]] <- alcohol %>%
      dplyr::select(1, contains(prov names[i]))%>%
      mutate(Province=prov names[i])%>%
      dplyr::select(1,Province,everything())
  }
#Creating a vector to name the columns of the data frames created.
alc_column_names <-c("Year", "Province", "alc_vol_percapita")</pre>
#Assigning these names to the columns of each data frame.
alc list<- lapply(alc list, function(df) setNames(df,
alc_column_names))
#Creating a list to assign province specific data frames.
outdoors list <- list()</pre>
#Filling data frames created with province specific outdoors data.
  for (i in seq_along(prov_names)){
    outdoors_list[[i]] <- outdoors %>%
      dplyr::select(1, contains(prov_names[i]))%>%
      mutate(Province=prov names[i])%>%
      dplyr::select(1,Province,everything())
  }
#Creating a vector to name the columns of the data frames created.
outdoors_column_names <-c("Year", "Province", "percent_time_outdoors")</pre>
```

```
#Assigning these names to the columns of each data frame.
outdoors_list<- lapply(outdoors_list, function(df) setNames(df,</pre>
outdoors_column_names))
#Creating a list to assign province specific data frames.
labour list <- list()</pre>
#Filling data frames created with province specific employment data.
  for (i in seq_along(prov_names)){
    labour_list[[i]] <- labour %>%
      dplyr::select(1, contains(prov_names[i]))%>%
      mutate(Province=prov_names[i])%>%
      dplyr::select(1,Province,everything())%>%
      mutate(employment rate = 100*((.[,4])/(.[,3])))
  }
#Creating a vector to name the columns of the data frames created.
labour column names <-
c("Year", "Province", "labour force", "employment", "unemployment rate", "employme
nt rate")
#Assigning these names to the columns of each data frame.
labour_list<- lapply(labour_list, function(df) setNames(df,</pre>
labour column names))
#Creating a list to assign province specific data frames.
pop list <- list()</pre>
#Merging two dataframes with population information.
Pop <- merge(Pop, pop_men)</pre>
#Filling data frames created with province specific demographic data.
for (i in seq along(prov names)) {
  pop list[[i]] <- Pop %>%
    dplyr::select(1, contains(prov_names[i])) %>%
    dplyr::mutate(
      Province = prov_names[i],
      young_men = rowSums(dplyr::select(.,
contains(c("15.to.24","25.to.29","30.to.34")))),
      young_men_rate = 100*(young_men / dplyr::select(., contains("Both"))[,
1])) %>%
    dplyr::select(1, Province, contains("Both"), young_men, young_men_rate)
#Creating a vector to name the columns of the data frames created.
pop column names<-
c("Year", "Province", "total_population", "young_men", "young_men_rate")
#Assigning these names to the columns of each data frame.
pop_list<- lapply(pop_list, function(df) setNames(df, pop_column_names))</pre>
```

```
#Creating a list to assign province specific data frames.
poor list <- list()</pre>
#Filling data frames created with province specific income data.
  for (i in seq along(prov names)){
    poor list[[i]] <- low inc%>%
      dplyr::select(1, contains(prov_names[i]))%>%
      mutate(Province=prov_names[i])%>%
      dplyr::select(1,Province,everything())
  }
#Creating a vector to name the columns of the data frames created.
poor column names<-</pre>
c("Year", "Province", "percentage low income", "percentage males18.64 low income
","median_income","CPI_2002_base","median_income_adjusted","total_people_low_
income","low_income_gap_ratio")
#Assigning these names to the columns of each data frame.
poor list<- lapply(poor list, function(df) setNames(df,</pre>
poor column names))
#Creating a list to assign province specific data frames.
transfer_list <- list()</pre>
#Creating a data frame with a single variable that will be used later.
add transfer per person <- function(df) {</pre>
  df$Real_transfer_per_person <-</pre>
df$Total_Net_Gov_Transfers_Current_Year_Dollars / df$Persons
  return(df)
}
#Filling the data frames with provincial government transfer data.
transfer_list <- lapply(prov_names, function(prov) {</pre>
  df <- net transfers %>% filter(Province == prov) %>%
    mutate at(vars(starts with("Total ")), list(~ . * -1))
  return(if (nrow(df) > 0) add transfer per person(df) else NULL)
})
dependency list <- lapply(seq along(dependency)[-1], function(i)</pre>
cbind(dependency[, 1, drop = FALSE], dependency[, i, drop = FALSE]))
process df <- function(df) {</pre>
  # Extract the name of the second column
  col name <- colnames(df)[2]</pre>
  # Add a new column with the name of the original second column
  df$Province <- col_name</pre>
  # Rename the original second column to something else
  new_col_name <- paste0("dependency_ratio")</pre>
```

```
colnames(df)[2] <- new col name</pre>
  return(df)
}
dependency_list <- lapply(dependency_list, process_df)%>%
  lapply(function(df) dplyr::select(df, 1, 3, 2))
join function <- function(df1, df2) {</pre>
  left_join(df1, df2, by = c("Year", "Province"))
transfer list <- Map(join function, transfer list, dependency list)
#Changing the order of columns in the min wage data frame.
wage min <- min wage%>%
  dplyr::select("Jurisdiction", "Effective.Date", "Minimum.Wage")
#Changing the "Effective.Date" column to a time variable.
wage min$Effective.Date <-year(dmy(wage min$Effective.Date))</pre>
#Changing the order of the columns again.
wage min <- wage min %>%
  dplyr::select(2,1,3)
#Creating a vector of names for the data frame.
wage_min_names<- c("Year", "Province", "minimum_wage")</pre>
#Assigning the name vector to the columns of the data frame.
colnames(wage min)<- wage min names</pre>
#Reordering the data frame again.
wage_min <- wage_min %>%
  arrange(Year, Province, desc(minimum_wage)) %>%
  distinct(Year, Province, .keep all = TRUE)%>%
  arrange(Province)
#Splitting the larger dataframe into a list of provincial dataframes.
minwage_list <- split(wage_min, wage_min$Province)</pre>
#Applying a change to each data frame in the list which involves filling in
any missing years with an NA value, filling those NA values with the last
known measure of minimum wage, and then reordign the columns again.
minwage_list <- lapply(minwage_list, function(df_i) {</pre>
  df i %>%
    arrange(Province, Year) %>%
    group_by(Province) %>%
    complete(Year = seq(1998, 2021), fill = list(minimum wage = NA), explicit
= FALSE) %>%
    fill(minimum_wage, .direction = "down") %>%
    filter(Year >= 1998 & Year <= 2021)%>%
```

```
dplyr::select(2,1,3)
})
#Assigning the corresponding province names to each data frame in the list of
data frames.
minwage list <- minwage list[prov names]</pre>
#Creating a list to assign province specific data frames.
police list <- list()</pre>
#Merging the two different data sets containing information on the police
force.
Police <-merge(Police, police2, all.x = T, all.y = T)
#Filling data frames created with province specific police data.
  for (i in seq_along(prov_names)){
    police_list[[i]] <- Police %>%
      dplyr::select(1, contains(prov names[i]))%>%
      mutate(Province=prov names[i])%>%
      dplyr::select(1,Province,everything())
  }
#Creating a vector to name the columns of the data frames created.
police column names <-
c("Year", "Province", "officers_per100k", "criminal_codes_per_officer",
"violent weighted clearance rate", "nonviolent weighted clearance rate",
"potential officers per100k")
#Assigning these names to the columns of each data frame.
police_list<- lapply(police_list, function(df) setNames(df,</pre>
police column names))
#Creating a list to assign province specific data frames.
immigrant list <- list()</pre>
#Filling data frames created with province specific immigration data.
  for (i in seq_along(prov_names)){
    immigrant list[[i]] <- Immigrants %>%
      dplyr::select(1, contains(prov_names[i]))%>%
      mutate(Province=prov_names[i])%>%
      dplyr::select(1,Province,everything())
immigrant_column_names <- c("Year", "Province", "immigrants")</pre>
immigrant_list<- lapply(immigrant_list, function(df) setNames(df,</pre>
immigrant column names))
#Appending some of the columns from the population data frames to the
immigration data frames to calculate the number of immigrants per 100,000
people, then dropping the extra columns that show up.
```

```
for (i in seg along(immigrant list)) {
  immigrant list[[i]] <- left join(immigrant list[[i]], pop list[[i]], by =</pre>
c("Year", "Province")) %>%
    dplyr::select(-young_men, -young_men_rate) %>%
    mutate(immigrants_per100k = (immigrants / total_population) * 100000) %>%
    as.data.frame()
}
#Creating a vector to name the columns of the data frames created.
immigrant column names <-</pre>
c("Year", "Province", "total_immigrants", "total_population", "immigrants_per100k
#Assigning names to the columns of each data frame.
immigrant list<- lapply(immigrant list, function(df) setNames(df,</pre>
immigrant_column_names))
#Creating a list to assign province specific data frames.
prison list <- list()</pre>
#Filling data frames created with province specific incarceration data.
  for (i in seq along(prov names)) {
    prison list[[i]] <- Prison %>%
      dplyr::select(1, contains(prov names[i])) %>%
      mutate(Province = prov_names[i])
    col index <- grep("Incarceration", colnames(prison list[[i]]))</pre>
    col_name <- colnames(prison_list[[i]])[col_index]</pre>
    colnames(prison list[[i]])[col index] <- "incarcerations per100k"</pre>
  }
#Reordering the columns in the data frame.
  for (i in seq_along(prov_names)) {
    prison_list[[i]] <- prison_list[[i]] %>%
      dplyr::select(Year, Province, incarcerations_per100k, everything())
  }
#Creating a list to which all the data frames can be merged to.
combined list <- list()</pre>
#Combining all the data frames created through the steps above as entries in
a list.
for (i in seq_along(crime_list)) {
  combined list[[i]] <- left join(crime list[[i]], labour list[[i]], by =</pre>
c("Year", "Province")) %>%
    left_join(poor_list[[i]], by = c("Year", "Province")) %>%
    left_join(pop_list[[i]], by = c("Year", "Province")) %>%
    left_join(minwage_list[[i]],by = c("Year","Province"))%>%
    left_join(police_list[[i]],by = c("Year","Province"))%>%
    left join(immigrant list[[i]],by =
c("Year", "Province", "total_population"))%>%
    left_join(transfer_list[[i]],by = c("Year","Province"))%>%
```

```
left_join(prison_list[[i]],by = c("Year","Province"))%>%
    left join(viocrime list[[i]], by = c("Year", "Province"))%>%
    left_join(alc_list[[i]], by = c("Year", "Province"))%>%
    left_join(outdoors_list[[i]], by = c("Year", "Province"))%>%
    left_join(bus_list[[i]], by = c("Year", "Province"))%>%
  left_join(educ_list[[i]], by = c("Year", "Province"))%>%
  left_join(crime_graphics[[i]], by = c("Year", "Province"))
}
#Stacking all the data frames in the list of data frames into one large data
frame containing all the data.
stacked data <- bind rows(combined list)</pre>
summary(stacked data$violent weighted clearance rate)
##
      Min. 1st Qu. Median
                              Mean 3rd Qu.
##
     41.89
             55.53
                     60.67
                             59.84
                                     63.93
                                             77.77
#creating a vector of column names that I will use to exclude them from the
next operation.
exclude_columns <- c("Year", "Province")</pre>
#Creating a transformation function that I can apply to a data frame.
transformation_function <- function(x) {</pre>
log(x)
}
#Applying that transformation to the data frame where I have excluded some of
the columns.
log data <- stacked data %>%
  mutate_at(vars(-one_of(exclude_columns)), transformation_function)%>%
  mutate(Province_trend = ave(Year, Province, FUN = seq_along))
## Warning: There were 2 warnings in `mutate()`.
## The first warning was:
## i In argument: `Percentage change Property Crime = (function (x) ...`.
## Caused by warning in `log()`:
##! NaNs produced
## i Run
[18;;ide:run:dplyr::last dplyr warnings()dplyr::last dplyr warnings()]8;; to
see the 1 remaining warning.
lagged log data <- log data%>%
  mutate(property crimes per100k 1 =
dplyr::lag(property crimes per100k,1),property crimes per100k 2 =
dplyr::lag(property_crimes_per100k,2),nonviolent_clearance_rate_1 =
dplyr::lag(nonviolent_clearance_rate,1),nonviolent_clearance_rate_2 =
dplyr::lag(nonviolent_clearance_rate,2), incarcerations_per100k_1 =
dplyr::lag(incarcerations_per100k,1), nonviolent_weighted_clearance_rate_1 =
dplyr::lag(nonviolent weighted clearance rate,1),nonviolent weighted clearanc
e rate 2 =
```

```
dplyr::lag(nonviolent weighted clearance rate,2), violent weighted clearance r
ate 1 =
dplyr::lag(violent_weighted_clearance_rate,1), violent_weighted_clearance_rate
_2 = dplyr::lag(violent_weighted_clearance_rate,2))
lagged log data <- lagged log data[lagged log data$Year %in% seq(from=2000,
to=2021, by=1),,drop=FALSE]
#NOTE ERROR FROM PERCENTAGE CHANGES IN CRIME RATES IS IRRELEVANT SINCE WE
DON'T USE THAT DATA IN REGRESSION.
#Creating dictionary of names to rename variables in regression tables.
dict = c(property_crimes_per100k = "Property Crimes per 100,000 Population",
nonviolent clearance rate = "Nonviolent Clearance Rate",
nonviolent_weighted_clearance_rate = "Nonviolent Weighted Clearance
Rate", officers per100k = "Officers per 100,000 Population",
violent crimes per100k = "Violent Crimes per 100,000 Population",
violent_clearance_rate = "Violent Clearance Rate",
violent weighted clearance rate = "Violent Weighted Clearance Rate",
'l(nonviolent weighted clearance rate,1)'= "Nonviolent Weighted Clearance
Rate (One-year Lag)", 'l(nonviolent_weighted_clearance_rate,2)'= "Nonviolent
Weighted Clearance Rate (Two-year
Lag)",'l(violent weighted clearance rate,1)'= "Violent Weighted Clearance
Rate (One-year Lag)",'l(violent_weighted_clearance_rate,2)'= "Violent
Weighted Clearance Rate (Two-year Lag)",
incarcerations per100k = "Incarceration Rate per 100,000 Population",
employment rate = "Employment Rate", Real transfer per person = "Real
Government Transfers per Person", minimum_wage = "Minimum Wage",
young_men_rate = "Males aged 15 to 24 (% of Population)", total_population =
"Total Population", median_income_adjusted = "Median Income of Low Income
Households", immigrants_per100k = "Immigrants per 100,000 Population")
#Fixed effects regression of property crimes per 100k on weighted clearance
rates, officers per 100k, along with other covariates.
fepropweighted <- feols(property crimes per100k ~
csw(nonviolent_weighted_clearance_rate,officers_per100k) + total_population +
young_men_rate + employment_rate + median_income_adjusted +
Real transfer per person + immigrants per100k + minimum wage +
minimum wage*employment rate | Province + Year, data = lagged log data,
panel.id = c("Province", "Year"), vcov= "NW")
#Creating latex output of regression table.
etable(fepropweighted, fitstat = c("n","g","r2", "ar2","wr2","awr2"), dict =
dict, tex = T
## \begingroup
## \centering
## \begin{tabular}{lcc}
##
      \tabularnewline \midrule \midrule
      Dependent Variable: & \multicolumn{2}{c}{Property Crimes per 100,000
```

```
Population \\
##
                                               & (1)
                                                                 & (2)\\
      Model:
##
      \midrule
      \emph{Variables}\\
##
      Nonviolent Weighted Clearance Rate
                                               & -0.6475$^{***}$ & -
##
0.6693$^{***}$\\
##
                                               & (0.1075)
                                                                 & (0.1050)\\
##
      Total Population
                                               & -0.0769
                                                                 & -0.1312\\
##
                                                                 & (0.2870)\\
                                               & (0.2763)
      Males aged 15 to 24 (\% of Population)
##
                                               & -0.0529
                                                                 & 0.1672\\
##
                                               & (0.4244)
                                                                 & (0.4380)\\
##
      Employment Rate
                                               & -0.0363
                                                                 & 0.3233\\
##
                                               & (3.354)
                                                                 & (3.637)\\
##
      Median Income of Low Income Households
                                               & -0.5811$<sup>^</sup>{*}$
                                                                 & -0.5000\\
##
                                               & (0.2994)
                                                                 & (0.3142)\\
##
      Real Government Transfers per Person
                                               & 0.1062
                                                                 & 0.1269\\
##
                                               & (0.0986)
                                                                 & (0.0975)\\
##
      Immigrants per 100,000 Population
                                               & 0.0102
                                                                 & 0.0137\\
##
                                               & (0.0212)
                                                                 & (0.0217)\\
##
      Minimum Wage
                                               & 4.951
                                                                 & 4.511\\
##
                                               & (6.701)
                                                                 & (7.734)\\
##
      Employment Rate $\times$ Minimum Wage
                                               & -1.018
                                                                 & -0.9074\\
##
                                               & (1.486)
                                                                 & (1.710)\\
##
      Officers per 100,000 Population
                                               &
                                                                 & 0.2945\\
##
                                               &
                                                                 & (0.2531)\\
##
      \midrule
      \emph{Fixed-effects}\\
##
##
      Province
                                               & Yes
                                                                 & Yes\\
##
      Year
                                               & Yes
                                                                 & Yes\\
##
      \midrule
##
      \emph{Fit statistics}\\
##
      Observations |
                                               & 220
                                                                 & 210\\
                                               & 22
##
      Size of the 'effective' sample
                                                                 & 21\\
                                                                 & 0.96484\\
##
      R$^2$
                                               & 0.96175
##
      Adjusted R$^2$
                                               & 0.95347
                                                                 & 0.95677\\
      Within R$^2$
##
                                               & 0.56461
                                                                 & 0.58729\\
##
      Within Adjusted R$^2$
                                               & 0.54284
                                                                 & 0.56302\\
##
      \midrule \midrule
      \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
parentheses}}\\
      \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *: 0.1}}\\
## \end{tabular}
## \par\endgroup
#Fixed effects regression of violent crimes per 100k on weighted clearance
rates, officers per 100k, along with other covariates.
feviolentweighted <- feols(violent crimes per100k ~
csw(violent_weighted_clearance_rate, officers_per100k) + total_population +
young men rate + employment rate + median income adjusted +
Real transfer per person + immigrants per100k + minimum wage +
```

```
minimum wage*employment rate | Province + Year, data = lagged log data,
panel.id = c("Province", "Year"), vcov= "NW")
#Creating latex output of regression table.
etable(feviolentweighted, fitstat = c("n", "g", "r2", "ar2", "wr2", "awr2"),
title = "", dict = dict, tex = T)
## \begin{table}[htbp]
      \caption{}
##
##
      \centering
##
      \begin{tabular}{lcc}
##
         \tabularnewline \midrule \midrule
         Dependent Variable: & \multicolumn{2}{c}{Violent Crimes per 100,000
Population}\\
##
         Model:
                                                 & (1)
                                                                    & (2)\\
         \midrule
##
##
         \emph{Variables}\\
                                                 & -0.4528$^{***}$ & -
        Violent Weighted Clearance Rate
##
0.4539$^{***}$\\
##
                                                 & (0.0867)
                                                                    &
(0.0955)\
##
        Total Population
                                                 & 0.4488
                                                                    & 0.4431\\
                                                 & (0.3051)
##
(0.3146)\
         Males aged 15 to 24 (\% of Population) & 0.1870
                                                                    & 0.1487\\
##
                                                 & (0.2978)
##
(0.3415)\
##
         Employment Rate
                                                 & 2.386
                                                                    & 2.413\\
##
                                                 & (2.602)
(2.898)\
        Median Income of Low Income Households & -0.1621
                                                                    & -
0.3249\\
##
                                                 & (0.2811)
                                                                    &
(0.3118) \
         Real Government Transfers per Person
                                                 & -0.1514
                                                                    & -
0.1483\\
##
                                                 & (0.0975)
                                                                    &
(0.1090)\\
                                                                    & -
         Immigrants per 100,000 Population
                                                 & -0.0385
0.0448$^{*}$\\
                                                 & (0.0230)
                                                                    &
##
(0.0236)\
##
         Minimum Wage
                                                 & 0.5664
                                                                    & 0.3679\\
##
                                                 & (5.137)
(6.000) \
##
         Employment Rate $\times$ Minimum Wage
                                                 & -0.0883
                                                                    & -
0.0454\\
                                                                    &
##
                                                 & (1.137)
(1.326) \
```

```
Officers per 100,000 Population
                                                  &
0.2150\\
                                                  &
                                                                    &
##
(0.2459)\
         \midrule
##
         \emph{Fixed-effects}\\
##
                                                  & Yes
##
         Province
                                                                    & Yes\\
##
                                                  & Yes
                                                                    & Yes\\
         Year
         \midrule
##
##
         \emph{Fit statistics}\\
                                                  & 220
                                                                    & 210\\
##
         Observations
##
         Size of the 'effective' sample
                                                  & 22
                                                                    & 21\\
                                                  & 0.99851
##
         R$^2$
0.99852\\
         Adjusted R$^2$
                                                  & 0.99819
                                                                    &
##
0.99817\\
##
         Within R$^2$
                                                  & 0.32152
                                                                    &
0.32229\\
                                                                    &
##
         Within Adjusted R$^2$
                                                  & 0.28760
0.28243\\
##
         \midrule \midrule
         \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
##
parentheses}}\\
##
         \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *:
0.1}}\\
      \end{tabular}
## \end{table}
#Fixed effects regression of violent crimes per 100k on weighted clearance
rates, officers per 100k, along with other covariates.
feprop inst <- feols(property_crimes_per100k ~ officers_per100k +</pre>
total_population + young_men_rate + employment_rate + median_income_adjusted
+ Real transfer per person + immigrants per100k + minimum wage +
minimum wage*employment rate | Province +
Year nonviolent weighted clearance rate ~ criminal codes per officer, data =
lagged_log_data, panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 10 observations removed because of NA values (RHS: 10, IV: 0/10).
feprop_inst2 <- feols(property_crimes_per100k ~</pre>
nonviolent weighted clearance rate + total population + young men rate +
employment rate + median income adjusted + Real transfer per person +
immigrants per100k + minimum wage + minimum wage*employment rate | Province +
Year officers_per100k ~ potential_officers_per100k, data = lagged_log_data,
panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 10 observations removed because of NA values (IV: 10/10).
feviolent inst <- feols(violent crimes per100k ~ officers per100k +
total population + young men rate + employment rate + median income adjusted
+ Real_transfer_per_person + immigrants_per100k + minimum_wage +
```

```
minimum wage*employment rate | Province + Year |
violent weighted clearance rate ~ criminal codes per officer, data =
lagged_log_data, panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 10 observations removed because of NA values (RHS: 10, IV: 0/10).
feviolent inst2 <- feols(violent crimes per100k ~
violent weighted clearance rate + total population + young men rate +
employment_rate + median_income_adjusted + Real_transfer_per_person +
Year officers_per100k ~ potential_officers_per100k, data = lagged_log_data,
panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 10 observations removed because of NA values (IV: 10/10).
etable(feprop inst, feviolent inst,fitstat
=c("ar2","ivf","ivf.p","wh","wh.p"), dict = dict, tex = T)
## \begingroup
## \centering
## \begin{tabular}{lcc}
##
     \tabularnewline \midrule \midrule
     Dependent Variables:
##
                                                                   &
Property Crimes per 100,000 Population & Violent Crimes per 100,000
Population\\
##
     Model:
                                                                   & (1)
& (2)\\
     \midrule
##
     \emph{Variables}\\
##
     Nonviolent Weighted Clearance Rate
##
                                                                   & -
2.683$^{***}$
                                    &
                                        //
##
                                                                   &
(0.6196)
                                     &
                                         11
     Officers per 100,000 Population
                                                                   &
0.9441$^{**}$
                                     & 0.0621\\
##
                                                                   &
(0.4231)
                                     & (0.3551)\\
                                                                   & -
     Total Population
1.456$^{*}$
                                    & 0.2161\\
##
                                                                   &
(0.7212)
                                     & (0.3976)\\
     Males aged 15 to 24 (\% of Population)
                                                                   & 1.154
& -0.0522\\
##
                                                                   &
(0.7125)
                                     & (0.5328)\\
                                                                   & -
     Employment Rate
17.71$^{**}$
                                    & -4.585\\
##
                                                                   &
(8.066)
                                     & (4.898)\\
     Median Income of Low Income Households
##
                                                                   &
0.6376
                                     & 0.5949\\
```

```
##
(0.5691)
                                        & (0.4518)\\
      Real Government Transfers per Person
                                                                        & -
0.4168
                                       & -0.4062$^{**}$\\
##
                                                                        &
(0.2657)
                                        & (0.1595)\\
      Immigrants per 100,000 Population
                                                                        & -
                                       & 0.0242\\
0.0394
                                                                        &
##
(0.0595)
                                        & (0.0430)\\
                                                                        & -
      Minimum Wage
32.89$^{*}$
                                       & -11.14\\
                                                                        &
##
(17.01)
                                        & (9.777)\\
      Employment Rate $\times$ Minimum Wage
                                                                        &
                                        & 2.528\\
7.351$^{*}$
##
                                                                        &
                                        & (2.164)\\
(3.754)
      Violent Weighted Clearance Rate
                                                                        &
##
& -1.603$^{***}$\\
                                                                        &
##
& (0.3967)\\
      \midrule
##
      \emph{Fixed-effects}\\
##
      Province
                                                                        & Yes
& Yes\\
##
      Year
                                                                        & Yes
& Yes\\
##
      \midrule
      \emph{Fit statistics}\\
##
##
      Adjusted R$^2$
                                                                        &
0.82001
                                        & 0.99605\\
##
      F-test (1st stage), Nonviolent Weighted Clearance Rate
47.245
      F-test (1st stage), Violent Weighted Clearance Rate
##
                                                                        &
& 41.162\\
      F-test (1st stage), p-value, Nonviolent Weighted Clearance Rate &
$7.88\times 10^{-11}$
                                        4 \\
      F-test (1st stage), p-value, Violent Weighted Clearance Rate
& $1\times 10^{-9}$\\
      Wu-Hausman
                                                                        &
##
509.97
                                        & 53.606\\
                                                                        &
##
      Wu-Hausman, p-value
                                       & $9.52\times 10^{-12}$\\
$6.51\times 10^{-53}$
      \midrule \midrule
      \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
parentheses}}\\
      \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *: 0.1}}\\
## \end{tabular}
## \par\endgroup
```

```
etable(feprop inst2, feviolent inst2, fitstat
=c("ar2","ivf","ivf.p","wh","wh.p"), dict = dict, tex = T)
## \begingroup
## \centering
## \begin{tabular}{lcc}
      \tabularnewline \midrule \midrule
      Dependent Variables:
                                                                     & Property
Crimes per 100,000 Population & Violent Crimes per 100,000 Population\\
##
      Model:
                                                                     & (1)
& (2)\\
##
      \midrule
      \emph{Variables}\\
      Officers per 100,000 Population
                                                                     \& -0.2727
& -0.5263\\
                                                                     \& (0.4444)
##
& (0.3725)\\
                                                                     & -
      Nonviolent Weighted Clearance Rate
0.6260$^{***}$
                                           //
                                                                     \& (0.1074)
##
&
    //
      Total Population
                                                                     & -0.0658
& 0.4668\\
                                                                     \& (0.3056)
& (0.3050)\\
      Males aged 15 to 24 (\% of Population)
                                                                     & -0.0402
& 0.0481\\
##
                                                                     \& (0.4270)
& (0.3418)\\
      Employment Rate
                                                                     & 0.9360
& 2.637\\
                                                                     \& (4.380)
& (3.170)\\
      Median Income of Low Income Households
                                                                     & -
0.6986$^{*}$
                                       & -0.4347\\
                                                                     & (0.3564)
##
& (0.3369)\\
      Real Government Transfers per Person
                                                                     & 0.1262
& -0.1515\\
##
                                                                     \& (0.1023)
& (0.1107)\\
      Immigrants per 100,000 Population
                                                                     & 0.0016
& -0.0532$^{*}$\\
##
                                                                     \& (0.0246)
& (0.0256)\\
                                                                     & 6.301
      Minimum Wage
& 1.079\\
##
                                                                     \& (9.221)
& (6.586)\\
                                                                     & -1.298
## Employment Rate $\times$ Minimum Wage
```

```
& -0.2004\\
                                                                    & (2.035)
##
& (1.455)\\
      Violent Weighted Clearance Rate
                                                                    &
& -0.4377$<sup>\{***</sup>}$\\
##
                                                                    &
& (0.1014)\\
##
      \midrule
      \emph{Fixed-effects}\\
##
##
      Province
                                                                    & Yes
& Yes\\
##
                                                                    & Yes
      Year
& Yes\\
##
      \midrule
##
      \emph{Fit statistics}\\
                                                                    & 0.95421
      Adjusted R$^2$
& 0.99814\\
##
      F-test (1st stage), Officers per 100,000 Population
                                                                    & 86.953
& 88.990\\
      F-test (1st stage), p-value, Officers per 100,000 Population &
                                        & $1.07\times 10^{-17}$\\
$2.19\times 10^{-17}$
      Wu-Hausman
                                                                    & 4.5004
& 1.4116\\
##
      Wu-Hausman, p-value
                                                                    & 0.03535
& 0.23646\\
##
      \midrule \midrule
      \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
##
parentheses}}\\
      \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *: 0.1}}\\
## \end{tabular}
## \par\endgroup
#Fixed effects regression of property crimes per 100k on clearance rates and
lagged clearance rates, officers per 100k, along with other covariates.
feproplag <- feols(property crimes per100k ~
csw(nonviolent_weighted_clearance_rate +
(l(nonviolent_weighted_clearance_rate,1) +
1(nonviolent_weighted_clearance_rate,2)),officers_per100k) + total_population
+ young men rate + employment rate + median income adjusted +
Real transfer per person + immigrants per100k + minimum wage +
minimum_wage*employment_rate | Province + Year, data = lagged_log_data,
panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 20 observations removed because of NA values (RHS: 20).
         |-> this msg only concerns the variables common to all estimations
##
#Creating latex output of regression table.
etable(feproplag, dict =dict, fitstat = c("n", "g", "r2", "ar2", "wr2", "awr2"),
title = "", tex = T)
```

```
## \begin{table}[htbp]
##
      \caption{}
##
      \centering
##
      \begin{tabular}{lcc}
         \tabularnewline \midrule \midrule
##
##
         Dependent Variable: & \multicolumn{2}{c}{Property Crimes per 100,000
Population}\\
         Model:
                                                             & (1)
& (2)\\
##
         \midrule
         \emph{Variables}\\
##
##
         Nonviolent Weighted Clearance Rate
                                                            & -0.5771$<sup>^</sup>{***}$
& -0.6336$^{***}$\\
##
                                                             & (0.1243)
& (0.1179)\\
         Nonviolent Weighted Clearance Rate (One-year Lag) & -0.2382$^{*}$
& -0.1490\\
##
                                                             & (0.1159)
& (0.1230)\\
         Nonviolent Weighted Clearance Rate (Two-year Lag) & 0.0770
& 0.0681\\
                                                             & (0.1048)
##
& (0.1022)\\
##
         Total Population
                                                             & 0.1064
& 0.0919\\
##
                                                             & (0.3036)
& (0.3211)\\
         Males aged 15 to 24 (\% of Population)
                                                             & -0.0444
& 0.1136\\
##
                                                             & (0.4158)
& (0.4456)\\
                                                             & 0.1248
        Employment Rate
& 0.9475\\
##
                                                             & (3.633)
& (4.043)\\
         Median Income of Low Income Households
                                                             & -0.4445
& -0.4010\\
##
                                                             & (0.3073)
& (0.3222)\\
         Real Government Transfers per Person
                                                             & 0.0495
& 0.0918\\
##
                                                             \& (0.1020)
& (0.1021)\\
         Immigrants per 100,000 Population
                                                             & -0.0044
& $6.59\times 10^{-5}$\\
##
                                                             & (0.0228)
& (0.0235)\\
                                                             & 5.698
         Minimum Wage
& 6.496\\
                                                             & (7.328)
```

```
& (8.565)\\
         Employment Rate $\times$ Minimum Wage
                                                            & -1.208
& -1.371\\
##
                                                            \& (1.625)
& (1.894)\\
         Officers per 100,000 Population
                                                            &
& 0.1698\\
                                                            &
& (0.2688)\\
##
         \midrule
         \emph{Fixed-effects}\\
##
##
         Province
                                                            & Yes
& Yes\\
##
         Year
                                                            & Yes
& Yes\\
##
         \midrule
##
         \emph{Fit statistics}\\
         Observations
                                                            & 200
##
& 190\\
##
         Size of the 'effective' sample
                                                            & 20
& 19\\
         R$^2$
                                                            & 0.96382
##
& 0.96574\\
         Adjusted R$^2$
                                                            & 0.95500
& 0.95683\\
         Within R$^2$
                                                            & 0.55360
& 0.56259\\
##
         Within Adjusted R$^2$
                                                            & 0.52291
& 0.52760\\
         \midrule \midrule
         \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
parentheses}}\\
         \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *:
##
0.1}}\\
      \end{tabular}
## \end{table}
#Fixed effects regression of violent crimes per 100k on clearance rates and
lagged clearance rates, officers per 100k, along with other covariates.
feviolentlag <- feols(violent crimes per100k ~
csw(violent weighted clearance rate + (1(violent weighted clearance rate, 1)
+ 1(violent_weighted_clearance_rate, 2)), officers_per100k) +
total_population + young_men_rate + employment_rate + median_income_adjusted
+ Real_transfer_per_person + immigrants_per100k + minimum_wage +
minimum_wage*employment_rate | Province + Year, data = lagged_log_data,
panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 20 observations removed because of NA values (RHS: 20).
##
         |-> this msg only concerns the variables common to all estimations
```

```
#Creating latex output of regression table.
etable(feviolentlag, fitstat = c("n", "g", "r2", "ar2", "wr2", "awr2"), dict =
dict, tex = T)
## \begingroup
## \centering
## \begin{tabular}{lcc}
      \tabularnewline \midrule \midrule
      Dependent Variable: & \multicolumn{2}{c}{Violent Crimes per 100,000
##
Population}\\
      Model:
##
                                                     & (1)
(2)\\
##
      \midrule
##
      \emph{Variables}\\
      Violent Weighted Clearance Rate
                                                     & -0.2801$^{***}$ & -
0.2777$^{***}$\\
##
                                                      & (0.0865)
                                                                        &
(0.0931)\
      Violent Weighted Clearance Rate (One-year Lag) & -0.2646$^{***}$ & -
0.2497$^{**}$\\
##
                                                     & (0.0885)
                                                                        &
(0.0968)\\
     Violent Weighted Clearance Rate (Two-year Lag) & -0.0148
                                                                        & -
0.0330\\
##
                                                     & (0.0969)
                                                                        &
(0.1033)\\
     Total Population
                                                                        &
                                                     & 0.5672
0.5617\\
##
                                                     & (0.3510)
                                                                        &
(0.3397) \
      Males aged 15 to 24 (\% of Population)
                                                     & 0.1541
                                                                        &
0.0368\\
##
                                                     & (0.3403)
                                                                        &
(0.3980) \
      Employment Rate
                                                     & 2.917
                                                                        &
2.900\\
                                                                        &
##
                                                     & (3.047)
(3.392)\
      Median Income of Low Income Households
                                                     & -0.1432
                                                                        & -
0.3338\\
                                                                        &
##
                                                     & (0.3074)
(0.3425)\
      Real Government Transfers per Person
                                                                        & -
                                                     & -0.1298
0.1151\\
##
                                                     & (0.0925)
                                                                        &
(0.1046)\\
      Immigrants per 100,000 Population
                                                     & -0.0388
                                                                        & -
0.0477$^{*}$\\
##
                                                     & (0.0250)
                                                                        &
(0.0258)\
```

```
Minimum Wage
                                                      & 1.594
                                                                        &
1.371\\
                                                                        &
##
                                                      & (5.908)
(6.876)\
      Employment Rate $\times$ Minimum Wage
                                                      & -0.3142
                                                                        & -
0.2671\\
                                                                        &
##
                                                      & (1.308)
(1.518)\
      Officers per 100,000 Population
                                                                        & -
                                                      &
0.2857\\
##
                                                      &
                                                                        &
(0.2640)\\
      \midrule
##
      \emph{Fixed-effects}\\
##
##
      Province
                                                      & Yes
                                                                        &
Yes\\
                                                                        &
##
      Year
                                                      & Yes
Yes\\
##
      \midrule
##
      \emph{Fit statistics}\\
      Observations
                                                      & 200
                                                                        &
##
190\\
##
      Size of the 'effective' sample
                                                      & 20
                                                                        & 19\\
##
      R$^2$
                                                      & 0.99859
0.99860\\
##
      Adjusted R$^2$
                                                      & 0.99825
                                                                        &
0.99824\\
##
      Within R$^2$
                                                      & 0.36875
                                                                        &
0.37386\\
      Within Adjusted R$^2$
                                                      & 0.32536
                                                                        &
0.32377\\
##
      \midrule \midrule
      \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
      \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *: 0.1}}\\
## \end{tabular}
## \par\endgroup
#Fixed effects regression of property crimes per 100k on clearance rates,
officers per 100k, incarcerations per 100k, along with other covariates.
fepropincar <- feols(property crimes per100k ~
csw(nonviolent weighted_clearance_rate,officers_per100k) + total_population +
young men rate + employment rate + median income adjusted +
Real_transfer_per_person + immigrants_per100k + minimum_wage +
minimum wage*employment rate + incarcerations per100k | Province + Year, data
= lagged log data, panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 3 observations removed because of NA values (RHS: 3).
         |-> this msg only concerns the variables common to all estimations
##
```

```
#Creating latex output of regression table.
etable(fepropincar, dict = dict, fitstat = c("n", "g", "r2",
"ar2","wr2","awr2"), tex = T)
## \begingroup
## \centering
## \begin{tabular}{lcc}
      \tabularnewline \midrule \midrule
##
      Dependent Variable: & \multicolumn{2}{c}{Property Crimes per 100,000
Population}\\
##
      Model:
                                                 & (1)
                                                                   & (2)\\
##
      \midrule
##
      \emph{Variables}\\
      Nonviolent Weighted Clearance Rate
##
                                                 & -0.6619$^{***}$ & -
0.6865$^{***}$\\
                                                 & (0.1019)
##
(0.0998)\
      Total Population
##
                                                 & 0.1556
                                                                   & 0.1433\\
##
                                                 & (0.2937)
(0.3042)\\
##
      Males aged 15 to 24 (\% of Population)
                                                 & 0.0598
                                                                   & 0.2930\\
##
                                                 & (0.4859)
(0.4669)\\
                                                                   & 3.827\\
##
      Employment Rate
                                                 & 2.757
                                                 & (4.158)
                                                                   & (4.214)\\
##
##
      Median Income of Low Income Households
                                                                   & -0.2052\\
                                                 & -0.2814
##
                                                 & (0.3165)
(0.3197) \
      Real Government Transfers per Person
                                                 & 0.1743
                                                                   &
0.2283$^{*}$\\
##
                                                 & (0.1087)
                                                                   &
(0.1118) \
##
      Immigrants per 100,000 Population
                                                 & 0.0031
                                                                   & 0.0026\\
##
                                                 & (0.0211)
(0.0222)\
##
      Minimum Wage
                                                 & 9.569
                                                                   & 10.07\\
##
                                                 & (7.863)
                                                                   & (8.620)\\
      Incarceration Rate per 100,000 Population & 0.1812$^{*}$
                                                                   &
0.2201$^{**}$\\
                                                 & (0.0881)
##
(0.0817)\\
##
      Employment Rate $\times$ Minimum Wage
                                                 & -2.032
                                                                   & -2.130\\
##
                                                 & (1.738)
                                                                   & (1.905)\\
##
      Officers per 100,000 Population
                                                 &
                                                                   & 0.2527\\
##
                                                 &
(0.2534) \
##
      \midrule
##
      \emph{Fixed-effects}\\
##
      Province
                                                 & Yes
                                                                   & Yes\\
                                                                   & Yes\\
##
                                                 & Yes
      Year
```

```
##
      \midrule
##
      \emph{Fit statistics}\\
##
                                                & 217
                                                                   & 207\\
      Observations |
      Size of the 'effective' sample
##
                                                & 22
                                                                   & 21\\
                                                                   & 0.96771\\
##
                                                & 0.96410
      R$^2$
##
      Adjusted R$^2$
                                                & 0.95594
                                                                   & 0.95993\\
##
      Within R$^2$
                                                & 0.58692
                                                                   & 0.61640\\
##
      Within Adjusted R$^2$
                                                & 0.56345
                                                                   & 0.59098\\
##
      \midrule \midrule
##
      \multicolumn{3}{1}{\emph{Newey-West (L=2) standard-errors in
parentheses}}\\
      \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *: 0.1}}\\
## \end{tabular}
## \par\endgroup
#Fixed effects regression of violent crimes per 100k on clearance rates,
officers per 100k, incarcerations per 100k, along with other covariates.
feviolentincar <- feols(violent crimes per100k ~
csw(violent_weighted_clearance_rate, officers_per100k) + total_population +
young_men_rate + employment_rate + median_income_adjusted +
Real transfer per person + immigrants per100k + minimum wage +
minimum_wage*employment_rate + incarcerations_per100k  Province + Year, data
= lagged log data, panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 3 observations removed because of NA values (RHS: 3).
         |-> this msg only concerns the variables common to all estimations
#Creating latex output of regression table.
etable(feviolentincar, dict = dict, fitstat = c("n", "g", "r2",
"ar2","wr2","awr2"),tex = T)
## \begingroup
## \centering
## \begin{tabular}{lcc}
##
      \tabularnewline \midrule \midrule
      Dependent Variable: & \multicolumn{2}{c}{Violent Crimes per 100,000
##
Population}\\
##
      Model:
                                                & (1)
                                                                   & (2)\\
##
      \midrule
##
      \emph{Variables}\\
##
      Violent Weighted Clearance Rate
                                                & -0.4090$^{***}$ & -
0.4041$^{***}$\\
##
                                                & (0.0881)
                                                                   &
(0.0931)\
      Total Population
                                                & 0.6376$^{*}$
                                                                   &
0.7161$^{**}$\\
##
                                                & (0.3097)
                                                                   &
(0.3200)\
      Males aged 15 to 24 (\% of Population)
                                                & 0.2884
                                                                   & 0.2740\\
##
                                                & (0.3236)
(0.3617)\
```

```
Employment Rate
                                                                                                           & 4.543
5.671$^{*}$\\
                                                                                                           & (2.848)
##
                                                                                                                                                    & (3.221)\\
             Median Income of Low Income Households
##
                                                                                                           & 0.0411
                                                                                                                                                    & -0.0813\\
##
                                                                                                           & (0.2892)
(0.3140) \
             Real Government Transfers per Person
                                                                                                           & -0.0678
                                                                                                                                                    & -0.0158\\
##
                                                                                                           & (0.1003)
(0.1083)\\
             Immigrants per 100,000 Population
                                                                                                           & -0.0457$<sup>^</sup>{*}$
                                                                                                                                                    & -
0.0574$^{**}$\\
##
                                                                                                           & (0.0256)
                                                                                                                                                    &
(0.0255)\\
##
             Minimum Wage
                                                                                                           & 4.002
                                                                                                                                                    & 5.574\\
##
                                                                                                           & (5.537)
                                                                                                                                                    & (6.602)\\
             Incarceration Rate per 100,000 Population & 0.1348
0.1948$^{**}$\\
                                                                                                           & (0.0842)
                                                                                                                                                    &
##
(0.0881)\
             Employment Rate $\times$ Minimum Wage
                                                                                                           & -0.8437
                                                                                                                                                    & -1.190\\
                                                                                                                                                    & (1.459)\\
##
                                                                                                           & (1.225)
##
             Officers per 100,000 Population
                                                                                                           &
                                                                                                                                                    & -0.2995\\
##
                                                                                                           &
(0.2413) \
             \midrule
##
             \emph{Fixed-effects}\\
##
                                                                                                                                                    & Yes\\
##
             Province
                                                                                                           & Yes
##
             Year
                                                                                                           & Yes
                                                                                                                                                    & Yes\\
##
             \midrule
##
             \emph{Fit statistics}\\
##
             Observations
                                                                                                           & 217
                                                                                                                                                    & 207\\
                                                                                                           & 22
##
             Size of the 'effective' sample
                                                                                                                                                    & 21\\
##
             R$^2$
                                                                                                           & 0.99858
                                                                                                                                                    & 0.99863\\
##
             Adjusted R$^2$
                                                                                                           & 0.99826
                                                                                                                                                    & 0.99830\\
##
             Within R$^2$
                                                                                                           & 0.34277
                                                                                                                                                    & 0.36297\\
##
             Within Adjusted R$^2$
                                                                                                           & 0.30543
                                                                                                                                                    & 0.32076\\
##
             \midrule \midrule
             \mbox{\mbox{\mbox{$M$}}{1}}{\mbox{\mbox{\mbox{$M$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{$W$}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{$W$}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{$W$}}}}{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{\mbox{\mbox{$W$}}}} \mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{$W$}}}}} \mbox{\mbox{\mbox{\mbox{\mbox{\mbox{$W$}}}}} \mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbox{\mbo
##
parentheses}}\\
             \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *: 0.1}}\\
## \end{tabular}
## \par\endgroup
#First differences regressions.
fdprop <- feols(d(property crimes per100k) ~
d(nonviolent weighted clearance rate) + d(total population) +
d(young_men_rate) + d(employment_rate) + d(median_income_adjusted) +
d(Real_transfer_per_person) + d(immigrants_per100k) + d(minimum_wage) +
lagged_log_data, panel.id = c("Province", "Year"), vcov= "NW")
```

```
## NOTE: 10 observations removed because of NA values (LHS: 10, RHS: 10).
fdviolent <- feols(d(violent crimes per100k) ~
d(violent weighted clearance rate) + d(total population) + d(young men rate)
+ d(employment rate) + d(median income adjusted) +
d(Real transfer per person) + d(immigrants per100k) + d(minimum wage) +
lagged_log_data, panel.id = c("Province", "Year"), vcov= "NW")
## NOTE: 10 observations removed because of NA values (LHS: 10, RHS: 10).
#Creating latex output of regression tables.
etable(fdprop, fdviolent, fitstat = c("n", "g", "r2", "ar2"), dict = dict,
title = "First Differences Regression with Fixed Effects", tex = T)
## \begin{table}[htbp]
##
     \caption{First Differences Regression with Fixed Effects}
##
      \centering
      \begin{tabular}{lcc}
##
##
        \tabularnewline \midrule \midrule
##
        Dependent Variables:
                                                            &
d(property\_crimes\_per100k,1) & d(violent\_crimes\_per100k,1)\\
        Model:
                                                            & (1)
& (2)\\
##
        \midrule
##
        \emph{Variables}\\
        d(nonviolent\_weighted\_clearance\_rate,1)
                                                            & -
0.4135$^{***}$
                               & \\
##
                                                            & (0.0717)
&
   11
        d(total\ population,1)
                                                            & 0.1622
##
& 0.8159\\
                                                            & (0.7470)
##
& (0.7123)\\
        d(young\_men\_rate,1)
                                                            & 0.3254
& 1.058$^{*}$\\
##
                                                            & (0.5437)
& (0.5386)\\
                                                            & -0.6476
        d(employment\ rate,1)
& 0.6261\\
                                                            & (0.6895)
##
& (0.5347)\\
                                                            & -0.1661
        d(median\ income\ adjusted,1)
& 0.1809\\
                                                            & (0.1781)
##
& (0.1659)\\
        d(Real\_transfer\_per\_person,1)
                                                            & -0.0944
& 0.0128\\
##
                                                            & (0.0735)
& (0.0603)\\
        d(immigrants\_per100k,1)
                                                            & 0.0051
```

```
& -0.0374$^{*}$\\
##
                                                                  \& (0.0206)
& (0.0190)\\
         d(minimum\_wage,1)
                                                                  & 0.1903$^{*}$
& 0.1274\\
                                                                  & (0.0921)
##
& (0.1004)\\
         d(employment\_rate,1) $\times$ d(minimum\_wage,1)
                                                                  & -1.705
##
                                                                  \& (8.042)
& (9.511)\\
         d(violent\ weighted\ clearance\ rate,1)
                                                                  &
& -0.1733$^{***}$\\
##
                                                                  &
& (0.0589)\\
##
         \midrule
##
         \emph{Fixed-effects}\\
         Province
##
                                                                  & Yes
& Yes\\
##
         Year
                                                                  & Yes
& Yes\\
         \midrule
##
##
         \emph{Fit statistics}\\
##
         Observations
                                                                  & 210
& 210\\
         Size of the 'effective' sample
##
                                                                  & 21
& 21\\
##
         R$^2$
                                                                  & 0.58076
& 0.57931\\
                                                                  & 0.48759
         Adjusted R$^2$
& 0.48582\\
         \midrule \midrule
         \mbox{\mbox{\mbox{$M$}}{1}}{\mbox{\mbox{\mbox{$M$}}}{\mbox{\mbox{\mbox{$W$}}}}} \ in
##
parentheses}}\\
         \multicolumn{3}{1}{\emph{Signif. Codes: ***: 0.01, **: 0.05, *:
0.1}}\\
      \end{tabular}
##
## \end{table}
columns of interest <-
c("property_crimes_per100k", "nonviolent_weighted_clearance_rate", "violent_cri
mes per100k", "violent weighted clearance rate", "employment rate", "median inco
me adjusted", "Real_transfer_per_person", "total_population", "young_men_rate", "
immigrants_per100k", "minimum_wage", "officers_per100k", "incarcerations_per100k
")
selected_data <- stacked_data[, columns_of_interest]</pre>
if (!requireNamespace("tools", quietly = TRUE)) {
  install.packages("tools")
}
```

```
library(tools)
# Replace underscores with spaces and capitalize each word
colnames(selected data) <- toTitleCase(gsub(" ", " ",</pre>
colnames(selected data)))
summary(selected data)
   Property Crimes Per100k Nonviolent Weighted Clearance Rate
##
##
   Min.
         :1554
                           Min.
                                  :17.37
##
   1st Qu.:3375
                            1st Qu.:25.72
## Median :4325
                           Median :29.47
## Mean
                                  :29.17
         :4651
                           Mean
                            3rd Qu.:32.70
##
   3rd Qu.:5703
##
   Max.
          :9153
                                   :43.87
                           Max.
##
## Violent Crimes Per100k Violent Weighted Clearance Rate Employment Rate
                                                          Min.
## Min. :
              876.5
                          Min.
                                 :41.89
                                                                 :82.36
##
   1st Qu.: 1390.6
                           1st Qu.:55.53
                                                           1st Qu.:90.14
## Median : 1715.7
                          Median :60.67
                                                           Median :92.00
         : 25664.1
##
   Mean
                          Mean
                                  :59.84
                                                          Mean
                                                                  :91.73
##
   3rd Qu.: 25946.2
                           3rd Qu.:63.93
                                                           3rd Qu.:94.28
## Max.
          :156880.0
                          Max.
                                  :77.77
                                                                  :96.44
                                                          Max.
##
## Median Income Adjusted Real Transfer per Person Total Population
##
   Min.
          : 8896
                          Min.
                                 : 2121
                                                   Min.
                                                           : 135804
## 1st Qu.:11064
                          1st Qu.: 4257
                                                    1st Qu.: 752433
                                                   Median : 1159202
## Median :12007
                          Median : 5574
## Mean
         :12044
                          Mean
                                : 6124
                                                    Mean
                                                         : 3385809
##
   3rd Qu.:12861
                           3rd Qu.: 6991
                                                    3rd Qu.: 4449311
## Max.
          :15552
                          Max.
                                 :15276
                                                   Max.
                                                           :14809257
           :20
## NA's
##
   Young Men Rate Immigrants Per100k Minimum Wage
                                                        Officers Per100k
## Min.
          :11.07
                   Min.
                          : 60.83
                                      Min.
                                              : 5.400
                                                        Min.
                                                               :136.0
##
   1st Qu.:12.64
                   1st Qu.: 260.32
                                       1st Qu.: 7.150
                                                        1st Qu.:169.7
## Median :13.51
                   Median : 633.01
                                      Median : 9.450
                                                        Median :181.8
##
   Mean
           :13.45
                   Mean
                          : 646.00
                                      Mean
                                              : 9.192
                                                        Mean
                                                               :180.8
##
   3rd Ou.:14.01
                    3rd Ou.: 923.53
                                       3rd Ou.:10.850
                                                        3rd Ou.:195.0
## Max.
          :15.92
                          :2085.48
                                              :15.200
                   Max.
                                      Max.
                                                        Max.
                                                               :218.9
##
                                       NA's
                                              :10
                                                        NA's
                                                               :10
## Incarcerations Per100k
## Min.
          : 34.72
## 1st Qu.: 65.52
##
   Median : 75.53
## Mean
         : 94.97
##
   3rd Qu.:100.98
## Max.
          :251.69
## NA's
           :3
# Create summary statistics or convert your data frame to LaTeX table
summary stats <- describe(selected data)</pre>
```

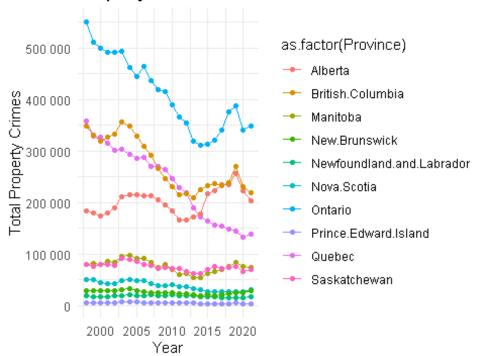
Print the summary statistics print(summary_stats)

vars	n	mean	sd
1	240	4651.34	1713.76
2	240	29.17	5.41
3	240	25664.06	41713.19
4	240	59.84	7.32
5	240	91.73	3.03
6	220	12044.40	1363.45
7	240	6123.63	2657.49
8	240	3385809.25	3999084.79
9	240	13.45	1.03
10	240	646.00	409.62
11	230	9.19	2.39
			_,,,
12	230	180.85	17.69
13	237	94.97	49.74
		2	
t ı	rimme	d ma	d min
٠.			
4'	517.5	7 1588.1	8 1554.18
•	J = 7 • J		2331120
	29.1	3 5.2	0 17.37
	,_	J	17.37
153	380 8	5 878 4	1 876.48
10.		J 0/0.4	0,0.40
	60 1	5 6.7	7 41.89
	00.1	5 0.7	7 41.05
	92 0	6 2 1	2 82.36
	32.0	0 5.1	.2 62.30
120	ລດວ ດ	0 1262 5	9 8895.90
120	003.0	0 1303.3	5 6655.50
۲.	711 6	<i>c</i>	2 2121 45
Э,	, 11.0	0 2033.8	2 2121.45
2576	712 7	0 1310146 4	2 125004 00
25/6	/ 12. /	0 1219146.4	.5 155804.00
	1 2 3 4 5 6 7 8 9 10 11 12 13 to 4: 15: 5 5 6 5 6 7 7 8 7 9 7 9 7 9 7 9 7 9 7 9 7 9 7 9 7	1 240 2 240 3 240 4 240 5 240 6 220 7 240 8 240 9 240 10 240 11 230 12 230 13 237 trimme 4517.5 29.1 15380.8 60.1 92.0 12003.0 5711.6	1 240 4651.34 2 240 29.17 3 240 25664.06 4 240 59.84 5 240 91.73 6 220 12044.40 7 240 6123.63 8 240 3385809.25 9 240 13.45 10 240 646.00 11 230 9.19 12 230 180.85 13 237 94.97 trimmed ma 4517.57 1588.1 29.13 5.2

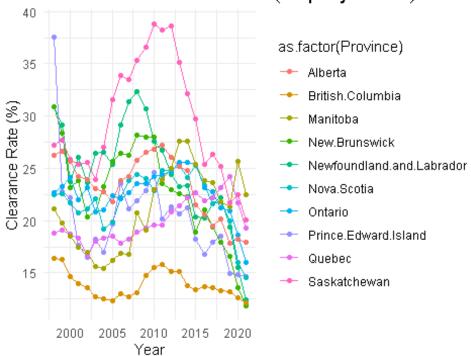
```
## Young Men Rate
                                          13.43
                                                      0.92
                                                               11.07
15.92
## Immigrants Per100k
                                         618.92
                                                    502.14
                                                               60.83
2085.48
                                           9.06
                                                      2.74
                                                                5.40
## Minimum Wage
15.20
## Officers Per100k
                                         181.59
                                                     18.68
                                                              136.00
218.90
## Incarcerations Per100k
                                          86.33
                                                     19.50
                                                               34.72
251.69
##
                                           range skew kurtosis
                                                                       se
## Property Crimes Per100k
                                         7598.61 0.63
                                                          -0.32
                                                                   110.62
## Nonviolent Weighted Clearance Rate
                                           26.50 0.16
                                                           0.09
                                                                    0.35
## Violent Crimes Per100k
                                       156003.52 1.78
                                                           1.93
                                                                  2692.57
## Violent Weighted Clearance Rate
                                           35.88 -0.34
                                                          -0.02
                                                                     0.47
## Employment Rate
                                           14.09 -0.86
                                                           0.31
                                                                     0.20
## Median Income Adjusted
                                         6655.68 0.22
                                                          -0.19
                                                                    91.92
## Real Transfer per Person
                                        13154.12 1.44
                                                         2.02
                                                                   171.54
                                     14673453.00 1.45
## Total Population
                                                          1.00 258139.81
## Young Men Rate
                                            4.84 0.07
                                                         -0.11
                                                                     0.07
## Immigrants Per100k
                                         2024.65 0.48
                                                         -0.32
                                                                    26.44
## Minimum Wage
                                            9.80 0.35
                                                         -0.62
                                                                    0.16
## Officers Per100k
                                           82.90 -0.30
                                                          -0.60
                                                                    1.17
## Incarcerations Per100k
                                          216.97 1.53
                                                           1.32
                                                                    3.23
xtable(summary stats)
## % latex table generated in R 4.2.3 by xtable 1.8-4 package
## % Thu Dec 7 16:18:52 2023
## \begin{table}[ht]
## \centering
##
    \hline
## & vars & n & mean & sd & median & trimmed & mad & min & max & range &
skew & kurtosis & se \\
    \hline
## Property Crimes Per100k & 1 & 240.00 & 4651.34 & 1713.76 & 4325.44 &
4517.57 & 1588.18 & 1554.18 & 9152.79 & 7598.61 & 0.63 & -0.32 & 110.62 \\
    Nonviolent Weighted Clearance Rate &
                                           2 & 240.00 & 29.17 & 5.41 & 29.47
& 29.13 & 5.20 & 17.37 & 43.87 & 26.50 & 0.16 & 0.09 & 0.35 \\
    Violent Crimes Per100k &
                               3 & 240.00 & 25664.06 & 41713.19 & 1715.66 &
15380.85 & 878.41 & 876.48 & 156880.00 & 156003.52 & 1.78 & 1.93 & 2692.57 \\
    Violent Weighted Clearance Rate & 4 & 240.00 & 59.84 & 7.32 & 60.67 &
60.15 & 6.77 & 41.89 & 77.77 & 35.88 & -0.34 & -0.02 & 0.47 \\
                        5 & 240.00 & 91.73 & 3.03 & 92.00 & 92.06 & 3.12 &
    Employment Rate &
82.36 & 96.44 & 14.09 & -0.86 & 0.31 & 0.20 \\
    Median Income Adjusted &
                             6 & 220.00 & 12044.40 & 1363.45 & 12007.31 &
12003.08 & 1363.59 & 8895.90 & 15551.58 & 6655.68 & 0.22 & -0.19 & 91.92 \\
     Real Transfer per Person & 7 & 240.00 & 6123.63 & 2657.49 & 5573.58 &
5711.66 & 2033.82 & 2121.45 & 15275.57 & 13154.12 & 1.44 & 2.02 & 171.54 \\
```

```
Total Population & 8 & 240.00 & 3385809.25 & 3999084.79 & 1159201.50 &
2576712.78 & 1219146.43 & 135804.00 & 14809257.00 & 14673453.00 & 1.45 & 1.00
& 258139.81 \\
    Young Men Rate & 9 & 240.00 & 13.45 & 1.03 & 13.51 & 13.43 & 0.92 &
11.07 & 15.92 & 4.84 & 0.07 & -0.11 & 0.07 \\
     Immigrants Per100k & 10 & 240.00 & 646.00 & 409.62 & 633.01 & 618.92 &
502.14 & 60.83 & 2085.48 & 2024.65 & 0.48 & -0.32 & 26.44 \\
    Minimum Wage & 11 & 230.00 & 9.19 & 2.39 & 9.45 & 9.06 & 2.74 & 5.40 &
15.20 & 9.80 & 0.35 & -0.62 & 0.16 \\
     Officers Per100k & 12 & 230.00 & 180.85 & 17.69 & 181.85 & 181.59 &
18.68 & 136.00 & 218.90 & 82.90 & -0.30 & -0.60 & 1.17 \\
     Incarcerations Per100k & 13 & 237.00 & 94.97 & 49.74 & 75.53 & 86.33 &
19.50 & 34.72 & 251.69 & 216.97 & 1.53 & 1.32 & 3.23 \\
      \hline
## \end{tabular}
## \end{table}
#Numerous graphics.
prop_crime_graph <- ggplot(stacked_data, aes(x = Year, y =</pre>
total_property_crimes, group = Province, color = as.factor(Province))) +
  geom_line() +
  geom_point()+
  labs(title = "Property Crimes Over Time",
       x = "Year",
       y = "Total Property Crimes") +
  theme minimal()+
  scale_y_continuous(n.breaks = 10, labels = scales::number_format(scale = ))
prop crime graph
```

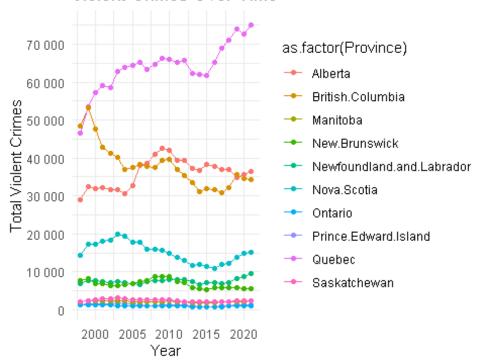
Property Crimes Over Time



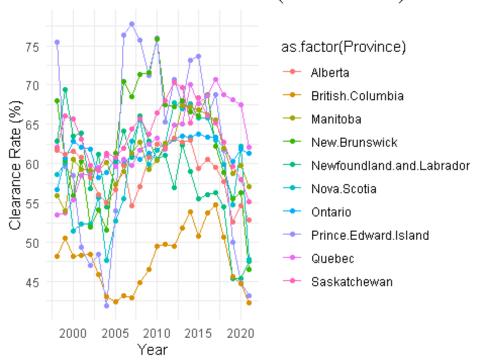
Clearance Rates Over Time (Property Crimes)



Violent Crimes Over Time



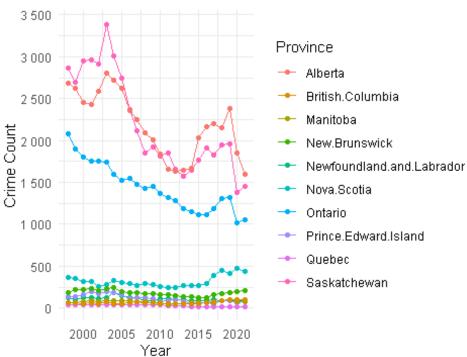
Clearance Rates Over Time (Violent Crimes)



```
fraud_graph <- ggplot(stacked_data, aes(x = Year, y = fraud, color =</pre>
as.factor(Province))) +
  geom_line() +
  geom_point()+
  labs(title = "Fraud Over Time",
       x = "Year",
       y = "Crime Count",
       color = "Province") +
  theme minimal()+
  scale_y_continuous(n.breaks = 10, labels = scales::number_format(scale = ))
theft_under5k_graph <- ggplot(stacked_data, aes(x = Year, y = theft_under_5k,
color = as.factor(Province))) +
  geom line() +
  geom_point()+
  labs(title = "Theft under $5,000 Over Time",
       x = "Year",
       y = "Crime Count",
       color = "Province") +
  theme minimal()+
  scale_y_continuous(n.breaks = 10, labels = scales::number_format(scale = ))
theft_over5k_graph <- ggplot(stacked_data, aes(x = Year, y = theft_over_5k,
color = as.factor(Province))) +
  geom line() +
  geom_point()+
```

```
labs(title = "Theft over $5,000 Over Time",
       x = "Year",
       y = "Crime Count",
       color = "Province") +
  theme_minimal()+
  scale_y_continuous(n.breaks = 10, labels = scales::number_format(scale = ))
motor_graph <- ggplot(stacked_data, aes(x = Year, y = motor_vehicle_theft,</pre>
color = as.factor(Province))) +
  geom_line() +
  geom_point()+
  labs(title = "Motor Vehicle Theft Over Time",
       x = "Year",
       y = "Crime Count",
       color = "Province") +
  theme minimal()+
  scale_y_continuous(n.breaks = 10, labels = scales::number_format(scale = ))
motor_graph
```

Motor Vehicle Theft Over Time



```
color = "Province") +
theme_minimal()+
scale_y_continuous(n.breaks = 10, labels = scales::number_format(scale = ))
possession_graph
```

Possession of Stolen Goods Charges Over Time

