Supplemental information of Stata programs for *Estimating Confidence Intervals in a Tax Microsimulation Model*

This document contains supplemental information prerequisite to running the Stata programs. The information is divided into three sections: (1) Stata commands required to run the program, (2) codebook for the data sets used in the Stata programs, and (3) the sequence of Stata programs.

(1) Stata commands required to run the program

The Stata commands bsweights and bs4rw are required.

For bsweights: (a) In the Stata command box, type search bsweights, (b) Click on bsweights from http://staskolenikov.net/stata, (c) Click on click here to install

For bs4rw: (a) In the Stata command box, type search bs4rw, (b) Click on bs4rw from http://www.stata.com/users/jpitblad, (c) Click on click here to install

(2) Codebook for the data sets used in the Stata programs

There are three datasets required to run the set of Stata programs.

- **bsw0.dta** contains four variables:
 - o newseq (integer) is the unique observation ID.
 - o ECI_lvlgroup (integer) is the income group.
 - WSAMP (integer) is the observation's stratification ID.
 - tabwt (real) is the observation's analytic weights.
- baseline_2019cl.dta contains six variables:
 - o newseq (integer) is the unique observation ID.
 - tabwt (real) is the observation's analytic weights.
 - o depind (binary) identifies dependent tax filers.
 - o agi cl (real) is the observation's Adjusted Gross Income under the baseline.
 - o eci cl (real) is the observation's broader Income under the baseline.
 - o cl burden (real) is the observation's tax burden under the baseline.
- Txexint_2019pr.dta contains two variables:
 - o newseq (integer) is the unique observation ID.
 - alt_burden (real) is the observation's tax burden under the proposal (in this case Txexint_2019pr).
- (3) The sequence of Stata programs

The Stata programs must be run in a correct sequence to obtain necessary datasets.

- (a) **bsw_gen.do** will generate the set of replicated weights. Users need to specify **num_reps** -- the number of replicated weights they want to produce. **num_reps** is set to 201 currently. As a result, two datasets bsw21.dta (contains 21 replicated weights) and bsw201.dta (contains 201 replicated weights) are produced.
- (b) main_reps##.do where ## is the relevant num_reps that users want to use (either 21 or 201 in the provided programs). This program will call bs_dist_cl_prog.do which produces bootstrapped statistics for the baseline and bs_dist_alt_prog.do which produces bootstrapped statistics for the relevant proposals defined by the global PROP_CUR.