Causal Inference6

Weiheng Zhang

2022-04-22

Regression Discountinuity Designs

Sharp RD

This is a sharp RD because the probability of treatment switches from zero zero to one at the threshold.

• Basic Setup

Suppose the treatment is a deterministic and discontinuous function of observed covariate R_i such that

$$D_i = 1\{X_i > c\}$$

where X_i is called the running variable or forcing variable. c is determined by policy or rule. An individual is untreated if D = 0 and is treated if D = 1.

• Identification

Fuzzy RD