Fixed Effects and Differences in Differences

true

2022-02-20

Contents

1 Fixed Effects

$$y_{it} = \beta_0 + \beta\text{treatment}_{it} + \beta\text{time}_{it} + u_{0i} + e_{it}$$

2 Differences in Differences

$$y_{it} = \beta_0 + \beta\text{treatment}_{it} + \beta\text{time}_{it} + \beta\text{time}_{it} \times \text{treatment}_{it} + u_{0i} + e_{it}$$