Object-Oriented Programming, Python, and HARK

David Low (CFPB)

April 26, 2017

What Is Object-Oriented Programming (OOP)?

Traditional programming is procedure-oriented.

- Basically, do things as you think of them.
- Focus is on the *procedure* necessary to accomplish goals.
- Most immediately intuitive way to program (or do anything.)

Procedure-oriented pseudo-code to grow tomatoes and strawberries:

- Plant strawberry seed
- Water strawberry
- 3 Pick strawberries in June
- Plant tomato seed
- 6 Water tomato
- 6 Pick tomatoes in August

What Is Object-Oriented Programming?

Object-oriented programming is (ahem) object-oriented.

- Focus on *objects* (abstract structures) necessary to accomplish goals.
- Less immediately intuitive... but often far more useful.

It is useful in the same way abstraction is useful in any other field

- History: what do revolutions have in common?
 - Weak government, fractured elite, don't start off as revolutions, etc.
- Math: what do metric spaces have in common?
 - Defined by a metric, which in turn defines open and closed sets
- Programming: what should chunks of my code have in common?
 - Helps clarify thinking, like abstraction in other fields
 - Benefits unique to programming: avoid repetition; cleaner code

What Is Object-Oriented Programming?

In our example, tomatoes and strawberries are both fruit plants.

Object-oriented pseudo-code:

- 1 tomato = FruitPlant(harvest_time = August)
- 2 tomato.plantSeed()
- 3 tomato.water()
- 4 tomato.pickFruit()
- strawberry = FruitPlant(harvest_time = June)
- 6 strawberry.plantSeed()
- f strawberry.water()
- strawberry.pickFruit()

Fruit plants "know" how (and when!) to plant, water, and pick themselves.

Why Object-Oriented Programming?

Clarifies your thinking

- Recognizing similarities and differences between tomatoes and strawberries might help you think about blueberries or Redwood trees or Venus fly traps, too.
- Higher-level thinking is much more fun!

Lets you avoid repetition, which is hugely important in programming

- · Less effort
- Cleaner code
- Easier to debug

These things are nice for small projects. They are amazing for big projects.

Still, this might seem abstract – it did to me at first. Becomes more obvious with experience.

Why Python? (This one's easy!)

Main reason to learn Python over any other comparably high-level scientific computing language (Matlab; Julia) is OOP

Python provides amazing support for OOP (though it also allows procedure-oriented programming)

Python makes it extremely easy to write good, clean, clear, reusable code

 These qualities are especially important for large projects (e.g. code for your job market paper, or HARK)

Basic OOP (in Python)

A class is an abstract grouping, members of which have stuff in common

• E.g., a fruit plant

An instance is a specific implementation of a class

• E.g., a tomato or strawberry

An attribute is just an object attached to a class instance.

- Usually, but not always, instances of a class have the same attributes
- E.g. whether or not the plant is watered

A method is a function attached to an instance that also operates on it

• This sounds complex. Really, just how instances "know" how to do important things to themselves. E.g. tomato.pickFruit()

Inheritance

How should objects be grouped together into classes? Often, they will have some things in common, but not others.

Good way to deal with this is called inheritance:

- Broad classes; instances share a few things in common (e.g. plants)
- Narrow classes; instances have more in common (e.g. fruit plants)
- Classes can inherit from other classes; avoid redefining attributes
 - So narrow classes can inherit from broader ones
 - E.g. fruit plants are plants

Classes can inherit from multiple other classes

- Called multiple inheritance
- Fruit trees are fruit plants, but they are also things to climb.

Code Exploration

Now on to HARK!

[But first, a 10 minute break.]

OOP and HARK

Whole idea behind HARK: stop solving models from scratch

- If the model has been solved before, use that code
- If the model hasn't been solved before, take code for a similar model, and modify it only where necessary

This is conceptually almost identical to OOP

How? HARK thinks of types of agents as classes

- Matt White will give a lot more detail when he visits
- Agents in HARK "know" how to solve their model, through the solve() method
- If desired, they can then interact with other agents with potentially different parameters or problems

HARK and OOP 1

Example 1: Import the model, set a few parameters, and solve it

E.g. MPC out of credit vs MPC out of temporary income

Currently two other demos in HARK:

- Precautionary saving and the Great Recession
- Precautionary saving and Chinese growth

HARK and OOP 2

Example 2: Import one model, change it a little bit, and solve new model.

HARK includes the "standard" consumption-savings model. It also includes two extensions:

- **1** $R^{debt} \neq R^{savings}$
- Multiplicative utility shocks

What about both at the same time?

KinkyPrefConsumerType in ConsPrefShockModel.py, combination of:

- MinkedRConsumerType from ConsIndShockModel.py
- PrefShockConsumerType, from ConsPrefShockModel.py

Imagine doing this without OOP!

Conclusion

OOP, Python, and HARK are all great.

You should learn them!