# Assignment 4

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## Github repo and summary

1. Download Hansen\_dwi.dta from github at the following address.

use https://github.com/scunning1975/causal-inference-class/raw/master/ hansen\_dwi, clear

Create a new github repo named "RDD". Inside the RDD directory, put all the sub-directories we've discussed in class. Post the link to the repo so I can see it's done as discussed in your assignment. Save the Hansen\_dwi.dta file into your new /data subdirectory. Note: The outcome variable is "recidivism" or "recid" which is measuring whether the person showed back up in the data within 4 months.

Repo's link: https://github.com/dianakperezlp/RDD

The upload and saving on the data available on the do-file (at the end of this document).

2. In the writing subdirectory, place your assignment. For the first part of this assignment, read Hansen's paper in the /articles directory of the main class github entitled "Hansen AER". Briefly summarize this paper. What is his research question? What data does he use? What is his research design, or "identification strategy"? What are his conclusions?

Hansen (2015) evaluates the effect of punishments for driving under the influence (DUI) of alcohol on the probability of recidivism. In order to identify this effect, the author take advantage of "administrative records on 512,965 DUI strops from the state of Washington (WA)" for individuals above legal drinking age from 1995 to 2011.

Measuring the blood alcohol content (BAC) is a low cost's noninvasive procedure that defines DUI (0.08) and aggravated DUI (0.15). Also, it's refusal lead into similar punishments as found guilty of drunk driving. Then, it is plausible that an important amount of the population do not refuse to take the BAC. Hansen (2015) take advantages of this discrete thresholds that defines DUI and aggravated DUI as quasi-random variation of DUI. The author implement a RDD, where he compares individuals just above the threshold with those just below in order to obtain the DUI's effect for the

marginal drivers.

The penalties associated to DUI could include a penalty fee (\$865.6-\$5,000 USD), jail time, home release and license suspension. Also, there are considerable more severe for previous offenders. Then, it is plausible that being encountered DUI effectively reduce the recidivism.

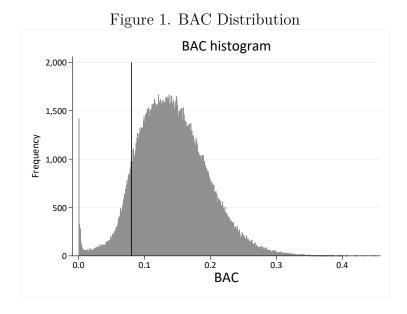
To conclude, the author finds that DUI and aggravated DUI effectively reduce recidivism in 2 percentage points (17%) and 1 percentage points (9%) for the marginal drivers. Also, he finds that thins effect mainly operate through deterrence. Even though, he could not rule out incapacitating and rehabilitation as possible mediators.

### Replication

3. In the United States, an officer can arrest a driver if after giving them a blood alcohol content (BAC) test they learn the driver had a BAC of 0.08 or higher. We will only focus on the 0.08 BAC cutoff. We will be ignoring the 0.15 cutoff for all this analysis. Create a dummy equaling 1 if bac1>= 0.08 and 0 otherwise in your do file or R file.

The generation of eligibility variables available on the do-file (at the end of this document).

4. The first thing to do in any RDD is look at the raw data and see if there's any evidence for manipulation ("sorting on the running variable"). If people were capable of manipulating their blood alcohol content (bac1), describe the test we would use to check for this. Now evaluate whether you see this in these data? Either recreate Figure 1 using the bac1 variable as your measure of blood alcohol content or use your own density test from software. Do you find evidence for sorting on the running variable?



The Figure 1 presents the BAC density in order to explore possible sorting in the running variable. Near to the DUI cutoff, there is a small bunching to the right sight. But, it is not clear weather it could be associated with sorting and Hansen (2015) does not discuss this. In order to statistically evaluate if there's a hipping at the DUI threshold a manipulation test from Cattaneo et al. (2017) is implemented. The p-value associated is 0.027. Then, at 95% of confidence there is sorting on the BAC at the DUI threshold.

5. The second thing we need to do is check for covariates balance. Recreate Table 2 Panel A but only white male, age and accident (acc) as dependent variables. Use your equation 1) for this. Are the covariates balanced at the cutoff? It's okay if they are not exactly the same as Hansen's.

Table 2. Regression Discontinuity Estimates for the Effect of Exceeding BAC

Thresholds on Predetermined Covariates				
	(1)	(2)	(3)	(4)
VARIABLES	Male	White	Age	Accident
DUI	0.006 (0.006)	$0.006 \\ (0.005)$	-0.140 (0.164)	-0.003 (0.004)
Mean at (0.079) Controls Observations	0.787 No 89,967	0.845 No 89,967	34.90 No 89,967	0.100 No 89,967

Notes: This table contains regression discontinuity based estimates of the effect of having BAC above the legal thresholds on predetermined characteristics. All regressions have a bandwidth of 0.05 and use a rectangular kernel for weighting. Based on data from the 1999–2007 Washington State Impaired Driver Program. White-Huber standard errors are in parentheses.

Table 2 presents a parametric approach to evaluate the local continuity of the covariates. As there is no any DUI coefficient significant, the covariates are balanced and it is plausible that the potential outcomes are smooth.

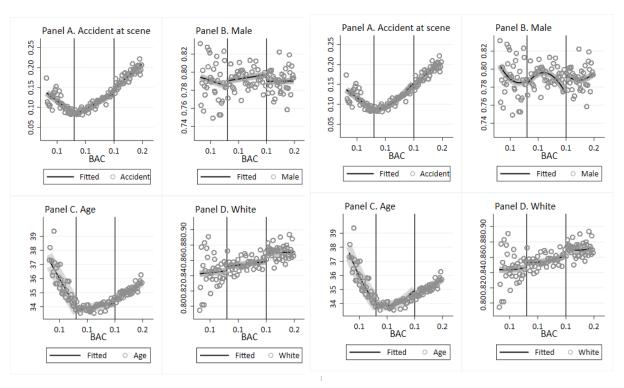
<sup>\*\*\*</sup> Significant at the 1 percent level.

<sup>\*\*</sup> Significant at the 5 percent level.

<sup>\*</sup> Significant at the 10 percent level.

6. Recreate Figure 2 panel A-D. You can use the -cmogram- command in Stata to do this. Fit both linear and quadratic with confidence intervals. Discuss what you find and compare it with Hansen's paper.

Figure 2. BAC and Characteristics
Panel A. Linear polynomial Panel B. Quadratic polynomial



Notes: Based on administrative records from the Washington State Impaired Driver Testing Program, 1999–2007. Points represent the averages, with fitted values based on local linear models in black lines. The vertical black lines represent the two legal thresholds at 0.08 and 0.15. 95% confidence intervals presented.

As in Hansen's paper, there is no evidence of local discontinuities at the DUI threshold with 95% confidence level for linear and quadratic polynomial.

- 7. Estimate equation (1) with recidivism (recid) as the outcome. This corresponds to Table 3 column 1, but since I am missing some of his variables, your sample size will be the entire dataset of 214,558. Nevertheless, replicate Table 3, column 1, Panels A and B. Note that these are local linear regressions and Panel A uses as its bandwidth 0.03 to 0.13. But Panel B has a narrower bandwidth of 0.055 to 0.105. Your table should have three columns and two A and B panels associated with the different bandwidths.:
  - a. Column 1: control for the bac1 linearly.
  - b. Column 2: interact bac1 with cutoff linearly.
  - c. Column 3: interact bac1 with cutoff linearly and as a quadratic.
  - d. For all analysis, use heteroskedastic robust standard errors.

Table 3. Regression Discontinuity Estimates for the Effect of Exceeding the 0.08 BAC Threshold on Recidivism

	Linear	Linear differentiated	Quadratic differentiated
Panel A. BAC $\in [0.03, 0.13]$			
DUI	-0.027*** (0.004)	-0.024*** (0.004)	-0.014** (0.006)
Mean	0.107	0.107	0.107
Observations	90,000	90,000	90,000
Panel B. BAC $\in [0.055, 0.105]$			
DUI	-0.020*** (0.005)	-0.019*** (0.005)	-0.017** (0.008)
Mean	0.105	0.105	0.105
Observations	56,000	56,000	56,000

Notes: This table contains regression discontinuity based estimates of the effect of having BAC above the DUI threshold on recidivism for all drivers, those with no prior test, and drivers with at least one prior test. Panel A contains estimates with a bandwidth of 0.05 while Panel B has a bandwidth of 0.025, with all regressions utilizing a rectangular kernel for weighting. Controls include indicators for year, race, gender, and age of the offender. Based on administrative records from the Washington State Impaired Driver Testing Program, 1999–2007. White-Huber standard errors are in parentheses.

At 99% of confidence, the DUI, on average, reduce the recidivism probability at 2 percentage points foe the marginal drivers. This result is robust to the polynomial specification.

- 8. Recreate the top panel of Figure 3 according to the following rule:
  - a. Fit linear fit using only observations with less than 0.15 bac on the bac1.
  - b. Fit quadratic fit using only observations with less than 0.15 bac on the bac1.

Panel A. Linear polynomial

Panel B. Quadratic polynomial

Panel B. Quadratic polynomial

Figure 3. BAC and Recidivism

Notes: Based on administrative records from the Washington State Impaired Driver Testing Program, 1999–2007. Points represent the averages, with fitted values based on local linear models in black lines. The vertical black line represent the legal threshold at 0.08. 95% confidence intervals presented.

### Reference

Hansen, B. (2015). "Punishment and Deterrence: Evidence from Drunk Driving." American Economic Review. 105(4): 1581–1617

<sup>\*\*\*</sup> Significant at the 1 percent level.

<sup>\*\*</sup> Significant at the 5 percent level.

<sup>\*</sup> Significant at the 10 percent level.

Cattaneo, M. D., Jansson, M., and Ma, X. (2017) "rddensity: Manipulation Testing Based on Density Discontinuity." The Stata Journal. ii: 1-24.

```
* Causal Inference and Research Design
    * Assignment 4
 2
    * Autor: Diana Perez
3
4
5
    clear all
    set more off
6
    cap log close
7
8
    cls
    graph set window fontface "Calibri"
9
10
11
    ***************************
12
    ** ASSIGNMENT 3
13
14
     global path "C:\Users\Diana\Documents\GitHub\RDD"
15
     cd "${path}"
16
17
    * I. Github repo and summary
18
19
20
21
    *) 1. Saving data
22
    use
     "https://github.com/scunning1975/causal-inference-class/raw/master/hansen dwi", ///
23
24
25
26
    compress
27
    save "${path}\Data\Hansen dwi.dta", replace
28
29
     * II. Replication
30
31
    use "${path}\Data\Hansen_dwi.dta", clear
32
33
     *) 3. Eligibility variable
34
     gen eligibility=bac1>=0.08 if !missing(bac1)
35
    gen bac1_ajust=bac1-0.08
36
    gen bac2_ajust=bac1_ajust*bac1_ajust
37
38
         * Labels
39
         label var male "Male"
        label var white "White"
40
41
        label var aged "Age"
        label var acc "Accident"
42
43
         label var bac1_ajust "DUI"
44
45
    *) 4. Testing Manipulation on the RV
46
47
         * Packages
48
         net install rddensity,
             from("https://sites.google.com/site/rdpackages/rddensity/stata") replace
49
         net install lpdensity,
50
             from("https://sites.google.com/site/nppackages/lpdensity/stata") replace
51
52
         * Cattaneo et al.
53
         rddensity bac1 ajust /*P-value: 0.0276 */
54
55
56
         * Figure 1
         hist bac1, freq bin(450) bc(gs9) lc(gs9) graphregion(fcolor(white))
57
                                                                                     ///
58
            ti("BAC histogram", color(black) size(vlarge) lwidth(vvthick))
                                                                                     111
            xti("BAC", size(vlarge) lwidth(vvthick))
59
                                                                                     ///
            yti("Frequency", size(medium) lwidth(vvthick))
60
                                                                                     ///
            addplot(pci 0 0.08 2000 0.08, lc(black))
61
                                                                                     ///
            xlabel(0(0.1)0.4) xvarformat(%2.1f) yvarformat(%9.0gc)
62
                                                                                     ///
            ylabel(, angle(0)) legend(off)
63
```

```
gr export "${path}\Figures\Figure 01.pdf", replace as(pdf)
 65
 66
 67
      *) 5. Table 2. Covariance continuity
 68
 69
          * Editing e(N)
 70
          cap program drop changeN
 71
          program define changeN, eclass
 72
              /* This program edits the e(N). It replace it for any scalar named nobs.*/
 73
              ereturn scalar N = nobs
 74
 75
          end
 76
 77
          * Regressions and table
 78
          local bw=0.05
 79
          local n=0
 80
 81
          global covs male white aged acc
 82
          foreach var of varlist $covs {
 83
 84
 85
              local ++n
              local vlab: variable label `var'
 87
 88
              * Estimation
 89
              rdrobust `var' bac1_ajust, kernel(uniform) h(`bw' `bw') p(1) vce(hc0)
 90
              est store rdrob
 91
              * Output
              if "`n'"=="1" local comp="replace"
 92
 93
              else local comp="append"
 94
 95
              if "`n'"=="3" local j=1
 96
              else local j=3
 97
 98
              scalar nobs=e(N_h_1)+e(N_h_r)
              local nobs=string(e(N_h_1)+e(N_h_r),"%9.0gc")
 99
100
              changeN
101
              qui sum `var' if bac1_ajust>=-`bw' & bac1_ajust<0
102
              local mu=string(r(mean), "%5.`j'f")
103
104
              outreg2 using "${path}\Tables\Table2.tex", `comp' nocons nor2 decm(.)
105
                                                                                          ///
106
                                                                                          ///
                  addstat(Mean at (0.079), `mu')
107
                                                                                          ///
108
                  addtext(Controls,No)
                                                                                          ///
109
                  label nonotes
                                                                                          ///
110
                  addn("Standard errors are in parentheses."
                                                                                          ///
111
                   "*** Significant at the 1 percent level."
                                                                                          ///
                  "** Significant at the 5 percent level."
112
                                                                                          ///
                   "* Significant at the 10 percent level.")
113
114
115
          }
116
      *) 6. Figure 2.
117
118
      local cut=0.08
119
      local cut2=0.15
120
      local bw=0.05
121
122
      local bw2=`cut2'-`cut'
123
      local bwl=`cut'-`bw'
124
125
      local bwu=`cut'+`bw'
      local bwl2=`cut2'-`bw'
126
```

```
local bwu2=`cut2'+`bw'
128
129
      local nbinl=35
      local nbinr=40
130
131
132
      global covs acc male aged white
133
      foreach j of numlist 1/2{
134
135
136
          local n=0
          foreach var of varlist $covs {
137
138
              local ++n
139
              local vlab: variable label `var'
140
141
              if "`var'"=="acc" {
142
                  local lti="Panel A. Accident at scene"
143
144
                   local yax="ylabel(0.05(0.05)0.25) yscale(range(0.03 0.26))"
145
              else if "`var'"=="male" {
146
                   local lti="Panel B. Male"
147
148
                   local yax="ylabel(0.74(0.02)0.82) yscale(range(0.73 0.83))"
149
150
              else if "`var'"=="aged" {
                   local lti="Panel C. Age"
151
152
                   local yax="ylabel(34(1)39) yscale(range(33.5 40))"
153
                   *local yax=" "
154
155
              else if "`var'"=="white" {
156
                   local lti="Panel D. White"
157
                   local yax="ylabel(0.8(0.02)0.9) yscale(range(0.79 0.91))"
158
159
              if "`n'"=="3" local 1=0
160
              else local 1=2
161
162
              * 2nd cutoff and above
163
              cap drop rdplot_*
164
              rdplot `var' bac1 if inrange(bac1, `bwl2', `bwu2'), binselect(es)
165
                                                                                         ///
                   c(`cut2') genvars p(`j') kernel(uniform) h(`bw' `bw2')
166
                                                                                         ///
                   nbins(`nbinr' `nbinr')
167
168
              cap drop v2rdplot_mean_y v2rdplot_mean_x v2rdplot_hat_y
169
              rename (rdplot_mean_y rdplot_mean_x rdplot_hat_y)
                                                                                         ///
170
                   (v2rdplot_mean_y v2rdplot_mean_x v2rdplot_hat_y)
171
172
              * origin to 2nd cutoff
173
              cap drop rdplot *
              rdplot `var' bac1 if inrange(bac1, `bwl', `cut2'), binselect(es)
174
                                                                                         111
175
                   c(`cut') genvars p(`j') kernel(uniform) h(`bw' `bw')
                                                                                         ///
                   nbins(`nbinl' `nbinr')
176
177
              replace rdplot_mean_y=v2rdplot_mean_y if inrange(bac1, `cut2', `bwu2')
178
              replace rdplot_mean_x=v2rdplot_mean_x if inrange(bac1, `cut2', `bwu2')
179
180
              replace rdplot_hat_y=v2rdplot_hat_y if inrange(bac1,`cut2',`bwu2')
181
182
              * Confidence intervals
183
              cap drop ep2
              cap drop sd
184
185
              cap drop rdplot_ci_l
186
              cap drop rdplot_ci_r
187
188
              gen ep2=(rdplot_mean_y-rdplot_hat_y)^2
              sum ep2 if inrange(bac1, bwl', cut')
189
```

```
gen sd=r(mean)*r(N)/(r(N)-2) if inrange(bac1, bwl', cut')
191
              sum ep2 if inrange(bac1, `cut', `cut2')
192
              replace sd=r(mean)*r(N)/(r(N)-2) if inrange(bac1, cut', cut2')
              sum ep2 if inrange(bac1,`cut2',`bwu2')
193
              replace sd=r(mean)*r(N)/(r(N)-2) if inrange(bac1,`cut2',`bwu2')
194
195
              gen rdplot_ci_l=rdplot_hat_y-1.96*sd
196
197
              gen rdplot_ci_r=rdplot_hat_y+1.96*sd
198
199
              * Graphs
              if `j'==1 local q="1"
200
              else local q="q"
201
202
              tw (`q'fit rdplot_hat_y rdplot_mean_x if inrange(bac1, bwl', cut'),
                                                                                         ///
203
204
                  lcolor(black) lwidth(medthick) lpattern(solid) xvarformat(%2.1f)
                                                                                         ///
                  yvarformat(%3.`1'f))
205
                                                                                         ///
                  (`q'fit rdplot_ci_r rdplot_mean_x if inrange(bac1,`bwl',`cut'),
206
                                                                                         ///
207
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                         ///
                  (`q'fit rdplot ci l rdplot mean x if inrange(bac1, `bwl', `cut'),
208
                                                                                         111
209
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                         111
210
                  (`q'fit rdplot_hat_y rdplot_mean_x if inrange(bac1, `cut', `cut2'),
                                                                                         111
211
                  lcolor(black) lwidth(medthick) lpattern(solid))
                                                                                         ///
212
                  (`q'fit rdplot_ci_r rdplot_mean_x if inrange(bac1,`cut',`cut2'),
                                                                                         ///
213
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                         ///
                  (`q'fit rdplot_ci_l rdplot_mean_x if inrange(bac1,`cut',`cut2'),
214
                                                                                         111
215
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                         ///
216
                  (`q'fit rdplot_hat_y rdplot_mean_x if inrange(bac1,`cut2',`bwu2'),
                                                                                         111
217
                  lcolor(black) lwidth(medthick) lpattern(solid))
                                                                                         111
218
                  (`q'fit rdplot_ci_r rdplot_mean_x if inrange(bac1,`cut2',`bwu2'),
                                                                                         111
219
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                         111
220
                  (`q'fit rdplot_ci_l rdplot_mean_x if inrange(bac1,`cut2',`bwu2'),
                                                                                         111
221
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                         ///
222
                  (scatter rdplot_mean_y rdplot_mean_x, msymbol(circle_hollow)
                                                                                         ///
223
                  mcolor(gs9%80)),
                                                                                         ///
                  xline(`cut', lcolor(black) lw(medium))
224
                                                                                         ///
                  xline(`cut2', lcolor(black) lw(medium))
225
                                                                                         ///
                  xti("BAC", size(medlarge) lwidth(vvthick))
226
                                                                                         ///
                  yti(" ", size(medium))
227
                                                                                         ///
                  ti("`lti'", color(black) size(medlarge) lwidth(vvthick)
228
                                                                                         ///
229
                  j(left) placement(nwest))
                                                                                         ///
230
                  xlabel(0.05 0.1 0.15 0.2) xscale(range(0.03 0.21)) `yax'
                                                                                         ///
231
                  graphregion(fcolor(white))
                                                                                         ///
                  legend(order (1 10) label (1 "Fitted") label (10 "`vlab'"))
232
                                                                                         ///
                  name(G`n'_`j', replace) xsize(7) ysize(7)
233
234
235
          }
236
          gr combine G1 `j' G2 `j' G3 `j' G4 `j', col(2) graphregion(color(white))
237
                                                                                         ///
238
              ysize(14) xsize(12)
239
          gr export "${path}\Figures\Figure 02_P`j'.pdf", replace as(pdf)
240
      }
241
      *) Table 3
242
243
      mat MAT tabla=J(8,6,.)
244
      mat MAT_tabla_s=J(8,6,0)
245
246
      global controls aged white i.year male
247
248
      local n=1
249
      foreach j of numlist 0.05 0.03{
250
251
                                                                                         ///
252
          qui reg recid eligibility bac1_ajust
```

```
${controls} if inrange(bac1 ajust,-`j',`j'), r
254
255
          mat MAT_tabla[`n'+1,1]=_b[eligibility]
256
          mat MAT_tabla[`n'+1,2]=_se[eligibility]
257
          local N=string(e(N),"%5.0gc")
258
          mat MAT_tabla[`n'+3,1]=`N'
259
          local p=string(ttail(e(df_r),abs(_b[eligibility]/_se[eligibility]))*2,
260
                                                                                        111
              "%6.4f")
261
          matrix MAT_tabla_s[n'+1,1] = (p' <= 0.1) + (p' <= 0.05) + (p' <= 0.01)
262
263
264
          qui sum recid if e(sample)
265
          mat MAT_tabla[`n'+2,1]=r(mean)
266
267
          * BAC x Elegibility
268
          qui reg recid eligibility bac1_ajust eligibility#c.bac1_ajust
269
                                                                                        ///
270
              ${controls} if inrange(bac1_ajust,-`j',`j'), r
271
          mat MAT_tabla[`n'+1,3]=_b[eligibility]
272
          mat MAT_tabla[`n'+1,4]=_se[eligibility]
273
274
          local N=string(e(N),"%5.0gc")
275
          mat MAT_tabla[`n'+3,3]=`N'
276
277
          local p=string(ttail(e(df_r),abs(_b[eligibility]/_se[eligibility]))*2,
              "%6.4f")
278
279
          matrix MAT_tabla_s[n'+1,3] = (p' <= 0.1) + (p' <= 0.05) + (p' <= 0.01)
280
281
          qui sum recid if e(sample)
282
          mat MAT_tabla[`n'+2,3]=r(mean)
283
284
          * BAC2 x Eligibility
285
          qui reg recid eligibility bac1_ajust bac2_ajust eligibility#c.bac1_ajust
                                                                                        ///
286
              eligibility#c.bac2_ajust
                                                                                        ///
287
              ${controls} if inrange(bac1_ajust,-`j',`j'), r
288
          mat MAT_tabla[`n'+1,5]=_b[eligibility]
289
290
          mat MAT_tabla[`n'+1,6]=_se[eligibility]
          local N=string(e(N),"%5.0gc")
291
292
          mat MAT_tabla[`n'+3,5]=`N'
293
          local p=string(ttail(e(df_r),abs(_b[eligibility]/_se[eligibility]))*2,
294
              "%6.4f")
295
          matrix MAT_tabla_s[n'+1,5] = (p' <= 0.1) + (p' <= 0.05) + (p' <= 0.01)
296
297
298
          qui sum recid if e(sample)
299
          mat MAT tabla[`n'+2,5]=r(mean)
300
301
          local n=n'+4
302
303
      }
304
      frmttable using "${path}\Tables\Table3", replace tex
                                                                                        111
305
          statmat(MAT_tabla) annotate(MAT_tabla_s) asymbol("*","**","***")
306
                                                                                        111
307
          substat(1) noblankrows
                                                                                        111
          ct("","Linear","Linear diferenciated","Quadratic diferenciated")
308
                                                                                        111
          rt("{\i Panel A}. BAC $\in$ [0.03,0.13]"\""\"DUI"\""\"Mean"\""\
309
                                                                                        111
          "Observations"\""\
310
                                                                                        111
          "{\i Panel B}. BAC $\in$ [0.055,0.105]"\""\"DUI"\""\"Mean"\""\
                                                                                        111
311
          "Observations")
                                                                                        111
312
          sdec(3,3,3\3,3,3\3,3,3\3,3,3\3,3,3\0,0,0\
                                                                                        ///
313
314
          3,3,3\3,3,3\3,3,3\3,3,3\3,3,3\0,0,0)
315
```

```
*) Figure 3
317
      local cut=0.08
318
      local cut2=0.15
319
320
      local bw=0.05
      local bw2=`cut2'-`cut'
321
322
      local bwl=`cut'-`bw'
323
324
      local bwu=`cut'+`bw'
325
      local nbinl=35
326
327
      local nbinr=40
328
      foreach j of numlist 1/2{
329
330
              if "`j'"=="1" local lti="{it: Panel A.} Linear polynomial"
331
              else if "`j'"=="2" local lti="{it: Panel B.} Quadratic polynomial"
332
333
              local yax="ylabel(0.08(0.02)0.16) yscale(range(0.07 0.17))"
334
335
              * origin to 2nd cutoff
336
              cap drop rdplot *
              rdplot recid bac1 if inrange(bac1, bwl', cut2'), binselect(es)
337
                                                                                          111
                  c(`cut') genvars p(`j') kernel(uniform) h(`bw' `bw')
338
                                                                                          ///
339
                  nbins(`nbinl' `nbinr')
340
341
              * Confidence intervals
342
              cap drop ep2
343
              cap drop sd
344
              cap drop rdplot ci l
345
              cap drop rdplot_ci_r
346
347
              gen ep2=(rdplot_mean_y-rdplot_hat_y)^2
348
              sum ep2 if inrange(bac1, bwl', cut')
349
              gen sd=r(mean)*r(N)/(r(N)-2) if inrange(bac1, bwl', cut')
350
              sum ep2 if inrange(bac1, cut', cut2')
351
              replace sd=r(mean)*r(N)/(r(N)-2) if inrange(bac1,`cut',`cut2')
352
353
              gen rdplot_ci_l=rdplot_hat_y-1.96*sd
354
              gen rdplot_ci_r=rdplot_hat_y+1.96*sd
355
356
              * Graphs
              if `j'==1 local q="1"
357
358
              else local q="q"
359
360
              tw (`q'fit rdplot_hat_y rdplot_mean_x if inrange(bac1,`bwl',`cut'),
                                                                                          111
                  lcolor(black) lwidth(medthick) lpattern(solid) xvarformat(%2.1f)
361
                                                                                          ///
                  yvarformat(%3.2f))
                                                                                     ///
362
                  (`q'fit rdplot ci r rdplot mean x if inrange(bac1, `bwl', `cut'),
                                                                                          111
363
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                          111
364
                  (`q'fit rdplot ci l rdplot mean x if inrange(bac1, `bwl', `cut'),
365
                                                                                          ///
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
366
                                                                                          ///
                  (`q'fit rdplot_hat_y rdplot_mean_x if inrange(bac1, `cut', `cut2'),
367
                                                                                          ///
                  lcolor(black) lwidth(medthick) lpattern(solid))
368
                                                                                          ///
369
                  (`q'fit rdplot_ci_r rdplot_mean_x if inrange(bac1,`cut',`cut2'),
                                                                                          111
370
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
                                                                                          111
371
                  (`q'fit rdplot_ci_l rdplot_mean_x if inrange(bac1,`cut',`cut2'),
                                                                                          111
                  lcolor(black%15) lwidth(vvthick) lpattern(solid))
372
                                                                                          111
373
                  (scatter rdplot_mean_y rdplot_mean_x, msymbol(circle_hollow)
                                                                                          111
374
                  mcolor(gs9%80)),
                                                                                          ///
                  xline(`cut', lcolor(black) lw(medium))
375
                                                                                          ///
                  xti("BAC", size(medlarge) lwidth(vvthick))
376
                                                                                          ///
                  yti(" ", size(medium))
377
                                                                                          ///
                  ti("`lti'", color(black) size(medlarge) lwidth(vvthick)
378
                                                                                          ///
```

#### Master Do Assignment 4 - Printed on 13/06/2020 8:14:57 p. m.

```
j(left) placement(nwest))
                                                                                        ///
                  xlabel(0.05 0.1 0.15) xscale(range(0.03 0.16)) `yax'
380
                                                                                        ///
381
                  graphregion(fcolor(white))
                                                                                        111
382
                  legend(off)
                                                                                        ///
383
                  name(G_`j', replace) xsize(8) ysize(5)
384
          gr export "${path}\Figures\Figure 03_P`j'.pdf", replace as(pdf)
385
386
      }
387
388
389
390
391
392
393
394
395
396
```