Problem Set 3

Tessie Dong, Derek Li, Andi Liu

Jan 15th, 2024

Problem 1: Combine the NSW data in nswre74_control.csv and nswre74_treated.csv and complete Table 1. Note that variables 1-10 are *predetermined*, i.e., capture characteristics determined at or before treatment assignment; some of these variables are background characteristics (e.g., edu), others capture a subject's pre-RCT labor market experience (e.g., u75). re78 is the observed outcome variable. treat is the indicator of treatment status.

```
# load and combine the data sets into one dataframe
df1 <- utils::read.csv(file = "nswre74_control.csv")</pre>
df2 <- utils::read.csv(file = "nswre74_treated.csv")</pre>
df <- rbind(df1, df2)</pre>
# count units in each sample
dplyr::tally(dplyr::group_by(df, treat))
## # A tibble: 2 x 2
##
     treat
               n
     <int> <int>
         0
             260
## 1
# generate mean summary statistics for each variable and treatment
dplyr::summarise_all((dplyr::group_by(df, treat)), list(mean))
## # A tibble: 2 x 12
                                hisp married nodegree re74 re75 re78
     treat
             age
                   edu black
     <int> <dbl> <dbl> <dbl>
                               <dbl>
                                        <dbl>
                                                 <dbl> <dbl> <dbl> <dbl> <dbl> <dbl> <dbl>
                                                 0.835 2107. 1267. 4555. 0.75 0.685
## 1
         0
            25.1 10.1 0.827 0.108
                                       0.154
## 2
                  10.3 0.843 0.0595
         1
            25.8
                                       0.189
                                                 0.708 2096. 1532. 6349. 0.708 0.6
```

A completed version of Table 1 is provided on the following page.

| Variable | Variable | V ariable | Sample Average | |
|-------------|-----------------|----------------------------------|----------------|---------|
| Counter | \mathbf{Name} | Definition | Treated | Control |
| 1 | age | Age in years | 25.8 | 25.1 |
| 2 | edu | Education in years | 10.3 | 10.1 |
| 3 | nodegree | 1 if education < 12 | | 0.835 |
| 4 | black | 1 if Black | | 0.827 |
| 5 | hisp | 1 if Hispanic | | 0.108 |
| 6 | married | 1 if married | | |
| 7 | u74 | 1 if unemployed in '74 | | |
| 8 | u75 | 1 if unemployed in '75 | | |
| 9 | re74 | Real earnings in '74 (in '82 \$) | | |
| 10 | re75 | Real earnings in '75 (in '82 \$) | | |
| 11 | re78 | Real earnings in '78 (in '82 \$) | | |
| 12 | treat | 1 if received offer of training | 1 | 0 |
| Sample Size | | | 185 | 260 |

Table 1: Descriptive statistics for the NSW data by group.

Lorem ipsum dolor sit amet, consectetur adipiscing elit. Nulla euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi. Sed euismod, nisl nec ultricies ultricies, nunc nisl ultricies nunc, vitae ultricies nisl nisl nec nisl. Nulla facilisi.