## Introduction to R and beezdemand

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## 1 Rationale Behind beezdemand

Behavioral economic demand is gaining in popularity. The motivation behind beezdemand was to create an alternative tool to conduct these analyses. This package is not necessarily meant to be a replacement for other softwares; rather, it is meant to serve as an additional tool in the behavioral economist's toolbox. It is meant for researchers to conduct behavioral economic (be) demand the easy (ez) way.

#### 1.1 Note About Use

Currently, this version (0.1.0) is the first minor release and is stable. I encourage you to use it but be aware that, as with any software release, there might be (unknown) bugs present. I've tried hard to make this version usable while including the core functionality (described more below). However, if you find issues or would like to contribute, please open an issue on my GitHub page or email me.

#### 1.2 Note About this Document

This specific document is a companion for the paper, "The R Package beezdemand: Behavioral Economic Easy Demand", published in Perspectives on Behavior Science coauthored by myself, Shawn P. Gilroy, Derek D. Reed, Mikhail N. Koffarnus, and Steven R. Hursh, and is largely adapted from the vignette created for and accessible from the beezdemand package. This document is written in R Markdown and is compiled to a PDF with the rmarkdown package. R Markdown is a file format for making dynamic documents using R. The bulk of this document is written in markdown with R code chunks littered throughout. A dynamic document is one that can be updated "on the fly." Over time, a document like this is likely to grow and expand. One such document is the vignette for beezdemand, which will be updated as new functions are introduced. You can access the beezdemand vignette by either visiting the package website on CRAN or GitHub, or in R using the command, browseVignettes ("beezdemand").

The R Markdown and PDF versions of this document can be found here.

## 1.3 Installing beezdemand

#### 1.3.1 CRAN Release (recommended method)

The latest stable version of beezdemand (currently v.o.1.0) can be found on CRAN and installed using the following command. The first time you install the package, you may be asked to select a CRAN mirror. Simply select the mirror geographically closest to you.

install.packages("beezdemand")

library(beezdemand)

#### 1.3.2 GitHub Release

To install a stable release directly from GitHub, first install and load the devtools package. Then, use install\_github to install the package and associated vignette. You *don't* need to download anything directly from GitHub, as you should use the following instructions:

```
install.packages("devtools")
devtools::install_github("brentkaplan/beezdemand", build_vignettes = TRUE)
library(beezdemand)
```

#### 1.3.3 GitHub Development Version

To install the development version of the package, specify the development branch in install\_github: devtools::install\_github("brentkaplan/beezdemand@develop")

## 2 Brief Introduction to R

The following is a brief introduction to R. I highly recommend consulting the recommended resources for a more comprehensive overview of R. If you are already familiar with R, skip ahead to Using the Package

## 2.1 Installing R

You first need to install R from https://cran.r-project.org. The Center for Research Methods and Data Analysis at the University of Kansas has helpful resources for installing R on Macintosh and Windows.

## 2.2 Integrated Development Environments (IDE)

Rstudio (generally recommended for new and existing users as Rstudio has desirable features)

https://www.rstudio.com

Emacs + Emacs Speaks Statistics (generally recommended for advanced users)

https://www.gnu.org/software/emacs/ + http://ess.r-project.org

## 2.3 Recommended resources for R

Learn R using R

• https://swirlstats.com

R bootcamp

https://www.jaredknowles.com/r-bootcamp/

Datacamp introduction to R

• https://www.datacamp.com/courses/free-introduction-to-r

Official R documentation

https://cran.r-project.org/doc/contrib/usingR.pdf

Another good resource

• https://www.statmethods.net

Specific topic books

https://www.springer.com/series/6991?detailsPage=titles

Several links and more resources

• https://stats.stackexchange.com/questions/138/free-resources-for-learning-r

## 2.4 Interacting in R

After installing R, take some time to play around with some different commands. You will almost certainly need to "assign" variables and this is done using the <- symbol. As you interact directly with R's console, you will see >, which expects an input. If you run a line and see + in the console, then R is expecting additional inputs to "complete the command".

```
## assign `x` a series of numbers
x <- c(3, 5, 7, 9, 11)

## see what `x` contains
x

[1] 3 5 7 9 11

## simple things we can do with a series of numbers
mean(x)

[1] 7

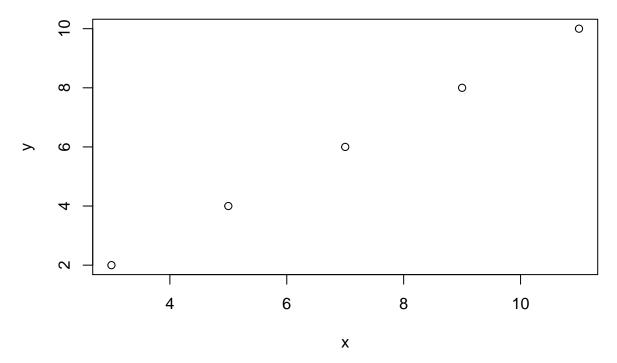
var(x)

[1] 10</pre>
```

```
## assign `y` a series of numbers
y <- c(2, 4, 6, 8, 10)

## plot `x` and `y`
plot(y ~ x, main = "A Nice Plot")</pre>
```

#### **A Nice Plot**



Note also the specificity of some functions (described later) that require words to be quoted. For example, in the last line of code above, the title of the plot, "A Nice Plot" is in quotes. Throughout this document you will see ##, which indicates a comment. A comment will not be evaluated or ran by R. A comment is for human readability to explain or describe what the code does.

```
# this is a comment
## this is a comment
### this is a comment
```

## 2.5 Packages

Packages are collections of functions and sometimes data. Also referred to as libraries, you will most certainly need to install and use a package at some point (e.g., beezdemand). You only need to install the package once. From then on, for every unique R script, you will want to use the function library (packagename) to load the package into the current session.

```
install.packages("packagename")
```

Some recommended packages and ones that this document uses include:

```
install.packages("knitr")
install.packages("tidyverse")
install.packages("beezdemand")
```

After the package installs, use the library (packagename) command to load the package. Notice that when installing the package, the package name needs to be in quotations. However, the package name does not need to be in quotations when loading the package.

#### 2.6 Where Are You?

It's always helpful to know where R thinks you are in your computer. The reason why is because one needs to specify exactly where a file is to be saved or where a file is to be read from. If you click on a file in your system and start R, the "working directory" will usually be the location of that file. If you start R by clicking on the program icon, the working directory will often times be somewhere else. To figure out where you are, use the following command:

```
## get working directory
getwd()

[1] "/Users/brent/Dropbox/GIT/beezdemand/pobs"

To change where you are or want to be, use the following command:
## set working directory
setwd("the/path/goes/here")
```

One important aspect to understand is the idea of relative and absolute paths. For more information on relative and absolute paths, see this Wiki entry. Say you have a folder structure like this:

```
projectfolder
README.md
file001.txt

analysisfolder
file011.R
file012.sas

subfolder1
file111.txt
file112.txt
...

datafolder
file021.csv
```

```
file022.txt
```

If you are working on the file fileO11.R, then the working directory (but not the full, absolute path) would be /projectfolder/analysisfolder/. A relative path to the project folder (which is one level higher than the analysis folder) would be ../ or a relative path to the datafolder would be ../datafolder. The ../ indicates go one level up from where I am now. In R, we can create folders (or directories) using the following command:

```
dir.create("newfolder")
```

For example, some functions in beezdemand will allow you to specify a directory in which to save plots. If we were working in our analysisfolder and we wanted to create a folder to save our plots (plotsfolder), we would use the following command:

```
## go up on level (projectfolder) and create a new directory/folder called
## plotsfolder
dir.create("../plotsfolder")
```

Our resulting folder hierarchy would look like:

```
projectfolder
README.md
file001.txt

analysisfolder
file011.R
file012.sas

subfolder1
file111.txt
file112.txt
...

datafolder
file021.csv
file022.txt

plotsfolder
```

## 2.7 Reading Files into R

Different file types can be read into R. I typically work with plain text files (e.g., .csv) or Excel files (e.g., .xls, .xlsx) with no major formatting. To read in files a variety of options are available, but you should assign the contents of the file into a variable (dat in the following example).

```
## csv files
dat <- read.csv("path/filename.csv")</pre>
```

```
## excel files (note, this requires the "readxl" package)
dat <- readxl::read_excel("path/filename.xslx")

## reading a file using a relative directory using the previous example
dat <- read.csv("../datafolder/filename.csv")</pre>
```

For the purposes of the current document, we will use the dataset I've included in the beezdemand package (see Example Dataset for more information):

```
dat <- beezdemand::apt</pre>
```

## 2.8 Object Types

There are a number of different object types in R and the object types will dictate the procedures or functions you can apply to them. You can see that the object, dat is a data.frame, which is similar to a table or sheet in Excel, and it has 3 columns and 160 rows. Note also that a data.frame is just the joining of several different vectors, which are  $n \ X \ 1$  objects containing one type of data (e.g., factor, character, numeric, integer).

```
class(dat)
[1] "data.frame"
str(dat)
'data.frame':
                160 obs. of 3 variables:
 $ id: num 19 19 19 19 19 19 19 19 19 ...
 $ x : num 0 0.5 1 1.5 2 2.5 3 4 5 6 ...
 $ y : num 10 10 10 8 8 8 7 7 7 6 ...
dplyr::as_tibble(dat)
# A tibble: 160 x 3
      id
             Х
 * <dbl> <dbl> <dbl>
 1
      19
           0
 2
      19
           0.5
                   10
 3
      19
           1
                   10
 4
      19
           1.5
                    8
 5
      19
           2
                    8
 6
           2.5
      19
                    8
 7
                    7
      19
           3
 8
      19
                    7
           4
 9
      19
           5
                    7
10
      19
           6
                    6
# ... with 150 more rows
```

Contrasted with a matrix, which can only support one data type (e.g., numeric, character), a data.frame can consist of several vectors that each have a different data type. We will primary deal with data.frames because they can support different data types.

exampledf  $\leftarrow$  data.frame("character" = c("A", "B", "C"), "number" = c(1, 2, 3))

```
dplyr::as_tibble(exampledf)
# A tibble: 3 x 2
  character number
  <fct> <dbl>
1 A
2 B
                  2
                  3
3 C
exampledf$number <- as.character(exampledf$number)</pre>
dplyr::as_tibble(exampledf)
# A tibble: 3 x 2
  character number
  <fct>
             <chr>>
1 A
             1
2 B
             2
3 C
The last object type is a list. A list can have many different data types and lists can be nested
within one another.
examplelst <- vector(mode = "list", length = 3)</pre>
examplelst
[[1]]
NULL
[[2]]
NULL
[[3]]
NULL
## assign the first slot in example1st with a subset (rows 1-5) of dat
examplelst[[1]] <- dat[1:5, ]
## assign the second slot of example1st with our exampledf
examplelst[[2]] <- exampledf</pre>
examplelst
```

[[1]] id

x y

1 19 0.0 10

```
2 19 0.5 10

3 19 1.0 10

4 19 1.5 8

5 19 2.0 8

[[2]]

character number

1 A 1

2 B 2

3 C 3

[[3]]

NULL
```

#### 2.9 Functions

Nearly everything in R is a function. A function can and usually takes some input and returns an output. Functions are especially useful if you need to do some task many times, rather than copying and pasting lines of identical code. Although you don't need to *make* your own functions for using beezdemand, you will need to *use* many of the functions in the package.

Making or declaring the function:

```
## addTwoNumbers is the function name
## num1 and num2 are arguments that the function takes
## num1 and num2 are added together and assigned to res
## a message is displayed
## the sum of the numbers (res) is returned from the function
addTwoNumbers <- function(num1, num2) {
   res <- num1 + num2
   message(paste("The result of adding", num1, "and", num2, "is:"))
   res
}
Calling the function and the result of the function:
addTwoNumbers(num1 = 2, num2 = 3)
The result of adding 2 and 3 is:
[1] 5</pre>
```

## 2.10 Getting Help

Almost every function that is available in an R package comes with documentation. This documentation is helpful for understanding how to use the function. For example, the documentation for the

```
sum function can be accessed using? in front of the function name (minus the ()).
```

```
?sum
help(sum)
```

To access the help page for a package, use the following command. Note, this will only work if you have the package installed.

```
help(package = "beezdemand")
```

## 2.11 What To Do If Something Doesn't Work

If you get an error or warning, first read and try and understand the problem. Some error and warning messages are more informative than others. If you can't figure out why something is not working, make sure the code and data are correct and you are not missing anything. Some functions won't work if the data are not in the correct format. For example, if the function is expecting a data.frame but you provide it a single vector, the function is not likely to work and may or may not tell you why. Other times, you will refer to functions located in a package but forget to load the package (e.g., library(packagename)).

If you've read the error/warning message and made sure the code and data are correctly specified, search for the problem on Google or a site such as StackOverflow. Most likely, someone has encountered and solved the same or similar issue you're encountering. There is likely to be less information and solutions to problems resulting from using beezdemand. When this is the case, please open an issue on the package's GitHub page or email me.

## 3 Using the Package

## 3.1 Example Dataset

An example dataset of responses on an Alcohol Purchase Task is provided. This object is called apt and is located within the beezdemand package. These data are a subset of from the paper by Kaplan & Reed (2018). Participants (id) reported the number of alcoholic drinks (y) they would be willing to purchase and consume at various prices (x; USD). Note the format of the data, which is called "long format". Long format data are data structured such that repeated observations are stacked in multiple rows, rather than across columns. First, take a look at an extract of the dataset apt, where I've subsetted rows 1 through 10 and 17 through 26:

	id	X	у
1	19	0.0	10
2	19	0.5	10
3	19	1.0	10
4	19	1.5	8

	id	X	у
5	19	2.0	8
6	19	2.5	8
7	19	3.0	7
8	19	4.0	7
9	19	5.0	7
10	19	6.0	6
17	30	0.0	3
18	30	0.5	3
19	30	1.0	3
20	30	1.5	3
21	30	2.0	2
22	30	2.5	2
23	30	3.0	2
24	30	4.0	2
25	30	5.0	2
26	30	6.0	2

The first column contains the row number. The second column contains the id number of the series within the dataset. The third column contains the x values (in this specific dataset, price per drink) and the fourth column contains the associated responses (number of alcoholic drinks purchased at each respective price). There are replicates of id because for each series (or participant), several x values were presented.

## 3.2 Converting from Wide to Long and Vice Versa

Take for example the format of most datasets that would be exported from a data collection software such as Qualtrics or SurveyMonkey or Google Forms:

```
## the following code takes the apt data, which are in long format, and converts
## to a wide format that might be seen from data collection software
wide <- spread(apt, x, y)
colnames(wide) <- c("id", paste0("price_", seq(1, 16, by = 1)))
knitr::kable(wide[1:5, 1:10])</pre>
```

id	price_1	price_2	price_3	price_4	price_5	price_6	price_7	price_8	price_9
19	10	10	10	8	8	8	7	7	7
30	3	3	3	3	2	2	2	2	2
38	4	4	4	4	4	4	4	3	3
60	10	10	8	8	6	6	5	5	4
68	10	10	9	9	8	8	7	6	5

A dataset such as this is referred to as "wide format" because each participant series contains a single row and multiple measurements within the participant are indicated by the columns. This data format is fine for some purposes; however, for beezdemand, data are required to be in "long format" (in the same format as the example data described earlier). In order to convert to the long format, some steps will be required.

First, it is helpful to rename the columns to what the prices actually were. For example, for the purposes of our example dataset, price\_1 was \$0.00 (free), price\_2 was \$0.50, price\_3 was \$1.00, and so on.

```
## make an object to hold what will be the new column names
newcolnames <- c("id", "0", "0.5", "1", "1.50", "2", "2.50", "3",
                 "4", "5", "6", "7", "8", "9", "10", "15", "20")
## current column names
colnames(wide)
 [1] "id"
                "price_1" "price_2" "price_3"
                                                 "price 4"
                                                            "price 5"
 [7] "price 6" "price 7" "price 8" "price 9"
                                                 "price 10" "price 11"
[13] "price 12" "price 13" "price 14" "price 15" "price 16"
## replace current column names with new column names
colnames(wide) <- newcolnames</pre>
## how new data look (first 5 rows only)
knitr::kable(wide[1:5, ])
```

id	0	0.5	1	1.50	2	2.50	3	4	5	6	7	8	9	10	15	20
19	10	10	10	8	8	8	7	7	7	6	6	5	5	4	3	2
30	3	3	3	3	2	2	2	2	2	2	2	2	1	1	1	1
38	4	4	4	4	4	4	4	3	3	3	3	2	2	2	0	Ο
60	10	10	8	8	6	6	5	5	4	4	3	3	2	2	0	Ο
68	10	10	9	9	8	8	7	6	5	5	5	4	4	3	0	0

Now we can convert into a long format using some of the helpful functions in the tidyverse package (make sure the package is loaded before trying the commands below).

```
## using the dataframe 'wide', we specify the key will be 'price', the values
## will be 'consumption', and we will select all columns besides the first ('id')
long <- tidyr::gather(wide, price, consumption, -id)

## we'll sort the rows by id
long <- arrange(long, id)

## view the first 20 rows
knitr::kable(long[1:20, ])</pre>
```

id	price	consumption
19	0	10
19	0.5	10
19	1	10
19	1.50	8
19	2	8
19	2.50	8
19	3	7
19	4	7
19	5	7
19	6	6
19	7	6
19	8	5
19	9	5
19	10	4
19	15	3
19	20	2
30	0	3
30	0.5	3
30	1	3
30	1.50	3

Two final modifications we will make will be to (1) rename our columns to what the functions in beezdemand will expect to see: id, x, and y, and (2) ensure both x and y are in numeric format.

```
colnames(long) <- c("id", "x", "y")
long$x <- as.numeric(long$x)
long$y <- as.numeric(long$y)
knitr::kable(head(long))</pre>
```

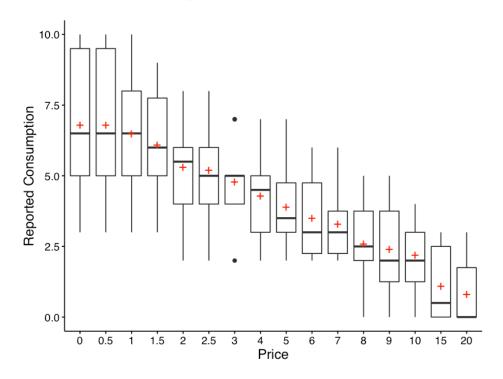
id	X	у
19	0.0	10
19	0.5	10
19	1.0	10
19	1.5	8
19	2.0	8
19	2.5	8

The dataset is now "tidy" because: (1) each variable forms a column, (2) each observation forms a row, and (3) each type of observational unit forms a table (in this case, our observational unit is the Alcohol Purchase Task data). To learn more about the benefits of tidy data, readers are encouraged to consult Hadley Wikham's essay on Tidy Data.

## 3.3 Obtain Descriptive Data

Descriptive values of responses at each price can be obtained easily. The resulting table includes mean, standard deviation, proportion of zeros, number of NAs, and minimum and maximum values. If bwplot = TRUE, a box-and-whisker plot is also created and saved. By default, this location is a folder named "plots" one level up from the current working directory. The user may additionally specify the directory that the plot should save into, the type of file (either "png" or "pdf"), and the filename. Notice the red crosses indicate the mean. Defaults are shown here:

To actually run the code and generate the file, we will turn bwplot = TRUE. The function will create a folder one level higher than the current folder (i.e., the . . / portion) and save the file, "bwplot.png" in the folder.



And here is the table that is returned from the function:

Price	Mean	Median	SD	PropZeros	NAs	Min	Max
0	6.8	6.5	2.62	0.0	О	3	10
0.5	6.8	6.5	2.62	0.0	О	3	10
1	6.5	6.5	2.27	0.0	0	3	10
1.5	6.1	6.0	1.91	0.0	О	3	9
2	5.3	5.5	1.89	0.0	О	2	8

Price	Mean	Median	SD	PropZeros	NAs	Min	Max
2.5	5.2	5.0	1.87	0.0	0	2	8
3	4.8	5.0	1.48	0.0	0	2	7
4	4.3	4.5	1.57	0.0	0	2	7
5	3.9	3.5	1.45	0.0	0	2	7
6	3.5	3.0	1.43	0.0	О	2	6
7	3.3	3.0	1.34	0.0	О	2	6
8	2.6	2.5	1.51	0.1	0	0	5
9	2.4	2.0	1.58	0.1	0	0	5
10	2.2	2.0	1.32	0.1	О	0	4
15	1.1	0.5	1.37	0.5	0	0	3
20	0.8	0.0	1.14	0.6	0	0	3

## 3.4 Change Data

There are certain instances in which data are to be modified before fitting, for example when using an equation that logarithmically transforms y values. The following function can help with modifying data:

- nrepl indicates number of replacement o values, either as an integer or "all". If this value is an integer, n, then the first n os will be replaced.
- replnum indicates the number that should replace o values
- rem0 removes all zeros
- remq0e removes y value where x (or price) equals o
- replfree replaces where x (or price) equals o with a specified number

## 3.5 Identify Unsystematic Responses

Using the following function, we can examine the consistency of demand data using Stein et al.'s (2015) alogrithm for identifying unsystematic responses. Default values shown, but they can be customized.

```
CheckUnsystematic(dat = apt, deltaq = 0.025, bounce = 0.1, reversals = 0, ncons0 = 2)
```

id	TotalPass	DeltaQ	DeltaQPass	Bounce	BouncePass	Reversals	ReversalsPass	NumPosValues
19	3	0.2112	Pass	0	Pass	0	Pass	16
30	3	0.1437	Pass	0	Pass	0	Pass	16

id	TotalPass	DeltaQ	DeltaQPass	Bounce	BouncePass	Reversals	ReversalsPass	NumPosValues
38	3	0.7885	Pass	0	Pass	0	Pass	14
60	3	0.9089	Pass	0	Pass	0	Pass	14
68	3	0.9089	Pass	0	Pass	0	Pass	14

## 3.6 Analyze Demand Data

Results of the analysis return both empirical and derived measures for use in additional analyses and model specification. Equations include the linear model, exponential model, and exponentiated model. Soon, I will be including the nonlinear mixed effects model, mixed effects versions of the exponential and exponentiated model, and others. However, currently these models are not yet supported.

#### 3.6.1 Obtaining Empirical Measures

Empirical measures can be obtained separately on their own:

GetEmpirical(dat = apt)

id	Intensity	BPo	BP1	Omaxe	Pmaxe
19	10	NA	20	45	15
30	3	NA	20	20	20
38	4	15	10	21	7
60	10	15	10	24	8
68	10	15	10	36	9

#### 3.6.2 Obtaining Derived Measures

FitCurves() has several important arguments that can be passed. For the purposes of this document, focus will be on the two contemporary demand equations.

- equation = "hs" is the default but can accept the character strings "linear", "hs", or "koff", the latter two of which are the contemporary equations proposed by Hursh & Silberberg (2008) and Koffarnus et al. (2015), respectively.
- k can take accept a specific number but by default will be calculated based on the maximum and minimum y values of the entire sample and adding .5. Adding this amount was originally proposed by Steven R. Hursh in an early iteration of a Microsoft Excel spreadsheet used to calculate demand metrics. This adjustment was adopted for two reasons. First, when fitting  $Q_0$  as a derived parameter, the value may exceed the empirically observed intensity value. Thus, a k value calculated based only on the observed range of data may underestimate the full fitted range of the curve. Second, we have found that values of  $\alpha$  (as well as values that rely

on  $\alpha$ , i.e. approximate  $P_{max}$ ) display greater discrepancies when smaller values of k are used compared to larger values of k. Other options include "ind", which will calculate k based on individual basis, "fit", which will fit k as a free parameter on an individual basis, "share", which will fit k as a single shared parameter across all data sets (while fitting individual  $Q_0$  and  $\alpha$ ).

- agg = NULL is the default, which means no aggregation. When agg = "Mean", models are fit to the averaged data disregarding any error. When agg = "Pooled", all data are used and clustering within individual is ignored.
- detailed = FALSE is the default. This will output a single dataframe of results, as shown below. When detailed = TRUE, the output is a 3 element list that includes (1) dataframe of results, (2) list of nonlinear regression model objects, (3) list of dataframes containing predicted x and y values (to be used in subsequent plotting), and (4) list of individual dataframes used in fitting.
- lobound and hibound can accept named vectors that will be used as lower and upper bounds, respectively during fitting. If k = "fit", then it should look as follows (values are non-specific): lobound = c("q0" = 0, "k" = 0, "alpha" = 0) and hibound = c("q0" = 25, "k" = 10, "alpha" = 1). If k is not being fit as a parameter, then only "q0" and "alpha" should be used in bounding.

Note: Fitting with an equation (e.g., "linear", "hs") that doesn't work happily with zero consumption values results in the following. One, a message will appear saying that zeros are incompatible with the equation. Two, because zeros are removed prior to finding empirical (i.e., observed) measures, resulting BPo values will be all NAs (reflective of the data transformations). The warning message will look as follows:

```
Warning message:
```

```
Zeros found in data not compatible with equation! Dropping zeros!
```

The simplest use of FitCurves() is shown here, only needing to specify dat and equation. All other arguments shown are set to their default values.

Which is equivalent to:

```
FitCurves(dat = apt, equation = "hs")
```

Note that this ouput returns a message (No k value specified. Defaulting to empirical mean range +.5) and the aforementioned warning (Warning message: Zeros found in data not compatible with equation! Dropping zeros!). With detailed = FALSE, the only output is the dataframe of results (broken up to show the different types of results). This example fits the exponential equation proposed by Hursh & Silberberg (2008):

Table 9: Empirical Measures

id	Intensity	BPo	BP1	Omaxe	Pmaxe
19	10	NA	20	45	15
30	3	NA	20	20	20
38	4	NA	10	21	7
60	10	NA	10	24	8
68	10	NA	10	36	9

Table 10: Fitted Measures

Equation	Qod	K	Alpha	R2
hs	10.475734	1.031479	0.0046571	0.9660008
hs	2.932407	1.031479	0.0134557	0.7922379
hs	4.523155	1.031479	0.0087935	0.8662632
hs	10.492134	1.031479	0.0102231	0.9664814
hs	10.651760	1.031479	0.0061262	0.9699408

Table 11: Uncertainty and Model Information

Qose	Alphase	N	AbsSS	SdRes	QoLow	QoHigh	AlphaLow	AlphaHigh
0.4159581	0.0002358	16	0.0193354	0.0371632	9.583592	11.367875	0.0041515	0.0051628
0.2506946	0.0017321	16	0.0978350	0.0835955	2.394720	3.470093	0.0097408	0.0171706
0.2357693	0.0008878	14	0.0259083	0.0464653	4.009458	5.036852	0.0068592	0.0107277
0.6219725	0.0005118	14	0.0236652	0.0444083	9.136972	11.847296	0.0091080	0.0113382
0.3841063	0.0002713	14	0.0109439	0.0301992	9.814865	11.488656	0.0055350	0.0067173

Table 12: Derived Measures

EV	Omaxd	Pmaxd	Notes
2.0496979	45.49394	14.393110	converged
0.7094189	15.74586	17.796221	converged
1.0855466	24.09418	17.654534	converged
0.9337418	20.72481	6.546546	converged
1.5581899	34.58471	10.760891	converged

Here, the simplest form is shown specifying another equation, "koff". This fits the modified exponential equation proposed by Koffarnus et al. (2015):

FitCurves(dat = apt, equation = "koff")

Table 13: Empirical Measures

id	Intensity	BPo	BP1	Omaxe	Pmaxe
19	10	NA	20	45	15
30	3	NA	20	20	20
38	4	15	10	21	7
60	10	15	10	24	8
68	10	15	10	36	9

Table 14: Fitted Measures

Equation	Qod	K	Alpha	R2
koff	10.131767	1.429419	0.0029319	0.9668576
koff	2.989613	1.429419	0.0093716	0.8136932
koff	4.607551	1.429419	0.0070562	0.8403625
koff	10.371088	1.429419	0.0068127	0.9659117
koff	10.703627	1.429419	0.0044361	0.9444897

Table 15: Uncertainty and Model Information

Qose	Alphase	N	AbsSS	SdRes	QoLow	QoHigh	AlphaLow	AlphaHigh
0.2438729	0.0001663	16	2.908243	0.4557758	9.608712	10.654822	0.0025752	0.0032886
0.1721284	0.0013100	16	1.490454	0.3262837	2.620434	3.358792	0.0065620	0.0121812
0.3078231	0.0010631	16	4.429941	0.5625161	3.947336	5.267766	0.0047761	0.0093362
0.4069382	0.0004577	16	5.010982	0.5982703	9.498292	11.243884	0.0058310	0.0077945
0.4677467	0.0003736	16	8.350830	0.7723263	9.700410	11.706844	0.0036349	0.0052373

Table 16: Derived Measures

EV	Omaxd	Pmaxd	Notes
1.9957818	46.56622	15.140905	converged
0.6243741	14.56810	16.052915	converged
0.8292622	19.34861	13.833934	converged
0.8588915	20.03993	6.365580	converged
1.3190322	30.77608	9.472147	converged

By specifying agg = "Mean", y values at each x value are aggregated and a single curve is fit to the

data (disregarding error around each averaged point):

Table 17: Empirical Measures

id	Intensity	BPo	BP1	Omaxe	Pmaxe
mean	6.8	NA	20	23.1	7

Table 18: Fitted Measures

Equation	Qod	K	Alpha	R2
hs	7.637437	1.429419	0.0066817	0.9807508

Table 19: Uncertainty and Model Information

Qose	Alphase	N	AbsSS	SdRes	QoLow	QoHigh	AlphaLow	AlphaHigh
0.3258955	0.0002218	16	0.02187	0.039524	6.93846	8.336413	0.0062059	0.0071574

Table 20: Derived Measures

EV	Omaxd	Pmaxd	Notes
0.8757419	20.43309	8.813583	converged

By specifying agg = "Pooled", y values at each x value are aggregated and a single curve is fit to the data and error around each averaged point (but disregarding within-subject clustering):

Table 21: Empirical Measures

id	Intensity	BPo	BP1	Omaxe	Pmaxe
pooled	6.8	NA	20	23.1	7

Table 22: Fitted Measures

Equation	Qod	K	Alpha	R2
hs	6.592488	1.031479	0.0085032	0.460412

Table 23: Uncertainty and Model Information

Qose	Alphase	N	AbsSS	SdRes	QoLow	QoHigh	AlphaLow	AlphaHigh
0.4260508	0.0007125	146	4.677846	0.1802361	5.750367	7.434609	0.0070949	0.0099115

Table 24: Derived Measures

EV	Omaxd	Pmaxd	Notes
1.122607	24.91675	12.52644	converged

## 3.7 Share k Globally; Fit Other Parameters Locally

As mentioned earlier, in the function FitCurves, when k = "share" this parameter will be a shared parameter across all datasets (globally) while estimating  $Q_0$  and  $\alpha$  locally. While this works, it may take some time with larger sample sizes.

FitCurves(dat = apt, equation = "hs", k = "share")

Table 25: Empirical Measures

id	Intensity	BPo	BP1	Omaxe	Pmaxe
19	10	NA	20	45	15
30	3	NA	20	20	20
38	4	NA	10	21	7
60	10	NA	10	24	8
68	10	NA	10	36	9

Table 26: Fitted Measures

Equation	Qod	K	Alpha	R2
hs	10.014577	3.318335	0.0011616	0.9820968
hs	2.766313	3.318335	0.0033331	0.7641766
hs	4.485810	3.318335	0.0024580	0.8803145
hs	9.721378	3.318335	0.0024219	0.9705985
hs	10.293139	3.318335	0.0015879	0.9722310

Table 27: Uncertainty and Model Information

Qose	Alphase	N	AbsSS	SdRes	QoLow	QoHigh	AlphaLow	AlphaHigh
0.2429150	0.0000308	16	0.0101816	0.0269677	9.493576	10.535578	0.0010955	0.0012277
0.2192797	0.0003739	16	0.1110490	0.0890622	2.296005	3.236621	0.0025312	0.0041350
0.2074990	0.0001963	14	0.0231862	0.0439566	4.033709	4.937912	0.0020302	0.0028858
0.4371060	0.0000778	14	0.0207584	0.0415916	8.769006	10.673751	0.0022523	0.0025914
0.3179670	0.0000523	14	0.0101100	0.0290259	9.600348	10.985930	0.0014740	0.0017018

Table 28: Derived Measures

	EV	Omaxd	Pmaxd	Notes
1	1.4241851	44.55169	13.160535	converged
0	.4963278	15.52624	16.603781	converged
0.	.6730390	21.05416	13.884782	converged
0	.6830742	21.36808	6.502491	converged
1	.0418467	32.59129	9.366896	converged

## 3.8 Compare Values of $\alpha$ and $Q_0$ via Extra Sum-of-Squares F-Test

When one has multiple groups, it may be beneficial to compare whether separate curves are preferred over a single curve. This is accomplished by the Extra Sum-of-Squares F-test. This function (using the argument compare) will determine whether a single  $\alpha$  or a single  $Q_0$  is better than multiple  $\alpha$ s or  $Q_0$ s. A single curve will be fit, the residual deviations calculated and those residuals are compared to residuals obtained from multiple curves. A resulting F statistic will be reporting along with a P value.

```
## setting the seed initializes the random number generator so results will be
## reproducible
set.seed(1234)

## manufacture random grouping
apt$group <- NA
apt[apt$id %in% sample(unique(apt$id), length(unique(apt$id))/2), "group"] <- "a"
apt$group[is.na(apt$group)] <- "b"

## take a look at what the new groupings look like in long form
knitr::kable(apt[1:20, ])</pre>
```

id	X	у	group
19	0.0	10	b
19	0.5	10	b

id	X	у	group
19	1.0	10	b
19	1.5	8	b
19	2.0	8	b
19	2.5	8	b
19	3.0	7	b
19	4.0	7	b
19	5.0	7	b
19	6.0	6	b
19	7 <b>.</b> 0	6	b
19	8.0	5	b
19	9.0	5	b
19	10.0	4	b
19	15.0	3	b
19	20.0	2	b
30	0.0	3	a
30	0.5	3	a
30	1.0	3	a
30	1.5	3	a

```
## in order for this to run, you will have had to run the code immediately
## preceding (i.e., the code to generate the groups)
ef <- ExtraF(dat = apt, equation = "koff", k = 2, groupcol = "group", verbose = TRUE)</pre>
```

- [1] "Null hypothesis: alpha same for all data sets"
- [1] "Alternative hypothesis: alpha different for each data set"
- [1] "Conclusion: fail to reject the null hypothesis"
- [1] "F(1,156) = 2.8929, p = 0.091"

A summary table (broken up here for ease of display) will be created when the option verbose = TRUE. This table can be accessed as the dfres object resulting from ExtraF. In the example above, we can access this summary table using ef\$dfres:

Table 30: Fitted Measures

Group	Qod	K	R2	Alpha
Shared	NA	NA	NA	NA
a	6.851379	2	0.5588572	0.0040721
b	7.438604	2	0.5588572	0.0040721
Not Shared	NA	NA	NA	NA
a	7.090806	2	0.5667382	0.0047183
b	7.253881	2	0.5582483	0.0035831

Table 31: Uncertainty and Model Information

Group	N	AbsSS	SdRes
Shared	NA	NA	NA
a	160	450.1421	1.693265
b	160	450.1421	1.693265
Not Shared	NA	NA	NA
a	80	224.5163	1.696589
b	80	217.4302	1.669601

Table 32: Derived Measures

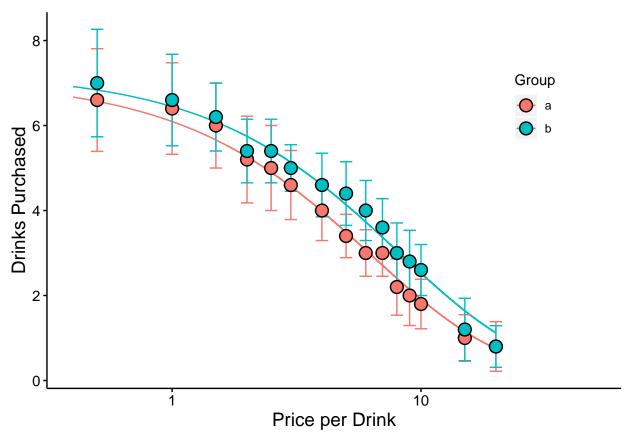
Group	EV	Omaxd	Pmaxd
Shared	NA	NA	NA
a	0.8682294	22.34081	10.340622
b	0.8682294	22.34081	9.524304
Not Shared	NA	NA	NA
a	0.7493166	19.28101	8.623030
b	0.9867123	25.38955	11.099676

Table 33: Convergence and Summary Information

Group	Notes	F-test
Shared	NA	Summary of F-test
a	converged	Conclusion: fail to reject the null hypothesis
b	converged	F(1,156) = 2.8929, p = 0.091
Not Shared	NA	NA
a	converged	NA
b	converged	NA

When verbose = TRUE, objects from the result can be used in subsequent graphing. The following code generates a plot of our two groups. We can use the predicted values already generated from the ExtraF function by accessing the newdat object. In the example above, we can access these predicted values using ef\$newdat. Note that we keep the linear scaling of y given we used Koffarnus et al. (2015)'s equation fitted to the data.

```
## be sure that you've loaded the tidyverse package (e.g., library(tidyverse))
ggplot(apt, aes(x = x, y = y, group = group)) +
   ## the predicted lines from the sum of squares f-test can be used in subsequent
   ## plots by calling data = ef$newdat
   geom_line(aes(x = x, y = y, group = group, color = group),
```



## 3.9 Plots

Plots can be created using the PlotCurves function. This function takes the output from FitCurves when the argument from FitCurves, detailed = TRUE. The default will be to save figures into a plots folder created one directory above the current working directory. Figures can be saved as either PNG or PDF. If the argument ask = TRUE, then plots will be shown interactively and not saved (ask = FALSE is the default). Graphs can automatically be created at both an aggregate and individual

level.

As a demonstration, let's first use FitCurves on the apt dataset, specifying k = "share" and detailed = T. This will return a list of objects to use in PlotCurves. In PlotCurves, we will feed in our new object, out, and tell the function to save the plots in the directory "../plots/" and ask = FALSE because we don't want R to interactively show us each plot. Because we have 10 datasets in our apt example, 10 plots will be created and saved in the "../plots/" directory.

```
out <- FitCurves(dat = apt, equation = "hs", k = "share", detailed = T)</pre>
```

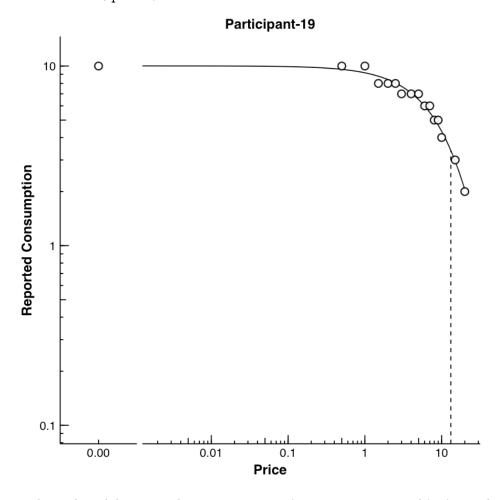
Warning: Zeros found in data not compatible with equation! Dropping zeros! Beginning search for best-starting k

Best k fround at 0.93813356574003 = err: 0.744881846162718

Searching for shared K, this can take a while...

PlotCurves(dat = out, outdir = "../plots/", device = "png", ask = F)

10 plots saved in ../plots/



We can also make a plot of the mean data. Here, we again use FitCurves, this time calculating a k

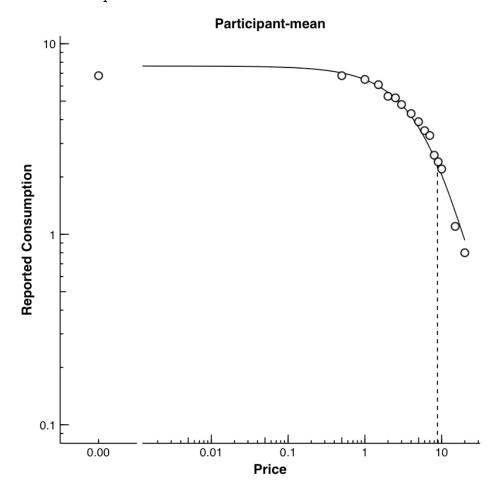
```
from the observed range of the data (thus not specifying any k) and specifying agg = "Mean".

mn <- FitCurves(dat = apt, equation = "hs", agg = "Mean", detailed = T)

No k value specified. Defaulting to empirical mean range +.5

PlotCurves(dat = mn, outdir = "../plots/", device = "png", ask = F)

1 plots saved in ../plots/
```



## 3.10 Learn More About Functions

To learn more about a function and what arguments it takes, type "?" in front of the function name. ?CheckUnsystematic

CheckUnsystematic

package:beezdemand

R Documentation

Systematic Purchase Task Data Checker

Description:

Applies Stein, Koffarnus, Snider, Quisenberry, & Bickels (2015) criteria for identification of nonsystematic purchase task data.

#### Usage:

#### Arguments:

dat: Dataframe in long form. Colums are id, x, y.

deltaq: Numeric vector of length equal to one. The criterion by which the relative change in quantity purchased will be compared.

Relative changes in quantity purchased below this criterion will be flagged. Default value is 0.025.

bounce: Numeric vector of length equal to one. The criterion by which the number of price-to-price increases in consumption that exceed 25% of initial consumption at the lowest price, expressed relative to the total number of price increments, will be compared. The relative number of price-to-price increases above this criterion will be flagged. Default value is 0.10.

reversals:Numeric vector of length equal to one. The criterion by which the number of reversals from number of consecutive (see ncons0) Os will be compared. Number of reversals above this criterion will be flagged. Default value is 0.

ncons0: Number of consecutive Os prior to a positive value is used to flag for a reversal. Value can be either 1 (relatively more conservative) or 2 (default; as recommended by Stein et al., (2015).

#### Details:

This function applies the 3 criteria proposed by Stein et al., (2015) for identification of nonsystematic purchase task data. The three criteria include trend (deltaq), bounce, and reversals from 0. Also reports number of positive consumption values.

#### Value:

```
Dataframe
Author(s):
    Brent Kaplan <bkaplan.ku@gmail.com>

Examples:
    ## Using all default values
    CheckUnsystematic(apt, deltaq = 0.025, bounce = 0.10, reversals = 0, ncons0 = 2)
    ## Specifying just 1 zero to flag as reversal
    CheckUnsystematic(apt, deltaq = 0.025, bounce = 0.10, reversals = 0, ncons0 = 1)
```

# 4 Free beezdemand Alternative with Graphical User Interface

If you are interested in using open source software for analyzing demand curve data but don't know R, please check out the Demand Curve Analyzer. The Demand Curve Analyzer contains many of the functions beezdemand provides but with the benefits of easy Excel-like functionality. See the companion article here.

## 5 Acknowledgments

- Shawn P. Gilroy, Contributor GitHub
- Derek D. Reed, Applied Behavioral Economics Laboratory www.behavioraleconlab.com
- Mikhail N. Koffarnus, Addiction Recovery Research Center https://labs.vtc.vt.edu/arrc/
- Steven R. Hursh, Institutes for Behavior Resources, Inc. www.ibrinc.org
- Paul E. Johnson, Center for Research Methods and Data Analysis, University of Kansas www. crmda.ku.edu
- Peter G. Roma, Institutes for Behavior Resources, Inc. www.ibrinc.org
- W. Brady DeHart, Addiction Recovery Research Center https://labs.vtc.vt.edu/arrc/
- Michael Amlung, Cognitive Neuroscience of Addictions Laboratory www.cnalab.weebly.com

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- · Alexandra M. Mellis
- Mr. Jeremiah "Downtown Jimbo Brown" Brown

· Gideon Naudé

## 6 Recommended Readings

- Reed, D. D., Niileksela, C. R., & Kaplan, B. A. (2013). Behavioral economics: A tutorial for behavior analysts in practice. *Behavior Analysis in Practice*, 6 (1), 34–54. https://doi.org/10.1007/BF03391790
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