### Problem Set 3

#### Applied Stats/Quant Methods 1

Due: November 19, 2022

#### Instructions

- Please show your work! You may lose points by simply writing in the answer. If the problem requires you to execute commands in R, please include the code you used to get your answers. Please also include the .R file that contains your code. If you are not sure if work needs to be shown for a particular problem, please ask.
- Your homework should be submitted electronically on GitHub.
- This problem set is due before 23:59 on Sunday November 19, 2023. No late assignments will be accepted.

In this problem set, you will run several regressions and create an add variable plot (see the lecture slides) in R using the incumbents\_subset.csv dataset. Include all of your code.

### Question 1

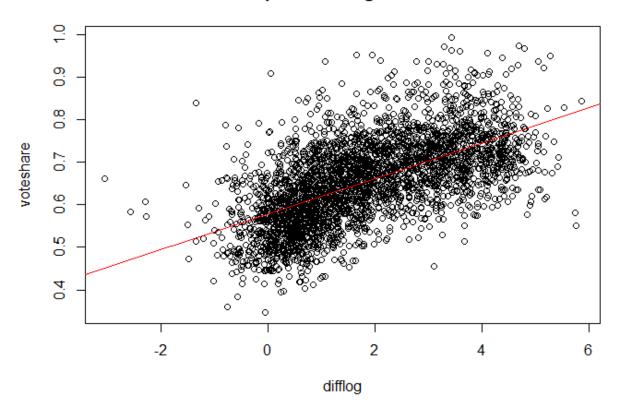
We are interested in knowing how the difference in campaign spending between incumbent and challenger affects the incumbent's vote share.

1. Run a regression where the outcome variable is **voteshare** and the explanatory variable is **difflog**.

```
# Run the regression
reg_model1 <- lm(voteshare ~ difflog, data = inc_sub)</pre>
# Print the regression summary
summary(reg_model1)
lm(formula = voteshare ~ difflog, data = inc_sub)
Residuals:
     Min
               1Q
                   Median
                                 3Q
-0.26832 -0.05345 -0.00377 0.04780 0.32749
Coefficients:
           Estimate Std. Error t value Pr(>|t|)
(Intercept) 0.579031 0.002251 257.19 difflog 0.041666 0.000968 43.04
                                         <2e-16 ***
                                         <2e-16 ***
Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
Residual standard error: 0.07867 on 3191 degrees of freedom
Multiple R-squared: 0.3673, Adjusted R-squared: 0.3671
F-statistic: 1853 on 1 and 3191 DF, p-value: < 2.2e-16
```

2. Make a scatterplot of the two variables and add the regression line.

# **Scatterplot with Regression Line**



3. Save the residuals of the model in a separate object.

```
# Save the residuals in a separate object
residualsq1 <- reg_model1$residuals |

# Print the residuals
print(residualsq1)

#The prediction equation for the given model is:
#voteshare = 0.579031 + 0.041666 * difflog</pre>
```

```
# Run the regression
reg_model2 <- lm(presvote ~ difflog, data = inc_sub)</pre>
# Print the regression summary
summary(reg_model2)
lm(formula = presvote ~ difflog, data = inc_sub)
Residuals:
             1Q Median
                                3Q
-0.32196 -0.07407 -0.00102 0.07151 0.42743
Coefficients:
           Estimate Std. Error t value Pr(>|t|)
(Intercept) 0.507583 0.003161 160.60 <2e-16 *** difflog 0.023837 0.001359 17.54 <2e-16 ***
Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
Residual standard error: 0.1104 on 3191 degrees of freedom
Multiple R-squared: 0.08795, Adjusted R-squared: 0.08767
F-statistic: 307.7 on 1 and 3191 DF, p-value: < 2.2e-16
```

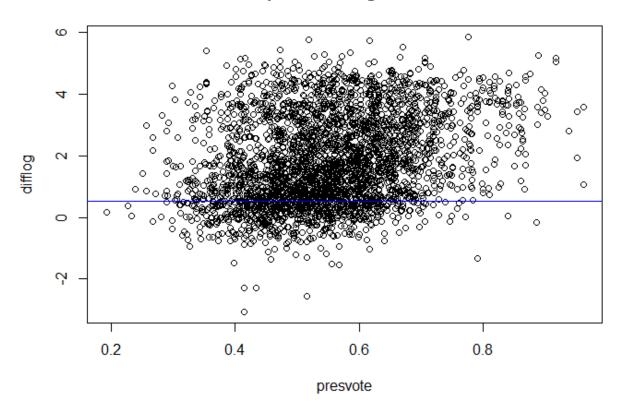
We are interested in knowing how the difference between incumbent and challenger's spending and the vote share of the presidential candidate of the incumbent's party are related.

1. Run a regression where the outcome variable is **presvote** and the explanatory variable is **difflog**.

2. Make a scatterplot of the two variables and add the regression line.

3. Save the residuals of the model in a separate object.

### **Scatterplot with Regression Line**



```
# Save the residuals in a separate object
residualsq2 <- reg_model2$residuals
# Print the residuals |
print(residualsq2)</pre>
```

```
#The prediction equation for the given model is:
#presvote = 0.507583 + 0.023837 * difflog
```

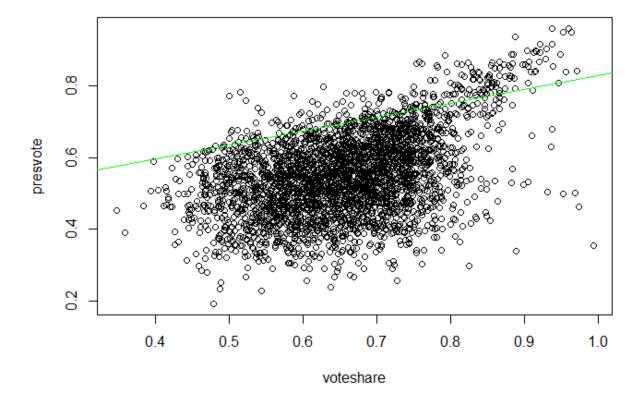
```
# Run the regression
reg_model3 <- lm(voteshare ~ presvote, data = inc.sub)
# Print the regression summary
summary(reg_model3)</pre>
```

We are interested in knowing how the vote share of the presidential candidate of the incumbent's party is associated with the incumbent's electoral success.

1. Run a regression where the outcome variable is **voteshare** and the explanatory variable is **presvote**.

2. Make a scatterplot of the two variables and add the regression line.

### Scatterplot with Regression Line



```
#The prediction equation for the given model is:
#voteshare = 0.441330 + 0.388018 * presvote
```

The residuals from part (a) tell us how much of the variation in voteshare is *not* explained by the difference in spending between incumbent and challenger. The residuals in part (b) tell us how much of the variation in presvote is *not* explained by the difference in spending between incumbent and challenger in the district.

1. Run a regression where the outcome variable is the residuals from Question 1 and the explanatory variable is the residuals from Question 2.

2. Make a scatterplot of the two residuals and add the regression line.

What if the incumbent's vote share is affected by both the president's popularity and the difference in spending between incumbent and challenger?

1. Run a regression where the outcome variable is the incumbent's voteshare and the explanatory variables are difflog and presvote.

2. Write the prediction equation.

3. What is it in this output that is identical to the output in Question 4? Why do you think this is the case?