

A Dynamic Framework of School Choice: Effects of Middle Schools on High School Choice

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Introduction

Causal Effects of Middle School Attendance on High School Choice

A Structural Model of Middle and High School Choices

A Two-period Model

Counterfactual Analysis

Conclusion

Introduction: Market Design Based School Choice

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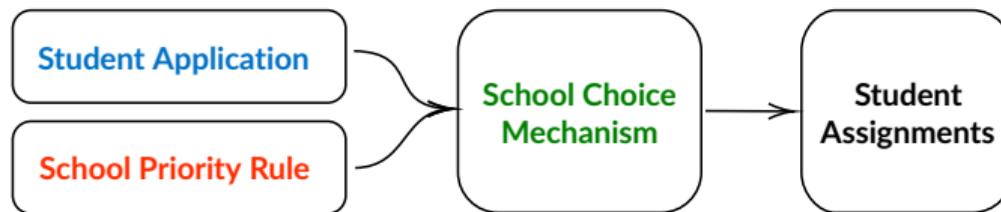
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 - Most existing policies only target high school admissions
 - But, segregation in high schools may develop earlier → any high school-only policy may fail to address this

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- Prespecified school priority rules: intrinsic priority groups + single tie-breaking

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2. How **high schools rank students**

3. Counterfactual analysis: concurrent admissions reforms in NYC

- Effects of admission reforms on segregation, **when implemented at alternative educational stages**

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Policy implication:

Dynamics of school choices can be used to design more effective policies

Related Literature

Effects of schools on future outcomes

- Academic performance (Jackson 2010; Pop-Eleches and Urquiola 2013; Abdulkadiroğlu, Angrist, and Pathak 2014; Deming, Hastings, Kane, and Staiger 2014; Dobbie and Fryer 2014), labor market outcomes (Card and Krueger 1992a,b; Clark and Bono 2016)
- **This paper:** first to evaluate the impacts on students' future academic choices in a K-12 context

Quasi-experiments in student assignments

- Hoxby and Rockoff, 2004; Deming, Hastings, Kane, and Staiger, 2014; Pop-Eleches and Urquiola, 2013; Abdulkadiroğlu, Angrist, and Pathak, 2014; Dobbie and Fryer, 2014; **Abdulkadiroğlu, Angrist, Narita, and Pathak, 2017, 2021**

School choice

- Assignment mechanism (Abdulkadiroğlu, Che, and Yasuda 2015; Abdulkadiroğlu, Agarwal, and Pathak 2017; He 2017; Agarwal and Somaini 2018; Che and Tercieux 2019; Calsamiglia, Fu, and Güell 2020), information provision (Hastings and Weinstein 2008; Ajayi, Friedman, and Lucas 2017; Luflade 2017; Corcoran, Jennings, Cohodes, and Sattin-Bajaj 2018; Chen and He 2021a,b; Grenet, He, and Kübler 2021)
- **This paper:** first to incorporate a **dynamic framework** to study the relationship of school choices at different stages

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- Provide evidence of middle schools' causal effects on high school choice and outcomes

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- Two definitions of groups of middle/high schools:

- High achievement:** top 1/3 in terms of average test score
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defined using demographics of current seniors [Histogram](#)

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- To overcome selection issue, use the **quasi-experimental feature** built in DA

(Abdulkadiroğlu, Angrist, Narita and Pathak (2017, 2021, AANP))

AANP

Identification

Main Findings

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Mediation

High Minority

Sensitivity

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2nd Period: High School Choice

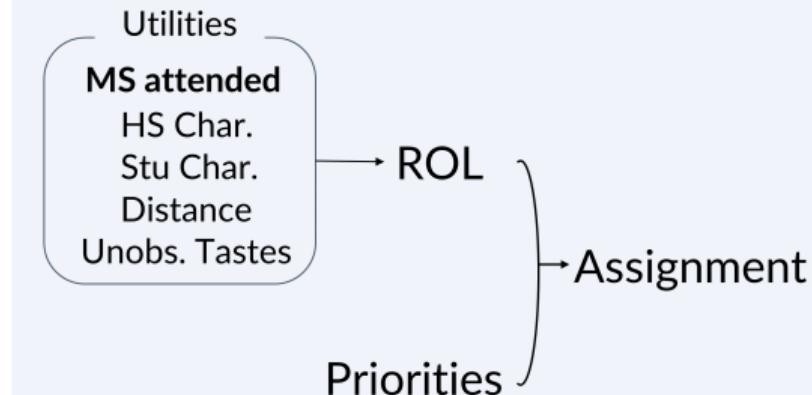
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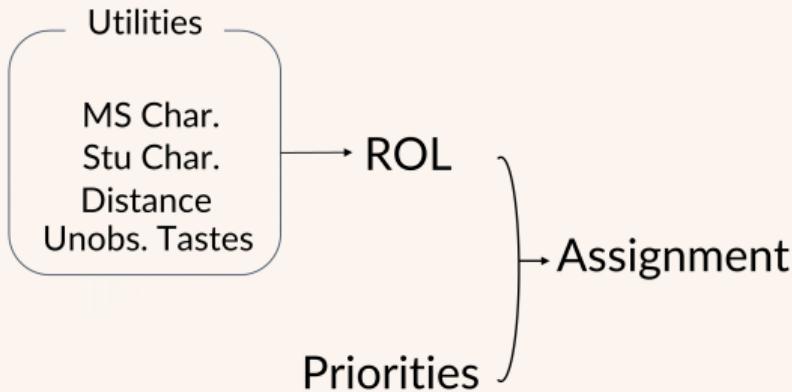
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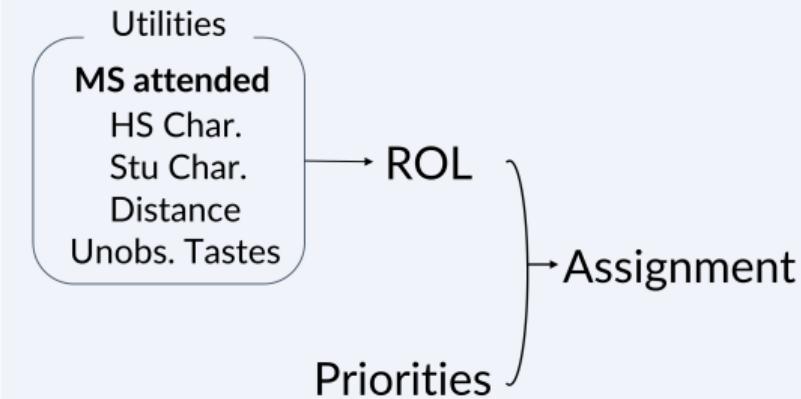
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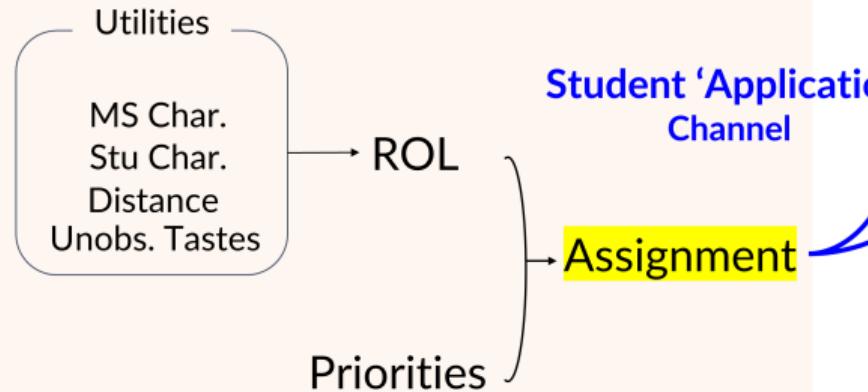
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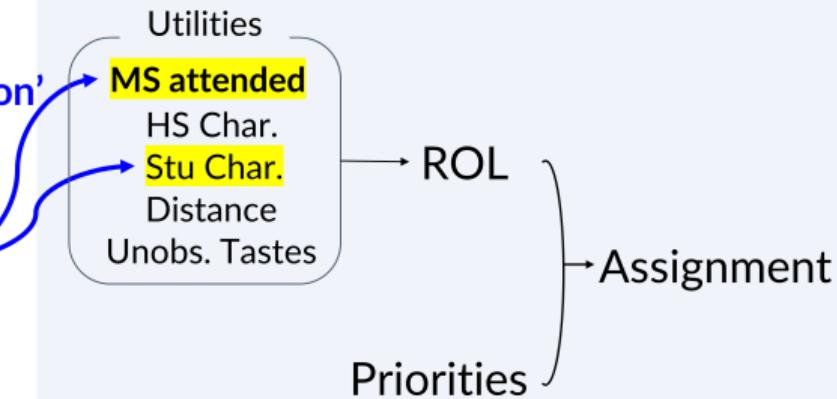
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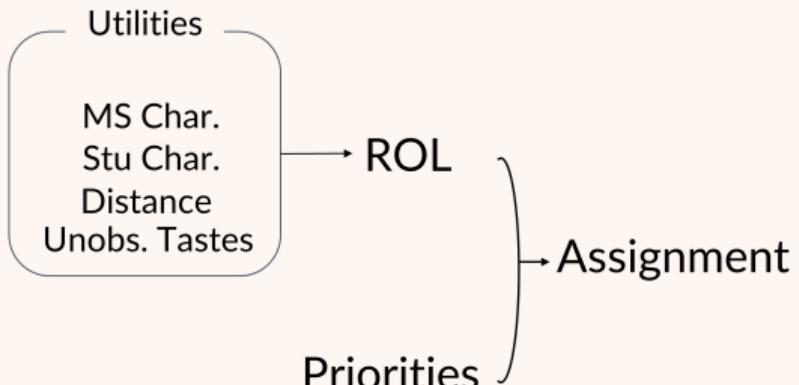
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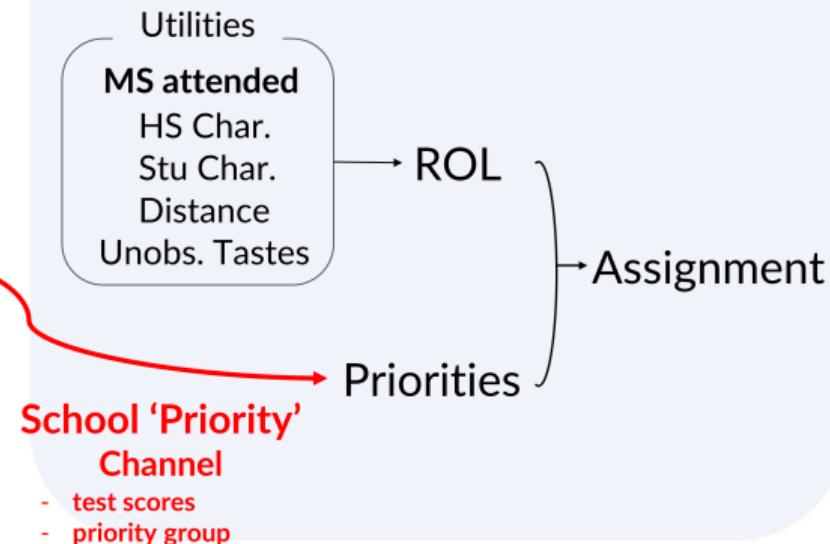
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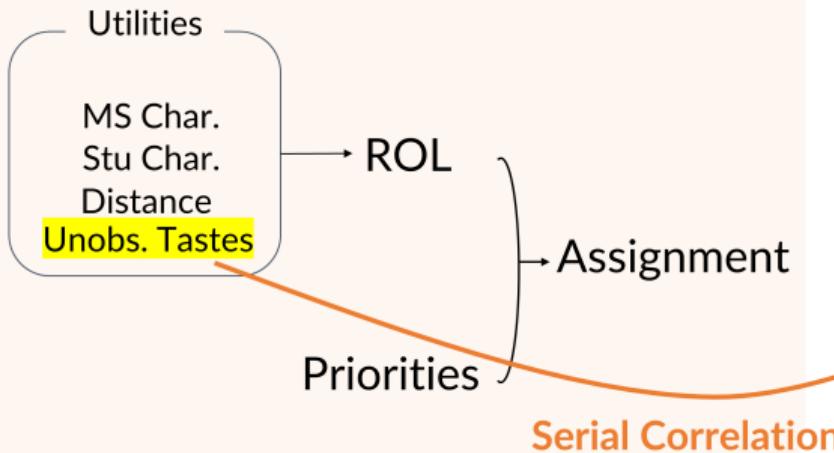
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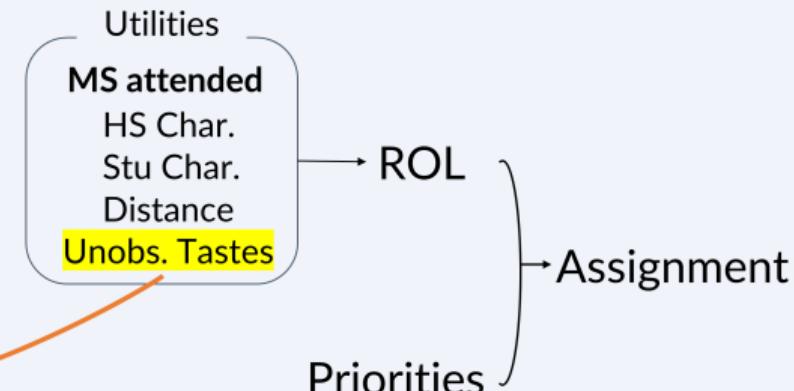
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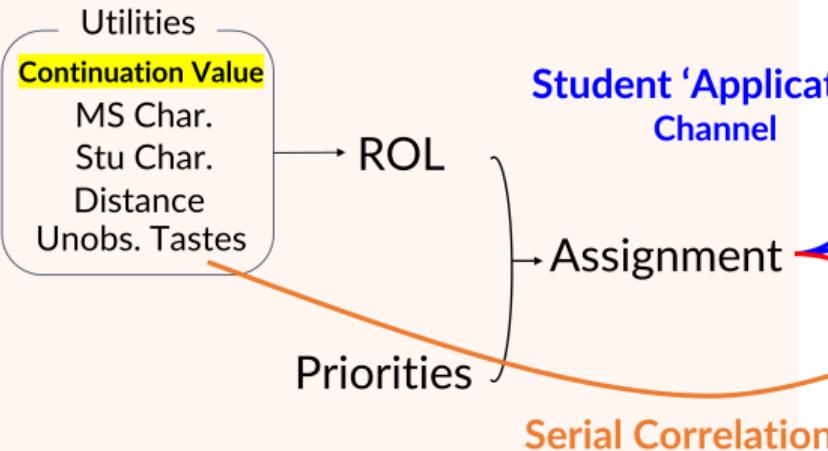
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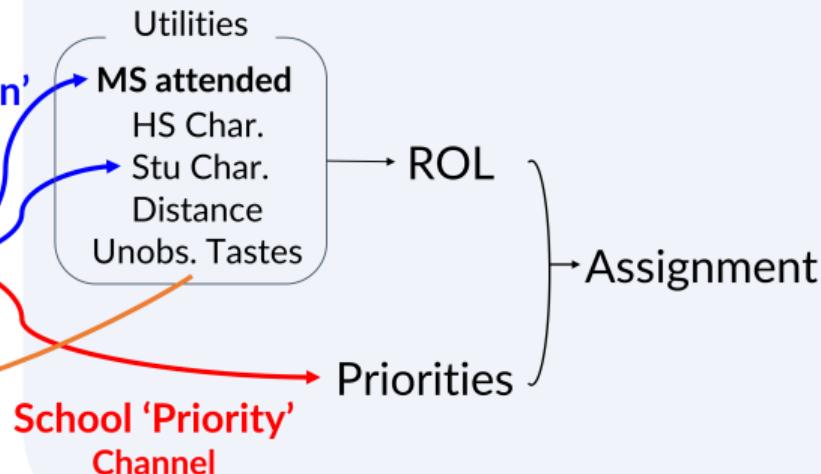
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- Agnostic about exact strategies, consistent with truth-telling or more robust assumptions

Game

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Full Estimates

By Race

Scatter Plot

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Causal Effects of Middle School Attendance on High School Choice

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A Two-period Model

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Racial Segregation in NYC

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- Ongoing policy reforms in NYC:
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- We evaluate effects of **two actual policies combined**, **implemented at different timings**:
 1. **MS**: reform only middle school admissions
 2. **HS**: reform only high school admissions
 3. **MSHS**: reform both middle and high school admissions

Racial Gap in Characteristics of Co-assigned Peers

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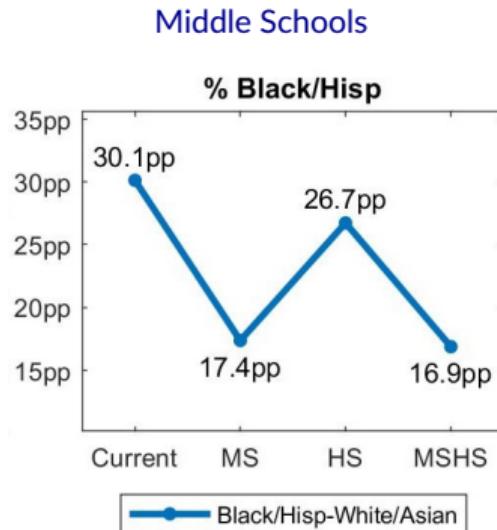
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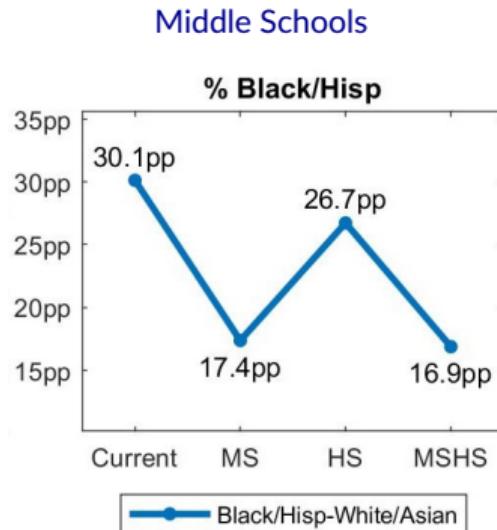
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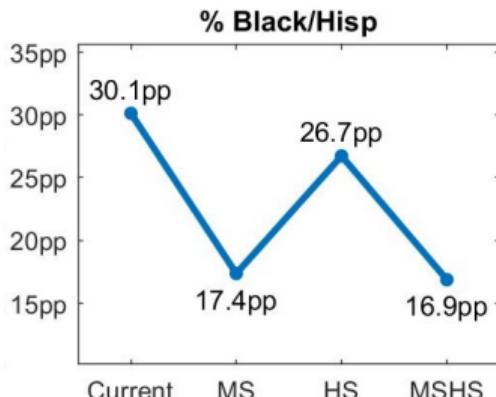


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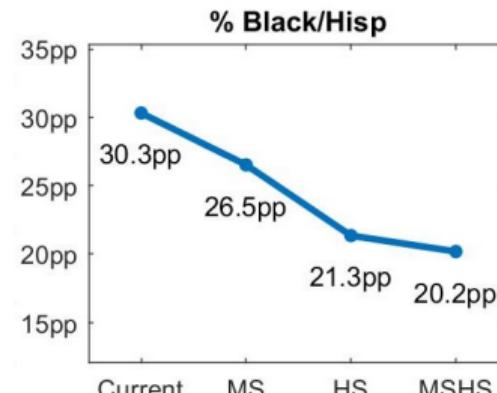
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Middle Schools



High Schools

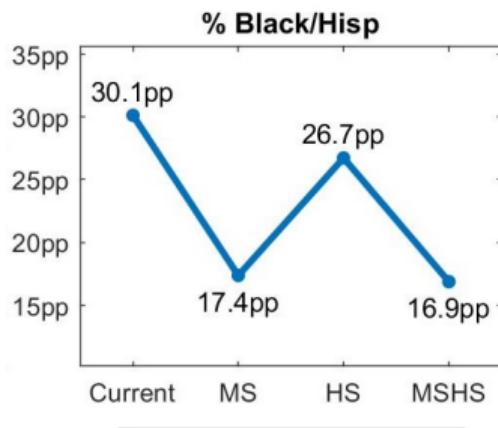


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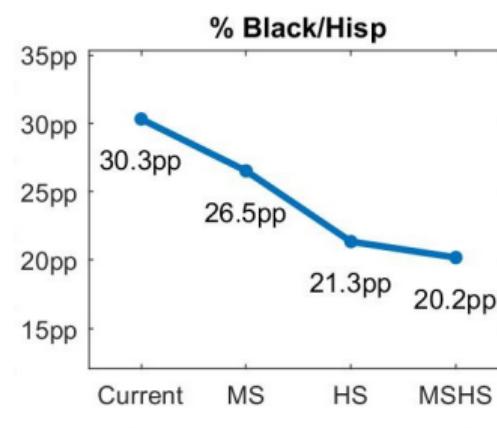
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2. MSHS can improve on HS for desegregating high schools

Char Gap

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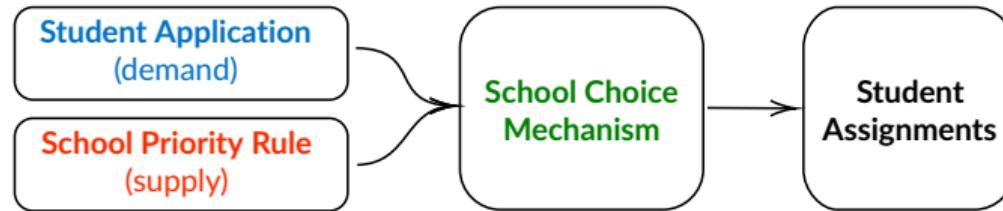
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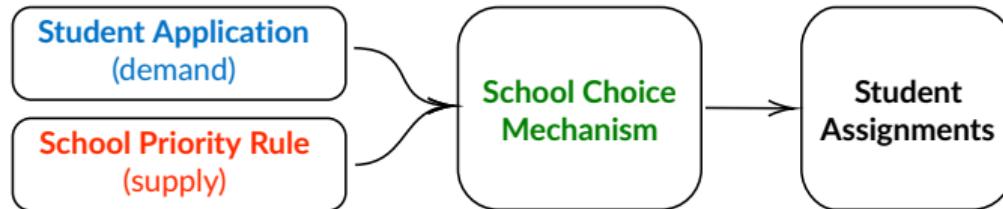
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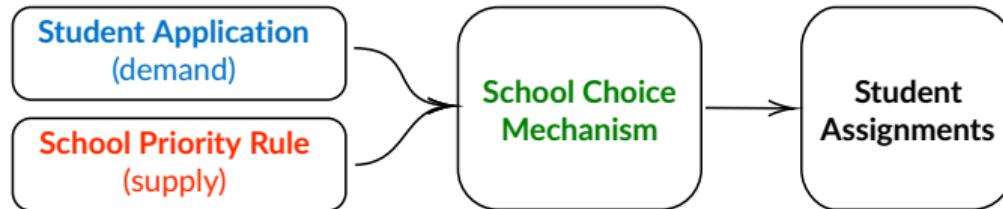


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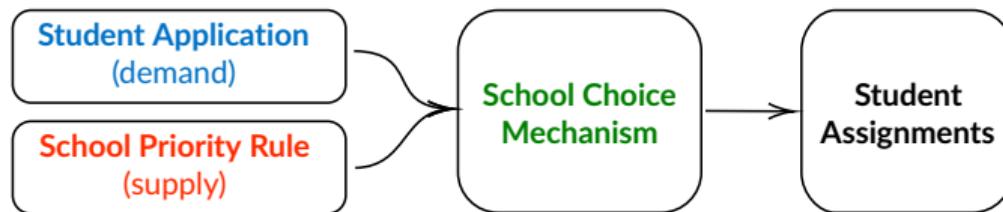
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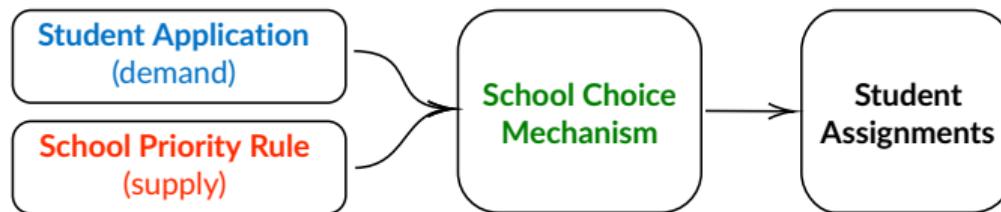
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- Most desegregation policies focused on reforming the **supply** side i.e., how schools select students
 - Little attention to how we can influence the **demand** side
- We suggest that:
 - **Early** intervention on the **supply** side can alter **subsequent** **demand** side behaviors
 - Such dynamic relationship can be used to design more effective policies

Conclusion

- The first to examine the **dynamic relationship** of school choices
 - 1. Empirical evidence of middle schools' effects on high school applications/assignments
 - 2. A novel dynamic framework of school choice
 - Middle schools' effects are mainly by changing student applications to high schools
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- We open a new avenue of research in the school choice literature by
 1. Bringing the dynamic aspect of school choice to the front
 2. Providing a new framework that is applicable to many other topics in school choice

Thank you!

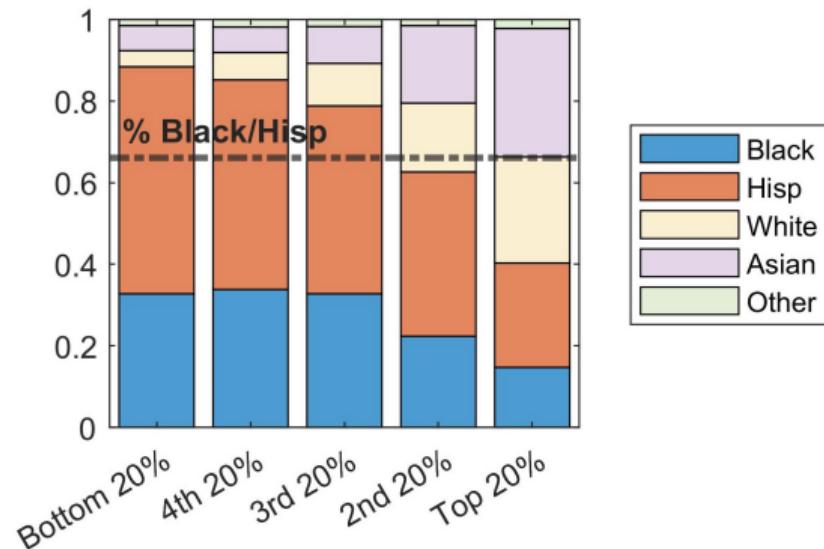
Comments or Suggestions?

dongwooh@usc.edu | mpark88@wisc.edu

Segregation in NYC High Schools

CF

Black and Hispanic students are **underrepresented** in 'good' high schools



Note: Quintiles based on average performance at statewide exams.

Focusing on High School is Insufficient

e.g. NYC college enrollment 2016-17

| | (1) Enrolled in College | (2) Enrolled in College | (3) Enrolled in College |
|---------------|----------------------------|----------------------------|----------------------------|
| Regents Score | 0.141*** (0.005) | 0.146*** (0.005) | 0.139*** (0.005) |
| HS Quality | 0.028*** (0.007) | | 0.017*** (0.006) |
| MS Quality | | 0.042*** (0.007) | 0.034*** (0.006) |
| N | 51672 | 50942 | 50851 |
| R2 | 0.160 | 0.162 | 0.163 |

Robust standard errors in parentheses. * $p < 0.1$, ** $p < 0.05$, *** $p < 0.01$

Middle school quality is more highly correlated with student's college outcome than high school quality!



- **Step 1**

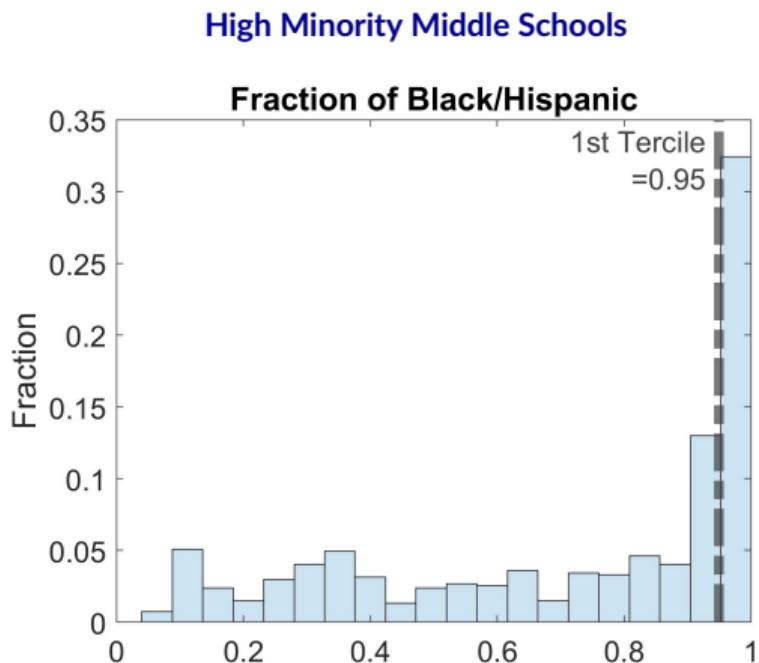
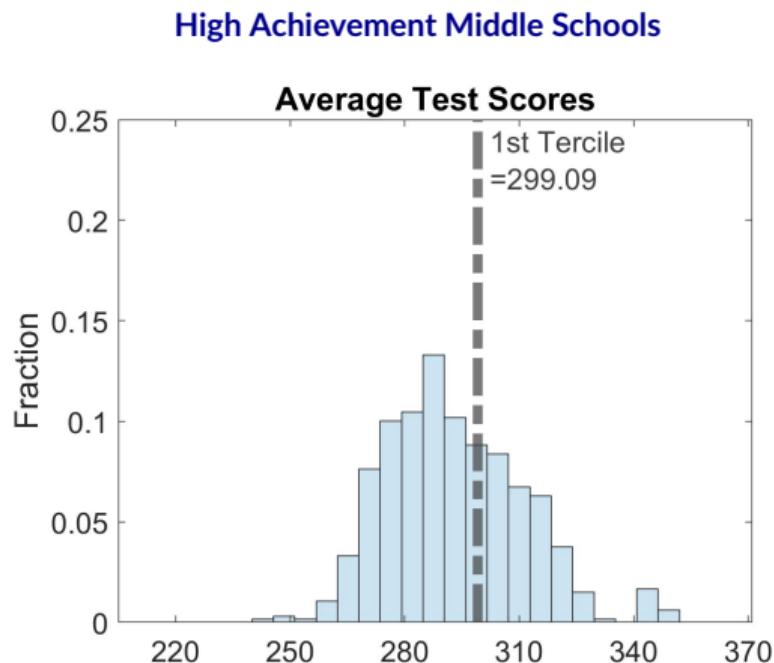
Each student proposes to her first choice. Each school tentatively assigns seats to its proposers one at a time, following their priority order. The student is rejected if no seats are available at the time of consideration.

- **Step k**

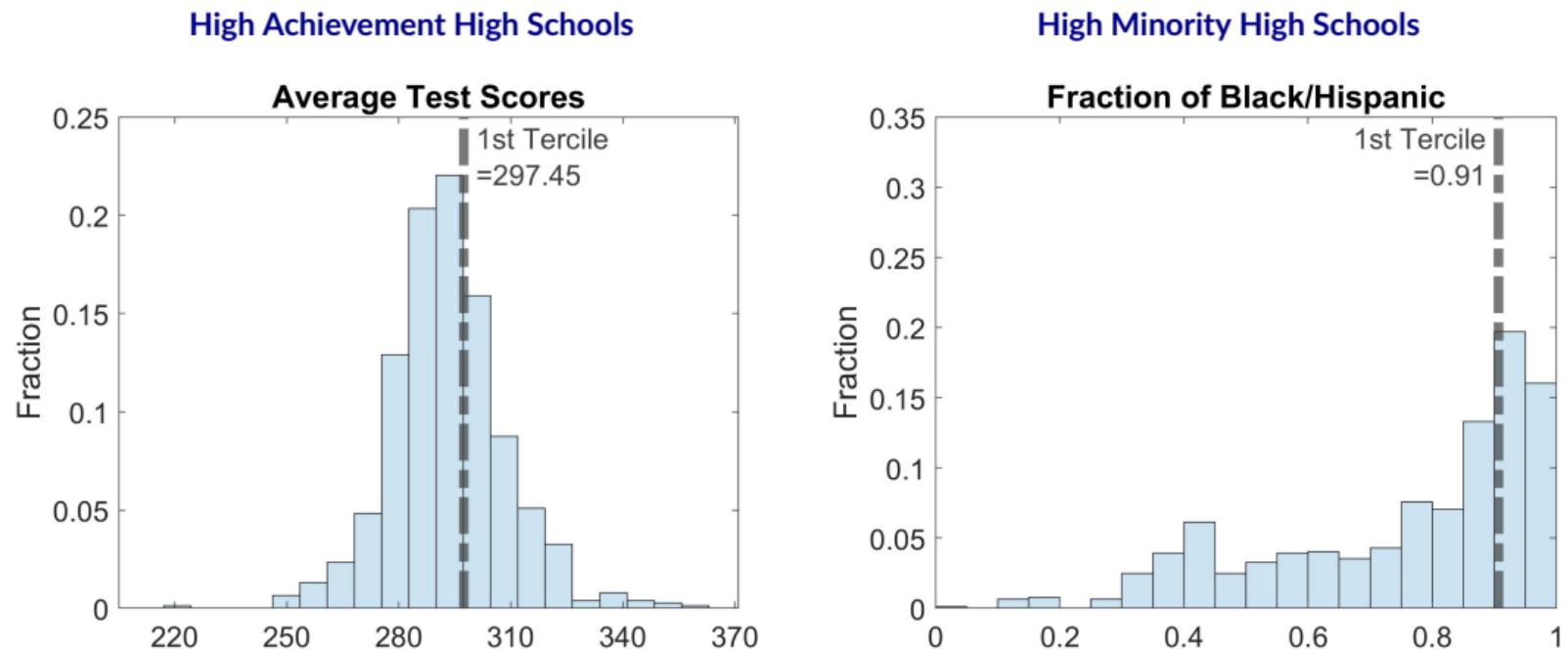
Each student who was rejected in the previous step proposes to her next best choice. Each school considers the students it has tentatively assigned together with its new proposers and tentatively assigns its seats to these students one at a time following the school's priority order. The student is rejected if no seats are available when she is considered.

- The algorithm terminates either when there are no new proposals or equally when all rejected students have exhausted their preference lists.

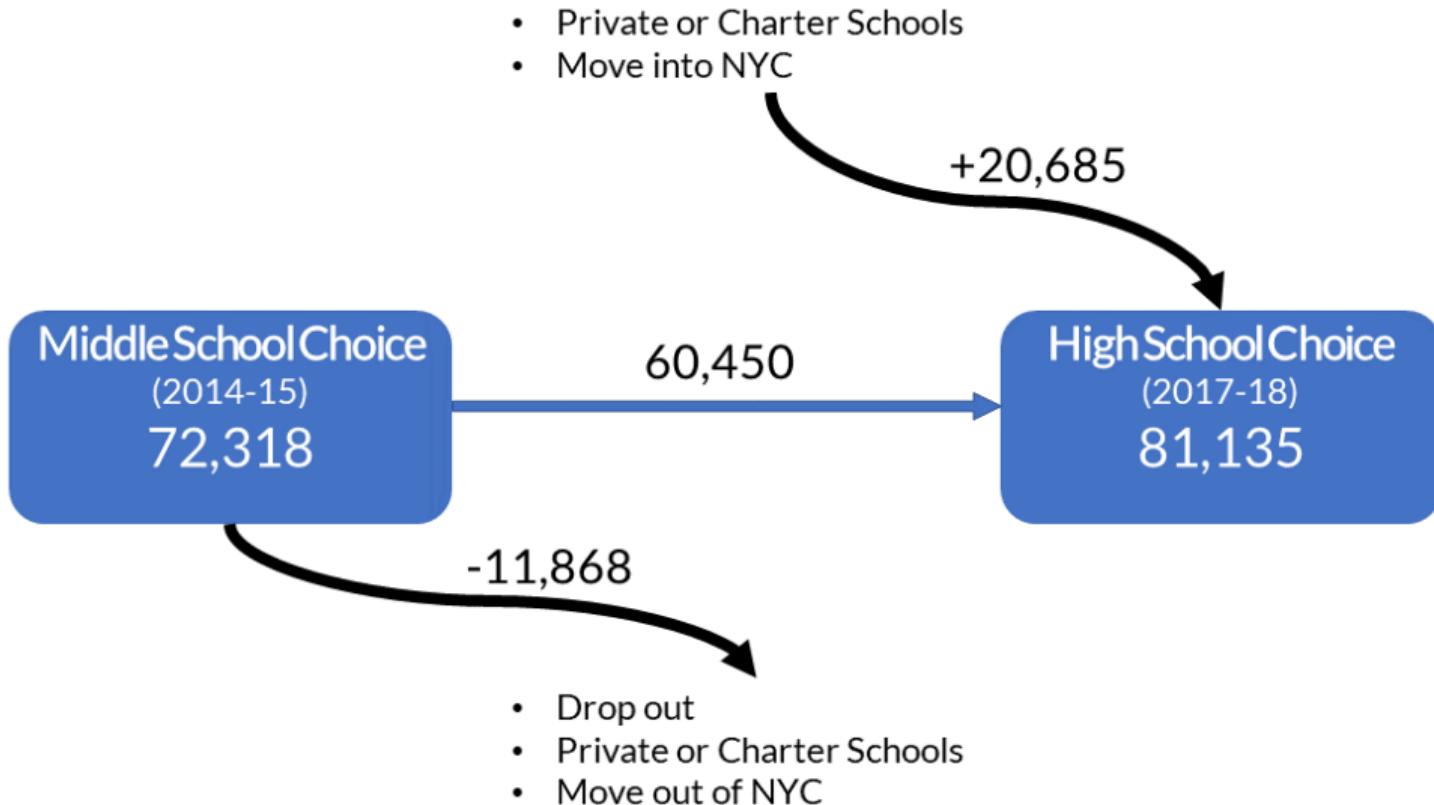
Middle School Groups



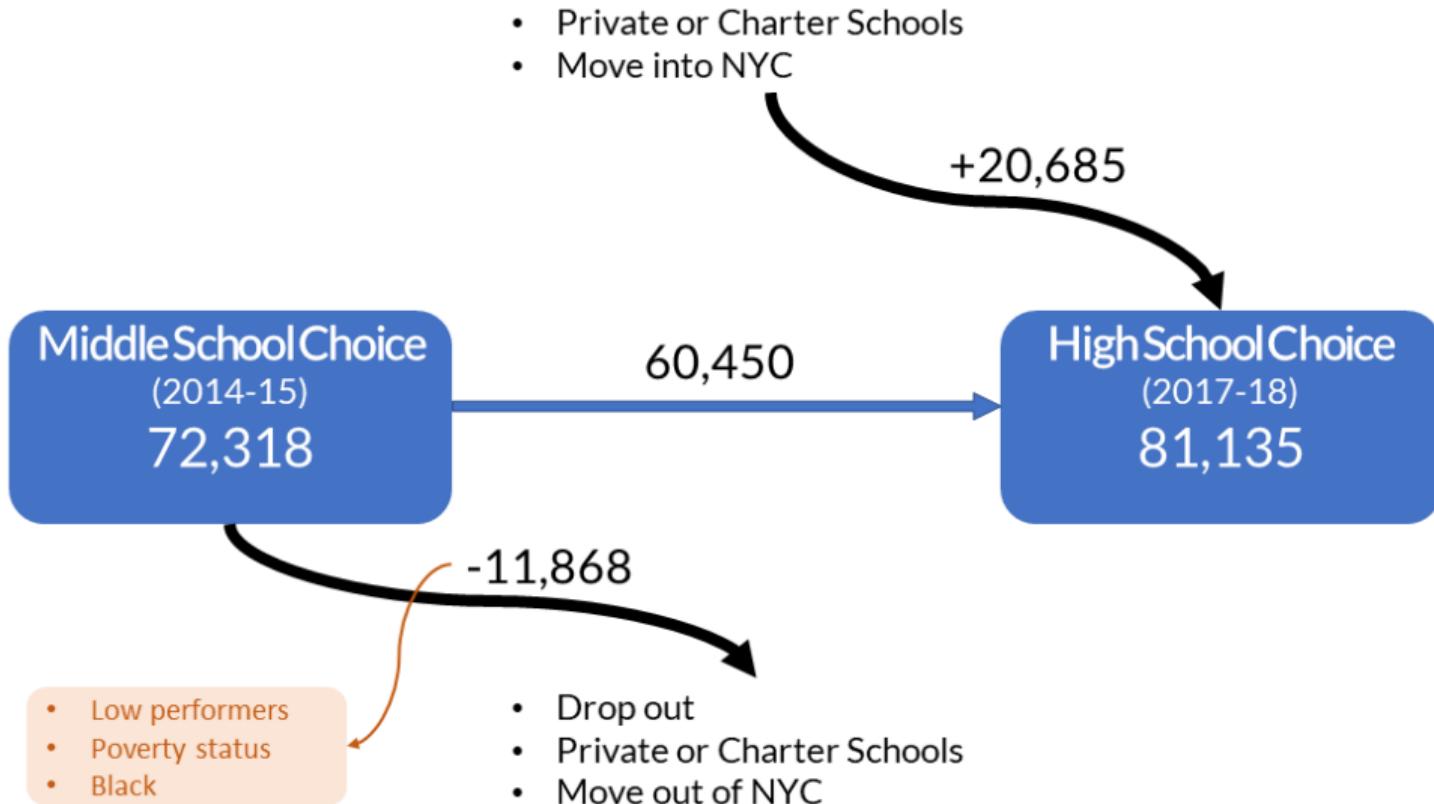
High School Groups



Attrition



Attrition



Summary Statistics: Students

| Variables | N | Mean | Std |
|--------------------------|--------|-------|-------|
| 5th Grade Math Score | 54,012 | 311.3 | 37.31 |
| English Language Learner | 54,012 | 0.12 | 0.32 |
| Free or Reduced Lunch | 54,012 | 0.73 | 0.45 |
| Asian | 54,012 | 0.19 | 0.39 |
| Black | 54,012 | 0.23 | 0.42 |
| Hispanic | 54,012 | 0.41 | 0.49 |
| White | 54,012 | 0.17 | 0.37 |

Note: The scale of 5th grade math score is from 125 to 402.

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 \Rightarrow '**stratified randomized trial**'

- Abdulkadiroğlu, Angrist, Narita and Pathak (2017,2021):
 1. Formally prove **Conditional Independence**
⇒ eliminate OVB by conditioning on **DA propensity score**
 2. Provide a compact way of calculating **DA propensity scores** in a general framework with non-random tie-breaking, by combining RD and large-market matching model

Calculating Propensity Score

Two cases:



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 - With lotteries, propensity score depends on only a few school-level cutoffs
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 - Even conditional on **applications** and **priorities**, assignments are no longer random

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 - For those, **local conditional independence** holds

Calculating Propensity Score: An Example



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| | A | B | C |
|-----------------------------|-----|----------------|--------------------------------------|
| PG_{ij} | 1 | 1 | 2 |
| Cutoff | 2.2 | 1.4 | 2.6 |
| Admission Probability | 0 | 1×0.6 | $1 \times 0.4 \times (1 - F_i(0.6))$ |
| Local Admission Probability | 0 | 1×0.6 | $1 \times 0.4 \times 0.5$ |

Identification Strategy





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$$Y_i = \alpha_0 + \beta C_i + \sum_x \alpha_2(x) d_i(x) + \eta_i$$
$$C_i = \tilde{\alpha}_0 + \gamma D_i + \sum_x \alpha_1(x) d_i(x) + \nu_i$$



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- D_i : DA assignment into treatment schools
- $\{d_i(x)\}_x$: DA propensity score fixed effects



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Balance

- 2SLS using DA assignment as an IV for actual attendance:

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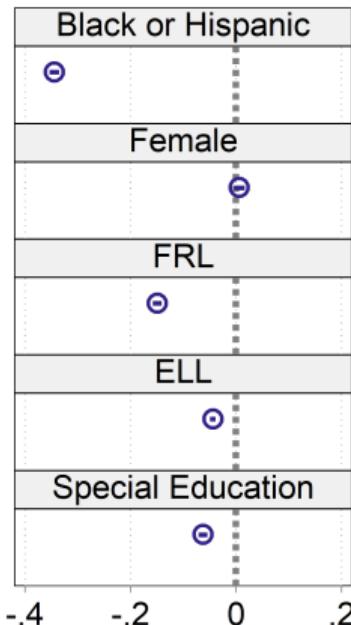
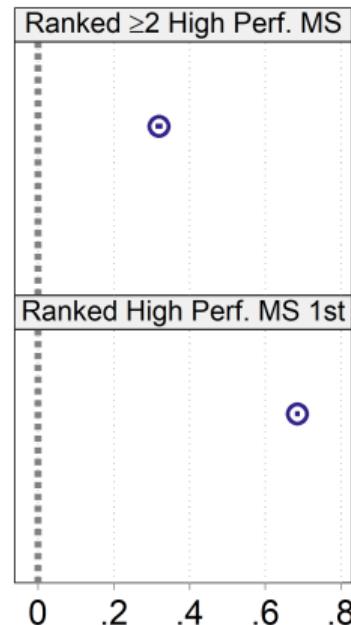
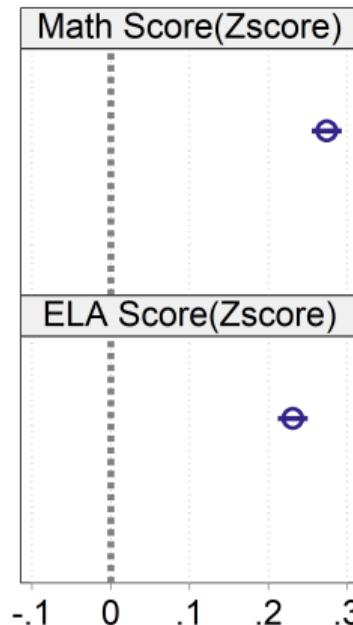
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-
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 - Sample restriction: those with nondegenerate risk of being treated Marginal NDR-DR

Covariate Balance: Offered Students v.s. Non-offered Students

$$W_i = \alpha_0 + \gamma D_i + e_i$$

Covariate Balance: Offered Students v.s. Non-offered Students

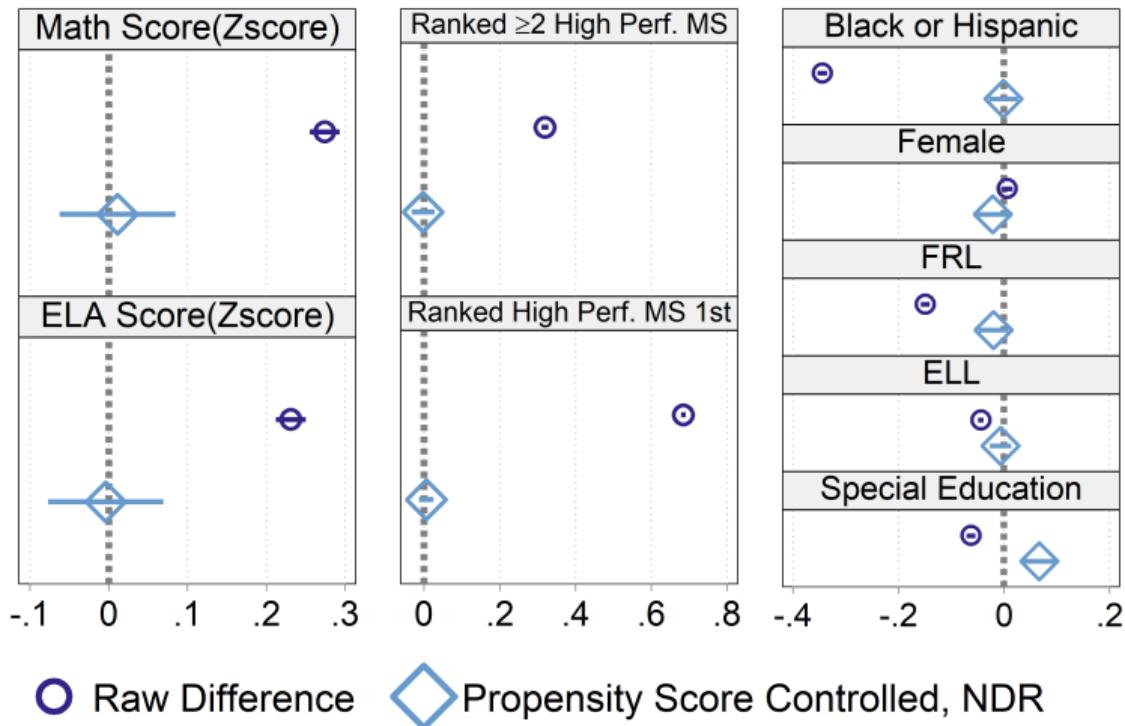
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○ Raw Difference

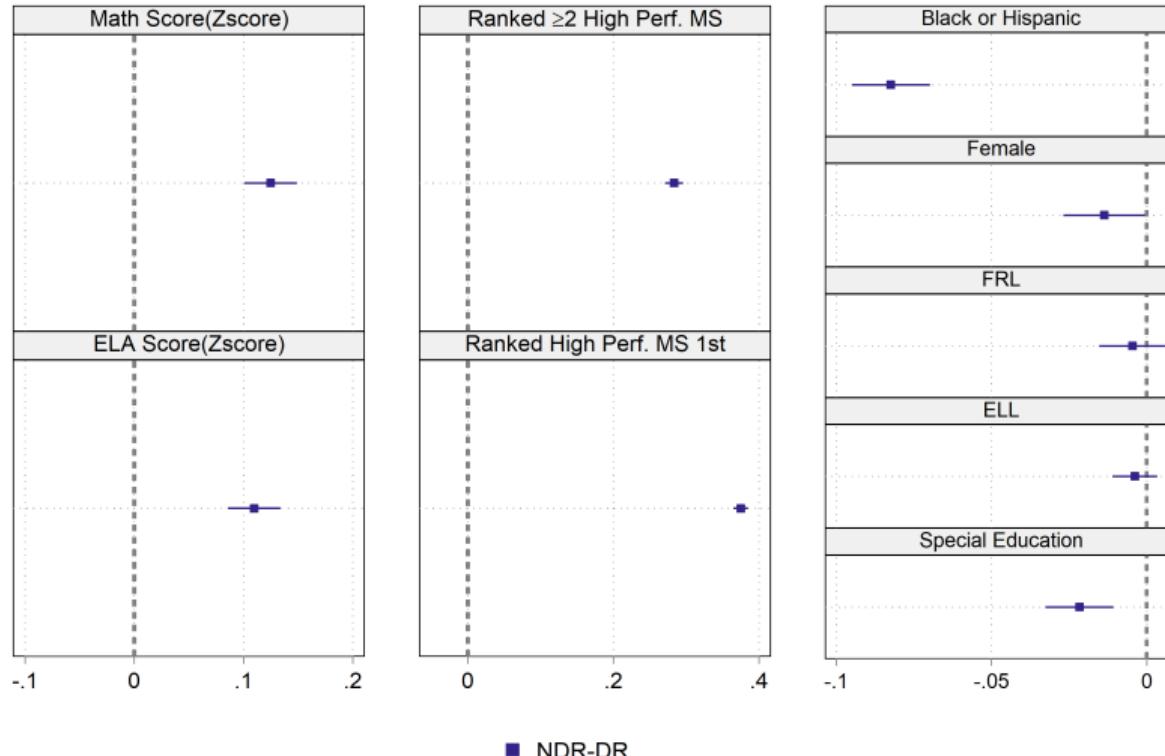
Covariate Balance: Offered Students v.s. Non-offered Students

$$W_i = \alpha_0 + \gamma D_i + \sum_x \alpha_1(x) d_i(x) + h(\mathcal{R}_i) + e_i$$



Nondegenerate v.s. Degenerate Risk Sample

Group mean difference of NDR and DR samples



Who Are Those Marginal Students? ◀

| Variables | All | | Marginal to High-achievement MS | | Marginal to High-minority MS | |
|--------------------------|-------|------|---------------------------------|------|------------------------------|------|
| | Mean | Std | Mean | Std | Mean | Std |
| 5th Grade Math Score | 311.3 | 37.3 | 313.5 | 35.3 | 292.0 | 32.6 |
| English Language Learner | 0.12 | 0.32 | 0.07 | 0.25 | 0.12 | 0.32 |
| Free or Reduced Lunch | 0.73 | 0.45 | 0.76 | 0.43 | 0.90 | 0.30 |
| Asian | 0.19 | 0.39 | 0.22 | 0.42 | 0.02 | 0.15 |
| Black | 0.23 | 0.42 | 0.17 | 0.38 | 0.34 | 0.47 |
| Hispanic | 0.41 | 0.49 | 0.43 | 0.50 | 0.62 | 0.49 |
| White | 0.17 | 0.37 | 0.16 | 0.36 | 0.01 | 0.10 |

Note: The scale of 5th grade math score is from 125 to 402.

Main Result

| Dependent Variable Model Sample | Avg of Top 5 Ranked | | Assigned | |
|---|---------------------|-------------------|---------------------|--------------------|
| | OLS All | 2SLS NDR | OLS All | 2SLS NDR |
| <i>Panel A: College Enrollment Rate (%p)</i> | | | | |
| From High Achievement MS | 2.854*** (0.516) | 1.755* (1.011) | 4.530*** (0.669) | 3.414** (1.566) |
| N | 44158 | 7060 | 41546 | 6679 |
| R2 | 0.367 | 0.459 | 0.244 | 0.310 |
| \bar{y} | 71.217 | 72.197 | 65.653 | 67.204 |
| <i>Panel B: % High Performing Students (%p)</i> | | | | |
| From High Achievement MS | 5.188*** (0.840) | 2.986* (1.805) | 6.886*** (0.825) | 5.292** (2.105) |
| N | 44237 | 7062 | 42180 | 6751 |
| R2 | 0.450 | 0.502 | 0.388 | 0.400 |
| \bar{y} | 39.731 | 40.934 | 33.058 | 34.978 |
| First Stage F-stat | | 135.2 | | 135.2 |
| Student Obs. Char. | ✓ | ✓ | ✓ | ✓ |
| Local Linear Control | ✓ | ✓ | ✓ | ✓ |

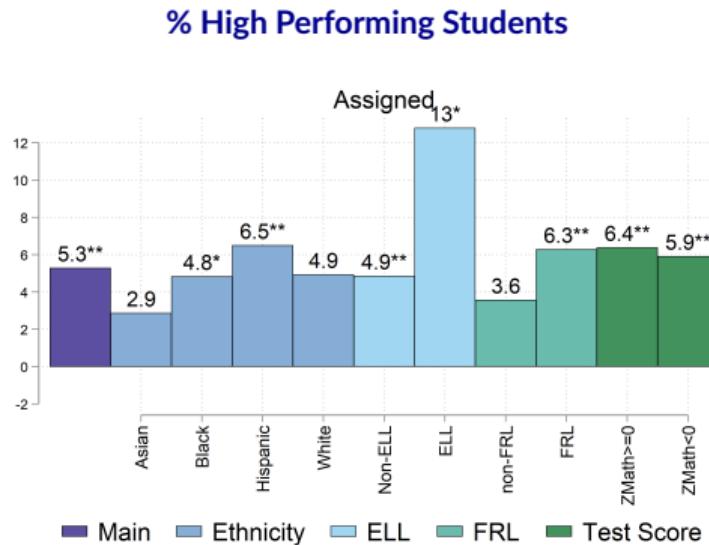
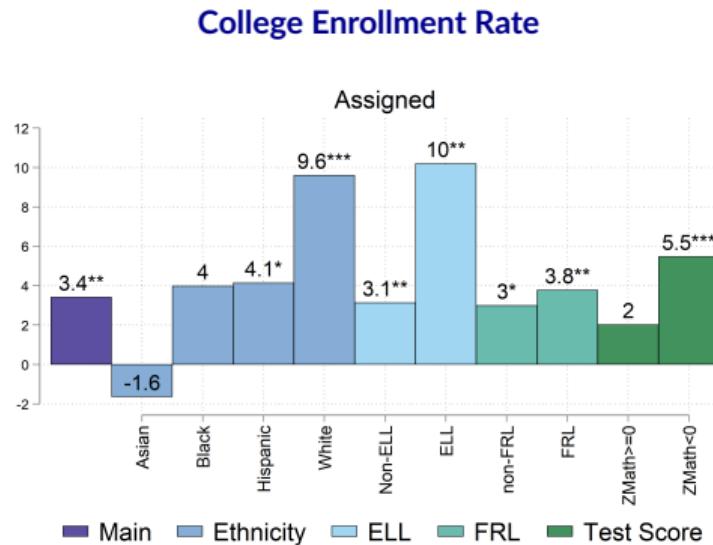
Note: Standard errors clustered at attended middle school level.

Main Result

| Dependent Variable Model Sample | Avg of Top 5 Ranked | | Assigned | |
|---------------------------------------|----------------------|------------------|----------------------|------------------|
| | OLS All | 2SLS NDR | OLS All | 2SLS NDR |
| <i>Panel C: % White (%p)</i> | | | | |
| From High Achievement MS | 5.080*** (0.750) | 0.311 (0.655) | 5.755*** (0.793) | 0.301 (0.832) |
| N | 44237 | 7062 | 42180 | 6751 |
| R2 | 0.633 | 0.717 | 0.555 | 0.621 |
| \bar{y} | 18.627 | 20.334 | 15.097 | 16.761 |
| <i>Panel D: 1(STEM)</i> | | | | |
| From High Achievement MS | -0.053*** (0.013) | 0.041 (0.035) | -0.057*** (0.016) | 0.055 (0.044) |
| N | 44237 | 7062 | 42182 | 6751 |
| R2 | 0.098 | 0.275 | 0.041 | 0.172 |
| \bar{y} | 0.324 | 0.318 | 0.314 | 0.322 |
| First Stage F-stat | | 135.2 | | 135.2 |
| Student Obs. Char. | ✓ | ✓ | ✓ | ✓ |
| Local Linear Control | ✓ | ✓ | ✓ | ✓ |

Note: Standard errors clustered at attended middle school level.

2SLS: Subgroup



- In general, more effective for groups with smaller baseline (with the exception for White)
e.g. ELL, FRL, lower baseline math score

2SLS: Mediation Analysis

Is the effect mainly due to change in test scores? \Rightarrow additionally include end-of-MS test scores

| | Top 5 2SLS | Assigned 2SLS |
|---|---------------------|---------------------|
| <i>Panel A: College Enrollment Rate (%p)</i> | | |
| From High Perf. MS | 1.751* (0.967) | 3.301** (1.542) |
| 8th Grade ELA Score (σ) | 1.314*** (0.205) | 2.070*** (0.328) |
| 8th Grade Math Score (σ) | 0.910*** (0.231) | 1.416*** (0.374) |
| N | 7060 | 6679 |
| <i>Panel B: % High Performing Students (%p)</i> | | |
| From High Perf. MS | 2.913* (1.748) | 5.185** (2.061) |
| 8th Grade ELA Score (σ) | 2.114*** (0.351) | 3.023*** (0.409) |
| 8th Grade Math Score (σ) | 1.258*** (0.397) | 1.315** (0.522) |
| N | 7062 | 6751 |

While coefficients on 8th grade test scores are significantly positive, LATEs are largely unchanged

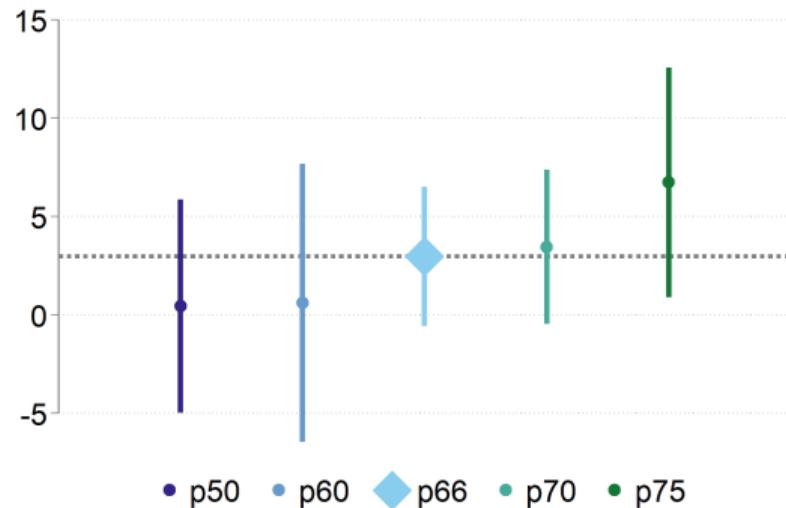
2SLS: Alternative Treatment: High Minority

| Dependent Variable | (1) Top 5 OLS All | (2) Top 5 2SLS NDR | (3) Assigned OLS All | (4) Assigned 2SLS NDR |
|---|----------------------------|-----------------------------|-------------------------------|--------------------------------|
| <i>Panel A: College Enrollment Rate (%p)</i> | | | | |
| From High Minority MS | -1.686*** (0.553) | 0.248 (1.459) | -2.189*** (0.661) | -0.794 (2.383) |
| N | 46630 | 3307 | 43843 | 3091 |
| R2 | 0.363 | 0.358 | 0.237 | 0.260 |
| \bar{y} | 71.371 | 66.679 | 65.829 | 60.183 |
| <i>Panel B: % High Performing Students (%p)</i> | | | | |
| From High Minority MS | -4.024*** (0.850) | 3.188 (2.084) | -3.875*** (0.800) | 3.957* (2.240) |
| N | 46723 | 3317 | 44579 | 3163 |
| R2 | 0.441 | 0.370 | 0.376 | 0.333 |
| \bar{y} | 39.839 | 28.252 | 33.146 | 21.158 |

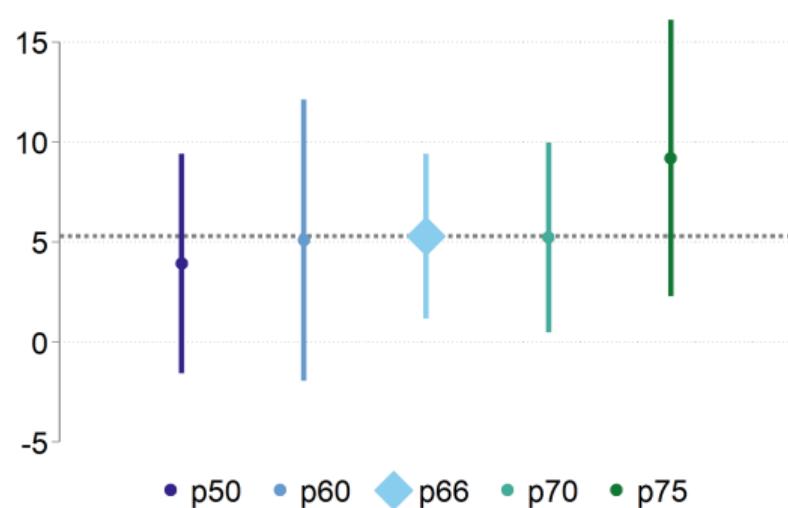
2SLS: Sensitivity to Other Definitions of Treatments

Are the identified LATEs sensitive to the choice of threshold (top 1/3)?

% High Performer (Top 5 Ranked)



% High Performer (Matched)





- Let $y_{i,m}^H$: potential end-of-MS test score when i attends middle school m
- Estimate each m 's production function based on selection on observables:

$$E [y_{i,m}^H | Z_i^M, m] = \alpha_m + Z_i^{M'} \beta_m$$

- OLS of $y_{i,m(i)}^H$ on school indicators interacted with Z_i^M where $m(i)$ is the actual middle school attendance in the data



Mean and Standard Deviation of VA Coefficients Across Schools

| | 8th Grade Math Coefficient | SE | 8th Grade ELA Coefficient | SE |
|--------------------------|-------------------------------|------------------|------------------------------|------------------|
| Baseline Test Score | 0.346 (0.060) | 0.035 (0.015) | 0.331 (0.040) | 0.033 (0.013) |
| Female | 1.591 (1.425) | 1.650 (0.412) | 3.077 (2.327) | 1.517 (0.352) |
| Asian | 6.002 (4.892) | 3.993 (2.108) | 6.029 (4.617) | 3.402 (1.547) |
| Black | -2.422 (6.194) | 4.542 (2.527) | -2.502 (3.826) | 4.642 (3.216) |
| Hispanic | -2.309 (3.945) | 2.708 (1.260) | -0.738 (3.391) | 2.472 (1.008) |
| English Language Learner | -2.862 (7.230) | 5.691 (2.669) | 1.239 (6.273) | 6.066 (3.045) |
| Student with Disability | -6.885 (3.192) | 2.345 (0.690) | -5.571 (2.122) | 2.212 (0.663) |
| Free or Subsidized Lunch | -1.380 (2.124) | 2.264 (1.190) | -1.501 (1.974) | 2.013 (0.863) |

Che, Hahm and He (2022)

- Schools $\{c_1, \dots, c_C\}$ with seats $S = (S_1, \dots, S_C) \in \mathbb{N}^C$
- k students, each with an *ex-ante* type $\theta = (u, q) \in \Theta$ with distribution η
 - $u = (u_1, \dots, u_C) \in [\underline{u}, \bar{u}]^C$: utility at each school
 - $q \in \mathcal{Q}$: “intrinsic” priorities at the schools
 - e.g. priority groups in NYC
 - **ex-post** scores $s \in [0, 1]^C$: distribution $G_q(s)$
 - schools rank students by ex-post scores in admissions
 - e.g. lottery tie-breaking: $s = q + \text{lottery}$
- **Private information:** student type $\theta = (u, q)$; **Common knowledge:** DA, seats S , distributions η & $G_q(s)$
- **A game of incomplete information:** strategy is a measurable function $\sigma_i : \Theta \rightarrow \Delta(\mathcal{R})$
 - \mathcal{R} : set of all possible ROLs

Definition

An infinite profile σ is a **robust equilibrium** if, for any $\epsilon > 0$, there exists $K \in \mathbb{N}$ such that for $k > K$, its k -truncation σ^k is an interim ϵ -Bayes Nash equilibrium.

- Namely, for i , σ_i gives student i of each type θ a payoff within ϵ of the highest possible (i.e., supremum) payoff she can get by using any strategy when all the others employ σ_{-i}^k

Theorem (Stability Theorem)

Any *regular robust equilibrium* is *asymptotically stable*.

- **Asymptotic stability:** as $k \rightarrow \infty$ (the economy becomes large)

The fraction of students assigned their most-preferred feasible schools $\xrightarrow{P} 1$

- given any *realized* state of the world (e.g., realization of the tie-breaking lottery)

What is Known to the Student?

| | Unobserved Taste on School Char. γ_i^M | Idiosyncratic Preference Shock ϵ_{im} | Program Characteristics X_m, \tilde{X}_j | Student's own Characteristics Z_i^M, Z_i^H | Uncertainty in High School Choice ω |
|----------------------|---|--|--|--|--|
| 1st Period (MSAP) | ✓ | ✓ | ✓ | ✓ | ✓ |
| 2nd Period (HSAP) | ✓ | ✓ | ✓ | ✓ | ✓ |

- Assumptions: let $\Psi_{1i} = (Z_i^M, \gamma_i^M, \epsilon_i, m)$

$$\eta_{ij} \perp \epsilon_{im} \mid \gamma_i^M, \xi_i, \quad \forall i, j, m \quad (1)$$

ξ_i, η_i, Ψ_{1i} are mutually independent, $\forall i$ (2)

$$\omega \perp (\xi_i, \eta_{ij}) \mid \Psi_{1i} \text{ and } \omega \perp \Psi_{1i}, \quad \forall i, j, m \quad (3)$$

- Idiosyncratic preferences:
 ϵ_{im} and η_{ij} both follow EVT1

- Unobservable tastes:
 $\gamma_i^M \perp \xi_i, \gamma_i^M \stackrel{iid}{\sim} \mathcal{N}(0, \Sigma_\gamma), \xi_i \stackrel{iid}{\sim} \mathcal{N}(0, \Sigma_\xi)$

Based on the assumptions on the unobservables,

$$\begin{aligned}
 & E_{\gamma_i^H, \omega, \eta_i, Z_i^H} \left[\max_{j \in O_i(Z_i^H, m; \omega)} V_{ij} \middle| Z_i^M, \gamma_i^M, \epsilon_i, m \right] \\
 &= \int_{\omega} \int_{\xi_i} \left(\mu + \log \left(\sum_{j \in O_i(Z_i^H, m; \omega)} \exp(v_{ij}(\xi_i)) \right) \right) d\Phi(\xi_i | \Sigma_{\xi}) dH(\omega)
 \end{aligned}$$

where

- $v_{ij} = V_{ij} - \eta_{ij}$
- $\Phi(\cdot | \Sigma)$: cdf of $\mathcal{N}(0, \Sigma)$
- $H(\cdot)$: cdf of ω

1. Nonparametric identification of utilities:

$$\begin{aligned}(\gamma_i^M, \epsilon_{im}) &\perp d_{im} \Big| X_m, Z_i^M \\ (\gamma_i^H, \eta_{ij}) &\perp \tilde{d}_{ij} \Big| \tilde{X}_j, Z_i^H, m(i)\end{aligned}$$

+ additive separability of distance (Agarwal and Somaini 2018)

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+ additive separability of distance (Agarwal and Somaini 2018)

2. Popularity of schools with certain characteristics, for students with certain characteristics ⇒ $\beta_0^M, \beta_Z^M, \beta_0^H, \beta_Z^H$

1. Nonparametric identification of utilities:

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+ additive separability of distance (Agarwal and Somaini 2018)

2. Popularity of schools with certain characteristics, for students with certain characteristics
 $\Rightarrow \beta_0^M, \beta_Z^M, \beta_0^H, \beta_Z^H$
3. Persistent pattern on preference for some school characteristics $\Rightarrow R_0$

1. Nonparametric identification of utilities:

$$\begin{aligned}(\gamma_i^M, \epsilon_{im}) &\perp d_{im} \Big| X_m, Z_i^M \\ (\gamma_i^H, \eta_{ij}) &\perp \tilde{d}_{ij} \Big| \tilde{X}_j, Z_i^H, m(i)\end{aligned}$$

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2. Popularity of schools with certain characteristics, for students with certain characteristics
 $\Rightarrow \beta_0^M, \beta_Z^M, \beta_0^H, \beta_Z^H$
3. Persistent pattern on preference for some school characteristics $\Rightarrow R_0$
4. Common popularity of schools with certain characteristics among students attending same type of middle school + quasi-random variation in MS assignments by tie-breaking $\Rightarrow \rho_\tau$

For student i , conditional on γ_i^M, ξ_i ,

$$\begin{aligned}
 P_i(\theta, \gamma_i^M, \xi_i) &= P(\text{observe } m_i, j_i | \gamma_i^M, \xi_i, \theta) \\
 &= P\left(\begin{array}{l} U_{im_i} = \max_{m \in O_i^m} U_{im} \\ V_{ij_i} = \max_{j \in O_i^h} V_{ij} \text{ given } m_i \end{array} \middle| \gamma_i^M, \xi_i, \theta\right) \\
 &= \frac{\exp(u_{im_i}(\gamma_i^M, \theta))}{\sum_{m \in O_i^m} \exp(u_{im}(\gamma_i^M, \theta))} \frac{\exp(v_{ij_i}(\gamma_i^M, \xi_i, \theta; m_i))}{\sum_{j \in O_i^h} \exp(v_{ij}(\gamma_i^M, \xi_i, \theta; m_i))}
 \end{aligned}$$

Then,

$$P_i(\theta) = \int_{\gamma_i^M} \int_{\xi_i} P_i(\theta, \gamma_i^M, \xi_i) \phi(\xi_i | \Sigma_\xi) \phi(\gamma_i^M | \Sigma_\gamma) d\xi_i d\gamma_i^M$$

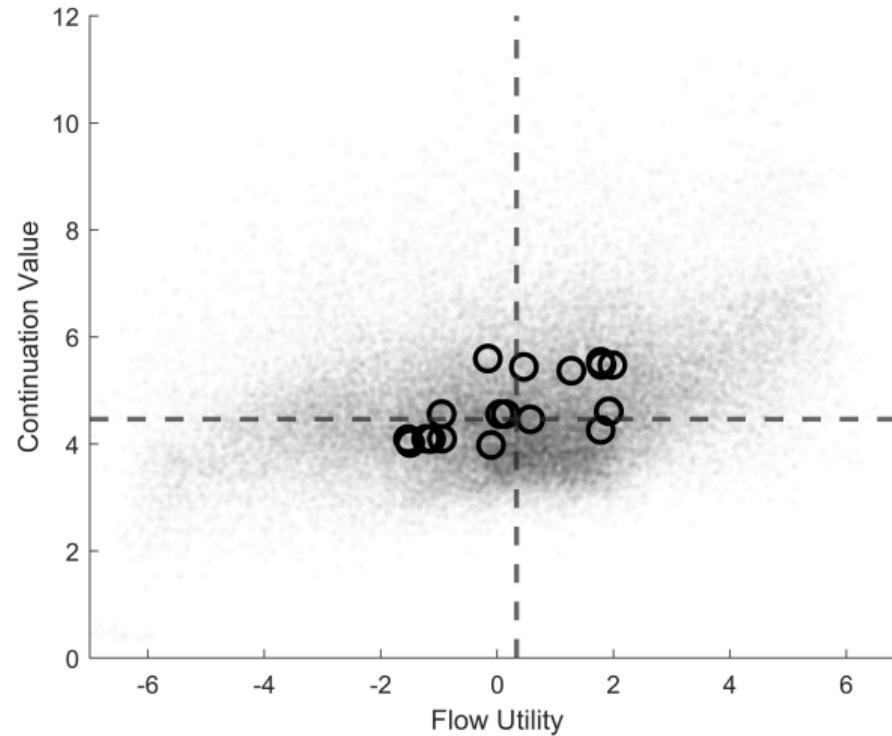
where $\phi(\cdot | \Sigma)$ is the pdf of a multivariate normal with mean zero and covariance matrix Σ , and hence

$$\sum_i \log P_i(\theta)$$

is the log-likelihood function

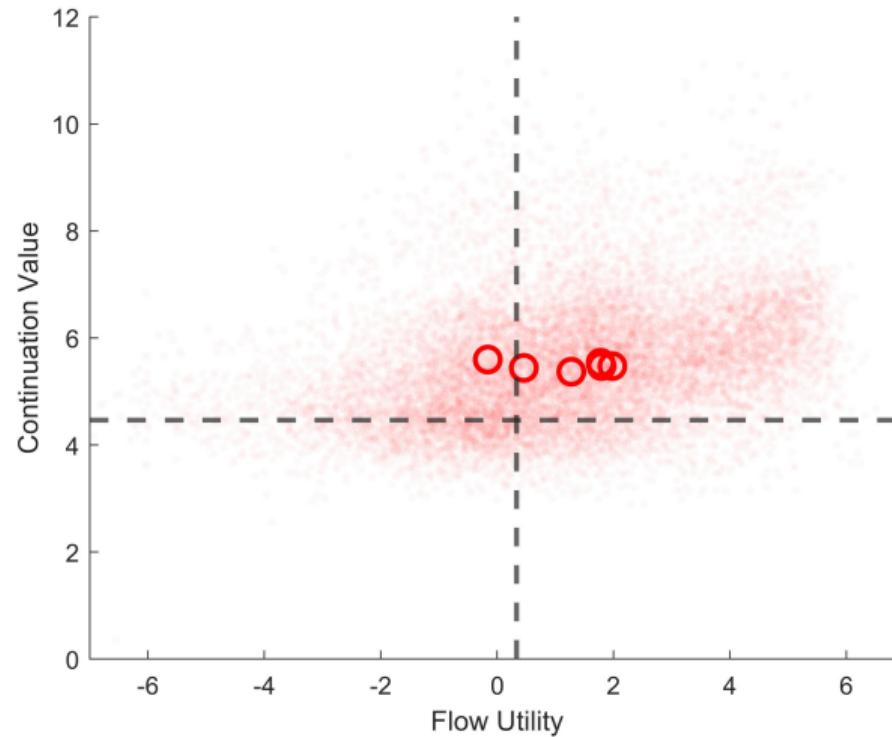
Flow Utility and Continuation Value

All Middle Schools



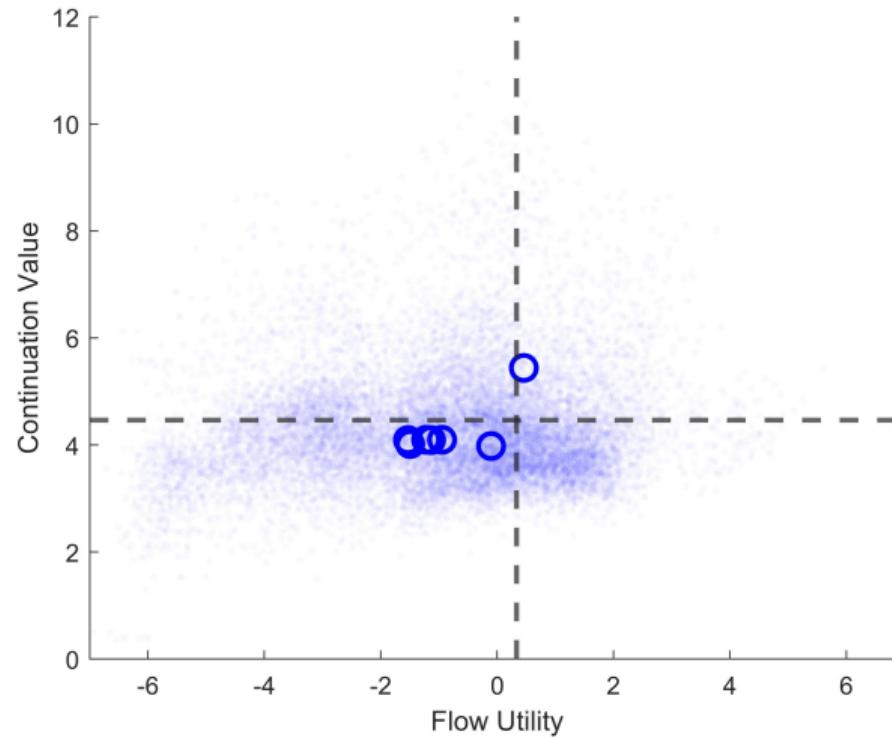
Flow Utility and Continuation Value

High Achievement Middle Schools



Flow Utility and Continuation Value

High Minority Middle Schools



Goodness-of-Fit

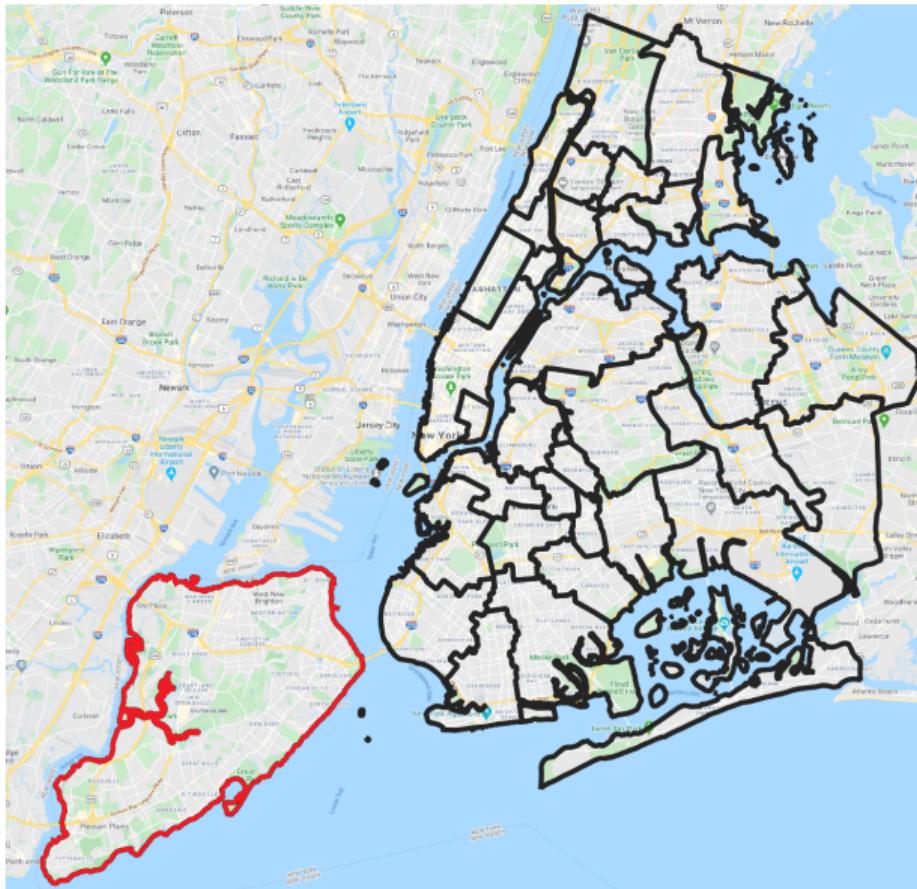


Characteristics of assigned schools by student type:

| | Middle Schools | | | | High Schools | | | |
|----------|------------------|-------|-------|-------|------------------|-------|-------|-------|
| | % High Performer | | % FRL | | % High Performer | | % FRL | |
| | Data | Model | Data | Model | Data | Model | Data | Model |
| Asian | 36% | 37% | 62% | 60% | 33% | 33% | 58% | 58% |
| Black | 27% | 32% | 74% | 69% | 25% | 24% | 69% | 70% |
| Hispanic | 31% | 34% | 67% | 65% | 29% | 27% | 64% | 66% |
| White | 45% | 45% | 48% | 49% | 39% | 37% | 50% | 52% |
| ELL | 27% | 30% | 71% | 67% | 24% | 24% | 70% | 69% |
| FRL | 35% | 37% | 62% | 61% | 31% | 30% | 61% | 62% |

More

Staten Island 



Staten Island

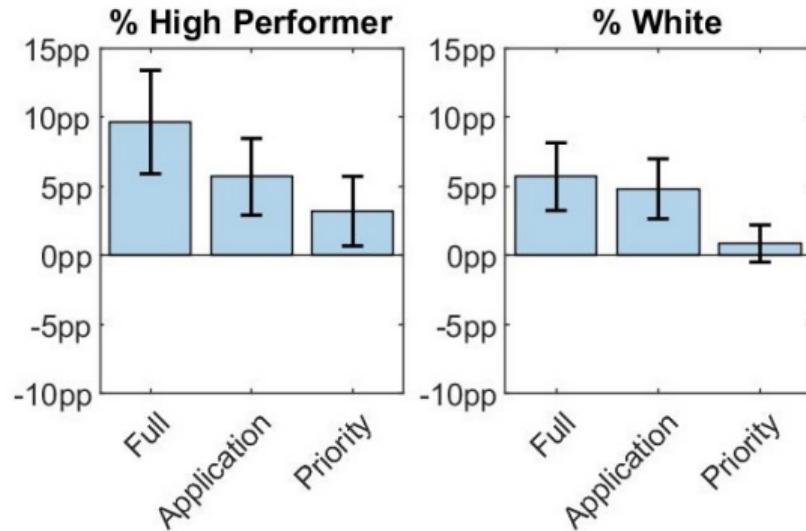
Affluent county with more White and better performing students compared to citywide average

| | All NYC | | Staten Island | |
|--------------------------|---------|---------|---------------|---------|
| | Mean | Std | Mean | Std |
| 5th Grade Math Score | 311.26 | (37.31) | 315.49 | (32.40) |
| 5th Grade ELA Score | 300.56 | (34.96) | 306.13 | (31.10) |
| English Language Learner | 0.12 | | 0.05 | |
| Disability | 0.21 | | 0.25 | |
| Free or Reduced Lunch | 0.73 | | 0.54 | |
| Asian | 0.19 | | 0.09 | |
| Black | 0.23 | | 0.10 | |
| Hispanic | 0.41 | | 0.24 | |
| White | 0.17 | | 0.56 | |
| N | 54017 | | 2626 | |

Decomposition of Middle School Effects



Change in Characteristics of Assigned High School (Lowest- → Highest Performing MS)



Full Estimates

| | Middle Schools | | High Schools | | *** | |
|--------------------------------------|----------------|---------|--------------|--------|---------|-----|
| | est | se | est | se | | |
| <i>Panel A: Preference Estimates</i> | | | | | | |
| Fraction of High Performer | 4.944 | (1.144) | *** | 0.795 | (0.272) | *** |
| Asian | -1.267 | (1.947) | | 0.827 | (0.39) | ** |
| Black | 6.82 | (1.961) | *** | -0.199 | (0.462) | |
| Hisp | 1.781 | (1.288) | | -0.275 | (0.33) | |
| Poverty | -0.881 | (1.13) | | -0.922 | (0.271) | *** |
| ELL | -1.804 | (2.309) | | 0.342 | (1.177) | |
| 5th Gr Test Score | 1.088 | (0.581) | * | 1.652 | (0.141) | *** |
| Fraction of White | 3.056 | (0.875) | *** | 4.931 | (0.343) | *** |
| Asian | 0.976 | (1.588) | | -2.011 | (0.599) | *** |
| Black | -6.444 | (1.721) | *** | -1.52 | (0.613) | ** |
| Hisp | -1.666 | (1.047) | | -1.06 | (0.421) | ** |
| Poverty | -0.565 | (0.886) | | 0.162 | (0.346) | |
| ELL | 0.752 | (1.954) | | -0.24 | (1.202) | |
| 5th Gr Test Score | -0.951 | (0.468) | ** | 0.341 | (0.126) | *** |
| 1(STEM) | 0.281 | (0.198) | | -0.676 | (0.123) | *** |
| Asian | 0.157 | (0.324) | | -0.174 | (0.2) | |
| Black | -0.42 | (0.269) | | 0.09 | (0.196) | |
| Hisp | 0.121 | (0.213) | | 0.083 | (0.144) | |
| Poverty | -0.122 | (0.198) | | 0.257 | (0.126) | ** |
| ELL | 0.062 | (0.345) | | 1.005 | (0.326) | *** |
| 5th Gr Test Score | -0.159 | (0.096) | * | 0.003 | (0.044) | |

| | Middle Schools | | High Schools | | |
|--|----------------|----|--------------|---------|-----|
| | est | se | est | se | |
| <i>Panel B: Middle School Type Effects</i> | | | | | |
| Type 1 (High Achievement MS) | | | | | |
| Fraction of High Performer | | | 0.546 | (0.276) | ** |
| Fraction of White 1(STEM) | | | 1.6 | (0.318) | *** |
| | | | -0.322 | (0.137) | ** |
| Type 2 (High Minority MS) | | | | | |
| Fraction of High Performer | | | 0.875 | (0.301) | *** |
| Fraction of White 1(STEM) | | | -1.447 | (0.378) | *** |
| | | | 0.198 | (0.136) | |

| | Middle Schools | | High Schools | | |
|-------------------------------------|----------------|----------|--|---|-----------------------------------|
| | est | se | est | se | |
| <i>Panel C: Unobservable Tastes</i> | | | | | |
| ρ_0 | | | 0.074 0.429 -0.035 | (0.044) (0.127) (0.118) | * *** |
| (1,1) of Σ_γ | 18.461 | (10.853) | * | | |
| (1,2) | -17.93 | (9.653) | * | | |
| (1,3) | -0.186 | (1.626) | | | |
| (2,2) | 23.168 | (10.222) | ** | | |
| (2,3) | 2.765 | (2.018) | | | |
| (3,3) | 1.163 | (0.697) | * | | |
| (1,1) of Σ_ξ | | | 0.447 -2.184 0.411 10.67 -2.006 0.377 | (0.316) (0.95) (0.163) (2.877) (0.512) (0.193) | ** *** *** *** * * |
| (1,2) | | | | | |
| (1,3) | | | | | |
| (2,2) | | | | | |
| (2,3) | | | | | |
| (3,3) | | | | | |

| | Middle Schools | | High Schools | | | |
|----------------------------------|----------------|---------|--------------|--------|---------|-----|
| | est | se | est | se | | |
| <i>Panel D: Other Parameters</i> | | | | | | |
| Outside option | 2.698 | (0.367) | *** | -0.371 | (0.175) | ** |
| Distance | 0.655 | (0.038) | *** | 0.509 | (0.018) | *** |
| Discount Factor | 0.877 | (0.064) | *** | | | |

MS Effects by Race

White/Asian

High achievement MS makes students willing to travel $\begin{cases} +0.12 \text{ miles} \\ +0.41 \text{ miles} \end{cases}$ for 10pp increase of $\begin{cases} \% \text{ high performer} \\ \% \text{ White} \end{cases}$

High minority MS makes students willing to travel $\begin{cases} +0.24 \text{ miles} \\ -0.34 \text{ miles} \end{cases}$ for 10pp increase of $\begin{cases} \% \text{ high performer} \\ \% \text{ White} \end{cases}$

Black/Hispanic

High achievement MS makes students willing to travel $\begin{cases} +0.12 \text{ miles} \\ +0.08 \text{ miles} \end{cases}$ for 10pp increase of $\begin{cases} \% \text{ high performer} \\ \% \text{ White} \end{cases}$

High minority MS makes students willing to travel $\begin{cases} +0.11 \text{ miles} \\ -0.22 \text{ miles} \end{cases}$ for 10pp increase of $\begin{cases} \% \text{ high performer} \\ \% \text{ White} \end{cases}$

Goodness-of-Fit

Characteristics of assigned students by school type:

| | Middle Schools | | | | High Schools | | | |
|------------------------------|-----------------------------|-------|--------------------------|-------|-----------------------------|-------|--------------------------|-------|
| | High Achievement Data Model | | High Minority Data Model | | High Achievement Data Model | | High Minority Data Model | |
| Asian (%) | 9% | 9% | 9% | 9% | 9% | 9% | 7% | 8% |
| Black (%) | 4% | 3% | 25% | 24% | 4% | 4% | 30% | 23% |
| Hispanic (%) | 12% | 12% | 41% | 39% | 18% | 15% | 42% | 40% |
| White (%) | 74% | 75% | 25% | 27% | 68% | 71% | 20% | 28% |
| ELL (%) | 2% | 1% | 10% | 9% | 3% | 3% | 11% | 9% |
| FRL (%) | 41% | 40% | 77% | 73% | 46% | 44% | 78% | 74% |
| 5th grade Math | 322.6 | 322.6 | 304.2 | 307.5 | 320.0 | 322.3 | 301.9 | 303.7 |
| From High Achievement MS (%) | | | | | 57% | 61% | 10% | 9% |
| From High Minority MS (%) | | | | | 10% | 10% | 62% | 49% |

Note: The scale of 5th grade math score is from 125 to 402.

Assignment and ROL prediction:

| | Dynamic Model | |
|--|--------------------|--------------------|
| | MS Application | HS Application |
| <i>Panel A. Simulated versus observed assignment (100 simulated samples)</i> | | |
| Mean predicted fraction of students assigned to observed assignments | 0.5709 (0.0053) | 0.2022 (0.0049) |
| <i>Panel B. Predicted versus observed partial preference order</i> | | |
| Mean predicted probability that a student's partial preference order among the programs in her ROL coincides with the submitted rank order | 0.3848 | 0.1395 |

Benchmark for assignment prediction (Panel A):

- Lower bound (random assignment): 5.9% (MSAP), 2.3% (HSAP)

Specifically,

1. Assign students to *School A*, and **one student at a time**, change the assignment to *School B*
2. Keep track of how the student's high school assignment change in alternative scenarios
 - i. Both channels are active
 - ii. Turn off the **priority channel** i.e., priorities don't depend on middle schools
 - iii. Turn off the **application channel** i.e., applications don't depend on middle schools

Racial Gap in Assigned High School Characteristics

