HW3

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Contents

```
# Load packages
pacman::p_load(tidyverse, here, haven, estimatr, magrittr,ivreg, gmm, ivmodel)

dr_here()

## here() starts at /Users/johannaallen/Documents/Erik/ECON 587.

## - This directory contains a file matching "[.]Rproj$" with contents matching "^Version: " in the fir
## - Initial working directory: /Users/johannaallen/Documents/Erik/ECON 587/HW3

## - Current working directory: /Users/johannaallen/Documents/Erik/ECON 587/HW3
```

Question 1

```
# In this chunk, were defining a bunch of convenience functions so the code is cleaner below
# True DGP: y_i = b0 + b1x_i + e_i
# Set n and sims
n = 10000
sims = 10000
# I'm learning functional programming, so this may not be the best way but I'm doing it anyways
# This function lets me generate functions that simulate x's with any variance for the error term
simulate = function(error_var){
    function(n){
      \# x \sim N(10,4), eps \sim N(0,10)
      x_i = rnorm(n, 10, sqrt(4))
      error = rnorm(n, 0, sqrt(error_var))
      df = matrix(c(x_i, x_i + error), ncol = 2)
      colnames(df) = c("x", "x+u")
      return(df)
    }
}
# Generate our y variables from true date generating process
create_y = function(x, beta0 = 3, beta1 = 1){
  eps = rnorm(length(x), 0, sqrt(10))
  return(y = beta0 + beta1*x + eps)
```

```
# This function takes in a variance for measurement error and returns the coefficients of ols regressio
ols_coefs = function(measurement_error){
  # Generate regressors
  x = measurement_error(n)
  # Y needs to be generated with the actual values of x, not x with error
  y = create_y(x = x[,1])
  # Add constant to x
  x_mat = matrix(c(rep(1, nrow(x)), x[,2]), ncol = 2)
  # Run OLS
  coefs = solve(t(x_mat)%*%x_mat)%*%t(x_mat)%*%y
  names(coefs) = c("B0", "B1")
  return(coefs)
# X has no measurement error. Simulate betas a bunch of times
none_var = simulate(0) # zero mean for error means no measurment error
# Simulate ols
betas_none = sapply(1:sims, function(i) ols_coefs(none_var))
{\it \# Calculate mean and standard deviation of estimates}
rowMeans(betas_none)
a)
##
         B0
## 2.997611 1.000145
apply(betas_none, 1, sd)
           BO
                      B1
## 0.16122389 0.01575933
# Now x has measurment error with standard deviation of 1
one_var = simulate(1)
# simulate ols
betas_one = sapply(1:sims, function(i) ols_coefs(one_var))
# Calculate mean and standard deviation of estimates
```

rowMeans(betas one)

```
##
          B0
## 4.9996305 0.8000638
apply(betas_one, 1, sd)
##
           B0
                      R1
## 0.15042230 0.01471798
# Now the measurement error has standard deviation 4
four_var = simulate(16)
betas_four = sapply(1:sims, function(i) ols_coefs(four_var))
\# Calculate mean and standard deviation of estimates
rowMeans(betas_four)
d)
           B0
## 10.9993969 0.2000482
apply(betas_four, 1, sd)
            B0
## 0.088896187 0.008110746
# Manual two stage least squares. Reports coefficients from 1st and 2nd stage. This function is pretty
tsls = function(yvar, xvar, ivreg = FALSE){
  \# Generate common x's
  x = rnorm(n, 10, sqrt(4))
  # Add two measurment errors. We're doing this without my fancy functions so the x's are common to bot
  x_1 = x + rnorm(n, 0, sqrt(yvar))
  x_2 = x + rnorm(n, 0, sqrt(xvar))
  # Generate y
  y = create_y(x)
  # Regress x_2 on x_1
```

c)

 $reg1 = lm(x_1-x_2)$

coefs1 = coef(reg1)

fitted_values = fitted(reg1)

Save Coefficients and fitted values

```
# Run 2sls regression using fitted values
  reg2 = lm(y ~ fitted_values)
  coefs2 = coef(reg2)
  se = summary(reg2)$coefficients[2,2]
  # If we want the ivreg, run that
  if(ivreg == TRUE){
   reg3 = ivreg::ivreg(y~x_1 | x_2)
    # Return coefficients and standard errors
    coefs_iv = coef(reg3)
    se_iv = summary(reg3)$coefficients[2,2] }
  else{
    coefs_iv = NULL
    se_iv = NULL }
  # Make list of things to return
  return(list(coefs_first = coefs1,
      coefs_second = coefs2,
       se = se,
      coefs_iv = coefs_iv,
      se_iv = se_iv))
}
# Loop over this for x_1 \sim x_2
measurment_error1 = lapply(1:sims, function(i) tsls(1,16))
# Mean and variance of first stage coefficients
# First we have to extract the coefficients from the list object the function we created makes
delist = function(data, output){
  unlist = sapply(1:length(data), function(i) data[[i]][output])
  sapply(1:length(unlist), function(i) unlist[[i]])
}
coefs1 = delist(measurment_error1, 1)
# This created a matrix, so now we can get means and standard errors
rowMeans(coefs1)
e)
## (Intercept)
                       x_2
   8.0003245 0.1999719
apply(coefs1, 1, var)
## (Intercept)
## 2.440252e-03 2.032022e-05
```

```
# Now report the mean and variance of 2sls estimator
coefs2 = delist(measurment_error1, 2)
rowMeans(coefs2)
f)
##
     (Intercept) fitted_values
##
        2.992671
                      1.000679
apply(coefs2, 1, var)
##
     (Intercept) fitted_values
     0.139213399 0.001381007
##
# Loop over generating function for x_2 \sim x_1
measurment_error2 = lapply(1:sims, function(i) tsls(16,1, ivreg = TRUE))
# Repeart e and f
coefs1 = delist(measurment_error2, 1)
rowMeans(coefs1)
\mathbf{g}
## (Intercept)
                       x_2
    2.0015621 0.7998925
apply(coefs1, 1, var)
## (Intercept)
## 0.0357491815 0.0003412068
coefs2 = delist(measurment_error2, 2)
rowMeans(coefs2)
##
     (Intercept) fitted_values
##
        2.992743
                      1.000733
apply(coefs2, 1, var)
     (Intercept) fitted_values
##
## 0.0857767102 0.0008343966
```

```
# Report mean of standard errors from each iteration of the loop
se = delist(measurment_error2,3)
mean(se)
h)
## [1] 0.01838495
coefs_iv = delist(measurment_error2, 4)
rowMeans(coefs_iv)
i)
## (Intercept)
                       x 1
                  1.000733
      2.992743
##
# Calculate average se's from ivreg
se_iv = delist(measurment_error2, 5)
mean(se_iv)
## [1] 0.02855034
```

Question 2

```
# Generate our formula
form_ols = formula_generator("d_prop_emp_f", "T", controls) |> as.formula()
# Naive ols estimation
(ols = lm_robust(form_ols, din_df, clusters = placecode0))
a)
##
                     Estimate Std. Error t value Pr(>|t|) CI Lower CI Upper
                                0.019269 -3.4730 0.000833 -0.105268 -0.028576
## (Intercept)
                    -6.69e-02
## T
                    -5.17e-04
                                0.004866 -0.1062 0.915737 -0.010242
                                                                     0.009208
## kms_to_subs0
                     5.52e-05
                                0.000244 0.2262 0.822173 -0.000438
                                                                    0.000548
## baseline_hhdens0
                     5.10e-06
                                0.000104 0.0492 0.962171 -0.000240
                                                                    0.000250
## base_hhpovrate0
                     3.14e-02
                                0.010061 3.1255 0.002594 0.011376
                                                                    0.051515
## prop_head_f_a0
                     4.67e-02
                                          2.3079 0.023375 0.006483
                                0.020239
                                                                    0.086937
## sexratio0_a
                     1.96e-02
                                0.007593 2.5809 0.011803 0.004471 0.034723
## prop indianwhite0 -5.25e-01
                                0.559762 -0.9376 0.402994 -2.097578
                                                                    1.047863
## kms_to_road0
                     1.85e-05
                                0.000271
## kms_to_town0
                    -1.76e-04
                                0.000184 -0.9552 0.343236 -0.000543
                                                                    0.000192
                                0.067133 1.0720 0.287257 -0.061823
## prop_matric_m0
                     7.20e-02
                                                                    0.205750
## prop_matric_f0
                    -7.20e-02
                                0.098619 -0.7304 0.467848 -0.269106
                                                                    0.125041
## d_prop_waterclose 2.18e-02
                                0.005982 3.6390 0.000514 0.009842
                                                                    0.033695
## d_prop_flush
                     6.16e-02
                                0.048697 1.2656 0.218396 -0.039134
                                                                    0.162394
## idcc1
                    -7.15e-03
                                0.009816 -0.7285 0.471605 -0.027147
                                                                    0.012844
## idcc2
                     3.32e-03
                                0.015494   0.2141   0.832420   -0.028809
                                                                    0.035444
## idcc3
                    -3.84e-03
                                0.010489 -0.3665 0.717581 -0.025640
                                                                     0.017950
                    -7.74e-03
                                0.009236 -0.8377 0.408802 -0.026600
## idcc4
                                                                    0.011125
## idcc5
                    -1.46e-02
                                0.012261 -1.1936 0.319121 -0.053853
                                                                    0.024584
## idcc6
                    -7.36e-04
                                0.008768 -0.0840 0.933842 -0.018934
                                                                    0.017462
## idcc7
                     3.09e-03
                                0.010191 0.3028 0.763735 -0.017548
                                                                    0.023719
## idcc8
                     2.91e-03
                                0.022347
## idcc9
                    -2.32e-02
                                0.014823 -1.5647 0.127581 -0.053399 0.007011
##
                       DF
## (Intercept)
                    80.13
## T
                    62.50
## kms_to_subs0
                    40.68
## baseline_hhdens0
                     6.99
## base_hhpovrate0
                    69.22
## prop_head_f_a0
                    87.15
## sexratio0_a
                    75.16
## prop_indianwhite0 3.88
## kms_to_road0
                    25.49
## kms_to_town0
                    61.35
                    73.32
## prop_matric_m0
## prop_matric_f0
                    63.02
## d_prop_waterclose 71.38
## d_prop_flush
                    22.89
## idcc1
                    31.97
## idcc2
                    22.08
## idcc3
                    21.30
## idcc4
                    29.98
## idcc5
                     2.97
```

```
## idcc6
                     21.71
## idcc7
                     37.84
                     30.91
## idcc8
## idcc9
                     31.69
form_first = formula_generator('T', "mean_grad_new", controls) |> as.formula()
(first stage = lm robust(form first, din df, clusters = placecode0))
b)
##
                      Estimate Std. Error t value Pr(>|t|) CI Lower CI Upper
                                            2.214
                                                  0.02969 0.031599
## (Intercept)
                      0.312658
                                  0.14123
                                                                     0.59372
## mean_grad_new
                     -0.007743
                                  0.00278
                                          -2.788 0.00660 -0.013268 -0.00222
## kms_to_subs0
                                 0.00240 -0.454 0.65207 -0.005936 0.00376
                     -0.001089
## baseline hhdens0
                                  0.00064
                                           1.990 0.08795 -0.000248
                     0.001273
                                                                     0.00279
## base hhpovrate0
                     0.017121
                                  0.07208
                                           0.238 0.81294 -0.126667
                                                                      0.16091
                                           1.406 0.16339 -0.063998 0.37316
## prop_head_f_a0
                      0.154581
                                  0.10997
## sexratio0_a
                                 0.04335 -2.801 0.00648 -0.207797 -0.03506
                     -0.121427
## prop_indianwhite0 -1.104952
                                 0.50475 -2.189 0.09593 -2.523944
                                                                     0.31404
                                 0.00104 -0.933 0.35942 -0.003119
## kms_to_road0
                     -0.000973
                                                                      0.00117
## kms_to_town0
                      0.000765
                                 0.00161
                                           0.475  0.63629  -0.002453  0.00398
                                 0.42985 -0.355 0.72382 -1.009140 0.70419
## prop_matric_m0
                     -0.152477
## prop_matric_f0
                      0.984054
                                 0.42352
                                           2.324 0.02342 0.137598
                                                                     1.83051
## d_prop_waterclose
                     0.012247
                                  0.05035
                                           0.243 0.80854 -0.088136
                                                                      0.11263
                                            1.461 0.15762 -0.064471
## d_prop_flush
                                  0.10602
                                                                      0.37423
                      0.154879
## idcc1
                      0.040510
                                  0.11160
                                            0.363 0.71900 -0.186819
                                                                      0.26784
## idcc2
                      0.231634
                                  0.13267
                                            1.746 0.09521 -0.044010
                                                                      0.50728
## idcc3
                     -0.089873
                                 0.10801 -0.832 0.41464 -0.314375
                                                                      0.13463
## idcc4
                                           1.984 0.05663 -0.006130
                      0.203607
                                 0.10265
                                                                     0.41334
## idcc5
                     0.274040
                                 0.15491
                                            1.769 0.16820 -0.198936
                                                                      0.74702
## idcc6
                                 0.09969
                                           0.363 0.71980 -0.170354
                     0.036216
                                                                      0.24279
## idcc7
                     -0.161850
                                  0.11630
                                           -1.392 0.17211 -0.397284
                                                                      0.07358
## idcc8
                                  0.09966 -1.425 0.16424 -0.345218 0.06126
                     -0.141979
## idcc9
                                  0.10303 -1.502 0.14299 -0.364723 0.05520
                     -0.154762
##
                        DF
## (Intercept)
                     80.04
## mean_grad_new
                     81.53
## kms_to_subs0
                     40.07
## baseline_hhdens0
                      6.83
## base_hhpovrate0
                     69.13
## prop_head_f_a0
                     87.20
                     74.81
## sexratio0_a
## prop_indianwhite0 3.88
## kms_to_road0
                     25.53
## kms to town0
                     61.51
## prop_matric_m0
                     73.11
## prop_matric_f0
                     62.54
## d_prop_waterclose 71.90
## d_prop_flush
                     22.93
                     31.99
## idcc1
```

```
## idcc2
                    21.33
## idcc3
                    21.18
## idcc4
                    29.64
## idcc5
                    3.24
## idcc6
                    22.32
## idcc7
                    37.98
## idcc8
                    31.10
## idcc9
                    31.62
first_stage$fstatistic[1]
c)
## value
## 8.21
# Pvalue
pf(first_stage$fstatistic[1], first_stage$fstatistic[2], first_stage$fstatistic[3], lower.tail = FALSE)
##
     value
## 8.08e-20
# Extract t statistic
coefs = tidy(first_stage)[2,c(2:3,5)]
# Calculate t stat and square it
(f = (coefs[1]/coefs[2])^2)
d)
   estimate
## 2
       7.77
# P-value
coefs[3]
## p.value
## 2 0.0066
# Get fitted values from first stage
t_hat = fitted.values(first_stage)
# Re-estimate part 1 with fitted t
```

```
form_second = formula_generator("d_prop_emp_f", "T_hat", controls) |> as.formula()
din_df %<>% mutate(T_hat = t_hat)
(second_stage = lm_robust(form_second, din_df, clusters = placecode0))
e)
##
                      Estimate Std. Error t value Pr(>|t|) CI Lower CI Upper
                                 0.021561 -4.191 6.38e-05 -0.133192 -0.047543
## (Intercept)
                     -0.090368
                                 0.045085
                                            2.109 3.80e-02 0.005382 0.184776
## T hat
                      0.095079
## kms_to_subs0
                      0.000166
                                 0.000243
                                            0.684 4.98e-01 -0.000326 0.000658
                                                                      0.000125
## baseline_hhdens0
                     -0.000132
                                 0.000126 -1.048 3.03e-01 -0.000390
## base_hhpovrate0
                                            3.019 3.54e-03 0.010355
                      0.030512
                                 0.010105
                                                                       0.050669
## prop_head_f_a0
                      0.032981
                                 0.021444
                                            1.538 1.28e-01 -0.009649
                                                                       0.075611
## sexratio0 a
                      0.032334
                                 0.009520
                                            3.397 1.05e-03 0.013397
                                                                       0.051271
## prop_indianwhite0 -0.421068
                                 0.563760 -0.747 4.87e-01 -1.844769
                                                                       1.002632
## kms to road0
                      0.000102
                                 0.000120
                                            0.850 4.02e-01 -0.000143
                                                                       0.000347
## kms_to_town0
                     -0.000229
                                 0.000183 -1.252 2.15e-01 -0.000594
                                                                      0.000136
## prop_matric_m0
                      0.079587
                                 0.067495
                                           1.179 2.42e-01 -0.054909
                                                                       0.214083
## prop_matric_f0
                                 0.107038 -1.545 1.26e-01 -0.378539
                                                                       0.047710
                     -0.165415
## d_prop_waterclose 0.021174
                                 0.005899
                                            3.590 6.05e-04 0.009412
                                                                       0.032935
## d_prop_flush
                      0.045580
                                 0.048901
                                            0.932 3.58e-01 -0.054157
                                                                       0.145317
## idcc1
                     -0.010594
                                 0.009943 -1.066 2.94e-01 -0.030811
                                                                       0.009623
## idcc2
                     -0.017543
                                 0.018841
                                          -0.931 3.55e-01 -0.055154
                                                                       0.020068
## idcc3
                      0.002725
                                 0.010897
                                            0.250 8.04e-01 -0.019627
                                                                      0.025078
## idcc4
                     -0.029613
                                 0.013333 -2.221 3.00e-02 -0.056259 -0.002967
## idcc5
                                 0.019795 -2.374 2.87e-02 -0.088522 -0.005467
                     -0.046994
## idcc6
                     -0.006110
                                 0.008870 -0.689 4.97e-01 -0.024332
                                                                      0.012112
## idcc7
                      0.013659
                                 0.010612
                                            1.287 2.04e-01 -0.007637
                                                                      0.034955
## idcc8
                      0.015635
                                 0.011368
                                            1.375 1.74e-01 -0.007102
                                                                      0.038372
## idcc9
                     -0.008040
                                 0.015684 -0.513 6.10e-01 -0.039539
                                                                      0.023459
                        DF
##
## (Intercept)
                     91.66
## T_hat
                     81.53
                     35.91
## kms_to_subs0
## baseline_hhdens0
                     29.53
## base_hhpovrate0
                     69.37
## prop_head_f_a0
                     85.96
## sexratio0_a
                     82.11
## prop_indianwhite0 5.32
## kms_to_road0
                     30.43
## kms_to_town0
                     61.57
## prop_matric_m0
                     73.71
## prop_matric_f0
                     77.36
## d_prop_waterclose 71.10
## d_prop_flush
                     30.97
## idcc1
                     33.51
## idcc2
                     66.61
## idcc3
                     27.18
## idcc4
                     62.68
## idcc5
                     18.38
## idcc6
                     26.34
```

```
## idcc9
                      50.21
# the function takes a different type of object than lm, so I can't use my fancy formula generator :(
ivreg(d_prop_emp_f ~ T +kms_to_subs0 + baseline_hhdens0 + base_hhpovrate0 + prop_head_f_a0 + sexratio0_
\mathbf{g}
##
## Call:
   ivreg(formula = d_prop_emp_f ~ T + kms_to_subs0 + baseline_hhdens0 +
                                                                               base_hhpovrate0 + prop_head
##
   Coefficients:
##
         (Intercept)
                                       Τ
                                                kms_to_subs0
                                                               baseline_hhdens0
##
           -0.090368
                                0.095079
                                                    0.000166
                                                                       -0.000132
##
     base_hhpovrate0
                          prop_head_f_a0
                                                 sexratio0_a prop_indianwhite0
##
            0.030512
                                0.032981
                                                    0.032334
                                                                       -0.421068
##
        kms_to_road0
                            kms_to_town0
                                              prop_matric_m0
                                                                  prop_matric_f0
##
            0.000102
                               -0.000229
                                                    0.079587
                                                                       -0.165415
##
                            d_prop_flush
                                                       idcc1
                                                                           idcc2
   d_prop_waterclose
##
            0.021174
                                0.045580
                                                   -0.010594
                                                                       -0.017543
##
                                                                           idcc6
               idcc3
                                   idcc4
                                                       idcc5
##
            0.002725
                               -0.029613
                                                   -0.046994
                                                                       -0.006110
##
               idcc7
                                   idcc8
                                                       idcc9
            0.013659
                                0.015635
                                                   -0.008040
# generated reduced form formula
form_reduced = formula_generator('d_prop_emp_f', 'mean_grad_new', controls)
# Run regression
(reduced_reg = lm(form_reduced, din_df))
h)
##
## lm(formula = form_reduced, data = din_df)
##
## Coefficients:
##
         (Intercept)
                           mean_grad_new
                                                kms_to_subs0
                                                               baseline hhdens0
##
           -6.06e-02
                               -7.36e-04
                                                    6.24e-05
                                                                       -1.10e-05
##
     base_hhpovrate0
                          prop_head_f_a0
                                                 sexratio0_a prop_indianwhite0
##
            3.21e-02
                                4.77e-02
                                                    2.08e-02
                                                                       -5.26e-01
##
        kms to road0
                            kms to town0
                                              prop_matric_m0
                                                                 prop_matric_f0
                               -1.56e-04
##
            9.62e-06
                                                    6.51e-02
                                                                       -7.19e-02
                                                       idcc1
                                                                           idcc2
## d_prop_waterclose
                            d_prop_flush
```

idcc7

idcc8

51.79

60.36

```
##
                                                        idcc5
                                                                            idcc6
                idcc3
                                    idcc4
                                                                        -2.67e-03
##
           -5.82e-03
                               -1.03e-02
                                                    -2.09e-02
##
                idcc7
                                    idcc8
                                                        idcc9
##
           -1.73e-03
                                2.14e-03
                                                    -2.28e-02
# Wald estimator: reduced form coefficient/first stage coefficient
reduced reg$coefficients[2]/first stage$coefficients[2]
i)
   mean_grad_new
          0.0951
##
# Gmm estimator
(gmm_est = gmm(d_prop_emp_f ~ T +kms_to_subs0 + baseline_hhdens0 + base_hhpovrate0 + prop_head_f_a0 + s
j)
## Method
    twoStep
##
##
   Objective function value: 3.1e-30
##
##
         (Intercept)
                                        Т
                                                kms_to_subs0
                                                                baseline_hhdens0
         -0.09036774
                               0.09507865
##
                                                  0.00016593
                                                                      -0.00013204
##
     base_hhpovrate0
                          prop_head_f_a0
                                                 sexratio0_a
                                                               prop_indianwhite0
##
          0.03051193
                               0.03298090
                                                  0.03233389
                                                                     -0.42106828
##
        kms_to_road0
                            kms_to_town0
                                              prop_matric_m0
                                                                  prop_matric_f0
##
          0.00010216
                             -0.00022867
                                                  0.07958692
                                                                     -0.16541474
##
                                                                            idcc2
   d_prop_waterclose
                            d_prop_flush
                                                        idcc1
##
          0.02117363
                              0.04558018
                                                 -0.01059446
                                                                     -0.01754313
##
                idcc3
                                    idcc4
                                                        idcc5
                                                                            idcc6
##
          0.00272536
                             -0.02961290
                                                 -0.04699446
                                                                     -0.00610998
##
                                    idcc8
                idcc7
                                                        idcc9
##
          0.01365921
                              0.01563499
                                                 -0.00803969
gmm_est$vcov |> diag() |> sqrt()
##
                                       Τ
          (Intercept)
                                              kms_to_subs0 baseline_hhdens0
##
             0.022156
                               0.054288
                                                  0.000251
                                                                     0.000123
                                               sexratio0_a prop_indianwhite0
##
     base_hhpovrate0
                         prop_head_f_a0
##
             0.010872
                               0.023175
                                                  0.010551
                                                                     0.469155
##
        kms_to_road0
                           kms_to_town0
                                            prop_matric_m0
                                                               prop_matric_f0
            0.000126
                               0.000183
                                                  0.074646
                                                                     0.100939
## d_prop_waterclose
                           d_prop_flush
                                                      idcc1
                                                                         idcc2
```

##

2.23e-02

6.03e-02

-6.74e-03

4.48e-03

```
##
          0.006873
                         0.035275
                                         0.010503
                                                        0.018550
##
                            idcc4
                                           idcc5
                                                           idcc6
            idcc3
                                                        0.009554
##
          0.011678
                         0.015019
                                         0.022306
##
            idcc7
                            idcc8
                                           idcc9
          0.012753
                         0.012335
                                         0.016595
# LIML estimator
# Make an iumodel object
form_liml = with(din_df, ivmodel(Y=as.numeric(d_prop_emp_f), D = as.numeric(T), Z = as.numeric(mean_gra-
# Run LIML
liml = LIML(form liml)
# Point estimate and se
liml$point.est
##
      Estimate
## [1,]
        0.0951
liml$std.err
      Std. Error
## [1,]
          0.0547
# We already calculated the fitted values from the first stage and added them to din_df as t_hat
form_exog = formula_generator("d_prop_emp_f", c("T", "t_hat"), controls) |> as.formula()
(exog = lm_robust(form_exog, din_df, cluster = placecode0))
k)
##
                  Estimate Std. Error t value Pr(>|t|) CI Lower CI Upper
## (Intercept)
                  ## T
                  -0.001238
                            0.004834 -0.256 7.99e-01 -0.010897 0.008421
## t_hat
                  0.096317
                            0.045181 2.132 3.60e-02 0.006425 0.186208
                            ## kms_to_subs0
                  0.000166
                            0.000126 -1.045 3.05e-01 -0.000390 0.000126
## baseline_hhdens0 -0.000132
## base_hhpovrate0
                  0.030512
                            0.010093 3.023 3.51e-03 0.010379 0.050645
                            ## prop_head_f_a0
                  0.032981
## sexratio0_a
                  0.032334
                            0.009503 3.402 1.03e-03 0.013429
                                                            0.051239
## prop_indianwhite0 -0.421068
                            0.564194 -0.746 4.87e-01 -1.845841 1.003704
## kms_to_road0
                 0.000102
                            ## kms_to_town0
                  -0.000229
                            0.000183 -1.252 2.15e-01 -0.000594 0.000136
## prop_matric_m0
                  0.079587
                                    1.179 2.42e-01 -0.054900 0.214074
                            0.067491
## prop_matric_f0
                 -0.165415
                            0.107113 -1.544 1.27e-01 -0.378688 0.047859
                            0.005901 3.588 6.08e-04 0.009407 0.032940
## d_prop_waterclose 0.021174
                            ## d_prop_flush
                  0.045580
## idcc1
                  -0.010594
                            0.009960 -1.064 2.95e-01 -0.030847 0.009658
                            0.018860 -0.930 3.56e-01 -0.055191 0.020105
## idcc2
                 -0.017543
```

```
## idcc3
                     0.002725
                               0.010886
                                        0.250 8.04e-01 -0.019604 0.025054
## idcc4
                    -0.029613
                               0.013378 -2.213 3.05e-02 -0.056350 -0.002876
## idcc5
                    -0.046994
                               0.019902 -2.361 2.94e-02 -0.088746 -0.005243
## idcc6
                    -0.006110
                               0.008897 -0.687 4.98e-01 -0.024386 0.012166
                                        1.288 2.03e-01 -0.007615 0.034934
## idcc7
                     0.013659
                               0.010601
## idcc8
                     0.015635
                               ## idcc9
                    -0.008040
                               0.015680 -0.513 6.10e-01 -0.039530 0.023451
##
                      DF
## (Intercept)
                    91.66
## T
                    62.96
## t_hat
                    81.32
## kms_to_subs0
                    35.91
## baseline_hhdens0
                    29.54
## base_hhpovrate0
                    69.36
## prop_head_f_a0
                    85.95
## sexratio0_a
                    82.11
## prop_indianwhite0 5.32
## kms_to_road0
                    30.41
## kms_to_town0
                    61.56
## prop_matric_m0
                    73.71
## prop_matric_f0
                    77.36
## d_prop_waterclose 71.10
## d_prop_flush
                    30.97
## idcc1
                    33.51
## idcc2
                    66.61
## idcc3
                    27.17
## idcc4
                    62.69
## idcc5
                    18.37
## idcc6
                    26.34
## idcc7
                    51.79
## idcc8
                    60.35
## idcc9
                    50.21
```