## Master Thesis Proposal

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## Idea & Data

My goal is to estimate the causal effect of heatwaves or extreme heat events on fatal car accidents. I combine weather data provided by the Daily Global Historical Climatology Network (Menne et al., 2012) and data on fatal car accidents by Smith (2016). The weather data is collected by more than 1200 measurement stations across the US and they can be aggregated to the county level using the geographic information provided in the stations' metadata. Thus, I have a panel dataset containing daily county-level data on fatal car accidents and weather from 1990 to 2013.

## **Empirical Strategy**

My next step is thinking about the identification of the causal effect. By surveying similar studies, I will try to identify potential confounders. While variation in weather is quasi-random, the high availability of weather forecasts may induce substantial anticipation effects. For example, people may shift their leisure activities to and therefore drive more on warmer days, which might lead to more fatal accidents, even without a causal effect of the heat itself. Thus, there may be selection effects despite quasi-random treatment assignment.

A Poisson panel model may be an option, as the number of rare events within a given time period (like fatal car accidents per day) tends to follow a Poisson distribution. Another approach I find very interesting is utilizing matrix completion methods to estimate the ATT, e.g. as proposed by Athey et al. (2021).

## References

- Athey, S., Bayati, M., Doudchenko, N., Imbens, G., and Khosravi, K. (2021). Matrix completion methods for causal panel data models. *Journal of the American Statistical Association*, 116(536):1716–1730.
- Menne, M. J., Durre, I., Korzeniewski, B., McNeill, S., Thomas, K., Yin, X., Anthony, S., Ray, R., Vose, R. S., Gleason, B. E., and Houston, T. G. (2012). Global historical climatology network daily (ghcn-daily), version 3.
- Smith, A. C. (2016). Spring forward at your own risk: Daylight saving time and fatal vehicle crashes. *American Economic Journal: Applied Economics*, 8(2):65–91.