

Details on Median rather than mean after log transform

$$\widehat{\text{mean}}(\log(y)) = b_0 + b_1 x$$

$$\widehat{\text{mean}}(\log(y|x=1)) - \widehat{\text{mean}}(\log(y|x=0)) = b_1$$

STUCK here b/c $\text{mean}(\log(y)) \neq \log(\text{mean}(y))$

Now try w/ medians

$$\widehat{\text{median}}(\log(y)) = b_0 + b_1 x$$

$$\widehat{\text{median}}(\log(y|x=1)) - \widehat{\text{median}}(\log(y|x=0)) = b_1$$

$$\Rightarrow \log(\widehat{\text{median}}(y|x=1)) - \log(\widehat{\text{median}}(y|x=0)) = b_1 \quad \begin{array}{l} \text{can} \\ \text{change} \\ \text{order!} \end{array}$$

$$\log\left(\frac{\widehat{\text{median}}(y|x=1)}{\widehat{\text{median}}(y|x=0)}\right) = b_1$$

$$\Rightarrow \frac{\widehat{\text{median}}(y|x=1)}{\widehat{\text{median}}(y|x=0)} = e^{b_1} \quad \text{A ratio of medians!}$$