Homework 2

Environmental Economics II
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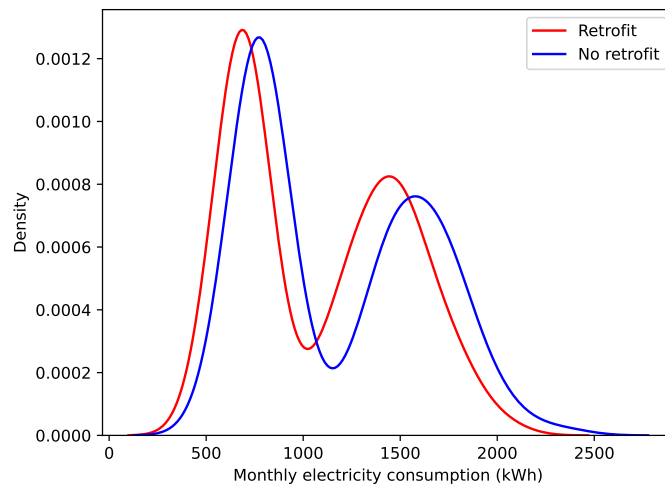# 1 Python part

1.1 Balance table

	Control	Treatment	P-value
Electricity	1181.33	1086.75	0.001
	(454.31)	(423.96)	[-3.403]
Square feet of home	1633.05	1657.55	0.572
	(682.90)	(686.27)	[0.566]
Outdoor average temperature	79.89	79.89	0.987
	(2.16)	(1.97)	[0.016]
Observations	501	499	

Table 1: Balance table. Abc

1.2 Graphical evidence

Figure 1: Density plot of electricity consumption

1.3 OLS regression

Table 2: OLS estimates for different computation methods

	By Hand	Stats Model	Least Squares
Electricity	-83.603	-83.603	-83.603
	(154.360)	(154.360)	(154.360)
Square feet of home	0.615	0.615	0.615
	(0.006)	(0.006)	(0.006)
Outdoor average temperature	-109.666	-109.666	-109.666
	(7.948)	(7.948)	(7.948)
Constant	3.255	3.255	3.255
	(1.924)	(1.924)	(1.924)
MSE	125.652	125.652	125.652

Ziliak and McCloskey (2009)

References

Ziliak, S. and D. McCloskey (2009). The Cult of Statistical Significance. *Proceedings of the Joint Statistical Meetings Section on Statistical Education*, 2302–2319.