

<u>Title</u>

scplot — Synthetic Control Methods Plots.

Syntax

```
scplot , [scest) uncertainty(string) dots_tr_col(colorstyle)
    dots tr symb(symbolstyle) dots tr size(markersizestyle) dots sc col(
    colorstyle) dots_sc_symb(symbolstyle) dots_sc_size(markersizestyle)
line_tr_col(colorstyle) line_tr_patt(linepatternstyle)
    line_tr_width(linewidthstyle) line_sc_col(colorstyle)
    line_sc_patt(linepatternstyle) line_sc_width(linewidthstyle)
    spike_sc_col(colorstyle) spike_sc_patt(linepatternstyle)
    spike_sc_width(linewidthstyle) gphoptions(string) gphsave(string)
    savedata(dta_name)]
```

Description

scplot implements several Synthetic Control (SC) plots. The command is designed te be called after scest or scpi which implement estimation and inference procedures for SC methods using least squares, lasso, ridge, or simplex-type constraints according to <u>Cattaneo</u>, <u>Feng</u>, and <u>Titiunik</u> (2021). The command is a wrapper of the companion Python package. As such, the user needs to have a running version of Python with the package installed. A tutorial on how to install Python and link it to Stata can be found here.

Companion R and Python packages are described in Cattaneo, Feng, Palomba and Titiunik (2022).

Companion commands are: scdata for data preparation, scest for estimation procedures, and scpi for inference procedures.

Related Stata, R, and Python packages useful for inference in SC designs are described in the following website:

https://nppackages.github.io/scpi/

For an introduction to synthetic control methods, see Abadie (2021) and references therein.

Options

scest if specified scplot must be called after scest. Otherwise, it is presumed that scplot is called after scpi.

uncertainty(string) specifies which prediction intervals are plotted. It does not affect the plot if **scest** is specified. Options are:

insample prediction intervals quantify only in-sample uncertainty.
gaussian prediction intervals quantify in-sample and out-of-sample uncertainty using conditional subgaussian bounds.

1s prediction intervals quantify in-sample and out-of-sample uncertainty imposing a location-scale model.

qreg prediction intervals quantify in-sample and out-of-sample uncertainty using quantile regressions.

Marker Options

These options let the user specify color, size, and form of the markers in the plot.

 ${\tt dots_tr_col}\,({\it colorstyle})$ specifies the color of the markers for the treated unit. dots_tr_symb(symbolstyle) specifies the form of the markers for the treated unit. dots_tr_size(markersizestyle) specifies the size of the markers for the treated unit.

dots_sc_col(colorstyle) specifies the color of the markers for the SC unit. dots_sc_symb(symbolstyle) specifies the form of the markers for the SC unit. dots_sc_size (markersizestyle) specifies the size of the markers for the SC unit.

```
Line Options

These options let the user specify color, pattern, and width of the lines in the plot.

line_tr_col(colorstyle) specifies the color of the line for the treated unit.
```

line_tr_patt(linepatternstyle) specifies the pattern of the line for the treated
 unit.

line_tr_width(linewidthstyle) specifies the width of the line for the treated
 unit.

line_sc_col(colorstyle) specifies the color of the line for the SC unit.
line_sc_patt(linepatternstyle) specifies the pattern of the line for the SC unit.
line_sc_width(linewidthstyle) specifies the width of the line for the SC unit.

```
Bar Options
```

These options let the user specify color, pattern, and width of the bar (spikes) in the plot. These options do not have effect if **scest** is specified.

```
spike_sc_col(colorstyle) specifies the color of the bars for the SC unit.
spike_sc_patt(linepatternstyle) specifies the pattern of the bars for the SC unit.
spike_sc_width(linewidthstyle) specifies the width of the bars for the SC unit.
```

```
Others
```

gphoptions(string) specifies additional options to modify the plot.
gphsave(string) specifies the path and the name of the .gph file that is saved by
 the command.

 $savedata(dta_name)$ saves a $dta_name.dta$ file containing the processed data used to produce the plot.

Example: Germany Data

Setup

. use scpi_germany.dta

Prepare data

. scdata gdp, dfname("python_scdata") id(country) outcome(gdp) time(year)
treatment(status) cointegrated

Estimate Synthetic Control with a simplex constraint and quantify uncertainty . scpi, dfname("python_scdata") name(simplex) u_missp

Plot Synthetic Control Estimate with Prediction Intervals
 . scplot, gphsave("plot_scpi")

References

Abadie, A. 2021. <u>Using synthetic controls: Feasibility, data requirements, and methodological aspects.</u> Journal of Economic Literature, 59(2), 391-425.

Cattaneo, M. D., Feng, Y., and Titiunik, R. 2021. <u>Prediction Intervals for Synthetic Sontrol Methods</u>. *Journal of the American Statistical Association*, 116(536), 1865-1880.

Cattaneo, M. D., Feng, Y., Palomba F., and Titiunik, R. 2022. <u>scpi: Uncertainty</u> <u>Quantification for Synthetic Control Estimators</u>, <u>arXiv:2202.05984</u>.

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