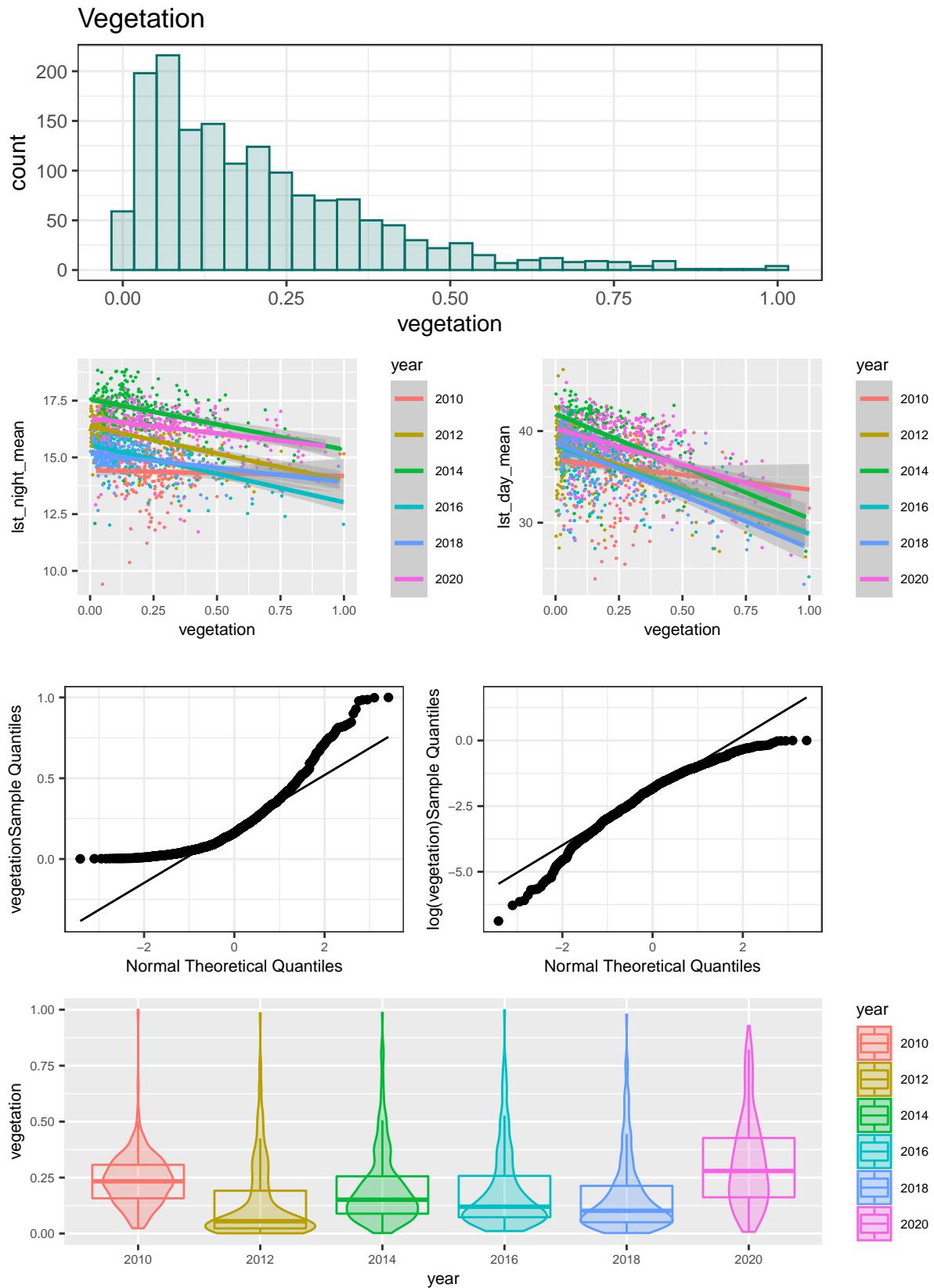


LawnProject Panel Data Analysis / Tensor Flow Data

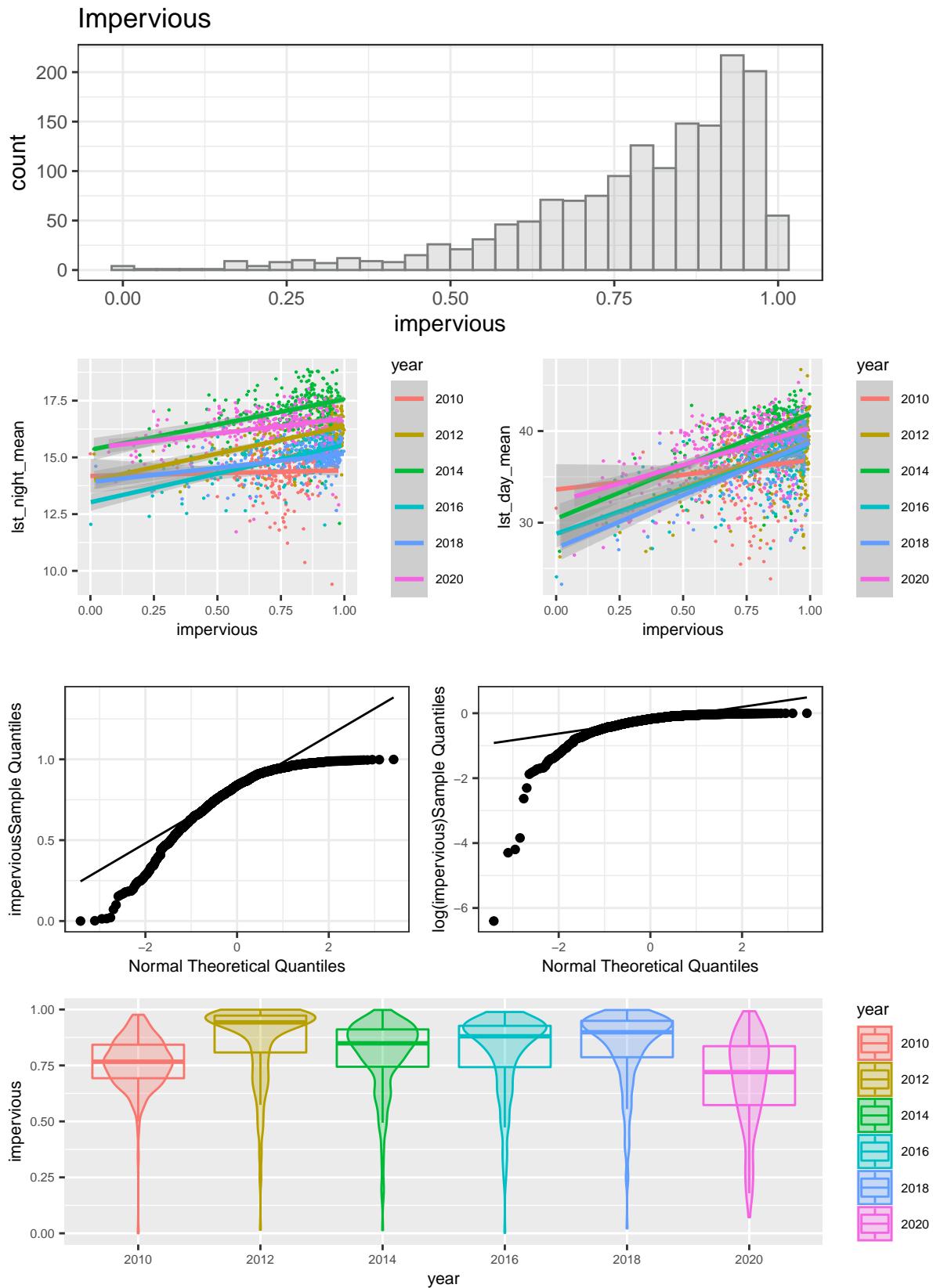
LawnProject Team

Intro

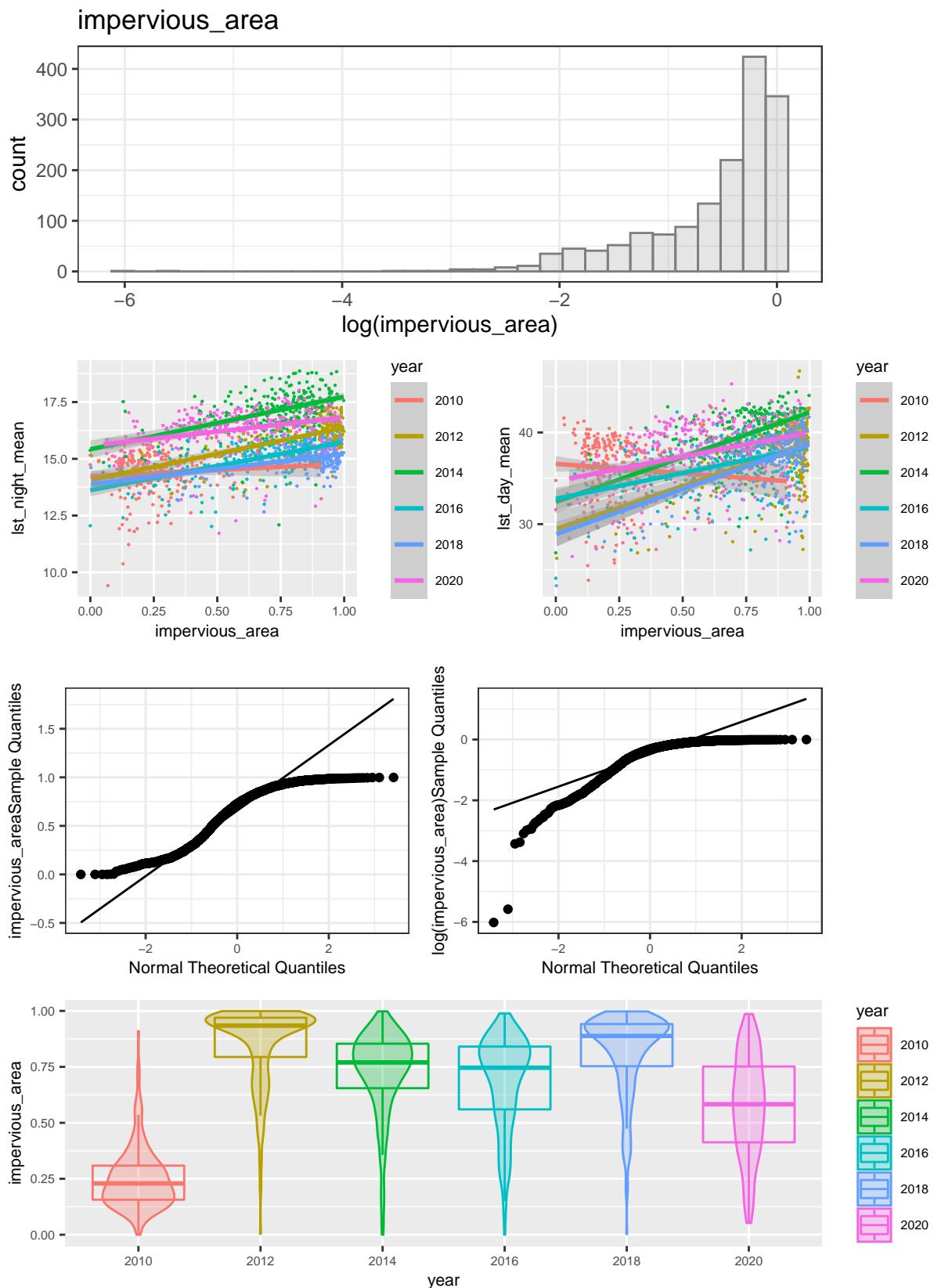
Aggregate Vegetation Area (Trees + Lawn)



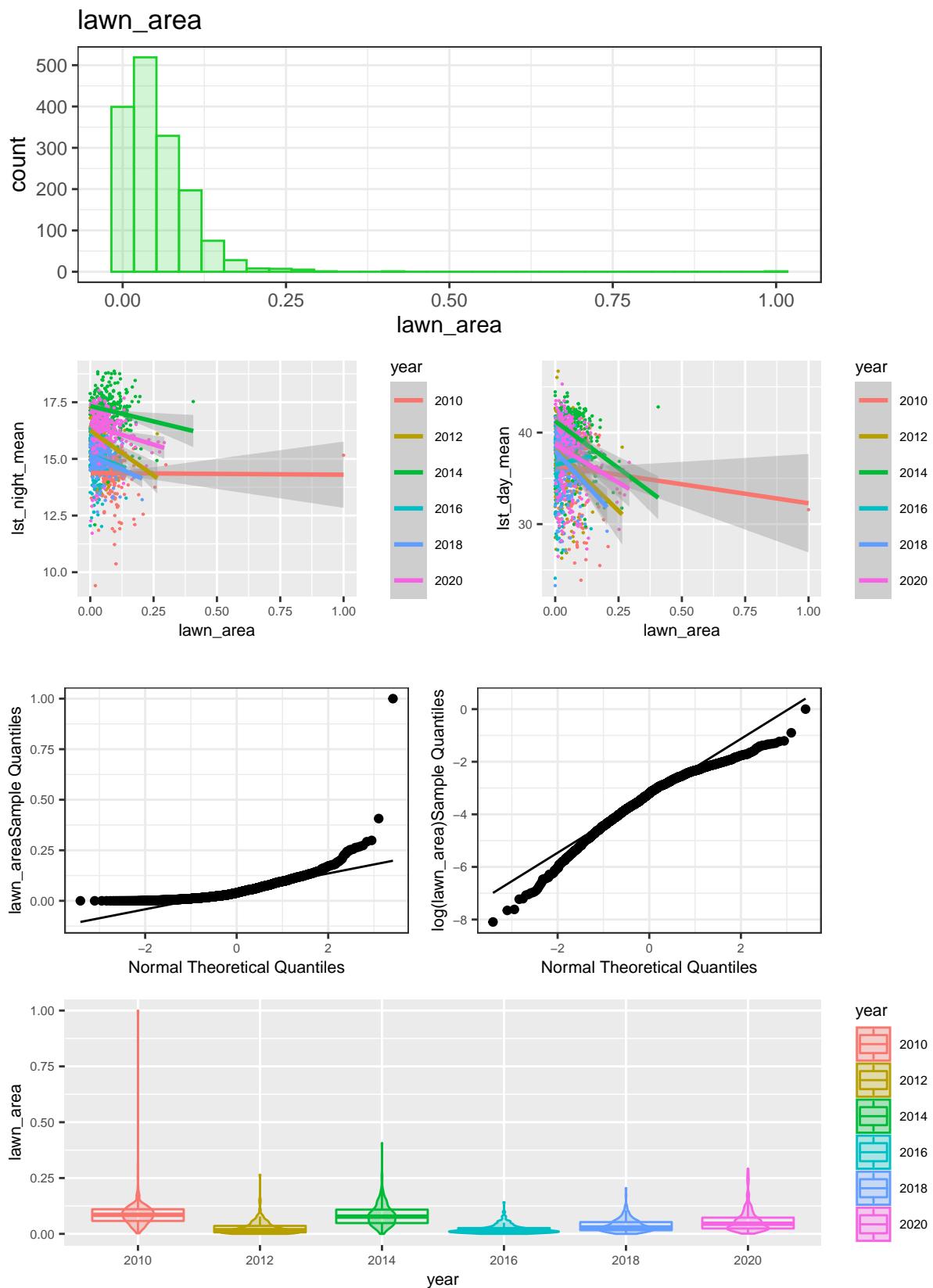
Aggregate Impervious Area (Soil + Turf + Impervious)



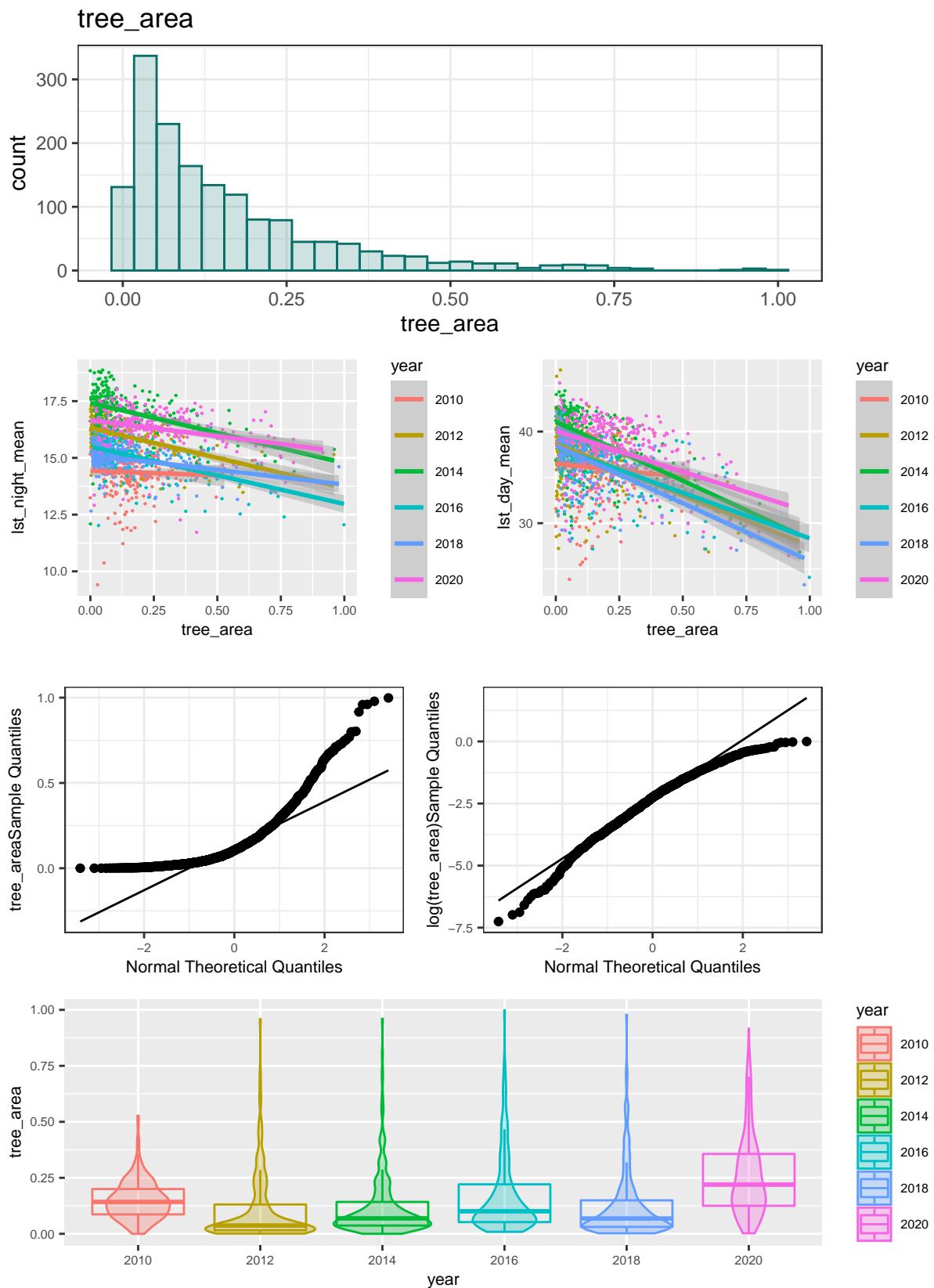
Impervious Area



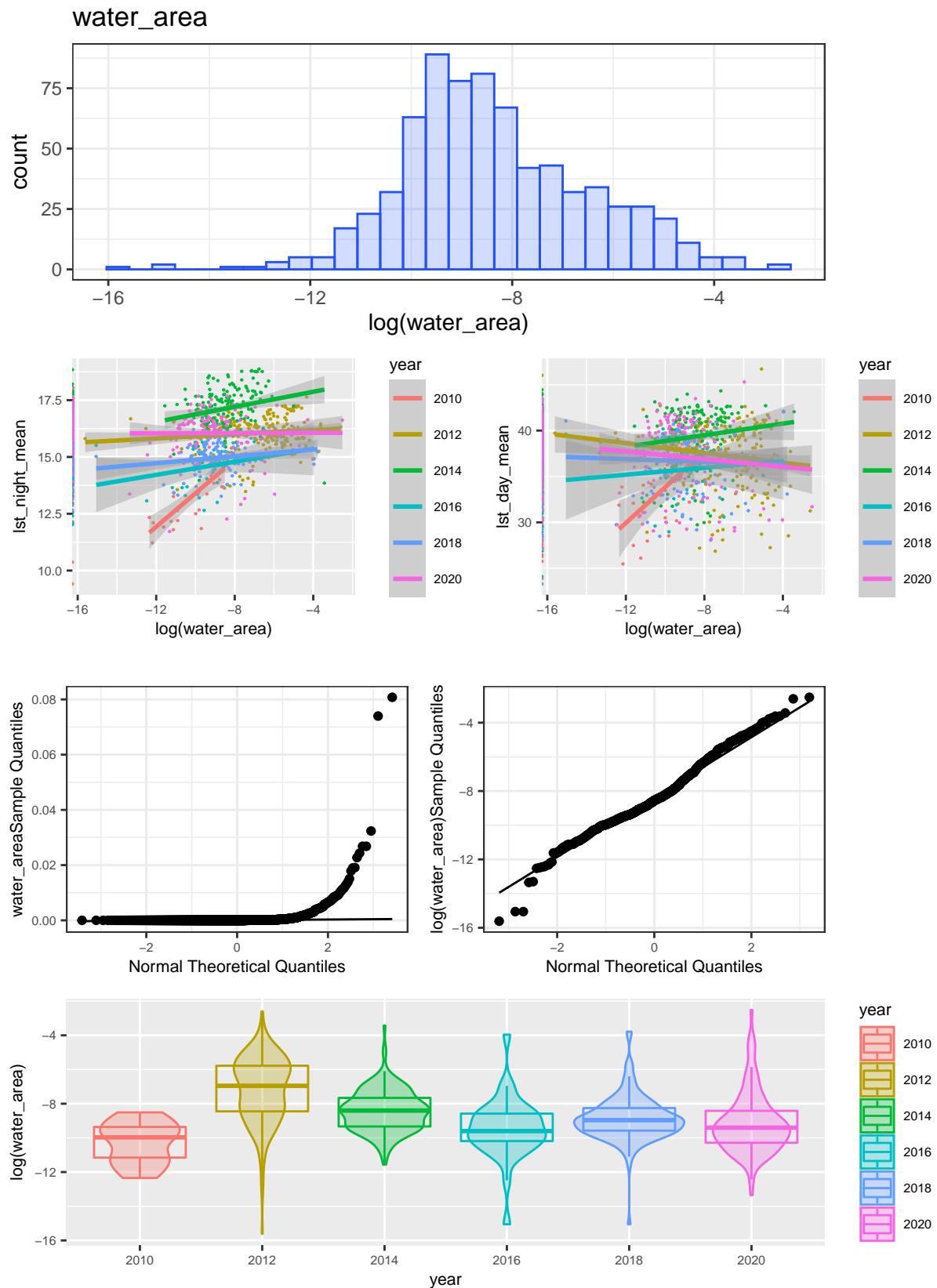
Lawn Area



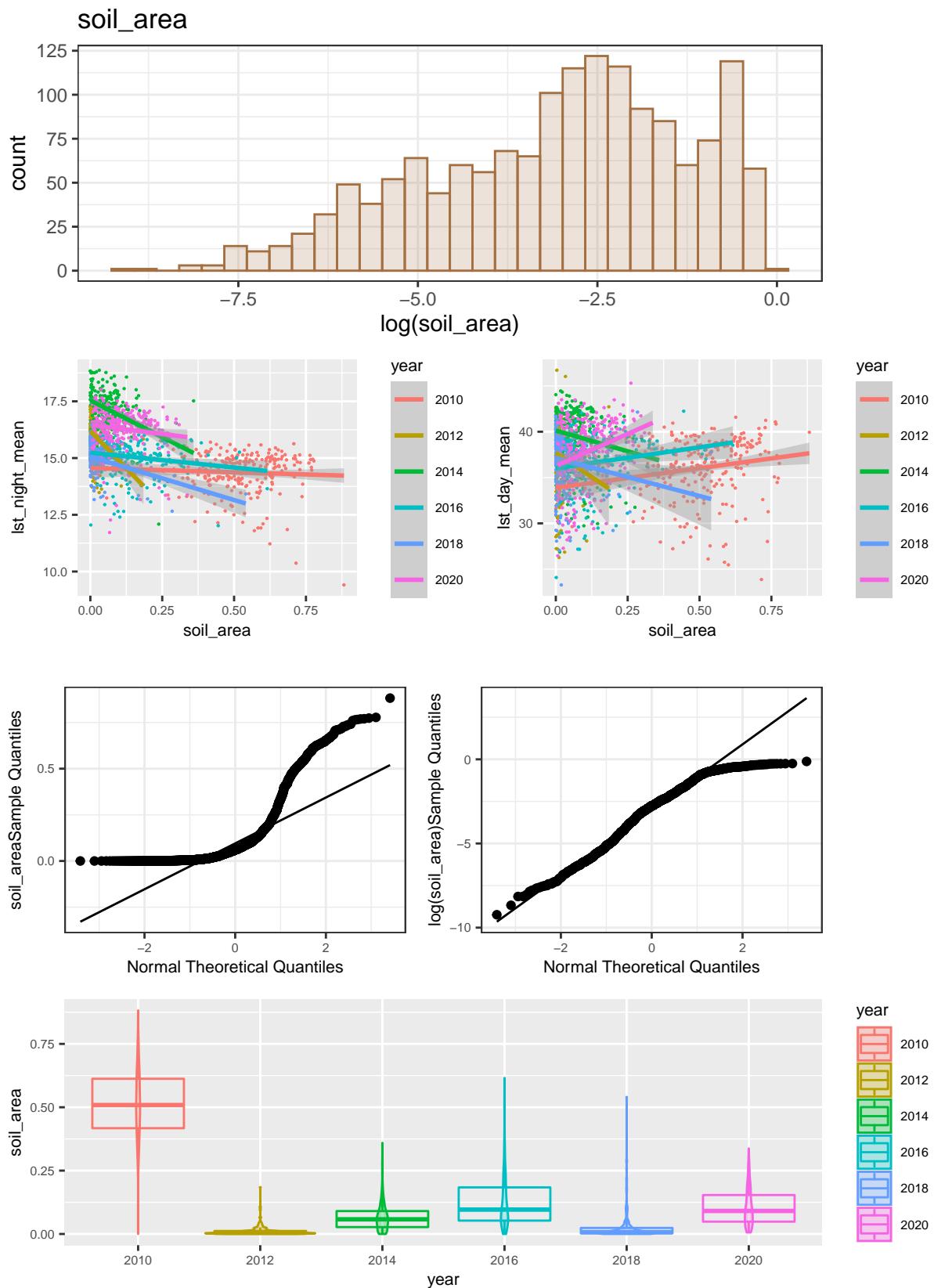
Tree Area



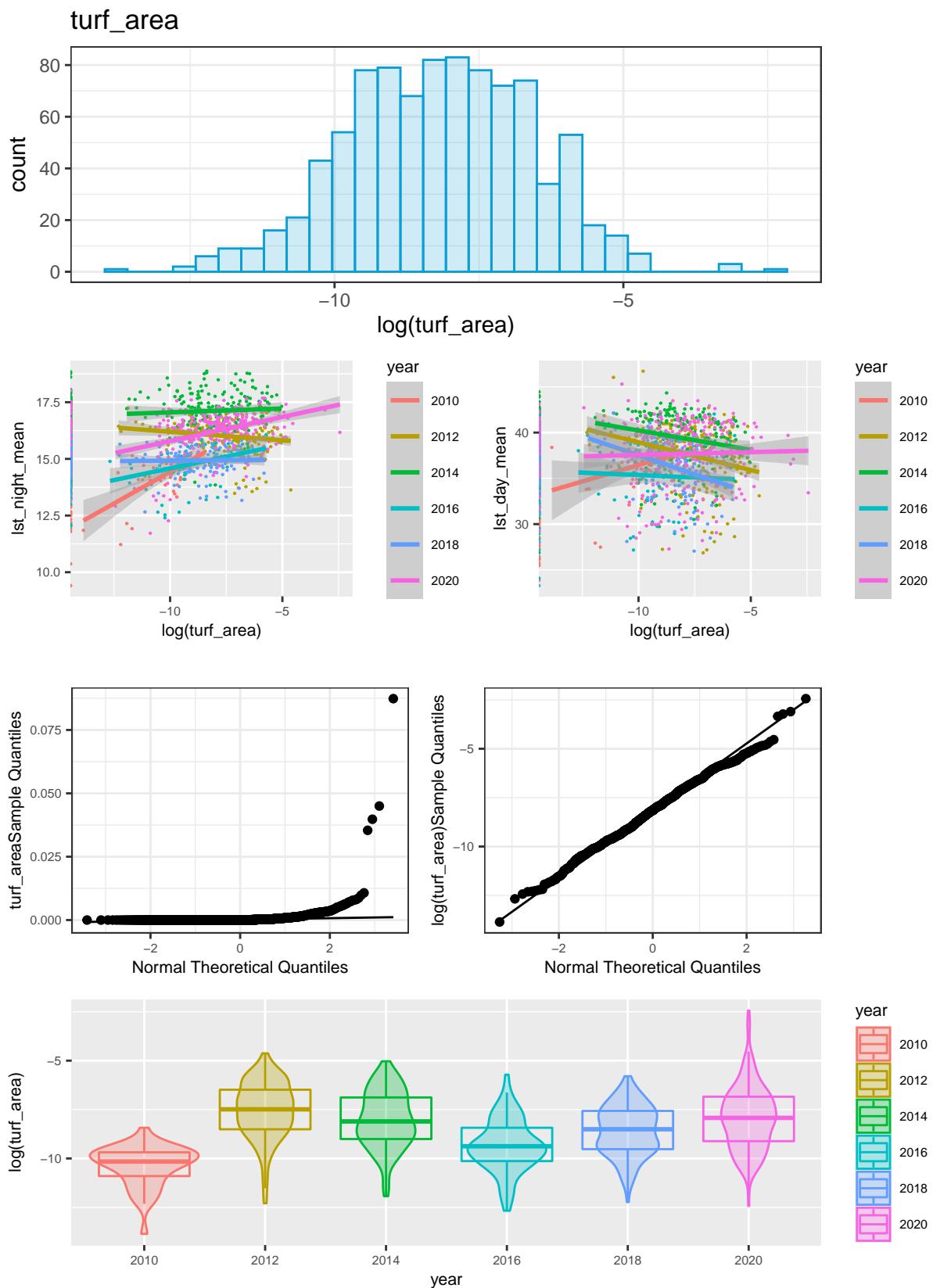
Water Area



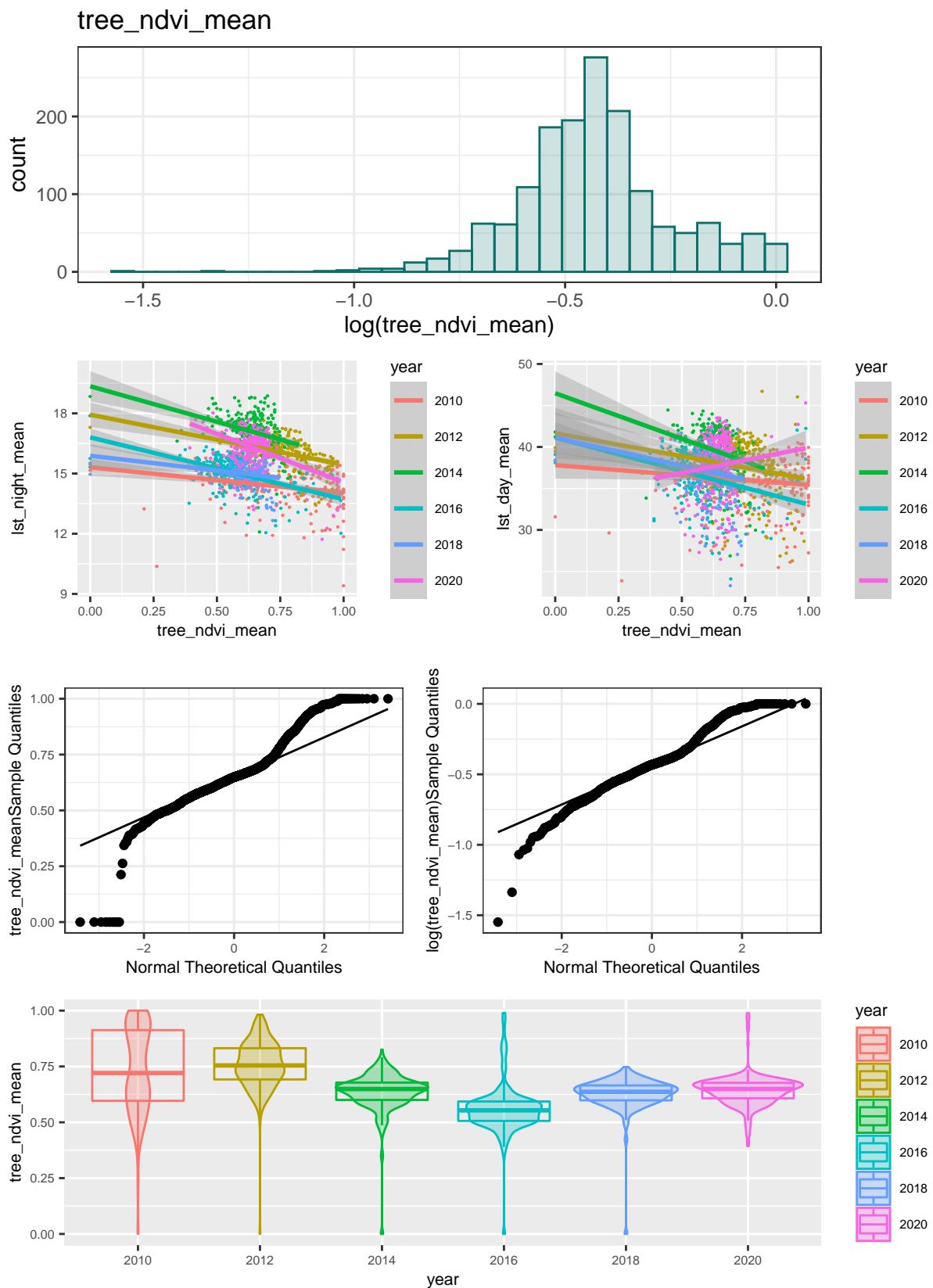
Soil Area



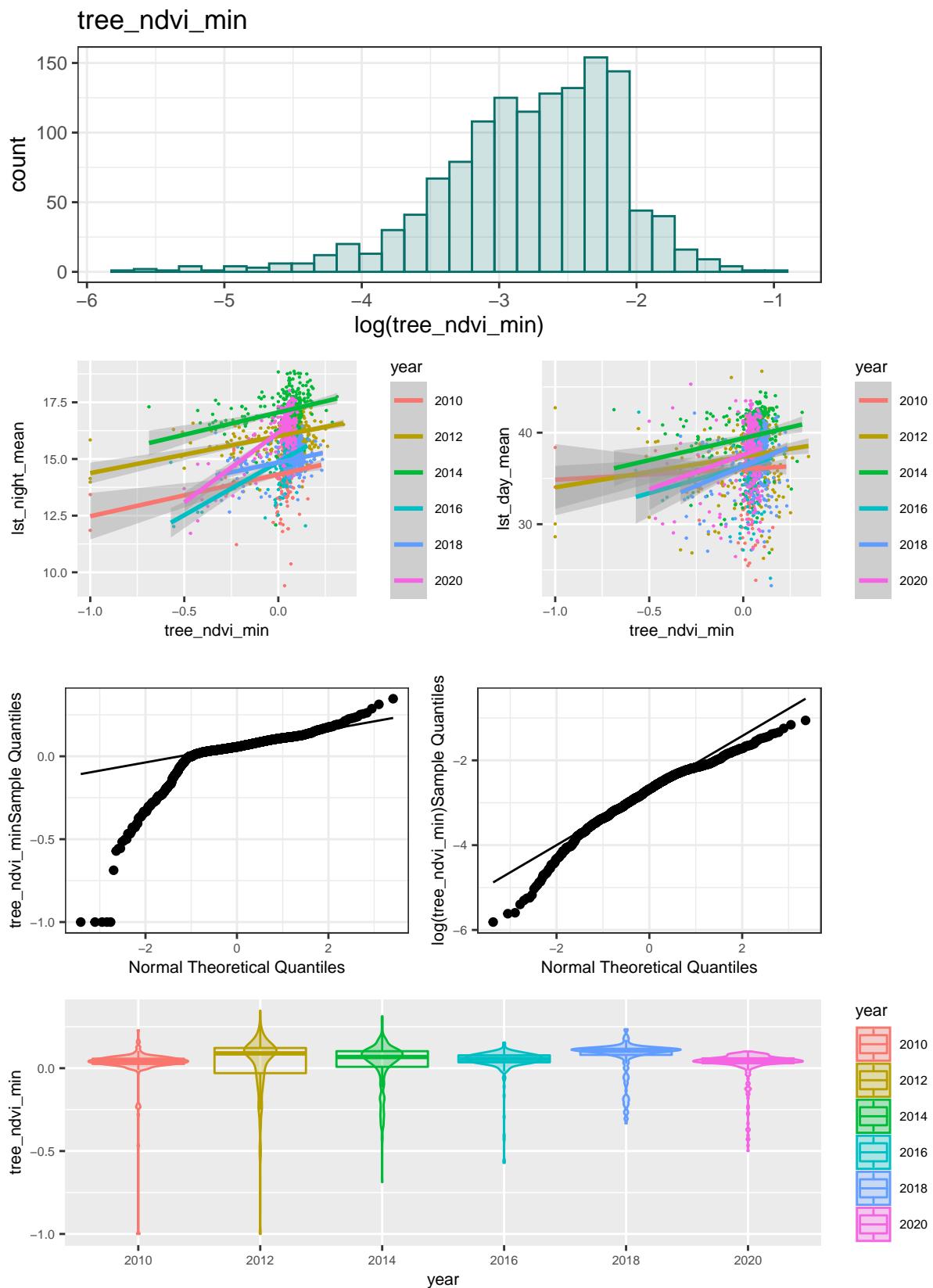
Turf Area



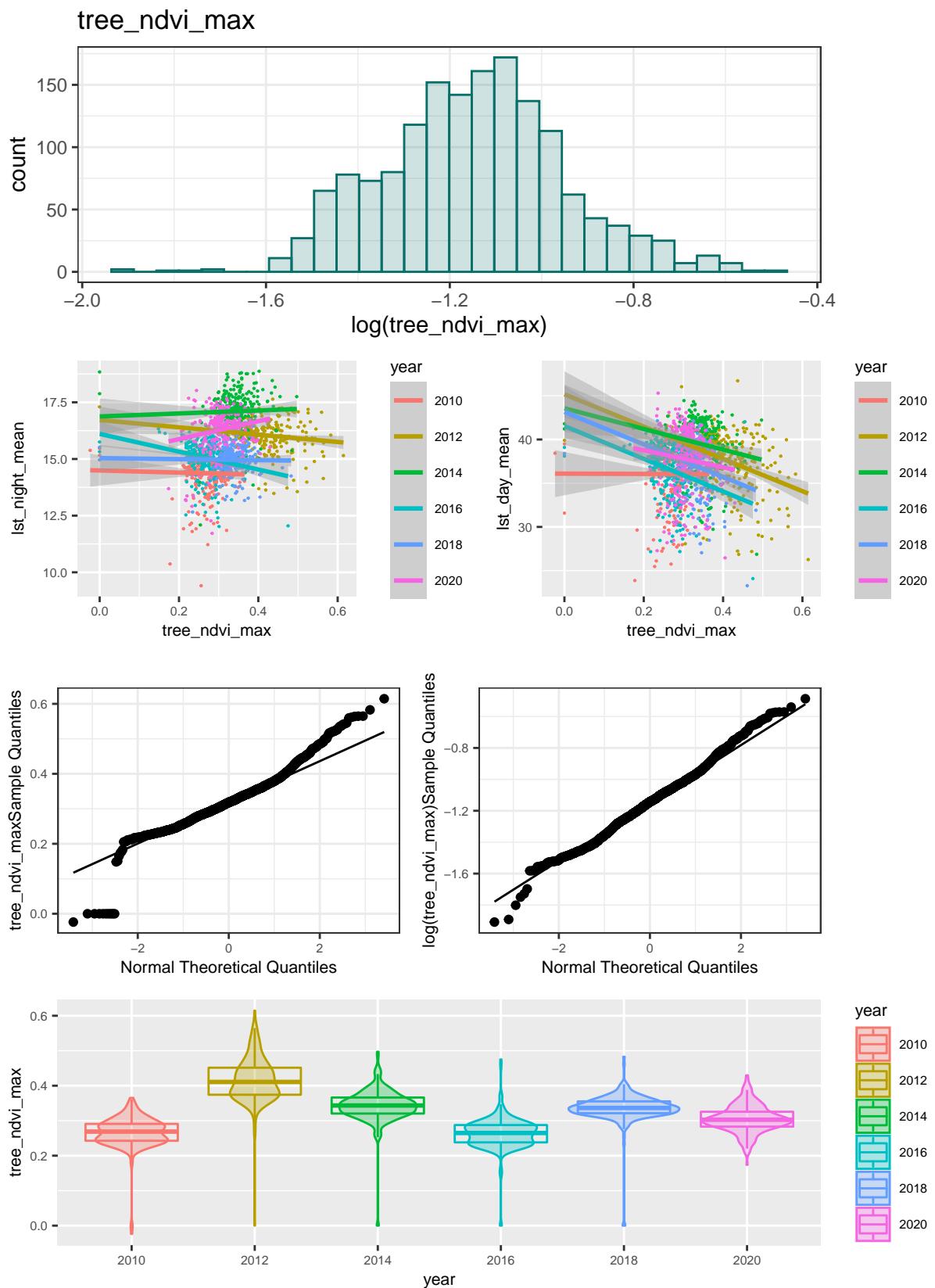
Tree NDVI Mean



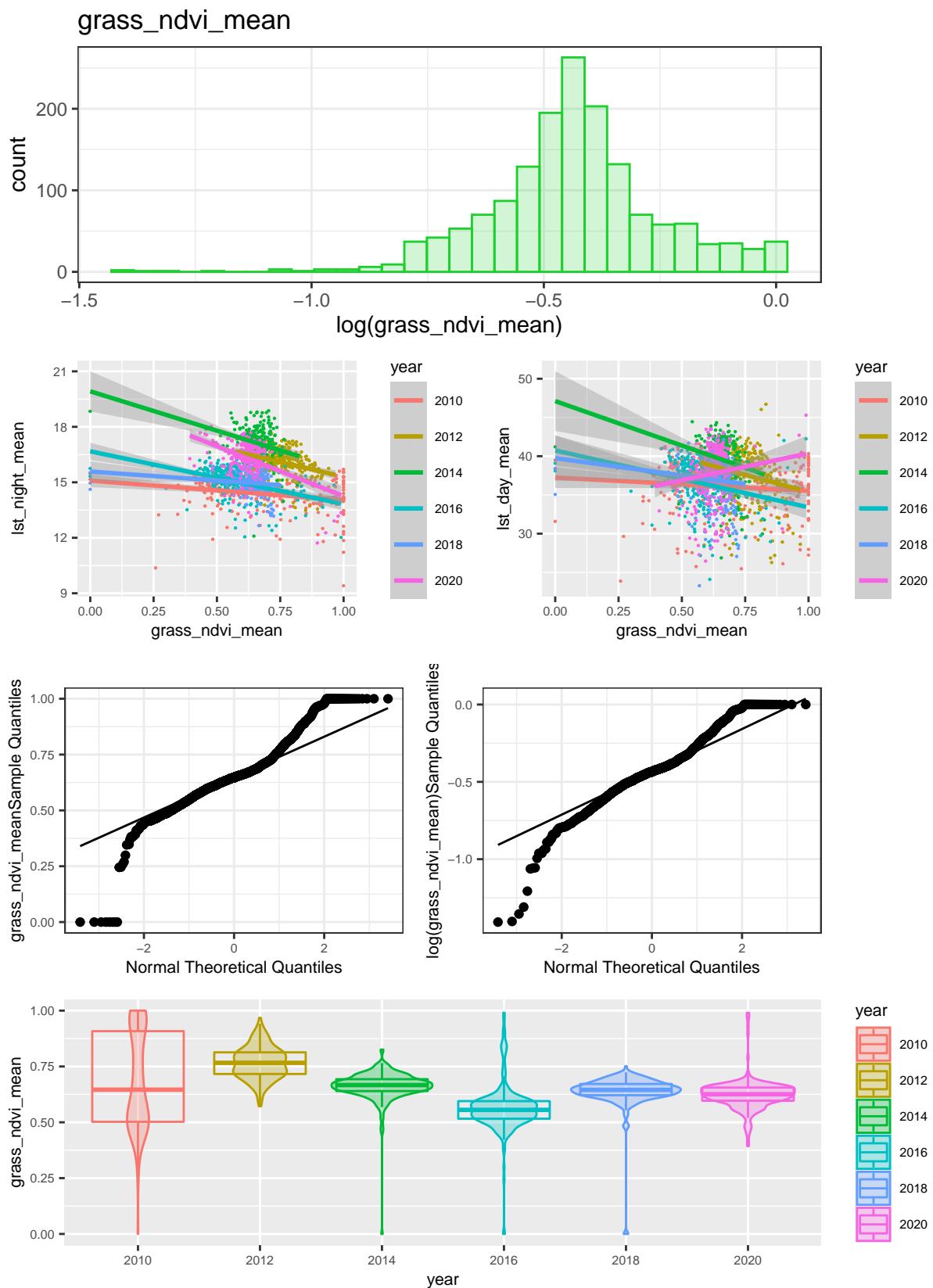
Tree NDVI Min



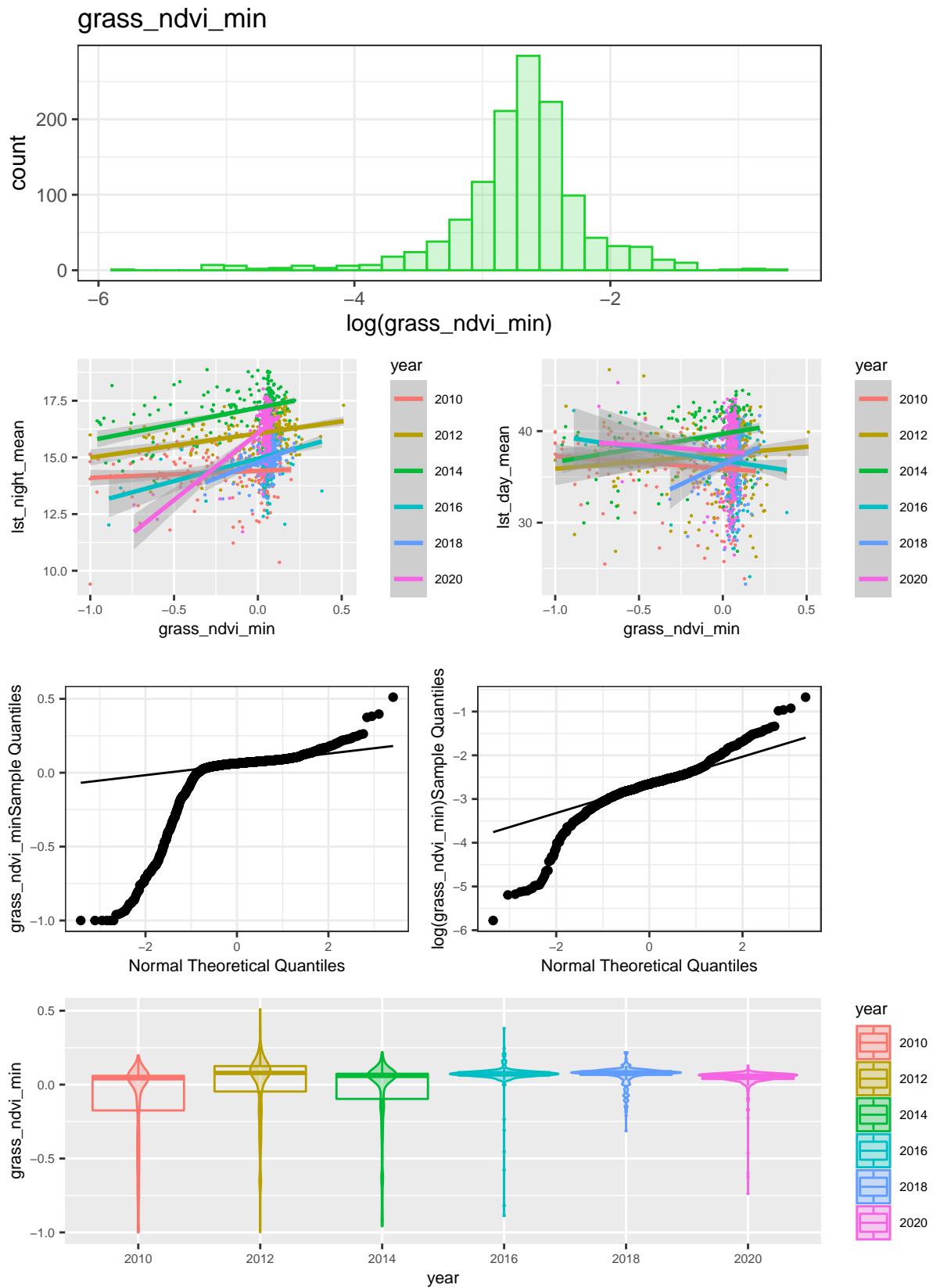
Tree NDVI Max



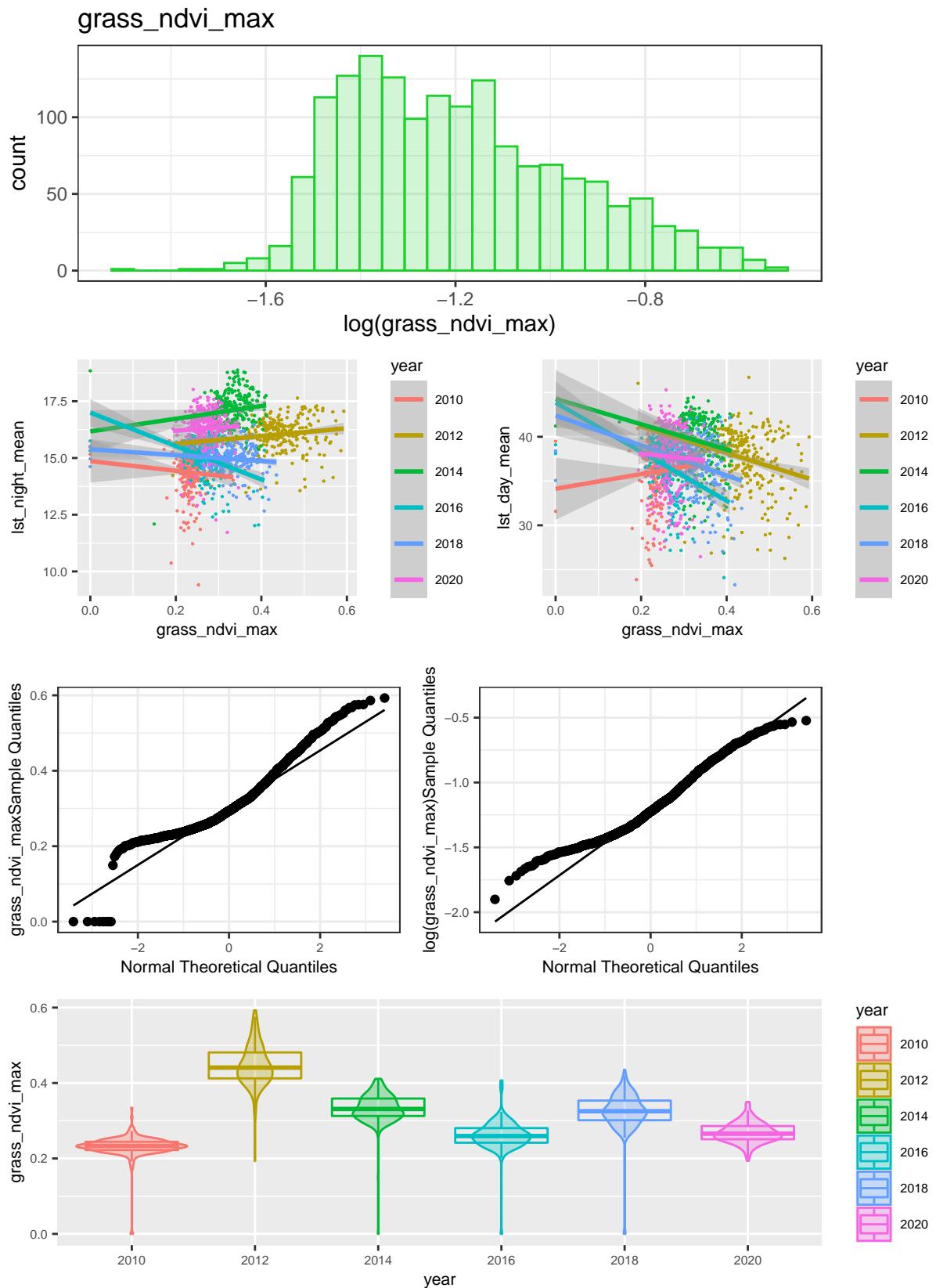
Lawn NDVI Mean



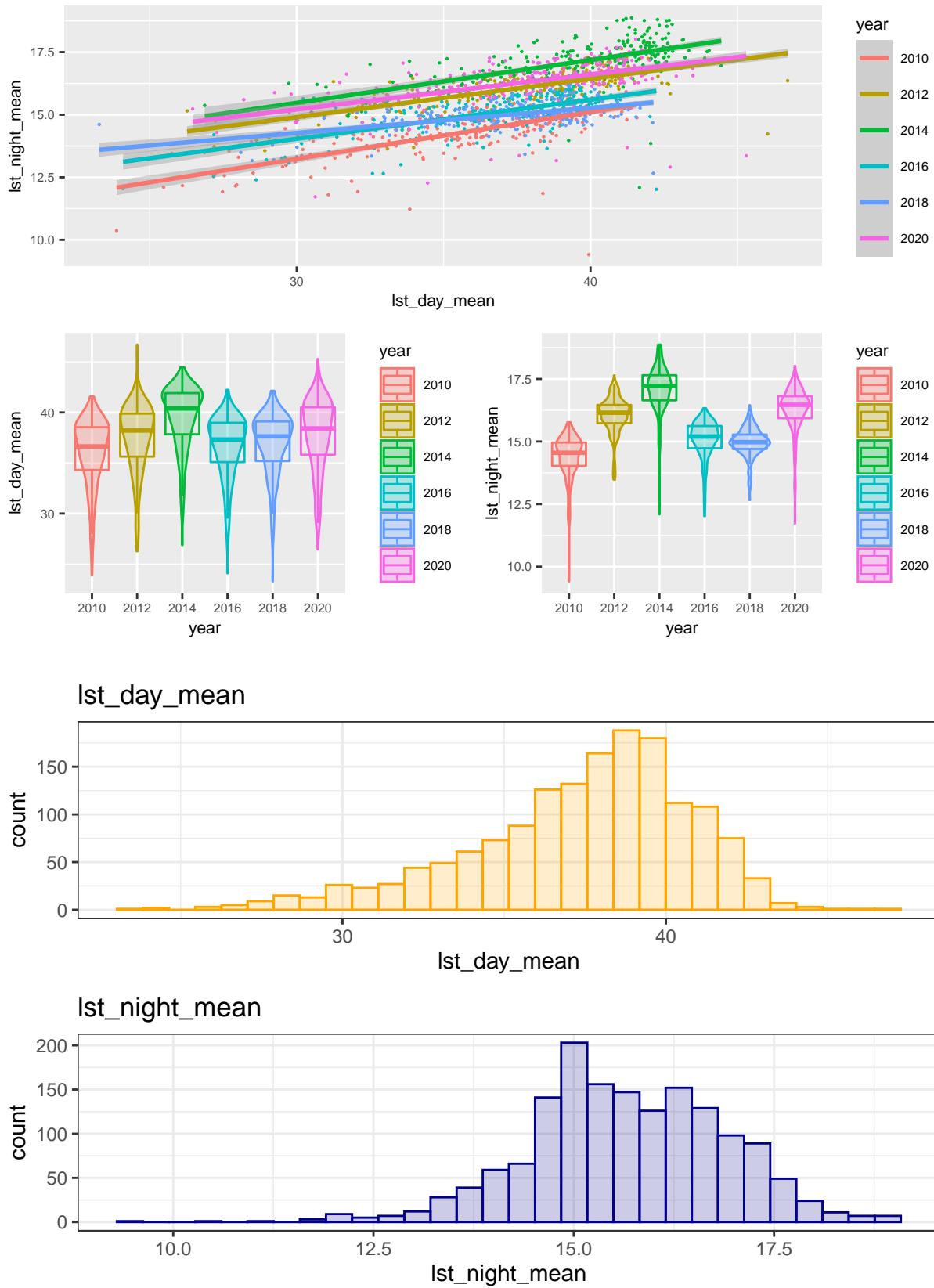
Lawn NDVI Min



Lawn NDVI Max



Mean Temperature



Create MicroClimate Panel Data Set

```
data <- subset(data, subset = year > 2012)

data$water_area <- data$water_area + 0.0000000001
data$soil_area <- data$soil_area + 0.0000000001
data$turf_area <- data$turf_area + 0.0000000001

# Create panel dataframe object
microClimatePanel <- pdata.frame(data, index=c("zipcode", "year"))
```

First Attempt with Traditional OLS Model

```
OLSM1 <- lm(
  log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area)
  + log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
  data = microClimatePanel)

OLSM2 <- lm(
  log(lst_night_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area)
  + log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
  data = microClimatePanel)

stargazer::stargazer(OLSM1, OLSM2, single.row = TRUE,
                      title = 'OLS Model',
                      column.labels = c("OLSM1 Day Temp",
                                       "OLSM1 Night Temp"))
```

% Table created by stargazer v.5.2.3 by Marek Hlavac, Social Policy Institute. E-mail: marek.hlavac@gmail.com % Date and time: Wed, Jul 27, 2022 - 7:58:11 AM

Second Attempt with a Mixed Effects Model

```
feM1 <- plm(
  log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area)
  + log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
  index = c(zipcode, year), data = microClimatePanel, model = 'within')

feM2 <- plm(
  log(lst_night_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area)
  + log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
```

Table 1: OLS Model

	<i>Dependent variable:</i>			
	log(lst_day_mean)	OLSModel Day Temp	log(lst_night_mean)	OLSModel Night Temp
	(1)		(2)	
factor(year)2014	3.731*** (0.026)		2.973*** (0.016)	
factor(year)2016	3.648*** (0.024)		2.837*** (0.015)	
factor(year)2018	3.655*** (0.026)		2.836*** (0.016)	
factor(year)2020	3.714*** (0.025)		2.932*** (0.015)	
tree_area	-0.295*** (0.016)		-0.110*** (0.010)	
lawn_area	-0.144** (0.062)		-0.031 (0.038)	
log(water_area)	-0.001*** (0.0004)		-0.0003 (0.0002)	
log(soil_area)	0.001 (0.001)		-0.0004 (0.001)	
log(turf_area)	0.0002 (0.0004)		0.001*** (0.0002)	
grass_ndvi_mean	-0.086 (0.077)		-0.108** (0.047)	
tree_ndvi_mean	0.059 (0.075)		-0.069 (0.045)	
Observations	1,057		1,057	
R ²	1.000		1.000	
Adjusted R ²	1.000		1.000	
Residual Std. Error (df = 1046)	0.075		0.046	
F Statistic (df = 11; 1046)	222,248.400***		349,475.500***	

Note:

*p<0.1; **p<0.05; ***p<0.01

```

index = c(zipcode, year), data = microClimatePanel, model = 'within')

stargazer::stargazer(feM1,feM2, single.row = TRUE,
                      title = 'Fixed Effects Model',
                      column.labels = c("FixedEffects Day Temp",
                                        "FixedEffects Night Temp"))

```

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Table 2: Fixed Effects Model

	<i>Dependent variable:</i>	
	log(lst_day_mean)	log(lst_night_mean)
	FixedEffects Day Temp	FixedEffects Night Temp
	(1)	(2)
factor(year)2014	0.038*** (0.002)	0.036*** (0.003)
factor(year)2016	-0.040*** (0.002)	-0.083*** (0.003)
factor(year)2018	-0.033*** (0.002)	-0.093*** (0.003)
tree_area	-0.017** (0.008)	-0.022** (0.010)
lawn_area	-0.048*** (0.018)	0.066*** (0.024)
log(water_area)	0.0001 (0.0001)	0.0002 (0.0001)
log(soil_area)	0.00002 (0.0002)	0.0003 (0.0003)
log(turf_area)	-0.00001 (0.0001)	0.0003* (0.0001)
grass_ndvi_mean	0.012 (0.020)	0.014 (0.027)
tree_ndvi_mean	0.019 (0.018)	-0.026 (0.025)
Observations	1,057	1,057
R ²	0.848	0.914
Adjusted R ²	0.788	0.880
F Statistic (df = 10; 759)	422.384***	804.984***

Note:

*p<0.1; **p<0.05; ***p<0.01

Compare Performance of OLS vs Mixed Effects Models

```
pFtest(feM1, OLSM1)
```

```

## 
## F test for individual effects
## 
## data: log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + ...
## F = 88.512, df1 = 287, df2 = 759, p-value < 2.2e-16
## alternative hypothesis: significant effects

```

```
## Fixed effects is a better choice than OLS
```

Fixed Effects is a Better Choice, Discard OLS Model

Try a Random Effects Model

```
reM1 <- plm(
  log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area),
  log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
  index = c(zipcode, year), data = microClimatePanel, model = 'random')

reM2 <- plm(
  log(lst_night_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area),
  log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
  index = c(zipcode, year), data = microClimatePanel, model = 'random')

stargazer::stargazer(reM1,reM2,
                      single.row = TRUE,
                      title = 'Random Effects Model',
                      column.labels = c("RandomEffects Day Temp",
                                       "RandomEffects Night Temp"))
```

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Compare Performance of Mixed Effects vs Random Effects Models

```
phtest(feM1, reM1)
```

```
##
## Hausman Test
##
## data: log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + ...
## chisq = 35196, df = 10, p-value < 2.2e-16
## alternative hypothesis: one model is inconsistent

## the p-value is significant so we choose fixed effects
## (since the unique errors are correlated with the regressors).
```

Table 3: Random Effects Model

	Dependent variable:					
	log(lst_day_mean)			log(lst_night_mean)		
	RandomEffects	Day	Temp	RandomEffects	Night	Temp
	(1)			(2)		
factor(year)2014	3.658***	(0.009)		2.876***	(0.010)	
factor(year)2016	3.580***	(0.008)		2.752***	(0.010)	
factor(year)2018	3.586***	(0.009)		2.745***	(0.010)	
factor(year)2020	3.622***	(0.009)		2.840***	(0.010)	
tree_area	-0.046***	(0.008)		-0.063***	(0.009)	
lawn_area	-0.065***	(0.019)		0.040	(0.025)	
log(water_area)	-0.00001	(0.0001)		-0.00000	(0.0001)	
log(soil_area)	0.00001	(0.0003)		0.0001	(0.0004)	
log(turf_area)	-0.00002	(0.0001)		0.0003**	(0.0001)	
grass_ndvi_mean	0.002	(0.021)		-0.033	(0.029)	
tree_ndvi_mean	0.026	(0.020)		-0.022	(0.027)	
Observations	1,057			1,057		
R ²	0.944			0.962		
Adjusted R ²	0.944			0.961		
F Statistic	623,338.300***			1,132,778.000***		

Note:

*p<0.1; **p<0.05; ***p<0.01

the p-value is significant so we choose fixed effects (since the unique errors are correlated with the regressors). There is omitted variable bias at the higher level that the RE model has not accounted for (but the FE model has).

Try a Fixed Effects Model with Fixed Time

```
feM2FixedTime <- plm(
  log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + log(water_area) + log(soil_area)
  + log(turf_area) + grass_ndvi_mean + tree_ndvi_mean,
  index = c(zipcode, year), data = microClimatePanel, model = 'within')

stargazer::stargazer(feM2FixedTime, single.row = TRUE)
```

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Table 4:

<i>Dependent variable:</i>	
	log(lst_day_mean)
factor(year)2014	0.038*** (0.002)
factor(year)2016	-0.040*** (0.002)
factor(year)2018	-0.033*** (0.002)
tree_area	-0.017** (0.008)
lawn_area	-0.048*** (0.018)
log(water_area)	0.0001 (0.0001)
log(soil_area)	0.00002 (0.0002)
log(turf_area)	-0.00001 (0.0001)
grass_ndvi_mean	0.012 (0.020)
tree_ndvi_mean	0.019 (0.018)
Observations	1,057
R ²	0.848
Adjusted R ²	0.788
F Statistic	422.384*** (df = 10; 759)

Note: *p<0.1; **p<0.05; ***p<0.01

```
pFtest(feM1,feM2FixedTime)
```

```
##  
## F test for individual effects  
##  
## data: log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + ...  
## F = NaN, df1 = 0, df2 = 759, p-value = NA  
## alternative hypothesis: significant effects
```

```

plmtest(feM1, effect="time", type="bp")

##
##  Lagrange Multiplier Test - time effects (Breusch-Pagan) for unbalanced
##  panels
##
##  data: log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + ...
##  chisq = 2.003, df = 1, p-value = 0.157
##  alternative hypothesis: significant effects

```

```
pbgtest(feM1)
```

```

##
##  Breusch-Godfrey/Wooldridge test for serial correlation in panel models
##
##  data: log(lst_day_mean) ~ 0 + factor(year) + tree_area + lawn_area + ...
##  chisq = 65.943, df = 1, p-value = 4.641e-16
##  alternative hypothesis: serial correlation in idiosyncratic errors

```

```
coeftest(feM1, vcovHC)
```

```

##
## t test of coefficients:
##
##              Estimate Std. Error t value Pr(>|t|)
## factor(year)2014 3.7637e-02 2.2167e-03 16.9786 < 2e-16 ***
## factor(year)2016 -3.9754e-02 2.1335e-03 -18.6335 < 2e-16 ***
## factor(year)2018 -3.3418e-02 2.1174e-03 -15.7825 < 2e-16 ***
## tree_area       -1.6559e-02 8.4801e-03 -1.9527 0.05122 .
## lawn_area        -4.8498e-02 1.8836e-02 -2.5747 0.01022 *
## log(water_area)  5.7639e-05 9.1098e-05  0.6327 0.52712
## log(soil_area)   1.5724e-05 2.0004e-04  0.0786 0.93737
## log(turf_area)  -1.4409e-05 9.7065e-05 -0.1484 0.88203
## grass_ndvi_mean 1.1670e-02 1.8186e-02  0.6417 0.52127
## tree_ndvi_mean  1.8846e-02 1.7484e-02  1.0779 0.28142
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1

```

```
coeftest(feM1, vcovHC(feM1, method = "arellano"))
```

```

##
## t test of coefficients:
##
##              Estimate Std. Error t value Pr(>|t|)

```

```

## factor(year)2014 3.7637e-02 2.2167e-03 16.9786 < 2e-16 ***
## factor(year)2016 -3.9754e-02 2.1335e-03 -18.6335 < 2e-16 ***
## factor(year)2018 -3.3418e-02 2.1174e-03 -15.7825 < 2e-16 ***
## tree_area       -1.6559e-02 8.4801e-03 -1.9527 0.05122 .
## lawn_area      -4.8498e-02 1.8836e-02 -2.5747 0.01022 *
## log(water_area) 5.7639e-05 9.1098e-05 0.6327 0.52712
## log(soil_area)  1.5724e-05 2.0004e-04 0.0786 0.93737
## log(turf_area) -1.4409e-05 9.7065e-05 -0.1484 0.88203
## grass_ndvi_mean 1.1670e-02 1.8186e-02 0.6417 0.52127
## tree_ndvi_mean  1.8846e-02 1.7484e-02 1.0779 0.28142
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1

```

```
t(sapply(c("HC0", "HC1", "HC2", "HC3", "HC4"), function(x) sqrt(diag(vcovHC(feM1, method = "ar
```

```

##      factor(year)2014 factor(year)2016 factor(year)2018 tree_area  lawn_area
## HC0      0.002216722     0.002133486     0.002117418 0.008480110 0.01883616
## HC1      0.002227283     0.002143650     0.002127506 0.008520511 0.01892590
## HC2      0.002239820     0.002149481     0.002135953 0.008598112 0.01904156
## HC3      0.002264050     0.002165774     0.002155249 0.008720369 0.01925110
## HC4      0.002288379     0.002169726     0.002170617 0.008890239 0.01943844
##      log(water_area) log(soil_area) log(turf_area) grass_ndvi_mean
## HC0      9.109829e-05   0.0002000430    9.706478e-05 0.01818635
## HC1      9.153230e-05   0.0002009961   9.752722e-05 0.01827300
## HC2      9.164299e-05   0.0002041261   9.769445e-05 0.01844363
## HC3      9.219607e-05   0.0002083641   9.833642e-05 0.01872569
## HC4      9.215027e-05   0.0002159333   9.838242e-05 0.01916683
##      tree_ndvi_mean
## HC0      0.01748404
## HC1      0.01756734
## HC2      0.01768413
## HC3      0.01790124
## HC4      0.01818965

```

```
totalRobust <- coeftest(feM1, vcov = vcovHC(feM1, type = 'HC0'))
cInterval <- coefci(feM1, vcov. = vcovHC(feM1, type = 'HC0'))
```

```
print(totalRobust)
```

```

##
## t test of coefficients:
##
##                  Estimate Std. Error t value Pr(>|t|)
## factor(year)2014 3.7637e-02 2.2167e-03 16.9786 < 2e-16 ***
## factor(year)2016 -3.9754e-02 2.1335e-03 -18.6335 < 2e-16 ***
## factor(year)2018 -3.3418e-02 2.1174e-03 -15.7825 < 2e-16 ***

```

```

## tree_area      -1.6559e-02 8.4801e-03 -1.9527  0.05122 .
## lawn_area     -4.8498e-02 1.8836e-02 -2.5747  0.01022 *
## log(water_area) 5.7639e-05 9.1098e-05  0.6327  0.52712
## log(soil_area) 1.5724e-05 2.0004e-04  0.0786  0.93737
## log(turf_area) -1.4409e-05 9.7065e-05 -0.1484  0.88203
## grass_ndvi_mean 1.1670e-02 1.8186e-02  0.6417  0.52127
## tree_ndvi_mean 1.8846e-02 1.7484e-02  1.0779  0.28142
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1

```

```
print(cInterval)
```

```

##                      2.5 %         97.5 %
## factor(year)2014  0.0332852113 4.198848e-02
## factor(year)2016 -0.0439424594 -3.556599e-02
## factor(year)2018 -0.0375747900 -2.926141e-02
## tree_area        -0.0332066033 8.790881e-05
## lawn_area        -0.0854749189 -1.152059e-02
## log(water_area) -0.0001211960 2.364731e-04
## log(soil_area)  -0.0003769789 4.084278e-04
## log(turf_area)  -0.0002049560 1.761387e-04
## grass_ndvi_mean -0.0240315858 4.737147e-02
## tree_ndvi_mean  -0.0154767832 5.316887e-02

```

```

stargazer::stargazer(OLSM1,feM1,reM1,feM2FixedTime,
                      font.size = 'tiny',
                      title = 'Regression Models Sumamry',
                      column.labels = c("OLS", "FixedEffects",
                                      "RandomEffects",
                                      "FixedEffectsFixedTime"))

```

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```

qqnorm(residuals(feM1), ylab = 'Residuals')
qqline(residuals(feM1))

```

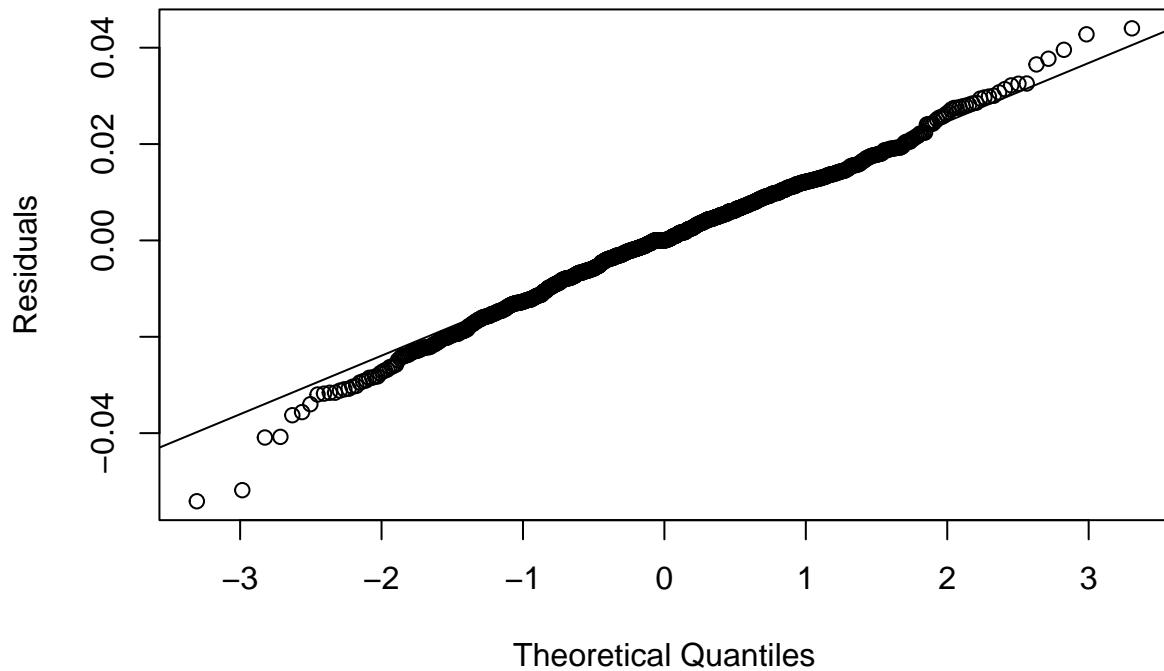
Table 5: Regression Models Sumamry

	Dependent variable: log(lst_day_mean)			
	<i>OLS</i>		<i>panel linear</i>	
	OLS (1)	FixedEffects (2)	RandomEffects (3)	FixedEffectsFixedTime (4)
factor(year)2014	3.731*** (0.026)	0.038*** (0.002)	3.658*** (0.009)	0.038*** (0.002)
factor(year)2016	3.648*** (0.024)	-0.040*** (0.002)	3.580*** (0.008)	-0.040*** (0.002)
factor(year)2018	3.655*** (0.026)	-0.033*** (0.002)	3.586*** (0.009)	-0.033*** (0.002)
factor(year)2020	3.714*** (0.025)		3.622*** (0.009)	
tree_area	-0.295*** (0.016)	-0.017** (0.008)	-0.046*** (0.008)	-0.017** (0.008)
lawn_area	-0.144** (0.062)	-0.048*** (0.018)	-0.065*** (0.019)	-0.048*** (0.018)
log(water_area)	-0.001*** (0.0004)	0.0001 (0.0001)	-0.00001 (0.0001)	0.0001 (0.0001)
log(soil_area)	0.001 (0.001)	0.00002 (0.0002)	0.00001 (0.0003)	0.00002 (0.0002)
log(turf_area)	0.0002 (0.0004)	-0.00001 (0.0001)	-0.00002 (0.0001)	-0.00001 (0.0001)
grass_ndvi_mean	-0.086 (0.077)	0.012 (0.020)	0.002 (0.021)	0.012 (0.020)
tree_ndvi_mean	0.059 (0.075)	0.019 (0.018)	0.026 (0.020)	0.019 (0.018)
Observations	1,057	1,057	1,057	1,057
R ²	1.000	0.848	0.944	0.848
Adjusted R ²	1.000	0.788	0.944	0.788
Residual Std. Error	0.075 (df = 1046)			
F Statistic	222,248.400*** (df = 11; 1046)	422.384*** (df = 10; 759)	623,338.300***	422.384*** (df = 10; 759)

Note:

*p<0.1; **p<0.05; ***p<0.01

Normal Q-Q Plot



```
hist(residuals(feM1), xlab = 'Residuals')
```

Histogram of residuals(feM1)

