

# ECON 717A: Problem Set 3

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## 1 Write-Up

### Problem 1 - Use `xtset` state year

### Problem 2 - Define Treatment Variable

I define the treatment indicator as one for state-years if `mlda == 21` and zero otherwise. This results in 96 zeros and 555 ones.

### Problem 3 - Naive Treatment Estimate

Below is a simple OLS regression of `rate18_20ht` on `mlda21`. The coefficient estimate on `mlda21` is negative but statistically insignificant, so this regression suggests that a minimum legal drinking age of 21 has no effect on the traffic fatality rate in the 18-20 age group. Thus, the estimate of the constant align relatively well with the unconditional mean of `mlda21` at 42.64. We do not want to take this estimate as the treatment effect too seriously. On the time dimension, `rate18_20ht` is generally decreasing over time and `mlda21` is generally increasing over time, and this estimate of the treatment effect do not control for time trends. Cross sectionally across states, the persistence of the both `rate18_20ht` and `mlda21` are quite high with average AR(1) coefficient around 0.5 and 0.95, respectively. Also we should be concerned about selection effects; for example, state with higher fatality rate may raise the drinking age to try to lower it. This estimate does not control for constant state-level effects.

VARIABLES	(1) rate18_20ht
mlda21	-3.150 (1.975)
Constant	45.32*** (1.845)
Observations	651
R-squared	0.004
Fixed Effects	None
Clusters	None
Robust standard errors in parentheses	
*** p<0.01, ** p<0.05, * p<0.1	

## Problem 4 - State or Year Fixed Effects

Below is the same regression as in (3) with state fixed effects and the same regression as in (2) with year fixed effects. The estimate of the treatment effect is now statistically significant, but with opposite signs. With state fixed effects, it is negative and, with year fixed effects, it is positive. The magnitude for both is about 9 percent. These findings makes sense. As mentioned in (3), `rate18_20ht` is generally decreasing over time and `mlda21` is generally increasing over time, so the coefficient on `mlda21` capture the time trend when controlling for state fixed effect. If you interpreted the results from the regression with the year fixed effects as treatment effects, it would suggest that a higher drinking age raises fatalities. This may be the selection effect at work. The state choose to have higher drinking ages because their fatality rates are high. Again, we should include both state-level and year-level fixed effects to get a better estimate of the treatment effect.

VARIABLES	(1) rate18_20ht
mlda21	-9.293*** (1.323)
5.state	-17.63*** (2.279)
6.state	-18.00*** (1.722)
9.state	-41.95*** (2.521)
12.state	-28.89*** (2.290)
15.state	-14.43*** (1.848)
17.state	-10.34*** (2.055)
18.state	-4.168*** (1.565)
19.state	-11.45*** (1.753)
21.state	-23.68*** (1.704)
23.state	-19.98*** (1.694)
25.state	-1.037 (2.268)
26.state	-3.568** (1.783)
29.state	2.199 (4.571)
32.state	16.47*** (4.081)
35.state	-14.20*** (3.218)
38.state	-8.028*** (3.010)
39.state	-19.78*** (1.763)
45.state	-17.64*** (2.362)
46.state	-4.781 (3.384)
48.state	-15.42*** (2.662)
Constant	62.77*** (1.833)
Observations	651
R-squared	0.500
Fixed Effects	State
Clusters	None

Robust standard errors in parentheses

\*\*\* p<0.01, \*\* p<0.05, \* p<0.1

VARIABLES	(1) rate18_20ht
mlda21	8.886*** (2.328)
1976.year	1.587 (5.517)
1977.year	4.472 (6.312)
1978.year	6.943 (6.015)
1979.year	5.010 (6.146)
1980.year	3.764 (5.903)
1981.year	-2.729 (5.136)
1982.year	-1.369 (6.111)
1983.year	-8.660 (5.374)
1984.year	-6.015 (5.364)
1985.year	-7.919 (5.167)
1986.year	-4.639 (5.655)
1987.year	-8.371 (5.591)
1988.year	-7.790 (5.366)
1989.year	-12.08** (5.110)
1990.year	-9.555* (5.477)
1991.year	-13.10** (5.372)
1992.year	-20.75*** (4.866)
1993.year	-19.22*** (5.259)
1994.year	-15.54*** (5.138)
1995.year	-14.23*** (5.359)
1996.year	-17.85*** (5.377)
1997.year	-18.86*** (5.010)
1998.year	-18.60*** (5.291)
1999.year	-20.99*** (5.085)
2000.year	-20.19*** (5.130)
2001.year	-21.78*** (5.050)
2002.year	-19.71*** (5.441)
2003.year	-20.24*** (4.872)
2004.year	-20.53*** (5.667)
2005.year	-22.09*** (5.420)
Constant	45.74*** (4.539)
Observations	651
R-squared	0.238
Fixed Effects	Year
Clusters	None

Robust standard errors in parentheses  
\*\*\* p<0.01, \*\* p<0.05, \* p<0.1

### Problem 5 - State and Year Fixed Effects with Clustered Standard Errors

Below is the regression with state and year fixed effects (suppressed due to space) with standard errors clustered at the state level. The coefficient is positive but statistically insignificant. This suggests that a higher drinking age has no effect on the fatality rate. This estimate is probably the most reasonable so far; however, we have not attempted to validate the parallel pre-trends assumption. I think I would be more convinced by a plausible natural experiment finding that exogenously changed the drinking age.

VARIABLES	(1) rate18_20ht
mla21	5.755 (4.764)
Observations	651
R-squared	0.691
Fixed Effects	State and Year
Clusters	States
Robust standard errors in parentheses	
*** p<0.01, ** p<0.05, * p<0.1	

### Problem 6 - State and Year Fixed Effects with Unclustered Standard Errors

Clearly, the unclustered standard errors are much lower than the clustered standard errors. This is the bias-variance trade-off. By clustering the standard errors we allow for more flexible estimation. This increased flexibility lowers the bias of our estimates, but increases the variance and thus the standard error.

VARIABLES	(1) rate18_20ht
mla21	5.755*** (1.669)
Observations	651
R-squared	0.691
Fixed Effects	State and Year
Clusters	None
Robust standard errors in parentheses	
*** p<0.01, ** p<0.05, * p<0.1	

## Problem 7 - Omitting after 1990

Below are estimates with data before and including 1990. The coefficient is much smaller (and still statistically insignificant). A larger estimate with the longer panel and a smaller estimate with the shorter panel may occur because the treatment effect takes awhile to materialize. For example, the law may not have been immediately enforced.

VARIABLES	(1) rate18_20ht
mlda21	1.165 (2.990)
Observations	336
R-squared	0.769
Fixed Effects	State and Year
Clusters	States
Period	Before 1990
Robust standard errors in parentheses	
*** p<0.01, ** p<0.05, * p<0.1	

## Problem 8 - Placebo Test

This placebo test tests whether there was an effect on traffic fatalities in 1982 in the states that subsequently raised their minimum drinking age in 1987 relative to the state with drinking ages at 21 for the entire sample period. We find a positive and statistically significant coefficient on the placebo indicator. This indicates that traffic fatality may have been rising in these state which then led them to increase the drinking age 5 years later.

VARIABLES	(1) rate18_20ht
placebo82	10.71*** (3.560)
Observations	204
R-squared	0.814
Fixed Effects	State and Year
Clusters	States
Robust standard errors in parentheses	
*** p<0.01, ** p<0.05, * p<0.1	

## Problem 9 - Michigan and Maryland

Below is a test of the treatment effect for early movers - Michigan and Maryland - relative to the sample of state with drinking ages at 21 for the entire sample period. The insignificant coefficient estimate for Michigan is in line with the zero impact for the larger sample. For Maryland, we find a slightly statistically significant increase in traffic fatality. If we take the estimate as statistically significant here, I think this increase could be driven by increased traffic fatalities from 18-20 year olds drinking and back driving from neighboring states like Virginia, DC, Pennsylvania, Delaware and West Virginia.

VARIABLES	(1) Michigan	(2) Maryland	(3) Maryland
mla21_mi	-1.006 (3.746)		
mla21_md		7.652* (3.915)	7.652* (3.915)
Observations	403	403	403
R-squared	0.716	0.719	0.719
Fixed Effects	State and Year	State and Year	State and Year
Robust standard errors in parentheses			
*** p<0.01, ** p<0.05, * p<0.1			

## Problem 10 - Early and Late Treatment Effects

Below is the regression breaking apart the treatment indicator into the first four years after treatment and the rest of the sample period. Both estimates are statistically indistinguishable from zero, but the late treatment estimate is much larger. This supports the discussion in (7) that the effects of this policy may be slow to materialize.

VARIABLES	(1) rate18_20ht
mla21_14	1.705 (3.252)
mla_later	7.260 (5.415)
Observations	651
R-squared	0.695
Fixed Effects	State and Year
Robust standard errors in parentheses	
*** p<0.01, ** p<0.05, * p<0.1	

## 2 Stata Log File

---

```
name: <unnamed>
log: /Users/vonhafften/Documents/UW Madison/problem_sets/econ_717a/ps3/analysis.smcl
log type: smcl
opened on: 15 Mar 2022, 10:08:39

. * ECON 717A: Applied Econometrics
. * Problem Set 3
. * Professor: Jeff Smith
. * Alex von Hafften
. * Diff-in-diff

.
. * clear workspace
. clear

.
. * install user defined functions (if needed)

. ssc install outreg2
checking outreg2 consistency and verifying not already installed...
all files already exist and are up to date.

. ssc install asreg
checking asreg consistency and verifying not already installed...
all files already exist and are up to date.

.
.
. * change working directory
```

```

. cd "/Users/vonhafften/Documents/UW Madison/problem_sets/econ_717a/ps3/"
/Users/vonhafften/Documents/UW Madison/problem_sets/econ_717a/ps3
.
. * open dataset

. use "Economics 717 Miron and Tetelbaum Data"

. *****
. * problem #1 - create panel
. *****
. *****
. xtset state year

Panel variable: state (strongly balanced)
Time variable: year, 1975 to 2005
Delta: 1 unit

. *****
. * problem #2 - create treatment indicator
. *****
. *****
. gen mlda21 = (mlda == 21)
. tab mlda21

```

mlda21	Freq.	Percent	Cum.
0	96	14.75	14.75
1	555	85.25	100.00



Total | 651 100.00

. \*\*\*\*\*

. \* problem #3 - naive treatment estimate

. \*\*\*\*\*

. regress rate18\_20ht mlda21, robust

Linear regression

Number of obs	=	651
F(1, 649)	=	2.54
Prob > F	=	0.111
R-squared	=	0.0044
Root MSE	=	16.802

9

			Robust			
rate18_20ht	Coefficient	std. err.	t	P> t	[95% conf. interval]	
mlda21	-3.150429	1.974831	-1.60	0.111	-7.02826	.7274009
_cons	45.32411	1.845321	24.56	0.000	41.70059	48.94763

. outreg2 using table\_3, addtext(Fixed Effects, None, Clusters, None) tex(frag) replace  
table\_3.tex  
dir : seeout

. \* summary statistics by year

. tab year, sum(rate18\_20ht)

		Summary of Total TFR per 100,000	
		18-20 year olds	
year	Mean	Std. dev.	Freq.

1975		50.818062	20.707453	21
1976		52.404836	17.196789	21
1977		55.29	22.491982	21
1978		57.760944	20.614483	21
1979		56.251402	20.889067	21
1980		55.005035	19.566773	21
1981		48.512411	12.776335	21
1982		49.872219	19.871372	21
1983		43.004066	14.330768	21
1984		45.649467	13.269491	21
1985		43.744915	12.479557	21
1986		47.44816	17.405369	21
1987		45.831965	16.21545	21
1988		46.836771	14.144787	21
1989		42.544014	11.999172	21
1990		45.07175	15.013165	21
1991		41.53127	14.192476	21
1992		33.879187	9.6341663	21
1993		35.403993	13.276247	21
1994		39.090837	12.248997	21
1995		40.39688	14.091257	21
1996		36.780595	14.239405	21
1997		35.766272	11.082532	21
1998		36.03141	13.541888	21
1999		33.634857	11.772848	21
2000		34.435184	12.17759	21
2001		32.841452	11.452997	21
2002		34.921019	14.736202	21
2003		34.388073	9.6995214	21
2004		34.097601	16.424139	21
2005		32.541424	14.573919	21
-----				
Total		42.63826	16.826073	651

. tab year, sum( mlda21)

Summary of mlda21			
year		Mean	Std. dev.
-----			
			Freq.

1975		.57142857	.50709255	21
1976		.57142857	.50709255	21
1977		.57142857	.50709255	21
1978		.57142857	.50709255	21
1979		.61904762	.49761335	21
1980		.61904762	.49761335	21
1981		.61904762	.49761335	21
1982		.61904762	.49761335	21
1983		.66666667	.48304589	21
1984		.66666667	.48304589	21
1985		.66666667	.48304589	21
1986		.71428571	.46291005	21
1987		.95238095	.21821789	21
1988		1	0	21
1989		1	0	21
1990		1	0	21
1991		1	0	21
1992		1	0	21
1993		1	0	21
1994		1	0	21
1995		1	0	21
1996		1	0	21
1997		1	0	21
1998		1	0	21
1999		1	0	21
2000		1	0	21
2001		1	0	21
2002		1	0	21
2003		1	0	21
2004		1	0	21
2005		1	0	21
-----				
Total		.85253456	.35484193	651

```

.
. * run ar regression by state
.
. gen rate18_20ht_ar = .
. (651 missing values generated)

```

```
. gen mlda21_ar = .
(651 missing values generated)
```

```
.
. sort state year
```

```
. by state: gen rate18_20ht_lag = rate18_20ht[_n-1]
(21 missing values generated)
```

```
. by state: gen mlda21_lag = mlda21[_n-1]
(21 missing values generated)
```

```
.
. egen group = group(state)
```

```
. summ group
```

Variable	Obs	Mean	Std. dev.	Min	Max
group	651	11	6.059957	1	21

```
. forvalues i = 1/'r(max)' {
2. reg rate18_20ht rate18_20ht_lag if 'i'==group
3. replace rate18_20ht_ar = _b[rate18_20ht_lag] if 'i'==group
4.
. reg mlda21 mlda21_lag if 'i'==group
5. replace mlda21_ar = _b[mlda21_lag] if 'i'==group
6. }
```

Source	SS	df	MS	Number of obs	=
Model	50.8910411	1	50.8910411	F(1, 28)	= 0.99
Residual	1434.47443	28	51.2312295	Prob > F	= 0.3275
				R-squared	= 0.0343
				Adj R-squared	= -0.0002
Total	1485.36547	29	51.2194988	Root MSE	= 7.1576

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.185344	.1859625	1.00	0.327	-.1955828 .5662709
_cons	43.64718	10.05279	4.34	0.000	23.05497 64.23939

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source	SS	df	MS	Number of obs	=	30
Model	0	0	.	Prob > F	=	0.00
Residual	0	29	0	R-squared	=	.
				Adj R-squared	=	.
Total	0	29	0	Root MSE	=	0

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag	0 (omitted)				
_cons	1	.	.	.	.

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	2876.35219	1	2876.35219	F(1, 28)	=	192.98
Residual	417.346485	28	14.9052316	Prob > F	=	0.0000
				R-squared	=	0.8733
				Adj R-squared	=	0.8688
Total	3293.69868	29	113.575816	Root MSE	=	3.8607

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.9447954	.0680121	13.89	0.000	.805479 1.084112
_cons	1.467115	2.559468	0.57	0.571	-3.775718 6.709948

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source	SS	df	MS	Number of obs	=	30
Model	0	0		F(0, 29)	=	0.00
Residual	0	29		Prob > F	=	.
				R-squared	=	.
				Adj R-squared	=	.
Total	0	29	0	Root MSE	=	0

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag	0 (omitted)				
_cons	1	.	.	.	.

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	951.879576	1	951.879576	F(1, 28)	=	21.64
Residual	1231.75417	28	43.9912203	Prob > F	=	0.0001
				R-squared	=	0.4359
				Adj R-squared	=	0.4158
Total	2183.63375	29	75.2977154	Root MSE	=	6.6326

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.6690986	.1438408	4.65	0.000	.374454 .9637431
_cons	12.74533	5.828401	2.19	0.037	.8063903 24.68427

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	6.27692308	1	6.27692308	F(1, 28)	=	190.40
Residual	.923076923	28	.032967033	Prob > F	=	0.0000
				R-squared	=	0.8718
				Adj R-squared	=	0.8672
Total	7.2	29	.248275862	Root MSE	=	.18157

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
--------	-------------	-----------	---	------	----------------------

mllda21_lag		.9230769	.0668967	13.80	0.000	.7860453	1.060109
_cons		.0769231	.050358	1.53	0.138	-.0262306	.1800767

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		114.631166	1	114.631166	F(1, 28)	=	1.33
Residual		2419.83615	28	86.4227195	Prob > F	=	0.2592
					R-squared	=	0.0452
					Adj R-squared	=	0.0111
Total		2534.46731	29	87.3954246	Root MSE	=	9.2964

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag		.2098069	.1821723	1.15	0.259	-.1633561 .5829698
_cons		12.21977	3.248335	3.76	0.001	5.565856 18.87368

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		6.05	1	6.05	F(1, 28)	=	184.80
Residual		.916666667	28	.032738095	Prob > F	=	0.0000
					R-squared	=	0.8684
					Adj R-squared	=	0.8637
Total		6.966666667	29	.240229885	Root MSE	=	.18094

mllda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
mllda21_lag		.9166667	.0674311	13.59	0.000	.7785403 1.054793
_cons		.0833333	.0522319	1.60	0.122	-.0236589 .1903256

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		257.018472	1	257.018472	F(1, 28)	=	1.83
					Prob > F	=	0.1868

Residual		3929.59712	28	140.342754	R-squared	=	0.0614
-----							
Total		4186.61559	29	144.366055	Adj R-squared	=	0.0279
					Root MSE	=	11.847

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
rate18_20ht_lag		.2541491	.1878025	1.35	0.187	-.1305469 .6388452
_cons		20.7189	5.805045	3.57	0.001	8.827801 32.60999

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
-----							
Model		6.05	1	6.05	F(1, 28)	=	184.80
Residual		.916666667	28	.032738095	Prob > F	=	0.0000
-----							
					R-squared	=	0.8684
-----							
Total		6.96666667	29	.240229885	Adj R-squared	=	0.8637
					Root MSE	=	.18094

mla21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
mla21_lag		.9166667	.0674311	13.59	0.000	.7785403 1.054793
_cons		.0833333	.0522319	1.60	0.122	-.0236589 .1903256

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
-----							
Model		557.913904	1	557.913904	F(1, 28)	=	15.41
Residual		1013.66921	28	36.2024719	Prob > F	=	0.0005
-----							
					R-squared	=	0.3550
-----							
Total		1571.58312	29	54.1925213	Adj R-squared	=	0.3320
					Root MSE	=	6.0168

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
rate18_20ht_lag		.5971387	.152111	3.93	0.001	.2855534 .908724
_cons		15.18936	6.090247	2.49	0.019	2.714051 27.66466



(31 real changes made)						
note: mlda21_lag omitted because of collinearity.						
Source	SS	df	MS	Number of obs	=	30
-----+-----						
Model	0	0	.	F(0, 29)	=	0.00
Residual	0	29	0	Prob > F	=	.
-----+-----						
				R-squared	=	.
-----+-----						
				Adj R-squared	=	.
-----+-----						
Total	0	29	0	Root MSE	=	0
-----+-----						
mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]	
-----+-----						
mlda21_lag	0	(omitted)				
_cons	1	.	.	.	.	.
-----+-----						
(31 real changes made)						
Source	SS	df	MS	Number of obs	=	30
-----+-----						
Model	644.528657	1	644.528657	F(1, 28)	=	7.84
Residual	2301.13766	28	82.1834878	Prob > F	=	0.0091
-----+-----						
				R-squared	=	0.2188
-----+-----						
				Adj R-squared	=	0.1909
-----+-----						
Total	2945.66632	29	101.574701	Root MSE	=	9.0655
-----+-----						
rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]	
-----+-----						
rate18_20ht_lag	.4991763	.1782482	2.80	0.009	.1340514	.8643011
_cons	23.02791	8.549602	2.69	0.012	5.51484	40.54097
-----+-----						
(31 real changes made)						
Source	SS	df	MS	Number of obs	=	30
-----+-----						
Model	5.75757576	1	5.75757576	F(1, 28)	=	177.33
Residual	.909090909	28	.032467532	Prob > F	=	0.0000
-----+-----						
				R-squared	=	0.8636
-----+-----						
				Adj R-squared	=	0.8588

Total		6.66666667	29	.229885057	Root MSE	=	.18019
-------	--	------------	----	------------	----------	---	--------

mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag		.9090909	.0682672	13.32	0.000	.7692519 1.04893
_cons		.0909091	.0543286	1.67	0.105	-.0203779 .2021961

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		.11027627	1	.11027627	F(1, 28)	=	0.00
Residual		774.128609	28	27.6474503	Prob > F	=	0.9501
					R-squared	=	0.0001
					Adj R-squared	=	-0.0356
Total		774.238885	29	26.6978926	Root MSE	=	5.2581

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag		-.0119019	.1884536	-0.06	0.950	-.3979316 .3741277
_cons		49.82445	9.342207	5.33	0.000	30.68781 68.9611

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source		SS	df	MS	Number of obs	=	30
Model		0	0	.	F(0, 29)	=	0.00
Residual		0	29	0	Prob > F	=	.
					R-squared	=	.
					Adj R-squared	=	.
Total		0	29	0	Root MSE	=	0

mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag		0 (omitted)				
_cons		1	.	.	.	.

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	550.719155	1	550.719155	F(1, 28)	=	10.18
Residual	1515.36243	28	54.1200868	Prob > F	=	0.0035
				R-squared	=	0.2666
				Adj R-squared	=	0.2404
Total	2066.08159	29	71.2441926	Root MSE	=	7.3566

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.5260287	.1649011	3.19	0.003	.1882441 .8638132
_cons	21.44179	7.687575	2.79	0.009	5.694512 37.18908

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	6.05	1	6.05	F(1, 28)	=	184.80
Residual	.916666667	28	.032738095	Prob > F	=	0.0000
				R-squared	=	0.8684
				Adj R-squared	=	0.8637
Total	6.966666667	29	.240229885	Root MSE	=	.18094

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag	.9166667	.0674311	13.59	0.000	.7785403 1.054793
_cons	.0833333	.0522319	1.60	0.122	-.0236589 .1903256

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	628.320704	1	628.320704	F(1, 28)	=	16.90
Residual	1041.26082	28	37.1878864	Prob > F	=	0.0003
				R-squared	=	0.3763
				Adj R-squared	=	0.3541
Total	1669.58152	29	57.5717767	Root MSE	=	6.0982

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.6413244	.1560227	4.11	0.000	.3217263 .9609224
_cons	11.11797	5.208105	2.13	0.042	.4496501 21.78629

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	4.49166667	1	4.49166667	F(1, 28)	=	143.73
Residual	.875	28	.03125	Prob > F	=	0.0000
				R-squared	=	0.8370
				Adj R-squared	=	0.8311
Total	5.36666667	29	.185057471	Root MSE	=	.17678

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag	.875	.0729843	11.99	0.000	.7254985 1.024502
_cons	.125	.0625	2.00	0.055	-.0030254 .2530254

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	1309.76588	1	1309.76588	F(1, 28)	=	70.67
Residual	518.955397	28	18.5341213	Prob > F	=	0.0000
				R-squared	=	0.7162
				Adj R-squared	=	0.7061
Total	1828.72128	29	63.0593545	Root MSE	=	4.3051

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.800356	.0952078	8.41	0.000	.6053317 .9953803
_cons	6.347582	3.405383	1.86	0.073	-.6280293 13.32319

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
--------	----	----	----	---------------	---	----

Model	1	1.95	1	1.95	F(1, 28)	=	72.80
Residual	28	.75	.026785714	R-squared	Prob > F	=	0.0000
Total	29	2.7	.093103448	Adj R-squared	R-squared	=	0.7222
				Root MSE	Adj R-squared	=	0.7123
					Root MSE	=	.16366

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag	.75	.0879014	8.53	0.000	.5699422 .9300578
_cons	.25	.0818317	3.06	0.005	.0823753 .4176247

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	1.53655217	1	1.53655217	F(1, 28)	=	0.03
Residual	1525.26228	28	54.4736529	Prob > F	=	0.8678
Total	1526.79883	29	52.6482356	R-squared	=	0.0010
				Adj R-squared	=	-0.0347
				Root MSE	=	7.3806

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	-.030577	.18206	-0.17	0.868	-.4035099 .3423559
_cons	58.24621	10.22354	5.70	0.000	37.30425 79.18818

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	6.05	1	6.05	F(1, 28)	=	184.80
Residual	.916666667	28	.032738095	Prob > F	=	0.0000
Total	6.966666667	29	.240229885	R-squared	=	0.8684
				Adj R-squared	=	0.8637
				Root MSE	=	.18094

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
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mla21_lag		.9166667	.0674311	13.59	0.000	.7785403	1.054793
_cons		.0833333	.0522319	1.60	0.122	-.0236589	.1903256

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		65.8488274	1	65.8488274	F(1, 28)	=	1.33
Residual		1385.98041	28	49.4993005	Prob > F	=	0.2585
					R-squared	=	0.0454
					Adj R-squared	=	0.0113
Total		1451.82924	29	50.0630772	Root MSE	=	7.0356

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag		-.2129115	.184597	-1.15	0.259	-.5910414 .1652183
_cons		60.46621	9.293029	6.51	0.000	41.4303 79.50211

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source		SS	df	MS	Number of obs	=	30
Model		0	0	.	F(0, 29)	=	0.00
Residual		0	29	0	Prob > F	=	.
					R-squared	=	.
					Adj R-squared	=	.
Total		0	29	0	Root MSE	=	0

mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag		0 (omitted)				
_cons		1	.	.	.	.

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		10152.2733	1	10152.2733	F(1, 28)	=	41.56
					Prob > F	=	0.0000

Residual		6839.14891	28	244.255318	R-squared	=	0.5975
Total		16991.4222	29	585.911111	Adj R-squared	=	0.5831
					Root MSE	=	15.629
-----							
rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]	
-----							
rate18_20ht_lag		.7612829	.1180827	6.45	0.000	.5194014	1.003164
_cons		11.81063	7.23613	1.63	0.114	-3.011912	26.63317
-----							
(31 real changes made)							
note: mlda21_lag omitted because of collinearity.							
Source		SS	df	MS	Number of obs	=	30
-----							
Model		0	0		F(0, 29)	=	0.00
Residual		0	29	0	Prob > F	=	.
Total		0	29	0	R-squared	=	.
					Adj R-squared	=	.
					Root MSE	=	0
-----							
mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]	
-----							
mlda21_lag		0 (omitted)					
_cons		1	.	.	.	.	.
-----							
(31 real changes made)							
Source		SS	df	MS	Number of obs	=	30
-----							
Model		6106.58482	1	6106.58482	F(1, 28)	=	24.80
Residual		6894.56356	28	246.234413	Prob > F	=	0.0000
Total		13001.1484	29	448.315461	R-squared	=	0.4697
					Adj R-squared	=	0.4508
					Root MSE	=	15.692
-----							
rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]	
-----							
rate18_20ht_lag		.6681955	.1341772	4.98	0.000	.393346	.943045

_cons		21.81069	9.884604	2.21	0.036	1.562997	42.05839
-------	--	----------	----------	------	-------	----------	----------

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source		SS	df	MS	Number of obs	=	30
Model		0	0		F(0, 29)	=	0.00
Residual		0	29		Prob > F	=	.
					R-squared	=	.
					Adj R-squared	=	.
Total		0	29	0	Root MSE	=	0

mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
--------	--	-------------	-----------	---	------	----------------------

mlda21_lag		0 (omitted)				
------------	--	-------------	--	--	--	--

_cons		1	.	.	.	.
-------	--	---	---	---	---	---

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
Model		2374.41032	1	2374.41032	F(1, 28)	=	13.27
Residual		5008.37239	28	178.870442	Prob > F	=	0.0011
					R-squared	=	0.3216
					Adj R-squared	=	0.2974
Total		7382.7827	29	254.578714	Root MSE	=	13.374

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-------------	--	-------------	-----------	---	------	----------------------

rate18_20ht_lag		.5414	.1485969	3.64	0.001	.2370131	.8457868
_cons		17.0394	6.346977	2.68	0.012	4.038211	30.0406

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source		SS	df	MS	Number of obs	=	30
Model		0	0		F(0, 29)	=	0.00
					Prob > F	=	.



Residual		0	29	0	R-squared	=	.
-----							
Total		0	29	0	Adj R-squared	=	.
-----							
					Root MSE	=	0

mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
mlda21_lag		0	(omitted)			
_cons		1	.	.	.	.

(31 real changes made)

Source		SS	df	MS	Number of obs	=	30
-----							
Model		3882.76723	1	3882.76723	F(1, 28)	=	37.56
Residual		2894.57842	28	103.377801	Prob > F	=	0.0000
-----							
					R-squared	=	0.5729
-----							
					Adj R-squared	=	0.5577
Total		6777.34565	29	233.701574	Root MSE	=	10.167

rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
rate18_20ht_lag		.7691456	.1255023	6.13	0.000	.5120659 1.026225
_cons		9.632915	6.071371	1.59	0.124	-2.803724 22.06955

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source		SS	df	MS	Number of obs	=	30
-----							
Model		0	0	.	F(0, 29)	=	0.00
Residual		0	29	0	Prob > F	=	.
-----							
					R-squared	=	.
-----							
					Adj R-squared	=	.
Total		0	29	0	Root MSE	=	0

mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
mlda21_lag		0	(omitted)			

_cons	1	.	.	.	.	.
-------	---	---	---	---	---	---

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	855.31834	1	855.31834	F(1, 28)	=	48.05
Residual	498.43711	28	17.8013254	Prob > F	=	0.0000
				R-squared	=	0.6318
				Adj R-squared	=	0.6187
Total	1353.75545	29	46.6812224	Root MSE	=	4.2192

rate18_20ht	Coefficient	Std. err.	t	P> t	[95% conf. interval]
rate18_20ht_lag	.7953728	.1147448	6.93	0.000	.5603287 1.030417
_cons	6.534121	3.964868	1.65	0.111	-1.587543 14.65579

(31 real changes made)

note: mlda21\_lag omitted because of collinearity.

Source	SS	df	MS	Number of obs	=	30
Model	0	0	.	F(0, 29)	=	0.00
Residual	0	29	0	Prob > F	=	.
				R-squared	=	.
				Adj R-squared	=	.
Total	0	29	0	Root MSE	=	0

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
--------	-------------	-----------	---	------	----------------------

mlda21_lag	0 (omitted)
_cons	1

(31 real changes made)

Source	SS	df	MS	Number of obs	=	30
Model	1519.60253	1	1519.60253	F(1, 28)	=	19.69
Residual	2160.62801	28	77.165286	Prob > F	=	0.0001
				R-squared	=	0.4129

-----+-----						-----					
Total		3680.23054		29	126.904501		Adj R-squared	=	0.3919		
							Root MSE	=	8.7844		
-----+-----											
rate18_20ht		Coefficient	Std. err.		t		P> t		[95% conf. interval]		
-----+-----											
rate18_20ht_lag		.6968599	.1570332		4.44		0.000		.375192		1.018528
_cons		10.38513	5.967755		1.74		0.093		-1.839259		22.60952
-----+-----											
(31 real changes made)											
note: mlda21_lag omitted because of collinearity.											
-----+-----											
Source		SS	df	MS		Number of obs	=	30			
-----+-----											
Model		0	0			F(0, 29)	=	0.00			
Residual		0	29			Prob > F	=	.			
-----+-----											
						R-squared	=	.			
-----+-----											
						Adj R-squared	=	.			
Total		0	29	0		Root MSE	=	0			
-----+-----											
mlda21		Coefficient	Std. err.		t		P> t		[95% conf. interval]		
-----+-----											
mlda21_lag		0 (omitted)									
_cons		1	.		.		.		.		
-----+-----											
(31 real changes made)											
-----+-----											
Source		SS	df	MS		Number of obs	=	30			
-----+-----											
Model		3193.91674	1	3193.91674		F(1, 28)	=	12.28			
Residual		7281.68317	28	260.060113		Prob > F	=	0.0016			
-----+-----											
						R-squared	=	0.3049			
-----+-----											
						Adj R-squared	=	0.2801			
Total		10475.5999	29	361.227583		Root MSE	=	16.126			
-----+-----											
rate18_20ht		Coefficient	Std. err.		t		P> t		[95% conf. interval]		
-----+-----											
rate18_20ht_lag		.5328112	.1520367		3.50		0.002		.2213782		.8442443
_cons		22.78523	8.592281		2.65		0.013		5.184737		40.38572

-----						
(31 real changes made)						
-----						
Source		SS	df	MS	Number of obs	= 30
-----						
Model		6.05	1	6.05	F(1, 28)	= 184.80
Residual		.916666667	28	.032738095	Prob > F	= 0.0000
-----						
					R-squared	= 0.8684
-----						
					Adj R-squared	= 0.8637
-----						
Total		6.96666667	29	.240229885	Root MSE	= .18094
-----						
mlda21		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
mlda21_lag		.9166667	.0674311	13.59	0.000	.7785403 1.054793
_cons		.0833333	.0522319	1.60	0.122	-.0236589 .1903256
-----						
(31 real changes made)						
-----						
Source		SS	df	MS	Number of obs	= 30
-----						
Model		3745.92859	1	3745.92859	F(1, 28)	= 93.00
Residual		1127.80373	28	40.2787046	Prob > F	= 0.0000
-----						
					R-squared	= 0.7686
-----						
					Adj R-squared	= 0.7603
-----						
Total		4873.73232	29	168.059735	Root MSE	= 6.3466
-----						
rate18_20ht		Coefficient	Std. err.	t	P> t	[95% conf. interval]
-----						
rate18_20ht_lag		.8909771	.0923899	9.64	0.000	.7017249 1.080229
_cons		3.111875	3.757227	0.83	0.415	-4.584456 10.80821
-----						
(31 real changes made)						
note: mlda21_lag omitted because of collinearity.						
-----						
Source		SS	df	MS	Number of obs	= 30
-----						
Model		0	0	.	F(0, 29)	= 0.00
Residual		0	29	0	Prob > F	= .
-----						
					R-squared	= .
-----						
					Adj R-squared	= .
-----						

Total | 0 29 0 Root MSE = 0

mlda21	Coefficient	Std. err.	t	P> t	[95% conf. interval]
mlda21_lag	0 (omitted)				
_cons	1	.	.	.	.

(31 real changes made)

. \* if mlda never changes, then set ar coefficient to 1.

. replace mlda21\_ar = 1 if mldayr == 0  
(372 real changes made)

. summ rate18\_20ht\_ar

29

Variable	Obs	Mean	Std. dev.	Min	Max
rate18_20ht_r	651	.5108511	.315745	-.2129115	.9447954

. summ mlda21\_ar

Variable	Obs	Mean	Std. dev.	Min	Max
mlda21_ar	651	.9543096	.0629879	.75	1

. \*\*\*\*\*

. \* problem #4 - naive treatment estimate with state or year fes

. \*\*\*\*\*

. regress rate18\_20ht mlda21 i.state, robust

Number of obs	=	651
F(21, 629)	=	38.72
Prob > F	=	0.0000
R-squared	=	0.5003
Root MSE	=	12.091

```
. outreg2 using table_4_state, addtext(Fixed Effects, State, Clusters, None) tex(frag) replace
table_4_state.tex
```

dir : seeout

```
.  
. regress rate18_20ht mlda21 i.year, robust
```

Linear regression

Number of obs = 651  
F(31, 619) = 6.06  
Prob > F = 0.0000  
R-squared = 0.2382  
Root MSE = 15.049

		Robust									
rate18_20ht	Coefficient	std. err.	t	P> t	[95% conf. interval]						
mlda21	8.88623	2.327919	3.82	0.000	4.314654	13.45781					
year											
1976	1.586774	5.516733	0.29	0.774	-9.247007	12.42055					
1977	4.471938	6.311562	0.71	0.479	-7.922732	16.86661					
1978	6.942881	6.015238	1.15	0.249	-4.869867	18.75563					
1979	5.010186	6.146383	0.82	0.415	-7.060104	17.08047					
1980	3.763819	5.903032	0.64	0.524	-7.828577	15.35621					
1981	-2.728805	5.13647	-0.53	0.595	-12.81582	7.358213					
1982	-1.368997	6.110785	-0.22	0.823	-13.36938	10.63139					
1983	-8.660304	5.374272	-1.61	0.108	-19.21432	1.893711					
1984	-6.014903	5.364249	-1.12	0.263	-16.54923	4.519429					
1985	-7.919455	5.167422	-1.53	0.126	-18.06726	2.228348					
1986	-4.639364	5.654572	-0.82	0.412	-15.74383	6.465106					
1987	-8.371328	5.591144	-1.50	0.135	-19.35124	2.608581					
1988	-7.789676	5.36555	-1.45	0.147	-18.32656	2.74721					
1989	-12.08243	5.110149	-2.36	0.018	-22.11776	-2.047103					
1990	-9.554697	5.476933	-1.74	0.082	-20.31032	1.200924					
1991	-13.09518	5.371553	-2.44	0.015	-23.64385	-2.546502					
1992	-20.74726	4.865527	-4.26	0.000	-30.3022	-11.19232					
1993	-19.22245	5.258629	-3.66	0.000	-29.54937	-8.895537					
1994	-15.53561	5.138342	-3.02	0.003	-25.62631	-5.444915					
1995	-14.22957	5.358827	-2.66	0.008	-24.75325	-3.705882					
1996	-17.84585	5.377473	-3.32	0.001	-28.40615	-7.28555					

```

1997 | -18.86017 5.010438 -3.76 0.000 -28.69969 -9.020657
1998 | -18.59504 5.290838 -3.51 0.000 -28.9852 -8.204869
1999 | -20.99159 5.084979 -4.13 0.000 -30.97749 -11.00569
2000 | -20.19126 5.13024 -3.94 0.000 -30.26605 -10.11648
2001 | -21.785 5.050018 -4.31 0.000 -31.70224 -11.86775
2002 | -19.70543 5.440937 -3.62 0.000 -30.39036 -9.020494
2003 | -20.23837 4.871717 -4.15 0.000 -29.80547 -10.67128
2004 | -20.52885 5.666785 -3.62 0.000 -31.6573 -9.400393
2005 | -22.08502 5.420049 -4.07 0.000 -32.72894 -11.44111
    _cons | 45.74022 4.539007 10.08 0.000 36.8265 54.65393
-----

```

```

. outreg2 using table_4_year, addtext(Fixed Effects, Year, Clusters, None) tex(frag) replace
table_4_year.tex
dir : seeout

```

```

. *****
. *****
. * problem #5 - naive treatment estimate
. * with state and year fes and clustered ses
. *****
. regress rate18_20ht mlda21 i.year i.state, robust cluster(state)

```

```

Linear regression
               Number of obs   =   651
               F(19, 20)       =   .
               Prob > F         =   .
               R-squared        =   0.6914
               Root MSE       =   9.7375

               (Std. err. adjusted for 21 clusters in state)
-----
               |               Robust
rate18_20ht | Coefficient std. err.      t      P>|t|      [95% conf. interval]

```



mlda21	5.755264	4.764454	1.21	0.241	-4.183213	15.69374
year						
1976	1.586774	2.074697	0.76	0.453	-2.740968	5.914516
1977	4.471938	2.212946	2.02	0.057	-1.1441867	9.088062
1978	6.942881	2.423455	2.86	0.010	1.887642	11.99812
1979	5.159279	2.291585	2.25	0.036	.3791171	9.939441
1980	3.912912	2.523114	1.55	0.137	-1.350212	9.176037
1981	-2.579711	3.524938	-0.73	0.473	-9.932604	4.773181
1982	-1.219903	2.025216	-0.60	0.554	-5.44443	3.004623
1983	-8.362117	2.877852	-2.91	0.009	-14.36521	-2.359023
1984	-5.716716	3.685785	-1.55	0.137	-13.40513	1.971698
1985	-7.621268	3.288115	-2.32	0.031	-14.48016	-.7623797
1986	-4.192083	3.448021	-1.22	0.238	-11.38453	3.000363
1987	-7.178579	3.857767	-1.86	0.078	-15.22574	.8685828
1988	-6.447833	3.883399	-1.66	0.112	-14.54846	1.652795
1989	-10.74059	3.983096	-2.70	0.014	-19.04918	-2.431999
1990	-8.212854	3.135324	-2.62	0.016	-14.75302	-1.672683
1991	-11.75333	3.834787	-3.06	0.006	-19.75256	-3.754109
1992	-19.40542	4.517521	-4.30	0.000	-28.8288	-9.982033
1993	-17.88061	4.811318	-3.72	0.001	-27.91684	-7.844378
1994	-14.19377	4.9687	-2.86	0.010	-24.55829	-3.82924
1995	-12.88772	4.097612	-3.15	0.005	-21.43519	-4.340255
1996	-16.50401	4.355753	-3.79	0.001	-25.58995	-7.418067
1997	-17.51833	4.417279	-3.97	0.001	-26.73261	-8.30405
1998	-17.25319	4.725276	-3.65	0.002	-27.10995	-7.396441
1999	-19.64975	4.916104	-4.00	0.001	-29.90456	-9.394934
2000	-18.84942	4.81127	-3.92	0.001	-28.88555	-8.813287
2001	-20.44315	5.869097	-3.48	0.002	-32.68587	-8.200431
2002	-18.36358	4.861316	-3.78	0.001	-28.50411	-8.223058
2003	-18.89653	4.613319	-4.10	0.001	-28.51975	-9.273316
2004	-19.187	4.939236	-3.88	0.001	-29.49007	-8.883937
2005	-20.74318	4.590038	-4.52	0.000	-30.31783	-11.16853
state						
5	-17.63309	9.75e-14	-1.8e+14	0.000	-17.63309	-17.63309
6	-11.69237	1.997997	-5.85	0.000	-15.86012	-7.524622
9	-36.12035	1.844305	-19.58	0.000	-39.9675	-32.27319

```

12 | -23.06333 1.844305 -12.51 0.000 -26.91048 -19.21618
15 | -14.43497 9.75e-14 -1.5e+14 0.000 -14.43497 -14.43497
17 | -5.001109 1.690613 -2.96 0.008 -8.527665 -1.474552
18 | -4.167683 9.75e-14 -4.3e+13 0.000 -4.167683 -4.167683
19 | -5.629725 1.844305 -3.05 0.006 -9.476877 -1.782573
21 | -19.79999 1.229536 -16.10 0.000 -22.36476 -17.23522
23 | -18.03509 .6147682 -29.34 0.000 -19.31747 -16.7527
25 | 4.788055 1.844305 2.60 0.017 .9409026 8.635207
26 | -3.567835 9.75e-14 -3.7e+13 0.000 -3.567835 -3.567835
29 | 2.198612 9.79e-14 2.2e+13 0.000 2.198612 2.198612
32 | 16.47085 9.78e-14 1.7e+14 0.000 16.47085 16.47085
35 | -14.19745 9.75e-14 -1.5e+14 0.000 -14.19745 -14.19745
38 | -8.028192 9.77e-14 -8.2e+13 0.000 -8.028192 -8.028192
39 | -19.78079 9.76e-14 -2.0e+14 0.000 -19.78079 -19.78079
45 | -17.64001 9.76e-14 -1.8e+14 0.000 -17.64001 -17.64001
46 | 1.04464 1.844305 0.57 0.577 -2.802512 4.891792
48 | -15.41629 9.76e-14 -1.6e+14 0.000 -15.41629 -15.41629

      _cons | 57.51535 4.778858 12.04 0.000 47.54682 67.48387
-----|-----
. outreg2 using table_5, keep(mlda21) addtext(Fixed Effects, State and Year, Clusters, States) nocons tex(frag) replace
table_5.tex
dir : seeout
.
. *****
. * problem #6 - treatment estimate
. * with state and year fes and unclustered ses
. *****
. regress rate18_20ht mlda21 i.year i.state, robust
.
Linear regression

```

```

Number of obs      =      651
F(51, 599)         =      25.04

```

Prob > F = 0.0000  
 R-squared = 0.6914  
 Root MSE = 9.7375

		Robust					
rate18_20ht	Coefficient	std. err.	t	P> t	[95% conf. interval]		
mlda21	5.755264	1.668881	3.45	0.001	2.477694	9.032833	
year							
1976	1.586774	3.550686	0.45	0.655	-5.386533	8.560081	
1977	4.471938	4.322481	1.03	0.301	-4.017121	12.961	
1978	6.942881	3.678828	1.89	0.060	-.2820875	14.16785	
1979	5.159279	4.149023	1.24	0.214	-2.989121	13.30768	
1980	3.912912	3.888638	1.01	0.315	-3.724109	11.54993	
1981	-2.579711	3.497186	-0.74	0.461	-9.447947	4.288525	
1982	-1.219903	4.101644	-0.30	0.766	-9.275254	6.835448	
1983	-8.362117	3.350342	-2.50	0.013	-14.94196	-1.782271	
1984	-5.716716	3.585548	-1.59	0.111	-12.75849	1.325059	
1985	-7.621268	3.300416	-2.31	0.021	-14.10306	-1.139475	
1986	-4.192083	3.362003	-1.25	0.213	-10.79483	2.410663	
1987	-7.178579	3.462968	-2.07	0.039	-13.97961	-.3775437	
1988	-6.447833	3.46534	-1.86	0.063	-13.25353	.3578594	
1989	-10.74059	3.345871	-3.21	0.001	-17.31166	-4.169526	
1990	-8.212854	3.323583	-2.47	0.014	-14.74014	-1.685563	
1991	-11.75333	3.1375	-3.75	0.000	-17.91517	-5.591497	
1992	-19.40542	3.331777	-5.82	0.000	-25.9488	-12.86203	
1993	-17.88061	3.576713	-5.00	0.000	-24.90503	-10.85619	
1994	-14.19377	3.779159	-3.76	0.000	-21.61578	-6.771754	
1995	-12.88772	3.436375	-3.75	0.000	-19.63653	-6.138917	
1996	-16.50401	3.416089	-4.83	0.000	-23.21298	-9.795041	
1997	-17.51833	3.498008	-5.01	0.000	-24.38818	-10.64848	
1998	-17.25319	3.556255	-4.85	0.000	-24.23744	-10.26895	
1999	-19.64975	3.771412	-5.21	0.000	-27.05654	-12.24295	
2000	-18.84942	3.410245	-5.53	0.000	-25.54691	-12.15193	
2001	-20.44315	3.962487	-5.16	0.000	-28.22521	-12.6611	
2002	-18.36358	3.61721	-5.08	0.000	-25.46754	-11.25963	
2003	-18.89653	3.633407	-5.20	0.000	-26.0323	-11.76077	

2004		-19.187	3.71457	-5.17	0.000	-26.48217	-11.89184
2005		-20.74318	3.556779	-5.83	0.000	-27.72845	-13.75791
state							
5		-17.63309	1.666067	-10.58	0.000	-20.90513	-14.36104
6		-11.69237	1.951735	-5.99	0.000	-15.52545	-7.859295
9		-36.12035	2.996451	-12.05	0.000	-42.00517	-30.23552
12		-23.06333	2.330228	-9.90	0.000	-27.63974	-18.48692
15		-14.43497	1.720481	-8.39	0.000	-17.81388	-11.05607
17		-5.001109	2.063429	-2.42	0.016	-9.053544	-9.9486732
18		-4.167683	2.078342	-2.01	0.045	-8.249405	-0.0859611
19		-5.629725	2.008666	-2.80	0.005	-9.574609	-1.684841
21		-19.79999	1.81642	-10.90	0.000	-23.36732	-16.23266
23		-18.03509	1.824432	-9.89	0.000	-21.61815	-14.45203
25		4.788055	2.607444	1.84	0.067	-3.327885	9.908898
26		-3.567835	2.239547	-1.59	0.112	-7.966154	.8304842
29		2.198612	3.411899	0.64	0.520	-4.502126	8.899351
32		16.47085	3.071123	5.36	0.000	10.43938	22.50233
35		-14.19745	2.578666	-5.51	0.000	-19.26177	-9.13312
38		-8.028192	2.209552	-3.63	0.000	-12.3676	-3.688781
39		-19.78079	1.840723	-10.75	0.000	-23.39585	-16.16574
45		-17.64001	2.003659	-8.80	0.000	-21.57506	-13.70496
46		1.04464	3.280043	0.32	0.750	-5.397142	7.486423
48		-15.41629	1.848006	-8.34	0.000	-19.04565	-11.78693
_cons							
		57.51535	3.51386	16.37	0.000	50.61436	64.41633

```

. outreg2 using table_6, keep(mlda21) addtext(Fixed Effects, State and Year, Clusters, None) nocons tex(frag) replace
table_6.tex
dir : seeout

```

```

. *****
. *****
. * problem #7 - treatment estimate
. * with state and year fes and unclustered ses

```

```

. * before and including 1990
.
. *****
. regress rate18_20ht mlda21 i.year i.state if year <= 1990, robust cluster(state)
.
Linear regression
               Number of obs   =       336
               F(15, 20)      =          .
               Prob > F       =          .
               R-squared       =    0.7694
               Root MSE      =    8.8637

```

(Std. err. adjusted for 21 clusters in state)

rate18_20ht	Coefficient	Robust std. err.	t	P> t	[95% conf. interval]
mlda21	1.164507	2.989659	0.39	0.701	-5.071813 7.400826
year					
1976	1.586774	2.108134	0.75	0.460	-2.810717 5.984264
1977	4.471938	2.248611	1.99	0.061	-.2185829 9.162458
1978	6.942881	2.462513	2.82	0.011	1.806169 12.07959
1979	5.377887	2.246382	2.39	0.027	.6920164 10.06376
1980	4.13152	2.51051	1.65	0.115	-1.105312 9.368352
1981	-2.361104	3.525772	-0.67	0.511	-9.715736 4.993529
1982	-1.001296	1.930725	-0.52	0.610	-5.028717 3.026125
1983	-7.924902	2.937378	-2.70	0.014	-14.05216 -1.797639
1984	-5.279501	3.675871	-1.44	0.166	-12.94723 2.388233
1985	-7.184053	3.398726	-2.11	0.047	-14.27367 -.0944344
1986	-3.536261	3.624687	-0.98	0.341	-11.09723 4.024705
1987	-5.429719	3.878214	-1.40	0.177	-13.51953 2.660093
1988	-4.480366	3.667831	-1.22	0.236	-12.13133 3.170595
1989	-8.773123	4.11817	-2.13	0.046	-17.36347 -.1827716
1990	-6.245387	3.153536	-1.98	0.062	-12.82355 .3327748
state					
5	-11.45413	5.43e-14	-2.1e+14	0.000	-11.45413 -11.45413

6		-10.65691	2.429098	-4.39	0.000	-15.72392	-5.589897
9		-44.13431	2.242244	-19.68	0.000	-48.81155	-39.45707
12		-20.49993	2.242244	-9.14	0.000	-25.17717	-15.82269
15		-12.36255	5.40e-14	-2.3e+14	0.000	-12.36255	-12.36255
17		-2.703161	2.055391	-1.32	0.203	-6.990631	1.584308
18		-5.478406	5.43e-14	-1.0e+14	0.000	-5.478406	-5.478406
19		-5.158613	2.242244	-2.30	0.032	-9.835852	-.4813731
21		-18.11521	1.49483	-12.12	0.000	-21.23337	-14.99705
23		-15.61975	.7474148	-20.90	0.000	-17.17883	-14.06067
25		-1.754381	2.242244	-0.78	0.443	-6.431621	2.922858
26		-5.17912	5.42e-14	-9.6e+13	0.000	-5.17912	-5.17912
29		17.42928	6.08e-14	2.9e+14	0.000	17.42928	17.42928
32		29.07168	5.57e-14	5.2e+14	0.000	29.07168	29.07168
35		-8.097558	5.40e-14	-1.5e+14	0.000	-8.097558	-8.097558
38		.8843718	5.39e-14	1.6e+13	0.000	.8843718	.8843718
39		-18.59664	5.39e-14	-3.4e+14	0.000	-18.59664	-18.59664
45		-13.06255	5.42e-14	-2.4e+14	0.000	-13.06255	-13.06255
46		9.841345	2.242244	4.39	0.000	5.164105	14.51858
48		-7.806229	5.40e-14	-1.4e+14	0.000	-7.806229	-7.806229
-----							
_cons		56.98371	3.369066	16.91	0.000	49.95597	64.01146

```

. outreg2 using table_7, keep(mlda21) addtext(Fixed Effects, State and Year, Clusters, States, Period, Before 1990) nocons tex(frag) rep
table_7.tex
dir : seeout

. *****
. *****
. * problem #8 - placebo test
. *****
. *****
. * placebo treatment indicator equals one in states treated in 1987 and in years 1982 or later
. gen placebo82 = (mldayr == 1987) & (year >= 1982)

```

```

. * in_placebo82_sample is 1 for states with 21 drinking ages always (mldayr == 0) and that switched in 1987 (mldayr == 1987)

. gen in_placebo82_sample = ((mldayr == 0) | (mldayr == 1987)) & (year < 1987)

. regress rate18_20ht placebo82 i.year i.state if in_placebo82_sample == 1, robust cluster(state)

```

# Linear regression

```

Number of obs   =    204
F(11, 16)       =      .
Prob > F         =      .
R-squared        =    0.8141
Root MSE        =    9.079

```

(Std. err. adjusted for 17 clusters in state)

			Robust				
rate18_20ht	Coefficient	std. err.	t	P> t	[95% conf. interval]		
placebo82	10.71436	3.559679	3.01	0.008	3.168178	18.26054	
year							
1976	.5042435	2.541749	0.20	0.845	-4.884023	5.89251	
1977	3.675133	2.524776	1.46	0.165	-1.677152	9.027419	
1978	6.772235	2.973331	2.28	0.037	.4690553	13.07542	
1979	6.258322	2.706132	2.31	0.034	.5215786	11.99507	
1980	3.968481	2.917742	1.36	0.193	-2.216856	10.15382	
1981	-3.53396	4.080142	-0.87	0.399	-12.18347	5.115555	
1982	-4.046942	2.420896	-1.67	0.114	-9.179012	1.085127	
1983	-11.43139	3.63236	-3.15	0.006	-19.13165	-3.731128	
1984	-8.680898	4.479935	-1.94	0.071	-18.17794	.8161407	
1985	-11.66481	4.09754	-2.85	0.012	-20.3512	-2.978408	
1986	-7.973633	4.744501	-1.68	0.112	-18.03153	2.08426	
state							
5	-9.770672	5.44e-14	-1.8e+14	0.000	-9.770672	-9.770672	
9	-49.7497	1.483199	-33.54	0.000	-52.89395	-46.60546	
12	-25.00101	1.483199	-16.86	0.000	-28.14525	-21.85677	
15	-10.2753	5.41e-14	-1.9e+14	0.000	-10.2753	-10.2753	

```

18 | -4.551913 5.45e-14 -8.4e+13 0.000 -4.551913 -4.551913
19 | -7.537435 1.483199 -5.08 0.000 -10.68168 -4.393193
25 | -7.779954 1.483199 -5.25 0.000 -10.9242 -4.635712
26 | -4.291239 5.40e-14 -7.9e+13 0.000 -4.291239 -4.291239
29 | 23.76574 5.44e-14 4.4e+14 0.000 23.76574 23.76574
32 | 32.75593 5.86e-14 5.6e+14 0.000 32.75593 32.75593
35 | -3.500052 5.39e-14 -6.5e+13 0.000 -3.500052 -3.500052
38 | 1.080626 5.49e-14 2.0e+13 0.000 1.080626 1.080626
39 | -16.80038 5.48e-14 -3.1e+14 0.000 -16.80038 -16.80038
45 | -11.43358 5.48e-14 -2.1e+14 0.000 -11.43358 -11.43358
46 | 8.397175 1.483199 5.66 0.000 5.252933 11.54142
48 | -4.932319 5.40e-14 -9.1e+13 0.000 -4.932319 -4.932319
|
_cons | 57.89408 2.344635 24.69 0.000 52.92368 62.86449
-----
. outreg2 using table_8, keep(placebo82) addtext(Fixed Effects, State and Year, Clusters, States) tex(frag) nocons replace
table_8.tex
dir : seout

. *****
. *****
. * problem #9 - mi and md
. *****
. *****
.
. gen in_mi_sample = (mldayr == 0) | (state == 23)
. gen mlda21_mi = (mlda21 == 1) & (state == 23)
. regress rate18_20ht mlda21_mi i.year i.state if in_mi_sample, robust cluster(state)

Linear regression
Number of obs = 403
F(11, 12) = .
Prob > F = .
R-squared = 0.7165
Root MSE = 9.3313

```



(Std. err. adjusted for 13 clusters in state)

		Robust				
rate18_20ht	Coefficient	std. err.	t	P> t	[95% conf. interval]	
mlda21_mi	-1.006005	3.745579	-0.27	0.793	-9.16692	7.15491
year						
1976	2.031494	2.028091	1.00	0.336	-2.387337	6.450325
1977	6.179146	2.425904	2.55	0.026	.8935549	11.46474
1978	7.255482	2.446089	2.97	0.012	1.925913	12.58505
1979	4.785462	2.272617	2.11	0.057	-.1661456	9.737069
1980	4.211526	3.170428	1.33	0.209	-2.696243	11.1193
1981	-5.841014	4.206005	-1.39	0.190	-15.00511	3.323084
1982	-4.206605	2.199267	-1.91	0.080	-8.998397	.5851867
1983	-11.26196	3.755885	-3.00	0.011	-19.44533	-3.078592
1984	-10.3078	5.092158	-2.02	0.066	-21.40266	.7870569
1985	-11.78031	3.48542	-3.38	0.005	-19.37439	-4.186228
1986	-4.658539	4.106761	-1.13	0.279	-13.6064	4.289325
1987	-7.302451	4.781042	-1.53	0.153	-17.71945	3.114545
1988	-6.359619	4.637228	-1.37	0.195	-16.46327	3.744033
1989	-11.29659	4.761565	-2.37	0.035	-21.67115	-.9220354
1990	-8.347942	2.80854	-2.97	0.012	-14.46723	-2.228659
1991	-12.02875	4.391135	-2.74	0.018	-21.59621	-2.461285
1992	-23.28178	5.303142	-4.39	0.001	-34.83633	-11.72722
1993	-19.69281	6.043486	-3.26	0.007	-32.86044	-6.525188
1994	-17.71542	5.710183	-3.10	0.009	-30.15684	-5.273995
1995	-15.26065	4.969782	-3.07	0.010	-26.08887	-4.432422
1996	-17.40881	4.507592	-3.86	0.002	-27.23001	-7.587607
1997	-17.9841	5.058319	-3.56	0.004	-29.00524	-6.962975
1998	-20.5469	5.733437	-3.58	0.004	-33.03899	-8.054813
1999	-23.78082	5.340904	-4.45	0.001	-35.41765	-12.14399
2000	-20.88136	5.65991	-3.69	0.003	-33.21324	-8.549476
2001	-23.08371	7.180313	-3.21	0.007	-38.72827	-7.439155
2002	-18.70232	4.984972	-3.75	0.003	-29.56365	-7.841003
2003	-20.38625	4.884749	-4.17	0.001	-31.0292	-9.743294
2004	-21.70361	5.808899	-3.74	0.003	-34.36012	-9.047108
2005	-21.57339	5.023058	-4.29	0.001	-32.5177	-10.62909

```

state |
5 | -17.63309 6.91e-14 -2.6e+14 0.000 -17.63309 -17.63309
15 | -14.43497 6.91e-14 -2.1e+14 0.000 -14.43497 -14.43497
18 | -4.167683 6.92e-14 -6.0e+13 0.000 -4.167683 -4.167683
23 | -17.90151 3.262278 -5.49 0.000 -25.0094 -10.79361
26 | -3.567835 6.94e-14 -5.1e+13 0.000 -3.567835 -3.567835
29 | 2.198612 6.91e-14 3.2e+13 0.000 2.198612 2.198612
32 | 16.47085 8.14e-14 2.0e+14 0.000 16.47085 16.47085
35 | -14.19745 6.91e-14 -2.1e+14 0.000 -14.19745 -14.19745
38 | -8.028192 6.92e-14 -1.2e+14 0.000 -8.028192 -8.028192
39 | -19.78079 6.91e-14 -2.9e+14 0.000 -19.78079 -19.78079
45 | -17.64001 6.91e-14 -2.6e+14 0.000 -17.64001 -17.64001
48 | -15.41629 6.91e-14 -2.2e+14 0.000 -15.41629 -15.41629
_cons | 64.7933 3.618512 17.91 0.000 56.90924 72.67736
-----

```

```

. outreg2 using table_9, keep(mlda21_mi mlda21_md) ctitle(Michigan) addtext(Fixed Effects, State and Year) tex(frag) nocons replace
variable mlda21_md not found
r(111);

```

```

. gen in_md_sample = (mldayr == 0) | (state == 21)
. gen mlda21_md = (mlda21 == 1) & (state == 21)
. regress rate18_20ht mlda21_md i.year i.state if in_md_sample, robust cluster(state)

```

```

Linear regression
Number of obs      =      403
F(11, 12)          =      .
Prob > F           =      .
R-squared           =      0.7189
Root MSE           =      9.3487

(Std. err. adjusted for 13 clusters in state)
-----
rate18_20ht | Coefficient std. err.      t      P>|t|      [95% conf. interval]
-----+-----
Robust

```

mlda21_md	7.651658	3.915349	1.95	0.074	-.8791561	16.18247
year						
1976	2.390141	2.065784	1.16	0.270	-2.110815	6.891096
1977	5.662221	2.474736	2.29	0.041	.2702347	11.05421
1978	8.198509	2.237057	3.66	0.003	3.324379	13.07264
1979	5.209574	2.053598	2.54	0.026	.7351684	9.683979
1980	5.21733	2.87236	1.82	0.094	-1.041005	11.47567
1981	-4.148287	3.970967	-1.04	0.317	-12.80028	4.503707
1982	-3.133128	1.924821	-1.63	0.130	-7.326953	1.060696
1983	-11.29489	3.763394	-3.00	0.011	-19.49462	-3.095162
1984	-10.77581	5.130771	-2.10	0.058	-21.9548	.4031748
1985	-11.22028	3.570174	-3.14	0.008	-18.99902	-3.441537
1986	-4.73139	4.126421	-1.15	0.274	-13.72209	4.259309
1987	-6.702025	4.815573	-1.39	0.189	-17.19426	3.790209
1988	-6.196403	4.665265	-1.33	0.209	-16.36114	3.968336
1989	-11.28368	4.780289	-2.36	0.036	-21.69904	-.8683259
1990	-7.643565	2.770352	-2.76	0.017	-13.67964	-1.607487
1991	-11.71906	4.400461	-2.66	0.021	-21.30684	-2.131274
1992	-22.5946	5.311574	-4.25	0.001	-34.16752	-11.02167
1993	-19.37074	6.064803	-3.19	0.008	-32.58481	-6.156669
1994	-18.36901	5.710607	-3.22	0.007	-30.81135	-5.926662
1995	-15.22019	4.984877	-3.05	0.010	-26.0813	-4.359071
1996	-17.47879	4.53413	-3.85	0.002	-27.35781	-7.59977
1997	-18.37339	5.049941	-3.64	0.003	-29.37627	-7.370516
1998	-20.37062	5.731796	-3.55	0.004	-32.85913	-7.882104
1999	-22.63834	5.453008	-4.15	0.001	-34.51942	-10.75726
2000	-20.34534	5.713698	-3.56	0.004	-32.79442	-7.896259
2001	-22.67601	7.211	-3.14	0.008	-38.38743	-6.964595
2002	-18.98767	5.012156	-3.79	0.003	-29.90822	-8.06712
2003	-19.90012	4.866201	-4.09	0.002	-30.50266	-9.29758
2004	-21.79337	5.842166	-3.73	0.003	-34.52235	-9.064383
2005	-22.18755	5.022494	-4.42	0.001	-33.13063	-11.24448
state						
5	-17.63309	7.12e-15	-2.5e+15	0.000	-17.63309	-17.63309
15	-14.43497	7.46e-15	-1.9e+15	0.000	-14.43497	-14.43497
18	-4.167683	3.93e-15	-1.1e+15	0.000	-4.167683	-4.167683

```

21 | -26.96226 2.904937 -9.28 0.000 -33.29157 -20.63294
26 | -3.567835 1.05e-14 -3.4e+14 0.000 -3.567835 -3.567835
29 | 2.198612 1.64e-14 1.3e+14 0.000 2.198612 2.198612
32 | 16.47085 2.17e-14 7.6e+14 0.000 16.47085 16.47085
35 | -14.19745 1.35e-14 -1.1e+15 0.000 -14.19745 -14.19745
38 | -8.028192 1.52e-14 -5.3e+14 0.000 -8.028192 -8.028192
39 | -19.78079 9.70e-15 -2.0e+15 0.000 -19.78079 -19.78079
45 | -17.64001 1.03e-14 -1.7e+15 0.000 -17.64001 -17.64001
48 | -15.41629 1.04e-14 -1.5e+15 0.000 -15.41629 -15.41629
|
_cons | 64.5206 3.581634 18.01 0.000 56.71689 72.32431
-----

```

```

. outreg2 using table_9, keep(mlda21_mi mlda21_md) ctitle(Maryland) addtext(Fixed Effects, State and Year) tex(frag) nocons append
table_9.tex
dir : seout

```

```

. *****
. *****

```

```

. * problem #10 - early vs late treatment

```

```

. *****
. *****

```

```

. gen mlda21_14 = mlda21 & (year < mldayr + 4)

```

```

. gen mlda_later = mlda21 & (year >= mldayr + 4)

```

```

. regress rate18_20ht mlda21_14 mlda_later i.year i.state, robust cluster(state)

```

```

Linear regression

```

Number of obs	=	651
F(19, 20)	=	.
Prob > F	=	.
R-squared	=	0.6950
Root MSE	=	9.6877

(Std. err. adjusted for 21 clusters in state)





```
name: <unnamed>  
log: /Users/vonhafften/Documents/UW Madison/problem_sets/econ_717a/ps3/analysis.smcl  
log type: smcl  
closed on: 15 Mar 2022, 10:08:46
```

---