

Discussion 2-3

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Code

```
library(tidyverse)

-- Attaching core tidyverse packages ----- tidyverse 2.0.0 --
v dplyr      1.1.4      v readr      2.1.5
v forcats    1.0.0      v stringr    1.5.1
v ggplot2    3.4.4      v tibble     3.2.1
v lubridate  1.9.3      v tidyr      1.3.0
v purrr      1.0.2
-- Conflicts ----- tidyverse_conflicts() --
x dplyr::filter() masks stats::filter()
x dplyr::lag()     masks stats::lag()
i Use the conflicted package (<http://conflicted.r-lib.org/>) to force all conflicts to become
```

```
library(haven)
library(scales)
```

Attaching package: 'scales'

The following object is masked from 'package:purrr':

discard

The following object is masked from 'package:readr':

col_factor

```

micro <- read_dta("cps_00001.dta")

filtered <- micro |>
  # Restrict to people working more than 50 weeks per year
  # Based on documentation, 6 is coded for those who worked
  # between 50-52 weeks
  filter(wkswork2 == 6) |>
  # Restrict to people earning between 0 and 99999998
  filter(incwage > 0 & incwage < 99999998)

summarized <- filtered |>
  group_by(year) |>
  summarise(
    p10 = Hmisc::wtd.quantile(x = incwage, weights = asecwt, probs = 0.1),
    p50 = Hmisc::wtd.quantile(x = incwage, weights = asecwt, probs = 0.5),
    p90 = Hmisc::wtd.quantile(x = incwage, weights = asecwt, probs = 0.9)
  )

pivoted <- summarized |>
  pivot_longer(
    cols = c("p10", "p50", "p90"),
    names_to = "quantity",
    values_to = "income"
  )

inflation <- read_csv("https://info3370.github.io/data/inflation.csv")

```

Rows: 77 Columns: 2

-- Column specification -----

Delimiter: ","

dbl (2): year, inflation_factor

i Use `spec()` to retrieve the full column specification for this data.

i Specify the column types or set `show_col_types = FALSE` to quiet this message.

```

joined <- pivoted |>
  left_join(inflation, by = join_by(year))

adjusted_data <-
  joined |>
  mutate(income = income * inflation_factor)

```

```
adjusted_data |>
  ggplot(
    mapping = aes(x = year, y = income, color = quantity)
  ) +
  labs(
    title = "Inequality of Wage Income from 1962 to 2022",
    subtitle = "By the 10th, 50th, and 90th percentiles",
    x = "Year"
  ) +
  scale_y_continuous(
    name = "Income \n (Adjusted to Inflation Based on 2023 Dollars)",
    labels = label_dollar()
  ) +
  scale_color_discrete(
    name = "Percentile of\nDistribution",
    labels = c("10th", "50th", "90th")
  ) +
  theme(
    axis.text.x = element_text(angle = 45, hjust = 1)
  ) +
  geom_line()
```

