

ECON 861; WINTER 2006; C. FERRALL Assignment #2. VERSION 2.0.

Due Date:

- ◇ Submit output for vetting to Casey by Tuesday, March 14th.
- ◇ Submit brief report to me within one week of the release of the results to you.

Choose either A or B

A. *Child Care and Child Outcomes* Data Set: NLSCY (National Longitudinal Survey of Children and Youth).

- ◇ Construct a data set similar to Blau and Grossberg (1992) from the NLSCY.
- ◇ Use the data to estimate a version of equation (1) in Blau and Grossberg by OLS and IV
- ◇ Describe the sampling criteria and produce a table of summary statistics for your variables. Report the OLS and IV estimates.
- ◇ Bonus: Consider either Bernal (2005) or Baker, Gruber and Mulligan (2005) (or maybe even Tartari 2005) and carry out a subsequent analysis taking into account some of the issues they raise with earlier work such as Blau and Grossberg.

B. *Health and Labor Market Outcomes* Data: CCHS, (Canadian Community Health Survey)

- ◇ Construct a data set from CCHS with a multinomial endogenous variable.
- ◇ More details to follow.
- ◇ Bonus: