Keep in mind

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Publication Date:

Friday, 06 November 2020

Abstract

The literature that employs Regression Discontinuity Designs (RDD) typically stacks data across time
periods and cutoff values. While practical, this procedure omits useful time heterogeneity. In this paper
we decompose the RDD treatment effect into its weighted time-value parts. This analysis adds richness
to the RDD estimand, where each time-speci c component can be diffent and informative in a manner
that is not expressed by the single cutoff or pooled regressions. To illustrate our methodology,
we present two empirical examples: one using repeated cross-sectional data and another using time-
series. Overall, we show a signi cant heterogeneity in both cutoff and time-speci c effects. From a policy
standpoint, this heterogeneity can pick up key differences in treatment across economically relevant
episodes. Finally, we propose a new estimator that uses all observations from the original design and
which captures the incremental effect of policy given a state variable. We show that this estimator
is generally more precise compared to those that exclude observations exposed to other cutoffs or time
periods. Our proposed framework is simple and easily replicable and can be applied to any RDD
application that carries an explicitly traceable time dimension.