CSSS/POLS 512:
Time Series and Panel Data for the Social Sciences

Christopher Adolph · Professor · Political Science and CSSS

University of Washington · Spring Quarter 2022

Class Meets
TTh 4:30–5:50 PM
In person in Smith 405

Office
Gowen Hall 145
cadolph@uw.edu

Section Meets
F 1:30–3:30 PM
Taught via Zoom

Teaching Assistant
Tao Lin
soxvlin@uw.edu

Overview and Class Goals. Time series (TS) data – also called longitudinal data – and time series cross-sectional (TSCS) data – also called panel data – are widely used in the social sciences. In some cases, TS and TSCS data are the ideal format for exploring change over time within several units, which might be individuals, organizations, regions, or other entities observed over time. In other cases, panel data are used to either expand the number of observations, to gain leverage over unobservables, or both. Finally, time series and panel data provide opportunities for causal inference often unavailable in strictly cross-sectional datasets. As useful as these data structures are, they typically derive from data generating processes that violate the usual assumptions of linear regression, requiring a variety of specialized techniques for valid inference. Appropriate methods vary subtly by the nature of the time series or panel dataset and the goals of inference and require training to choose correctly and deploy well.

Learning Goals. This course provides a survey of regression models for time series and time series cross-sectional data and associated analytic techniques. In particular, we focus on methods used in political science and allied fields (including sociology, public health, business, education, and public policy) to study continuous outcomes at the level of organizations or political units, and sometimes individuals (especially in settings where individual growth or development can be neglected). Students will learn how to explore their data to choose appropriate models, and how to understand those models once estimated. In particular, our emphasis lies in modeling dynamics and panel structures with *continuous* outcomes, as well as on interpretation and fitting of models. (Other courses cover the modeling of panel data with discrete outcomes.) Specific topics vary and may include trends and seasonality, ARIMA models, lagged dependent variables, distributed lags, cointegration and error correction models, fixed and random effects, panel heteroskedasticity, missing data imputation, and causal inference using panel data, including recent developments in difference-in-difference methodology.

Prerequisites. No specific courses are required; however, students should have a solid grounding in linear regression, as provided, for example, by courses in Political Science (POLS 501 and POLS 503), Sociology (SOC 504 and SOC 506), or Statistics (STAT/CSSS 504). Familiarity with (or a willingness to quickly learn) matrix notation for regression models is essential, as is basic proficiency in the R statistical language. Students may use alternative packages when they are able to comprehensively achieve class goals using those packages, but in-class support will be provided only for R.

Course Requirements. Course evaluation will be based on problem sets (50% of course grade based on three over the term, due by Canvas submission by the start of class on assigned days), a student poster presentation in class (10% of course grade), and a research paper (40% of course grade; due Tuesday, 7 June 2022 at noon as in PDF format to cadolph@uw.edu; *early submission is greatly appreciated*). Students are *strongly* encouraged to collaborate in groups of two or three on the paper, which should apply methods studied in the course (or with instructor approval, related methods of similar sophistication) to a student-chosen time series or panel dataset. Pure methodology papers in time series and/or panel data analysis are also acceptable. Further rules and suggestions for the research paper are provided on the course website.

Office Hours. Christopher Adolph: By appointment via Zoom. Tao Lin: TBD.

Course Website. Consult http://faculty.washington.edu/cadolph/panUW for problem sets, notes, and announcements.

Mode of instruction. With the waning of the omicron wave of COVID-19, the university has resumed in-person instruction for all classes. The main lecture for POLS/CSSS 512 will thus be taught in-person. **As a courtesy to others, and for your own protection, I strongly recommend and request that all course participants wear N-95 or KN-95 masks while in the classroom.** N-95 or similar masks are still a useful layer of protection against COVID-19, even for vaccinated individuals (in contrast, neither cloth masks nor surgical masks appear to provide much protection against omicron). I will provide free N-95 masks during the first week of the course.

Lab section and well as all office hour meetings will be remote via Zoom. Please visit https://itconnect.uw.edu/connect/phones/conferencing/zoom-video-conferencing/ to learn more about Zoom, including how to download a free Zoom client available to UW faculty and students. Links to lab meetings and office hours will be provided to registered students by email.

If there is one thing the pandemic has revealed, it is the importance of being flexible and making the best of available resources when the unexpected occurs. We all hope there will be no resurgence of COVID-19 in our community during the spring quarter. However, should the BA.2 or another variant pose a significant threat, I ask that students provide feedback on any course adjustments they might require and be ready in case the university changes its COVID-19 policies again. Above all, I encourage everyone to take full advantage of FDA-authorized booster shots, which so far have been shown to provide a great deal of protection against severe disease regardless of the variant causing infection.

Notice Required by State Law. *Washington state law requires that UW develop a policy for accommodation of student absences or significant hardship due to reasons of faith or conscience, or for organized religious activities. The UW's policy, including more information about how to request an accommodation, is available at Religious Accommodations Policy* (https://registrar.washington.edu/staffandfaculty/religious-accommodations-policy). *Accommodations must be requested within the first two weeks of this course using the Religious Accommodations Request form* (https://registrar.washington.edu/students/religious-accommodations-request).

Other relevant university policies. See this website:
https://registrar.washington.edu/staffandfaculty/syllabi-guidelines

Course textbooks

Required (sharing encouraged; some selections provided)

Janet M. Box-Steffensmeier, John R. Freeman, Matthew P. Hitt, and Jon C.W. Pevehouse. 2014. *Time Series Analysis for the Social Science*. Cambridge University Press. ISBN-10: 0521691559. ISBN-13: 978-0521691550. Amazon: $35.99.	*Main course text on time series; highly readable and comprehensive coverage of the most relevant methods for social science applications, with a political science focus.*
Paul S.P. Cowpertwait & Andrew V. Metcalfe. 2009. *Introductory Time Series with R*. Springer-Verlag. ISBN-10: 0387886974. ISBN-13: 978-0387886978. Amazon: $32.37.	*Secondary text on time series; straightforward general introduction focused on implementation of common methods in R.*
Andrew Gelman and Jennifer Hill. 2007. *Data analysis using regression and multilevel/hierarchical models*. University of Cambridge Press. ISBN-10: 052168689X. ISBN-13: 978-0521686891. Amazon: $47.55.	*Excellent general introduction to linear regression and hierarchical modeling, of which panel data models are a specialized subset of approaches; good for code and intuition, especially on simulation methods.*
Jeffrey M. Wooldridge. 2010. *Econometric Analysis of Cross-Sectional and Panel Data*. MIT Press. 2nd Edition. ISBN-10: 0262232588. ISBN-13: 978-0262232586. Amazon: $84.84.	*Classic modern text covering linear regression and panel data models from an econometric perspective.*

Optional books for further study

Badi L. Baltagi. 2013. *Econometric Analysis of Panel Data*. Fifth Edition. Wiley.

Yves Croissant and Giovanni Millo. 2018. *Panel Data Econometrics with R*. Wiley.

Stephen L. Morgan and Christopher Winship. 2014. *Counterfactuals and Causal Inference: Methods and Principles for Social Research*. Second Edition. Cambridge University Press.

Gary King. 1989. *Unifying Political Methodology*. University of Michigan Press.

Norman Matloff. 2011. *The Art of R Programming: A Tour of Statistical Software Design*. No Starch Press.

Will H. Moore and David A. Siegel. 2013. *A Mathematics Course for Political & Social Research*. Princeton University Press.

Bernhard Pfaff. 2008. *Analysis of Integrated Series with R*. Springer-Verlag.

Alain F. Zuur, Elena N. Ieno, and Erik H.W.G. Meesters. 2009. *A beginner's guide to R*. Springer.

Required and optional articles

Alberto Abadie, Alexis Diamond, and Jens Hainmueller. 2010. "Synthetic Control Methods for Comparative Case Studies: Estimating the Effect of California's Tobacco Control Program." *Journal of the American Statistical Association*. 105(490): 493–505.

Alberto Abadie, Alexis Diamond, and Jens Hainmueller. 2015. "Comparative Politics and the Synthetic Control Method." *American Journal of Political Science*. 59(2): 495–510.

Dmitry Arkhangelsky, Susan Athey, David A. Hirshberg, Guido W. Imbens, and Stefan Wager. 2021. "Synthetic Difference-in-Differences." *American Economic Review*. 111(12): 4088–4118.

Nathaniel Beck and Jonathan Katz. 1995. "What to Do (And Not to Do) With Time Series Cross-Section Data." *American Political Science Review.*

Nathaniel Beck and Jonathan N. Katz. 2011. "Modeling dynamics in Time-Series–Cross-Section political economy data." *Annual Review of Political Science* 14:331–52.

Nathaniel Beck, Jonathan N. Katz, and Richard Tucker. 1998. "Taking time seriously: Time-Series–Cross-Section analysis with a binary dependent variable." *American Journal of Political Science* 42(4) 1260–1288.

James Honaker and Gary King. 2010. "What to do about missing values in Time-Series Cross-Section data." *American Journal of Political Science* 54(2): 561–581.

Gary King, Michael Tomz, and Jason Wittenberg. 2000. "Making the Most of Statistical Analyses: Interpretation and Presentation" *American Journal of Political Science* 44(2): 341–355.

Giovanni Millo. 2014. "Robust standard error estimators for panel models: a unifying approach." MPRA Paper No. 54954.

David Roodman. 2009. "How to do `xtabond2`: An introduction to difference and system GMM in Stata." *The Stata Journal.* 9(1): 86–136.

Course outline

This outline of topics is a guideline and may be altered to meet course needs. In particular, the pace of the course may vary to make sure we are moving as fast as possible conditional on everyone understanding the material. Students should come to class having read the material for the next topic to be covered. Optional material is marked "(opt.)".

Part I: Review of Fundamentals

Week 1 · *29–31 March* · Course Introduction / Review of Linear Regression & Simulation

Resources: Review POLS/CSSS 510 lectures on MLE, simulation
Woolridge, Ch. 4, review on linear regression
King, Tomz, and Wittenberg, 2000
Math review (opt.): `www.csss.washington.edu/MathCamp/Review/`
Zuur Ch 1–6 (opt.; for R beginners)
Handout on matrix algebra (opt.)

Part II: Analysis of Time Series Data

Week 2 · *5–7 April* · Basic Concepts for Time Series: Trends, Lags, and Cycles

Readings: Box-Steffensmeier *et al*, Ch. 1, 2.
Cowpertwait & Metcalf, Ch. 1.1, 1.4, 1.6, 2.1–2.5.

Week 3 · *12–14 April* · Modeling Stationary Time Series

Readings: Box-Steffensmeier *et al*, Ch. 3.
Cowpertwait & Metcalf, Ch. 4, 5.1–5.4, 5.9–5.11, 6.
Optional: Box-Steffensmeier *et al*, Ch. 4.

Week 4 · *19–21 April* · Modeling Nonstationary Time Series

Readings: Box-Steffensmeier *et al*, Ch. 5, 6.
Cowpertwait & Metcalf, Ch. 7.
Optional: Pfaff, Ch. 4.

PROBLEM SET 1 DUE TUESDAY 19 APRIL VIA CANVAS

Part III: Analysis of Panel Data

Week 5 · *26–28 April* · Basic Concepts for Panel Data

Readings: Gelman and Hill, Ch. 11, 12, 13.
Woolridge, Ch. 10.1–10.4.

Week 6 · *3–5 May* · Panel Data Models with Many Time Periods

Readings: Beck & Katz 2011.
Woolridge, Ch. 10.5–10.7.

Week 7 · *10–12 May* · Panel Data Models with Few Time Periods

Readings: Roodman 2009 (skip code examples)

PROBLEM SET 2 DUE TUESDAY 10 MAY VIA CANVAS

Week 8 · *17–19 May* · Panel Heteroskedasticity / In-Sample Simulation for Panel Data Models

Readings: Beck & Katz 1995
Millo 2014

Part IV: Advanced Topics

Week 9 · *24–26 May* · Special Topics – TBD

We will consider one or more advanced topics, to be chosen with class input. Possible topics include synthetic controls methods for differences-in-differences models, missing data imputation, and linkages between this course and event history analysis. Additional readings will be provided.

PROBLEM SET 3 DUE TUESDAY 24 MAY VIA CANVAS

Part V: Student Poster Presentations

Week 10 · *31 May–2 June* · Student Poster Presentations

Students will prepare and present a poster on their research projects in progress; this yields valuable feedback prior to final write-ups. Requirements and suggestions for poster construction will be discussed in class. Presentation dates will be assigned to minimize discrepancy with student preferences. Early presentations are assumed to be less complete and evaluated accordingly. Students unable to present on certain days due to schedule conflicts should inform the instructor.

FINAL PAPER DUE TUES 7 JUNE AT NOON BY EMAIL AS PDF