02-03-Causal-Inference

1 **(#1)** Which labor market is likely to be prone to monopsony (i.e., imperfect competition among employers)?

- A None: All workers are volunteers, so labor markets are always competitive
- ☑ The labor market for Tesla mechanics
- C The labor market for fast food workers
- D The labor market for college professors

2 **(#2)** When Card and Krueger's paper was published in 1994, what share of academic economists agreed with the following statement:
"Minimum wages <u>substantially</u> lower employment among low-wage workers?"

- A <25%
- B 25% to 49%
- C 50% to 75%
- ☑ >75%

3 **(#3)** Which of these cases seems likely to satisfy temporal stability *and* reversibility?

- A Effect of time pressure on competitive performance
- B Effect of Mentos on Diet Coke
- ☑ Effect of caffeine on appetite
- D None of the above

SURVEY

4 **(#4)** Which of these examples is likely to satisfy unit homogeneity?

- A Ants
- B Bottles of Coke Zero
- C Identical twins
- D None of the above

5 **(#5)** Let's say that we contrasted the serum cholesterol level of patients taking an experimental drug to other patients not taking the drug
$T^{\sim} = E\left[Y \,|X = 1|\right] - E\left[Y \,|X = 0|\right]$
How would you expect this contrast to compare to
$T^{\circ} = E\left[Y_1 \,|X = 1|\right] = E\left[Y_0 \,|X = 1\;|\right]$

- A $T^{\sim} = T^{\circ}$
- B $T^{\sim} > T^{\circ}$
- C $T^{\sim} < T^{\circ}$
- ☑ Ambiguous

SURVEY

6 **(#6)** Based on the evidence you've seen, what minimum wage policy would you recommend for the U.S.?

- A No national minimum wage
- B National minimum wage, Congress sets occasionally
- C National minimum wage, indexed to Consumer Price Index or median U.S. wage
- D Other

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