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THE DYNAMIC RELATIONSHIP BETWEEN LOW BIRTHWEIGHT AND INDUCED ABORTION IN NEW YORK CITY: AN AGGREGATE TIME-SERIES ANALYSIS

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### ABSTRACT

We use a vector autorgression to examine the dynamic relationship between the race-specific percentage of pregnancies terminated by induced abortion and the race-specific percentage of low-birthweight births in New York City. With monthly data beginning in 1972, we find that induced abortion explains low birthweight for blacks, but not for whites. There is no evidence of feedback from low birthweight to induced abortion. Simulations based on the model reveal that an unanticipated decrease in the percentage of pregnancies terminated by induced abortion results in an increase in the rate of low-birthweight births among blacks. The findings suggest that restrictions on legalized abortion in New York City would worsen birth outcomes among blacks.

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#### I. Introduction

There is speculation that the U.S. Supreme Court will overturn the 1973 Decision in Roe versus Wade. A likely outcome is that some states will increase restrictions on the availability of legalized abortion. A possible consequence is that aggregate indicators of infant health may worsen or display a slowdown in their rate of improvement in states or regions where access to legal abortion is limited. Evidence for such a result comes from a number of cross-sectional studies in which area-specific abortion rates or measures of abortion availability are inversely related to the rate of low birthweight births and neonatal mortality (Grossman and Jacobowitz 1981; Corman and Grossman 1985; Joyce 1987). The underlying mechanism is that the abortion rate measures the extent to which unwanted births have been averted. Areas in which the shadow price of abortion is relatively low should have higher abortion rates and lower rates of unintended childbearing. This should lower optimal family size and increase the resources devoted to each child.

The notion that induced abortion acts as a selection mechanism in which less healthy or less wanted fetuses are terminated has recently been examined by two studies that used micro vital statistics from New York City (Joyce and Grossman, 1990; Grossman and Joyce 1988). In both studies the authors argued that abortion greatly reduced the uncertainty associated with fertility control. Thus, estimates of the health technology or the demand for prenatal inputs may be biased if women who give birth represent a non-random draw from the population of pregnant women. Their results confirmed the presence of selection bias. In particular, a black woman who had a greater than expected probability of giving birth given she was pregnant, had a smaller than expected delay in the initiation

of prenatal care, and delivered a heavier than expected baby. Because the studies found no such effect for white women, the authors speculated that blacks may substitute abortion for contraception more frequently than whites.

The present study continues this line of inquiry by examining the dynamic relationship between induced abortion and infant health in an aggregate timeseries context. In particular, we apply a vector autoregression (VAR) to monthly, race-specific data from New York City on the percentage of low birthweight births, the percentage of births to women who began care in the first trimester and the percentage of pregnancies terminated by induced abortion. If there is a relationship between the low birthweight and induced abortion, then one would expect changes in the percentage of pregnancies terminated by induced abortion to precede changes in the rate of low birthweight. To further characterize this relationship, we use the estimates from the autoregressive model to trace out the responses in rate of low birthweight to shock in the percentage of The simulations offer insight as pregnancies terminated by induced abortion. to the possible changes in the incidence of low birthweight that would follow a sudden drop in the utilization of induce abortion caused by legislative restrictions on the availability of legalized abortion. Finally, because the data are race-specific, we can test whether the racial differences present with cross-sectional data persist in a time-series context.

### II. Empirical Implementation

# The Data

The data on low birthweight, prenatal care and induced abortions are from micro-level vital statistics for New York City. Although birth certificate data are readily available, New York City is one of only 14 vital registration areas,

the other 13 areas being states, that report micro-level data on induced terminations to the National Center for Health Statistics (National Center for Health Statistics 1988).

Each year of data has been aggregated by month for blacks and whites separately from January 1972 through December, 1988. January 1972 is the first year in which monthly data on induced terminations became available. The data for whites contain a large component which is Hispanic. Ethnicity was not identified on New York City birth certificates until 1978. In 1984, the first year in which data on Hispanic were published, 50 percent of all white women in New York City who gave birth were of Hispanic origin or descent; 85 percent of Hispanic mothers were white (New York City Department of Health, 1985).

Since the data are aggregated, we used the percentage of low-birthweight births as the indicator of infant health. Prenatal care is measured by the percentage of births to women who began care in the first trimester. To capture the effect of induced abortion, we used the percentage of pregnancies terminated by induced abortion. To insure that births and induced abortions originated from the same cohort of pregnancies, abortions were lagged by six months since approximately 90 percentage of all induced abortions occur within the first

<sup>&</sup>lt;sup>1</sup> The absolute number of births and abortions were large enough to give reliable monthly rates. New York City averaged approximately 100,000 live births and 65,000 induced abortions per year to black and white residents between 1973 and 1988. This is equivalent to approximately 5,000 births and 2,500 induced abortions per month for whites, and 3,000 births and 3,500 abortions per month among blacks.

Before 1978, New York City birth certificates did not distinguish between women who received no care and women whose care was unknown. Thus, to create a consistent series the denominator excludes women who received no care.

Throughout the paper pregnancies are defined as the sum of live births plus induced abortions since data on miscarriages are not well-reported.

trimester (NCHS, 1989).4

Visual inspection of the data revealed a strong linear trend in prenatal care and less pronounced trends in birthweight and abortion. Following the test suggested by Said and Dickey (1984), we rejected the null hypothesis that each of the series contained a unit root. Thus, the variables are expressed in levels and the model is estimated with and without a trend term. To control for seasonality, each equation includes a set of 11 seasonal dummies.

### Methodology

Although primarily a tool of macroeconomists, VAR represent a relatively unrestrictive means of highlighting important correlations in the data so as to empirically confirm or question various hypothesized relationships. Vector autoregressions are not a substitute for structural models; rather, they should be interpreted as dynamic reduced forms. As such, each variable is regressed on its own lags as well as on the lags of all the other variables. Because the right-hard-side variables are the same in each equation, ordinary least squares is consistent and efficient (Zellner 1962). To facilitate the discussion, a simplified version of the model to be estimated can be specified as follows.

$$B_{t} = a_{1}B_{t-1} + b_{1}P_{t-1} + c_{1}A_{t-1} + e_{t}$$
 (1)

$$P_t = a_2 B_{t-1} + b_2 P_{t-1} + c_2 A_{t-1} + u_t$$
 (2)

 $<sup>^4</sup>$  The percentage of pregnancies terminated by induced abortion,  $A_{\rm it}$ , can be written as follows:  $[a_{\rm t-6}/(a_{\rm t-6}+b_{\rm t})] \times 100$ , where  $a_{\rm t-6}$  is the number of induced abortions at time t-6, and  $b_{\rm t}$  is the number of live births at time t. Thus, births delivered in December and abortions performed in June were assumed to have been conceived in March.

<sup>&</sup>lt;sup>5</sup> We used the extension of the Dicky-Fuller test proposed by Said and Dickey (1984) because it allows for a more general ARMA process. The t-statistic on the first lag of the level of each variables was as follows: low birthweight, 19.9 blacks, 27.8 whites; prenatal care, 10.4 blacks, 11.3 whites; and abortion, 14.8 blacks, 5.3 whites.

$$A_{t} = a_{3}B_{t-1} + b_{3}P_{t-1} + c_{3}A_{t-1} + v_{t}$$
 (3)

Let  $B_t$  be the percentage of low birthweight births at time t, let  $P_t$  be the percentage of births to women who began care in the first trimester, let  $A_t$  be the percentage of pregnancies terminated by induced abortion and let  $e_t$ ,  $u_t$ , and  $v_t$  be the residuals. Note that the intercept and other deterministic components have been suppressed and the lag length has been set to one.

Equations (1) - (3) represent the autoregressive specification. With more lags the t-statistics become relatively uninformative due to multicollinearity. Thus, inferences as to temporal ordering are obtained by F-tests on the set of lags for each regressor. For instance, rejection of the null hypothesis that  $c_1$ -0 (or  $\Sigma c_{1i}$ -0 with more lags) indicates that variation in abortion precedes changes in low birthweight. If at the same time, we cannot reject the null hypothesis that  $a_3$ -0, then the effect from abortion to low birthweight is unidirectional. On the other hand, rejection of the null hypothesis that  $a_3$ -0 indicates feedback from low birthweight to induced abortion. Because there is no strong rationale for why prior variations is the rate of low birthweight should explain changes in the percentage of pregnancies terminated by induced abortion, feedback from low birthweight to abortion would most likely be the result of an omitted variable. This represents an important check on the

<sup>&</sup>lt;sup>6</sup> Tests of whether lagged X explains Y in a regression that includes lagged Y are often referred to as tests of Granger causality (Granger 1969). However, following Leamer (1985), we avoid the use of the term, Granger causality, in order to minimize the confusion between Granger's definition of causality and causality as defined by philosophers of science.

 $<sup>^7{\</sup>rm One}$  possibility is to view lagged low birthweight as a proxy for the aggregate health endowment. Thus, for example, an increase in the incidence of AIDS or substance abuse among pregnant women -- a decrease in aggregate health

specification of the system.

Another advantage of VARs is that they allow for a rich set of interactions across equations. Once the parameters in equations (1) - (3) have been estimated, the system can be expressed in its moving-average representation, and one can trace out the responses of each variable to a shock in one of the others. Sims (1980) refers to these as impulse response functions. To illustrate, substitute recursively in the system above, and express each variable as a function of contemporary and lagged disturbances. Thus, a one-standard deviation shock in the percentage of pregnancies terminated by induced abortion,  $\sigma_{\rm vt}$ , for example, causes low birthweight to change by  $c_1\sigma_{\rm v}$  in period t+1 and by  $(c_1c_3+a_2c_1+b_1c_2)\sigma_{\rm v}$  in period t+2. Changes in subsequent periods can be mapped out in a similar fashion. If the system is stable, the impulses will diminish to zero and the cumulative effect becomes the sum of the impulse responses. Because the impulses are a complicated combination of coefficients, Monte Carlo integration is used to approximate confidence bands around the impulses.

An interesting interpretation of the impulse response functions is that they may approximate the changes in low birthweight that would result from legislative restrictions on abortion. This is not to say that the implementation of new laws is an unanticipated event. However, unintended pregnancies clearly are and unless women alter their contraceptive behavior in response to new laws, many women, especially adolescents, will be unprepared to respond to new

endowment --could increase the proportion of pregnancies terminated by induced abortion. However, surveys as to why women abort suggest that medical problems are not a major reason for selective abortions (Torres and Forrest 1988).

 $<sup>^{8}</sup>$  The Monte Carlo integration is based on the procedure described in the estimation package RATS (Doan and Litterman 1987).

restrictions. The result may be a sharp upswing in the proportion of unwanted births and a precipitous drop in the percentage of pregnancies terminated by induced abortion. A shock to the abortion variable attempts to simulate such an event.

A drawback to VARs is that the addition of each new variable consumes degrees of freedom exponentially. Consequently, the number of variables as well as the number of lags that can be employed are limited. In addition to the abortion measure, we include early prenatal care in order to control for medical inputs. The positive effect of early prenatal care on birthweight has been reported frequently (Institute of Medicine 1985). Moreover, the initiation of prenatal care is a decision made by the woman and not the physician, and thus may reflect other healthy behaviors that are not observed.

We lack data on risk factors for low birthweight such as smoking and substance abuse. Their absence will not bias the results if the inclusion of lagged low birthweight adequately controls for the omitted risk factors. Such an assumption is not unreasonable provided there are no strong contemporaneous relationships between the rate of low birthweight and the excluded risk factors. The relationship between low birthweight and smoking, for example, is likely to be lagged and dispersed over several months. An increase in aggregate smoking among pregnant women in month t, for instance, will affect the incidence of low birthweight over the ensuing nine months. Yet, contemporaneous effects are likely to be the weakest, since longer exposure is associated with greater risk. In short, the inclusion of lagged low birthweight should effectively control for the impact of risk factors given the plausible assumption of serial correlation among the omitted factors.

With respect to lag length, we use nine lags in the rate of low birthweight

in order to approximate the length of a pregnancy. It seems reasonable to assume that changes which occurred prior to when a particular cohort of women became pregnant would have little impact on birth outcomes 10, 11, or 12 months later. There is no rationale for justifying a particular lag length with respect to prenatal care. The numerator of the prenatal care variable -- the number of births delivered in month t to woman who began care in the first trimester -- incorporates the time lag between when care is received and when the infant is born. Thus, we begin with a general lag length of nine months.

In the case of the abortion measure, the number of potentially relevant lags may be much less than nine. For instance, 90 percentage of all abortions occur in the first trimester, but over a third are performed within the first eight weeks (NCHS 1988). Thus, induced abortions at months t-7 and t-8 may have an important impact on the rate of low birthweight in month t. Similarly, induced abortions at month t-11 and earlier are unlikely to impact on the rate of low birthweight in month t. This suggests a lag length of between 3 to 5 months given that the abortion measure already incorporates a lag (see footnote 4).

In sum, we use the Chi-square test proposed by Sims (1980) to test whether models with less than nine lags are a restriction of a model with nine lags. Rejection of the null hypothesis implies that specifications with less than nine lags are not appropriate restrictions. As a further check of the specification we test for first-, sixth-, and twelfth-order autocorrelation by means of a Lagrange Multiplier test (Godfrey 1978; Maddala 1988).

### III. Results

 $<sup>^{9}</sup>$  The Durbin Watson statistic is inappropriate when the regression includes lagged endogenous variables.

The results from the autoregressive specification that includes a linear trend term are presented in Tables 1 and 2. The trend had little impact on the autoregressive estimates. We display estimates from the specification with trend term because the impulse response functions from this model converged more quickly.

For blacks, we were unable to reject the null hypothesis at the 5 percent level that a system of 8, 7, 6 or 5 lags was a restriction on a system with 9 lags. For whites, a model with 5 or 6 lags was an inappropriate restriction. However, for comparative purpose we use a specification in which each variable is lagged 5 times. The substantive conclusions for whites were unaffected by the truncated lag length.

Based on the F-tests on the set of lags for each variable, we can reject the null hypothesis in the case of blacks that the percentage of pregnancies terminated by induced abortion has no explanatory power for the percentage of low-birthweight births. The F-statistic is 3.02 with a marginal significance level of .012. For whites, the F-statistics is 1.76 with a marginal significance level of .123.

There is no indication of feedback from low birthweight to abortion. That is, lagged values of low birthweight do not explain variations in the abortion measure. The absence of feedback lessens the likelihood that an omitted third variable is confounding the results. Nevertheless, the possibility remains, although we believe it to be small, that the unidirectional effect from induced abortion to low birthweight among blacks would not hold in a higher dimension

# model. 10

An examination of the individual coefficients in the low birthweight equation for blacks reveals that the first three lags are negative and the t-statistic of the coefficient on the second lag is greater than two in absolute value. Given the potential for multicollinearity the standard errors are suspect, but the results are consistent with the expectation that first trimester abortions, or abortions performed in month t-7, t-8 and t-9 (the first three lags in the abortion measure), are the most relevant for the rate of low birthweight in month t.

The results from the tests of autocorrelation are shown at the bottom of Tables 1 and 2. The test is based on a set of auxiliary regressions in which the residuals from the autoregressive specification are regressed on the complete set of regressors and lags of the residuals. The number of lagged residuals determines the order of autocorrelation to be tested. A rejection of the null hypothesis that the coefficients of the set of residuals equals zero would indicate that the residuals are not white noise. In the low birthweight specifications there is no indication of first-, sixth- or twelve-order autocorrelation. Nor can we reject the null that the coefficient on the twelfth

<sup>10</sup> Lutkepohl (1982) has shown that a lack of feedback from y to x in a bivariate model does not preclude the possibility of feedback from y to x in higher dimension model. He then shows with Canadian data that even though income does not explain money in the bivariate case, it does explain money in a three-equation system that includes interest rates. However, unlike in macroeconomics, many of the relationships in birth outcome models have a well-defined structure of temporal ordering. The decision to terminate a pregnancy, or the decision to initiate prenatal care, for example, clearly precedes delivery. Thus, feedback from low birthweight would most likely be an indication of an omitted variable. The absence of feedback in the abortion equations combined with the temporal ordering of events, increases our confidence in the results.

residual lag is different from zero which is evidence that the seasonal dummies are effective. Overall autocorrelation was not a problem except in the white abortion equations.

The impulse response functions are presented in Figures 1 and 2. Figures 1a and 1b shows the change in the rate of low-birthweight births (in percentage points) over thirty-six months given a shock of one standard deviation in the residual variance of the abortion measure  $\{\sigma_{vt} \text{ from equation } (3)\}$ . For blacks the shock represents a 1.55 percentage point decline in the percentage of pregnancies terminated by induced abortion and a 1.50 percentage point decline in the case of whites. The confidence bands are at plus and minus one standard deviation of each impulse.

As Figure 1a makes evident, an unanticipated increase in the percentage of pregnancies terminated by induced abortion has a substantial effect on the rate of low birthweight among blacks. The increase is greatest in the third month following the shock after which the impulses slowly dampen lowerds zero. The results for whites (Figure 1b) are in marked contrast. There is no effect in the first four months and although the confidence bands are quite tight, the change relative to blacks is obviously small.

The cumulative increase in the rate of low birthweight among blacks over the 36 month forecast period is 3.16 percentage points relative to a mean of 11.6 percent; for whites, the cumulative increase is .83 percentage points relative

<sup>&</sup>lt;sup>11</sup> To insure that the shocks to each variable are unique, Sims (1980) recommends that the residual variance-covariance matrix be transformed so that it becomes block recursive. However, we felt the transformation was unnecessary in this context since the temporal ordering of events minimized the likelihood of any important contemporaneous relationships. The data supported this expectation; the residual correlations across equations were inconsequential.

to a mean of 6.2 percent. Although the change for blacks appears large relative to a 1.55 percentage point shock in the abortion measure, it should be noted that the change in the percentage of pregnancies that are terminated is not static. As Figure 2a makes clear, the percentage of pregnancies that are aborted continues to fall after the initial shock. The cumulative decrease is 7.5 percent points relative to a mean of 52.1 percent.<sup>12</sup>

#### Conclusion

We have examined the relationship between induced abortion and low birthweight with aggregate time-series data from New York City. For blacks, we found a unidirectional relationship between decreases in the percentage of pregnancies terminated by induced abortion and increases in the rate of low-birthweight births. There was no such relationship among whites. Simulation based on the model reveal that an unanticipated decrease in the percentage of pregnancies that are voluntarily terminated would have a substantial impact on the rate of low birthweight among blacks.

The estimates were obtained with a vector autoregression -- a somewhat factious technique used primarily by macroeconomist. Yet, even detractors of VAR acknowledge their usefulness as a means of summarizing data, testing temporal orderings, or uncovering relationships that ought to be confronted by researchers (Leamer 1985; Cooley and LeRoy 1985; Bachus 1986). It in this spirit that we felt a VAR represented a suitable methodology.

For several reasons, however, the relationship between low birthweight

The slow rate of convergence among the impulse response functions for whites is due in part to the short lag length which was an inappropriate restriction. However, none of the conclusions regarding the relationship between low birthweight and abortion were different in a specification that included 9 lags the results of which are available upon request.

and induced abortion reported in this paper represents more than an interesting association. First, our findings are similar qualitatively with results obtained from a cross-sectional analysis of individual birth and abortion certificates from New York City (Grossman and Joyce 1988). The concordance between two very different approaches is noteworthy because the cross-sectional findings were generated from a structural model of infant health. Second, unlike many of the relationships in macroeconomics, the temporal ordering between low birthweight and induced abortion is well-defined. This provides an important check on the specification since feedback from low birthweight to abortion would strongly imply that a "third" variable was missing. Third, the length of a pregnancy provides a meaningful restriction on the number of relevant lags, a constraint often lacking in macroeconomic applications.

Finally, the results are important given the changes that may occur in the availability of legalized abortion. If legal restrictions on abortion result in an increase in the proportion of pregnancies that are carried to term, then our results suggest that the incidence of low birthweight among blacks in New York City will rise. However, even if Roe versus Wade were overturned, New York State is unlikely to inhibit access to legalized abortion. The question then becomes to what extent do these results generalize to other parts of the country. Any response is purely speculative because New York City is such a unique setting. Nevertheless, in areas where induced abortion is an prevalent means of fertility control, restrictions on legalized abortion could have an adverse

<sup>&</sup>lt;sup>13</sup>In 1984, for example, 46 percent of all pregnancies in New York City were terminated by induced abortion. Even among white, non-Hispanic women the figure was 45 percent (Joyce and Grossman, forthcoming). The average of the 12 other states that reported induced abortion to the National Center of Health Statistics (NCHS) was 21 percent (NCHS 1987,1986).

affect on birth outcomes.

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 $\label{eq:table-lambda} \mbox{Table 1}$  Estimates of Autoregressive Equations --  $\mbox{Blacks}^a$ 

	Dependent Variable					
	8	Low Birthweight	% Early Care	% Aborted		
Indpendent Variable	Lag					
% Low birthweight	1	.412 ***	206	038		
		(5.37)	(-1.33)	(22)		
	2	065	.221	069		
		(79)	(1.33)	(36)		
	3	. 188	.074	019		
		(2.31)	(.45)	(10)		
	4	.005	002	. 110		
		(.06)	(10)	(.58)		
	5	.191	161	- 197		
		(2.52)	(-1.04)	(-1.12)		
% Early Care	1	.065	.366 ***	031 *		
·	_	(1.68)	(4.66)	(35)		
	2	043	. 106	051		
	_	(-1.03)	(1.27)	(53)		
	3	006	.128	.081		
	_	(15)	(1.54)	(.85)		
	4	.083	.068	201		
	•	(2.01)	(.80)	(-2.08)		
	5	074	0001	.372		
	,	(-1.90)	(01)	(3.01)		
% Aborted	1	042 **	.009	.369 ***		
	-	(-1.29)	(.14)	(4.95)		
	2	085	045	.052		
	2					
	2	(-2.49)	(65)	(.66)		
	3	009	.060	. 142		
	,	(25)	(.86)	(1.78)		
	4	.002	056	.008		
	_	(,06)	(79)	(.10)		
	5	.016	034	.172		
		(.48)	(50)	(2.23)		
Constant Trend		8.679	12.343	15.051		
		(2.83)	(2.00)	(2.12)		
		002	.034	009		
Adjusted R <sup>2</sup>		(39) .52	(3.70) .95	(88) .62		
LM-test, Chi-squareb						
Ho: $p_1=0$		.76	2.39	.17		
Ho: $p_{12}=0$		.03	3.48	.61		
Ho: $p_{12} = 0$		4.55	6.24	1.60		
$\text{Ho:} p_1 \dots p_6 = 0$ $\text{Ho:} p_1 \dots p_{12} = 0$		17.40	13.80	7.16		
1.0. P1P12-0		17.40	10.00	7.10		

 $<sup>^{\</sup>mathrm{a}}\text{t-ratios}$  are in parentheses. The coefficients on the seasonal dummies

are not shown.

- \*\*\* P-value on set of lags is less than .01
- \*\* P-value on set of lags is less than .05
- \* P-value on set of lags is less than .10

bIn the LM test for serial correlation, the residuals from the equations shown above are regressed on the complete set of independent variables and a set of lagged residuals. The number (k) and order (p) of the lagged residuals depends on the degree of autocorrelation being tested. An F-statistics is computed for the coefficients on thelagged residuals. Mutiplying F by k yields the Chi-square statistic with k degrees of freedom. The critical value for Chi-square at the .05 level for 1 degree of freedom is 3.841, for 6 degrees of freedom is 12.592, and for 12 degrees of freedom is 21.026.

 $\label{eq:table 2} Table \ 2$  Estimates of Autoregressive Equations -- Whites  $^a$ 

	Dependent Variable					
	ક	Low Birthweight	% Early Care	% Aborted		
Indpendent Variable	Lag					
% Low birthweight	1	.199 **	145 *	255		
		(2.57)	(62)	(84)		
	2	.019	186	.405		
		(.24)	(76)	. (1.31)		
	3	007	-,339	122		
		(-,08)	(-1.39)	(39)		
	4	- , 132	558	125		
		(-1.65)	(-2.29)	(40)		
	5	. 095	`115 <sup>°</sup>	270		
		(1.18)	(46)	(86)		
% Early Care	1	040	`. 429 <sup>′</sup> ***	.012		
,		(-1.55)	(5.51)	(.12)		
	2	.018	, 183	,121		
	_	(.66)	(2.17)	(1.13)		
	3	.021	.083	045		
	_	(.76)	(.97)	(41)		
	4	020	.081	065		
		(73)	(.95)	(59)		
	5	008	077	.124		
	,	(32)	(99)	(1.25)		
<pre>% Aborted</pre>	1	001	.018	.478 ***		
	_	(05)	(.30)	(6.11)		
	2	006	.020			
	2	(26)		.172		
	3		(.30)	(2.00)		
	3	004	.045	. 373		
		(22)	(.70)	(4.57)		
	4	.004	053	132		
	5	(.18)	(~.79)	(-1.52)		
	ر	021	027	.055		
Constant		(-1.06)	(44)	(.71)		
		7.898	5.410	-3.900		
Trend		(4.44)	(4.20)	(-,56)		
		.001	.011	009		
		(.92)	(3.12)	(-2.02)		
Adjusted R <sup>2</sup>		. 30	. 90	.91		
LM-test, Chi-square <sup>b</sup>						
Ho: p <sub>1</sub> =0		. 64	.16	. 90		
Ho: p <sub>12</sub> =0		.77	1.97	.41		
Ho:p <sub>1</sub> p <sub>6</sub> =0		6.56	1.02	16.78		
Ho:p <sub>1</sub> p <sub>12</sub> =0		14.63	6.24	33.40		

 $<sup>^{\</sup>mathtt{a}}$  t-ratios are in parentheses. The coefficients on the seasonal dummies are not shown.

- \*\*\* P-value on set of lags is less than .01
  \*\* P-value on set of lags is less than .05
  \* P-value on set of lags is less than .10
- <sup>b</sup> See footnote b in Table 1.



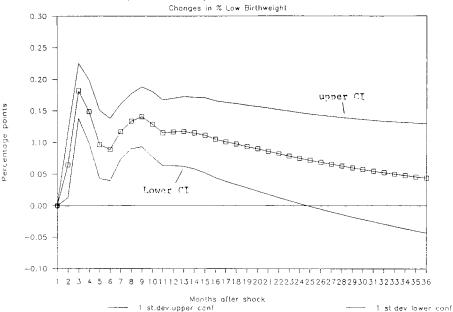
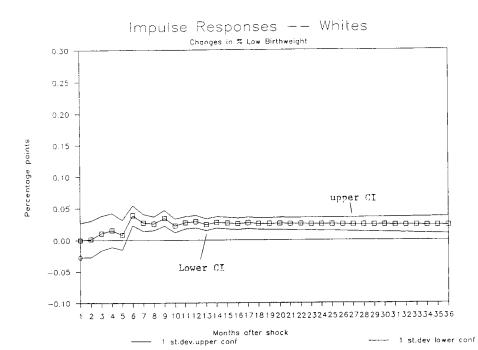
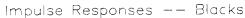


Figure 1b





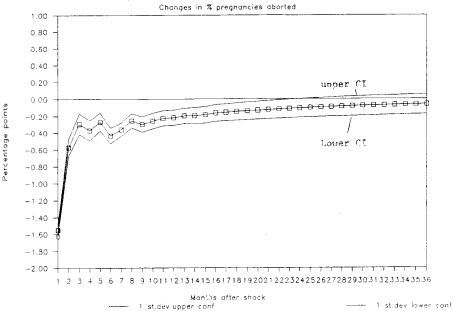


Figure 2b

