

## Comments on Assignment # 1

1. Do not use the term random effect and random parameters to describe the same model. If you are using PDS you are estimating a “random parameters model with parameters varying across respondents”. If you are not using PDS you are estimating a “random parameters model with parameters varying across observations”.
2. You should compare 3 models: random effects; random parameters by respondent; random parameters by observation.
3. For your random parameters. Make sure you say “(standard deviation of parameter in parentheses, normally distributed).