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# **Teacher Effectiveness and Classroom Composition**

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#### Abstract

This paper studies how the effectiveness of teachers varies by classroom composition. We combine random assignment of teachers to classrooms with rich measures of teacher effectiveness based on a popular observational protocol, Framework for Teaching, to overcome key endogeneity concerns related to measurement and matching. We find that complementarities between classroom composition and teaching practice play a significant role in student achievement. We identify two main mechanisms that are driving this result: 1) negative interactions between challenging and/or student-centered practices and heterogeneity in classroom prior achievement, and 2) positive interactions between classroom management skills and average classroom prior achievement. Our findings illustrate the multidimensional nature of teacher effectiveness and have important implications for prescribing teaching practice and evaluating teachers. Simulations show that teacher rankings change substantially simply from within-school classroom reallocations, suggesting the need for caution when using popular teaching evaluation rubrics in high-stakes settings.

Key words: teacher, practices, peer effects, effectiveness JEL Codes: I2; I20; I21

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## 1 Introduction

Teachers are largely understood to be the most important school-level determinant of achievement. Dating at least back to the Coleman Report of 1966, school peers have also been viewed as a key factor. While a vast literature has contributed to significant improvements in our understanding of the roles of teachers and peers (Gamoran et al., 2000; Rivkin et al., 2005; Sacerdote, 2011; Epple and Romano, 2010), a significant limitation of this literature is the treatment of teachers and peers in isolation. We address this gap by studying complementarities between teachers and classroom composition. The existence of complementarities has important implications for key teacher-related policies, including the importance of taking classroom composition into account when measuring teacher effectiveness and prescribing teaching practice. It further pushes the envelope on peereffect-related policies beyond the often stark tradeoffs of regrouping students to the question of better matching teachers or teaching practice to different classroom compositions.

Why might complementarities between teachers or teaching practice and classroom composition be an important part of achievement production? One example is that the benefits of encouraging classroom discussion may vary depending on the heterogeneity in initial achievement of a student's classmates. Furthermore, teachers can play a central role in determining the nature of classroom peer interactions. For instance, peer effects could be amplified by teaching practices that create a positive learning environment and promote a learning dialogue among students.<sup>1</sup>

Two important barriers have hindered the exploration of complementarities between teachers and classroom composition. First, detailed longitudinal data on teaching practices on a large scale are relatively rare. Second, endogeneity concerns related to nonrandom allocation of teachers to classrooms has posed significant challenges to identification. We overcome these challenges by exploiting a unique data set—the Measures of Effective Teaching (MET) Longitudinal Database. The key features of the data are rich information on teaching practices in a context where teachers are randomly assigned to classrooms. Teachers are evaluated by trained raters using a researchbased protocol that is increasingly used to measure teaching effectiveness in schools nationwide,

<sup>&</sup>lt;sup>1</sup>Teaching practices not only involve the principles and methods used for instruction (e.g. class discussions vs. recitation), but also those actions that affect the social dynamics of a given classroom (e.g. classroom management).

the Framework for Teaching Evaluation Instrument (FFT) (Danielson, 2011).<sup>2</sup> For classroom composition, we focus on classroom peer initial achievement, the most-studied type of peer spillover in the literature (Sacerdote, 2011).

The random assignment of teachers eliminates one of the most important confounding factors for measuring teacher effectiveness, the systematic matching of students to teachers that would lead us to confound teachers or peer effects with unobservable teacher or peer quality. However, even with random assignment, our identification strategy needs to address a number of remaining endogeneity concerns. The first is that there is considerable non-compliance in the data. We address this by relying on the variation generated by the randomly-assigned teacher rather than the actual teacher. Second, classroom composition may be endogenous. We apply a result in Bun and Harrison (2018) and Nizalova and Murtazashvili (2014) to show that the random assignment of teachers to classrooms is enough to obtain consistent estimates of the complementarities between teaching practice and classroom composition as long as students do not re-sort to classrooms in response to teachers, which we can test using initially-assigned classrooms.<sup>3</sup> Third, if teachers choose practices to maximize student achievement, the observed teaching practice could be endogenous to the classroom composition. We address this primarily by focusing on prior year teaching practices, thus capturing teachers' proclivity toward certain practices. Fourth, teaching practice is measured with error. We exploit multiple measures of teaching practice and use factor models to identify what aspects are separable in the data. We rely primarily on averages of multiple measures of teaching practices to address measurement error, but show robustness to a number of other approaches.<sup>4</sup>

We ground our empirical strategy in a simple theoretical model of student behavior, which helps inform the structure of the estimating equations and illustrates the potential pervasiveness of the complementarities in teaching practice and classroom composition. We show that even when the learning production function does not directly depend on the interaction between teaching practice

 $<sup>^{2}</sup>$ Kane et al. (2011) shows the importance of this teacher evaluation protocol in an observational context.

<sup>&</sup>lt;sup>3</sup>Balancing tests support that classroom composition is indeed random within randomization blocks and that similar results hold when we use initially assigned classrooms, before students had an opportunity to re-sort based on teachers.

<sup>&</sup>lt;sup>4</sup>These include instrumenting contemporaneous teaching practices with prior practice and adapting the estimation approach developed by Hausman et al. (1991) for nonlinear error in variables models to apply to our setting, a panel model where the nonlinearity takes the form of complementarities.

and peer initial achievement, a complementarity between teachers and peers could emerge indirectly through students' endogenous responses to teaching practices. One such example is when teachers with better classroom management practices make engagement less costly, and students benefit more from their peers if they are engaged with the material.

Our main finding indicates that complementarities between classroom composition and teaching practice play a key role in student achievement. More specifically, we identify two main mechanisms that are driving this result. While certain subdomains of FFT, which we label as classroom management practices, interact positively with average peer initial achievement; other subdomains, which we label as challenge/student-centered practices, interact negatively with the interquartile range of prior achievement. Moreover, FFT does not emerge as an important predictor of achievement until classroom composition is taken into account. Finally, we illustrate the importance of complementarities in determining teachers contribution for measuring teacher effectiveness through some simulations. We show that re-allocations of teachers across classrooms within school has significant effects on measures of teachers' contributions to learning. This points to the need for caution particularly in implementing high-stakes policies such as those that aim to replace the worst 5% to 10% of teachers with average teachers (Chetty et al., 2014; Hanushek, 2011).<sup>5</sup>

The identification of the mechanisms behind our main finding is not simple given that measured teaching practice may be correlated with some unobservable aspects of the teacher. This is an issue that all the literature that seeks to evaluate characteristics of effective teaching shares.<sup>6</sup> To address this concern, we explore whether our findings are driven instead by some other correlated teacher attribute. First, we show that after combining our teaching practices in a single specification our key results become stronger than specifications that include them separately, suggesting that (if any) omitted variable bias is attenuating our main results. Second, we show that our results are robust to controlling for an unusually rich set of teacher quality measures, including principal and student surveys along with a teaching knowledge assessment.<sup>7</sup>

 $<sup>^{5}</sup>$ Section 7 describes how we define teacher contribution to learning.

<sup>&</sup>lt;sup>6</sup>For instance, see Araujo et al. (2016) and Taylor (2018) for discussions of this challenge.

<sup>&</sup>lt;sup>7</sup>Taylor (2018) also shows that different type of instructional methods play an important role on student achievement beyond just teaching skills. Although educational researchers make an important distinction between teacher quality and teaching quality (Hamilton, 2012; Kennedy, 2010), we use the term "teacher" here, assuming the teacher knowledge measures reflect relatively stable traits.

We make several important contributions to the literature. First, we demonstrate how failing to capture the heterogeneity in the effectiveness of teaching practice by classroom composition leads us to understate the importance of measures of teacher effectiveness and even, in some cases, to infer that the practice does not matter when in fact the effects are sizable in certain classrooms. This provides insight into why observable teacher measures may often do a poor job of capturing teacher quality (e.g. Rivkin et al., 2005). From a policy perspective then, understanding this type of heterogeneity is crucial for identifying what teaching practices matter and in what classroom contexts.

Second, our research connects closely to a number of recent studies that consider heterogeneity in teacher effectiveness by student background characteristics (Lavy, 2015; Fox, 2016; Konstantopoulos, 2009).<sup>8</sup> However, by focusing on heterogeneity by classroom composition, our work is substantively different in focus. Furthermore, we show that heterogeneity by classroom composition seems to be of significantly larger magnitudes than heterogeneity by a student's prior achievement.

Third, our study also provides useful complementary evidence to the value-added literature which argues fairly persuasively that teachers matter (Jackson et al., 2014; Koedel et al., 2015; Rivkin et al., 2005; Chetty et al., 2014; Rothstein, 2010). Consistent with our central hypothesis that teacher effectiveness varies with who the teacher teaches, interesting recent work by Stacy et al. (2013) shows that value-added estimates are significantly more stable year-to-year for teachers of students with higher-initial achievement. The most closely related work is an innovative paper by Jackson (2013), which demonstrates a significant role for match quality between teachers and schools. While the econometric issues associated with allowing estimated teacher value-added to vary by classroom composition are also of interest, illustrating the potential variation in teacher effectiveness using teacher evaluation protocols is a natural starting point, particularly given the increasing importance of these protocols for schools. Another key benefit of using the protocols is to examine teacher effectiveness as a multidimensional construct, which proves central to our analysis and is less straight-forward from a value-added perspective.

<sup>&</sup>lt;sup>8</sup>For instance, Lavy (2015) finds larger effects of challenge/student-centered teaching for girls and low-SES students. Connor et al. (2004) show larger effects of some types of challenge/student-centered practices for children with higher initial achievement. Finally, Konstantopoulos (2009) finds somewhat larger effects of teacher effectiveness for high-SES students.

A number of other studies have used the MET data to identify effective teachers. Already studies from the MET project have generated important insights (Cantrell and Kane, 2013). For instance, Kane et al. (2013) verify that value-added metrics can be effective ways of evaluating teacher effectiveness in observational data and that multiple metrics of teacher effectiveness, including observations of practice, further improve understanding of a teachers' underlying effectiveness. Mihaly et al. (2013) show that the different metrics of teacher effectiveness (value-added, classroom observation video scores and student survey reports) have important commonalities. Araujo et al. (2016) and Bacher-Hicks et al. (2017), in different settings, also illustrate the importance of teacher observation protocols for measuring teacher effectiveness. In the present study, we shift the emphasis from identifying effective teachers to analyzing whether teachers who display higher skills in certain dimensions are more effective in certain types of classrooms.

Fourth, our paper also contributes to the literature on peer effects. The literature has considered fairly extensively how peer effects vary by student background characteristics because of the important implications of this type of heterogeneity to tracking and desegregation policies (For instance, see Burke and Sass, 2006; Fruehwirth, 2013; Gibbons and Telhaj, 2006; Hanushek et al., 2009; Hanushek and Rivkin, 2009; Hoxby and Weingarth, 2005; Lavy et al., 2012, among others). Zimmer (2003) and Duflo et al. (2011) consider heterogeneity by student prior achievement and by whether the school tracks or not, which relates to the present study in interesting ways. A handful of recent studies of peer effects may be driven by how the teacher adapts or targets her teaching (Jackson, 2016; Duflo et al., 2011; Lavy et al., 2012; Lee et al., 2014). None of these estimate complementarities between peer composition and teaching practice. The strong complementarities between peer initial achievement and teaching practice also suggest that failure to account for this leads us to understate the importance of peers.

The rest of the paper proceeds as follows. We first describe the data in Section 2, including our measures of teaching practice. Section 3 presents our theoretical framework and Section 4 our empirical strategy. Section 5 presents our main findings, followed by an analysis of the possible mechanisms behind our main results in Section 6. Section 7 performs simulation exercises that study how reallocation of teachers into classrooms affects their contribution to learning and their relative rankings. Finally, Section 8 concludes.

## 2 Data

The Measures of Effective Teaching (MET) Longitudinal Database provides detailed information on teaching practices, student outcomes, and classroom composition from six large urban public school districts in the United States over two academic years (2009-2010 and 2010-2011).<sup>9</sup> The data are linked to district administrative records, which include detailed student information, most importantly, current and prior measures of student achievement, but also age, race/ethnicity, gender, special education status, free lunch eligibility, gifted status, and English language learner status. The data also include rich measures related to teacher aptitude, such as the Content Knowledge for Teaching (CKT) assessment, and school principal evaluations.<sup>10</sup> Finally, a key aspect of the MET data is that teachers were randomly assigned within school and grade to classrooms of students during the second academic year of the study (2010-2011).<sup>11</sup>

We analyze students' math performance because it has traditionally been shown to be more malleable to school inputs. Moreover, we focus on elementary school students (grades four and five) given that most of them are taught by general elementary teachers in self-contained classrooms with more concentrated exposure to the same peers and teachers.<sup>12</sup>

<sup>&</sup>lt;sup>9</sup>These districts include New York City Department of Education, Charlotte-Mecklenburg Schools, Denver Public Schools, Memphis City Schools, Dallas Independent School District, and Hillsborough County Public Schools. Kane and Staiger (2012) provides a detailed description on how schools were selected to participate in the MET project. More importantly, Kane and Staiger (2012) argues that MET teachers are comparable by most measures to their non-MET peers in the district, suggesting that they are representative of the districts included.

<sup>&</sup>lt;sup>10</sup>The purpose of the CKT math assessment is to measure knowledge tied to the teaching of mathematics, such as: choosing and using appropriate mathematical representations; choosing examples to illustrate a mathematical concept; interpreting student work, including use of nonstandard strategies; and evaluating student understanding.

<sup>&</sup>lt;sup>11</sup>When schools joined the MET study in 2009-2010, principals were asked to identify groups of teachers that 1) were teaching the same subject to students in the same grade, 2) were certified to teach common classes and, 3) were expected to teach the same subject to students in the same grade the following year. These groups of teachers were called "exchange groups." The plan was for principals to create class rosters as similar as possible within an exchange group, and then send these rosters to MET to be randomly assigned to "exchangeable" teachers. One issue in practice was that, when it came time to perform the randomization, not all teachers within an exchange group were able to teach during a common period. As a result, randomization was performed within subsets of exchange groups called "randomization blocks".

<sup>&</sup>lt;sup>12</sup>Appendix A provides a detailed description of the sample selection.

### 2.1 Measuring Teaching Practice

We make use of a well-known, research-based classroom observation protocol that measures teaching practices, the *Framework for Teaching* (FFT). Increasingly school districts have begun to use these types of protocols for teacher evaluation purposes and FFT is the most popular (AIR, 2013). According to MET project (2010b), "*FFT has been subjected to several validation studies over the course of its development and refinement, including an initial validation by Educational Testing Service (ETS)*."<sup>13</sup> The protocol divides teaching into four domains and the MET database rates teachers on two of them: *classroom environment* and *instruction*. We observe scores for eight different subdomains of these two domains by a median of seven different highly trained, independent raters, many of them current or former teachers.<sup>14</sup> These raters had to pass reliability tests in which their scores were compared with master scores on a number of videos. This provides some assurance of the quality of these observational data and help us to address measurement error, as we discuss further in Section 4.

Though FFT was designed so that each subdomain represents a separate aspect of teaching practice, we perform an exploratory factor analysis to determine the number of components that are actually separable in the data. Appendix Table 7 shows the correlations between the different subdomains and the loadings on each subdomain after performing an oblique rotation of the factors.<sup>15</sup> This analysis suggests that FFT measures can be divided into two separable broad teaching practices. There are five sub-scales which load heavily on the first factor, including *establishing a culture of learning, communicating with students, engaging students in learning, using assessment in instruction* and using questioning and discussion techniques. These all reflect what we will call challenge/student-centered practices that encourage classroom dialogue and student involvement.<sup>16</sup>

<sup>&</sup>lt;sup>13</sup>Of the MET observation protocol, two, FFT, and CLASS are generic protocols designed to apply across instruction in a range of subject-matters. In our view, of these, FFT has the most comprehensive architecture capturing teaching practices.

<sup>&</sup>lt;sup>14</sup>The score assigned to each component ranges between 1 and 4, where each each number refers to a level (1:unsatisfactory, 2:basic, 3:proficient, 4:distinguished). Appendix Table 6 provides a description of each of the sub-components of the FFT protocol.

<sup>&</sup>lt;sup>15</sup>The results reported take the average across raters so that there is one observation per component per teacher. Results are similar if we perform the exploratory factor analysis at the level of the rater or if we use orthogonal rotations. They are also similar if we extract rater fixed effects and video quality prior to performing the factor analysis.

<sup>&</sup>lt;sup>16</sup>We have chosen the term "challenge/student-centered practices" to try to capture the overall emphasis of the

The subdomains that load on the second factor are *creating an environment of respect and rapport*, managing student behaviors and managing classroom procedures. We will refer to these as classroom management practices, as they all relate to teaching practices that lead to a better classroom environment. Taken together the factors explain 92% of the total variance in the data.<sup>17</sup>

As a final robustness check, we also implemented confirmatory factor analysis with the aim to establish whether the proposed grouping of the FFT subdomains provides a better fit of the data than alternative models. First, we compare our model with a competing specification in which all the FFT subdomains load in only one latent factor. Second, we test our classification with the grouping that has been predetermined in the FFT protocol (i.e., classroom environment and instruction domains).<sup>18</sup> In both cases, the Bayesian information criterion (BIC) indicates that our proposed classification provides a better fit of the data.<sup>19</sup> Our empirical strategy will mainly make use of averages across the sub-scales that according to the exploratory factor analysis correspond to each broad practice (i.e., classroom management and challenge/student-centered practices), but we also explore other ways of addressing measurement error, as described in detail in Section 4.<sup>20</sup>

### 2.2 Summary Statistics

Table 1 reports summary statistics for characteristics of the students in our final sample.<sup>21</sup> This is a racially-diverse sample; 31% of students are black, 25% are white, 29% are Hispanic, and 11% are Asian, indicating that the school districts included in our data are not necessarily representative

model items. Many of the FFT domains entail elements of student-centered instruction (e.g., in the engaging students in learning domain, "students identify or create their own materials for learning"). Yet, it is important to note that the FFT protocol is well balanced with "challenge" items (e.g. the first indicator of proficiency in the questioning and discussion techniques sub-domain is "questions of high cognitive challenge" (Danielson, 2011).)

<sup>&</sup>lt;sup>17</sup>An initial exploratory factor analysis shows that there is only one eigenvalue greater than 1, a possible rough rule of thumb for determining the number of factors. However, one factor explains 0.79 of the variation and a second factor explains a substantial additional part, 0.13, which is an additional criteria used to determine the number of factors.

<sup>&</sup>lt;sup>18</sup>Classroom environment includes: environment of respect and rapport, establishing a culture for learning, managing student behaviors, and managing classroom procedures. While *instruction* includes: communicating with students, engaging students in learning, using assessment in instruction, and using questioning and discussion techniques.

 $<sup>^{19}</sup>$ This analysis has been performed using the "confa" command in Stata, which deals with problems of identification in factor models (Kolenikov, 2009).

<sup>&</sup>lt;sup>20</sup>We also replicated our empirical strategy using principal component and following the FFT classification as alternative measures of challenge/student-centered and classroom management practices. Results in all cases are similar.

<sup>&</sup>lt;sup>21</sup>Appendix Table 8 shows summary statistics of the full randomization sample prior to any sample restrictions.

		= 、		
	Mean	Std. Dev.	Min	Max
Grade Level	4.50	0.50	4.00	5.00
Joint Math and ELA Class	0.87	0.33	0.00	1.00
Age	9.40	0.92	7.52	12.20
Male	0.50	0.50	0.00	1.00
Gifted	0.05	0.21	0.00	1.00
Special Education	0.08	0.27	0.00	1.00
English Language Learner	0.16	0.36	0.00	1.00
White	0.25	0.43	0.00	1.00
Black	0.31	0.46	0.00	1.00
Hispanic	0.29	0.45	0.00	1.00
Asian	0.11	0.31	0.00	1.00
American Indian	0.01	0.08	0.00	1.00
Race Other	0.03	0.17	0.00	1.00
Race Missing	0.00	0.07	0.00	1.00
Math Score (Year 09-10)	-0.00	0.90	-2.84	2.73
Math Score (Year 10-11)	0.04	0.90	-3.26	3.01
Unique Districts	5	-	-	-
Unique Classes	147	-	-	-
Unique Schools	39	-	-	-
Unique Randomization Blocks	57	-	-	-
Unique Teachers	147	-	-	-
Percentage of Class w/ 09-10 Math Scores	0.91	0.07	0.67	1.00
Percentage of Class in Ran- dom Assignment	0.78	0.14	0.32	1.00
Teachers per Randomization Block	2.86	0.83	2.00	4.00
Randomization Block Compli- ance Rate	0.93	0.09	0.50	1.00

Table 1: Summary Statistics: Sample (N=2632)

Notes: See Appendix A for a description of how this sample was obtained. Joint Math/ELA Class refers to a self-contained course in which students learn both math and ela, the remaining courses are either math or ela only. We summarize the percentage of each class w/ prior math test scores since students new to the district will not have prior test scores. We also summarize the percentage of each class in randomization because not all students in the classes we observe were on the original randomly assigned class rosters. 10

of the whole US population of students. The bottom part of Table 1 further characterizes the data by displaying the number of districts (5), schools (39), teachers (147), and randomization blocks (57) in our final sample.

Table 2 displays summary statistics corresponding to the the FFT domains and classroom prior achievement average and inter-quartile range (IQR) in prior achievement.<sup>22</sup> The last two columns of Table 2 show standard deviations within and between randomization blocks. We find considerable within-randomization block variation in teaching practice and classroom composition.

## 3 Model

We motivate here how interactions between teaching practice and peer initial achievement arise through a number of intuitive mechanisms. The simplest model has these interactions arising through the production technology. This makes sense for a number of possible teaching practices. For instance, encouraging classroom discussion would create more of a team production climate where peers matter more for each student's achievement. Alternatively, for some practices, teacher practice could enter indirectly to the achievement production function through students' behavioral responses (e.g., engagement, attentiveness). In this case, complementarities would arise if good behavior changes whether students benefit from their peers. For instance, classroom management practices could help ensure the necessary behavior to create a good learning environment. While the production technology channel is straightforward, it is helpful to illustrate the behavioral channel with a simple model. The model also informs the empirical specification we take to the data.<sup>23</sup>

Let  $Y_{it}$  denote achievement of a student *i* at time *t*. Let the index  $c_t = c(i, t)$  denote *i*'s classroom in period *t* and then the vector of classroom peer achievement excluding *i* is denoted  $Y_{-ic_tt} = (Y_{1t}, ..., Y_{i-1,t}, Y_{i+1,t}, ..., Y_{Nt})$ . A student's class has a teacher indexed j = j(i, t) who uses

 $<sup>^{22}</sup>$ We use IQR (i.e. difference in test score performance between the 75th and 25th percentile students in a given class) to measure classroom heterogeneity rather than standard deviation due to the fact that IQR is less sensitive to the presence of outliers, which is a particular concern in a context where classrooms could be small in size. Nevertheless, our main specifications presented in columns (1) and (2) of Table 5 are robust to replacing IQR with the standard deviation.

<sup>&</sup>lt;sup>23</sup>We take the teaching practice as given in order to focus on student responses. We can identify most convincingly the effects of a fixed or persistent aspect of teaching practice and postpone considering the endogenous response of teachers to the classroom composition in future work.

	Mean	Std. Dev.	Min	Max	Std. Dev. Be- tween	Std. Dev. Within
Classroom Composition						
Avg Peer $Math_{t-1}$	0	1	-2.31	3	0.84	0.58
IQR Peer $Math_{t-1}$	0	1	-2.45	2.92	0.78	0.69
Avg Peer $Math_{t-1}$ (random)	0	1	-2.75	3.02	0.84	0.57
IQR Peer $Math_{t-1}$ (random)	0	1	-2.34	4.15	0.78	0.7
Teaching Practices						
Challenge/Student-Centered	0	1	-3.06	2.23	0.74	0.69
Classroom Management	0	1	-3.15	2.25	0.74	0.63
FFT Subdomains of Challer	nge/Stu	dent-C	$\mathbf{entered}$			
Using questioning and discussion techniques	2.21	0.37	1.25	3.25	0.27	0.25
Establishing a culture of learn- ing	2.62	0.34	1.67	3.5	0.27	0.21
Communicating with students	2.68	0.33	2	3.33	0.24	0.24
Engaging students in learning	2.54	0.34	1.67	3.5	0.23	0.26
Using assessment in instruc- tion	2.43	0.37	1.33	3.5	0.27	0.26
FFT Subdomains of Classro	oom Ma	nageme	$\mathbf{ent}$			
Managing student behaviors	2.81	0.36	1.67	3.5	0.25	0.24
Managing classroom proce- dures	2.74	0.37	1.67	3.5	0.27	0.25
Creating an environment or respect & rapport	2.79	0.34	1.67	3.5	0.24	0.23

Table 2: Within and Between-Randomization Block Variation in Classroom Measures

Notes: The sample size is 2632 and focuses on 2010-11 school year when students were randomly assigned within randomization blocks. Teaching practices are measures in t - 1 based on FFT. The last two columns decompose the standard deviation for each variable into between randomization block and within randomization block components.

teaching practice(s)  $P_j$ . We begin with a value-added model where achievement production is a function of prior achievement, some moment of the prior achievement distribution of their time tclassmates  $(m(Y_{-ic_tt-1}))$ . We introduce student behavior,  $b_{it}$ , which we conceptualize broadly as behaviors conducive to achievement, such as attentiveness, engagement and/or effort. Achievement production includes direct interactions between teaching practice and classroom composition and the possibility of an indirect channel by allowing the marginal benefits of behavior to vary by the classroom composition, i.e.,

$$Y_{it} = \beta_0 + \beta_b b_{it} + \beta_{by} b_{it} Y_{it-1} + \beta_{b\bar{y}} b_{it} m(Y_{-ic_tt-1}) + \beta_y Y_{it-1} + \beta_{\bar{y}} m(Y_{-ic_tt-1}) + \beta_{p\bar{y}} P_j' m(Y_{-ic_tt-1}) + \epsilon_{it}, \quad (1)$$

where  $\epsilon_{it}$  denotes the residual. Note that this form of the achievement production function is comparable to the classic achievement production function with peer spillovers that is generally the focus of the literature when  $m(Y_{-ic_tt-1})$  is equal to average peer prior achievement (Sacerdote, 2011), though it is augmented with controls for measures of teaching practice and teaching practice interacted with peers. This is understood to capture the reduced-form effect of peers, inclusive of both endogenous (effects arising through simultaneity in achievement) and contextual effects (arising through direct spillovers from peer prior achievement). Other models in Appendix B consider potential teacher effects by changing the behavior of both the student and her peers, but we begin here as it is the most straightforward model to connect with the literature.

Students choose their behavior to maximize their expected utility from achievement net of the costs of behavior. To introduce a role for teaching practice in affecting behavior, we also permit that the marginal utility/cost of behavior varies with the practice, i.e.,

$$U_{it} = \gamma_y Y_{it} - \frac{\gamma_b}{2} b_{it}^2 + \gamma_{bp} P_j' b_{it}.$$

Student utility-maximizing behavior  $b_{it}^*$  is then

$$b_{it}^* = \frac{\gamma_y}{\gamma_b} (\beta_b + \beta_{by} Y_{it-1} + \beta_{b\bar{y}} m(Y_{-ict-1})) + \frac{\gamma_{bp}}{\gamma_b} P_j'.$$

Behavior is increasing in initial achievement, peer initial achievement and importantly teaching practice. Classroom management practices may affect behavior directly through minimizing opportunities for disruptive behavior, whereas challenge/student-centered practices might do so by better engaging students in learning.

We cannot estimate (1) directly because we do not observe behavior. Instead, we assume that the achievement we observe in the data is coming through student optimizing behavior. To obtain the achievement production we can take to the data, we plug in for utility-maximizing behavior to obtain the following reduced form

$$Y_{it}^{*} = \tilde{\beta}_{0} + (\beta_{b} \frac{\gamma_{bp}}{\gamma_{b}} + \beta_{p})P_{j}' + (\beta_{b\bar{y}} \frac{\gamma_{bp}}{\gamma_{b}} + \beta_{p\bar{y}})P_{j}'m(Y_{-ic_{t}t-1}) + (2\beta_{b\bar{y}}\beta_{b} \frac{\gamma_{y}}{\gamma_{b}} + \beta_{\bar{y}})m(Y_{-ic_{t}t-1}) + \\ + \beta_{b\bar{y}}^{2} \frac{\gamma_{y}}{\gamma_{b}}m(Y_{-ic_{t}t-1})^{2} + (\beta_{y} + 2\beta_{by}\beta_{b} \frac{\gamma_{y}}{\gamma_{b}})Y_{it-1} + \beta_{by}^{2} \frac{\gamma_{y}}{\gamma_{b}}Y_{it-1}^{2} + (\beta_{by} \frac{\gamma_{bp}}{\gamma_{b}} + \beta_{py})P_{j}'Y_{it-1} + \\ + 2\beta_{by}\beta_{b\bar{y}}\frac{\gamma_{y}}{\gamma_{b}}Y_{it-1}m(Y_{-ic_{t}t-1}) + \epsilon_{it}, \\ = \alpha_{0} + \alpha_{p}P_{j}' + \alpha_{p\bar{y}}P_{j}'m(Y_{-ic_{t}t-1}) + \alpha_{\bar{y}}m(Y_{-ic_{t}t-1}) + \alpha_{\bar{y}}2m(Y_{-ic_{t}t-1})^{2} + \alpha_{y}Y_{it-1} + \alpha_{y2}Y_{it-1}^{2}$$

$$(2)$$

$$+ \alpha_{py} P'_j Y_{it-1} + \alpha_{y\bar{y}} Y_{it-1} m(Y_{-ic_tt-1}) + \epsilon_{it}.$$

Note that even if  $\beta_p = \beta_{py} = \beta_{p\bar{y}} = 0$ , so that teaching practice does not affect achievement directly and, more importantly, does not have direct complementarities with peer achievement, this specification illustrates how we would also get complementarities from the indirectly behavioral channel. This relies on two intuitive conditions. First, student behavior is affected by practice  $(\beta_{bp} \neq 0)$ . Second, the achievement spillovers from peers vary with behavior  $(\beta_{b\bar{y}} \neq 0)$ . Note that in this model, the spillovers from peer prior achievement arise both directly through the production technology and indirectly through peer effects on the unobserved behavior of the student coming from the marginal return of behavior varying with peer prior achievement. In Appendix B, we discuss some alternative forms of the behavioral model which could also underlie these complementarities, including popular conformity-style models (Brock and Durlauf, 2001; Epple and Romano, 2010) or the classic treatment of the classroom environment as a congestible public good (Lazear, 2001).

### 4 Estimation

Our empirical strategy focuses on estimation of the reduced form model described in equation (2), which relates most closely to models estimated in the literature. We take as a starting point that  $m(Y_{-ic_tt-1}) = \bar{Y}_{-ic_tt-1}$  and expand to include the IQR of the peer initial achievement distribution in the application, i.e.,

$$Y_{it} = \alpha_0 + \alpha_p P_j \prime + \alpha_{p\bar{y}} P_j \prime \bar{Y}_{-it-1} + \alpha_{\bar{y}} \bar{Y}_{-ic_tt-1} + \alpha_{\bar{y}2} \bar{Y}_{-ic_tt-1}^2 + \alpha_y Y_{it-1} + \alpha_{y2} Y_{it-1}^2 + \alpha_{py} P_j \prime Y_{it-1} + \alpha_{y\bar{y}} Y_{it-1} \bar{Y}_{-ic_tt-1} + \epsilon_{it}, \quad (3)$$

where we assume that observed achievement is a result of students' utility-maximizing behaviors. Our main parameter of interest is  $\alpha_{p\bar{y}}$ , which captures how the marginal benefits of teaching practices vary with the classroom composition.<sup>24</sup> Without loss of generality we set  $E(P_r) = E(\bar{Y}_{-ic_tt-1}) = E(Y_{it-1}) = 0$ . Demeaning these variables aids in interpretation of the level terms  $\alpha_p$ ,  $\alpha_{\bar{y}}$  and  $\alpha_y$  in equation (4) by making them invariant to adding the interaction terms to the equation while leaving the interactions unchanged.

As discussed above, a unique aspect of these data is that teachers are randomly assigned to classrooms within randomization blocks. However, even with random assignment of teachers to classrooms, several important endogeneity concerns remain. First, there is considerable non-compliance to the random assignment in the data. Largely, this was because assignments are made from preliminary rosters before school administrators had a good sense of who would be attending their school. Second, classroom composition may be endogenous as principals were not required to randomly assign students to classrooms. Third, teaching practice may still be endogenous even with random assignment because of measurement error. We discuss each of these issues in turn.

 $<sup>^{24}</sup>$ To simplify exposition, we ignore the role of other student and teacher observables though we include these additional controls in the analysis.

#### 4.1 Non-compliance

Because the data include an indicator of the teacher that was randomly assigned to the student, we can use standard approaches for dealing with non-compliance, focusing on the variation from the randomly assigned teacher. We focus most of our discussion around the more conservative "intent-to-treat" estimates, which replace the observed teaching practice with the randomlyassigned teaching practice. Let  $P_r$  denote the teaching practice of the randomly-assigned teacher, indexed r = r(i, t), then

$$Y_{it} = \alpha_0 + \alpha_p P_r \prime + \alpha_{p\bar{y}} P_r \prime \bar{Y}_{-ic_tt-1} + \alpha_{\bar{y}} \bar{Y}_{-ic_tt-1} + \alpha_{\bar{y}2} \bar{Y}_{-ic_tt-1}^2 + \alpha_y Y_{it-1} + \alpha_{y2} Y_{it-1}^2 + \alpha_{py} P_r \prime Y_{it-1} + \alpha_{y\bar{y}} Y_{it-1} \bar{Y}_{-it-1} + \alpha_b + \tilde{\epsilon}_{it}.$$
 (4)

Because teachers are randomly assigned at the randomization block levels, we include randomization block fixed effects  $\alpha_b$ , where b = b(i, t) indexes randomization blocks. We show that our results are very similar when we instrument the observed with the randomly-assigned teacher's teaching practice, and so choose to focus on the intent-to-treat estimates for simplicity.

#### 4.2 Endogeneity of classroom composition

Classroom composition could be endogenous for two reasons. First, the principals were not required to assign classroom composition randomly, though there was incentive to create comparable classrooms within randomization blocks to make the random assignment of teachers to either classroom palatable. Second, non-compliance by students could lead the classroom composition to be endogenous even after addressing non-compliance at the teacher-level.

The question is then whether we can identify  $\alpha_{p\bar{y}}$  even though  $\bar{Y}_{-ic_tt-1}$  is potentially endogenous. Nizalova and Murtazashvili (2014) show that indeed with randomized control trials that interactions of the random treatment with endogenous characteristics are exogenous. Bun and Harrison (2018) expand this and provide weaker conditions for identification.<sup>25</sup> The key assumption is that  $(\bar{Y}_{-ic_tt-1}, \epsilon_{it})$  are jointly independent of  $P_r$ , conditional on other controls. This means that match-

<sup>&</sup>lt;sup>25</sup>See also Annan and Schlenker (2015) and Di Falco et al. (2018) for other examples of applications of this argument.

ing of students to peers based on unobservables does not vary with teaching practice. Thus, the main concern is about potential re-sorting of students after teachers are randomly assigned. We do not believe this poses a threat to identification for several reasons, which we discuss in Section 4.4.

### 4.3 Measurement error and endogeneity of teaching practice

Recall that we have multiple observations of teaching practice taken from video observations from multiple raters of the teacher both in the initial observational year and in the random assignment year to help deal with potential measurement error in teaching practice. As in Araujo et al. (2016), our preferred approach is to use t - 1 measures to capture the teaching practice. This address two related concerns. First, video raters may have difficulty separating the teacher's practice from the students they are teaching. Second, if teachers change their practice in response to classroom composition, then teaching practice would no longer be exogenous, violating our key identifying assumptions.

Our main strategy relies on the most straightforward approach to measurement by taking simple averages of the measures of practice  $(P_{rt-1})$ . To clarify the potential effects of measurement error on our estimates, let the subscript k capture different observations of the teaching practice, i.e.,

$$P_{rkt-1} = P_r + u_{rkt-1}.$$
 (5)

Substituting in the the average measured practice for the true measures, we have

$$\begin{split} Y_{it} &= \alpha_0 + \alpha_p P_{rt-1} + \alpha_{p\bar{y}} P_{rt-1} \bar{Y}_{-ic_tt-1} + \alpha_{\bar{y}} \bar{Y}_{-ic_tt-1} + \alpha_{\bar{y}2} \bar{Y}_{-ic_tt-1}^2 + \alpha_y Y_{it-1} + \alpha_{y2} Y_{it-1}^2 \\ &+ \alpha_{py} P_{rt-1} Y_{it-1} + \alpha_{y\bar{y}} Y_{it-1} \bar{Y}_{-ic_tt-1} + \alpha_b + \nu_{it} \end{split}$$

where  $\nu_{it} = \tilde{\epsilon}_{it} - \alpha_p \bar{u}_{rt-1} - \alpha_{p\bar{y}} \bar{u}_{rt-1} \bar{Y}_{-ic_tt-1} - \alpha_{py} \bar{u}_{rt-1} Y_{it-1}$ . Note that as the number of observations of practice increases,  $\bar{u}_{rt-1}$  goes toward 0, if  $u_{rkt}$  is mean independent of  $u_{rk't}$  for  $k \neq k'$ . This is reasonable in our setting given the use of multiple trained raters to rate the same teacher, leading to arguably independent random draws of rater-related measurement error.<sup>26</sup>

<sup>&</sup>lt;sup>26</sup>In earlier versions, we also tried controlling for rater fixed effects in measures of practice to account for any

We show results are robust to using principal component analysis to construct our measures (the primary approach we have seen applied in this literature) or factor models to extract the underlying teaching practice from multiple measures as in equation (5). We are also aware of the concern that simply including extracted factors in nonlinear models does not completely deal with measurement error. We adapt the method developed in Hausman et al. (1991) to deal with nonlinear errors in variables models to our setting where the nonlinearity takes the form of interactions. We describe this approach in detail in Appendix C.2. If anything these results imply that our estimates of the interactions are biased toward 0, which is typical of these types of models in the literature (Jaccard and Wan, 1995; Busemeyer and Jones, 1983).

To the extent that practice is time-varying, the focus on t-1 measures may understate the total effect of teaching practice. For time-varying practice, we can extract instead the common component from the correlation between time t-1 and t practices, which captures a persistent aspect of teaching practice. We discuss in Section 5.3 the findings when we instrument contemporaneous teaching practice with t-1 practices. These results show that if anything our estimation strategy provides conservative estimates of the interaction of practice with classroom composition.

#### 4.4 Testing identifying assumption

We perform a number of tests to ensure that our key identifying assumption holds. First, we test whether the practice is mean independent of peer characteristics directly by separately regressing randomly assigned teaching practice (based on t - 1 averages) on different variables of classroom composition after controlling for randomization block fixed effects.<sup>27</sup> Appendix Table 9 presents these balancing tests which show that teaching practice is not correlated with either of our measures of classroom composition, whether we use observed peers or initially-assigned peer. Second, regressions of the randomly-assigned teaching practice on student-level covariates also suggest that random assignment of teachers held. Third, though random assignment to classroom is not needed for identification, Appendix Table 9 also presents balancing tests which regress student characteristics on peer characteristics to see if there is evidence of matching in the data. Again, the balancing

systematic rater differences and again results were very similar.

<sup>&</sup>lt;sup>27</sup>A similar approach is implemented in Kane et al. (2013).

test generally supports that there is no matching of students (either using the observed or initiallyassigned peers), suggesting that classroom composition does not appear to be endogenous, at least in terms of observables.<sup>28</sup> That results of our balancing tests for peer characteristics and teachers are similar in the initially-assigned and observed classroom compositions helps to alleviate concerns about students re-sorting after teachers were randomly assigned. We can test further the implications for our estimation if there is some matching based on unobservables that we did not detect with our tests, by replacing the observed peer characteristics with the initially-assigned peer characteristics in our regressions. We show that results are robust to this setting in Section 5.3, alleviating any remaining concerns about potential violations of non-random sorting of students in response to randomly-assigned teachers.

## 5 Results

To ground our analysis more closely in the literature, we begin with the typical specifications that treat teachers and peers as separable inputs. We then add interactions with classroom composition to show how the significance of measured teaching practices change across these specifications. All estimates include controls for randomization block fixed effects, student characteristics and teacher aptitude, the Content Knowledge of Teaching (CKT) assessment, though results are robust to their exclusion.<sup>29</sup> For the endogeneity concerns described in Section 4, we focus the initial analysis on lagged measures of teaching practice, and consider contemporaneous measures in Section 5.3.

### 5.1 Do Teaching Practices have a Direct Effect on Test Scores?

Panels A and B of Table 3 display estimates of the effect of classroom management and challenge/ student-centered practices, respectively on math performance. Even columns allow the effect of teaching practice to vary by a student's initial achievement. Results in columns (1) and (2) are naive OLS specifications, where the lagged teaching practice of the current teacher ( $P_{it-1}$ ) is the

 $<sup>^{28}</sup>$ We find 3 out of 22 coefficients to be statistically significantly different from 0 at the 0.1 level, which is less than expected by chance.

<sup>&</sup>lt;sup>29</sup>See MET project (2010a) and footnote 10 for a description of this teacher assessment. The controls help with standard errors but do not matter for consistency because of the random assignment of treatment.

variable of interest. Columns (3) and (4) report intent-to-treat (ITT) estimates, replacing  $P_{jt-1}$  with the teaching practice of the randomly-assigned teacher  $(P_{rt-1})$ . Columns (5) and (6) present treatment on the treated (TT) results where  $P_{jt-1}$  is instrumented with  $P_{rt-1}$ .

Given the breadth of the measures, it is perhaps surprising that none of the specifications (in both panels) show that the level of teaching practices play a statistically significant role in math performance.<sup>30</sup> However, these results are consistent with the findings in Garrett and Steinberg (2015), where the average of all FFT measures do not seem to have a direct impact on students' performance in their ITT and IV specifications.<sup>31</sup> In a similar vein, while interactions of student prior achievement with classroom management or challenge/student-centered practices are statistically significant in ITT and IV specifications, F-tests (reported at the bottom of each panel) show that the coefficients associated with these practices are in many specifications not jointly significant. At first glance, these findings suggest that our constructs of teaching practice may not capture an aspect of teaching practice that is meaningful for math performance. However, the next section shows that these conclusions are misleading when we build in complementarities between teaching practice and peers.

#### 5.2 Teaching Practice and Classroom Composition

We expand the previous analysis by fully estimating equation (3), including interactions between classroom composition and teaching practice. Panels A and B of Table 4 present results for classroom management and challenge/student-centered practices, respectively. Odd columns accommodate models where average peer prior achievement is interacted with teaching practice (in addition to student prior achievement), while even columns additionally control for classroom interquartile range and its interaction with teaching practice.<sup>32</sup> Columns (1) and (2) report ITT results (i.e.  $P_{jt-1}$  is replaced with  $P_{rt-1}$  as per equation (4)). Columns (3) and (4) report TT estimates where  $P_{jt-1}$  is instrumented with  $P_{rt-1}$ .

 $<sup>^{30}</sup>$ These results also holds if instead of using averages of the sub-domains, we consider a principal component approach or the Hausman et al. (1991) econometric strategy described in Appendix C.2.

<sup>&</sup>lt;sup>31</sup>We also performed ITT specifications where average of all FFT measures are included as a regressor (instead of the subdomains). Our results also show that there is no direct impact of average FFT on student achievement.

<sup>&</sup>lt;sup>32</sup>See footnote 22 for an explanation of why we include IQR in our specifications rather than standard deviation.

		ual	Rand	dom	IV Actu	al with
	Teac	her	Teac	Teacher		Teacher
	reaction		reaction		italia.	reaction
	(1)	(2)	(3)	(4)	(5)	(6)
Panel A						
Classroom Management	0.005	0.005	0.009	0.009	0.010	0.009
	(0.025)	(0.024)	(0.022)	(0.021)	(0.025)	(0.024)
CM × Mathe 1		0.018		0.022*		0.023*
		(0.013)		(0.013)		(0.013)
M 41	0 797***	0 797***	0 790***	0 797***	0 790***	0 790***
$Matn_{t-1}$	(0.010)	(0.010)	(0.010)	(0.010)	(0.010)	(0.010)
	(0.018)	(0.018)	(0.018)	(0.018)	(0.018)	(0.018)
Avg Peer $Math_{t-1}$	0.013	0.014	0.013	0.014	0.014	0.015
	(0.026)	(0.026)	(0.026)	(0.026)	(0.025)	(0.025)
P-value (joint signif. of teach-		0.380		0.239		0.219
ing practice)		0.000		0.200		0.210
F-Stat. (first stage) <sup><math>\dagger</math></sup>					251.3	167.1
Panel B						
Challenge/Student-Centered	0.021	0.019	0.025	0.023	0.029	0.026
	(0.022)	(0.022)	(0.021)	(0.021)	(0.024)	(0.024)
C.S.C. $\times$ Math <sub>t</sub> 1		0.017		$0.025^{*}$		0.026*
		(0.013)		(0.013)		(0.014)
$Math_{t-1}$	$0.737^{***}$	$0.737^{***}$	$0.737^{***}$	0.737***	$0.738^{***}$	$0.738^{***}$
	(0.018)	(0.018)	(0.018)	(0.018)	(0.018)	(0.018)
Avg Peer $Math_{t-1}$	0.015	0.013	0.014	0.011	0.016	0.014
	(0.026)	(0.026)	(0.026)	(0.025)	(0.026)	(0.025)
P-value (joint signif. of teach-		0.195		0.042		0.029
$\operatorname{Ing} \operatorname{practice})$					070 0	100.0
F-Stat. (first stage)'					279.8	186.6

 Table 3: Effects of Teaching Practice without Classroom Interactions

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Standard errors are clustered at the randomization block level. Panel A and B correspond to different regressions with math as the dependent variable. Lagged teaching practices are used and sample size is 2632. These regressions include randomization block fixed effects and controls for the level and a squared term of prior math achievement and average peer prior achievement, as well as CKT and student characteristics listed in Table 1. † Reports the Kleibergen-Paap rk Wald statistic for a weak instrument test.

Panel A shows that classrooms benefit more from higher average peer initial achievement when the teacher uses good classroom management practices, which is consistent with the mechanisms discussed in our model. For example, ITT and TT results show that a one standard deviation increase in classroom management increase test scores around 7.4% to 8.9% of a standard deviation when peer average prior year performance is one standard deviation above the mean. In contrast, the even columns show that the effectiveness of classroom management practices does not vary significantly with the IQR in classroom prior achievement. On the one hand, these results have the intuitive interpretation that a student cannot benefit from higher-achieving peers if the teacher does not have good classroom management practices, which would foster positive classroom behaviors. On the other hand, it could be expected that classroom management practices are more effective among low-achieving students. Instead, our finding is consistent with the understanding that classroom management is also an important challenge in higher-achieving classrooms, though the sources of disengagement may be different from in lower-achieving classrooms (Shernoff et al., 2003).

Furthermore, consistent with the results in Table 3, the level effects of classroom management practices are still not statistically significantly different from 0 and point estimates are small. Moreover, the interactions between classroom management and student's prior achievement become statistically insignificant in most specifications, suggesting that failure to account for complementarities with classroom composition may lead to stronger conclusions about student-level heterogeneity in the effects of teaching practice. A further notable change is that classroom management emerges as a jointly statistically significant predictor of test performance when interacted with average peer prior achievement at the 99% confidence level in most specifications.

Panel B shows results for challenge/student-centered practices. Generally, we find that classes with higher average initial achievement also benefit more for challenge/student-centered practices. However, the benefits of challenge/student-centered practices are smaller in classrooms with higher IQR in initial achievement. A standard deviation increase in this practice leads to a 5 to 6% reduction in achievement for classrooms that are a standard deviation above average IQR. Like in the case of classroom management, the level effect of challenge/student-centered practices are not statistically significantly different from 0 and neither are the interactions with initial achievement, after controlling for interactions with classroom composition. Furthermore, joint tests also confirm that challenge/student-centered practices emerge as statistically significant predictors of achievement at the 99% confidence level after permitting heterogeneity by classroom composition.

In summary, the findings in Table 4 provide four main messages.<sup>33</sup> First, teaching practices seem to show significant complementarities with classroom characteristics, ranging in magnitude from 3% to 8.9% of a standard deviation increase in math, for a standard deviation increase in teaching practice in a class that is one standard deviation above the mean in prior performance. We view these estimates as sizable given that some of the larger estimates of a standard deviation increase in teacher value-added on math scores range from 0.11 to 0.16 (Chetty et al., 2014). A standard finding in the literature is that the first two years of teacher experience, where experience effects are largest, increase student performance by only 0.06 of a standard deviation (Ladd and Thompson, 2008).

Second, failure to account for complementarities with classroom composition lead us to understate the importance of these teaching practices. Third, student-level heterogeneity in effects of teaching practice appear less relevant after accounting for the complementarities with classroom composition. Finally, the contrasting evidence between classroom management and challenge/student-centered practices also points to the importance of considering these measures separately, i.e., a single measure of teaching quality, the focus in the literature, does not fit the findings when we allow for classroom context to moderate effects. We return to explore this in more detail in Section 6.

#### 5.3 Robustness

Endogeneity of classroom composition Given that teachers are randomly assigned to classrooms and that we focus on t-1 practices, a primary remaining endogeneity concern, as discussed in Section 4, is potential resorting of students to classrooms based on the teacher who is randomly

 $<sup>^{33}</sup>$ We also performed similar regressions on a broader sample to test to what extent our sample restrictions described in Appendix C.1 are affecting our results. If instead we restrict the data to: a) fourth and fifth grade students who were randomly assigned a teacher, b) both a student's actual and randomly assigned teacher have non-missing year 1 teaching practice measures, c) students have non-missing test scores in both years, and d) keep randomization blocks with at least a 25% compliance rate, leads to a sample of 4086 students. This larger sample provides very similar results to those reported in columns (3) and (4) of Table 4.

Table 4: Teacl	ning Practi	ice and Cl	assroom C	ompositio	n	
	Rano	dom	IV Actu	al with	Random	
	Teac	cher	Rand.	Feacher	Teacher and	
					Cla	ass
	(1)	(2)	(3)	(4)	(5)	(6)
Panel A						
Classroom Management	0.005	0.008	0.002	0.006	0.003	0.005
	(0.018)	(0.019)	(0.021)	(0.021)	(0.019)	(0.020)
C.M. $\times \operatorname{Math}_{t-1}$	0.011	0.011	0.011	0.011	0.015	0.014
	(0.013)	(0.012)	(0.013)	(0.012)	(0.013)	(0.012)
C.M. × Avg. Peer $Math_{t-1}$	$0.079^{***}$	0.074***	0.089***	0.084***	0.056***	$0.051^{**}$
	(0.021)	(0.025)	(0.023)	(0.030)	(0.020)	(0.022)
C.M. × IQR Peer $Math_{t-1}$		-0.017		-0.014		-0.017
		(0.019)		(0.023)		(0.018)
P-value (joint signif. of teach- ing practice)	0.001	0.000	0.000	0.000	0.018	0.007
First Stage F-Stat. <sup>†</sup>			84.4	42.9		
Panel B						
Challenge/Student-Centered	0.018	0.018	0.017	0.015	0.017	0.014
	(0.022)	(0.020)	(0.026)	(0.023)	(0.023)	(0.022)
$C.S.C \times Math_{t-1}$	0.016	0.012	0.017	0.013	0.022*	0.020
	(0.012)	(0.012)	(0.013)	(0.013)	(0.013)	(0.012)
$C.S.C \times Avg Peer Math_{t-1}$	$0.044^{***}$	0.031**	0.050***	$0.037^{**}$	$0.035^{**}$	$0.039^{**}$
	(0.016)	(0.014)	(0.019)	(0.017)	(0.016)	(0.015)
C.S.C. × IQR Peer $Math_{t-1}$		$-0.053^{**}$	*	$-0.058^{**}$	*	$-0.037^{***}$
		(0.014)		(0.014)		(0.013)
P-value (joint signif. of teach- ing practice)	0.004	0.000	0.002	0.000	0.005	0.000
First Stage F-Statistic <sup>†</sup>			67.1	53.4		

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Standard errors are clustered at the randomization block level. Sample size is 2632. Lagged teaching practices are used throughout; columns (5) and (6) control for characteristics of initially randomly assigned peers. Panel A and B correspond to different regressions with math as the dependent variable. These regressions include randomization block fixed effects and controls for the level and a squared term of prior math achievement and average peer prior achievement, as well as CKT and student characteristics listed in Table 1. Even columns also include the IQR in peer prior achievement. Whenever peer variables are included we also include their square, and all pairwise interactions of peer variables and prior achievement. †Reports the Kleibergen-Paap rk Wald statistic for a weak instrument test.

assigned. Balancing tests reported in Section 4.4 already suggest that this is not the case, in that observable student and peer characteristics are not correlated with the randomly-assigned teacher's practice. However, given that we observe the students who were initially randomly assigned to the teacher, we can also test whether estimates of the interaction are systematically different if we replace actual peers with randomly-assigned peers. These estimates are reported in columns (5) and (6) of Table 4. Interactions between classroom composition and teaching practice are not statistically significantly different from their comparable estimates in columns (1) and (2), though smaller in magnitude. This is consistent with a slight downward bias in columns (5) and (6) generated from random measurement error in peers.

**Contemporaneous teaching practice** One implication of focusing on lagged measures of teaching practice is that our estimates of the interactions between classroom composition and teaching practice may understate the true effects. While we prefer focusing on these conservative estimates because of concerns about the endogeneity of contemporaneous teaching practice, we also explore how the interactions of teaching practice with classroom composition change when we instrument for contemporaneous teaching practices with lagged teaching practices. These results are presented in Appendix table 10 and discussed in detail in Appendix C.1. We show that interactions between teaching practice and classroom composition remain robust, but (as expected) are significantly larger in magnitude.

Measurement error in teaching practice An additional concern with our findings is to what extent our results (e.g. lack of significance in the level of the teaching practice measures) are affected by problems of measurement error in our key teaching practice variables. In order to address this point, we implement a measurement error correction strategy that follows Hausman et al. (1991). This approach is more convenient than the usual IV strategy that accounts for error in variables, because the variables of interest enter non-linearly into our model and we are over-identified by having more than 2 measures of each practice. In appendix C.2, we provide a description of how we adapt the Hausman et al. (1991) method to our context, and describe results obtained after implementing it. For completeness, we also report results when performing IV corrections (i.e. instrumenting one of the measures that corresponds to a given teaching practice with the remaining measures of that teaching practice). Overall, the findings indicate that our current strategy of taking averages of the teaching practice variables provides similar results to strategies that correct for measurement error following these alternative approaches. The level effects and interactions with initial achievement remain close to 0, but the interactions with classroom composition increase slightly after correcting for measurement error.

**Aggregation** We also consider whether our aggregation of the 8 subdomains into 2 separable components masks important heterogeneity. Appendix Table 12 shows that similar findings hold when we consider the 8 different subdomains. The estimates, while still significant, are generally smaller in magnitude as would be expected due to increased measurement error.<sup>34</sup>

## 6 Mechanisms

## 6.1 Teaching Practice vs. Teacher "Quality"

While the previous section provides compelling evidence that teacher effectiveness varies by classroom composition, we now explore the extent to which classroom-management and challenge/studentcentered practices may proxy for similar aspects of teacher effectiveness and/or whether more standard, unidimensional measures of teacher quality are the primary channel through which our teacher effectiveness measures operate. For instance, teachers who have better classroom management practices may also engage in more challenge/student-centered practices; therefore not including both domains in the same specification may bias our estimates. This exploration raises a number of interesting questions. To be clear, there is no consensus on how teaching quality should be measured, and FFT was designed to capture different aspects of effective teaching. This means that in some ways classroom management and challenge/student-centered practices are in fact measures of quality. Furthermore, the fact that classroom-management and challenge/student-centered practices interact differently with classroom composition already suggests that a single unidimensional quality may not be correct. Yet, we have other relevant unidimensional scales of quality, such as

<sup>&</sup>lt;sup>34</sup>See Appendix section C.3 for related discussion.

the Content Knowledge for Teaching assessment, as well as principal and student surveys, which we consider here.

In order to address these key points, Table 5, Columns (1) and (2) present ITT (i.e.  $P_{jt-1}$  is replaced with  $P_{rt-1}$ ) and IV (i.e.  $P_{jt-1}$  is instrumented with  $P_{rt-1}$ ) results from a model that simultaneously controls for classroom management and challenge/student-centered practices and their interactions with peer composition. These results show that interactions of classroom management with the average peer initial achievement are robust, but seem to explain the interaction of challenge/student-centered practices with the average peer initial achievement in the previous tables because of strong correlations between these two practices. In contrast, interactions of challenge/student-centered practices with the IQR in peer initial achievement remain robust.<sup>35</sup> Finally, in comparing the results in Tables 4 and 5 we see that key classroom composition. This suggests that if there is a bias in our interactions from omitted teaching practice/quality, it is leading us to understate the true complementarity with classroom composition.

Columns (3) to (5) of Table 5 report results from ITT specifications similar to column (1) where we additionally include different proxies for overall teacher "quality" and their interactions with classroom characteristics.<sup>36</sup> First, we included teacher performance in the Content Knowledge for Teaching (CKT) assessment interacted with classroom characteristics. Second, we included the teacher's lagged average score on student assessments from the TRIPOD survey. TRIPOD assesses the extent to which students experience the classroom environment as engaging, demanding, and supportive of their intellectual growth.<sup>37</sup> Finally, we included school principal evaluations on teachers performance which are reported in the MET database.<sup>38</sup> These results show that across all specifications our key interactions between teaching practices and classroom composition re-

<sup>&</sup>lt;sup>35</sup>Appendix tables 13, 14, and 15 report all the parameters of these specifications.

<sup>&</sup>lt;sup>36</sup>Notice that in all previous specifications, we were controlling for a measure of teacher aptitude (i.e. CKT), but it was not interacted with classroom characteristics. We cannot control for the usual measures of teacher value-added (i.e. adjusted random effects) because these models inherently neglect the presence of classroom-teacher interactions.

<sup>&</sup>lt;sup>37</sup>Tripod is a protocol that measures teacher effectiveness based on student surveys. See Kane and Staiger (2012) for a description of this tool and the importance for predicting teacher value-added.

<sup>&</sup>lt;sup>38</sup>The fact that our specifications include randomization blocks (which in this case are school-grade fixed effects) should account for systematic difference in principals' reporting.

main significant, and the size of these coefficients is very similar to our previous specifications.<sup>39</sup> Furthermore, we see that these alternative measures of "quality" do not interact with peer average initial achievement and IQR in the same way as our two practices. This is true despite CKT and principal surveys being statistically significant predictors of math achievement. In contrast to our practice measures, these show statistically significant heterogeneity in effects by the student's initial achievement, suggesting that "quality" as measured through CKT and principal assessments matters more for better students.

#### 6.2 Class size

Because IQR is correlated with class size, an interesting question is whether interactions of challenge/student-centered practices are driven by larger class sizes. We test this by adding interactions of classroom management and challenge/student-centered with class size to column (1) of Table 5. We do not include these results as we find no evidence that either practices interacts with class size. Furthermore, positive interactions of classroom management and average peer prior achievement and negative interactions of challenge/student-centered practices with the IQR remain robust, and if anything increase in magnitude with the additional controls.

## 7 Evaluating Teachers

The development of teacher evaluation protocols have been at the core of the education policy debate in recent decades. For example, policymakers in the US have widely implemented accountability programs that intended to reward or punish teachers based on students gains in achievement.<sup>40</sup> More recently, schools have also incorporated classroom observation protocols like FFT to further assess teachers. For example, in 2012, the New Jersey Legislature passed the TEACHNJ Act, which mandated implementation of a new teacher evaluation system starting in the 2013 -2014 school year and links tenure decisions to evaluation ratings. In response to this mandate, New

<sup>&</sup>lt;sup>39</sup>Specifications than include teacher experience (as an alternative teacher control) and its interactions with classroom and students characteristics provide almost identical results to those reported in columns (3)-(5) of Table 5.

<sup>&</sup>lt;sup>40</sup>For example, North Carolina implemented the ABCs (Accountability for Basic skills and for local Control) program in 1997, and the US federal government developed the NCLB (No Child Left Behind) program in 2002.

Table 5: Teaching Practices and Alternative Teacher "Quality" Controls								
	Random	andom IV Actual Random Teacher						
	Teacher	with Random	Alt.	Feacher Co	ntrol:			
		Teacher	CKT	$7\mathrm{C}$	PSVY			
	(1)	(2)	(3)	(4)	(5)			
Classroom Management	-0.012	-0.016	-0.014	-0.016	-0.015			
	(0.020)	(0.022)	(0.020)	(0.020)	(0.019)			
C.M. $\times$ Math <sub>t-1</sub>	0.004	0.004	0.011	0.004	0.003			
	(0.020)	(0.021)	(0.019)	(0.019)	(0.019)			
C.M. × Avg Peer $Math_{t-1}$	$0.076^{**}$	$0.087^{**}$	$0.077^{**}$	$0.076^{**}$	0.076***			
	(0.029)	(0.036)	(0.030)	(0.029)	(0.027)			
C.M.× IQR Peer $Math_{t-1}$	0.026	0.035	0.026	0.026	0.026			
	(0.022)	(0.026)	(0.022)	(0.023)	(0.021)			
Challenge/Student-Centered	0.026	0.025	0.026	0.026	0.011			
	(0.023)	(0.025)	(0.022)	(0.022)	(0.024)			
C.S.C. $\times$ Math <sub>t-1</sub>	0.010	0.011	0.002	0.016	0.005			
	(0.020)	(0.021)	(0.020)	(0.019)	(0.019)			
C.S.C. × Avg Peer $Math_{t-1}$	-0.010	-0.009	-0.010	-0.010	-0.005			
	(0.019)	(0.022)	(0.019)	(0.019)	(0.019)			
C.S.C. $\times$ IQR Peer Math <sub>t-1</sub>	$-0.062^{**}$	$* - 0.071^{***}$	$-0.063^{***}$	-0.057**	$-0.054^{**}$			
	(0.017)	(0.019)	(0.017)	(0.021)	(0.021)			
Alt. Teacher Control			-0.008	-0.006	0.055***			
			(0.016)	(0.019)	(0.017)			
T.C. $\times$ Math <sub>t-1</sub>			0.044***	$-0.029^{**}$	0.032**			
			(0.014)	(0.013)	(0.013)			
T.C. $\times$ Avg Peer Math <sub>t-1</sub>			-0.019	-0.007	-0.016			
			(0.018)	(0.020)	(0.016)			
T.C. × IQR Peer $Math_{t-1}$			-0.012	-0.017	-0.003			
			(0.021)	(0.021)	(0.016)			
P-value joint signif. teaching practice (C.M.& C.S.C).	0.000	0.000	0.000	0.000	0.002			
P-value joint signif. alt. teacher control (T.C.)			0.052	0.172	0.013			
First Stage F-Statistic <sup>†</sup>		27.7						

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Standard errors are clustered at the randomization block level. Sample size is 2632. Dependent variable is math and teaching practices are measured at t - 1. Regressions use lagged teaching practice of current teacher and include randomization block fixed effects and controls for the level and a squared term of prior math achievement and average and IQR of peer prior achievement, their square and all pairwise interactions of peer variables and prior achievement, as well as student characteristics listed in Table 1. † Reports the Kleibergen-Paap rk Wald statistic for a weak instrument test. *CKT* denotes Content Knowledge for Teaching assessment, 7C denotes overall student survey teacher ratings based on Tripod and *PSVY* denotes principal assessments of teacher quality. TC denotes alternative teacher control (i.e. CKT, 7C, or PSVY). See Appendix Tables (13), (14) and (15) for all parameters.

Jersey has developed the program *AchieveNJ* that relies on classroom observation protocols such as FFT to evaluate teachers.<sup>41</sup>

Due to the increasing availability of data to evaluate teachers (e.g. value-added measures), many scholars have highlighted the benefits of replacing the least effective 5% to 7% of teachers with average teachers (Chetty et al., 2014; Hanushek, 2011). However, these exercises in evaluating teachers and determining rankings rely crucially on the assumption that teacher effectiveness can be isolated from classroom characteristics. Our findings of a statistically significant complementarity between teaching practices and classroom composition suggest that the estimated teacher contributions will depend on classroom composition. To further quantify the relevance of these complementarities within the context of our empirical strategy, we implemented different simulation exercises that aim to determine how rankings of teacher contributions to learning vary when teachers are re-allocated into different classrooms.

We focus on our estimates in column (5) of Table 5 to create, based on our measures of teaching practices, a measure for teacher contribution to learning. We choose these estimates because they include a role for overall teacher quality through principal surveys, which is shown to have a direct effect on math achievement and so offers a useful anchoring of our two FFT practices, which do not have a statistically significant direct effect. We define the teacher contribution as

$$\hat{TC}_{j} = \frac{1}{N_{j}} \sum_{i=1}^{N_{j}} (\hat{\alpha}_{p} P_{j} \prime + \hat{\alpha}_{p\bar{y}} P_{j} \prime Y_{it-1} + \hat{\alpha}_{py} P_{j} \prime \bar{Y}_{c_{t}t-1} + \hat{\alpha}_{pI} P_{j} \prime IQR_{c_{t}t-1}),$$

where  $IQR_{c_{t}t-1}$  denotes the interquantile range of the classes prior achievement,  $N_j$  denotes the class size for teacher j,  $\alpha_{pI}$  the related coefficient estimate and  $P_j$  is a vector of classroom management practices, challenge/student-centered practices (using the average prior measures as discussed above) and the principal's evaluation of teacher quality. We explore two different thought experiments to understand the magnitude of the effects.

First, consider a teacher whose classroom management, challenge/student-centered and principal evaluation are all one standard deviation above average. Giving this teacher a classroom that

<sup>&</sup>lt;sup>41</sup>Teacher practice accounts for 55% of the teacher evaluations. The following link provides the list of approved teacher practice evaluation instruments used in New Jersey: https://www.nj.gov/education/AchieveNJ/teacher/ approvedlist.pdf

is one standard deviation higher (relative to the mean) average classroom peer prior achievement (holding IQR fixed) would increase her teaching contribution to student learning  $(\hat{TC})$  by 0.07 and increase her rank in the teacher contribution distribution by 0.20 percentile points.<sup>42</sup> In a similar vein, holding the average peer initial achievement fixed and increasing IQR to one standard deviation would decrease teacher contribution by 0.03 and decrease her rank by 0.14 percentiles

Second, suppose we randomly reallocate teachers to one of the other classrooms within a randomization block, potentially similar to the usual allocation problem that principals face every year for a given math course/level, which is how the randomization blocks were defined. In this case,  $\hat{TC}$  changes in absolute value by 0.11 of a standard deviation and the teacher's rank changes on average by 0.32 percentiles. As a result, within the randomization block, 80% of teachers change rank. These counterfactual changes in rank are not trivial from a policy perspective. Our simulation shows that more than 3/4 of the teachers that were ranked in the bottom 5 to 20% of the teaching contribution would no longer belong to that group after such re-allocation of classrooms.

In summary, simulations suggest that complementarities between teaching practices and classroom composition play a key role in determining teacher contributions to learning. In this regard, our findings suggest caution on how to implement policies that aim to replace the bottom 5% of teachers given that teachers relative ranks are likely to depend on the characteristics of the classroom they are facing.

## 8 Conclusion

In this paper, we illustrate that the effects of teaching practice vary significantly with classroom composition. Our preferred estimates indicate that classroom management practices increase math achievement by 0.09 of a standard deviation when average classroom initial peer math performance is 1 standard deviation above average. In contrast, challenge/student-centered practices decrease math performance by -0.07 of a standard deviation when the classroom IQR in initial achievement is 1 standard deviation above average. We view these estimates as sizable given that some of the

 $<sup>^{42}</sup>$ Note that 1 standard deviation average peer achievement (which is in standard deviation units) also increases prior student achievement by 0.42.

larger estimates of a standard deviation increase in teacher value-added, which is based on unobservable teacher contributions to math, range from 0.11 to 0.16 (Chetty et al., 2014). Simulations also illustrate the reassigning classrooms to teachers within randomization block would change their teacher contribution by 0.11 standard deviations and change their rank on average by 0.32 percentiles.

We make three key contributions to the literature on teacher effectiveness. First, we illustrate that failure to account for moderating effects of classroom composition may lead researchers to severely misstate the importance of a given measured teaching practice for achievement. This helps address the common mystery of why teacher effectiveness is so hard to measure and may even help reconcile mixed findings in different contexts. Second, failure to account for the moderating effects of classroom composition also leads us to overstate the importance of individual studentlevel heterogeneity in the effects of teaching practice. Indeed, in our context, it appears that all heterogeneity is driven by classroom composition.

Third, the focus in the literature on a single, unidimensional measure of teacher effectiveness may be misguided. Our two measures of teacher effectiveness interact with different aspects of classroom composition. Furthermore, we show that our estimated interactions of teaching practice with classroom composition remain after controlling for additional standard measures of teacher "quality," such as Content Knowledge for Teaching Assessment, student evaluations and principal surveys. In contrast to our FFT-based teaching practice measures, these additional measures of teacher quality show some evidence of heterogeneity by student prior achievement, but do not interact with classroom composition, providing supportive.

Our findings also have important implications for the peer effects literature. Because the effects of peers vary significantly with teaching practice, this suggests that failure to account for these interactions may also severely understate the importance of peers in different contexts. Furthermore, it suggests the potential for a change in policy emphasis from reallocating students to classrooms to meet different achievement objectives (which can be costly and involve severe tradeoffs among different types of students) to determining teaching practices that best fit different classroom contexts or better-matching of teachers to classrooms. Finally, our results also have important implications for policies related to (1) teacher evaluation and accountability and (2) teacher professional development and training. Classroom observations of teaching practice–scored using the FFT and other protocols–are now routinely used in annual teacher evaluation and accountability. Our findings suggest that, depending on teachers' assignments or the overall school context, specific domains of instructional practice may be more relevant to teacher effectiveness than others. As such, specific domains of instruction (rather than an overall observational score) may be emphasized in accountability systems depending on teaching assignments and/or school context. Moreover, the presence of complementarities between teaching practices and classroom composition suggest that further caution should be exercised when teachers are evaluated based on these protocols. In particular, we show that rankings of teacher contributions to learning are largely sensitive to even relatively small within-school classroom reassignments. Therefore policies that aim to replace the bottom 5% to 10% of teachers could be sensitive to the characteristics of the classrooms that teachers face.

In terms of teacher professional development and training, our findings reinforce the importance of explicit attention to challenges stemming from classroom-achievement heterogeneity (Cohen and Lotan, 1997; Seaton et al., 2010). We further find that scores on protocol subdomains do not appear to be as orthogonal in practice as they are in principle, or are intended to be.<sup>43</sup> Further research could benefit from determining how to more fully differentiate, to the extent it is feasible, different aspects of teaching practice to make more formative recommendations for teacher training and development. That said, our research provides compelling evidence that any such recommendations should be adapted to the challenges faced by different school and classroom contexts.

 $<sup>^{43}</sup>$ That is, the MET observational protocol seem to have been developed as *formative* measures of instruction, where ideally the protocol would be useful in assessing "weak points" to target for instructional improvement. This is our own interpretation of these protocol. The supporting documentation we examined for the FFT protocol for example, does not specifically address the extent to which it was designed to measure a formative construct (Danielson, 2011, 2012).

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## A Randomization and Sample Selection

Randomization: When schools joined the MET study in 2009-2010, principals were asked to identify groups of teachers that 1) were teaching the same subject to students in the same grade 2) were certified to teach common classes and 3) were expected to teach the same subject to students in the same grade the following year. These groups of teachers were called "exchange groups" The plan was for principals to create class rosters as similar as possible within an exchange group, and then send these rosters to MET to be randomly assigned to "exchangeable" teachers. One issue in practice was that when it came time to perform the randomization, not all teachers within an exchange group were able to teach during a common period. As a result, randomization was performed within subsets of exchange groups called "randomization blocks." In summary, MET requested scheduling information for 2,462 teachers from 865 exchange groups in 316 schools. From this, they created 668 randomization blocks from 619 exchange groups in 284 participating schools. The drop off in teachers can be attributed to either a school refusing to permit randomly swapping rosters, or all remaining MET project teachers leaving the school or the study prior to randomization. From these randomization blocks, 1,591 teachers were randomly assigned to class rosters. Teachers were lost either because they were not scheduled to teach the exchange group subject and grade level in 2010-2011 or they decided not to participate Kane et al. (2013).<sup>44</sup>

Since assignments were made based on preliminary rosters at the end of the previous school year, before school administrators knew who would be attending their school, there was both attrition from the sample and additional students who moved into the school and needed to be incorporated in the sample. As a result, our analysis does not rely on the assumption that the observed classroom composition is random, but rather exploits what we know to be random—the initial random assignment of teachers to classrooms. We discuss this further in Section 4. We cannot include students who were not in the randomization sample in our main analysis, which relies on the randomization, but we do include them as part of the calculation of classroom composition when prior test scores are available. For the average student in our final sample, 78% of classroom peers were included in randomization, and we observe prior test scores for 91% of classroom peers.

**Sample Selection:** Our sample selection is motivated by our estimation strategy. We start with the entire sample of elementary students observed in the randomization year (2010-11), in either a math or joint math and ELA classroom, which includes 11,409 student observations. Since we rely on the random assignment of teachers to classrooms, we restrict the sample to the 5,730 students who were randomly assigned a teacher (but did not necessarily comply). The characteristics of these students are summarized in appendix Table (8). Note that while six districts participated, only five were asked to have elementary schools participate.

Further sample restrictions are necessary for our estimation strategy. We require observed test scores prior to, and after the randomization year. We also required non-missing teaching practices from the first year (2009-10) and Content Knowledge for Teaching (CKT) scores in math. We restrict the sample to students whose actual and randomly assigned teacher has non-missing values for both, which reduces the sample to 4,201.

Using the remaining students we count the number of students per class, and restrict the sample to all classes with a minimum of 7 students. From this restriction we are left with 4,124 students.

<sup>&</sup>lt;sup>44</sup>The number of randomized teachers includes 386 high school teachers and 24 teachers from grades 4-8 for whom rosters were later found to be invalid by MET. We do not include these in our sample.

While the true class sizes are much larger than this, we do this to avoid the possibility of results being driven by unusually small classes based on our previous sample restrictions.

Finally, our estimation strategy requires a minimum of two teachers per randomization block, and we also want to ensure randomization was performed properly. There are 3,618 students in a randomization block with at least two teachers. Of these remaining students, 2,682 are in a randomization block with at least a 50% compliance rate.

At this point, we find there are 44 duplicate student observations between classes, which we drop. We then re-run the class size, teachers per randomization block, and randomization block compliance rate restrictions.

The final restricted regression sample has 2,632 student observations. These student observations span 5 districts, 39 schools, 57 randomization blocks, 147 teachers, 147 classrooms, with 87% of student observations coming from joint math/ela courses. Table (1) presents summary statistics of our final regression sample.

### **B** Alternative Models

While the behavioral model in Section 3 posits some possible channels of complementarities, alternative plausible models of student behavior would produce similar complementarities. For instance, it is straightforward to add to the model that students conform to the average behavior of classmates, so that utility is

$$U_{it} = \gamma_y Y_{it} - \frac{\gamma_b}{2} (b_{it} - \gamma_{\bar{b}} \bar{b}_{-it})^2 + \gamma_{bp} P'_j b_{it}.$$

This captures the conformity-type peer effects that are the focus of the social interactions literature (Brock and Durlauf, 2001; Epple and Romano, 2010). In this case, optimal behavior would be a function of peer behavior and teaching practice and similar results would follow, except here the benefits of the teaching practice are amplified through the re-enforcing behavior of peers. For instance, a teacher's classroom management practice encourages a student and her peers to behave better, and the better behavior of peers further encourages the student's own better behavior and vice-versa. The interaction between teaching practice and peer initial achievement would follow again in this model because the marginal product of good behavior differs with peer initial achievement.

Furthermore, we could also motivate the interaction between teachers and peers as arising through a production function that has complementarities between average peer behavior and own behavior, i.e.,

$$\begin{split} Y_{it} &= \beta_0 + \beta_b b_{it} + \beta_{by} b_{it} Y_{it-1} + \beta_{b\bar{y}} b_{it} m(Y_{-ic_tt-1}) + \beta_{b\bar{b}} b_{it} \bar{b}_{-it} + \beta_{\bar{b}} \bar{b}_{-it} \\ &+ \beta_y Y_{it-1} + \beta_{\bar{y}} m(Y_{-ic_tt-1}) + \beta_p P'_j + \beta_{py} P'_j Y_{it-1} + \beta_{p\bar{y}} P'_j m(Y_{-ic_tt-1}) + \epsilon_{it}, \end{split}$$

where there are direct spillovers from peer behavior and the achievement benefits of behavior are increasing in peer behavior. This channel connects well with Lazear (2001)'s classic treatment of the classroom learning environment as a public good that is disrupted by student behaviors. The reduced form in this setting would be similar in structure to the above, when  $m(Y_{-ic_tt-1}) = \bar{Y}_{-ic_tt-1}$ , with the addition of the  $P_j^2$  term arising through the interaction of own and peer behavior, both of which are increasing in  $P_j$ .

## C Robustness

#### C.1 Robustness check on contemporaneous teaching practice

Table 10 shows robustness checks where we estimate equation (4) focusing on our key interactionschallenge/student-centered practices interacted with the IQR in initial peer achievement and classroom management interacted with average initial peer achievement. A challenge we face is that it is difficult to instrument for all the entries of teaching practice and its interactions without running into a weak instrument problem. As a result, we build the argument sequentially to show that weak instruments are not driving estimates of our key interactions. Panel A shows results for classroom management and panel B for challenge/student-centered practices. The first column shows results for the ITT when  $P_{rt-1}$ ,  $P_{rt-1}Y_{it-1}$ ,  $P_{rt-1}\overline{Y}_{-ic_tt-1}$ ,  $P_{rt-1}IQR_{c_tt-1}$  are all included in the regression. Then, column (2) shows that estimates of key interactions are robust when all other teaching practice terms are dropped except our main interactions of interest, i.e.,  $P_{rt-1}IQR_{crt-1}$ for challenge/student-centered and  $P_{rt-1}\bar{Y}_{-ict-1}$  for classroom management. Column (3) then instruments for  $P_{rt}\bar{Y}_{-ic_tt-1}$  with  $P_{rt-1}\bar{Y}_{-ic_tt-1}$  for classroom management and  $P_{rt}IQR_{c_tt-1}$  with  $P_{rt-1}IQR_{ct-1}$  for challenge/student-centered. The F-statistics for weak instrument tests are in both cases are 28 and 27 respectively, indicating that there is not a weak instrument problem. And, in both cases the estimated interactions are significantly larger, increasing from 0.08 to 0.22for the case of classroom management with the average and -0.06 to -0.18 for student-centered practices with IQR.

Column (4) shows another variation of this when we continue to control for  $P_{rt-1}$ ,  $P_{rt-1}Y_{it-1}$ , but only drop from the regression the irrelevant peer interactions, i.e., the interactions with IQR for classroom management and average initial peer achievement for challenge/student-centered. Column (5) controls for contemporaneous teaching practice in levels and interacted with prior achievement ( $P_{rt}$ ,  $P_{rt}Y_{it-1}$ ) and only instruments for key interactions of contemporaneous teaching practice with peer variables ( $P_{rt}\bar{Y}_{-ic_tt-1}$  with  $P_{rt-1}\bar{Y}_{-ic_tt-1}$  for classroom management and  $P_{rt}IQR_{c_tt-1}$  with  $P_{rt-1}IQR_{c_tt-1}$  for challenge/student-centered). Again, F-statistics for the weak instrument test are in all cases above 20 and the key variables of interest remain very similar to estimates in column (3) that do not control for level effects or interactions with initial achievement. Finally, column (6) instruments for all entries of contemporaneous teaching practice (i.e.,  $P_{rt}$ ,  $P_{rt}Y_{it-1}$  are also instrumented with  $P_{rt-1}$  and  $P_{rt-1}Y_{it-1}$ ), along with the key classroom composition interactions as in column (5). In this case, F-statistics on tests for weak instruments drop below 10, but we see that the estimated interactions with classroom composition remain remarkably stable, suggesting that estimates are not driven by weak instruments.

#### C.2 Nonlinear Measurement Error

To show how Hausman et al. (1991) can be adapted to our setting to deal with measurement error in teaching practice, we consider a simplified version of our main estimating equation (4). Let  $\tilde{Y}$ denotes Y demeaned at the randomization block level and similarly for other variables, then

$$\tilde{Y}_{it} = \alpha_p \tilde{P}_r + \alpha_{p\bar{y}} \widetilde{P}_r \tilde{Y}_{-ic_tt-1} + \alpha_{\bar{y}} \tilde{Y}_{-ic_tt-1} + \alpha_y \tilde{Y}_{it-1} + \alpha_{py} \widetilde{P}_r Y_{it-1} + \tilde{\epsilon}_{it}.$$
(6)

Recall that  $P_r$  is the true practice, but it is measured with error. We adapt Hausman et al. (1991) in two ways. First, we relax the assumptions on the measurement model because we have more than 2 measures for each practice. Second, we adapt their approach which was made for nonlinearities

captured by polynomials in the variable of interest to our setting, where nonlinearities arise from interactions.

The parameters of equation (6) are identified from

$$\begin{split} E(\tilde{Y}_{it}) &= \alpha_p E(\tilde{P}_r) + \alpha_{p\bar{y}} E(\widetilde{P_r} \tilde{Y}_{-ic_tt-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1}) + \alpha_y E(\tilde{Y}_{it-1}) + \alpha_{py} E(\widetilde{P_r} Y_{it-1}) \\ (7) \end{split}$$

$$\begin{split} E(\tilde{Y}_{it} \tilde{P}_r) &= \alpha_p E(\tilde{P}_r \tilde{P}_r) + \alpha_{p\bar{y}} E(\widetilde{P_r} \tilde{Y}_{-ic_tt-1} \tilde{P}_r) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{P}_r) + \alpha_y E(\tilde{Y}_{it-1} \tilde{P}_r) \\ &+ \alpha_{py} E(\widetilde{P_r} Y_{it-1} \tilde{P}_r) \end{split}$$

$$\begin{split} E(\tilde{Y}_{it} \tilde{Y}_{-ic_tt-1}) &= \alpha_p E(\tilde{P}_r \tilde{Y}_{-ic_tt-1}) + \alpha_{p\bar{y}} E(\widetilde{P_r} \tilde{Y}_{-ic_tt-1} \tilde{Y}_{-ic_tt-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1}) + \alpha_y E(\tilde{Y}_{it-1} \tilde{Y}_{-ic_tt-1}) \\ &+ \alpha_{py} E(\widetilde{P_r} \tilde{Y}_{-ic_tt-1}) = \alpha_p E(\tilde{P}_r \tilde{P}_r \tilde{Y}_{-ic_tt-1}) + \alpha_{p\bar{y}} E(\widetilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) \\ &+ \alpha_y E(\tilde{Y}_{it-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) + \alpha_{py} E(\widetilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) \\ &+ \alpha_y E(\tilde{Y}_{it-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) + \alpha_{py} E(\widetilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) \\ &+ \alpha_y E(\tilde{Y}_{it-1} \tilde{P}_r \tilde{Y}_{-ic_tt-1}) + \alpha_{py} E(\widetilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{Y}_{-ic_tt-1}) \\ &+ \alpha_{py} E(\tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{p\bar{y}} E(\widetilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{Y}_{it-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{Y}_{it-1}) + \alpha_{y} E(\tilde{Y}_{it-1} \tilde{Y}_{it-1}) \\ &+ \alpha_{py} E(\tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{p\bar{y}} E(\widetilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{Y}_{it-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{Y}_{it-1}) + \alpha_y E(\tilde{Y}_{it-1} \tilde{Y}_{it-1}) \\ &+ \alpha_{py} E(\tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{p\bar{y}} E(\tilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{py} E(\tilde{Y}_{it-1} \tilde{Y}_{it-1}) \\ &+ \alpha_{py} E(\tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{p\bar{y}} E(\tilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{py} E(\tilde{Y}_{it-1} \tilde{P}_r \tilde{Y}_{it-1}) \\ &+ \alpha_{py} E(\tilde{P}_r \tilde{Y}_{it-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{p\bar{y}} E(\tilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{\bar{y}} E(\tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) + \alpha_{py} E(\tilde{P}_r \tilde{Y}_{-ic_tt-1} \tilde{P}_r \tilde{Y}_{it-1}) \\ &+ \alpha_{py} E(\tilde{P}_r \tilde{Y}_{it-1} \tilde{P}_r \tilde{Y}_{it-1}) \\ \end{aligned}$$

We need to recover all of the moments containing  $P_r$ . The issue is that  $P_r$  is not observed, so next we discuss how to use our measures of practice to recover these moments.

We assume that we have at least 3 demeaned measures of practice following equation 5, such that

$$P_{jkt} = \delta_k P_j + u_{jkt},$$

where  $k = \{1, ..., K\}$  and  $K \geq 3$ . We focus the measurement equation around the mean reports for each subdomain, calculated over multiple videos and video raters, though we could apply adjustments to the individual level observations as well. Then, applying a normalization,  $\delta_1 = 1$ , we have

$$\frac{Cov(P_{jnt}, P_{jmt})}{Cov(P_{jnt}, P_{j1t})} = \frac{\delta_n \delta_m V(P_j)}{\delta_n V(P_j)} = \delta_m,$$

for  $n, m \neq 1$  and  $n \neq m$ , thus permitting us to recover the parameters  $\delta_2, ..., \delta_k$ . Notice further that

$$E(P_{j1t}P_{jnt}) = \delta_n E(P_j^2), \text{ for } n \neq 1$$

and  $E(P_j^2)$  is thus identified and similarly,

$$E(\tilde{P}_{j1t}\tilde{P}_{jnt}) = \delta_n E(\tilde{P}_j^2), \text{ for } n \neq 1,$$

given that measurement error is also uncorrelated across measures after removing randomization block fixed effects. Note that  $E(\tilde{P}_i) = 0$ .

We can use our anchor measure then to recover

$$\begin{split} \widetilde{E(P_{r1t}\bar{Y}_{-ic_{t}t-1})} &= E(\widetilde{P_{r}\bar{Y}}_{-ic_{t}t-1}) \\ \widetilde{E(P_{r1t}Y_{it-1})} &= E(\widetilde{P_{r}Y}_{it-1}) \\ \widetilde{E(\tilde{Y}_{it}\tilde{P}_{r1t})} &= E(\tilde{Y}_{it}\tilde{P}_{r}) \\ \widetilde{E(\tilde{Y}_{it}\widetilde{P}_{r1t}Y_{it-1})} &= E(\tilde{Y}_{it}\widetilde{P_{r}Y}_{it-1}) \\ \widetilde{E(\tilde{Y}_{it}\widetilde{P}_{r1t}\bar{Y}_{-ic_{t}t-1})} &= E(\tilde{Y}_{it}\widetilde{P_{r}\bar{Y}}_{-ic_{t}t-1}) \end{split}$$

But to recover terms which have higher order products of  $P_r$  such as  $E(\widetilde{P_rY}_{it-1}\tilde{P}_r)$  we rely on the ratio of covariances to first recover  $\delta_2$ . We can then use our anchor measure and measurement two to recover

$$E\left(\frac{\widetilde{P_{1}Y}_{it-1}\tilde{P}_{2}}{\delta_{2}}\right) = E(\widetilde{P_{r}Y}_{it-1}\tilde{P}_{r})$$

Specifically, in estimation we pick an anchor measurement,  $P_1$ , and use it to construct the terms in equation (6). To construct rows two, four and six in the system (7) we multiply equation (6) by  $\frac{\tilde{P}_{r2t}}{\delta_2}$ ,  $\frac{\widetilde{P_{r2t}}\tilde{Y}_{-ic_tt-1}}{\delta_2}$  and  $\frac{\widetilde{P_{r2t}}Y_{it-1}}{\delta_2}$  and then take expectations. Note that we use measurement two when multiplying through and then divide by the measurement parameter we've recovered.

Estimation of the parameters from these moments is then straightforward. We recover the relevant moments from the measurement model and then plug them into the system defined in 7 and solve this system for the structural parameters. We can bootstrap standard errors, clustering at the randomization block level. Note that because we are overidentified, we can also test the robustness to using different measures as our anchor.

Appendix Table 11 shows results when we correct for measurement error by following two strategies. First, we present findings when we implement the Hausman et al. (1991) method described above, but we also report (for completeness) specifications when we instrument a given measure of a teaching practice at t - 1 (e.g. creating an environment of respect and rapport when considering the broad category classroom management) with the remaining teaching practices at t - 1 (e.g. managing student behaviors and classroom procedures). Overall, results indicate that taking averages across measurements that correspond to a specific broad teaching practice (i.e. classroom management or challenge/student-centered) lead to similar results that when we correct for measurement error by following other methods.

#### C.3 Choosing Practices that Matter

A tension in using our composite measures of teaching practice is that they do not provide as fine-grained prescriptive evidence as desirable on what practices matter most in different settings, which arguably is consistent with the formative underpinnings of the FFT with its eight separate subdomains. With this in mind, we present in Table 12 results at the subdomain level in order to complement the evidence from the aggregated subdomains, particularly mirroring results in column (2) of Table 4 for each subdomain separately. We offer two notes of caution when interpreting these results. First, a higher degree of measurement error should bias interactions toward zero. Second, the subdomains are highly correlated as revealed by the exploratory factor model.

A main pattern we see in this table is that there is a positive interaction with average peer prior achievement with all the subdomains that aggregate to make up classroom management (the first 3 columns of Table 6, Panel A), i.e., creating an environment of respect and rapport (CERR), managing classroom procedure (MCP) and managing student behaviors (MSB).<sup>45</sup> Each of these subdomains shows a positive interaction with average peer achievement. Managing student behavior (MSB) is the largest, but not statistically significantly different from the other subdomains. Teachers with high levels of MSB are characterized by establishing clear expectations for student conduct and by implementing them efficiently. This suggests that peer effects are amplified by teachers that can preempt misbehavior in the classroom. The two other subdomains, MCP and CERR, are linked to teachers' skills in managing more general aspects of the classroom environment, including instructional groups, transitions and teacher/student interactions. The significant positive interactions with average prior achievement suggests that there are a number of interrelated practices beyond just limiting disruptive behaviors, which create an environment where students can benefit more from having higher-achieving peers.

Second, across the board the five subdomains which make up challenge/student-centered practice exhibit negative interactions with class IQR. These include establishing a culture of learning (ECL), engaging students in learning (ESL), using questioning and discussion techniques (USDT), using assessment in instruction (UAI) and communicating with students (CS). Among these, communicating with students has the largest negative coefficient but also the highest standard error. The definition of these rubrics are closely related to promoting student active participation in the class as a key element of the learning process. More detailed consideration of the rubrics also reveals significant emphasis on challenging students in the different subdomains. Our findings indicate that the benefit of these practices are largely dependent on the heterogeneity in classroom prior achievement. Basically, promoting discussion among students may not constitute a good learning tool when *all* students cannot share a somewhat similar level of understanding on key concepts. For example, large heterogeneity in classroom achievement is likely to require different levels of complexity in the discussion, making the learning process more complicated. Likewise, it may be difficult to challenge all students when there there is a great deal of heterogeneity in background.

 $<sup>^{45}</sup>$ See Table 6 in the appendix for the definition of each subdomain.

# D Appendix Tables

Classroom Management Practices						
Managing student be-	Monitoring of student behavior, response to student misbe-					
haviors (MSB)	havior, expectations					
Managing classroom	Management of instructional groups, transitions, and mate-					
procedures (MCP)	rials and supplies					
a						
Creating an environ-	Teacher interactions with students and student interactions					
ment of respect and rap-	with each other					
port (CERR)						
Challenge/Student-Cente	red Practices					
Establishing a culture of	Importance of content and expectations for learning and					
learning $(ECL)$	achievement					
Communicating with students (CS)	Expectations for learning, directions and procedures, expla- nations of content, use of oral and written language					
Engaging students in learning (ESL)	Activities and assignments, grouping of students, instruc- tional materials and resources, structure and pacing					
Using assessment in in- struction (UAI)	Assessment criteria, monitoring of student learning, feed- back to students, student self-assessment and monitoring of progress					
Using questioning and discussion techniques (USDT)	Quality of questions, discussion techniques, student partici- pation					

Table 6: Description of Framework for Teaching (FFT)

	CERR	MCP	MSB	USDT	ECL	$\mathbf{CS}$	ESL	Factor 1 Loadings	Factor 2 Loadings
CERR	1							0.196	0.680
MCP	0.602***	1						0.055	0.779
MSB	0.676***	0.713***	1					-0.090	0.934
USDT	0.476***	0.413***	0.395***	1				0.790	-0.033
ECL	0.627***	0.497***	0.496***	0.569***	1			0.699	0.170
$\mathbf{CS}$	0.568***	0.524***	0.464***	0.559***	0.601***	1		0.592	0.219
ESL	0.489***	0.452***	0.415***	0.627***	0.700***	0.575***	1	0.886	-0.067
UAI	0.462***	0.468***	0.416***	0.644***	0.597***	0.586***	0.667***	0.826	-0.032
Obs.					732				

Table 7: FFT Teaching Practice Correlations and Factor Loadings

Notes: First seven columns show correlations between FFT components. We use the entire sample of fourth and fifth grade teachers from both years e.g. 732 teacher-year observations. Last two columns present factor loadings from exploratory factor analysis after performing an oblique rotation of the factors, and keeping the first two factors. The first factor explains 79% of the variance in the data, and the second explains another 13%. CERR (creating an environment of respect and rapport), USDT (using questioning and discussion techniques), ECL (establishing a culture of learning), MCP (managing classroom procedures), CS (communicating with students), MSB (managing student behaviors), ESL (engaging students in learning), UAI (using assessment in instruction). See table (6) for a detailed description of each FFT variable.

	Mean	SD	Min	Max
Grade Level	4.52	0.50	4.00	5.00
Joint Math and ELA Class	0.85	0.36	0.00	1.00
Age	9.46	0.96	7.52	13.20
Male	0.49	0.50	0.00	1.00
Gifted	0.08	0.27	0.00	1.00
Special Education	0.09	0.29	0.00	1.00
English Language Learner	0.15	0.36	0.00	1.00
White	0.28	0.45	0.00	1.00
Black	0.34	0.48	0.00	1.00
Hispanic	0.27	0.45	0.00	1.00
Asian	0.07	0.26	0.00	1.00
American Indian	0.00	0.07	0.00	1.00
Race Other	0.02	0.15	0.00	1.00
Race Missing	0.01	0.11	0.00	1.00
Math Score (Year 09-10)	0.11	0.93	-3.14	2.84
Math Score (Year 10-11)	0.14	0.93	-3.26	3.02
Unique Districts	5.00	-	-	-
Unique Classes	361.00	-	-	-
Unique Schools	101.00	-	-	-
Unique Randomization Blocks	156.00	-	-	-
Unique Teachers	361.00	-	-	-
Percentage of Class w/ 09-10 Math Scores	0.91	0.07	0.63	1.00
Percentage of Class in Ran- dom Assignment	0.76	0.19	0.03	1.00
Teachers per Randomization Block	3.03	1.49	1.00	12.00
Randomization Block Compli- ance rate	0.66	0.40	0.00	1.00
Observations		5730		

Table 8: Summary Statistics: Pre-Restricted Sample

Notes: This sample corresponds to all students in the 2010-11 school year in either a fourth or fifth grade Math or Joint Math/ELA course. Since our estimation strategy leverages the random assignment of classrooms to teachers, we restrict the sample to students with a randomly assigned teacher. No further restrictions are made. Not all cells have the same number of observations.

Table 9: Balance Tests									
	Classroom Management Random Teacher	Challenge/ Student Centered Random Teacher	Avg. Math of Ob- served Peers	IQR Math of Ob- served Peers	Avg Math of Assigned Peers	IQR Math of Assigned Peers			
	(1)	(2)	(3)	(4)	(5)	(6)			
Peer Math	-0.022	-0.015							
	(0.079)	(0.119)							
IQR Math	0.036	0.041							
	(0.107)	(0.103)							
Peer Math Rand	-0.089	-0.046							
	(0.103)	(0.124)							
IQR Math Rand	-0.023	0.032							
	(0.087)	(0.084)							
$Math_{t-1}$	-0.021	-0.005	0.050	-0.029	0.053	0.006			
	(0.020)	(0.024)	(0.048)	(0.036)	(0.048)	(0.025)			
ELL	-0.048	-0.015	-0.200	0.025	-0.197	-0.023			
	(0.059)	(0.061)	(0.129)	(0.124)	(0.136)	(0.091)			
Gifted	-0.033	-0.053	0.491**	0.160	0.274	$0.230^{*}$			
	(0.075)	(0.144)	(0.227)	(0.107)	(0.175)	(0.123)			
Special Educ.	0.118**	0.089	-0.128*	0.043	-0.055	0.028			
	(0.059)	(0.057)	(0.065)	(0.084)	(0.055)	(0.066)			
Male	0.008	0.002	-0.023	-0.008	-0.035	-0.025			
	(0.013)	(0.015)	(0.019)	(0.015)	(0.023)	(0.018)			
White	0.011	-0.044	0.035	0.011	-0.039*	-0.014			
	(0.029)	(0.032)	(0.042)	(0.036)	(0.023)	(0.032)			
Black	0.005	0.001	0.005	0.041	$0.055^{**}$	0.044			
	(0.028)	(0.031)	(0.046)	(0.048)	(0.026)	(0.048)			
Hispanic	-0.059**	-0.046	-0.036	-0.029	-0.022	-0.017			
	(0.028)	(0.034)	(0.029)	(0.043)	(0.028)	(0.046)			
Asian	0.087	$0.142^{**}$	$0.070^{*}$	-0.037	0.053	0.000			
	(0.054)	(0.055)	(0.039)	(0.066)	(0.044)	(0.064)			
American Indian	0.062	0.176	-0.339	0.247	-0.215	0.076			
	(0.145)	(0.118)	(0.205)	(0.174)	(0.212)	(0.139)			
Race Other	0.070	0.063	-0.083	-0.058	-0.074**	-0.044			
	(0.066)	(0.088)	(0.050)	(0.048)	(0.037)	(0.053)			

Notes: We regressed each dependent variable separately on each independent variable with randomization block fixedeffects and stacked the parameters from these regressions (i.e. each row-column combination corresponds to a separate regression). Columns (1) and (2) refers to a student's randomly assigned teacher's practice measured in t - 1 (i.e.,  $P_{rt-1}$ in the present notation). Columns (3) and (4) use the actual classroom composition whereas columns (5) and (6) focus on the peers who were initially assigned to be grouped with the student.

Table 10: Contemporaneous Teaching Practice and Classroom Composition								
	IT	Т	IV	ITT	Γ	V		
	Time	t-1	Time $t$	$\begin{array}{c} \text{Time} \\ t-1 \end{array}$	Tin	ne $t$		
	Prac	tice	Practice	Practice	Pra	ctice		
	(1)	(2)	(3)	(4)	(5)	(6)		
Panel A								
Classroom Management	0.008			0.010	$0.049^{*}$	0.040		
	(0.019)			(0.018)	(0.026)	(0.058)		
C.M. $\times$ Math <sub>t-1</sub>	0.011			0.012	0.004	0.026		
	(0.012)			(0.012)	(0.018)	(0.021)		
C.M. × Avg. Peer $Math_{t-1}$	$0.07^{***}$	$0.085^{***}$	$0.218^{***}$	$0.082^{***}$	$0.213^{***}$	0.209***		
	(0.025)	(0.022)	(0.065)	(0.021)	(0.062)	(0.061)		
C.M. × IQR Peer $Math_{t-1}$	-0.017							
	(0.019)							
First Stage F-Stat. <sup>†</sup>			28.400		31.563	4.191		
Panel B								
Challenge/Student-Centered	0.018			0.022	0.072***	-0.006		
	(0.020)			(0.019)	(0.026)	(0.127)		
$C.S.C \times Math_{t-1}$	0.012			0.018	0.008	0.041		
	(0.012)			(0.012)	(0.014)	(0.033)		
$C.S.C \times Avg Peer Math_{t-1}$	$0.031^{**}$							
	(0.014)							
C.S.C. × IQR Peer $Math_{t-1}$	$-0.053^{***}$	$-0.063^{***}$	$-0.178^{***}$	$-0.060^{***}$	$-0.181^{***}$	$-0.174^{***}$		
	(0.014)	(0.016)	(0.052)	(0.014)	(0.051)	(0.051)		
First Stage F-Statistic <sup>†</sup>			26.896		24.538	2.107		

Notes: *** denotes significance at the 107 ** at the 507 and * at the 107 levels. Standard emerging and eluctored
Notes. The denotes significance at the 1/0, that the 5/0 and that the 10/0 levels. Standard errors are clustered
at the randomization block level. Sample size is 2632. Randomly assigned teachers are used throughout. Panel
A and B correspond to different regressions with math as the dependent variable. These regressions include
randomization block fixed effects and controls for the level and a squared term of prior math achievement and
average peer prior achievement, IQR in peer prior achievement, along with the peer variables squared and
interactions with each other and lagged math achievement. Controls for CKT and student characteristics listed
in Table 1 also included. † Reports the Kleibergen-Paap rk Wald statistic for a weak instrument test.

	MCP ITT	MCP IV	FFT MCP- MSB- CERR	ESL ITT	ESL IV	FFT ESL- USDT
	(1)	(2)	(3)	(4)	(5)	(6)
Teaching Practice	0.004	0.001	0.011	0.028	0.022	0.021
	(0.019)	(0.021)	(0.027)	(0.019)	(0.020)	(0.031)
T.P. × Math <sub><math>t-1</math></sub>	0.009	0.014	0.011	0.001	0.014	0.013
	(0.014)	(0.015)	(0.022)	(0.012)	(0.013)	(0.021)
T.P. $\times$ Peer Math	$0.052^{***}$	$0.105^{***}$	0.111**	* 0.005	0.043**	0.019
	(0.019)	(0.033)	(0.039)	(0.014)	(0.017)	(0.044)
T.P. $\times$ IQR Math	$-0.035^{**}$	-0.004	-0.008	$-0.047^{***}$	$-0.055^{**}$	*-0.063**
	(0.016)	(0.025)	(0.033)	(0.016)	(0.014)	(0.029)
P-value joint signif. T.P.	0.000	0.000		0.038	0.000	
First Stage F-Stat. <sup>†</sup>		21.7			12.5	
Hansen J P-value <sup>††</sup>		0.522			0.643	
p2 load			1.080			0.804
p3 load			0.859			0.837

Table 11: Comparison between the Hausman Estimator and ITT-IV specifications

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Sample size is 2632. Managing student behaviors (MSB), Managing classroom procedures (MCP), Creating an environment of respect and rapport (CERR), Engaging students in learning (ESL), Using questioning and discussion techniques (USDT). The ITT columns uses randomly assigned MCP or ESL scores as "Practice." The IV columns use all other practices that load on classroom management to instrument for MCP, and likewise for ESL with challenge/student-centered practices. Practices are for the randomly assigned teacher measured at t - 1. We use efficient GMM estimator and FFT MCP-MSB-CERR uses our adapted Hausman estimator to correct for measurement error, where MCP is the anchor, and MSB is used to construct moment conditions. FFT ESL-USDT is similar but uses the average of all other challenge/student-centered practices as the third measurement since we are overidentified. The specification is identical to that in Table (4) except here we do not include controls for student characteristics. † Reports the Kleibergen-Paap rk Wald statistic. †† Reports p-value from Hansen's J statistic test of overidentifying restrictions. "p2 load" and "p3 load" are the recovered measurement parameters described in Appendix C.2. Standard errors are clustered at the randomization block level, and with the adapted Hausman estimator we bootstrap standard errors with 200 repetitions.

Panel A	Creating environ- ment of respect & rapport	Managing classroom procedures	Managing student behaviors	Establish culture of learning
Practice	0.020 (0.018)	0.004 (0.019)	0.003 (0.017)	0.010 (0.022)
Practice $\times \operatorname{Math}_{t-1}$	0.011 (0.012)	$0.009 \\ (0.013)$	$0.009 \\ (0.013)$	$0.006 \\ (0.011)$
Practice $\times$ Avg Peer Math <sub>t-1</sub>	$0.057^{***}$ (0.020)	$0.052^{***}$ (0.019)	$0.072^{***}$ (0.026)	$0.049^{**}$ (0.019)
Practice × IQR Peer $Math_{t-1}$	-0.019 (0.017)	$-0.035^{**}$ (0.016)	-0.012 (0.019)	$-0.040^{***}$ (0.015)
P-value (joint signif. of teach- ing practice)	0.000	0.000	0.002	0.000
Panel B	Engaging	Using questioning	Using assessment	Communicating
	students in learning	and discussion	in instruction	students
Practice	0.028 (0.018)	and discussion 0.011 (0.017)	in instruction 0.016 (0.021)	0.014 (0.018)
Practice $\times$ Math <sub>t-1</sub>	0.028 (0.018) 0.001 (0.012)	and discussion 0.011 (0.017) 0.011 (0.014)	in instruction 0.016 (0.021) 0.020* (0.011)	0.014 (0.018) 0.015 (0.012)
Practice Practice $\times$ Math <sub>t-1</sub> Practice $\times$ Avg Peer Math <sub>t-1</sub>	0.028 (0.018) 0.001 (0.012) 0.005 (0.014)	and discussion 0.011 (0.017) 0.011 (0.014) 0.020* (0.012)	in instruction 0.016 (0.021) 0.020* (0.011) 0.037** (0.016)	$\begin{array}{r} \text{with} \\ \text{students} \\ \hline \\ 0.014 \\ (0.018) \\ \hline \\ 0.015 \\ (0.012) \\ \hline \\ 0.034^{**} \\ (0.014) \end{array}$
Practice Practice $\times$ Math <sub>t-1</sub> Practice $\times$ Avg Peer Math <sub>t-1</sub> Practice $\times$ IQR Peer Math <sub>t-1</sub>	students in learning 0.028 (0.018) 0.001 (0.012) 0.005 (0.014) $-0.047^{***}$ (0.015)	$\begin{array}{c} \text{and} \\ \text{discussion} \\ \hline 0.011 \\ (0.017) \\ \hline 0.011 \\ (0.014) \\ \hline 0.020^* \\ (0.012) \\ -0.046^{***} \\ (0.017) \end{array}$	in instruction 0.016 (0.021) $0.020^{*}$ (0.011) $0.037^{**}$ (0.016) $-0.039^{***}$ (0.014)	$\begin{array}{r} \text{with} \\ \text{students} \\ \hline \\ 0.014 \\ (0.018) \\ 0.015 \\ (0.012) \\ 0.034^{**} \\ (0.014) \\ -0.070^{***} \\ (0.026) \end{array}$

 Table 12: Individual FFT Subdomain Regressions

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Standard errors are clustered at the randomization block level. Panel A and B correspond to different regressions with math as the dependent variable. Lagged teaching practices are used and sample size is 2632. These regressions include randomization block fixed effects and controls for the level and a squared term of prior math achievement, average peer prior achievement, IQR of peer prior achievement as well as CKT and student characteristics listed in Table 1. The first 3 subdomains correspond to classroom management, the remainder to challenge/student-centered.

Table 15. Teaching Tractic	Random	IV Actual	Ra	andom Teac	her
	Teacher	with Random	Alt. Teacher Control:		ntrol:
		Teacher	CKT	$7\mathrm{C}$	PSVY
	(1)	(2)	(3)	(4)	(5)
Classroom Management	-0.012	-0.016	-0.014	-0.016	-0.015
	(0.020)	(0.022)	(0.020)	(0.020)	(0.019)
C.M. $\times$ Math <sub>t-1</sub>	0.004	0.004	0.011	0.004	0.003
	(0.020)	(0.021)	(0.019)	(0.019)	(0.019)
C.M. $\times$ Peer Math	$0.076^{**}$	$0.087^{**}$	$0.077^{**}$	$0.076^{**}$	$0.076^{***}$
	(0.029)	(0.036)	(0.030)	(0.029)	(0.027)
C.M. $\times$ IQR Math	0.026	0.035	0.026	0.026	0.026
	(0.022)	(0.026)	(0.022)	(0.023)	(0.021)
C.M.	0.026	0.025	0.026	0.026	0.011
	(0.023)	(0.025)	(0.022)	(0.022)	(0.024)
C.M. × Math <sub><math>t-1</math></sub>	0.010	0.011	0.002	0.016	0.005
	(0.020)	(0.021)	(0.020)	(0.019)	(0.019)
C.M. $\times$ Peer Math	-0.010	-0.009	-0.010	-0.010	-0.005
	(0.019)	(0.022)	(0.019)	(0.019)	(0.019)
C.M. $\times$ IQR Math	-0.062***	-0.071***	-0.063***	-0.057**	-0.054**
	(0.017)	(0.019)	(0.017)	(0.021)	(0.021)
CKT	-0.007	-0.011	-0.008	-0.006	-0.013
	(0.016)	(0.019)	(0.016)	(0.016)	(0.018)
Alt. Teacher Control				-0.006	$0.055^{***}$
				(0.019)	(0.017)
T.C. $\times \operatorname{Math}_{t-1}$			$0.044^{***}$	-0.029**	0.032**
			(0.014)	(0.013)	(0.013)
T.C. $\times$ Peer Math			-0.019	-0.007	-0.016
			(0.018)	(0.020)	(0.016)
T.C. $\times$ IQR Math			-0.012	-0.017	-0.003
			(0.021)	(0.021)	(0.016)
T.C. missing					-0.591***
					(0.142)
T.C. missing $\times \operatorname{Math}_{t-1}$					0.025
					(0.046)
T.C. missing $\times$ Peer Math					0.060
					(0.045)
T.C. missing $\times$ IQR Math		51			0.015
		01			(0.055)

Table 13: Teaching Practices and Alternative Teacher "Quality" Controls Full Results

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Due to the length of this table, we've split it into three parts to show all parameters. See tables (13), (14) and (15).

0	D 1		D		/
	Kandom	IV Actual	Random Teacher		ier
	Teacher	with Kandom	Alt.	Teacher Co	ntrol:
		Teacher	CKT	7C	PSVY
	(1)	(2)	(3)	(4)	(5)
$Math_{t-1}$	$0.724^{***}$	$0.725^{***}$	$0.723^{***}$	$0.723^{***}$	$0.722^{***}$
	(0.017)	(0.017)	(0.016)	(0.016)	(0.018)
$\operatorname{Math}_{t-1}^2$	-0.043***	-0.043***	-0.044***	-0.042***	-0.045***
	(0.012)	(0.012)	(0.012)	(0.012)	(0.012)
Peer Math $\times$ Math <sub>t-1</sub>	-0.000	-0.001	-0.001	-0.003	0.002
	(0.018)	(0.018)	(0.018)	(0.018)	(0.018)
IQR Math $\times$ Math <sub>t-1</sub>	$0.034^{**}$	0.035***	0.040***	$0.031^{**}$	$0.044^{***}$
	(0.013)	(0.013)	(0.013)	(0.013)	(0.012)
Peer Math $\times$ IQR Math	-0.052***	-0.053***	-0.057***	-0.053***	-0.043**
	(0.016)	(0.016)	(0.017)	(0.016)	(0.017)
$\begin{array}{rllllllllllllllllllllllllllllllllllll$	-0.021	-0.021	-0.019	-0.023	-0.016
	(0.014)	(0.014)	(0.015)	(0.014)	(0.014)
Peer Math	-0.008	-0.008	-0.009	-0.007	-0.012
	(0.026)	(0.026)	(0.025)	(0.026)	(0.027)
Peer $Math^2$	-0.010	-0.013	-0.009	-0.009	-0.014
	(0.014)	(0.013)	(0.014)	(0.014)	(0.016)
IQR Math	-0.015	-0.018	-0.017	-0.019	-0.008
	(0.023)	(0.024)	(0.022)	(0.024)	(0.026)
$IQR Math^2$	-0.008	-0.009	-0.009	-0.010	-0.002
	(0.013)	(0.014)	(0.013)	(0.014)	(0.014)
ELL	0.008	0.015	0.011	0.007	0.009
	(0.038)	(0.039)	(0.039)	(0.038)	(0.038)
Gifted	0.195***	0.188***	0.195***	0.192***	0.198***
	(0.055)	(0.054)	(0.054)	(0.057)	(0.056)
Male	-0.001	-0.004	-0.002	-0.001	-0.001
	(0.021)	(0.021)	(0.021)	(0.021)	(0.021)
Special Educ.	-0.111**	-0.110**	-0.110**	-0.112**	-0.108**
	(0.043)	(0.043)	(0.042)	(0.044)	(0.043)
Black	-0.157***	-0.159***	-0.148***	-0.154***	-0.156***
	(0.033)	(0.032)	(0.033)	(0.033)	(0.034)
Hispanic	-0.047	-0.051	-0.044	-0.046	-0.049
-	(0.035)	(0.034)	(0.035)	(0.036)	(0.035)

 Table 14: Teaching Practices and Alternative Teacher "Quality" Controls Full Results (Continued)

 $\frac{(0.035)}{52} \frac{(0.034)}{52} \frac{(0.035)}{(0.035)} \frac{(0.036)}{(0.035)} \frac{(0.035)}{(0.035)}$ Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Due to the length of this table, we've split it into three parts to show all parameters. See tables (13), (14) and (15).

	Random	IV Actual	R	andom Teac	cher
	Teacher	with Random	Alt.	Teacher Co	ontrol:
		Teacher	CKT	$7\mathrm{C}$	PSVY
	(1)	(2)	(3)	(4)	(5)
Asian	0.076**	0.069*	0.082**	0.078**	0.070*
	(0.036)	(0.036)	(0.036)	(0.036)	(0.036)
American Indian	-0.045	-0.050	-0.036	-0.045	-0.048
	(0.108)	(0.107)	(0.107)	(0.109)	(0.111)
Race Other	0.013	0.013	0.016	0.016	0.013
	(0.047)	(0.046)	(0.047)	(0.047)	(0.047)
Race Missing	-0.040	-0.046	-0.012	-0.041	-0.044
	(0.069)	(0.066)	(0.073)	(0.067)	(0.061)
R-squared	0.649	0.708	0.651	0.650	0.652
P-value joint signif of C.M. & C.S.C.	0.000	0.000	0.000	0.000	0.002
P-value joint signif of T.C.			0.052	0.172	0.013
First Stage F-Statistic <sup>†</sup>		27.717			

Table 15: Teaching Practices and Alternative Teacher "Quality" Controls Full Results (Continued)

Notes: \*\*\* denotes significance at the 1%, \*\* at the 5% and \* at the 10% levels. Standard errors are clustered at the randomization block level. Sample size is 2632. Dependent variable is math and teaching practices are measured at t-1. Regressions include randomization block fixed effects and controls for the level and a squared term of prior math achievement and average and IQR of peer prior achievement, their square and all pairwise interactions of peer variables and prior achievement, as well as student characteristics listed in Table 1. Even columns also include the IQR in peer prior achievement. † Reports the Kleibergen-Paap rk Wald statistic for a weak instrument test. CKT denotes Content Knowledge for Teaching assessment, 7C denotes overall student survey teacher ratings based on Tripod and PSVY denotes principal assessments of teacher quality.

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