

# Varying Slopes Models

## General Principles

To model the relationship between predictor variables and a dependent variable while allowing for varying effects across groups or clusters, we use a *varying slopes* model.

This approach is useful when we expect the relationship between predictors and the dependent variable to differ across groups (e.g., different slopes for different subjects, locations, or time periods). This allows every unit in the data to have its own unique response to any treatment, exposure, or event, while also improving estimates via pooling.

## Considerations

### Note

- We have the same considerations as for [12. Varying intercepts](#).
- The idea is pretty similar to categorical models, where a slope is specified for each category. However, here, we also estimate relationships between different groups. This leads to a different mathematical approach, as to model these relationships between groups, we model a matrix of covariance .
- To construct the covariance matrix, we use an *SRS* decomposition where  $S$  is a diagonal matrix of standard deviations and  $R$  is a correlation matrix. To model the correlation matrix, we use an *LKJcorr* distribution parametrized with a single control parameter  $\eta$  that controls the amount of regularization.  $\eta$  is usually set to 2 to define a weakly informative prior that is skeptical of extreme correlations near  $-1$  or  $1$ . When we use *LKJcorr*(1), the prior is flat over all valid correlation matrices. When the value is greater than 1, then extreme correlations are less likely.
- The standard deviations in  $S$  are model with a prior that constrains them to strictly positive values.

## Example

Below is an example code snippet demonstrating Bayesian regression with varying effects. This example is based on McElreath (2018).

### Simulated data

#### Python (Raw)

```
from BI import bi
# Setup device-----
m = bi(platform='cpu')

# Import Data & Data Manipulation -----
# Import
from importlib.resources import files
data_path = files('BI.resources.data') / 'Sim data multivariatenormal.csv'
m.data(data_path, sep=',')

# Define model -----
def model(cafe, wait, N_cafes, afternoon):
    a = m.dist.normal(5, 2, name = 'a')
    b = m.dist.normal(-1, 0.5, name = 'b')
    sigma_cafe = m.dist.exponential(1, shape=(2,), name = 'sigma_cafe')
    sigma = m.dist.exponential(1, name = 'sigma')
    Rho = m.dist.lkj(2, 2, name = 'Rho')
    cov = jnp.outer(sigma_cafe, sigma_cafe) * Rho
    a_cafe_b_cafe = m.dist.multivariatenormal(jnp.stack([a, b]), cov, shape = [N_cafes], name = 'a_cafe_b_cafe')

    a_cafe, b_cafe = a_cafe_b_cafe[:, 0], a_cafe_b_cafe[:, 1]
    mu = a_cafe[cafe] + b_cafe[cafe] * afternoon
    m.dist.normal(mu, sigma, obs=wait)

# Run sampler -----
m.fit(model)
```

#### Python (Build in function)

```
from BI import bi
# Setup device-----
```

```

m = bi(platform='cpu')

# Import Data & Data Manipulation -----
# Import
from importlib.resources import files
data_path = files('BI.resources.data') / 'Sim data multivariatenormal.csv'
m.data(data_path, sep=',')

# Define model -----
def model(cafe, wait, N_cafes, afternoon):
    a = m.dist.normal(5, 2, name = 'a')
    b = m.dist.normal(-1, 0.5, name = 'b')
    sigma = m.dist.exponential( 1, name = 'sigma')

    varying_intercept, varying_slope = m.effects.varying_effects(
        N_group = N_cafes,
        group = cafe,
        global_intercept= a,
        global_slope= b,
        group_name = 'cafe')

    mu = varying_intercept + varying_slope* afternoon
    m.dist.normal(mu, sigma, obs=wait)

# Run sampler -----
m.fit(model)

```

## R

```

library(BI)

# Setup platform-----
m=importbi(platform='cpu')

# Import data -----
m$data(paste(system.file(package = "BI"),"/data/Sim data multivariatenormal.csv", sep = ''),
m$data_to_model(list('cafe', 'wait', 'afternoon'))

# Define model -----
model <- function(cafe, afternoon, wait, N_cafes = as.integer(20) ){

```

```

a = bi.dist.normal(5, 2, name = 'a')
b = bi.dist.normal(-1, 0.5, name = 'b')
sigma_cafe = bi.dist.exponential(1, shape= c(2), name = 'sigma_cafe')
sigma = bi.dist.exponential( 1, name = 'sigma')
Rho = bi.dist.lkj(as.integer(2), as.integer(2), name = 'Rho')
cov = jnp$outer(sigma_cafe, sigma_cafe) * Rho

a_cafe_b_cafe = bi.dist.multivariatenormal(
  jnp$squeeze(jnp$stack(list(a, b))),
  cov, shape = c(N_cafes), name = 'a_cafe')

a_cafe = a_cafe_b_cafe[, 0]
b_cafe = a_cafe_b_cafe[, 1]

mu = a_cafe[cafe] + b_cafe[cafe] * afternoon

m$normal(mu, sigma, obs=wait)
}

# Run MCMC -----
m$fit(model) # Optimize model parameters through MCMC sampling

# Summary -----
m$summary() # Get posterior distribution

```

## Mathematical Details

### Centered parameterization

We can express the Bayesian regression model accounting for prior distributions as follows:

$$Y_i \sim \text{Normal}(\mu_i, \sigma)$$

$$\mu_i = \alpha_{k(i)} + \beta_{k(i)} X_i$$

The varying intercepts ( $\alpha_k$ ) and slopes ( $\beta_k$ ) are modeled using a *Multivariate Normal distribution*:

$$\begin{pmatrix} \alpha_k \\ \beta_k \end{pmatrix} \sim \text{MultivariateNormal} \left( \begin{pmatrix} \bar{\alpha} \\ \bar{\beta} \end{pmatrix}, \text{diag}(\varsigma) \Omega \text{diag}(\varsigma) \right)$$

$$\begin{aligned}
\bar{\alpha} &\sim \text{Normal}(0, 1) \\
\bar{\beta} &\sim \text{Normal}(0, 1) \\
\varsigma &\sim \text{Exponential}(1) \\
\Omega &\sim \text{LKJ}(\eta)
\end{aligned}$$

Where:

- $\begin{pmatrix} \bar{\alpha} \\ \bar{\beta} \end{pmatrix}$  is a vector composed from concatenating a parameter for the global intercept and a parameter vector of the global slopes.
- $\varsigma$  is a vector giving the standard deviation of the random effects for the intercept and slopes across groups.
- $\Omega$  is the correlation matrix.

### Non-centered parameterization

For computational reasons, it is often better to implement a non-centered parameterization that is equivalent to the *Multivariate Normal distribution* approach:

$$\begin{pmatrix} \alpha_k \\ \beta_k \end{pmatrix} = \begin{pmatrix} \bar{\alpha} \\ \bar{\beta} \end{pmatrix} + \varsigma \circ \left( L \cdot \begin{pmatrix} \hat{\alpha}_k \\ \hat{\beta}_k \end{pmatrix} \right)$$

$$\begin{aligned}
\bar{\alpha} &\sim \text{Normal}(0, 1) \\
\bar{\beta} &\sim \text{Normal}(0, 1) \\
\varsigma &\sim \text{Exponential}(1) \\
L &\sim \text{LKJ Cholesky}(\eta)
\end{aligned}$$

$$\hat{\alpha}_k \sim \text{Exponential}(1)$$

$$\hat{\beta}_k \sim \text{Exponential}(1)$$

- Where:
  - $\sigma_{\alpha} \sim \text{Exponential}(1)$  is the prior standard deviation among intercepts.
  - $\sigma_{\beta} \sim \text{Exponential}(1)$  is the prior standard deviation among slopes.
  - $L \sim \text{LKJcorr}(\eta)$  is the a cholesky factor of the correlation matrix matrix using the Cholesky Factor

### ***Multivariate Model with One Random Slope for Each Variable***

We can apply a multivariate model similarly to [Chapter 2](#). In this case, we apply the same principle, but with a covariance matrix with a dimension equal to the number of varying slopes we define. For example, if we want to generate random slopes for  $i$  observations in a model with two independent variables  $X_1$  and  $X_2$ , we can define the formula as follows:

$$Y_i \sim \text{Normal}(\mu_i, \sigma)$$

$$\mu_i = \alpha_i + \beta_{k(i)}X_{1i} + \gamma_{k(i)}X_{2i}$$

$$\begin{pmatrix} \alpha \\ \beta \\ \gamma \end{pmatrix} \sim \begin{pmatrix} \bar{\alpha} \\ \bar{\beta} \\ \bar{\gamma} \end{pmatrix} + \varsigma \circ \left( L \cdot \begin{pmatrix} \hat{\alpha}_k \\ \hat{\beta}_k \\ \hat{\gamma}_k \end{pmatrix} \right)$$

$$\bar{\alpha} \sim \text{Normal}(0, 1)$$

$$\bar{\beta} \sim \text{Normal}(0, 1)$$

$$\bar{\gamma} \sim \text{Normal}(0, 1)$$

$$\varsigma \sim \text{Exponential}(1)$$

$$L \sim \text{LKJ Cholesky}(2)$$

$$\hat{\alpha}_k \sim \text{Exponential}(1)$$

$$\hat{\beta}_k \sim \text{Exponential}(1)$$

$$\hat{\gamma}_k \sim \text{Exponential}(1)$$

## Notes

### Note

- We can apply interaction terms similarly to [Chapter 3](#).
- We can apply categorical variables similarly to [Chapter 4](#).

## Reference(s)

McElreath, Richard. 2018. *Statistical Rethinking: A Bayesian course with examples in R and Stan*. Chapman; Hall/CRC.