## Glossary terms from module 1

## Terms and definitions from Course 5, Module 1

Absolute values: (Refer to observed values)

**Causation**: A cause-and-effect relationship where one variable directly causes the other to change in a particular way

**Dependent variable (Y)**: The variable a given model estimates

**Explanatory variable**: (Refer to independent variable)

Independent variable (X): A variable whose trends are associated with the dependent variable

**Intercept (constant** *B*0): The y value of the point on the regression line where it intersects with the y-axis

**Line**: A collection of an infinite number of points extending in two opposite directions

**Linear regression**: A technique that estimates the linear relationship between a continuous dependent variable and one or more independent variables

**Link function**: A nonlinear function that connects or links the dependent variable to the independent variables mathematically

**Logistic regression**: A technique that models a categorical dependent variable based on one or more independent variables

**Loss function**: A function that measures the distance between the observed values and the model's estimated values

**Model assumptions**: Statements about the data that must be true to justify the use of a particular modeling technique

**Negative correlation**: An inverse relationship between two variables, where when one variable increases, the other variable tends to decrease, and vice versa

**Observed values:** The existing sample of data, where each data point in the sample is represented by an observed value of the dependent variable and an observed value of the independent variable

Outcome variable: (Refer to dependent variable)

**Positive correlation**: A relationship between two variables that tend to increase or decrease together

**Predictor variable**: (Refer to **independent variable**)

**Regression analysis**: A group of statistical techniques that use existing data to estimate the relationships between a single dependent variable and one or more independent variables

**Regression coefficient**: The estimated betas in a regression model

Regression models: (Refer to regression analysis)

Response variable: (Refer to dependent variable)

**Slope**: The amount that y increases or decreases per one-unit increase of x