University of the Cordilleras College of Information Technology and Computer Science

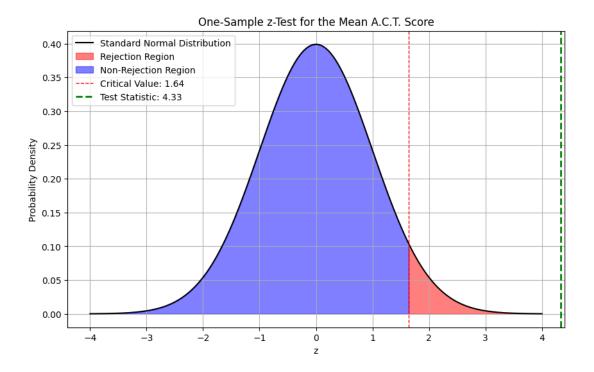
CC12 – Statistical Design and Analysis

Colab LabAct3: Significance Test on Means

Problem 1:

Jim Nasium claims that the mean A.C.T. score attained by two year college students is 22. Al Dente suspects this claim is too low and selects a random sample of 121 two year college students. The mean of the sample is 23.3 and the population standard deviation is assumed to be 3.3. Test at the 5% significance level.

Curve



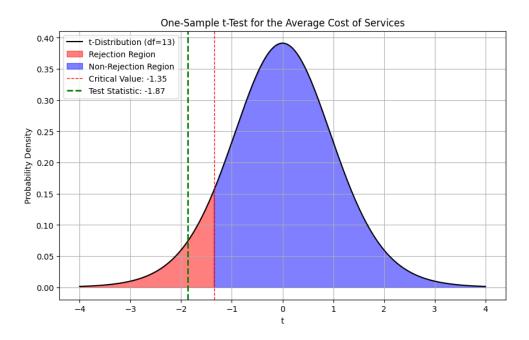
Conclusion

Since the calculated z-value (4.33) is greater than the critical value (1.645), we reject the null hypothesis. There is sufficient evidence at the 5% significance level to conclude that the mean A.C.T. score attained by two-year college students is greater than 22.

Problem 2:

The secretary of an association of professional landscape gardeners claims that the average cost of services to customers is \$90 per month. Feeling that this figure is too high, we question a random sample of 14 customers. Our sample yields a mean cost of \$85 and a standard deviation of \$10. Test at the 0.10 significance level. Assume that such costs are normally distributed.

<u>Curve</u>



Conclusion

Since the calculated t-value (-1.87) is less than the critical value (-1.350), we reject the null hypothesis. There is sufficient evidence at the 10% significance level to conclude that the average cost of services to customers is less than \$90 per month.