Random effects

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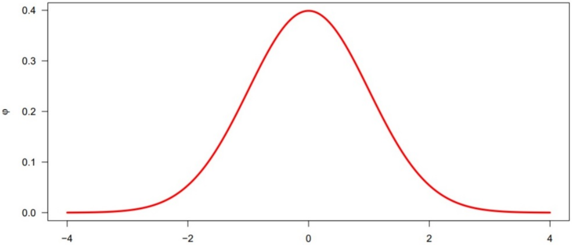
ANVENDT DATAFORSKNING

The Normal Distribution

- A continuous probability distribution on $(-\infty, \infty)$
- Probability density function:

$$\phi(x|\mu, \sigma) = \frac{1}{\sigma\sqrt{2\pi}} \exp\left(-\frac{(x-\mu)^2}{2\sigma^2}\right)$$

- Mean is μ and standard deviation is σ
- The interval $(\mu - 2\sigma, \mu + 2\sigma)$ contains 95%



Multivariate normal distribution

- In the multivariate case we write $x \sim N(\mu, \Sigma)$
- The density of x is

$$\phi(x|\mu, \Sigma) = \frac{1}{(2\pi)^{k/2}\sqrt{|\Sigma|}} \exp\Big(-\frac{1}{2}(x-\mu)^T \Sigma^{-1}(x-\mu)\Big)$$

Example: Paired observations

- Two methods A and B for measure blood cell count (to check for doping)
- Paired study, want to see if both have same expectation

Person ID	Method A	Method B
1	5.5	5.4
2	4.4	4.9
3	4.6	4.5
4	5.4	4.9
5	7.6	7.2
6	5.9	5.5
7	6.1	6.1
8	7.8	7.5
9	6.7	6.3
10	4.7	4.2

- It should be expected that measures from same person are correlated
- A paired t-test gives p-value of 5.1%, which is a boarder line result.
- But more data is available
  - However with only one method for each person

In addition 10 persons were measured with only one method

- Want to use all data
- Not possible to use t-test with all data
- But it is possible by using latent effects!
- Consider the following model:

  $$C_i = \alpha(M_i) + B(P_i) + \epsilon_i \text{ for measure } i = 1, ..., 30$$

  where $\alpha(M_i)$ is the fixed method effect
  $B(P_i) \sim N(0, \sigma_p^2)$ is a random person effect (20 person effects in total)
  $\epsilon_i \sim N(0, \sigma_\epsilon^2)$ is independent measurement noise
- This model uses all data and gives a 95% C.I. for method bias $\alpha(A) - \alpha(B)$ equal (0.04, 0.41)
- Notice the slighlty significant method bias

Person ID	Method A	Method B
1	5.5	5.4
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9	6.7	6.3
10	4.7	4.2
11		5.1
12		4.4
13		4.5
14		5.3
15		7.5
16	5.7	
17	6.0	
18	7.5	
19	6.5	
20	4.2	

Random effect model

For *fixed effect models* we have

- Random variables we observe (the response)
- Model parameters we want to estimate

For *random effect models* we have

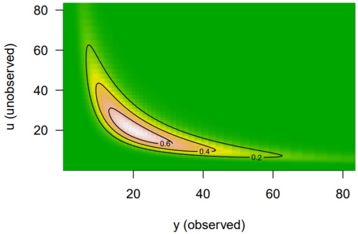
- Random variables we observe (the response)
- Random variables we do **NOT** observe
- Model parameters we want to estimate

This model class is very usefull and goes under many names:

- state space models
- latent variable models
- hidden Markov models
- random effect models
- latent hierarchical models
- mixed models
- frailty models

Latent random effects

- Assume we have:
  Observations: y
  NOT observed random effects: u
  Parameters (θ) in the model: $(y, u) \sim D(\theta)$



- How do we estimate our parameters when some of our random variables are not observed?

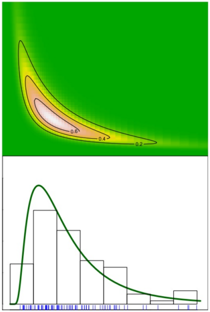
Latent random effects

1. Joint model (banana) is determined by model parameters (θ)
2. Marginal model is calculated from joint by integration
3. Marginal is matched to data (what we observe)

The marginal likelihood is:

$$L_M(y,\theta) = \int L(y,u,\theta)du.$$

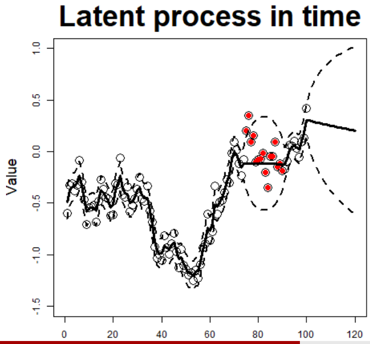
Match your data with the marginal likelihood

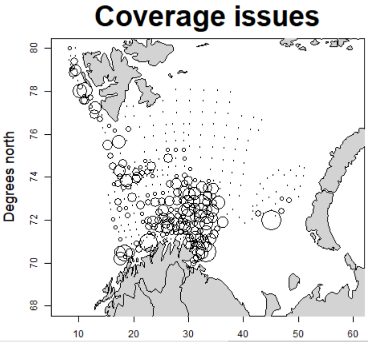


Examples of use

- Time series models via state space models
  - Correlation via hidden processes
- Spatial statistics
  - Correlation introduces with hidden field
- Something unobserved gives extra variation
  - Overdispersion in Poisson via negative binomial

Knowledge about the latent process gives you predictive power!



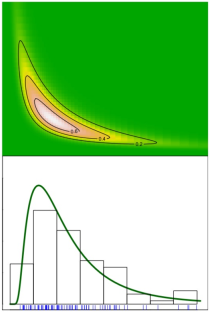


Latent random effects

- The marginal likelihood is:

$$L_M(\theta, y) = \int_{\mathbb{R}^q} L(\theta, u, y) du$$

  - θ is model parameters
  - y is the observed random values (the observations)
  - u is the NOT observed random values



- How to calculate the integral?
  - Numerical integration not practical (need a loot of integration points)
  - Seldom an analytical solution
  - Solution: Approximate with use of Taylor-approximation

Latent random effects

We need to approximate the difficult integral

$$L_M(\theta, y) = \int_{\mathbb{R}^q} L(\theta, u, y) du.$$

Solution:

- Let $\ell(\theta, u, y) = \log L(\theta, u, y)$. Note that

$$\ell(\theta, u, y) \approx \ell(\theta, \hat{u}_\theta, y) - \frac{1}{2}(u - \hat{u}_\theta)^t(-\ell''_{uu}|_{u=\hat{u}_\theta})(u - \hat{u}_\theta)$$

  is a a 2.order Taylor approximation around

$$\hat{u}_\theta = \underset{u}{\operatorname{argmax}}\, \ell(\theta, u, y)$$

  for a given θ.

Thereby is:

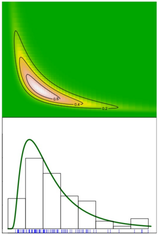
$$
\begin{aligned}
L_M(\theta, y) &= \int_{\mathbb{R}^q} L(\theta, u, y) du \\
&= \int_{\mathbb{R}^q} \exp\Big(\ell(\theta, u, y)\Big) du \\
&\approx \int_{\mathbb{R}^q} \exp\Big(\ell(\theta, \hat{u}_\theta, y) - \frac{1}{2}(u - \hat{u}_\theta)^t(-\ell''_{uu}|_{u=\hat{u}_\theta})(u - \hat{u}_\theta)\Big) du \\
&= L(\theta, \hat{u}_\theta, y) \int_{\mathbb{R}^q} \exp\Big(-\frac{1}{2}(u - \hat{u}_\theta)^t(-\ell''_{uu}|_{u=\hat{u}_\theta})(u - \hat{u}_\theta)\Big) du \\
&= L(\theta, \hat{u}_\theta, y) \sqrt{\frac{(2\pi)^q}{|-\ell''_{uu}|_{u=\hat{u}_\theta}|}}
\end{aligned}
$$

The last step is obtained by observing that the integrand has a Gaussian shape.

Taking the logarithm gives:

$$\ell_M(\theta, y) \approx \ell(\theta, \hat{u}_\theta, y) - \frac{1}{2}\log(|-\ell''_{uu}|_{u=\hat{u}_\theta}|) + \frac{q}{2}\log(2\pi)$$

- This is the Laplace approximation
- Mini exercises 1:
  - Where do we utilize automatic differentiation here?
  - Why care about conditional independence?



Syntax

- Very simple syntax:

```
obj <- MakeADFun(nll, par, random = c("parName1","parName2"))
```

- The parameters *parName1* and *parName2* are now integrated over with the Laplace approximation
- Just as before:

```
obj$fn()#Marginal likelihood
obj$gn()#Gradient of marginal likelihood
```

Gradient based search

Fixed effect model:

```
opt  = nlminb(obj$par,obj$fn,obj$gr, control = list(trace = 1))
outer mgc:  103.5774
0:      398.42982:  0.00000  0.00000
outer mgc:  112.5499
1:      281.66042: -0.465673 0.884957
outer mgc:  68.03514
2:      205.84484: -0.622067  2.87883
outer mgc:  45.85355
3:      202.84258: -0.821876  2.87009
outer mgc:  1.537242
4:      200.74572: -0.753957  2.68198
outer mgc:  0.6074853
5:      200.68054: -0.753045  2.55830
outer mgc:  0.07071213
6:      200.67113: -0.752270  2.59332
outer mgc:  0.002883933
7:      200.67099: -0.752283  2.58967
outer mgc:  8.665257e-05
8:      200.67099: -0.752282  2.58952
outer mgc:  5.93635e-06
9:      200.67099: -0.752282  2.58952
```

- `mgc` is maximum gradient component

Gradient based search

Random effect model:

```
> opt = nlminb(obj$par, obj$fn, obj$gr, control = list(trace = 1))
...
1:     867.24500: 0.132409 0.991195
iter: 1  value: 848.5753 mgc: 7.724378 ustep: 1
iter: 2  value: 847.7413 mgc: 0.5669531 ustep: 1
iter: 3  value: 847.741 mgc: 0.0157684 ustep: 1
iter: 4  value: 847.741 mgc: 1.253356e-05 ustep: 1
iter: 5  mgc: 8.010481e-12
iter: 1  mgc: 8.010481e-12
outer mgc:  100.4661
2:     847.59842: -0.726562  1.50322
iter: 1  value: 865.6699 mgc: 1.774005 ustep: 1
iter: 2  value: 865.4707 mgc: 0.1210295 ustep: 1
iter: 3  value: 865.4705 mgc: 0.002688139 ustep: 1
iter: 4  value: 865.4705 mgc: 4.835442e-06 ustep: 1
iter: 5  mgc: 1.364867e-11
iter: 1  mgc: 1.364867e-11
outer mgc:  25.57054
3:     816.46720: -0.521138  2.48189
```

- `mgc` stands for maximum gradient component
- Inner optimization:
  - Find maximum a posteriori estimates of latent effects
  - Marginalize over the latent effects using the Laplace approximation

Markov property

- We will use Gaussian Markov random fields
- Remember this important result:

  Let **Q** be the precision matrix of a Gaussian random field γ, then

  $$Q_{i,j} = 0 \Leftrightarrow \gamma_i \text{ and } \gamma_j \text{ are conditionally independent.}$$

- A Gaussian Markov random field has a sparse **Q**.
- Using sparse structures is essential for fast inference
- RTMB automatically detects and use sparse structures
  - This makes RTMB much faster than ADMB

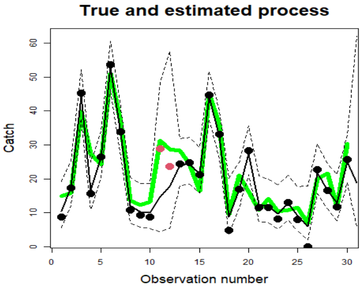
Exercise

Assume we observe $y_1, ..., y_n$ where $y_i \sim N(\mu_i, \sigma_y)$ and

$$\log \mu_i = \beta_0 + \gamma_i$$
$$\gamma \sim N(0, \Sigma_{AR1}).$$

Here, γ is a stationary mean zero AR(1) process.

- We implemented this model with observed γ earlier today
- Exercise 3a: Implement and estimate the model with RTMB
- Data and code to get you started is provided in `ar1Latent.R`



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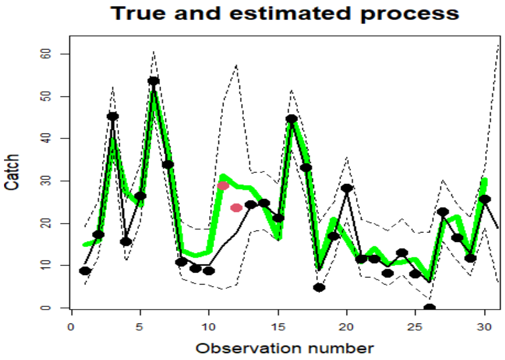
- Missing observations, no problem
  - Use the data we have
  - Illustrate if time
- Can predict into the future



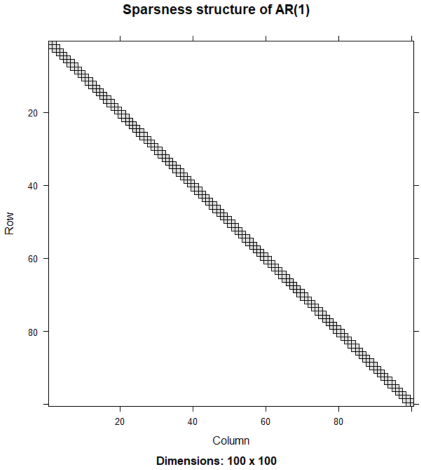
AR1: A stationary mean zero AR1 process has covariance matrix

$$\Sigma_{\text{AR1}} = \frac{\sigma^2}{1-\rho^2} \begin{pmatrix} 1 & \rho & \rho^2 & \cdots & \rho^{n-1} \\ \rho & 1 & \rho & \cdots & \rho^{n-2} \\ \rho^2 & \rho & 1 & \cdots & \rho^{n-2} \\ \vdots & \vdots & \vdots & & \vdots \\ \rho^{n-1} & \rho^{n-2} & \rho^{n-3} & \cdots & 1 \end{pmatrix}$$

- Coefficient of correlation is $cor(\gamma_i, \gamma_j) = \rho^{|j-i|}$
- The precision matrix is:

$$\Sigma_{\text{AR1}}^{-1} = \frac{1}{\sigma^2} \begin{pmatrix} 1 & -\rho & 0 & 0 & \cdots & 0 & 0 & 0 \\ -\rho & 1+\rho^2 & -\rho & 0 & \cdots & 0 & 0 & 0 \\ 0 & -\rho & 1+\rho^2 & -\rho & \cdots & 0 & 0 & 0 \\ \vdots & \vdots & \vdots & \vdots & & \vdots & \vdots & \vdots \\ 0 & 0 & 0 & 0 & \cdots & -\rho & 1+\rho^2 & -\rho \\ 0 & 0 & 0 & 0 & \cdots & 0 & -\rho & 1 \end{pmatrix}$$

Obtained Sparsity structure in γ in Exercise 3



- Marginal log-likelihood:

$$\ell_M(\theta, y) \approx \ell(\theta, \hat{u}_\theta, y) - \frac{1}{2}\log(|-\ell''_{uu}|_{u=\hat{u}_\theta}|) + \frac{q}{2}\log(2\pi)$$

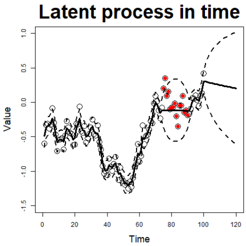
Summary

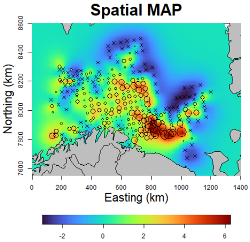
- A random effect is a random variable we do not observe
- We assign statistical structures to the random effects
- Marginalize over the latent variables
  - Laplace approximation

```r
obj = MakeADFun(nll, par, random = c("nameOfLatentVariable1", ...))
```

- Optimize the marginal log-likelihood

```r
    opt = nlminb(obj$par,obj$fn,obj$gr)
```





State-space stock assessment

- Remember we implemented a full parametric assessment model
- Let's go back to `introStockAssessment.pdf`
  - We will now move into a state-space assessment framework

Spatial modeling

- Next follow spatial modeling
- Will not go trough spatial modeling in plenary
- Feel free to look at it and ask questions

Syntax for Markov models

- Let the random effect $\gamma \sim N(0, \mathbf{Q}^{-1})$
  - Syntax in RTMB:

```
nll = nll - dgmrf(gamma, 0, Q,TRUE)
```

- Let the random effect $\gamma \sim N(0, \mathbf{Q}_{\text{AR1}}^{-1})$
  - Syntax in RTMB:

```
nll = nll - dautoreg(gamma, 0, phi,log =TRUE, scale = sd, log=TRUE)
```

- Let the random effect $\gamma \sim N(0, \mathbf{Q}^{-1} \otimes \mathbf{Q}_{\text{AR1}}^{-1})$
  - Syntax in RTMB:

```
f1 = function(x) dgmrf(gamma, 0, Q,TRUE)
f2 = function(x) dautoreg(x, phi=phi, log=TRUE)
nll = nll - dseparable(f1, f2)(gamma)
```

  - Much used in spatio-temporal statistics:

$$cov(\gamma(s_1, t_1), \gamma(s_2, t_2)) = C^{(s)}(s_1, s_2) \cdot C^{(t)}(t_1, t_2)$$

Matern covariance structure with smoothness parameter equal 1

- Much used in spatial statistics
- Covariance is given by:

$$\text{Cov}\left(\gamma(s_1), \gamma(s_2)\right) = \sigma^2 \kappa ||s_1 - s_2|| K(\kappa ||s_1 - s_2||).$$

- σ is the marginal variance
- κ is a spatial scale parameter
  - This variable can be increased on land to include spatial barriers
- Can be represented with a sparse precision matrix!
  - Use functionality from INLA/fmesher to extract Q and call

```
dgmrf(gamma, 0, Q,log = TRUE) #Liklihood contribution of latent effects
```

Spatial example

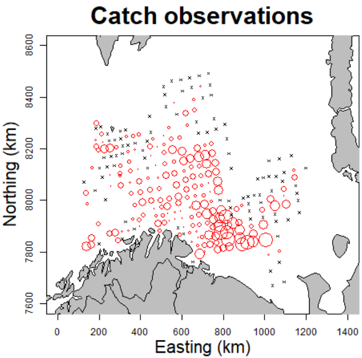
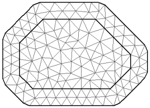


Figure: Area of bubbles is proportional to catch of haddock, crosses are zero-observations.

Spatial modeling with the SPDE-procedure

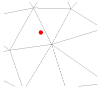
- Set up mesh

```r
mesh = fmesher::fm_mesh_2d(locUTM,
max.edge = c(20, 50)) #inner and outer area
```



- Set up projection matrix

```r
A = fmesher::fm_basis(mesh,loc = locUTM)
```



- Set up SPDE-matrices

```r
spde = fmesher::fm_fem(mesh)
spdeMatrices = list(c0 = spde$c0, g1 = spde$g1,g2 = spde$g2)
```

- Calculate precision matrix

```r
#Precision matrix Q, see Lindgren and Rue 2015 JSS p4
Q <- tau^2*(kappa^4*spdeMatrices$c0 + 2*kappa^2*
     spdeMatrices$g1 + spdeMatrices$g2)
```

$$Q = \frac{1}{\tau^2}\left(\kappa^4 C_0 + 2\kappa^2 G_1 + G2\right)$$

Spatial modeling

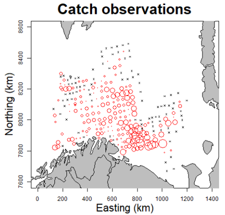
The Institute of Marine Research conducts surveys to calculate fish stock. In this exercise, we use the catch of haddock from the Barents Sea winter survey.

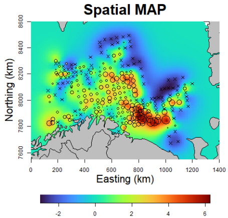
Assume catch $C_i \sim Pois(\mu_i d_i)$, where

$$\log \mu(s_i) = \beta_0 + \boldsymbol{\delta}(s_i).$$

Here, $\boldsymbol{\delta} \sim N(0, \Sigma_{\text{Matern}})$ and d_i is distance trawled

- Exercise 4 a) Estimate the model
  - See `spde.R` to get you started
- Exercise 4 b) Estimate $\sum_{s \in \Omega} \mu(s)$
- Ω is a dense grid covering the survey area given in `predPoints.rds`





Simulate from the model

- Inform what are the observations

```
nll = function(par){
      ...
      y = OBS(y)
      ...
}
```

- Simulate from the model given hyperparameters

```
obj$simulate()
```