

Inferential Statistics

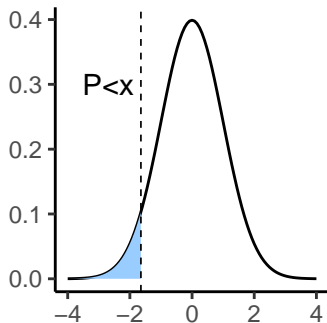
Pablo E. Gutierrez-Fonseca

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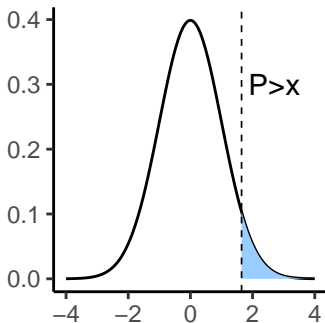


Expanding on Hypothesis Testing

- 1-tailed
 - ▶ Hypothesis includes an **expected direction**.



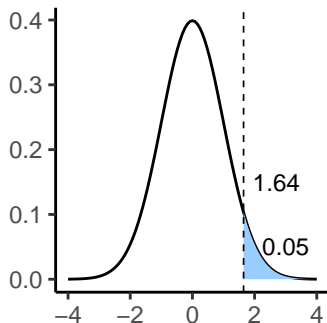
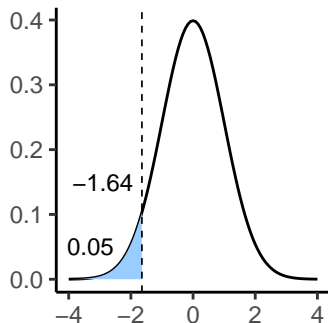
- Decrease
- Cooler
- Smaller
- Lower



- Increase
- Warmer
- Higher
- Expand

Expanding on Hypothesis Testing

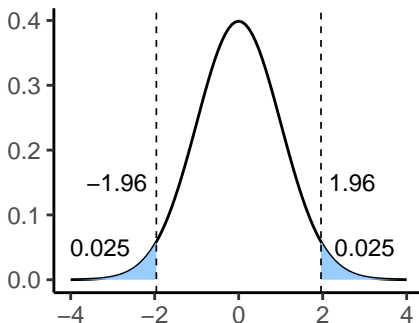
- 1-tailed - hypothesis includes an **expected direction**.



- If your obtained test statistic falls beyond the critical value (lightblue) for your given Alpha threshold = Significant result, **reject the null**

Expanding on Hypothesis Testing

- 2-tailed tests:
 - ▶ Have **no expected directionality** hypothesized.
 - ▶ Splits the 5% of the area under the curve that would be considered significant between both tails of the normal distribution curve.
 - ▶ Are therefore less powerful tests (more likely to find a significant result).



Significant or Not?

• Not significant=

- Accept the null hypothesis.
- There is **no** difference between the sample and population mean.
- Obtained test statistic $<$ critical value threshold.
- $p\text{-value} > \alpha$ threshold (usually 0.05).

Significant=

- Reject the null hypothesis,
- There **is** a difference between the sample and population mean.
- Obtained test statistic $>$ critical value threshold.
- $p\text{-value} < \alpha$ threshold (usually 0.05).

Basic steps for an **Inferential Test**

- A statement of null hypothesis.
- Choose the appropriate test.
- Set the level of Type I error risk (α)
- Analyze data distribution
- Compute the test statistic (obtained) value
- Assess significance:
 - ▶ Determine the critical value needed to reject the null hypothesis and compare it to your -calculated test statistic
 - ▶ Determine the p-value associated with your calculated test statistic
- Summarize

contents. . .