

**Statistical and Predictive Modeling I (DATA 1204)**  
**Final Project (30% of Total Grade)**  
**Professor: Fatma Tetikoglu**

**Background**

Mr. John Hughes has been collecting data on the effect of personal attributes on household expenses. He has put together a dataset (**MultiRegDataset.csv**) with contains 1338 observations (rows) and 7 features (columns). The details of the features are as follows:

Independent (Input) variables:

- Age
- Sex
- BMI
- Children
- Smoker
- Region

Dependent (Output) variable:

- Expenses

**The Ask from Mr. John Hughes**

He would like to understand the following:

- a) The effect of **smoking** on expenses by creating a linear regression model
- b) The effect of **all input variables** on expenses by creating a multivariate regression model

You will create the following:

1. A power point deck to report your findings and state your conclusion based on your results. (See Appendix A for details)
2. Copy of the R code that you used to generate the results (cut and paste into Word Document)

**Please post your PowerPoint (.ppt) and Word Document (.doc or .docx) containing all your R code under Final Project by 11:59 pm on Tuesday, December 13<sup>th</sup>, 2022.**

# Appendix A

## PowerPoint Requirements:

### Cover Slide

- Title: Final Project (DATA 1204)
- Name (First and Last)
- Student Number

### Slide 1

- Description of the research requirements (i.e., the ask from Mr. John Hughes)

### Slide 2-4

- Compute and state the basic statistics (i.e., Mean, SD, Min/Max). Please explain your findings (Hint: Don't forget to use actual numbers).
- Create and show a fully labeled Histogram of the dependent variable(expenses). Please explain your findings.

### Slides 5-7

- Conduct a T-test that the mean for expenses is equal to 10,000:
  - ✓ State the hypotheses related to the test
  - ✓ State and explain the results of your T-Test

### Slides 8-9

- Perform a simple linear regression **using smoker** as your independent variable and expenses as your dependent variable
  - ✓ State the simple linear regression model
  - ✓ Interpret the simple linear regression model
  - ✓ Evaluate the simple linear regression model

### Slides 10-11

- Perform a multiple linear regression on all variables and report the results
  - ✓ State the multiple linear regression model
  - ✓ Interpret the multiple regression model
  - ✓ Evaluate the multiple regression model

### Slide 12-13

- State your conclusions based on evidence from your analysis

## Word Document Requirements:

1. All R code used in report

## Final Term Project Rubric

| Slides | Exemplary  | Proficient   | Incomplete   | Incorrect or Unacceptable   |
|--------|--|--|--|---|
| 1      | Clear description of the research question is given.   | Mostly Clear description of the research question is given.  | Incomplete description of the research question is given.  | Description of research problem is incorrect or missing.                                      |
| 2-4    | Histogram is correct, properly labeled and explained. Statistics computed are correct and meaningful.  | Histogram is correct, properly labeled and explained. Statistics computed are mostly correct and meaningful.   | Histogram is is mostly correct. Statistics computed are mostly correct and meaningful.   | Histogram and some statistics are not correct.  |
| 5-7    | Results or the t-test are reported correctly. Assumptions that need to be satisfied is clearly stated along with whether they were satisfied. Hypotheses are clearly stated and correct. | Results or the t-test are reported correctly. Assumptions stated are correct and an explanation of whether they were satisfied is mostly correct. Hypotheses are clearly stated and mostly correct | Results or the t-test are reported correctly. Assumptions are incomplete and the explanation is also incomplete. Hypotheses are incomplete   | Results of the t-test are incorrect. Hypotheses are missing or incorrect                      |
| 8-9    | Simple linear regression is performed correctly and reported correctly. Coefficients and evaluations are interpreted correctly with detail.  | Simple linear regression is performed correctly and reported correctly. Coefficients and evaluations are interpreted correctly with limited detail   | Simple linear regression is performed correctly and reported correctly. There are some issues with coefficient and evaluation interpretation | Simple linear regression is incorrect and subsequently all other answers are also incorrect   |
| 10-11  | Multiple linear regression is performed correctly and reported correctly. Coefficients and evaluations are interpreted correctly with detail.  | Multiple linear regression is performed correctly and reported correctly with limited detail.  | Multiple linear regression is performed correctly and reported correctly.  | Multiple linear regression is incorrect and subsequently all other answers are also incorrect |
| 12-13  | Conclusions about the research question are clearly stated and correct. Evidence for the conclusions is presented clearly.   | Conclusions about the research question are clearly stated and correct. Evidence for the conclusions is mostly presented clearly.  | Conclusions about the research question are clearly stated and correct. Evidence for the conclusions is incomplete.                          | Conclusions are incorrect or poorly stated  |
| R Code | All R code is clearly stated and correct.  | All R code are clearly stated and mostly correct   | R code is correct but is incomplete  | R code missing or incorrect   |