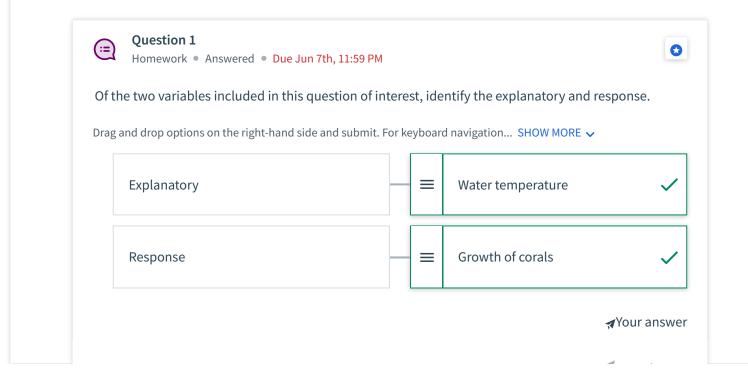
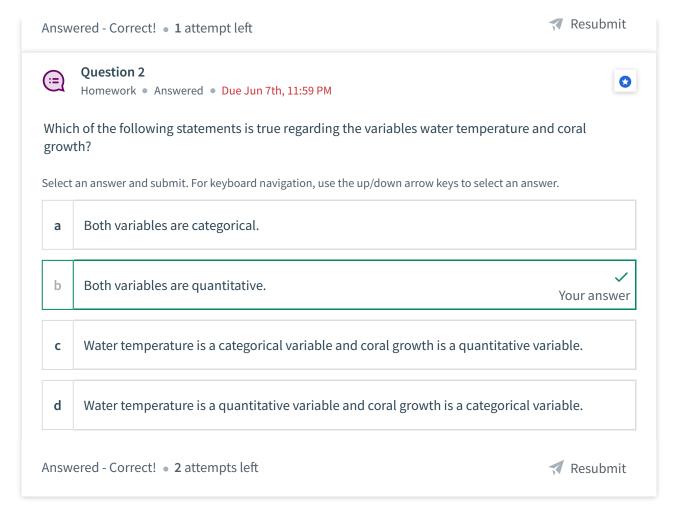


# Problem Set 8: Simple Linear Regression

### Part A

How sensitive to changes in water temperature are coral reefs? To find out, we measured the growth of corals in aquariums where the water temperature is controlled at different levels. Growth is measured by weighing the coral before and after the experiment.





### Part B

Florida reappraises real estate every year, so the county appraiser's Web site lists the current "fair market value" of each piece of property. Property usually sells for somewhat more than the appraised market value. Here are the appraised market values and actual selling prices (in thousands of dollars) of condominium units sold in a beachfront building in a 93-month period:

	1				
Selling Price	Appraised value	Month	Selling Price	Appraised value	Month
853	654	0	878	743	47
618	520	1	1128	1025	54
1103	958	3	1192	981	59
918	818	9	1453	950	64
873	676	13	1893	1218	64
1128	970	14	1478	638	64
743	373	15	903	834	64
1353	1060	19	1538	1269	70
728	584	21	1403	841	70
1350	907	26	588	524	73
1928	1044	26	1078	802	79
1628	1068	28	633	498	86
1008	470	34	703	573	88
968	799	37	721	718	93

Here is software output for regressing selling price on appraised value:

### Residuals:

Min 1Q Median 3Q Max -269.22 -152.93 -84.94 173.84 589.37

Coefficients:

Estimate Std. Error t value Pr(>|t|) (Intercept) 78.4084 162.0551 0.484 0.633

appraised 1.2699 0.1938 6.553 6e-07 \*\*\*

\_\_\_

Signif. codes: 0 '\*\*\*' 0.001 '\*\*' 0.05 '.' 0.1 ' '1

Residual standard error: 235.4 on 26 degrees of freedom

Multiple R-squared: 0.6229, Adjusted R-squared: 0.6084

F-statistic: 42.94 on 1 and 26 DF, p-value: 6.003e-07

Recall that for very small values, R using scientific notation. For example, 6e–07 is equivalent to  $6 \times 10^{-7}$  .

Homework • Answered • Due Jun 7th, 11:59 PM Is there significant evidence that that appraisal value is a good predictor of selling price? To answer this question, we need to test which of the following hypotheses? Select an answer and submit. For keyboard navigation, use the up/down arrow keys to select an answer.  $H_0$ :  $\beta_1 = 0$  vs.  $H_A$ :  $\beta_1 \neq 0$ Your answer b  $H_0$ :  $\alpha = 0$  vs.  $H_A$ :  $\alpha > 0$  $H_0: \beta_1 = 0 \text{ vs. } H_A: \beta_1 > 0$ C Answered - Correct! • 2 attempts left Resubmit Question 4 0 Homework • Answered • Due Jun 7th, 11:59 PM What is the conclusion based on the hypothesis test and p-value? Select an answer and submit. For keyboard navigation, use the up/down arrow keys to select an answer. There is convincing evidence that that appraisal value is a good predictor of selling price. Your answer There is suggestive, but inconclusive evidence that appraisal value is a good predictor of b selling price. There is moderately suggestive evidence that appraisal value is a good predictor of selling C price. There is no evidence that that appraisal value is a good predictor of selling price. d Resubmit Answered - Correct! • 2 attempts left

### Part C

Consider the following data on x = rainfall volume (m<sup>3</sup>) and y = runoff volume (m<sup>3</sup>) for a particular location.

Use the general software output to decide whether there is a useful linear relationship between rainfall and runoff.

### Residuals:

Min 1Q Median 3Q Max -8.5842 -3.6667 0.8233 3.0288 8.9562

### 7 K

### Coefficients:

Estimate Std. Error t value Pr(>|t|)

(Intercept) -1.8798 2.3372 -0.804 0.436 rainfall 0.8427 0.0360 23.410 5.17e-12 \*\*\*

---

Signif. codes: 0 '\*\*\*' 0.001 '\*\*' 0.01 '\*' 0.05 '.' 0.1 ' '1

Residual standard error: 5.162 on 13 degrees of freedom Multiple R-squared: 0.9768, Adjusted R-squared: 0.975

F-statistic: 548 on 1 and 13 DF, p-value: 5.166e-12

## (<del>=</del>)

### **Question 5**

Homework • Answered • Due Jun 7th, 11:59 PM



State the least squares regression equation.

Select an answer and submit. For keyboard navigation, use the up/down arrow keys to select an answer.

a 
$$\hat{y} = 2.337 + 0.036x$$

b 
$$\hat{y} = -0.8 + 23.41x$$

$$\hat{y} = -1.88 + 0.843x$$

Your answer

d 
$$\hat{x} = 2.337 + 0.036y$$



### **Question 6**

Homework • Answered • Due Jun 7th, 11:59 PM



State the appropriate null and alternative hypotheses used to test whether there is a useful linear relationship between rainfall and runoff.

Select an answer and submit. For keyboard navigation, use the up/down arrow keys to select an answer.

a 
$$H_0$$
:  $eta_1=0$  vs.  $H_A$ :  $eta_1
eq 0$ 

Your answer

b H0: 
$$eta_1=0$$
 vs. HA:  $eta_1<0$ 

c H0: 
$$eta_1 
eq 0$$
 vs. HA:  $eta_1 = 0$ 

d H0: 
$$eta_1=0$$
 vs. HA:  $eta_1>0$ 

Answered - Correct! • 2 attempts left





### Question 7

Homework • Answered • Due Jun 7th, 11:59 PM



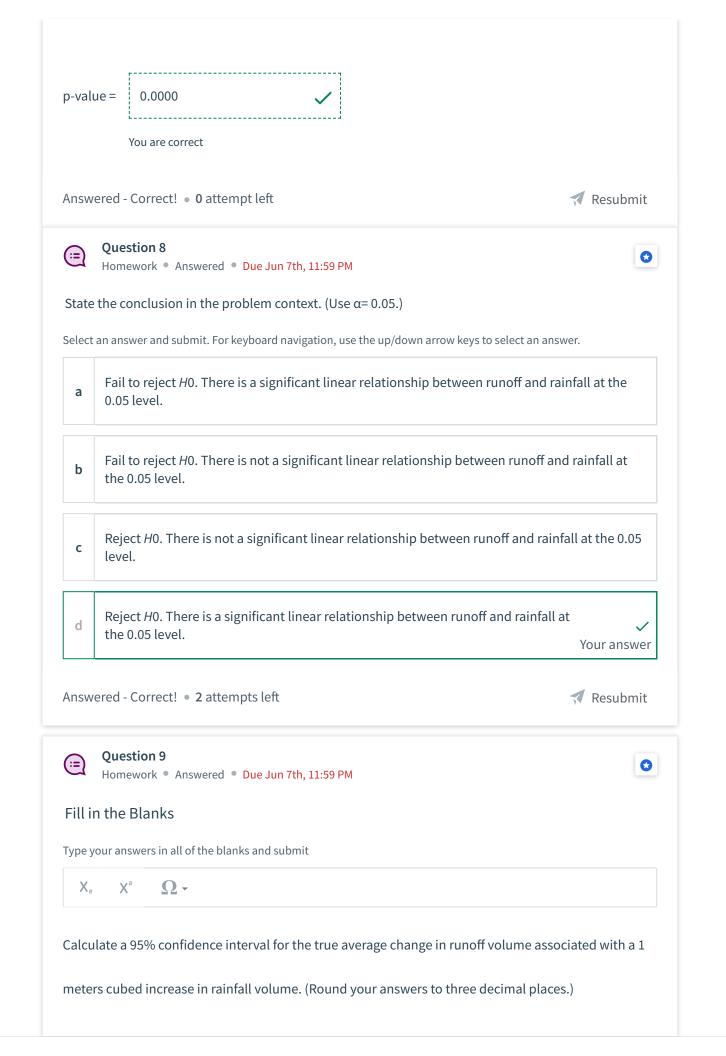
### Fill in the Blanks

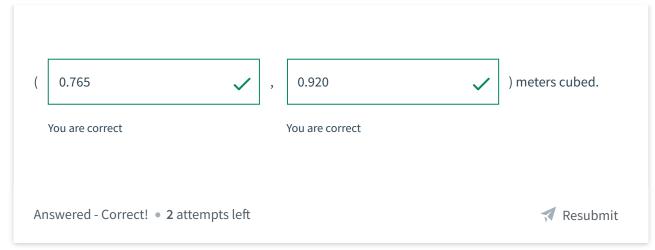
Type your answers in all of the blanks and submit

From the output state the test statistic value and find the P-value. (Round your test statistic to two

decimal places and your P-value to four decimal places.)

You are correct





### Part D

The accompanying data was read from a graph. The independent variable is  $SO_2$  deposition rate (mg/m<sup>2</sup>/d) and the dependent variable is steel weight loss (g/m<sup>2</sup>). Use the code below to construct a scatterplot of the bivariate data, fit a simple linear regression model, and calculate the correlation coefficient between the two variables.

```
x=c(13,18,35,43,45,110)

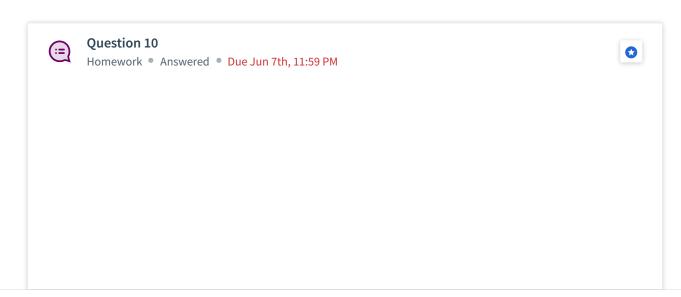
y=c(280,350,460,500,560,1140)

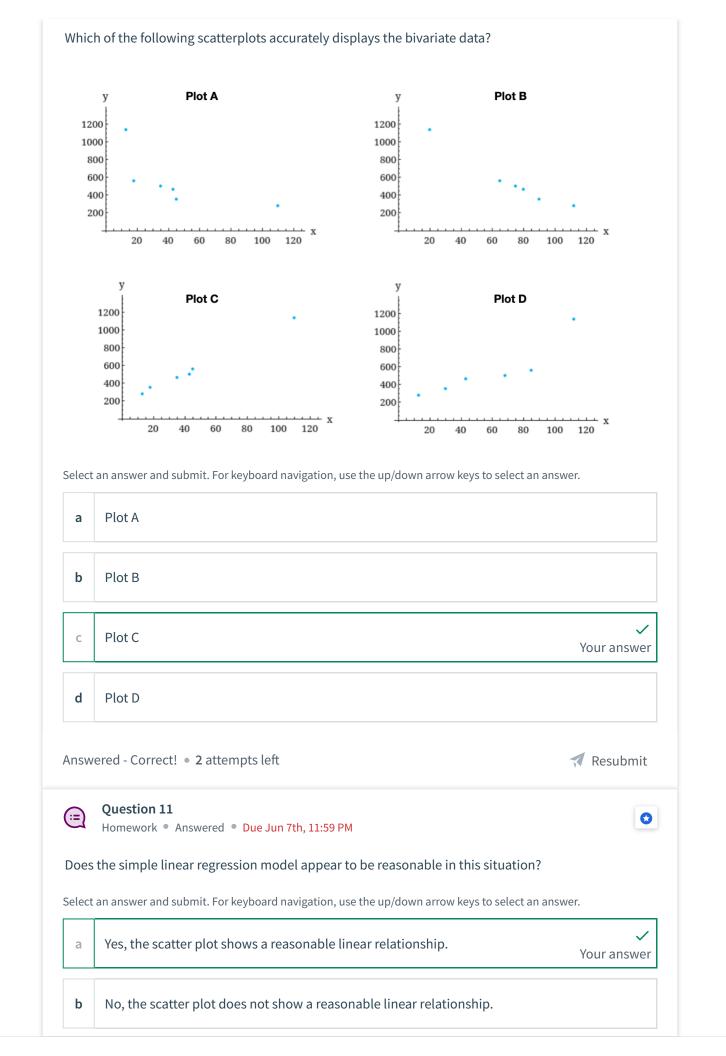
# Construct a scatterplot using R.

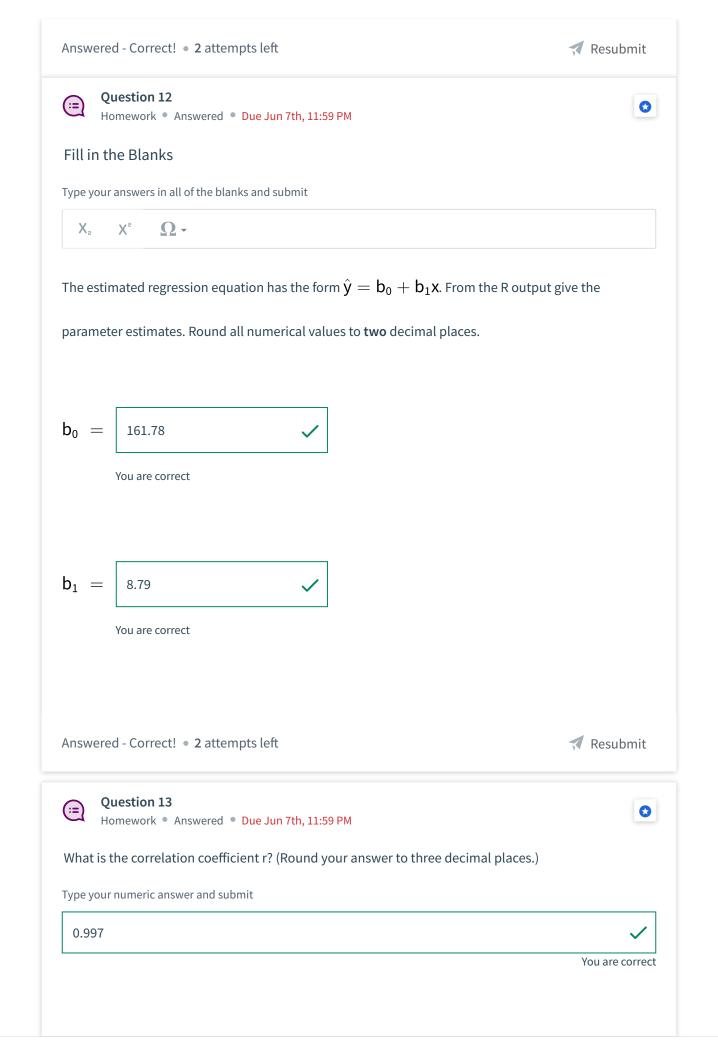
plot(x,y)

# Calculate the least squares regression line
mod <- lm(y~x)
summary(mod)

# Correlation
cor(x,y)</pre>
```









### Question 14

Homework • Answered • Due Jun 7th, 11:59 PM



### Fill in the Blanks

Type your answers in all of the blanks and submit

Because the largest x value in the sample greatly exceeds the others, this observation may have been very influential in determining the equation of the line. Delete this observation and recalculate the equation. (Round all numerical values to two decimal places.)

Let the new estimated equation be denoted using the following notation.

$$\hat{y}^* = b_0^* + b_1^* x$$

$$b_0^* =$$
 193.41

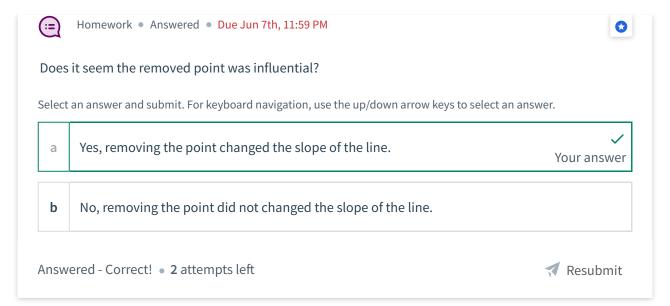
You are correct

$$b_1^* = 7.68$$

You are correct

Answered - Correct! • 2 attempts left

Resubmit



### Part E

A number of studies have shown lichens (certain plants composed of an alga and a fungus) to be excellent bio-indicators of air pollution. An article gives the following data (read from a graph) on  $x = NO_3^-$  wet deposition (g N/m²) and y = lichen (% dry weight):

```
    x
    0.05
    0.10
    0.11
    0.12
    0.31
    0.37
    0.42
    0.58
    0.68
    0.68
    0.73
    0.85
    0.73

    y
    0.44
    0.60
    0.48
    0.51
    0.53
    0.54
    1.02
    0.89
    0.86
    1.03
    0.84
    1.00
    1.73
```

### Residuals:

Min 1Q Median 3Q Max -0.23047 -0.16221 0.00779 0.02836 0.47612

### Coefficients:

Estimate Std. Error t value Pr(>|t|)
(Intercept) 0.3658 0.1067 3.429 0.005632 \*\*
x 0.9653 0.1970 4.900 0.000472 \*\*\*

Signif. codes: 0 '\*\*\*' 0.001 '\*\*' 0.01 '\*' 0.05 '.' 0.1 ' ' 1

Residual standard error: 0.2081 on 11 degrees of freedom Multiple R-squared: 0.6858, Adjusted R-squared: 0.6572

F-statistic: 24.01 on 1 and 11 DF, p-value: 0.0004718

# Fill in the Blanks Type your answers in all of the blanks and submit $X_{\epsilon} = \chi^{\epsilon} = \Omega \text{ } \text{ }$ What are the least square estimates of $\beta_0$ and $\beta_1$ ? (Round your answers to three decimal places.) $b_0 = \begin{bmatrix} 0.366 & \checkmark \\ \text{You are correct} \end{bmatrix}$ You are correct