## P8131 Spring 2021 Homework #4

Due on February 18 at 11:59pm

The data in the table below are from an investigation into satisfaction with housing conditions in Copenhagen (Madsen 1971). Residents in selected areas living in rented homes built between 1960 and 1968 were questioned about their satisfaction and the degree of contact with other residents.

	Low satisfaction	Medium satisfaction	High satisfaction
Contact with others:	Low High	Low High	Low High
Tower block	$65 \ 34$	$54\ 47$	100 100
Apartment	130 141	76 116	111 191
House	67 130	48 105	$62\ 104$

- 1. Summarize the data using appropriate tables of percentages to show the pair-wise associations between the levels of satisfaction and 1) contact with other residents and 2) type of housing. Comment on patterns in the associations.
- 2. Use nominal logistic regression model for the associations between response variable, the levels of satisfaction, and the other two variables. Obtain a model that summarizes the patterns in the data. Describe your findings (the pattern in the associations, odds ratios with 95% confidence intervals, goodness-of-fit). (Hint: use dummy variable for house types.) (optional; required for PhD) Is there interaction of contact level by house type?
- 3. As the response has ordinal categories, fit proportional odds model to the data that include the same variables as used in the nominal logistic model obtained in (ii). What does the fitted model tell?
- 4. Calculate Pearson residuals from the proportional odds model for ordinal response to find where the largest discrepancies are between the observed frequencies and expected frequencies estimated from the model.