

From the below explanation, the statement above is true.

Consider testing a claim about a population mean  $\mu$ .  
Let  $H_0: \mu = \mu_0$  and assume that  $\sigma^2$  is *unknown*.

- For  $X_1, \dots, X_n \stackrel{\text{iid}}{\sim} N(\mu, \sigma^2)$  where  $n \geq 30$ ; or
- for a random sample  $X_1, \dots, X_n$  from a pop w/ finite mean  $\mu$ , finite variance  $\sigma^2$ , and large sample size ( $n \geq 30$ )

$$Z = \frac{\bar{X} - \mu_0}{\frac{s}{\sqrt{n}}} \approx N(0, 1)$$

If  $Z = z$  falls within  $h/h$ , then we reject  $H_0$ .  
Otherwise, we fail to reject  $H_0$ .