Main Steps in Conducting a Hypothesis Test

- 1. Describe (in words) the population parameter under investigation.
- 2. Determine H_{o} and H_{a} based on the problem description.
- 3. Select $\alpha = P(\text{Type I error})$ for the test.
- **4.** State the form of the test statistic. Be sure to list all assumptions associated with the use of this test statistic.
- 5. Collect data and compute the value of the test statistic.
- 6. Determine the P-value associated with the test statistic. Compare the P-value with the α -value.
- 7. IMPORTANT: State conclusion in the <u>context of the problem</u> and reiterate the α -value used. That is, "P-value $\leq \alpha$ so reject H₀" should be restated, for example, as "sample evidence suggests that the population mean height red pine seedlings differs from 1.9cm using $\alpha = 0.05$ ".