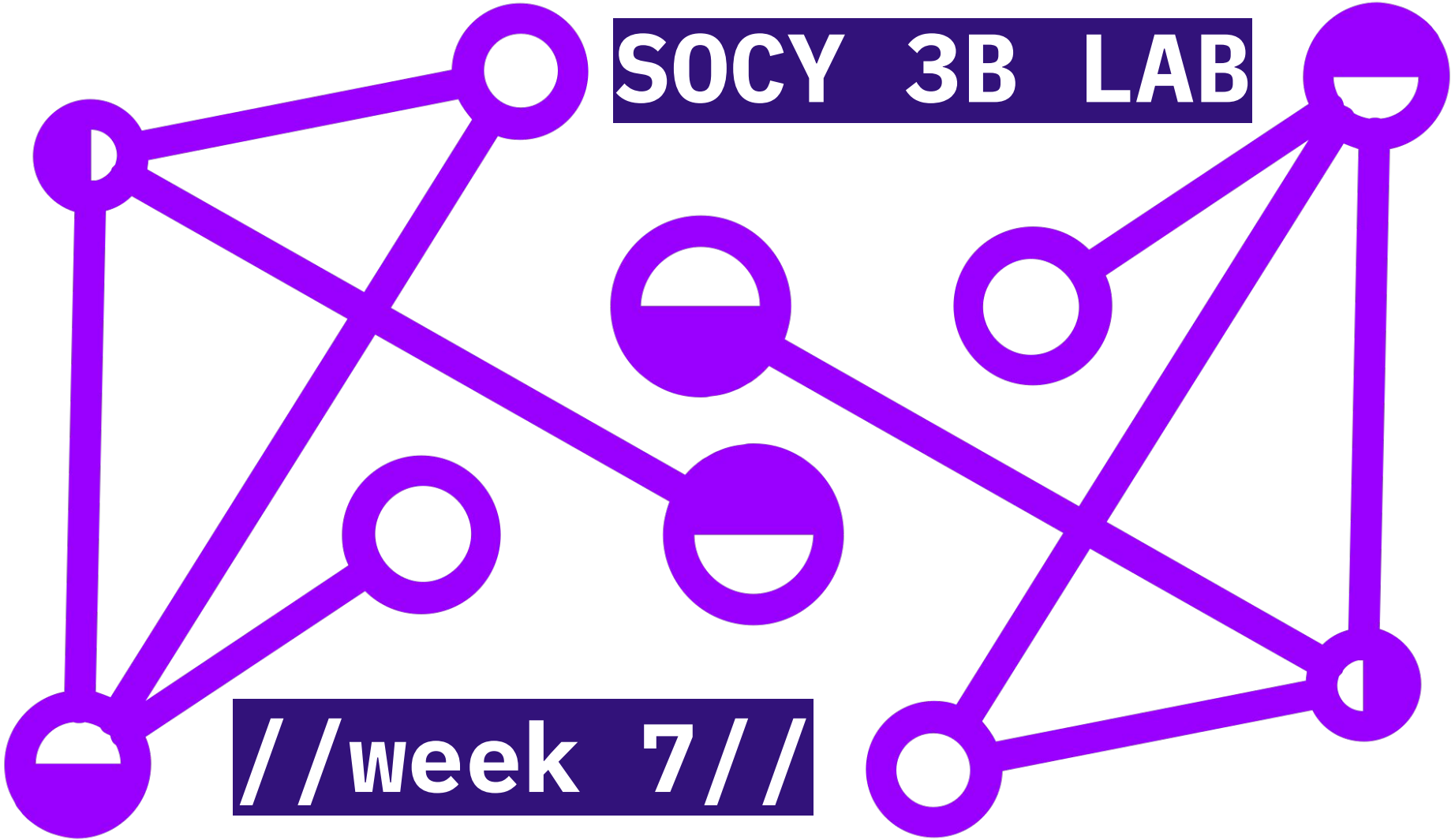
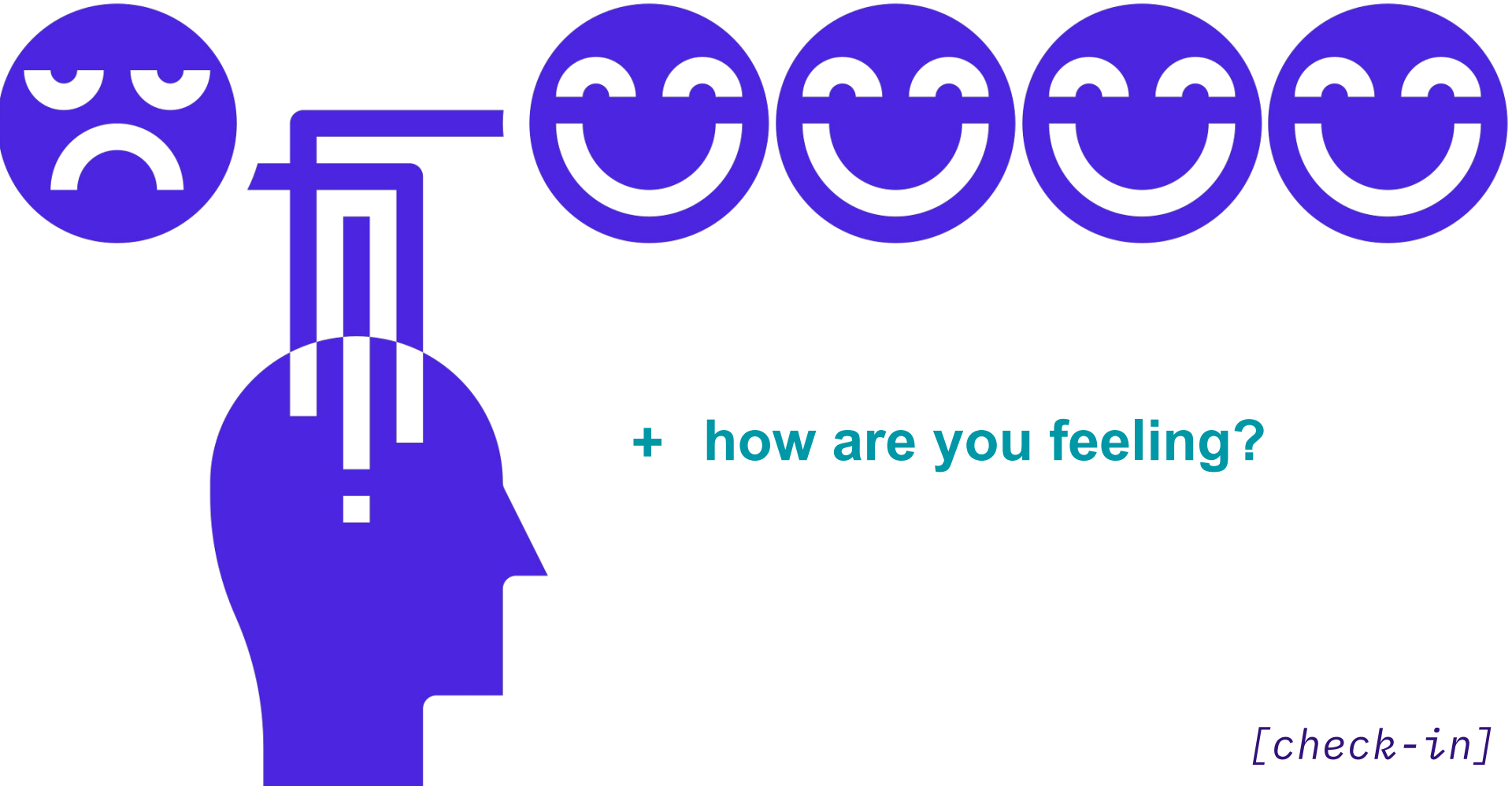
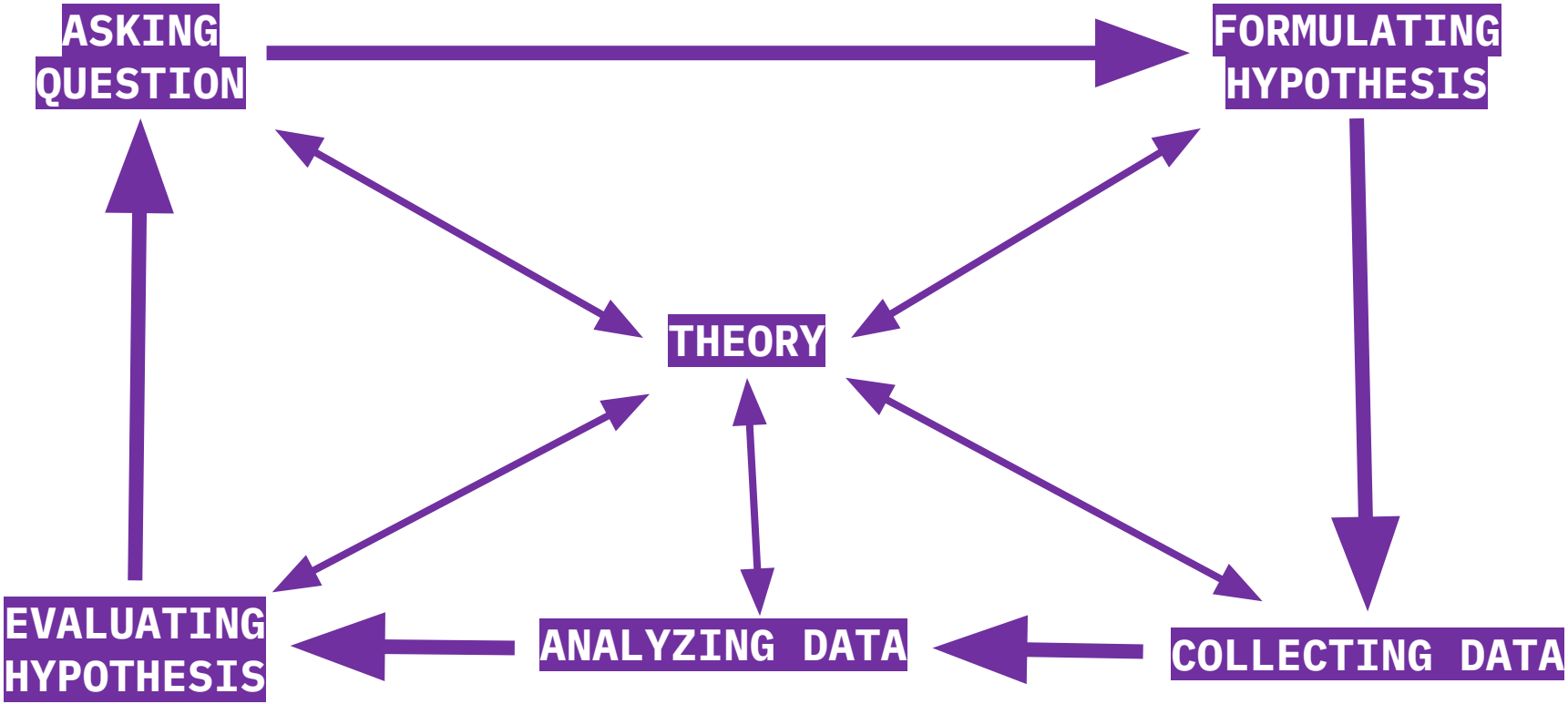

SOCY 3B LAB
//week 7//



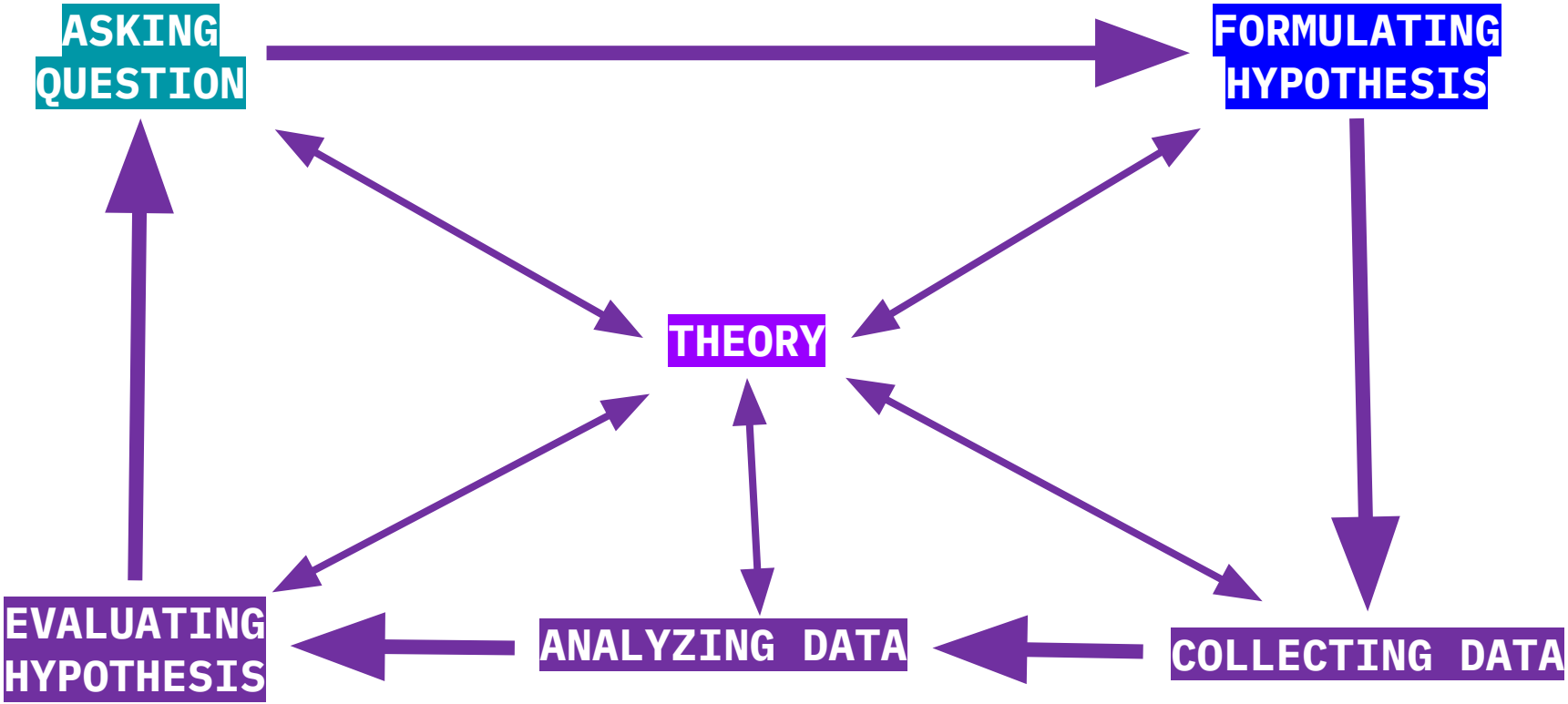
+ how are you feeling?

[check-in]

THE RESEARCH PROCESS:



THE RESEARCH PROCESS:



RESEARCH QUESTION:

Are Covid-19 rates higher in US communities depending on income?

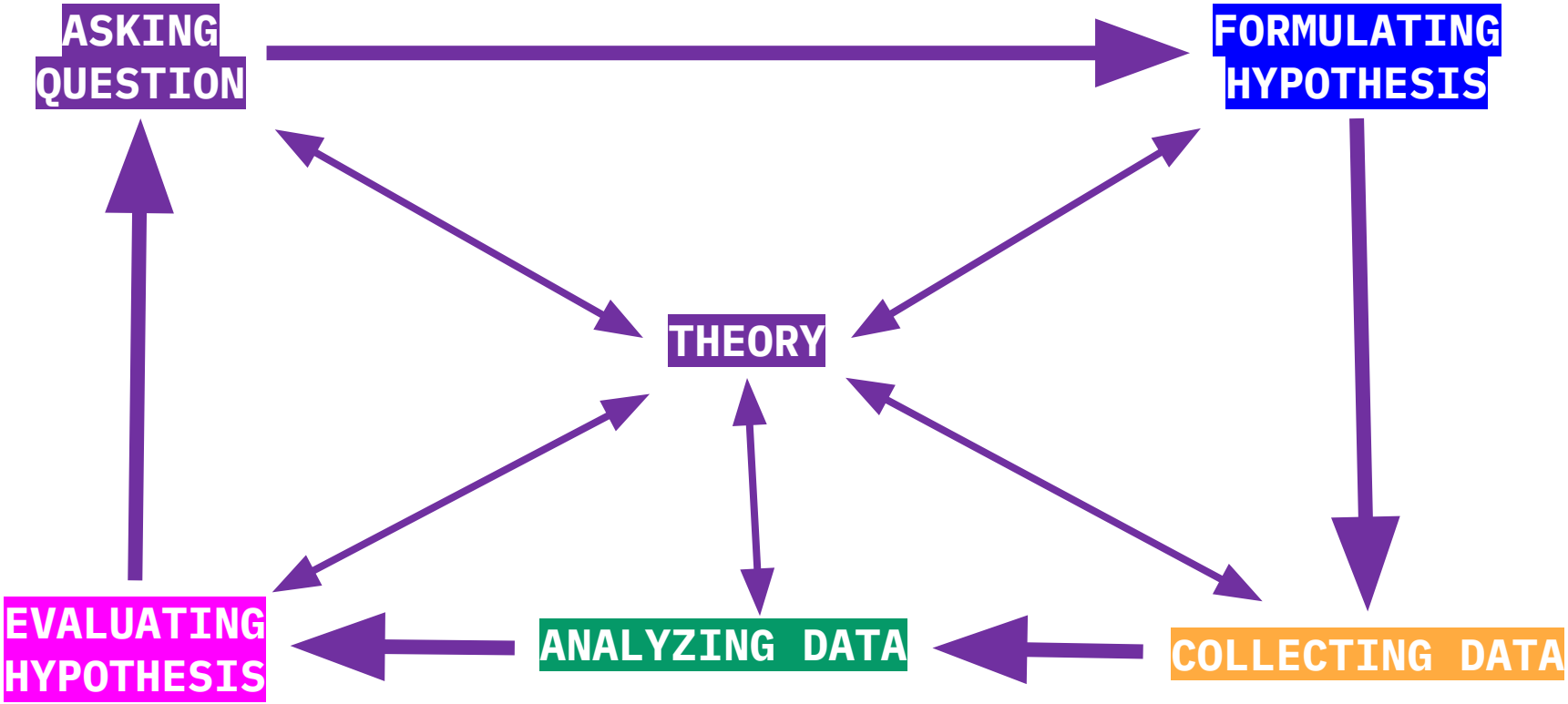
HYPOTHESIS:

Covid-19 rates in low-income communities are higher than in high-income communities.

THEORY:

“essential work”; healthcare costs; racist & classist healthcare practices and social services; pre-existing health disparities

THE RESEARCH PROCESS:



RESEARCH QUESTION:

Why is volunteering in the community less likely among low-income families?

too leading

Are families more likely to volunteer in local community events depending on their income?

great question! 🎉🎉🎉

HYPOTHESIS: low-income families are less likely to volunteer than high-income families

$$\mu \text{ low-income families} < \mu \text{ high-income families}$$

[review]

RESEARCH HYPOTHESES

1. $\mu_{group\ 1} > \mu_{group\ 2}$

   Avg rent in Santa Cruz, CA **>** Avg rent in Chapel Hill, NC

2. $\mu_{group\ 1} < \mu_{group\ 2}$

   Avg income of US residents who speak no English **<**
   Avg income of U.S. residents who speak English

3. $\mu_{group\ 1} \neq \mu_{group\ 2}$

   Price per gallon of gas in CA **≠** price per gallon of gas in NY

T-TEST:

What we use to test for differences between means when:

+ the **population standard deviation** is **unknown**
+ the **population standard deviation** is **estimated** using the **sample standard deviation**

$$t = \frac{\overbrace{(\bar{X}_1 - \bar{X}_2)}^{\text{SIGNAL}}}{\overbrace{S_{\bar{Y}_1 - \bar{Y}_2}}^{\text{NOISE}}}$$

$\bar{X}_1 - \bar{X}_2$ = *difference in means*

$S_{\bar{Y}_1 - \bar{Y}_2}$ = *combined standard error*

ALTERNATIVE HYPOTHESIS:

The **difference between two means** is **significantly different from zero.**

H_A: μ group 1 > μ group 2

H_A: μ group 1 < μ group 2

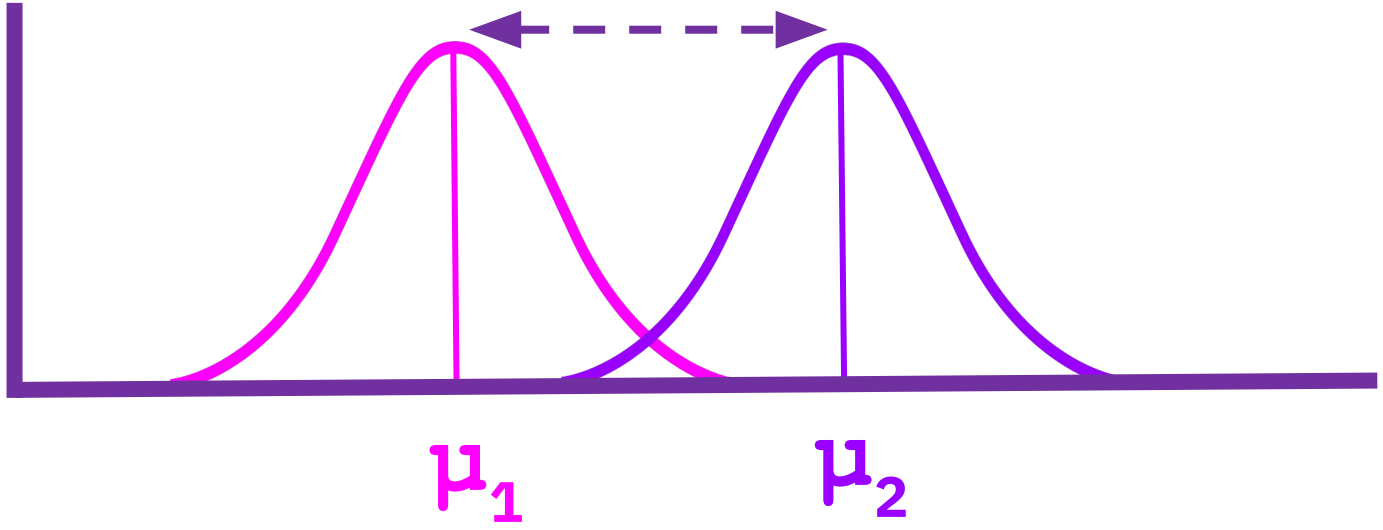
H_A: μ group 1 $\neq$ μ group 2

NULL HYPOTHESIS:

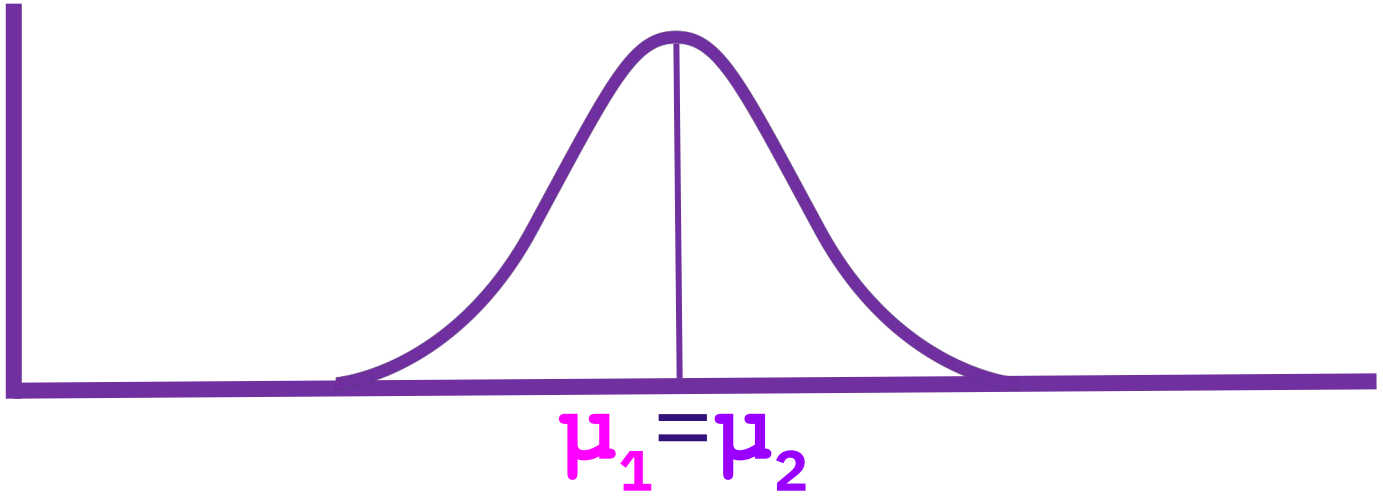
The **difference between two means** is **NOT significantly different from zero**. The **noise** (combined standard errors) overwhelms the **signal** (difference between means).

H_0: μ group 1 = μ group 2

ALTERNATIVE HYPOTHESIS



NULL HYPOTHESIS



ARE FAMILIES MORE LIKELY TO VOLUNTEER IN LOCAL COMMUNITY EVENTS DEPENDING ON THEIR INCOME?

H_A: [ALTERNATIVE HYPOTHESIS]

low-income families are less likely to volunteer than other families.

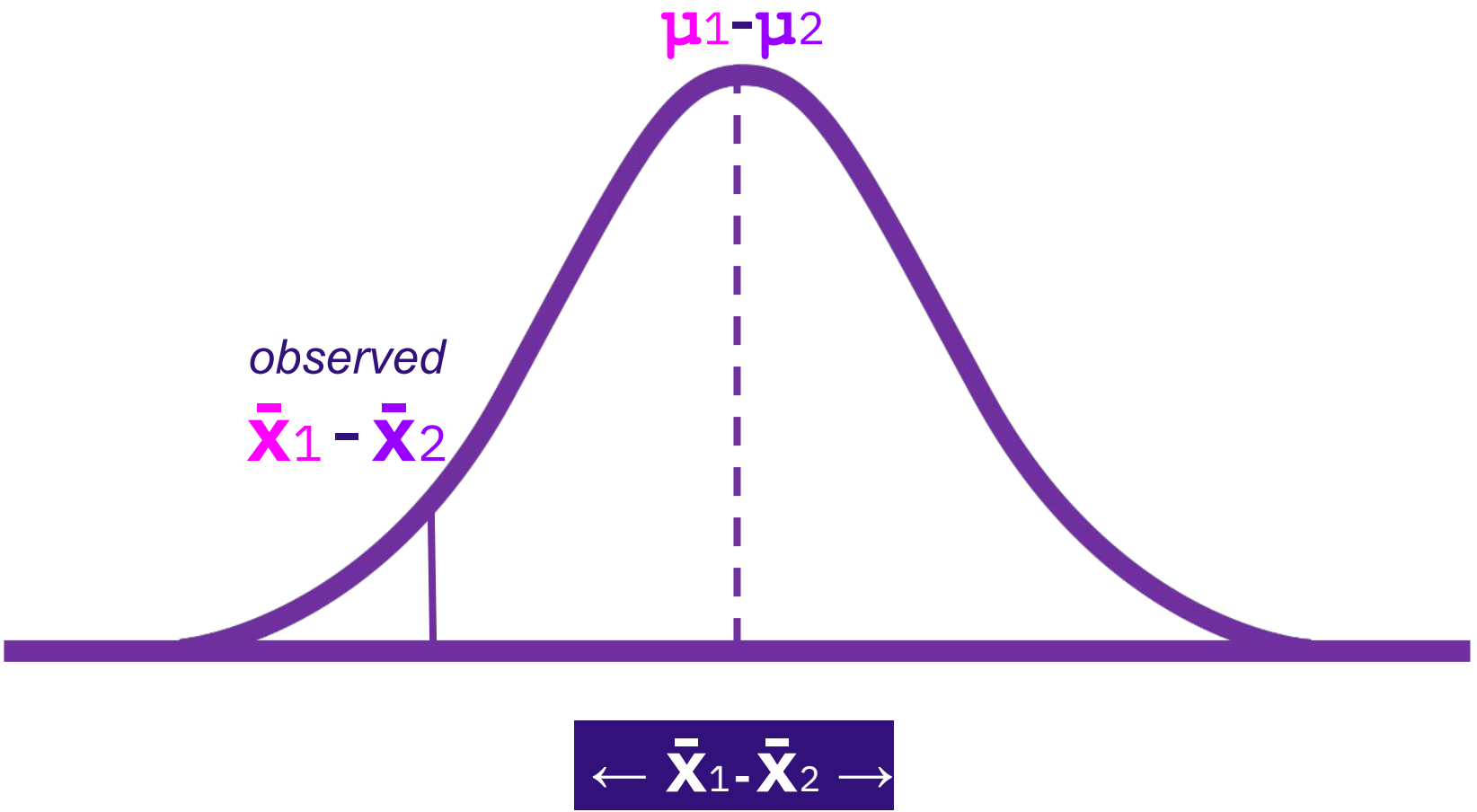
$$\mu \text{ low-income families} < \mu \text{ high-income families}$$

H_0: [NULL HYPOTHESIS]

families with different income levels are no more or less likely to volunteer

$$\mu \text{ low-income families} = \mu \text{ high-income families}$$

SAMPLING DISTRIBUTION OF DIFFERENCE BETWEEN MEANS:



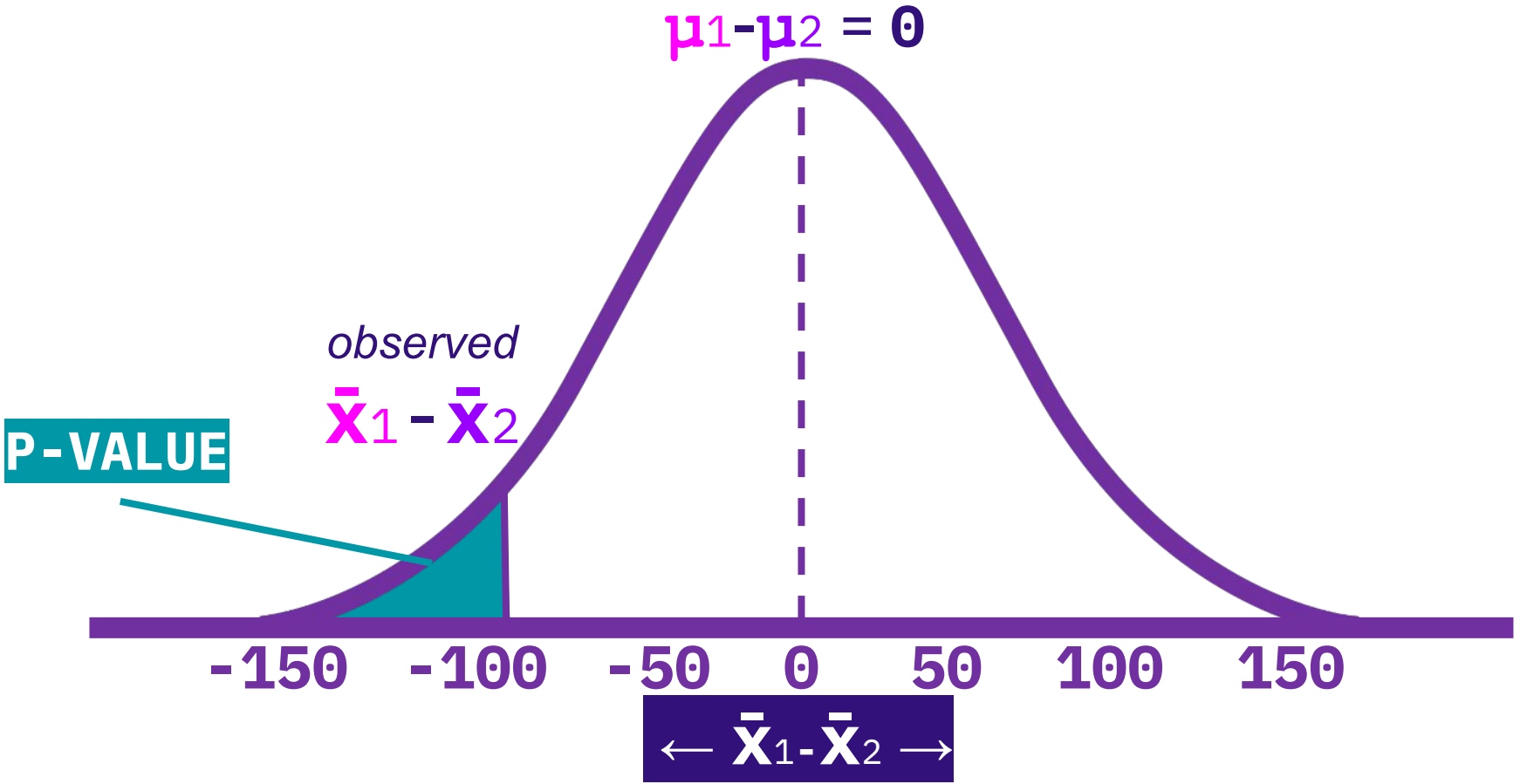
P-VALUE: ***p*** The probability of obtaining the observed difference if the null hypothesis is true (i.e., if there is no actual difference between the two groups)

*The **smaller the p-value**, the **less likely** the observed difference can be **explained by chance**. This **does provide support** for our **alternative hypothesis**.*

*The **larger the p-value**, the **more likely** the observed difference can be **explained by chance**. This **does NOT provide support** for our **alternative hypothesis**.*

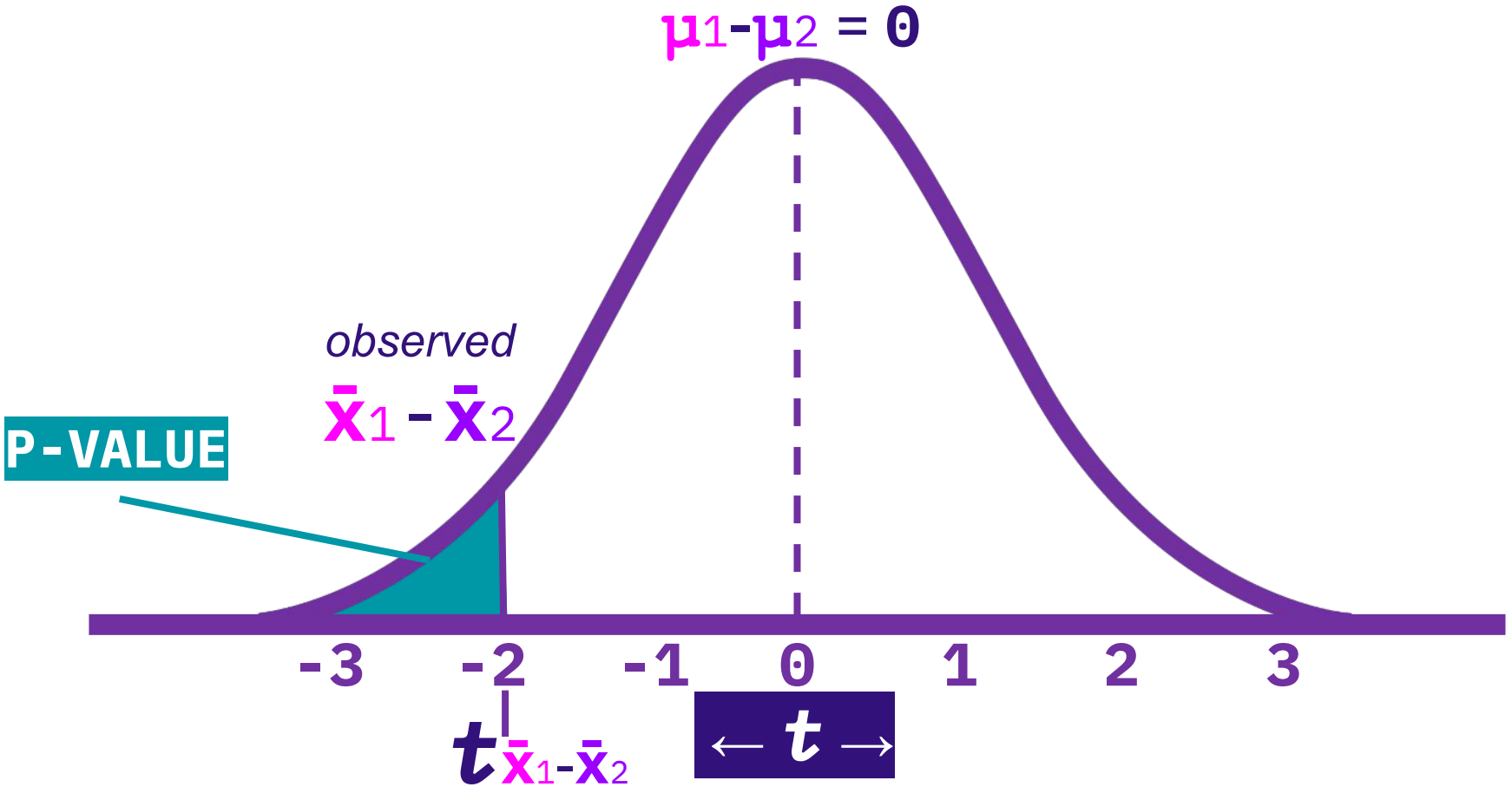
SAMPLING DISTRIBUTION OF DIFFERENCE BETWEEN MEANS:

IF THE NULL HYPOTHESIS IS TRUE



SAMPLING DISTRIBUTION OF DIFFERENCE BETWEEN MEANS:

IF THE NULL HYPOTHESIS IS TRUE



HYPOTHESES & THEIR TESTS:

H_1: μ group **1** **>** μ group **2**

H_1: μ group **1** **<** μ group **2**

ONE-TAILED TEST

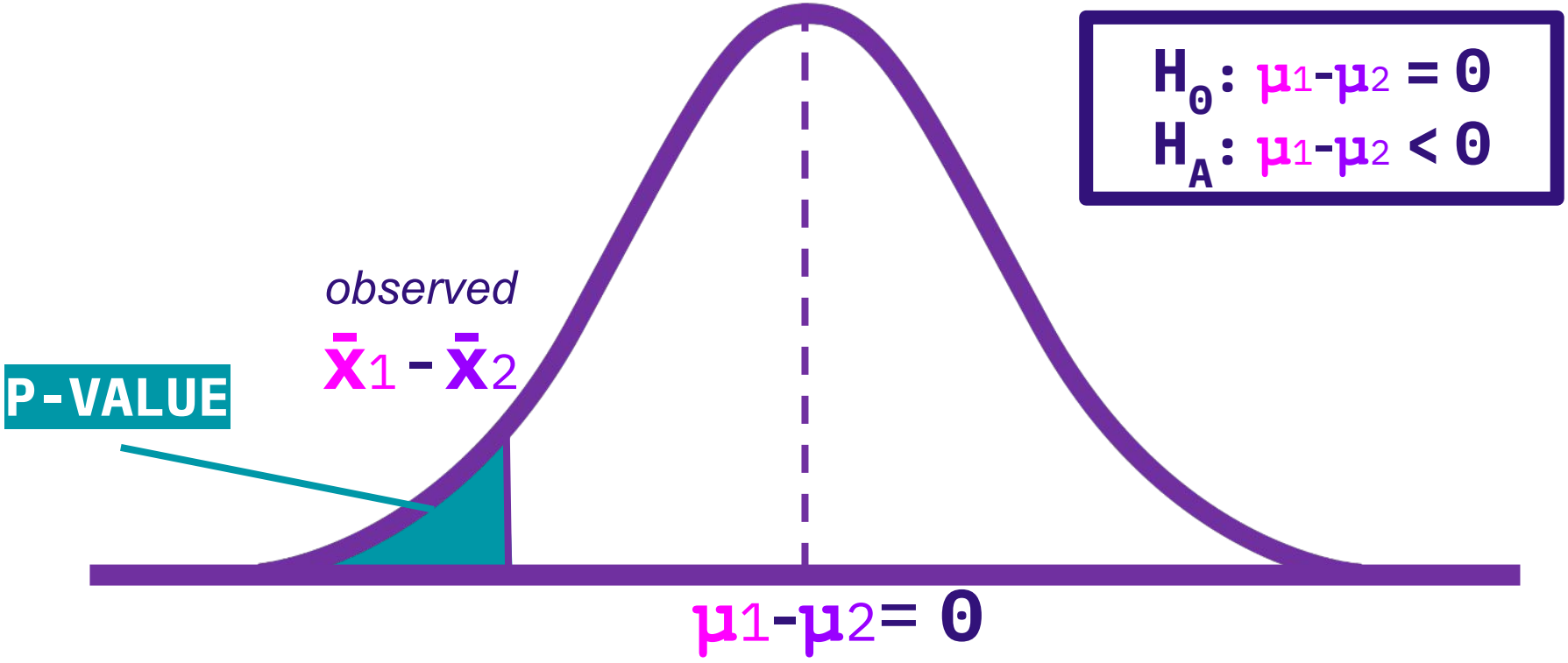
RIGHT-SIDED

LEFT-SIDED

H_1: μ group **1** **≠** μ group **2**

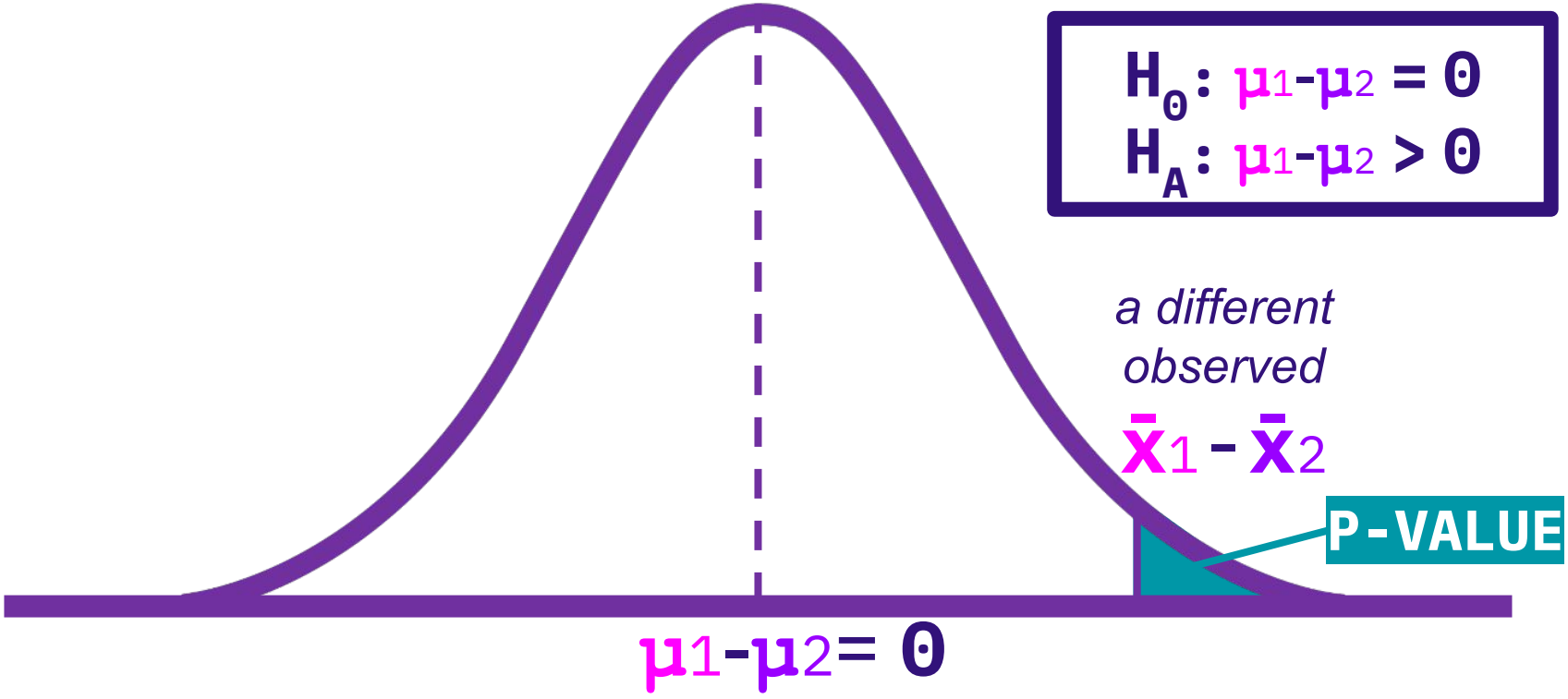
TWO-TAILED TEST

ONE-TAILED TEST (LEFT-SIDED):



If there is no diff in population means ($\mu_1-\mu_2= 0$), what is the probability of seeing <u>at least</u> the observed diff in sample means ($\bar{x}_1-\bar{x}_2$ or more <u>negative</u>)?

ONE-TAILED TEST (RIGHT-SIDED):

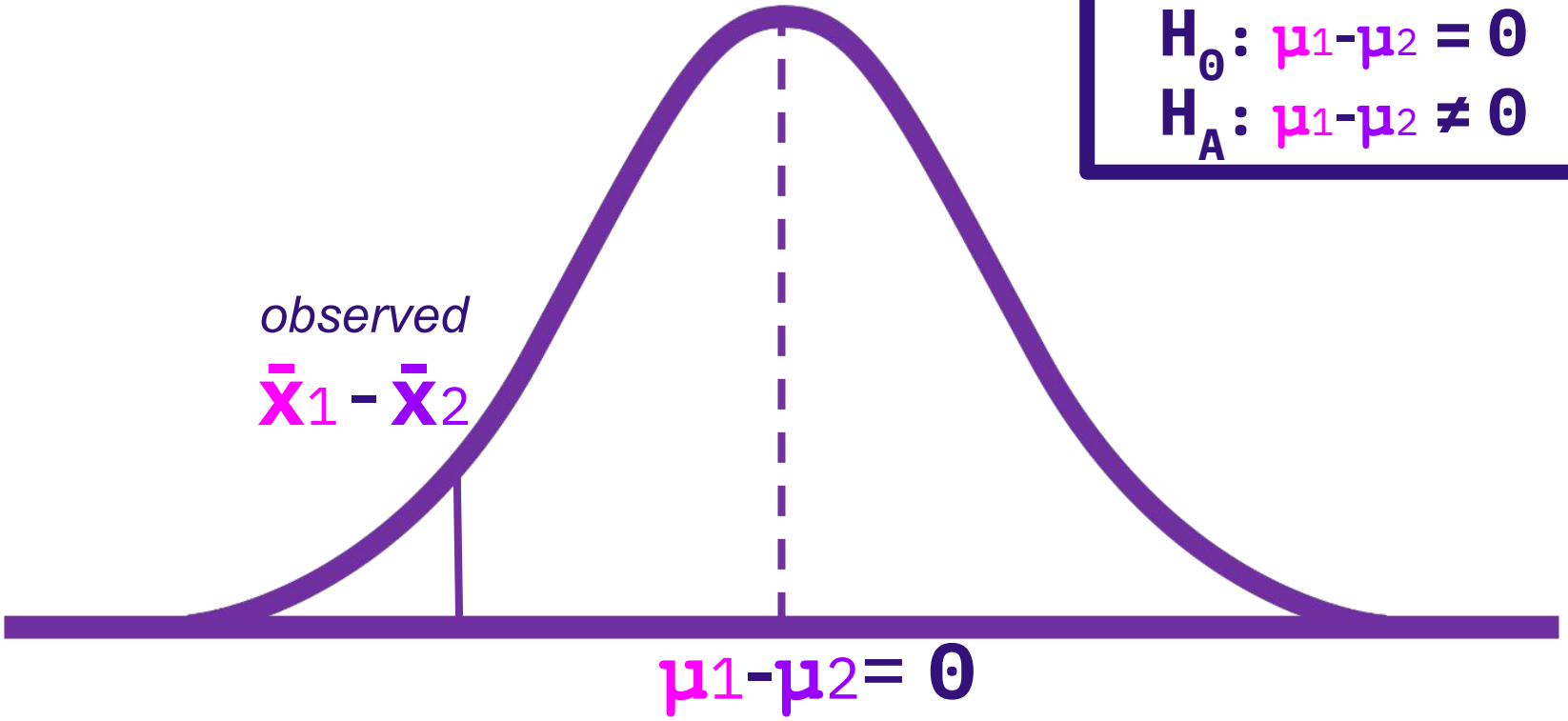


If there is no diff in population means ($\mu_1-\mu_2 = 0$), what is the probability of seeing <u>at least</u> the observed diff in sample means ($\bar{x}_1-\bar{x}_2$ or more <u>positive</u>)?

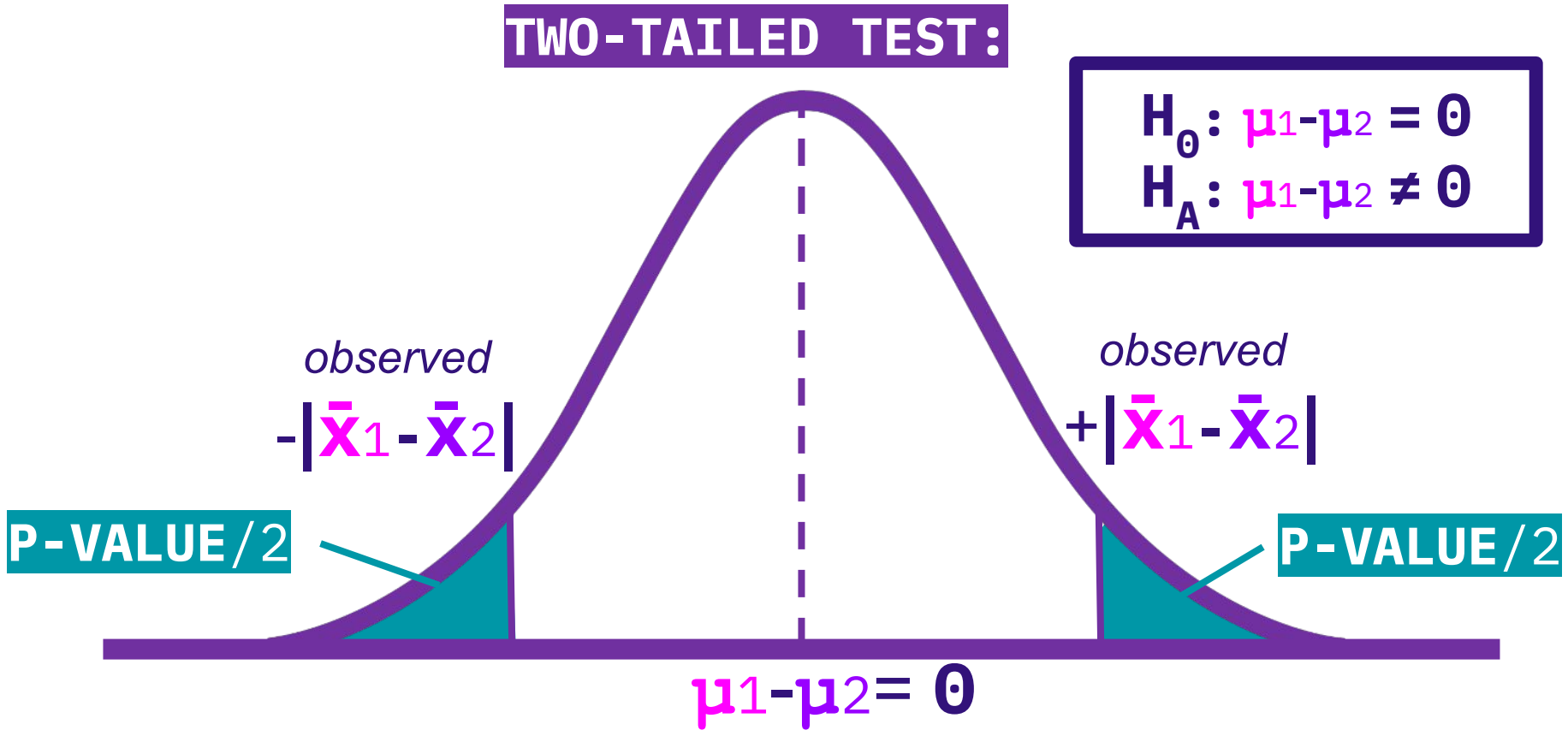
TWO-TAILED TEST:

$H_0: \mu_1 - \mu_2 = 0$

$H_A: \mu_1 - \mu_2 \neq 0$



If there is no diff in population means ($\mu_1 - \mu_2 = 0$), what is the probability of seeing <u>at least</u> the observed diff in sample means ($|\bar{x}_1 - \bar{x}_2|$ or more <u>extreme</u>)?



If there is no diff in population means ($\mu_1-\mu_2= 0$), what is the probability of seeing <u>at least</u> the observed diff in sample means ($|\bar{x}_1-\bar{x}_2|$ or more <u>extreme</u>)?

ALPHA LEVEL: α Also known as the **SIGNIFICANCE LEVEL**. The level of probability (p-value) below which the null hypothesis is rejected. It is customary to set alpha at the **.05**, **.01**, or .**001** level.

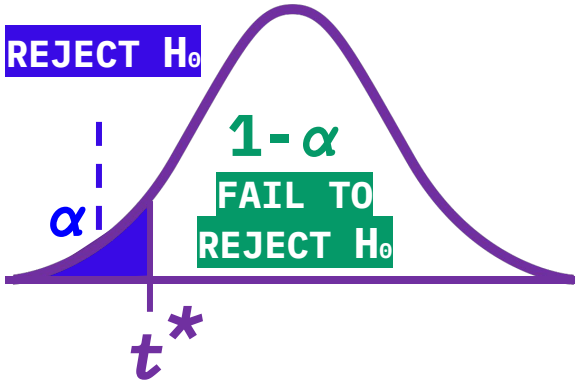
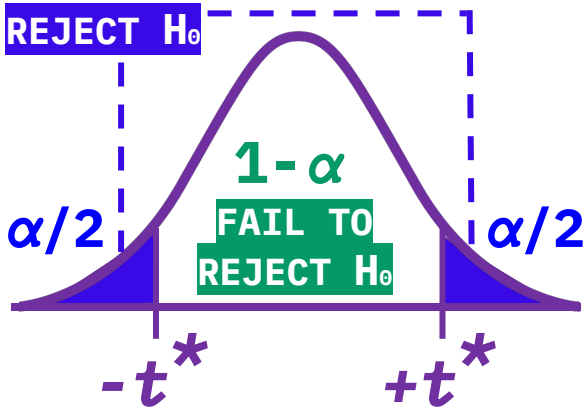
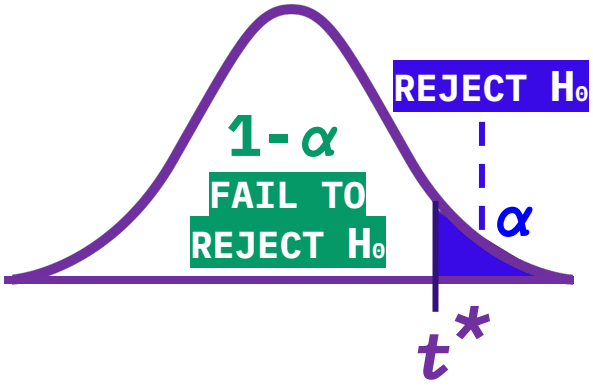
$p < \alpha$ *If the p-value is **less than** alpha, we **reject** the null hypothesis.*

$p > \alpha$ *If the p-value is **greater than** alpha, we **fail to reject** the null hypothesis.*

CRITICAL VALUE: t^* The t-statistic associated with the alpha level (α).

$|t|>|t^*|$ *If the observed t-score is **more extreme** than the critical value, we **reject** the null hypothesis.*

$|t|<|t^*|$ *If the observed t-score is **less extreme** than the critical value, we **fail to reject** the null hypothesis.*

ONE-TAILED TEST (LEFT-SIDED)	TWO-TAILED TEST	ONE-TAILED TEST (RIGHT-SIDED)
$H_0: \mu_1 = \mu_2$ $H_A: \mu_1 < \mu_2$	$H_0: \mu_1 = \mu_2$ $H_A: \mu_1 \neq \mu_2$	$H_0: \mu_1 = \mu_2$ $H_A: \mu_1 > \mu_2$
		

T-TESTS & CONFIDENCE INTERVALS

When we run a t-test, we are essentially calculating a **confidence interval** for the **difference between means**:

$$\underbrace{(\bar{X}_1 - \bar{X}_2)}_{\text{SIGNAL}} + \underbrace{t_\alpha(S_{\bar{Y}_1 - \bar{Y}_2})}_{\text{NOISE}}$$

$\bar{X}_1 - \bar{X}_2$ = *difference in means*

t_α = *critical value*

$S_{\bar{Y}_1 - \bar{Y}_2}$ = *combined SE*

T-TESTS & CONFIDENCE INTERVALS

$$\text{CONFIDENCE LEVEL} = 1 - \alpha$$

90% confidence level corresponds to ***alpha = 0.1***

95% confidence level corresponds to ***alpha = 0.05***

99% confidence level corresponds to ***alpha = 0.01***

COMMANDS: t-tests

ttest

description: conduct two-sample t-test to compare the means of two groups.

```
ttest write, by(sex)
```

DEPENDENT VARIABLE
(what we're comparing between groups)

INDEPENDENT VARIABLE
(the variable identifying the two groups to compare)

^^^Comparing the mean **WRITING SCORE** of **FEMALE** vs. **MALE** students

Do LATINX PEOPLE UNDER 40 have different INCOMES from LATINX PEOPLE OVER 40?

HYPOTHESIS:

LATINX PEOPLE UNDER 40 have LOWER INCOME than LATINX PEOPLE 40 AND OVER.

1. Generate the independent variable. Let's name it **Latinx_TwoGroups.**

```
generate Latinx_TwoGroups=.
(1,138 missing values generated)
```

This creates a variable with blank values

```
replace Latinx_TwoGroups = 1 if race ==4 & age<40
(192 real changes made)
```

*This codes Latinx respondents who are **under 40** as "1"*

```
replace Latinx_TwoGroups = 2 if race ==4 & age>=40
(187 real changes made)
```

*This codes Latinx respondents who are **40+** as "2"*

Do LATINX PEOPLE UNDER 40 have different INCOMES from LATINX PEOPLE OVER 40?

2. Determine type of hypothesis test.

```
. tab Latinx_TwoGroups

Latinx_TwoG |
      roups |      Freq.     Percent        Cum.
------------+-----------------------------------
          1 |        192       50.66       50.66
          2 |        187       49.34      100.00
------------+-----------------------------------
      Total |        379      100.00
```

LATINX PEOPLE UNDER 40 — GROUP 1

LATINX PEOPLE OVER 40 — GROUP 2

Do **LATINX PEOPLE UNDER 40** have different **INCOMES** from **LATINX PEOPLE OVER 40**?

2. Determine type of hypothesis test.

HYPOTHESIS:

LATINX PEOPLE UNDER 40 have a **LOWER INCOME** than **LATINX PEOPLE 40+.**

GROUP 1 **GROUP 2**

H_0: μ group 1 = μ group 2

H_1: μ group 1 < μ group 2 → **LEFT-TAILED TEST**

Do **LATINX PEOPLE UNDER 40** have different **INCOMES** from **LATINX PEOPLE OVER 40**?

2. Determine type of hypothesis test.

IF THE GROUP CODES WERE REVERSED:

LATINX PEOPLE UNDER 40 have a **LOWER INCOME** than **LATINX PEOPLE 40+**.

GROUP 2

GROUP 1

H_0: μ group 1 = μ group 2

H_1: μ group 1 > μ group 2 → **RIGHT-TAILED TEST**

Do LATINX PEOPLE UNDER 40 have different INCOMES from LATINX PEOPLE OVER 40?

3. Run t-test.

```
ttest incwage, by(Latinx_TwoGroups)
```

H_1: μ group 1 < μ group 2

```
Two-sample t test with equal variances
------------------------------------------------------------------------------
   Group |     Obs        Mean    Std. err.   Std. dev.   [95% conf. interval]
---------+--------------------------------------------------------------------
       1 |     192     49234.9    3200.404    44346.1    42922.22    55547.57
       2 |     187    67639.04    5183.168    70878.75    57413.68    77864.39
---------+--------------------------------------------------------------------
Combined |     379    58315.57    3060.778    59586.98    52297.28    64333.85
---------+--------------------------------------------------------------------
    diff |           -18404.14    6056.479               -30312.85   -6495.43
------------------------------------------------------------------------------
    diff = mean(1) - mean(2)                                      t =  -3.0388
H0: diff = 0                     Degrees of freedom =              377

    Ha: diff < 0                 Ha: diff != 0                 Ha: diff > 0
 Pr(T < t) = 0.0013         Pr(|T| > |t|) = 0.0025          Pr(T > t) = 0.9987
```

Do LATINX PEOPLE UNDER 40 have different INCOMES from LATINX PEOPLE OVER 40?

3. Run t-test.

```
ttest incwage, by(Latinx_TwoGroups)
```

H_1: μ group 1 < μ group 2

```
Two-sample t test with equal variances
------------------------------------------------------------------------------
   Group |     Obs        Mean    Std. err.   Std. dev.   [95% conf. interval]
---------+--------------------------------------------------------------------
       1 |     192     49234.9    3200.404    44346.1    42922.22    55547.57
       2 |     187    67639.04    5183.168    70878.75    57413.68    77864.39
---------+--------------------------------------------------------------------
Combined |     379    58315.57    3060.778    59586.98    52297.28    64333.85
---------+--------------------------------------------------------------------
    diff |           -18404.14    6056.479               -30312.85   -6495.43
------------------------------------------------------------------------------
    diff = mean(1) - mean(2)                                      t =  -3.0388
H0: diff = 0                                     Degrees of freedom =      377

    Ha: diff < 0                 Ha: diff != 0                 Ha: diff > 0
 Pr(T < t) = 0.0013         Pr(|T| > |t|) = 0.0025          Pr(T > t) = 0.9987
```

μ group 1 - μ group 2 < 0

Do **LATINX PEOPLE UNDER 40** have different **INCOMES** from **LATINX PEOPLE OVER 40**?

4. Interpret results.

CONFIDENCE INTERVAL: **-$30312.85 ---> -$6495.43**
The 95% CI for the difference in means **DOES NOT OVERLAP 0.**

T-STATISTIC: **-3.0388**

P-VALUE: **0.0013** 0.0013 is **LESS THAN** 0.05

CONCLUSION: We **REJECT THE NULL HYPOTHESIS** at an alpha level of 0.05. There is a **STATISTICALLY SIGNIFICANT DIFFERENCE** in the **INCOME** of **LATINX PEOPLE <40** vs. **LATINX PEOPLE 40+**. On average, **LATINX PEOPLE < 40 MAKE LESS** than **LATINX PEOPLE 40+**.

Is there a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**?

HYPOTHESIS:

IMMIGRANT ASIAN MEN work **MORE HOURS WEEKLY** than **NON-IMMIGRANT ASIAN MEN**.

1. Generate the independent variable. Let's name it **APImen**.

```
generate APImen=.
(1,138 missing values generated)
```

This creates a variable with blank values

```
replace APImen=1 if race==3 & sex==1 & immigrant==1
(105 real changes made)
```

*This codes Asian men who are **immigrants** as "1"*

```
replace APImen=2 if race==3 & sex==1 & immigrant==0
(33 real changes made)
```

*This codes Asian men who are **not immigrants** as "2"*

Is there a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**?

HYPOTHESIS:

IMMIGRANT ASIAN MEN work **MORE HOURS WEEKLY** than **NON-IMMIGRANT ASIAN MEN**.

2. Determine type of hypothesis test.

```
tab APImen
```

IMMIGRANT ASIAN MEN

GROUP 1

GROUP 2

NON-IMMIGRANT ASIAN MEN

APImen	Freq.	Percent	Cum.
1	105	76.09	76.09
2	33	23.91	100.00
Total	138	100.00	

Is there a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**?

2. Determine type of hypothesis test.

HYPOTHESIS:

IMMIGRANT ASIAN MEN work **MORE WEEKLY HRS** than **NON-IMMIGRANT ASIAN MEN**

GROUP 1 **GROUP 2**

H_0: μ group 1 = μ group 2

H_1: μ group 1 > μ group 2 → **RIGHT-TAILED TEST**

Is there a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**?

3. Run t-test.

```
ttest uhrs, by(APImen)
```

H_1: μ group 1 > μ group 2

Two-sample t test with equal variances

Group	Obs	Mean	Std. err.	Std. dev.	[95% conf.	interval]
1	105	41.82857	.7193629	7.371276	40.40205	43.2551
2	33	39.9697	1.742128	10.00776	36.4211	43.5183
Combined	138	41.38406	.6877541	8.079281	40.02407	42.74404
diff		1.858874	1.610402		-1.325794	5.043543

diff = mean(1) - mean(2) t = 1.1543

H0: diff = 0 Degrees of freedom = 136

Ha: diff < 0	Ha: diff != 0	Ha: diff > 0
Pr(T < t) = 0.8748	Pr(|T| > |t|) = 0.2504	Pr(T > t) = 0.1252

Is there a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**?

3. Run t-test.

```
ttest uhrs, by(APImen)
```

H_1: μ group 1 > μ group 2

Two-sample t test with equal variances

Group	Obs	Mean	Std. err.	Std. dev.	[95% conf.	interval]
1	105	41.82857	.7193629	7.371276	40.40205	43.2551
2	33	39.9697	1.742128	10.00776	36.4211	43.5183
Combined	138	41.38406	.6877541	8.079281	40.02407	42.74404
diff		1.858874	1.610402		-1.325794	5.043543

diff = mean(1) - mean(2)
H0: diff = 0

t = 1.1543
Degrees of freedom = 136

Ha: diff < 0
Pr(T < t) = **0.8748**

Ha: diff != 0
Pr(|T| > |t|) = **0.2504**

Ha: diff > 0
Pr(T > t) = **0.1252**

μ group 1 - μ group 2 > 0

Is there a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**?

4. Interpret results.

CONFIDENCE INTERVAL: **-1.326 ---> 5.044**
The 95% CI for the difference in means **OVERLAPS 0**.

T-STATISTIC: **1.1543**

P-VALUE: **0.1252** 0.1252 is **GREATER THAN** 0.05

CONCLUSION: We **FAIL TO REJECT THE NULL HYPOTHESIS** at an alpha level of 0.05. There is **NOT ENOUGH STATISTICAL EVIDENCE** to conclude that there is a difference in the **WEEKLY HOURS WORKED** by **IMMIGRANT ASIAN MEN** vs. **NON-IMMIGRANT ASIAN MEN**.