## ER90C, Data, Environment and Society

Fall 2018 Lab # 7 Distributed: October 8, 2018

Due: in class.

1. Suppose you want to fit the model  $y_i = \beta_0 + \beta_1 x_i + \epsilon_i$  to the data below. Draw your best guess for what the model would be: (a) using a solid line to represent the model you think a mean squared error loss function would give and (b) a dashed line for your guess at what you'd get with a a mean absolute error loss function. Explain why you drew the lines as you did.



2. Consider the following data set. It shows how much people spent to send a package via the postal service. The data also include the time zone they sent the package to and its weight. Write down a model that could be used to predict shipping cost from the remaining data. You may need to draw additional columns in the dataframe to 'code' categorical variables as we did in class.

	Cost	Zone
Name		
Lars	\$28	Western
Maneesh	\$22	Mountain
Goodwill	\$4	Central
Ruzena	\$15	Eastern
Claudio	\$21	Western
Magali	\$8	Mountain
Tsu-Jae	\$18	Central
Malebogo	\$16	Eastern
Rongxin	\$15	Other
Maria	\$13	Other