

Instructions: Give numerical answers unless instructed that a formula suffices. A 'dumb' calculator may be used for routine arithmetic, but nothing else. Good luck.

1. (5 pts.) Answer the following:

- (a) (2 pts.) In order to fulfill general education requirements, a student must take one Math class, one Science class, two English classes, and one History class. The college offers 4 Math general education classes, 5 Science general education classes, 5 English general education classes and 4 History general education classes. How many different ways could a student fulfill this college's general education requirement?

$$4 \cdot 5 \cdot \binom{5}{2} \cdot 4 = 4 \cdot 5 \cdot 10 \cdot 4 = \boxed{800}$$

- (b) (3 pts.) There are ten quantitative skills which an employee wishes a job applicant to possess. Five of the ten skills are selected at random for a skills test, the applicant is asked to perform them, and passes if they get at least 4 out of five correct. Assuming that the student knows 8 of the ten skills, give a formula that computes the probability that the student passes the skills test (gets *at least 4* skills correct). You **only** need to give the formula here and not its decimal value.

$$\frac{\binom{8}{4}\binom{2}{1} + \binom{8}{5}\binom{2}{0}}{\binom{10}{5}}$$

2. (10 pts.) Consider the random variable

Y : Winnings in dollars in a game of chance

and its probability distribution given in the table below:

Y	-2	-1	0	3	5
$p(y)$.1	.2	.6		.05

- (a) (1 pt.) Assuming the only possible winnings (where a negative value means a loss) in one round of the game are -2, -1, 0, 3, or 5 dollars, find the probability $P(Y = 3)$.

$$1 - (.1 + .2 + .6 + .05) = 1 - .95 = \boxed{.05}$$

- (b) (4 pts.) Is this game favorable? I.e. Do you expect to win money if you were to play this game repeatedly? To justify your answer, perform the relevant computation and give a brief justification.

$$E(Y) = -2(.1) - 1(.2) + 0(.6) + 3(.05) + 5(.05)$$

$$= 0$$

Not favorable.

- (c) (5 pts.) Give a general formula for the variance $V = V(Y)$ and the standard deviation $\sigma = \sigma(Y)$ of a random variable. Then compute $V(Y)$ for the Y above.

$$V(Y) = E(Y^2) - (E(Y))^2 \quad \sigma = \sqrt{V(Y)}$$

$$= (-2)^2(.1) + (-1)^2(.2) + (0)^2(.6) + (3)^2(.05) + (5)^2(.05) - 0^2$$

$$= \boxed{2.3}$$

3. (10 pts.) Consider the data below collected on placement exams and pass rates of a population of Calculus I students. Five events are labelled including **A**: *Student passes with grade of C or better* and **B**: *Student earns grade less than C*, etc.

Proportions of Calculus I students

Placement Test Range	(A) Passes with C or better	(B) Earns grade less than C
(C) 78-100	.28	.10
(D) 60-78	.20	.25
(E) 0-60	.01	.16

- (a) (6 pts.) Give the following probabilities:

- i. (1 pt.) $P(B \text{ and } D) = P(\text{Student earns grade less than C and Student scores in range 60-78 on placement test})$

$$.25$$

- ii. (2 pts.) $P(A) = P(\text{Student passes with grade of C or better})$

$$.28 + .20 + .01 = .49$$

- iii. (3 pts.) $P(A | D) = P(\text{Student passes with grade C or better} | \text{Student scores in range 60-78 on placement test})$

$$P(A|D) = \frac{P(A \text{ and } D)}{P(D)} = \frac{.2}{.2 + .25} \approx .44$$

- (b) (4 pts.) Are the events A and C independent? Prove your answer.

$$P(A) = .49 \quad P(C) = .38$$

$$P(A)P(C) = .49(.38) = .1862$$

However, $P(A \text{ and } C) = .28$. Since $.1862 \neq .28$, the events are dependent.

4. (6 pts.) A statistician works setting rates for health insurance premiums. This statistician has to determine the annual cost C of a premium. On average, many insured people do not use their health insurance at all, though 35% of the insured people do make claims for an average annual amount of \$1200. Suppose that it costs the insurance company \$15 per person for annual enrollment. How much should the statistician charge for the annual cost C of the premium if the insurance company wants to make \$50 per insured person?

$$\text{Profit per person} = P = 50 = (C - 15) - .35(1200)$$

$$\Rightarrow C = 50 + 15 + .35(1200) =$$

$$\boxed{\$485}$$

(pagination change)

5. (6 pts.) A population of students contains 55% from UAA and 45% from UAF. It is known that 10% of UAA students and 20% of UAF students favor joining the two universities into a single university. A student selected at random from this population is found to favor joining the two universities. Find the conditional probability that this student is from UAF. Give your answer to 2 decimal places.

UAA: student from UAA

UAF: student from UAF

F: Favor single U

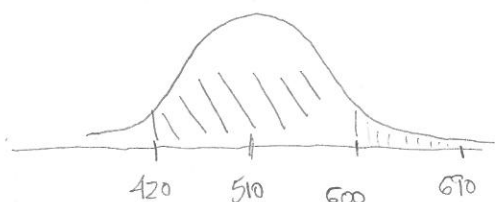
D: do not favor single U

$$P(UAA) = .55 \quad P(UAF) = .45 \quad P(F|UAA) = .10 \quad P(F|UAF) = .20$$

$$\text{Find } P(UAF|F). \quad P(UAF|F) = \frac{P(F|UAF)P(UAF)}{P(F|UAF)P(UAF) + P(F|UAA)P(UAA)} = \frac{.2(.45)}{.2(.45) + .1(.55)} \approx \boxed{.62}$$

6. (5 pts.) The College Board finds that student scores on the Mathematics portion of the SAT are approximately normally distributed with a mean $\mu = 510$ and a standard deviation $\sigma = 90$. Use the empirical rule to estimate the percentage of students who score in the range $[420, 690]$ on the Mathematics portion of the SAT. rounding...

If Y : student score on SAT, $P(420 \leq Y \leq 690) = P(\mu - \sigma \leq Y \leq \mu + 2\sigma) = P(510 - 90 \leq Y \leq 510 + 180)$



By the empirical rule, $510 \pm 90 = [420, 600]$ contains roughly .68 of the population. Area shaded III

Also by the empirical rule, the probability $600 \leq Y \leq 690$ is approximately $\frac{1}{2}(.95 - .68) = .135$. Summing .68 + .135 = $\boxed{.815}$

7. (8 pts. - 4 pts. each) In a round of the Stanley Cup, two teams compete in a best-of-seven series. That is, they play until one team wins four hockey games. Let S be the sample space containing all ways a round in the series can end.

Suppose Team A and B are playing each other. Using notation like AAAA to denote the event that Team A wins the series in exactly four games, or AABBBB to denote the event that Team B wins the series in six games after losing the first two, answer the following.

Let Y be the event

Y : Team A wins the series in exactly 5 games.

- (a) Write down the atomic events in the sample space S that correspond to event Y . We need 4 A's, 1 B

and A at end.

AAABA, AABAA, ABAAA, BAAAA

- (b) Suppose that Team A is better than Team B and in any game the probability that Team A wins is .6. Compute the probability of event Y . Round your answer to two decimal places

$$P(Y) = 4(.6)^4(.4)^1 \approx \boxed{.21}$$

Sum since mutually exclusive

- (c) **Extra Credit:** Using notation as above, define the probability distribution on the random variable X : the game number on which the round in the series ends and prove it is a probability distribution (i.e. it sums to one on its support.)

See website