Empirical Exercise - E5.3

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On the text website, http://www.pearsonglobaleditions.com, you will find the data file **Birthweight_Smoking**, which contains data for a random sample of babies born in Pennsylvania in 1989. The data include the baby's birth weight together with various characteristics of the mother, including whether she smoked during the pregnancy. A detailed description is given in **Birthweight_Smoking_Description**, also available on the website. In this exercise, you will investigate the relationship between birth weight and smoking during pregnancy.

- a. In the sample:
 - i. What is the average value of *Birthweight* for all mothers?
 - ii. For mothers who smoke?
 - iii. For mothers who do not smoke?

Solution

```
# import data
library(readxl)
Birthweight Smoking <- read xlsx("Birthweight Smoking/Birthweight Smoking.xlsx")
E53a <- function(x){
  # i. sample mean
  mu <- mean(x)
  # ii. standard error = sample standard deviation (s) / sqrt(n)
  se <- sd(x)/sqrt(length(x))</pre>
  # test
  test <- t.test(x,</pre>
                  alternative = c("two.sided"),
                  mu = 0, # HO
                  conf.level = 0.95) \# \ alpha = 0.05
  # iii. 95% confidence interval
  lower <- round(test$conf.int[1], digit = 4)</pre>
  upper <- round(test$conf.int[2], digit = 4)
  CI <- paste(lower, "-" ,upper)
  Table <- data.frame(mu, se, CI)
  colnames(Table) <- c("Mean", "Standard Error", "95% Confidence Interval")</pre>
  Table
}
```

```
E53a(Birthweight_Smoking$birthweight)
        Mean Standard Error 95% Confidence Interval
                              3361.7352 - 3404.1321
## 1 3382.934
                   10.81137
# ii. # iii.
tapply(Birthweight Smoking$birthweight, Birthweight Smoking$smoker, E53a)
##
       Mean Standard Error 95% Confidence Interval
## 1 3432.06
               11.88903 3408.7462 - 3455.3737
##
## $`1`
        Mean Standard Error 95% Confidence Interval
##
## 1 3178.832
                   24.04206
                              3131.6117 - 3226.0515
```

- b. i. Use the data in the sample to estimate the difference in average birth weight for smoking and nonsmoking mothers.
 - ii. What is the standard error for the estimated difference in (i)?
 - iii. Construct a 95% confidence interval for the difference in the average birth weight for smoking and nonsmoking mothers.

Solution

```
# data: non-smoker
Birthweight_Smoking0 <- Birthweight_Smoking[Birthweight_Smoking$smoker == 0,]
# data: smoker
Birthweight_Smoking1 <- Birthweight_Smoking[Birthweight_Smoking$smoker == 1,]</pre>
E53b <- function(x1, x2){
  # mean
  mu1 <- mean(x1); mu2 <- mean(x2)</pre>
  # s
  SD1 \leftarrow sd(x1); SD2 \leftarrow sd(x2)
  \# n
  n1 \leftarrow length(x1); n2 \leftarrow length(x2)
  # i. # difference in mean
  mu <- mu2 - mu1
  # ii. # difference in standard error
  se \leftarrow sqrt(SD1^2/n1 + SD2^2/n2)
  # iii. # 95% confidence interval
  lower \leftarrow round(mu - qnorm(0.975, mean = 0, sd = 1)*se, digit = 4)
  upper \leftarrow round(mu + qnorm(0.975, mean = 0, sd = 1)*se, digit = 4)
  CI <- paste(lower, "-" ,upper)
  Table <- data.frame(mu, se, CI)
  colnames(Table) <- c("Mean", "Standard Error", "95% Confidence Interval")</pre>
  Table
```

```
}
E53b(Birthweight_SmokingO$birthweight, Birthweight_Smoking1$birthweight)
```

```
## Mean Standard Error 95% Confidence Interval
## 1 -253.2284 26.82106 -305.7967 - -200.66
```

- c. Run a regression of Birthweight on the binary variable Smoker.
 - i. Explain how the estimated slope and intercept are related to your answers in parts (a) and (b).
 - ii. Explain how the $SE(\beta_1)$ is related to your answer in b(ii).
 - iii. Construct a 95% confidence interval for the effect of smoking on birth weight.

Solution

```
E53c <- lm(birthweight ~ smoker, data = Birthweight_Smoking)
summary(E53c)
```

```
##
## Call:
## lm(formula = birthweight ~ smoker, data = Birthweight_Smoking)
##
## Residuals:
##
       Min
                  1Q
                       Median
                                    30
##
  -3007.06 -313.06
                        26.94
                                366.94
                                        2322.94
##
## Coefficients:
               Estimate Std. Error t value Pr(>|t|)
##
## (Intercept) 3432.06
                             11.87 289.115
                                             <2e-16 ***
                -253.23
                                  -9.396
## smoker
                             26.95
                                             <2e-16 ***
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 583.7 on 2998 degrees of freedom
## Multiple R-squared: 0.0286, Adjusted R-squared: 0.02828
## F-statistic: 88.28 on 1 and 2998 DF, p-value: < 2.2e-16
```

- i. The intercept is the average birthweight for non-smokers (Smoker = 0). The slope is the difference between average birthweights for smokers (Smoker = 1) and non-smokers (Smoker = 0).
- ii. They are the same.
- iii. This is same as in b(iii).
 - d. Do you think smoking is uncorrelated with other factors that cause low birth weight? That is, do you think that the regression error term—say, u_i —has a conditional mean of 0 given $Smoking(X_i)$? (You will investigate this further in Birthweight and Smoking exercises in later chapters.)

Solution

Yes.