

WESLEYAN

UNIVERSITY

A word cloud featuring the words "Correlation" and "Pearson" in various sizes and orientations, set against a white background. The words are arranged in a dense, overlapping pattern, with "Correlation" appearing in both blue and teal colors, and "Pearson" appearing in blue. The words are of varying sizes, with some being significantly larger than others, creating a dynamic and visually engaging composition.

		Response	
		Categorical	Quantitative
Explanatory	Categorical	$C \rightarrow C$	$C \rightarrow Q$
	Quatitative	$Q \rightarrow C$	$Q \rightarrow Q$

Chi Square Test of Independence

Analysis of Variance

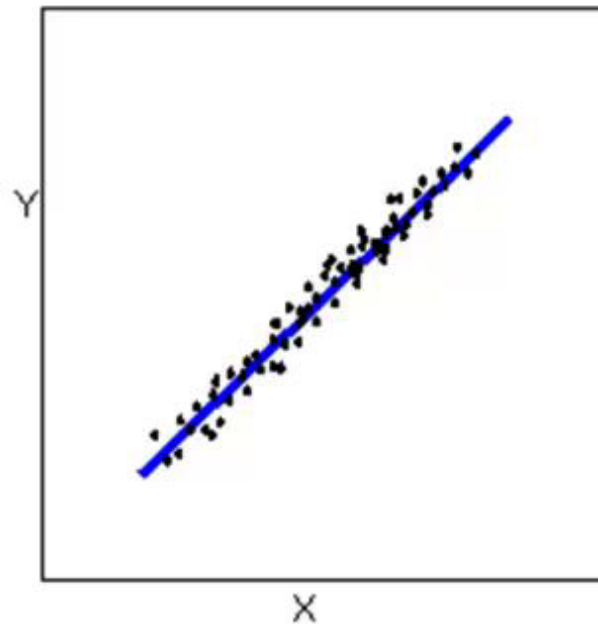
		Response	
		Categorical	Quantitative
Explanatory	Categorical	$C \rightarrow C$	$C \rightarrow Q$
	Quantitative	$Q \rightarrow C$	$Q \rightarrow Q$

Pearson Correlation

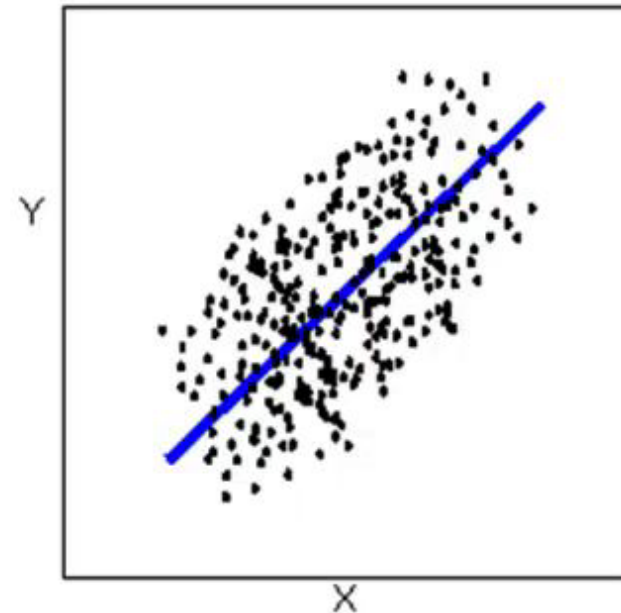


The Correlation Coefficient (r)

Definition: The **correlation coefficient (r)** is a numerical measure that measures the **strength** and **direction** of a linear relationship between two quantitative variables.



strong relationship



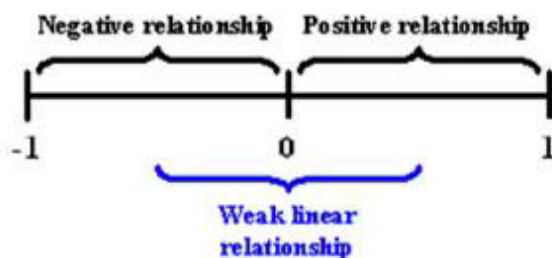
weaker relationship

The Correlation Coefficient (r)

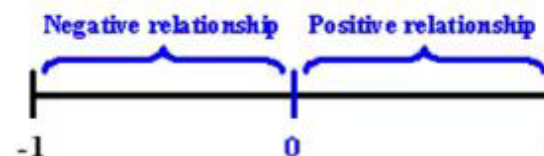
The value of r ranges from -1 to 1 .



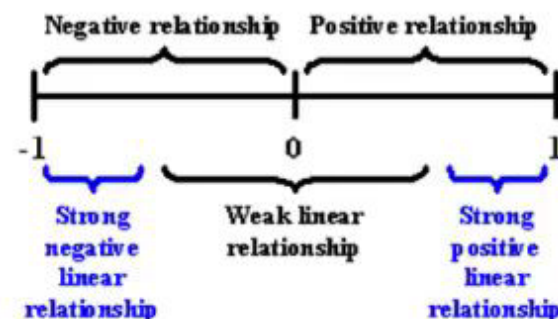
Values of r that are close to 0 —either negative or positive—indicate a weak linear relationship.



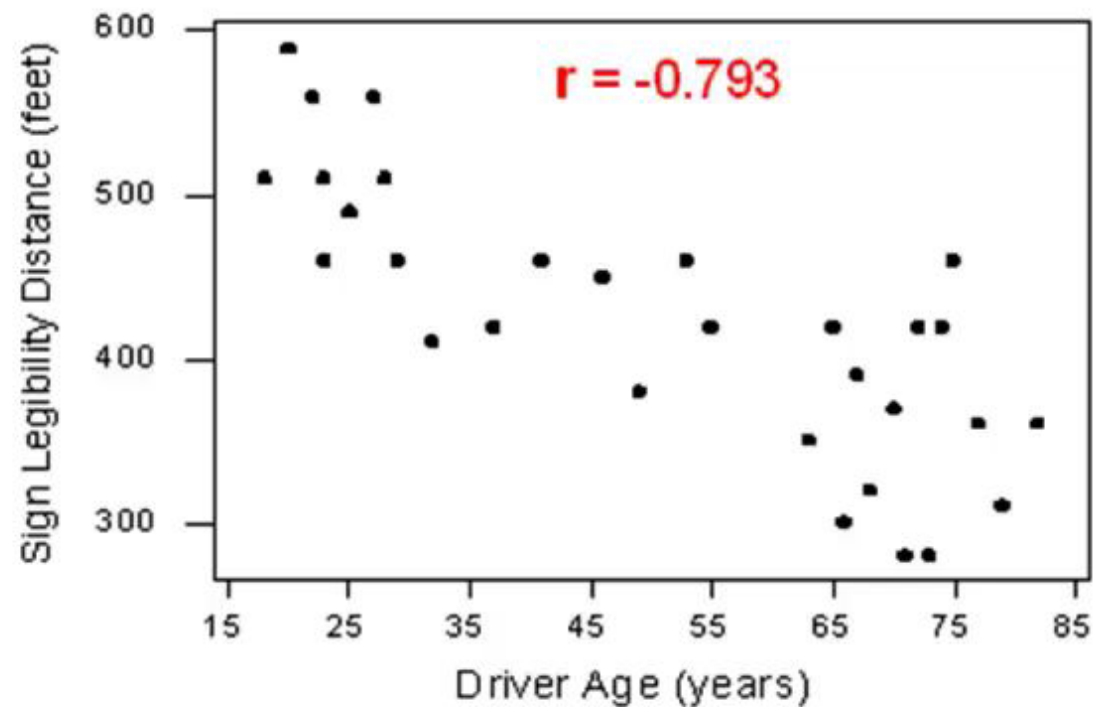
Negative values of r indicate a negative direction for a linear relationship, and positive values of r indicate a positive direction for a linear relationship.



Values that are close to -1 or close to 1 indicate a strong linear relationship, either negative or positive.



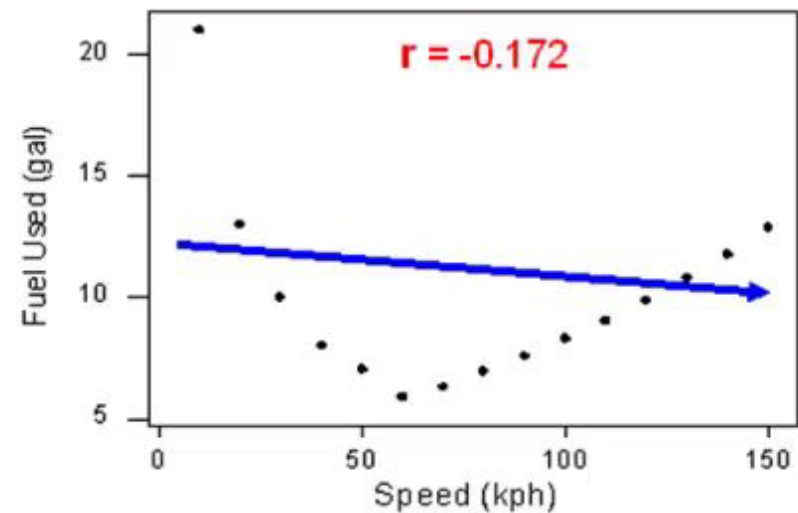
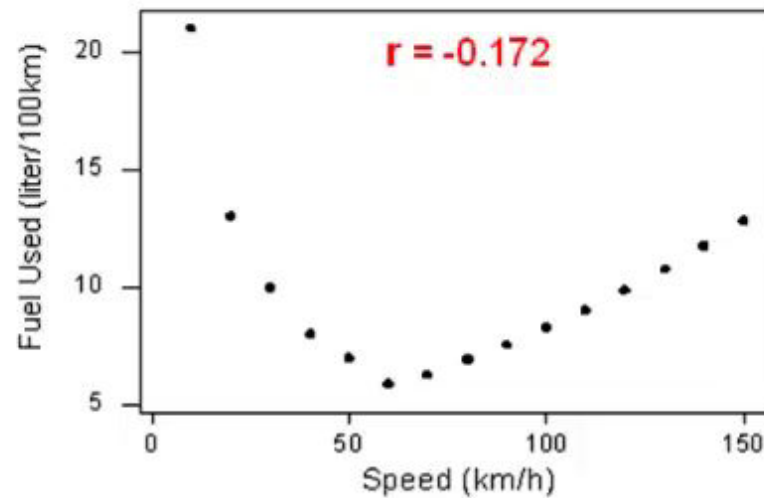
Example: Highway Sign Visibility



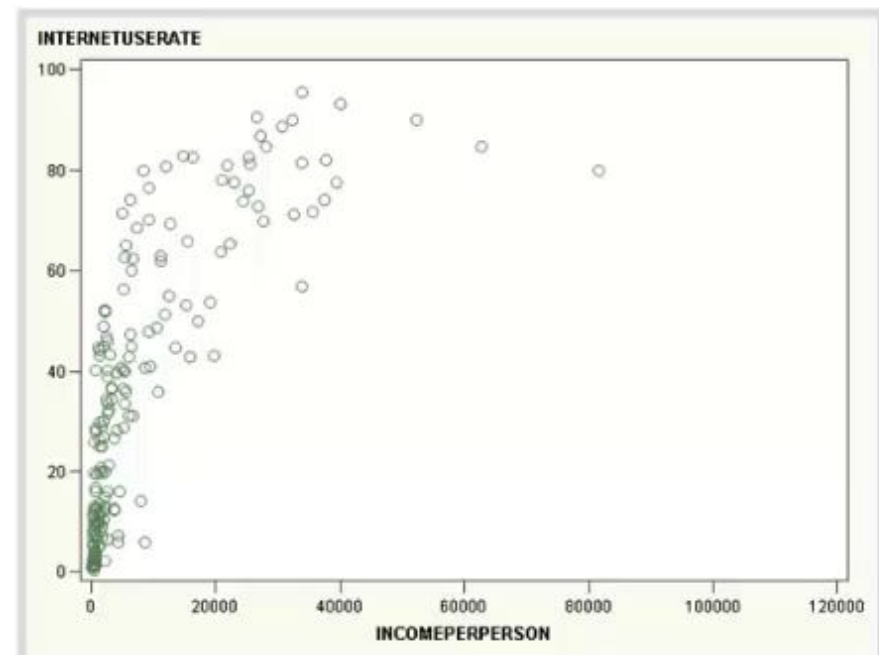
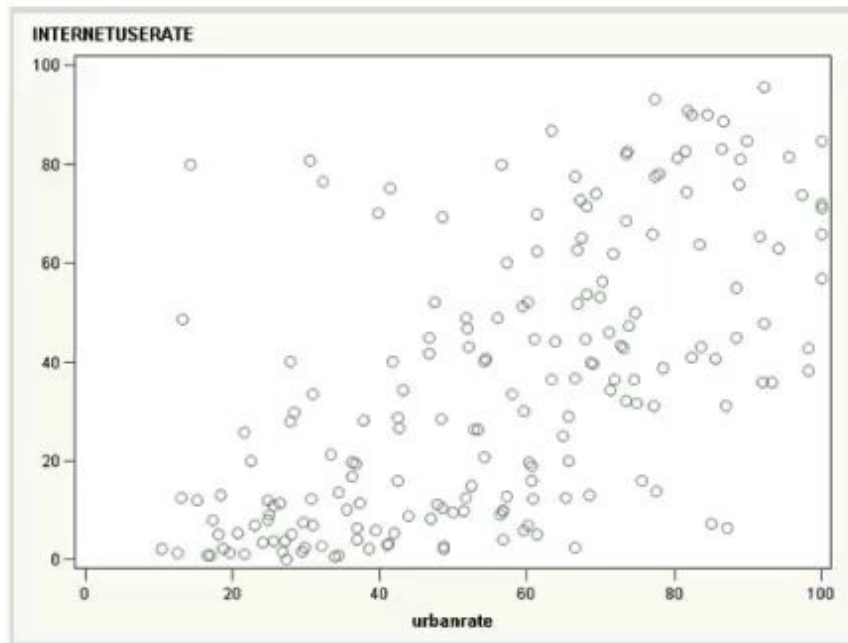
Utts and Heckard, Mind on Statistics (2002)



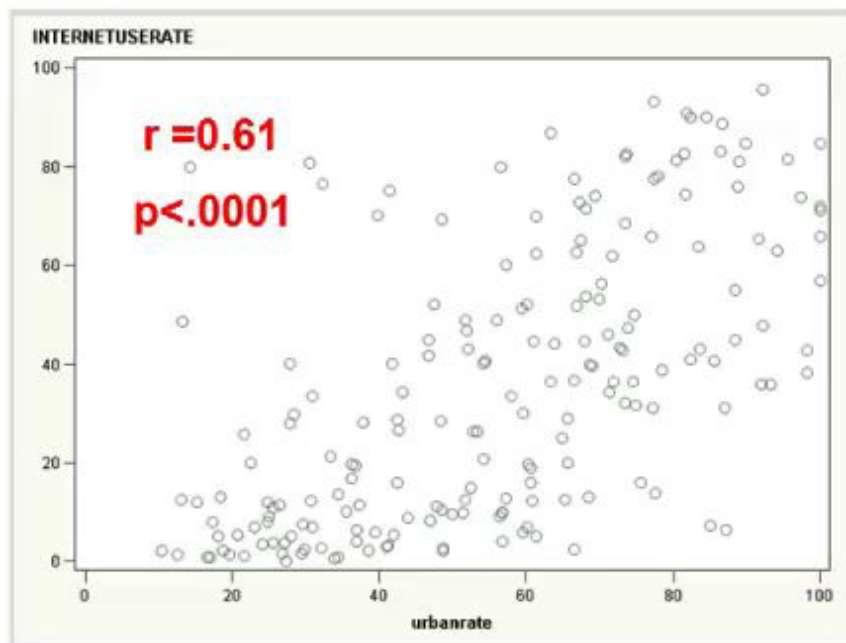
r only evaluates the linear relationship



Internet Users (per 100 people) by Urban Population and Income



Internet Users (per 100 people) by Urban Population and Income



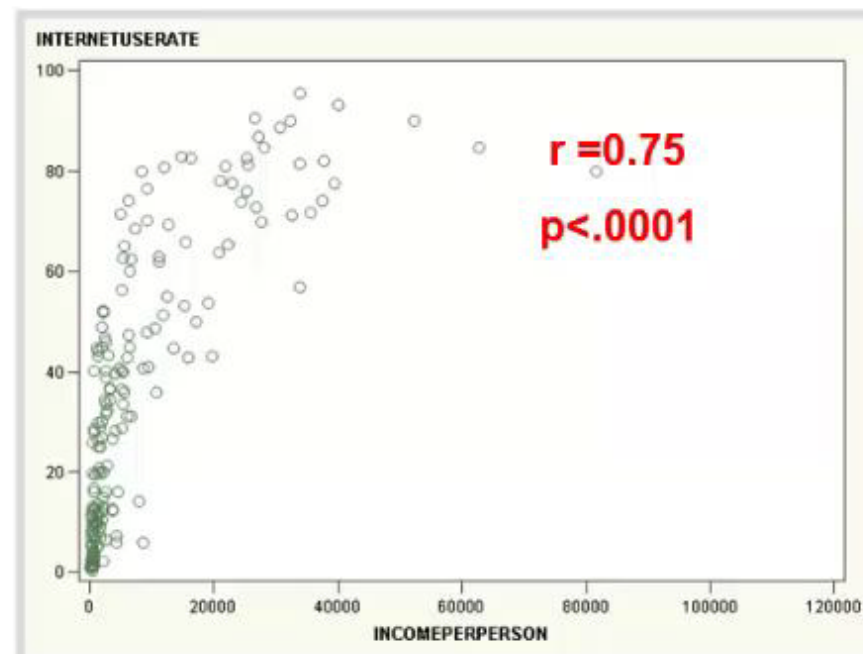
$$0.61^2 = 0.37$$

If we know the "urban rate", we can predict 37% of the variability we will see in the rate of internet use

$$0.75^2 = 0.56$$



If we know "income per person", we can predict 56% of the variability we will see in the rate of internet use



7