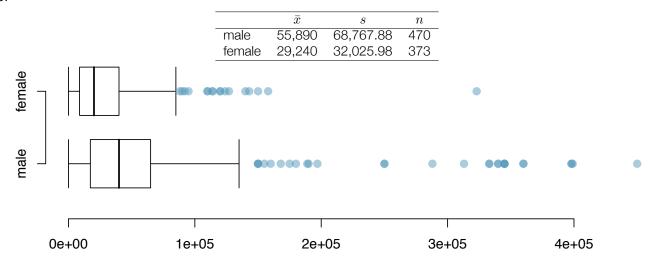
## **Application exercise 4.4: Comparing two means, Part 2**

Submit your responses on Sakai, under the appropriate assignment. Only one submission per team is required. One team will be randomly selected and their responses will be discussed.

Since 2005, the American Community Survey polls  $\sim$ 3.5 million households yearly. The following summarizes distribution of salaries of males and females from a random sample of individuals who responded to the 2012 ACS:



We want to evaluate whether salaries of men and women are different, on average.

- 1. Define the parameter of interest and the point estimate and calculate the point estimate.
- 2. Conduct a hypothesis test answering the research question. Don't forget to check conditions first. Use  $\alpha = 0.10$ . Make sure to frame your conclusion in context of the data and the research question.
- 3. Calculate a confidence interval for the parameter of interest at the confidence level equivalent to the previous hypothesis test. Make sure to interpret the interval in context of the research question.