Regression Models Course Project

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Context

You work for Motor Trend, a magazine about the automobile industry. Looking at a data set of a collection of cars, they are interested in exploring the relationship between a set of variables and miles per gallon (MPG) (outcome). They are particularly interested in the following two questions:

- Is an automatic or manual transmission better for MPG
- ②Quantifying how different is the MPG between automatic and manual transmissions?②

Data Processing

Load and Test Data

Data extracted from Motor Trend Magazine 1974. Data is on fuel consumption and 10 aspects of automobile performance for 32 '73 to '74 models.

```
library(datasets)
mpgData <- with(mtcars, data.frame(mpg, am))
mpgData$am <- factor(mpgData$am, labels = c("Automatic", "Manual"))
#summary(mpgData)</pre>
```

Is an automatic or manual transmission better for MPG?

```
summary(mpgData[mpgData$am == "Automatic",])
##
        mpg
## Min. :10.4
                 Automatic:19
## 1st Qu.:14.9
                 Manual : 0
## Median :17.3
## Mean
        :17.1
## 3rd Qu.:19.2
        :24.4
## Max.
summary(mpgData[mpgData$am == "Manual",])
##
        mpg
## Min. :15.0
                 Automatic: 0
## 1st Qu.:21.0 Manual :13
```

```
## Median :22.8
## Mean :24.4
## 3rd Qu.:30.4
## Max. :33.9
```

Quantifying how different is the MPG between automatic and manual transmissions?

```
fit <- lm(mpg ~ as.integer(am), data=mpgData)</pre>
summary(fit)
##
## Call:
## lm(formula = mpg ~ as.integer(am), data = mpgData)
##
## Residuals:
     Min
            1Q Median 3Q
                                Max
## -9.392 -3.092 -0.297 3.244 9.508
## Coefficients:
                 Estimate Std. Error t value Pr(>|t|)
##
                   9.90 2.63 3.77 0.00072 ***
## (Intercept)
## as.integer(am)
                   7.24
                              1.76 4.11 0.00029 ***
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
## Residual standard error: 4.9 on 30 degrees of freedom
## Multiple R-squared: 0.36, Adjusted R-squared: 0.338
## F-statistic: 16.9 on 1 and 30 DF, p-value: 0.000285
```

Results

Manual is better than automatic in terms of MPG by 7.2449.

Appendix

MPG between automatic and manual transmissions

