

# ESM 204 Assignment 3

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## 1. Linear Probability Model

Create a linear probability model that predicts a respondent's probability of voting "yes" on the ballot based on their age, income, NEP score, the program's risk reduction, and cost of the program to that respondent.

Regression Model:

$$\text{Logodds}(\text{Voting Yes}) = 0.1197 + 0.0204(\text{Age to 30}) - 0.0201(\text{Age to 40}) + 0.01(\text{Age to 50}) - 0.0162(\text{Age to 60}) + 0.0088(\text{Income One Percent}) + 0.0027(\text{Income Poor}) + 0.0075(\text{Income Rich}) + 0.0468(\text{Income Very Rich}) + 0.0159(\text{NEP}) - 0.0011(\text{Bid}) + 7 \times 10^{-4}(\text{Risk Reduction})$$

### Coefficient Interpretation:

*Age:*

- to 30:
- to 40:
- to 50:
- to 60:

*Income:*

- One Percent:
- Poor:
- Rich:
- Very Rich:

*NEP:*

*Bid:*

*Risk:*

## 2. Value of Prevented Whale Deaths

## 3. Estimated Willingness to Pay for a Vessel Speed Reduction Program

### a. Choose three participants at random

Using a random number generator select three participants from the 500 total participants.

- 383
- 451
- 498

```
# Randomly select three integers between 1 and 500 without replacement
```

```
sample(1:500, 3, replace = FALSE)
```

```
## [1] 389 36 437
```

```
# Outcome - 451, 498, 383
```