



Cross-validation for selecting a model selection procedure



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ABSTRACT

While there are various model selection methods, an unanswered but important question is how to select one of them for data at hand. The difficulty is due to that the targeted behaviors of the model selection procedures depend heavily on uncheckable or difficult-to-check assumptions on the data generating process. Fortunately, cross-validation (CV) provides a general tool to solve this problem. In this work, results are provided on how to apply CV to consistently choose the best method, yielding new insights and guidance for potentially vast amount of application. In addition, we address several seemingly widely spread misconceptions on CV.

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1. Introduction

Model selection is an indispensable step in the process of developing a functional prediction model or a model for understanding the data generating mechanism. While thousands of papers have been published on model selection, an important and largely unanswered question is: How do we select a modeling procedure that typically involves model selection and parameter estimation? In a real application, one usually does not know which procedure fits the data the best. Instead of staunchly following one's favorite procedure, a better idea is to adaptively choose a modeling procedure. In this article we focus on selecting a modeling procedure in the regression context through cross-validation when, for example, it is unknown whether the true model is finite or infinite dimensional in classical setting or if the true regression function is a sparse linear function or a sparse additive function in high dimensional setting.

Cross-validation (e.g. Allen, 1974; Stone, 1974; Geisser, 1975) is one of the most commonly used methods of evaluating predictive performances of a model, which is given a priori or developed by a modeling procedure. Basically, based on data splitting, part of the data is used for fitting each competing model and the rest of the

data is used to measure the predictive performances of the models by the validation errors, and the model with the best overall performance is selected. On this ground, cross-validation (CV) has been extensively used in data mining for the sake of model selection or modeling procedure selection (see, e.g. Hastie et al., 2009).

A fundamental issue in applying CV to model selection is the choice of data splitting ratio or the validation size n_v , and a number of theoretical results have been obtained. In the parametric framework, i.e., the true model lies within the candidate model set, delete-1 (or leave-one-out, LOO) is asymptotically equivalent to AIC (Akaike Information Criterion, Akaike, 1973) and they are inconsistent in the sense that the probability of selecting the true model does not converge to 1 as the sample size n goes to ∞ , while BIC (Bayesian Information Criterion, Schwarz, 1978) and delete- n_v CV with $n_v/n \rightarrow 1$ (and $n - n_v \rightarrow \infty$) are consistent (see, e.g. Stone, 1977; Nishii, 1984; Shao, 1993). In the context of non-parametric regression, delete-1 CV and AIC lead to asymptotically optimal or rate optimal choice for regression function estimation, while BIC and delete- n_v CV with $n_v/n \rightarrow 1$ usually lose the asymptotic optimality (Li, 1987; Speed and Yu, 1993; Shao, 1997). Consequently, the optimal choice of the data splitting ratio or the choice of an information criterion is contingent on whether the data are under a parametric or a nonparametric framework.

In the absence of prior information on the true model, an indiscriminate use of model selection criteria may result in poor results (Shao, 1997; Yang, 2007a). Facing the dilemma in choosing

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the most appropriate modeling or model selection procedure for the data at hand, CV provides a general solution. A theoretical result is given on consistency of CV for procedure selection in the traditional regression framework with fixed truth (Yang, 2007b).

In this article, in a framework of high-dimensional regression with possibly expanding true dimension of the regression function to reflect the challenge of high dimension and small sample size, we aim to investigate the relationship between the performance of CV and the data splitting ratio in terms of modeling procedure selection instead of the usual model selection (which intends to choose a model among a list of parametric models). Through theoretical and simulating studies, we provide a guidance about the choice of splitting ratio for various situations. Simply speaking, in terms of comparing the predictive performances of two modeling procedures, a large enough evaluation set is preferred to account for the randomness in the prediction assessment, but at the same time we must make sure that the relative performance of the two model selection procedures at the reduced sample size resembles that at the full sample size. This typically forces the training size to be not too small. Therefore, the choice of splitting ratio needs to balance the above two conflicting directions.

The well-known conflict between AIC and BIC has attracted a lot of attention from both theoretical and applied perspectives. While some researchers stick to their philosophy to strongly favor one over the other, presumably most people are open to means to stop the “war”, if possible. In this paper, we propose to use CV to share the strengths of AIC and BIC adaptively in terms of asymptotic optimality. We show that an adaptive selection by CV between AIC and BIC on a sequence of linear models leads to (pointwise) asymptotically optimal function estimation in both parametric and nonparametric scenarios.

Two questions may immediately arise on the legitimacy of the approach we are taking. The first is: If you use CV to choose between AIC and BIC that are applied on a list of parametric models, you will end up with a model in that list. Since there is the GIC (Generalized Information Criterion, e.g. Rao and Wu, 1989) that includes both AIC and BIC as special cases, why do you take the more complicated approach? The second question is: Again, your approach ends up with a model in the original list. Then why don't you select one in the original list by CV directly? It seems clear that your choosing between the AIC model and the BIC model by CV is much more complicated. Our answers to these intriguing questions will be given in the conclusion section based on the results we present in the paper.

Although CV is perhaps the most widely used tool for model selection, there are major seemingly wide-spread misconceptions that may lead to improper data analysis. Some of these will be studied as well.

The paper is organized as follows. In Section 2, we set up the problem and present the cross-validation method for selecting a modeling procedure. The application of CV to share the strengths of AIC and BIC is given in Section 3. In Section 4, a general result on consistency of CV in high-dimensional regression is presented, with a few applications. In Section 5 and Section 6, simulation results and a real data example are given, respectively. In Section 7, we examine/discuss some issues with misconceptions on CV. Concluding remarks are in Section 8. The proofs of the main results are in the Appendix.

2. Cross validation to choose a modeling procedure

Suppose the data are generated by

$$Y = \mu(\mathbf{X}) + \varepsilon, \quad (1)$$

where Y is the response, \mathbf{X} comprises of p_n features (X^1, \dots, X^{p_n}) , $\mu(\mathbf{x}) = E(Y|\mathbf{X} = \mathbf{x})$ is the true regression function and ε is the

random error with $E(\varepsilon|\mathbf{x}) = 0$ and $E(\varepsilon^2|\mathbf{x}) < \infty$ almost surely. Let $(\mathbf{X}_i, Y_i)_{i=1}^n$ denote n independent copies of (X^1, \dots, X^{p_n}, Y) . The distribution of \mathbf{X}_i is unknown. Consider regression models in the form of

$$\mu_M(\mathbf{x}) = \beta_0 + \sum_{j \in J_M} \beta_j \varphi_j(\mathbf{x}), \quad (2)$$

where M denotes a model structure, and in particular M may denote a subset of (X^1, \dots, X^{p_n}) if only linear combinations of (X^1, \dots, X^{p_n}) (i.e., $\varphi_j(\mathbf{x}) = x^j, j = 1, \dots, p_n$) are considered; and J_M is an index set associated with M . The statistical goal is to develop an estimator of $\mu(\mathbf{x})$ in the form of (2) by a modeling procedure.

Cross validation is realized by splitting the data randomly into two disjoint parts: the training set $Z^t = (\mathbf{X}_i, Y_i)_{i \in I_t}$ consisting of n_t sample points and the validating set $Z^v = (\mathbf{X}_i, Y_i)_{i \in I_v}$ consisting of the remaining n_v observations, where $I_t \cap I_v = \emptyset$, $I_t \cup I_v = \{1, \dots, n\}$ and $n_t + n_v = n$. The predictive performance of model M is evaluated by its validating error,

$$CV(M; I_v) = \frac{1}{n_v} \sum_{i \in I_v} (Y_i - \hat{\mu}_{I_t, M}(\mathbf{X}_i))^2, \quad (3)$$

where $\hat{\mu}_{I_t, M}(\mathbf{x})$ is estimated based on the training set only. Let \mathcal{S} be a collection of data splittings at the same splitting ratio with $|\mathcal{S}| = S$ and $s \in \mathcal{S}$ denote a specific splitting, producing $I_t(s)$ and $I_v(s)$. Usually the average validation error of multiple versions of data splitting

$$CV(M; \mathcal{S}) = \frac{1}{S} \sum_{s \in \mathcal{S}} CV(M; I_v(s)) \quad (4)$$

is considered to obtain a more stable assessment of the model's predictive performance. This will be called delete- n_v CV error with S splittings for a given model, M . Note that there are different ways to do this. One is to average over all possible data splittings, called leave- n_v -out (Shao, 1993; Zhang, 1993), which is often computationally infeasible. Alternatively, delete- n_v CV can be carried out through S ($1 \leq S < \binom{n}{n_v}$) splittings, and there are two slightly different approaches to average over a randomly chosen subset of all possible data splittings, i.e., \mathcal{S} : with or without replacement, the former being called Monte Carlo CV (e.g. Picard and Cook, 1984) and the latter repeated learning-testing (e.g. Breiman et al., 1984; Burman, 1989; Zhang, 1993). An even simpler version is k -fold CV, in which case the data are randomly partitioned into k equal-size subsets. In turn each of the k subsets is retained as the validation set, while the remaining $k - 1$ folds work as the training set, and the average prediction error of each candidate model is obtained. Hence, k -fold CV is one version of delete- n_v CV with $n_v = n/k$ and $S = k$. These different types of delete- n_v CVs will be studied theoretically and/or numerically in this paper. Although they may sometimes exhibit quite different behaviors in practical uses, they basically share the same theoretical properties in terms of selection consistency, as will be seen. We will call any of them a delete- n_v CV for convenience except when their differences are of interest. We refer to Arlot and Celisse (2010) for an excellent and comprehensive review on cross-validation.

The new use of the CV, as is the focus in this work, is at the second level, i.e., the use of CV to select a model selection procedure from a finite set of modeling procedures, \mathcal{A} . Now there are many model selection procedures available and they have quite different properties that may or may not be in play for the data at hand. See, e.g., Fan et al. (2011) and Ng (2013) for recent reviews and discussions of model selection methods in the traditional and high-dimensional settings for model identification and prediction. Although CV has certainly been applied in practice to select a regression or classification procedure, to our knowledge, little has

Table 1

Comparison of AIC, BIC, BIC_c and CV (with 400 data splittings) in terms of MSE (in the unit of $1/n$) based on 500 replications with $\sigma = 1$, $p_n = 15$, $\beta_j = 0.25/j$ ($1 \leq j \leq 10$) and $\beta_j = 0$ ($11 \leq j \leq 15$). The standard errors (in the unit of $1/n$) are shown in the parentheses.

n	AIC	BIC	BIC _c	del-0.5n	del-0.8n	del-0.2n	10-fold
$\rho = -0.5$							
100	13.23 (0.33)	8.92 (0.27)	7.99 (0.23)	8.01 (0.25)	7.99 (0.23)	8.94 (0.30)	9.65 (0.31)
10,000	17.01 (0.32)	32.68 (0.45)	36.79 (0.46)	18.26 (0.41)	20.96 (0.54)	18.43 (0.40)	18.82 (0.40)
500,000	13.53 (0.25)	10.93 (0.21)	10.90 (0.21)	11.01 (0.22)	10.93 (0.21)	11.41 (0.24)	11.87 (0.25)
$\rho = 0.5$							
100	14.64 (0.32)	12.63 (0.26)	12.18 (0.23)	12.21 (0.24)	12.18 (0.23)	13.07 (0.27)	13.27 (0.28)
10,000	16.33 (0.31)	28.28 (0.43)	32.81 (0.48)	16.33 (0.31)	19.33 (0.41)	17.10 (0.37)	18.01 (0.37)
500,000	13.76 (0.25)	10.83 (0.21)	10.83 (0.21)	10.89 (0.21)	10.83 (0.21)	11.34 (0.23)	11.68 (0.23)

been reported on the selection of a model selection criterion and the theoretical guidance on the choice of the data splitting ratio especially for high-dimensional cases is still lacking.

For each $\delta \in \Lambda$, model selection and parameter estimation are performed by δ on the training part, I_t , and we obtain

$$CV(\delta; I_v) = \frac{1}{n_v} \sum_{i \in I_v} (Y_i - \hat{\mu}_{I_t, \hat{M}_{I_t, \delta}}(\mathbf{X}_i))^2, \quad (5)$$

where $\hat{M}_{I_t, \delta}$ is the model selected and estimated by the modeling procedure δ making use of only the training set, and $\hat{\mu}_{I_t, \hat{M}_{I_t, \delta}}(\mathbf{x})$, simplified as $\hat{\mu}_{I_t, \delta}(\mathbf{x})$, is the estimated regression function using the selected model $\hat{M}_{I_t, \delta}$.

The comparison of different procedures can be realized by (5), usually based on multiple versions of data splittings and the best procedure in Λ is chosen accordingly.

There are two different ways to utilize the multiple data splittings, one based on averaging and the other on voting. Firstly, for each $\delta \in \Lambda$, define

$$CV_a(\delta; \mathcal{S}) = \frac{1}{S} \sum_{s \in \mathcal{S}} CV(\delta; I_v(s)). \quad (6)$$

Then CV_a selects the procedure that minimizes $CV_a(\delta; \mathcal{S})$ over $\delta \in \Lambda$. Secondly, let $CV_v(\delta; \mathcal{S})$ denote the frequency that δ achieves the minimum, $\min_{\delta' \in \Lambda} CV(\delta'; I_v(s))$ over $s \in \mathcal{S}$, i.e.,

$$CV_v(\delta; \mathcal{S}) = \frac{1}{S} \sum_{s \in \mathcal{S}} I_{\{CV(\delta; I_v(s)) = \min_{\delta' \in \Lambda} CV(\delta'; I_v(s))\}}. \quad (7)$$

Then CV_v selects the procedure that maximizes $CV_v(\delta; \mathcal{S})$. Let $\hat{\delta}_a^{\mathcal{S}}$ and $\hat{\delta}_v^{\mathcal{S}}$ denote the procedure selected by $CV_a(\delta; \mathcal{S})$ and $CV_v(\delta; \mathcal{S})$, respectively.

In the literature, there are conflicting recommendations on the data splitting ratio for CV (see [Arlot and Celisse, 2010](#)) and 10-fold CV seems to be a favorite by many researchers, although LOO is even used for comparing procedures. We aim to shed some light on this issue and provide some guidance on how to split data for the sake of consistent procedure selection, especially in high dimensional regression problems. Next we present some results in traditional regression, and then on this ground we tackle the more challenging high dimensional setting.

3. Stop the war between AIC and BIC by CV

In the classical regression setting with fixed truth and a relatively small list of models, model selection is often performed by information criteria in the form of

$$\hat{M}_{\lambda_n} = \operatorname{argmin}_{M \in \mathcal{M}} \sum_{i=1}^n (Y_i - \hat{\mu}_{n,M}(\mathbf{X}_i))^2 + \lambda_n |M| \sigma^2, \quad (8)$$

where \mathcal{M} is the model space and $\hat{\mu}_{n,M}(\mathbf{x})$ is the estimated regression function by the whole sample. A general form in terms of the log-likelihood is used when σ^2 is unknown.

A critical issue is the choice of λ_n . For instance, the conflict between AIC ($\lambda_n = 2$) and BIC ($\lambda_n = \log n$) in terms of asymptotic optimality and pointwise versus minimax-rate optimality under parametric or nonparametric assumption is well-known (e.g. [Shao, 1997](#); [Yang, 2005, 2007a](#)). In a finite sample case, signal-to-noise ratio has an important effect on the relative performance of AIC and BIC. As discussed in [Liu and Yang \(2011\)](#) (and will be seen in [Table 1](#) later), in a true parametric framework, BIC performs better than AIC when the signal-to-noise ratio is low or high, but can be worse than AIC when the ratio is in the middle.

Without any prior knowledge, the problem of deciding on which information criterion to use is very challenging. We consider the issue of seeking optimal behaviors of AIC and BIC in competing scenarios by CV for estimating a univariate regression function based on the classical series expansion approach. Both AIC and BIC can be applied to choose the order of the expansion. At issue is the practically important question that which criterion should be used. We apply CV to choose between AIC and BIC and show that, with a suitably chosen data splitting ratio, when the true model is among the candidates, CV selects BIC with probability approaching one; and when the true function is infinite-dimensional, CV selects AIC with probability approaching one. Thus in terms of the selection probability, the composite criterion asymptotically behaves like the better one of AIC and BIC for both the AIC and BIC territories.

For illustration, consider estimating a regression function on $[0, 1]$ based on series expansion. Let $\{\varphi_0(x) = 1, \varphi_1(x) = \sqrt{2} \cos(2\pi x), \varphi_2(x) = \sqrt{2} \sin(2\pi x), \varphi_3(x) = \sqrt{2} \cos(4\pi x), \dots\}$ be the orthonormal trigonometric basis on $[0, 1]$ in $L_2(P_{X_1})$, where P_{X_1} denotes the distribution of X_1 , assumed to be uniform in the unit interval. For $m \geq 1$, model m specifies

$$\mu_m(x) = \alpha_0 + \alpha_1 \varphi_1(x) + \dots + \alpha_m \varphi_m(x).$$

The estimator considered here is $\hat{\mu}_{n,m}(x) = \sum_{j=0}^m \hat{\alpha}_j \varphi_j(x)$, where $\hat{\alpha}_j = \frac{1}{n} \sum_{i=1}^n Y_i \varphi_j(X_i)$ ($\hat{\alpha}_0 = \bar{Y}$). The model space \mathcal{M} consists of all these models, $m \geq 1$.

Suppose that the true regression function is $\mu(x) = \sum_{j \geq 0} \alpha_j \varphi_j(x)$ and it is bounded. Let $E_m = \sum_{j \geq m+1} \alpha_j^2$ be the squared L_2 approximation error of $\mu_m(x)$ using the first $m+1$ terms. Let m_n^* be the minimizer of $E_m + \frac{\sigma^2(m+1)}{n}$, where σ^2 is the common variance of the random errors. It is the best model in terms of the trade-off between the estimation error and the approximation error.

Let $\|\cdot\|_p$ ($p \geq 1$) denote the L_p -norm with respect to the probability distribution of X_1 (or later \mathbf{X}_1 when the feature is multi-dimensional). When $p = \infty$, it refers to the usual L_∞ -norm.

Assumption 0. The regression function μ has at least one derivative and satisfies that

$$\left\| \sum_{j \geq m+1} \alpha_j \varphi_j \right\|_4 = o\left(\left\| \sum_{j \geq m+1} \alpha_j \varphi_j \right\|_2\right) \quad (9)$$

$$\text{and } \limsup_{m \rightarrow \infty} \left\| \sum_{j \geq m+1} \alpha_j \varphi_j \right\|_\infty < \infty,$$

i.e., the L_4 and L_2 approximation errors are of the same order and the L_∞ approximation error is upper bounded (which usually converges to zero).

There is a technical nuisance that one needs to take care of. When the true regression function is one of the candidate models, with probability going to 1, BIC selects the true model, but AIC selects the true model with a certain probability non-vanishing nor approaching one. Thus, there is a non-vanishing probability that AIC and BIC actually agree, in which case we have a tie. We break the tie in the following way.

Let $\hat{m}_{n,AIC}$ and $\hat{m}_{n,BIC}$ be the models selected by AIC and BIC respectively at the sample size n . We define the regression estimators in a slightly different way: $\hat{\mu}_{n,BIC}(x) = \sum_{j=0}^{\hat{m}_{n,BIC}} \hat{\alpha}_j \varphi_j(x)$, but for the estimator based on AIC, when AIC and BIC select the same model, $\hat{\mu}_{n,AIC}(x) = \sum_{j=0}^{\hat{m}_{n,AIC}+1} \hat{\alpha}_j \varphi_j(x)$ and otherwise $\hat{\mu}_{n,AIC}(x) = \sum_{j=0}^{\hat{m}_{n,AIC}} \hat{\alpha}_j \varphi_j(x)$. This modification provides a means to break the tie when AIC and BIC happen to agree with each other. Note that the modification does not affect the familiar properties of AIC.

Assumption 1. In the nonparametric case, we suppose AIC is asymptotically efficient in the sense that $\|\mu - \hat{\mu}_{n,AIC}\|_2 / \inf_{M \in \mathcal{M}} \|\mu - \hat{\mu}_{n,M}\|_2 \rightarrow 1$ in probability. BIC is suboptimal in the sense that there exists a constant $c > 1$ such that with probability going to 1, we have $\|\mu - \hat{\mu}_{n,BIC}\|_2 / \inf_{M \in \mathcal{M}} \|\mu - \hat{\mu}_{n,M}\|_2 \geq c$. In the parametric case, BIC is consistent in selection.

In the nonparametric case, asymptotic efficiency of AIC has been established in, e.g., Shibata (1983), Li (1987), Polyak and Tsybakov (1990) and Shao (1997), while sub-optimality of BIC is seen in Shao (1997) and Speed and Yu (1993). When the true regression function is contained in at least one of the candidate models, BIC is consistent and asymptotically efficient but AIC is not (e.g. Shao, 1997).

In the following theorem and corollary, obtained on the estimation of the regression function on the unit interval via trigonometric expansion under homoscedastic errors, delete- n_v CV is performed by $CV_a(\delta; \mathcal{S})$ with the size of \mathcal{S} uniformly bounded or $CV_v(\delta; \mathcal{S})$ over unrestricted number of data splittings.

Theorem 1. Consider the delete- n_v CV with $n_t \rightarrow \infty$ and $n_t = o(n_v)$ to choose between AIC and BIC. Suppose that $0 < E(\varepsilon_i^4 | X_i) \leq \bar{\sigma}^4$ holds almost surely for some constant $0 < \bar{\sigma} < \infty$ for all $i \geq 1$ and that Assumptions 0–1 are satisfied. Then the CV method is consistent for selection between AIC and BIC in the sense that when the true model is among the candidates, the probability of BIC being selected goes to 1; and when the true regression function is infinite-dimensional, then with probability going to 1 AIC is selected.

Remarks:

1. We assumed above that $\mu(x)$ has at least one derivative. Without this condition, we may need $n_v/n_t^2 \rightarrow \infty$ and $n_t \rightarrow \infty$ to guarantee consistent selection of the better model selection method.
2. Regarding the modification of AIC, from our numerical work, with a large enough number of data splittings, there are rarely ties between the CV errors of the AIC and BIC procedures. So we do not think it is necessary for application, and we actually considered the regular version of AIC in all our numerical experiments in Sections 5–7.
3. The restriction on the size of \mathcal{S} to be uniformly bounded on the data splittings for $CV_a(\delta; \mathcal{S})$ is due to a technical difficulty in analyzing the sum of dependent CV errors over the data splittings. We conjecture the result still holds without the restriction.

The consistency result implies an adaptive asymptotic optimality property.

Corollary 3.1. Let $\hat{\mu}_{n,\hat{\delta}}$ denote the estimator of μ by $\hat{\delta}$, which is selected between AIC and BIC by the delete- n_v CV. Under the same conditions in Theorem 1, for both the parametric and nonparametric situations, we have

$$\frac{\|\mu - \hat{\mu}_{n,\hat{\delta}}\|_2}{\inf_{M \in \mathcal{M}} \|\mu - \hat{\mu}_{n,M}\|_2} \rightarrow 1 \text{ in probability.}$$

From above, with the use of CV, the estimator becomes asymptotically optimal in an adaptive fashion for both parametric and nonparametric cases. We can take n_v/n_t arbitrarily slowly increasing to ∞ (e.g., $\log \log n$). As will be demonstrated, practically, $n_v/n_t = 1$ often works very well for estimating the regression function for typical sample sizes, although there may be a small chance of overfitting when the sample size is very large (which is not a major issue for estimation). Note also that $n_v/n_t = 1$ yields the optimal-rate model averaging in general (e.g. Yang, 2001). Thus we recommend delete- $n/2$ CV (both CV_a and CV_v) for the purpose of estimating the regression function. We emphasize that no member in the GIC family (including AIC and BIC) can have the property in the above corollary. This shows the power of the approach of selecting a selection method.

Therefore, for the purpose of estimating the regression function, the competition between AIC and BIC in terms of who can achieve the (pointwise) asymptotic efficiency in the parametric and nonparametric scenarios can be resolved by a proper use of CV. It should be emphasized that this does not indicate that the conflict between AIC and BIC in terms of achieving model selection consistency (pointwise asymptotic optimality) and minimax-rate optimality in estimating the regression function can be successfully addressed, which, in fact, is impossible by any means (Yang, 2005).

It should be pointed out that we have focused on homoscedastic errors in this paper. With heteroscedasticity, it is known that AIC is no longer generally asymptotically optimal in the nonparametric case but leave-one-out CV is (Andrews, 1991). It remains to be seen if the delete- n_v CV can be used to choose between LOO and BIC to achieve asymptotic optimality adaptively over parametric and nonparametric cases under heteroscedastic errors.

Finally, we mention that there have been other results on combining the strengths of AIC and BIC together by adaptive model selection methods in Barron et al. (1994) via an adaptive use of the minimum description length (MDL) criterion, Hansen and Yu (1999) by a different use of MDL based on a pre-test, George and Foster (2000) based on an empirical Bayes approach, Yang (2007a) by examining the history of BIC at different sample sizes, Ing (2007) by choosing between AIC and BIC through accumulated prediction errors in a time series setting, Liu and Yang (2011) by choosing between AIC and BIC using a parametricness index, and van Erven et al. (2012) using a switching distribution to encourage early switch to a larger model in a Bayesian approach. Shen and Ye (2002) and Zhang (2009) propose adaptive model selection methods by introducing data-driven penalty coefficients into information criteria.

4. Selecting a modeling procedure for high dimensional regression

In this section we investigate the relationship between the splitting ratio and the performance of CV with respect to consistent procedure selection for high dimensional regression where the true model and/or model space grow with the sample size. Our main interest is to highlight the requirement of the data splitting ratio for different situations using relatively simple settings

to avoid blurring the main picture with complicated technical conditions necessary for more general results.

The definition of one procedure being asymptotically better than another in Yang (2007b) is intended for the traditional regression setting and needs to be generalized for accommodating the high-dimensional case. Consider two modeling procedures δ_1 and δ_2 for estimating the function μ . Let $\{\hat{\mu}_{n,\delta_1}\}_{n=1}^\infty$ and $\{\hat{\mu}_{n,\delta_2}\}_{n=1}^\infty$ be the corresponding estimators when applying the two procedures at sample sizes 1, 2, ... respectively.

Definition 1. Let $0 < \xi_n \leq 1$ be a sequence of positive numbers. Procedure δ_1 (or $\{\hat{\mu}_{n,\delta_1}\}_{n=1}^\infty$, or simply $\hat{\mu}_{n,\delta_1}$) is asymptotically ξ_n -better than δ_2 (or $\{\hat{\mu}_{n,\delta_2}\}_{n=1}^\infty$, or $\hat{\mu}_{n,\delta_2}$) under the L_2 loss if for every $0 < \epsilon < 1$, there exists a constant $c_\epsilon > 0$ such that when n is large enough,

$$P(\|\mu - \hat{\mu}_{n,\delta_2}\|_2^2 \geq (1 + c_\epsilon \xi_n^2) \|\mu - \hat{\mu}_{n,\delta_1}\|_2^2) \geq 1 - \epsilon. \quad (10)$$

When $\xi_n \rightarrow 0$, the performances of the two procedures may be very close and then hard to be distinguished. As will be seen, n_v has to be large for CV to gain consistency. Taking $\xi_n = 1$ in Definition 1, we recover the definition used by Yang (2007b) for comparing procedures. For high dimensional regression, however, we may need to choose $\xi_n \rightarrow 0$ in some situations, as will be seen later. Note also that in the definition, there is no need to consider ξ_n of a higher order than 1.

Definition 2. A procedure δ (or $\{\hat{\mu}_{n,\delta}\}_{n=1}^\infty$) is said to converge exactly at rate $\{a_n\}$ in probability under the loss L_2 if $\|\mu - \hat{\mu}_{n,\delta}\|_2 = O_p(a_n)$, and for every $0 < \epsilon < 1$, there exists $c'_\epsilon > 0$ such that when n is large enough, $P(\|\mu - \hat{\mu}_{n,\delta}\|_2 \geq c'_\epsilon a_n) \geq 1 - \epsilon$.

4.1. A general theorem

Suppose there are a finite number of procedures in Λ . Consider a procedure $\delta \in \Lambda$ that produces $\hat{\mu}_{n,\delta}$ at each sample size n . Let $\hat{\mu}_{n,\hat{\delta}}$ be the estimator of μ based on the procedure $\hat{\delta}$ selected by CV among the $|\Lambda|$ candidates. We need the following technical conditions.

• **Condition 0.** The error variances $E(\varepsilon_i^2|\mathbf{x})$ are upper bounded by a constant $\bar{\sigma}^2 > 0$ almost surely for all $i \geq 1$.

• **Condition 1.** There exists a sequence of positive numbers A_n such that for each procedure $\delta \in \Lambda$

$$\|\mu - \hat{\mu}_{n,\delta}\|_\infty = O_p(A_n).$$

• **Condition 2.** Under the L_2 loss, for some $\xi_n > 0$, one of the procedures is asymptotically ξ_n -better than any other procedure considered.

• **Condition 3.** There exists a sequence of positive numbers $\{D_n\}$ such that for $\delta \in \Lambda$,

$$\frac{\|\mu - \hat{\mu}_{n,\delta}\|_4}{\|\mu - \hat{\mu}_{n,\delta}\|_2} = O_p(D_n).$$

• **Condition 4.** For each $\delta \in \Lambda$, the estimator $\hat{\mu}_{n,\delta}$ converges exactly at rate $a_{n,\delta}$.

Let \underline{a}_n denote the minimum of $a_{n,\delta}$ over $\delta \in \Lambda$, except that the best procedure is excluded. Clearly, \underline{a}_n describes the closest performance of the competing procedures to the best. Let \mathcal{S} be a collection of data splittings at the same ratio of training verse evaluation.

Theorem 2. Under Conditions 0–4, if the data splitting ratio satisfies

- i. $n_v \rightarrow \infty$ and $n_t \rightarrow \infty$;
- ii. $n_v D_n^{-4} \rightarrow \infty$;
- iii. $\sqrt{n_v} \xi_{n_t} \underline{a}_{n_t} / (1 + A_{n_t}) \rightarrow \infty$,

then the delete- n_v CV_v is consistent for any set \mathcal{S} , i.e., the best procedure is selected with probability approaching 1. It follows that the CV_v selection is asymptotically optimal:

$$\frac{\|\mu - \hat{\mu}_{n,\hat{\delta}}\|_2}{\inf_{\delta \in \Lambda} \|\mu - \hat{\mu}_{n,\delta}\|_2} \rightarrow 1 \text{ in probability.}$$

If the size of \mathcal{S} is uniformly bounded, then CV_a has the same asymptotic properties as CV_v above.

Remarks:

1. Requirement ii in Theorem 2 demands that the evaluation size n_v to be large enough to avoid possible trouble in identifying the best candidate due to excessive variation of the prediction error as a result of large L_4 norm of $\mu - \hat{\mu}_{n,\delta}$ relative to the L_2 norm. Requirement iii is the essence: it basically says that the data splitting ratio should make n_v large and (consequently) n_t small enough so that the second best convergence rate at the reduced sample size n_t , i.e., \underline{a}_{n_t} , is “magnified” enough so as to make the performance difference between the best and the second best procedures distinguishable with n_v test observations.
2. Consider the case that A_n and D_n are bounded. For CV_v , as long as the data splitting ratio satisfies $\sqrt{n_v} \xi_{n_t} \underline{a}_{n_t} \rightarrow \infty$, it is selection consistent, regardless of how many data splittings are done. For the usual k -fold CV with k fixed (a special case of CV_a), if the constant data splitting ratio $(k-1) : 1$ satisfies the same condition, i.e., $\sqrt{n} \xi_n \underline{a}_n \rightarrow \infty$, then it is consistent in selection. However, when $\sqrt{n} \xi_n \underline{a}_n$ stays bounded, the k -fold CV is not expected to be consistent for any fixed k .
3. Note also that in case of CV_v , the theorem generalizes Theorem 2 of Yang (2007b) in terms of allowing ξ_n to vary with n , which is needed to handle high-dimensional regression.
4. It is worthwhile to point out that although we have focused on the selection of a model selection methods by CV in the motivation of this work, Theorem 2 is equally applicable for selection among a general family of regression procedures, as in Yang (2007b).
5. The set of sufficient conditions on data splitting of CV in Theorem 2 for selection consistency has not been shown to be necessary. We tend to think that when A_n and D_n are bounded and ξ_n (taken as large as possible) properly reflects the relative performance of the best procedure over the rest, the resulting requirement of $n_v \rightarrow \infty$, $n_t \rightarrow \infty$ and $\sqrt{n_v} \xi_{n_t} \underline{a}_{n_t} \rightarrow \infty$ may well be necessary, possibly under additional minor conditions.
6. Conditions 1 and 3 are basically always satisfied. But what is important here is the orders of magnitude of A_n and D_n , which affect the sufficient requirement on data splitting ratio to guarantee the selection consistency.

4.2. A comparison of traditional and high-dimensional situations

In the high-dimensional regression case, the number of features p_n is typically assumed to increase with n and the true model size q_n may also grow. We need to point out that Yang (2007b) deals with the setting that the true regression function is fixed when there are more and more observations. In the new high-dimensional regression setting, the true regression function may change with n . The theorems in Yang (2007b) and in the present paper help us understand some key differences in terms of proper use of CV between the two situations.

1. In the traditional case, the estimator based on the true model is asymptotically better than that based on a model with extra parameters according to the definition in Yang (2007b). But the definition does not work for the high-dimensional case, hence the new definition (Definition 1). Indeed, when directly comparing the true model of size $q_n \rightarrow \infty$ and a larger model with Δq_n extra terms, the estimator of the true model is asymptotically $\sqrt{\Delta q_n/q_n}$ -better than the larger model. Clearly, if Δq_n is bounded, then the true model is *not* asymptotically better under the definition in Yang (2007b). Based on the new sufficient result in this paper, $n_v \left(\frac{\Delta q_n}{q_n} \right) \left(\frac{q_n + \Delta q_n}{n_t} \right) \rightarrow \infty$ is adequate for CV to work. There are different scenarios for the sufficient data splitting conditions:
 - (a) Δq_n is bounded. Then $n_v/n_t \rightarrow \infty$ is sufficient.
 - (b) Δq_n is of a comparable size to q_n and $q_n \rightarrow \infty$. It suffices to have n_v/n_t to be bounded away from zero.
 - (c) Δq_n is of a larger order than q_n . It is sufficient to require $\frac{n_v(\Delta q_n)^2}{n_t q_n} \rightarrow \infty$. In particular, half-half splitting works for consistency in selection.
2. In the traditional parametric regression case, the true model is fixed. An estimator of $\mu(\mathbf{x})$ based on a sensible model selection method (e.g., AIC or BIC) converges (in a point-wise fashion) at the rate $1/n$ (under the squared error loss), which is also the minimax rate of convergence. For high-dimensional regression, however, the rate of convergence is slower. Indeed, the minimax-rate of convergence is now well understood under both hard (strong) sparsity (i.e., there are only a few non-zero coefficients) and soft sparsity (i.e., the coefficient vector has a bounded ℓ_p -norm for some $0 < p \leq 1$ (see, Wang et al. (2014) for most recent results and earlier references). Even when the true model size is fixed, when p_n increases, the minimax-rate of convergence is at least $\sqrt{\log(p_n)/n}$ (assuming $\log p_n = O(n)$), which is slower than $1/\sqrt{n}$. A consequence is that for the high-dimensional case, if we compare a given linear model with a high-dimensional sparse regression model, it suffices to have n_v and n_t of the same order.

4.3. Applications

We consider several specific examples and provide an understanding on how CV should be applied in each case.

4.3.1. Sparse linear or sparse additive model?

One procedure, say, δ_1 , targets the situation that the true regression function is a sparse linear function in the features, i.e., $\mu(x^1, \dots, x^{p_n}) = \sum_{j \in J_0} \beta_j x^j$, where J_0 is a subset of $\{1, 2, \dots, p_n\}$ of size q_n . We may take an adaptive estimator based on model selection e.g., in Wang et al. (2014) that automatically achieves the minimax optimal rate $q_n(1 + \log(p_n/q_n))/n \wedge 1$ without knowing q_n .

The other procedure, say, δ_2 , is based on a sparse nonparametric additive model assumption, i.e., $\mu(x^1, \dots, x^{p_n}) = \sum_{j \in J_1} \beta_j \psi_j(x^j)$, where J_1 is a subset of $\{1, 2, \dots, p_n\}$ of size d_n and $\psi_j(x^j)$ is a univariate function in a class with L_2 metric entropy of order $(\epsilon)^{-1/\alpha}$ for some $\alpha > 0$. Raskutti et al. (2012) construct an estimator based on model selection that achieves the rate

$$\left(d_n(1 + \log(p_n/d_n))/n + d_n n^{-\frac{2\alpha}{2\alpha+1}} \right) \wedge 1,$$

which is also shown to be minimax rate optimal.

Under the sparse linear model assumption, δ_2 is conjectured to typically still converge at the above displayed rate and is suboptimal. When the linear assumption fails but the additive model assumption holds, δ_1 does not converge at all. Since we do

not know which assumption is true, we need to choose between δ_1 and δ_2 .

From Theorem 2, if $p_n \rightarrow \infty$, it suffices to have both n_t and n_v of order n . Thus any fixed data splitting ratio, e.g., half-half, works fine theoretically. Note also that the story is similar when the additive model is replaced by a single index model, for instance.

4.3.2. A classical parametric model or a high-dimensional exploratory model?

Suppose that an economic theory suggests a parametric regression model on the response that depends on a few known covariates. With availability of big data and high computing power, many possibly relevant covariates can be considered for prediction purpose. High-dimensional model selection methods can be used to search for a sparse linear model as an alternative. The question then is: Which one is better for prediction?

In this case, when the parametric model holds, the estimator converges at the parametric rate with L_2 loss of order $1/\sqrt{n}$, but the high-dimensional estimator converges more slowly typically at least by a factor of $\sqrt{\log p_n}$. In contrast, if the parametric model fails to take advantage of useful information in other covariates but the sparse linear model holds, the parametric estimator does not converge to the true regression function while the high-dimensional alternative does.

In this case, from Theorem 2, it suffices to have n_v at order larger than $n/\log(p_n)$. In particular, with $p_n \rightarrow \infty$, half-half splitting works.

4.3.3. Selecting a model on a solution path

Consider a path generating method that asymptotically contains the true model of size q_n on the path of sequentially nested models. To select a model on the path obtained based on separate data, we use CV. From Section 4.2, with a finite solution path, $n_v/n_t \rightarrow \infty$ guarantees against overfitting. As for underfitting, assuming that the true features are nearly orthonormal, a missing coefficient β causes squared bias of order β^2 . To make the true model have a better estimator than that from a sub-model, it suffices to require β to be at least a larger enough multiple of $\sqrt{\log(p_n)/n}$. Then with probability going to 1, the choice of $n_v/n_t \rightarrow \infty$ is enough to prevent underfitting. Consequently, the true model can be consistently selected.

5. Simulations

In the simulations below, we primarily study the selection, via cross-validation, among modeling procedures that include both model selection and parameter estimation. Since CV with averaging is much more widely used in practice than CV with voting and they exhibit similar performance (sometimes slightly better for CV_a) in our experiments, all results presented in Sections 5–7 are of CV with averaging. In each replication $|S| = S = 400$ random splittings are performed to calculate average CV errors.

The design matrix $X = (X_{ij})$ ($i = 1, \dots, n; j = 1, \dots, p_n$) is $n \times p_n$ and each row of X is generated from the multivariate normal distribution with mean $\mathbf{0}$ and an AR(1) covariance matrix with marginal variance 1 and autocorrelation coefficient ρ , independently. Two values of ρ , -0.5 and 0.5 are examined. The responses are generated from the model

$$Y_i = \sum_{j=1}^{p_n} \beta_j X_{ij} + \varepsilon_i \quad (11)$$

where ε_i 's ($i = 1, \dots, n$) are iid $N(0, 1)$ and $\beta = (\beta_1, \dots, \beta_{p_n})^T$ is a p_n -dimensional vector including q_n nonzero coefficients and $(p_n - q_n)$ zeros.

5.1. The performance of CV at different levels of splitting ratio

In this subsection the performances of CV at different splitting ratios are investigated in both parametric and (practically) nonparametric settings. Let $n = 1000$ and $p_n = 20$. Three information criteria AIC, BIC and BIC_c ($\lambda = \log n + \log \log n$) are considered. Our goal here is not to be comprehensive. Instead, we try to capture archetype behaviors of the CV's (at different splitting ratios) under parametric and nonparametric settings, which offer insight on this matter. In each simulating study, 1000 replications are performed.

The cross-validation error is calculated in two steps. Firstly, the training set including n_t sample points is generated by random subsampling without replacement and the remaining n_v observations are put into the validation set I_v . We define $\tau = n_v/n$ as the validating proportion. Twenty validating proportions equally spaced between $(p_n + 5)/n$ and $(n - 5)/n$ are tested. In the second step, a modeling procedure δ is selected and fitted by the training set from the three candidates AIC, BIC and BIC_c , and the validating error is calculated.

The above two steps are repeated 400 times through random subsampling and their average for each criterion is its final CV error (6). The criterion attaining the minimal final CV error is selected.

In the two contrasting scenarios, the effects of τ on (i) the distribution of the difference of the CV errors of any two competitors; (ii) the probability of selecting the better criterion; (iii) the resulting estimation efficiency: for each pair of criteria, the smaller MSE of the two over that based on the CV selection are presented in Figs. 1 and 2, displayed on the first three rows (the individual values over the 1000 replications, mean and standard deviation), the 4th row and 5th row, respectively.

5.1.1. The parametric scenario

Here we take $(\beta_1, \beta_2) = (2, 2)$ and $\beta_j = 0$ ($3 \leq j \leq 20$), and BIC_c beats the other two criteria in terms of predictive accuracy measured by mean squared error.

From the plots of AIC v.s. BIC and AIC v.s. BIC_c of Fig. 1, the performance of CV in terms of proportion of identifying the better procedure (i.e., the larger λ_n in this case) and the comparative efficiency experience a two-phase process: improve and then stay flat when the validating proportion τ goes up from 0 to 1. As τ is above 50%, the proportion of selecting the better procedure by CV is close to 1. In the plot BIC v.s. BIC_c , the proportion of selecting the better procedure and the comparative efficiency increase slightly from 95% to 1 across different levels of splitting ratios due to the smaller difference between the two penalty coefficients in contrast to the other two pairs.

Another observation is that the mean of the CV error difference experiences a two-phase process, a slight increase as the validating proportion τ is less than 90% followed by a sharp increase as τ goes above 90%. The standard deviation of CV error difference experiences a three-phase process, sharp decrease, slight decrease and jump-up. The data splitting ratio plays a key role here: the increase of validating size smoothes out the fluctuations of the CV errors, but when the training size is below some threshold, the parameter estimation errors become quite wild and cause trouble in terms of the ranking of the candidate modeling procedures.

5.1.2. The nonparametric scenario

Now we take $\beta_j = 1/j$ ($j = 1, \dots, 20$), where, with p_n fixed at 20 and n not very large (e.g., around 1000), AIC tends to

outperform the other two criteria. This is a “practically nonparametric” situation (see Liu and Yang, 2011).

As indicated by Fig. 2, the performance of CV in terms of the probability of selecting the better procedure (i.e., the smaller λ_n here) exhibits different patterns than the parametric scenario. Though the sample standard deviation of CV error difference exhibits similar patterns, the mean of CV error difference between two procedures increases from a negative value (which is the good sign to have here) to a positive value, whereas in the parametric scenario the sign does not change. In nonparametric frameworks, as the validating proportion τ is above 80% the best model at the full sample size n suffers from low sample size more than the underfitting model due to large parameter estimation error. As a result, the comparative efficiency and the proportion of selecting the better procedure experiences a three-phase process, improvement, steadiness and deterioration as τ runs across 10% and 90%.

In summary of the illustration, the half-half splitting CV with $S = 400$ splittings selected the better procedures with almost 100 percent chance between any two competitors considered here in both data generating scenarios. This is certainly not expected to be true always, but our experience is that the half-half splitting usually works quite well.

5.2. Combine different procedures by delete- $n/2$ CV in random design regression

In this section we look into the performance of delete- $n/2$ CV with $S = 400$ splittings to combine the power of various procedures in traditional and high dimensional regression settings. As a comparison we examine the performances of delete- $0.2n$, delete- $0.8n$ and 10-fold CV as well. In each setting, 500 replications are performed.

The final accuracy of each regression procedure is measured in terms of the L_2 loss, which is calculated as follows. Apply a candidate procedure δ to the whole sample and use the selected model \hat{M}_δ to estimate the mean function at 10,000 sets of independently generated features from the same distribution. Denote the estimates and the corresponding true means by $\hat{Y}_i^p(\hat{M}_\delta)$ and μ_i' ($i = 1, \dots, 10,000$) respectively. The squared loss then is

$$\text{Loss}(\delta) = \frac{1}{10000} \sum_{i=1}^{10000} (\mu_i' - \hat{Y}_i^p(\hat{M}_\delta))^2, \quad (12)$$

which simulates the squared L_2 loss of the regression estimate by the procedure. The square loss of any version of CV is the square loss of the final estimator when using CV for choosing among the model selection methods. The risks of the competing methods are the respective average losses of the 500 replications.

5.2.1. Combine AIC, BIC and BIC_c by delete- $n/2$ CV

In this subsection we compare the predictive performances of AIC, BIC and BIC_c with different versions of CV's in terms of the average of squared L_2 loss in (12). The data are generated by

$$Y_i = \sum_{j=1}^{15} \beta_j X_{i,j} + \varepsilon_i; \quad \text{where } \beta_j = 0.25/j \ (1 \leq j \leq 10); \quad (13)$$

$$\beta_j = 0 \quad (11 \leq j \leq 15),$$

where $X_{i,j}$ and ε_i are simulated by the same method as before. Three different sample sizes $n = 100, 10,000$ and $500,000$ are considered.

As shown by Table 1, when the sample size is small or extremely large, BIC_c outperforms the other two competitors (at $n = 100$) or

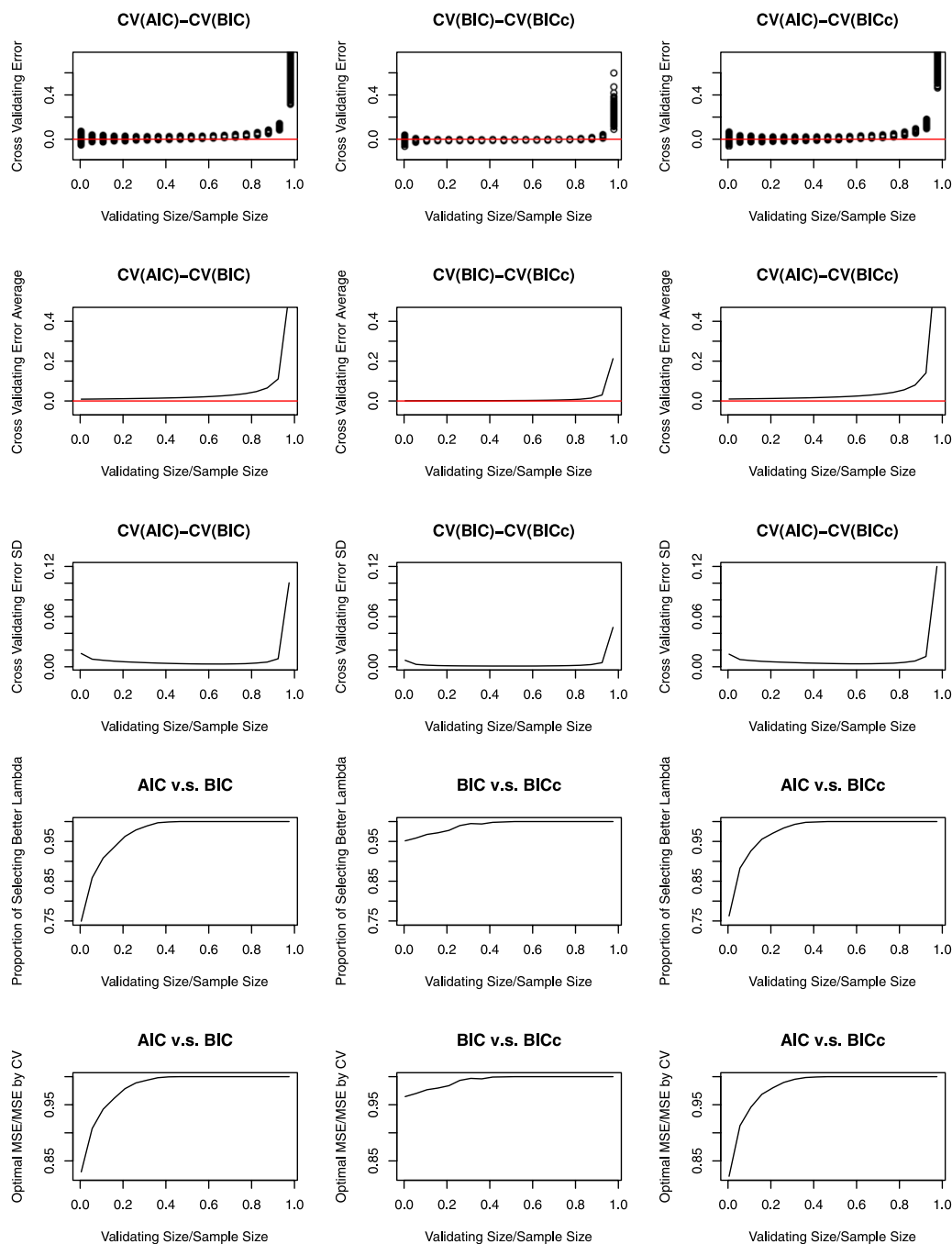


Fig. 1. Effects of validating proportion in a parametric framework based on 1000 replications with $n = 1000$, $p_n = 20$, $\sigma = 1$, $q_n = 2$, $\beta_1 = \beta_2 = 2$ and $\beta_j = 0$ ($3 \leq j \leq 20$). BIC_c ($\lambda_n = \log n + \log \log n$) outperforms AIC ($\lambda_n = 2$) and BIC ($\lambda_n = \log n$). In each replication $S = 400$ splittings are performed.

performs the best (tied with BIC) (at $n = 500,000$) and delete- $n/2$ and delete- $0.8n$ CV's have similar performance to BIC_c , whereas for moderately large sample size ($n = 10,000$) AIC dominates others and delete- $n/2$ CV shares similar performance with AIC. In summary, over the three model selection criteria, CV equipped with half-half splitting impressively achieves adaptivity in hiring the unknown "top gun" to various settings of sample size, signal-to-noise ratio and design matrix structure (some results are not presented here). Other types of CV perform generally worse than the delete- $n/2$ CV. Although the true model is parametric (but practically nonparametric at $n = 10,000$), based on the results in Liu and Yang (2011), it is not surprising at all to see the relative performance between AIC and BIC switches direction twice, with BIC having the last laugh.

5.2.2. Combine SCAD, MCP, LASSO and stepwise regression by delete- $n/2$ CV

In this subsection we compare the predictive performances, in terms of the average squared L_2 loss in (12), of SCAD (Fan and Li, 2001), MCP (Zhang, 2010), LASSO (Tibshirani, 1996), Stepwise regression plus RIC (Foster and George, 1994), that is, $\lambda_n = 2 \log p_n$ in (8) (STRIC), against the delete- $n/2$ CV used to choose one of them with $S = 400$ splittings (some other versions of CV are included as well for comparison). The data are generated by

$$Y_i = \sum_{j=1}^{p_n} \beta_j X_{i,j} + \varepsilon_i;$$

$$\beta_j = 6/j \quad (1 \leq j \leq q_n), \quad \beta_j = 0 \quad (q_n + 1 \leq j \leq p_n) \quad (14)$$

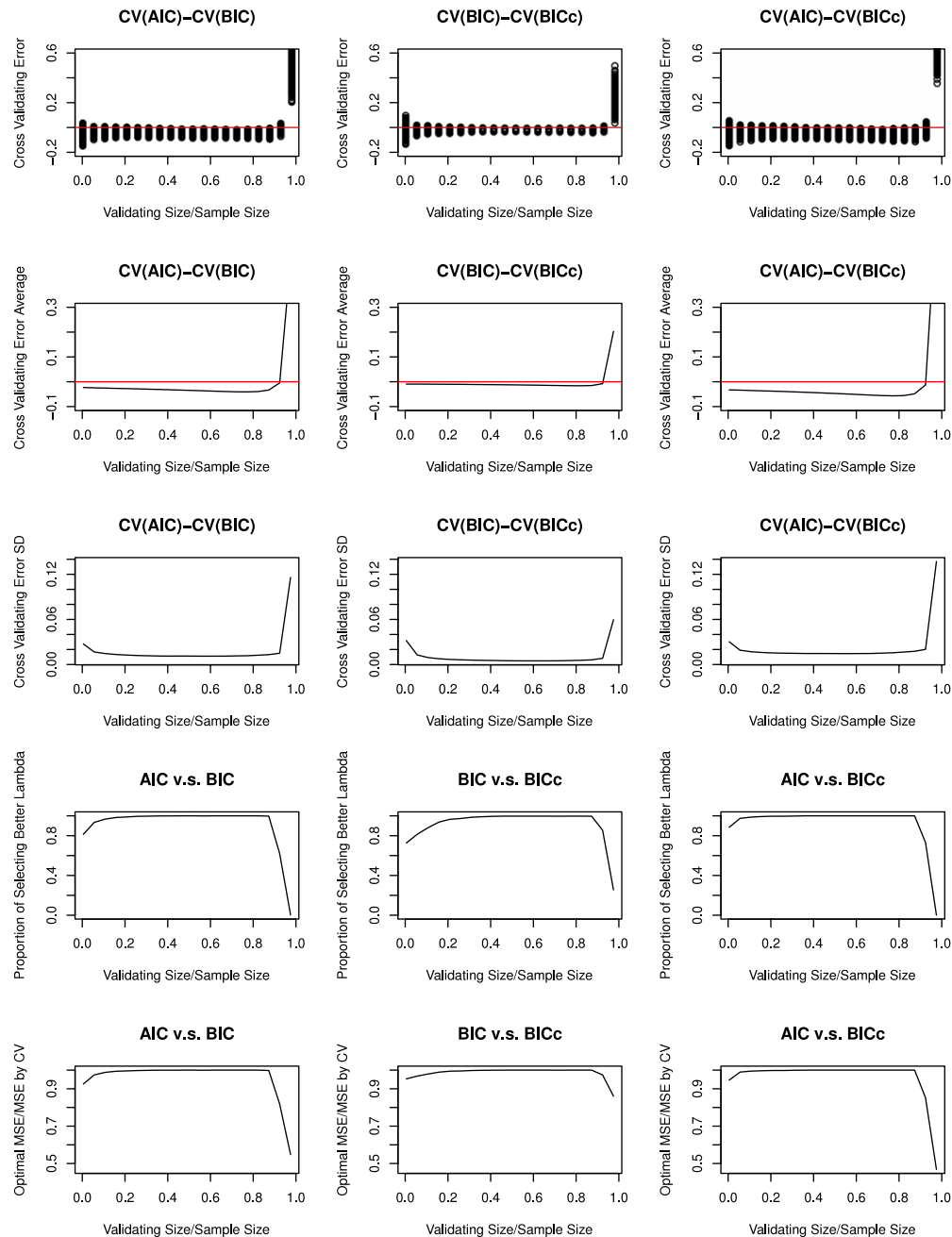


Fig. 2. Effects of validation proportion in a practically nonparametric framework based on 1000 replications with $n = 1000$, $p_n = 20$, $\sigma = 1$, $q_n = 20$ and $\beta_j = 1/j$ ($1 \leq j \leq 20$). AIC ($\lambda_n = 2$) outperforms BIC ($\lambda_n = \log n$) and BIC_c ($\lambda_n = \log n + \log \log n$). In each replication $S = 400$ splittings are performed.

Table 2

Comparison of SCAD, MCP, LASSO, STRIC (Stepwise plus RIC) and CV (with 400 data splittings) in terms of MSE (in the unit of $1/n$) based on 500 replications with $\sigma = 1$, $n = 500$, $p_n = 500$, $\beta_j = 6/j$ for $j \leq q_n$ and $\beta_j = 0$, otherwise. The standard errors (in the unit of $1/n$) are shown in the parentheses.

q_n	SCAD	MCP	LASSO	STRIC	del-0.5n	del-0.8n	del-0.2n	10-fold
$\rho = -0.5$								
1	1.01 (0.06)	1.03 (0.06)	45.36 (0.57)	4.84 (0.31)	1.02 (0.07)	1.01 (0.06)	1.41 (0.15)	1.95 (0.2)
5	5.13 (0.14)	5.13 (0.14)	411.50 (3.12)	10.34 (0.44)	5.14 (0.15)	5.13 (0.14)	5.77 (0.22)	6.65 (0.31)
10	255.02 (3.46)	105.37 (3.79)	834.40 (4.89)	14.79 (0.38)	14.79 (0.38)	104.42 (3.78)	14.67 (0.38)	14.51 (0.38)
$\rho = 0.5$								
1	1.07 (0.07)	1.07 (0.06)	46.53 (0.58)	4.62 (0.29)	1.10 (0.10)	1.07 (0.07)	1.59 (0.16)	2.11 (0.21)
5	18.26 (1.14)	7.57 (0.29)	205.53 (1.39)	9.14 (0.36)	6.40 (0.20)	7.02 (0.25)	6.69 (0.23)	7.39 (0.27)
10	425.97 (4.51)	238.29 (4.71)	369.36 (2.34)	14.20 (0.38)	14.20 (0.38)	14.20 (0.38)	14.20 (0.38)	14.20 (0.38)

where $X_{i,j}$ and ε_i are simulated by the same method as before. We examine three different q_n values, $q_n = 1, 5$ and 10 with $n = p_n = 500$.

As shown by Table 2 when $q_n = 1$, $\rho = \pm 0.5$ and $q_n = 5$, $\rho = -0.5$, SCAD and MCP outperform the other two competitors, which tend to include some redundant variables, and delete- $n/2$

and delete-0.8n CV's have similar performance to SCAD and MCP while delete-0.2n and 10-fold CV's fail to select the best procedure. When $q_n = 10$, $\rho = \pm 0.5$, STRIC dominates the others, and SCAD and MCP tend to exclude some relevant variables. The delete- $n/2$, delete-0.2n and 10-fold CV's perform similarly to STRIC, whereas delete-0.8n CV performs poorly.

It is worth noting that when $q_n = 5$ and $\rho = 0.5$, delete- $n/2$ CV outperforms all four original candidate procedures (SCAD, MCP, LASSO and STRIC) significantly by making a “smart selection”. Examining the output of the 500 replications we found that the data, which are generated randomly and independently in each replication, exhibit a parametric pattern in some cases such that MCP performs best, and a nonparametric pattern in other cases such that STRIC shows great advantages. Overall, delete- $n/2$ CV picks up the best procedure adaptively and on average it achieves lower loss than the best one of all the four candidates. This “smart selection” phenomenon will also be observed in Section 6.

In summary, half-half splitting CV outperforms other types of CV in terms of procedure selection, which typically includes two steps: model selection and parameter estimation. Moreover, the simulations confirm the theoretical results in Sections 3 and 4 and provides a guidance in splitting ratio choice, i.e., half-half splitting tends to work very well for the selection of optimal procedures across various settings. In general high-dimensional cases, the different model selection criteria may have drastically different performances, as seen in the present example, and a consistent choice of the best among them, as done by half-half splitting CV is a practically important approach to move beyond sticking to one's favorite criterion or choosing one arbitrarily.

6. A real data example

Physical constraints on the production and transmission of electricity make it the most volatile commodity. For example, in the city of New York, the price at peak hours of a hot and humid summer day can be hundred times the lowest level. Therefore, financial risk management is often a high priority for participants in deregulated electricity markets due to the substantial price risks.

The cost of supplying the next megawatt of electricity determines its price in the wholesale market. Take the regional power market of New York as an example, it has roughly four hundred locations (i.e., nodes) with different prices due to local supply and demand. When two close nodes are connected by a high-voltage transmission line, they tend to share similar prices because of the low transmission cost between them. Power market participants face unique risks from the price volatility. So modeling prices across nodes is essential to prediction and risk hedging. The data we have here cover 423 nodes ($p_n = 423$) and 422 price observations per node ($n = 422$). In the absence of additional information (such as distance between nodes and their connectivity), the goal here is to estimate one node by the rest via linear modeling (the unit of the response is dollar per megawatts). This is a high dimensional linear regression problem that makes adaptive model selection challenging. In fact, we will show next that different selection criteria picked very different models.

We compare delete- $n/2$ CV with MCP, SCAD, LASSO, and STRIC with respect to predictive performances in three steps. Firstly, the 422 observations are randomly divided into an estimation set and a final evaluation set according to two pre-defined ratios, 75:25 and 25:75. Four models are chosen by MCP, SCAD, LASSO and STRIC, respectively, from the estimation set and then used to make predictions on the evaluation set. Secondly, a procedure is selected by delete- $n/2$ CV from these four candidate procedures, where the delete- $n/2$ CV is implemented by evenly splitting the estimation set into a training part and a validation part in 400 subsampling

rounds (i.e., $S = 400$). A model is thus developed by the delete- $n/2$ CV procedure from the estimation set and then used to make predictions on the final evaluation set. The prediction error is the average of squared L_2 loss at each node in the final evaluation set. Finally, repeat the above two steps 100 times for the two ratios 75:25 and 25:75 and the average of square root of prediction errors based on 500 replications is displayed in the following table for each of the five procedures. The “permutation standard error” (which is not really a valid standard error of the CV error due to dependence of the permutations) is shown in the parentheses respectively (see Table 3).

When the estimation set is small (25:75), SCAD and MCP exhibit much larger “permutation standard errors” because the high correlations among the features (nodes) and small estimation sample size caused a few large prediction errors in the 500 replications for the two methods, while LASSO was more stable. Overall, the delete- $n/2$ CV procedure yields the best predictive accuracy.

7. Misconceptions on the use of CV

Much effort has been made on proper use of CV (see, e.g. Hastie et al. 2009, Chapter 7.10; Arlot and Celisse 2010 for a comprehensive review). Unfortunately, some influential work in the literature that examines CV methods, while making important points, does not clearly distinguish different goals and thus draws inappropriate conclusions. For instance, regarding which k -fold CV to use, Kohavi (1995) focused only on accuracy estimation in all the numerical work, but the observations there (which will be discussed later) are often directly passed onto model selection. The work has been very well-known and the recommendation there that *the best method to use for model selection is 10-fold CV* has been followed by many in computer science, statistics and other fields. In another direction, we have seen publications that use LOO CV on real data to rank parametric and nonparametric methods.

Applying CV without factoring in the objective can be a very serious mistake. There are three main goals in the use of CV. The first is for estimating the prediction performance of a model or a modeling procedure. The second and third goals are often both under the same name of “CV for model selection”. However, there are different objectives of model selection, one as an internal step in the process of producing the final estimator, the other as for identifying the best candidate model or modeling procedure. With this distinction spelled out, the second use of CV is to choose a tuning parameter of a procedure or a model/modeling procedure among a number of possibilities with the end goal of producing the best estimator (see e.g., van der Vaart et al. (2006) for estimation bounds in this direction). The third use of CV is to figure out which model/modeling procedure works the best for the data.

The second and third goals are closely related. Indeed, the third use of CV may be applied for the second goal, i.e., the declared best model/modeling procedure can be then used for estimation. Note that this type of application, with a proper data splitting ratio, results in *asymptotically optimal* performance in estimation, as shown in Sections 3 and 4 in the present paper. A caveat is that this *asymptotic optimality* may not always be satisfactory. For instance, when selecting among parametric models in a “practically nonparametric” situation with the fixed true model being one of the candidates, a model selection method built for the third goal (such as BIC) may perform very poorly for the second goal (see, e.g. Shao, 1997; Liu and Yang, 2011).

In the reverse direction, the best CV for the second goal does not necessarily imply the achievement of the third goal. For instance, in the nonparametric regression case, the LOO CV is asymptotically optimal for selecting the order of nested models (e.g. Li, 1987), but it is not true that the selected model agrees with the best choice

Table 3

Comparison of LASSO, MCP, SCAD, STRIC (Stepwise plus RIC) and delete- $n/2$ CV with 400 splittings in terms of square root of prediction error. 500 replications are performed. The permutation standard error is shown in brackets.

Ratio	SCAD	MCP	LASSO	STRIC	CV
75:25	2.89 (0.09)	2.80 (0.09)	2.70 (0.08)	2.58 (0.18)	2.67 (0.12)
25:75	3.79 (0.69)	3.31 (0.51)	2.80 (0.06)	2.98 (0.44)	2.77 (0.05)

Table 4

Bias, Variance and Permutation Variance (Per-Var) of CV errors based on 10,000 repetitions: CV error estimation for the true model, for AIC and for BIC with $n = 50$, $p_n = 10$, $q_n = 4$, $\beta_1 = \beta_2 = \beta_3 = \beta_4 = 2$ and $\sigma = 4$. The standard errors are shown in the parentheses.

	delete-1	delete-2	delete-5	delete-1–delete-2
True model				
Bias	0.355 (0.037)	0.399 (0.038)	0.542 (0.038)	−0.044 (0.0001)
Variance	14.004 (0.214)	14.075 (0.215)	14.407 (0.219)	−0.071 (0.001)
Per-Var	640.198 (3.435)	309.253 (1.652)	118.112 (0.627)	331.046 (1.783)
AIC				
Bias	0.792 (0.048)	0.880 (0.047)	1.181 (0.047)	−0.088 (0.004)
Variance	22.908 (0.361)	22.350 (0.349)	22.278 (0.343)	0.557 (0.052)
Per-Var	759.043 (4.504)	368.060 (2.139)	143.418 (0.807)	390.983 (2.389)
BIC				
Bias	0.559 (0.044)	0.629 (0.044)	0.864 (0.044)	−0.070 (0.003)
Variance	19.766 (0.321)	19.418 (0.312)	19.514 (0.309)	0.347 (0.045)
Per-Var	695.520 (4.084)	336.451 (1.938)	130.080 (0.730)	359.070 (2.164)

with probability going to 1. Indeed, to achieve the asymptotic optimality in estimation, one does not have to be able to identify the best candidate. As seen in Section 4, in high-dimensional linear regression with the true model dimension $q_n \rightarrow \infty$, an overfitting model with a bounded number of extra terms performs asymptotically as well as the true model. Furthermore, identifying the best choice with probability going to 1 may lead to sub-optimal estimation of the regression function in a minimax sense (Yang, 2005).

The following misconceptions are frequently seen in the literature, even up to now.

7.1. Leave-one-out (LOO) CV has smaller bias but larger variance than leave-more-out CV

This view is quite popular. For instance, Kohavi (1995, Section 1) states: “For example, leave-one-out is almost unbiased, but it has high variance, leading to unreliable estimates”.

The statement, however, is not generally true. In fact, in least squares linear regression, Burman (1989) shows that among the k -fold CVs, in estimating the prediction error, LOO (i.e., n -fold CV) has the smallest asymptotic bias and variance. For $k < n$, if all possible removals of n/k observations are considered (instead of a single k -fold CV), is the error estimation variance then smaller than that from LOO? The answer is No. As an illustration, consider the simplest regression model: $Y_i = \theta + \varepsilon_i$, where θ is the only mean parameter and ε_i are iid $N(0, \sigma^2)$ with $\sigma > 0$. Then a theoretical calculation (Lu, 2007) shows that LOO has the smallest bias and variance at the same time among all delete- n_v CVs with all possible n_v deletions considered.

A simulation is done to gain a numerical understanding. The data are generated by (11) with $n = 50$, $p_n = 10$, $q_n = 4$, $\sigma = 4$ and $\beta_1 = \dots = \beta_4 = 2$ and $\beta_j = 0$ ($5 \leq j \leq 10$), and the design matrix is generated the same way as in Section 5.1 but with $\rho = 0$. The delete- n_v ($n_v = 1, 2$ and 5) CV's are compared through 10,000 independent replications. Three cases are considered: CV estimate of the prediction error for the true model (with the parameters estimated), for the model selection of AIC over all subset models, and for the model selection by BIC. In each replication, the CV error estimate is the average of all $\binom{n}{n_v}$ splittings as $n_v = 1$ and 2, and of 1000 subsamplings as $n_v = 5$. The theoretical mean prediction error at the sample size ($n = 50$), as well as the bias and variance

of the CV estimator of the true mean prediction error in each case are simulated based on the 10,000 runs. The standard errors (in the parentheses) for each procedure are also reported (the delta method is used for the standard error of the variance estimate).

As a comparison, we report the average of *permutation variance*, which refers to the sample variance of the CV errors over different data splittings in each data generation of 50 observations. It is worth pointing out that the permutation variance is sometimes mistaken as a proper estimate of the variance of the CV error estimate. We also present the average pairwise differences of bias and variance with standard errors between delete-1 and delete-2 given to make it clear that the statistical significance on the differences is obvious.

As revealed by Table 4, as expected, the bias of delete- n_v CV errors is increasing in n_v in all cases. The variance exhibits more complex patterns: for the true model, LOO in fact has the smallest variability; but for the AIC procedure, the variance decreases in n_v (for $n_v \leq 5$); in the case of BIC, the variance first decreases and then increases as n_v goes up from 1 to 5. In the example, LOO still has smaller MSE for the AIC procedure compared to the delete-5 CV.

Note that the *permutation variance*, which is not what one should care about regarding the choice of a CV method, consistently has the pattern of decreasing in n_v . This deceptive monotonicity may well be a contributor to the afore-stated misconception. See Arlot and Celisse (2010, Section 5) for papers that link instability of modeling procedures to the CV variability.

7.2. Better estimation (e.g., in bias and variance) of the prediction error by CV means better model selection

This seemingly obviously correct statement is actually false! To put the issue in a slightly different setup, suppose that a specific data splitting ratio ($n_t : n_v$, with $n_t + n_v = n$) works very well to tell apart correctly two competing models. Now suppose we are given another n iid observations from the same population. If we put all the new n observations into estimation (i.e., with training size now $n + n_t$) and use the same amount of observations (i.e., n_v) as before for validation. With the obviously improved estimation capability and unchanged validation capability, we should do better in comparing the two models, right? Wrong! This is the *cross validation paradox* (Yang, 2006). The reason is that prediction error estimation and comparing models/procedures are drastically

different targets. For the latter, when comparing two models/procedures that are close to each other, the improved estimation capability by having more observations in the estimation part only makes the models/procedures more difficult to be distinguished. The phenomenon that n_v needs to be close to n for consistent model selection in linear regression was first discovered by Shao (1993). In the context of comparing two procedures (e.g., a parametric estimator and a kernel estimator), this high demand on n_v may not be necessary, as shown in Yang (2006, 2007b). The present work provides a more general result suitable for both traditional and high-dimensional regression settings.

In the above, we focused on the third goal of using CV. It is also useful to note that better estimation of the prediction error does not mean better model selection in terms of the second goal of using CV either (see section 5 of Breiman and Spector, 1992).

7.3. The best method to use for model selection is 10-fold CV

As mentioned earlier, Kohavi (1995) endorsed the 10-fold CV as the best for model selection on the ground that it may often attain the smallest variance and the mean squared error in the estimation of prediction errors. Based on the previous subsection, the subsequent recommendation of 10-fold CV for model selection in that paper does not seem to be justified. Indeed, from Tables 1 and 2, it is seen that the 10-fold CV performs worse than the delete- $n/2$ CV for estimating the regression function (repeated 10-fold does not help much here). Based on our theoretical results and our experience, it is expected that for selection consistency purpose, delete- $n/2$ CV usually works better than 10-fold CV. The adaptively higher probability of selecting the best candidate by the delete- $n/2$ CV usually (but not always) implies better estimation.

Now we examine the performance of the 10-fold CV relative to other versions of CV in terms of prediction error estimation. Some simulations are run in the same setting as the above subsection except $n = 100$ and $p_n = 10$ or 1000 (for the LASSO, SCAD and MCP cases). Since the bias aspect is clear in ranking, we focus on the variance and the MSE. The outputs are presented in Figs. 3 and 4.

The simulations demonstrate that LOO possesses the smallest variance for a fixed model, which can be the true model, an under-fitting (wrong) or overfitting model. However, if model selection is involved, the performance of LOO worsens in variability as the model selection uncertainty gets higher due to large model space, small penalty coefficients and/or the use of data-driven penalty coefficients. It can lose to the 10-fold CV, which indeed can sometimes (e.g., AIC case) achieve the smallest variance and MSE as observed by Kohavi (1995).

The highly unstable cases of LASSO, SCAD and MCP are interesting. As k decreases, we actually see that the variance drops monotonically for each of them (except the k -fold version, which gives misleading representation). However, the bias increases severely for small k , making the MSE increasing rapidly from $k = 10$ down to 2. The MSE is minimal for the LOO in all cases except AIC (and BIC with repeated k -fold), which supports that the statement of the title of this subsection is a misconception.

Since a single k -fold CV without repetition often exhibits large variability as seen above, we examine the performance of repeated k -fold CVs as it is repeated 200 times with random data permutations. The results are summarized in Fig. 5.

Fig. 5 clearly shows that the variance of repeated k -fold CVs drops sharply for small k as the number of repetitions increases up to 10–20 and decreases only slightly afterwards. In other words, repeated k -fold CVs achieve much improvement on prediction error estimation over single k -fold CVs at the cost of only a limited number of repetitions, especially for small k .

Furthermore, S repetitions of delete- n/k and S/k repetitions of k -fold CV ($S = 100$ for LASSO, SCAD and MCP and $S = 500$ for

other methods) are compared and presented in Fig. 3. It shows that the repeated k -fold CVs outperforms delete- n/k CV at roughly the same amount of computations.

Based on the above, we generally suggest repeated k -fold CVs (obviously except $k = n$) as a more efficient/reliable alternative to delete n_v ($n/n_v = k$) or single k -fold CVs regardless of the modeling procedures if the primary goal is prediction error estimation. As for the choice of k in repeated k -fold, it seems a large k (e.g., LOO) is preferred. LOO is a safe choice: even if it is not the best, it does not lose by much to other CVs for the prediction error estimation.

In the above simulations, uncorrelated features ($\rho = 0$) are assumed. We also examined the outputs by setting $\rho = 0.5$ and -0.5 , and the major findings are pretty much the same.

8. Concluding remarks

8.1. Is the 2nd level CV really necessary?

In the introduction, in the context of dealing with parametric regression models as candidates, two questions were raised regarding the legitimacy of our use of CV for selecting a model selection criterion. The first question is that for achieving asymptotic optimality of AIC and BIC adaptively, why not consider GIC, which contains AIC and BIC as special cases. The fact of matter is that one does not know which penalty constant λ_n to use and for any deterministic sequence of λ_n , it is easy to see that you can only have at most one of the properties of AIC and BIC, but not both. Therefore for adaptive model selection based on GIC, one must choose λ_n in a data driven fashion. Our approach is in fact one way to proceed: it chooses between the AIC penalty sequence $\lambda_n = 2$ and the BIC penalty $\lambda_n = \log n$, and we have shown that this leads to an asymptotic optimality for both the AIC and BIC worlds at the same time.

The other question asks why not use CV to select a model among all those in the list instead of the two by AIC and BIC. Actually, it is well-known that CV on the original models behaves somewhere between AIC and BIC, depending on the data splitting ratio (e.g., Shao, 1997). Therefore it in fact cannot offer adaptive asymptotic optimality as we were seeking. More specifically, if one uses CV to find the best model in the parametric scenario, then one must have $n_v/n \rightarrow 1$. However, if the true regression function is actually infinite-dimensional, such a choice of CV results in selecting a model of size of a smaller order than the optimal, leading to sub-optimal rate of convergence. Conversely, for the infinite-dimensional case, LOO CV typically performs optimally, but should the true regression function be among the candidate models, it fails to be optimal. So any use of CV on the candidate models in fact cannot enjoy optimal performance under both parametric and nonparametric assumptions. The second level use of CV, i.e., CV on the AIC and BIC, comes to the rescue, as we have shown. This demonstrates the importance of second level of model selection, i.e., the selection of a model selection criterion. With the general applicability, CV has a unique advantage to do the second level procedure selection. Clearly, CV is also applicable for comparing modeling procedures that are not based on parametric models.

Therefore, we can conclude that the use of CV on modeling procedures can be a powerful tool for adaptive estimation that suits multiple scenarios simultaneously. In high-dimensional settings, the advantage of this approach can be even more remarkable. Indeed, with exponentially many or more models being considered, any practically feasible model selection method constructed is good typically for one or a few specific scenarios, and CV can be used to choose among a number of methods in hope that the best one handles the true data generation process well.

Our results reveal that for selection consistency, the choice of splitting ratio for CV needs to balance two ends, the ability to order the candidates in terms of estimation accuracy based on the

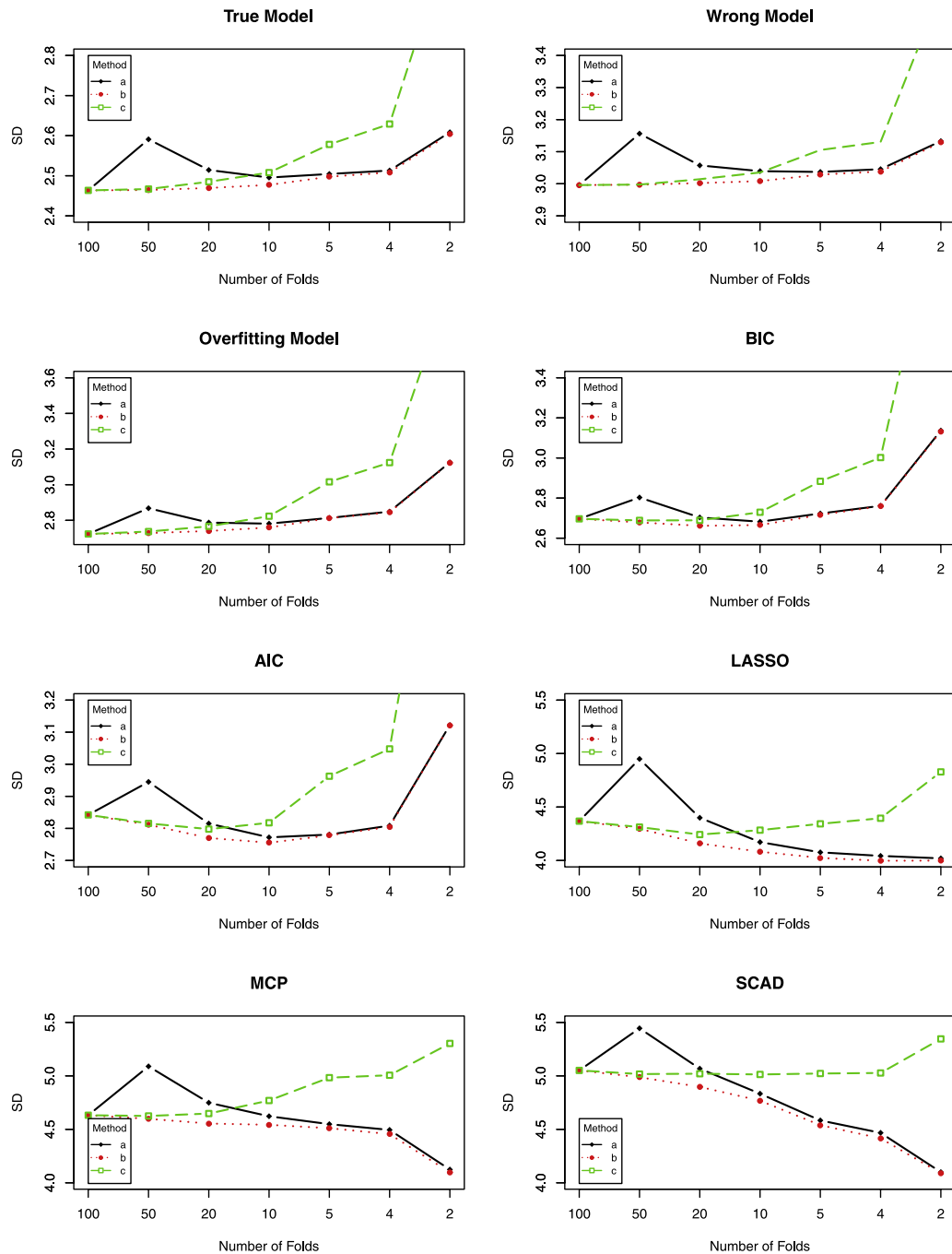


Fig. 3. $n = 100$, $q_n = 4$, $\sigma = 4$, $\beta_1 = \beta_2 = \beta_3 = \beta_4 = 2$ and $p_n = 1000$ for LASSO, SCAD and MCP; $p_n = 10$ for other methods. a: delete-(n/k) repeat S ; b: k -fold repeat (S/k); c: Single k -fold ($S = 100$ for LASSO, SCAD and MCP, $S = 500$ for other methods).

validation part of data (which favors large validation size) and the need to have the same performance ordering at the reduced sample size as at the full sample size (which can go wrong when the size of the estimation part of data is too low). Overall, unless one is selecting among parametric models at least one of which captures the statistical behavior of the data generating process very well, we recommend half–half splitting or slightly more observations for evaluation when applying CV for the goal of identifying the best modeling procedure.

8.2. Summary and discussion

In the literature, even including recent publications, there are overly taken recommendations. The general suggestion of Kohavi

(1995) to use 10-fold CV has been widely accepted. For instance, Krstajic et al. (2014, page 11) state: “Kohavi [6] and Hastie et al. [4] empirically show that V-fold cross-validation compared to leave-one-out cross-validation has lower variance”. They consequently take the recommendation of 10-fold CV (with repetition) for all their numerical investigations. In our view, such a practice may be misleading. First, there should not be any general recommendation that does not take into account of the goal of the use of CV. In particular, examination of bias and variance of CV accuracy estimation of a candidate model/modeling procedure can be a very different matter from optimal model selection (with either of the two goals of model selection stated earlier). Second, even limited to the accuracy estimation context, the statement is not generally correct. For models/modeling procedures with low instability, LOO

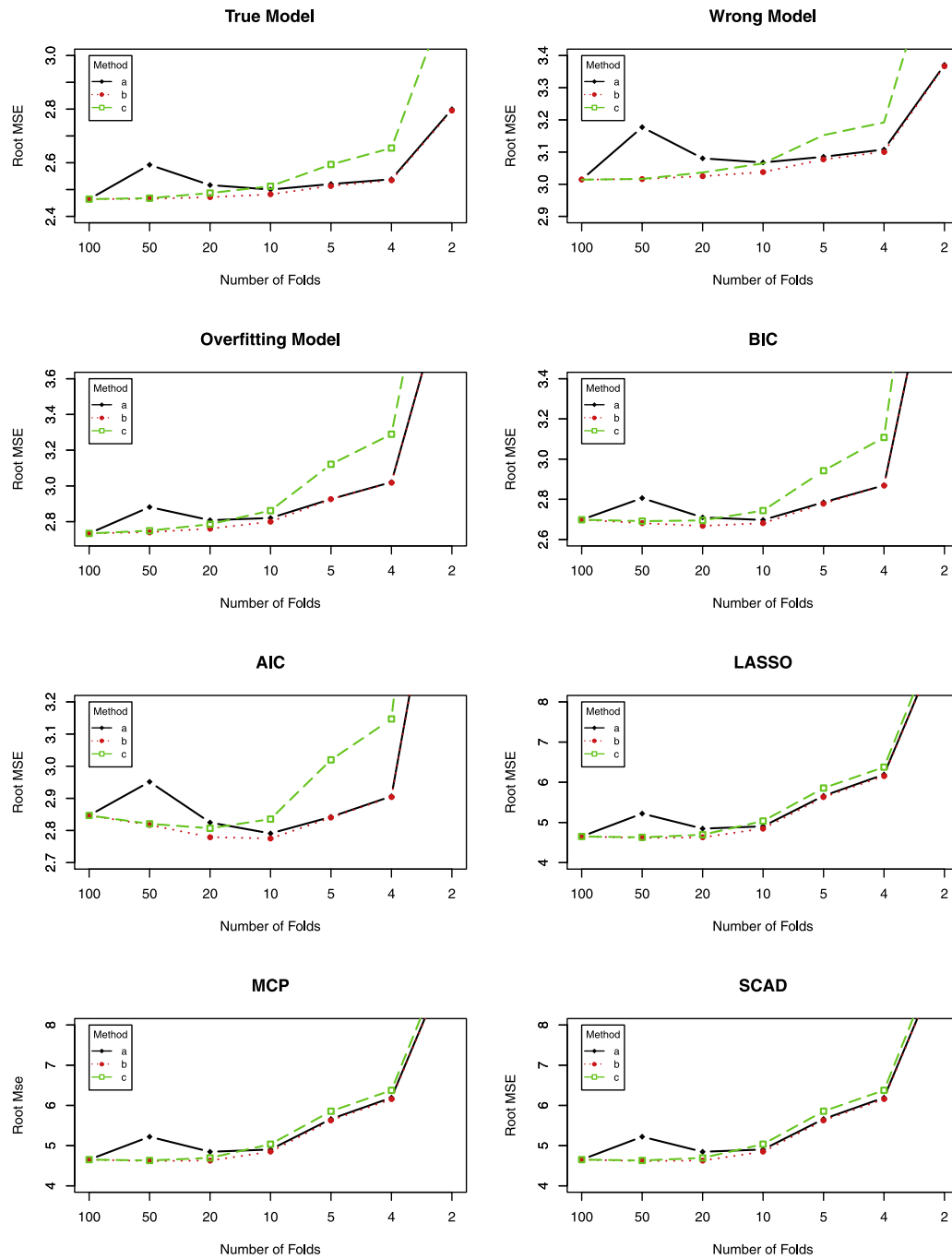


Fig. 4. $n = 100$, $q_n = 4$, $\sigma = 4$, $\beta_1 = \beta_2 = \beta_3 = \beta_4 = 2$ and $p_n = 1000$ for LASSO, SCAD and MCP; $p_n = 10$ for other methods. a: delete- (n/k) repeat S ; b: k -fold repeat (S/k) ; c: Single k -fold ($S = 100$ for LASSO, SCAD and MCP, $S = 500$ for other methods).

often has the smallest variability. We have also demonstrated that for highly unstable procedures (e.g., LASSO with p_n much larger than n), the 10-fold or 5-fold CVs, while reducing variability, can have significantly larger MSE than LOO due to even worse bias increase.

Overall, from Figs. 3–4, LOO and repeated 50- and 20-fold CVs are the best here, 10-fold is significantly worse, and $k \leq 5$ is clearly poor. For predictive performance estimation, we tend to believe that LOO is typically the best or among the best for a fixed model or a very stable modeling procedure (such as BIC in our context) in both bias and variance, or quite close to the best in MSE for a more unstable procedure (such as AIC or even LASSO with $p_n \gg n$). While 10-fold CV (with repetitions) certainly can be the best sometimes, but more frequently, it is in an awkward position:

it is riskier than LOO (due to the bias problem) for prediction error estimation and it is usually worse than delete- $n/2$ CV for identifying the best candidate.

Not surprisingly, k -fold CV is an efficient way to use the data when compared to randomly remove n/k observations k times. However, the k -fold CV is known to be often unstable. We agree with Krstajic et al. (2014) that given k , the repeated k -fold CV (even repeating just 10 or 20 times) seems most promising for prediction error estimation.

In this work, we have considered both the averaging- and voting-based CVs, i.e., CV_a and CV_v . Our numerical comparisons of the two tend to suggest that with the number of data splittings suitably large, they perform very similarly, with CV_a slightly better occasionally in risk of estimating the regression function.

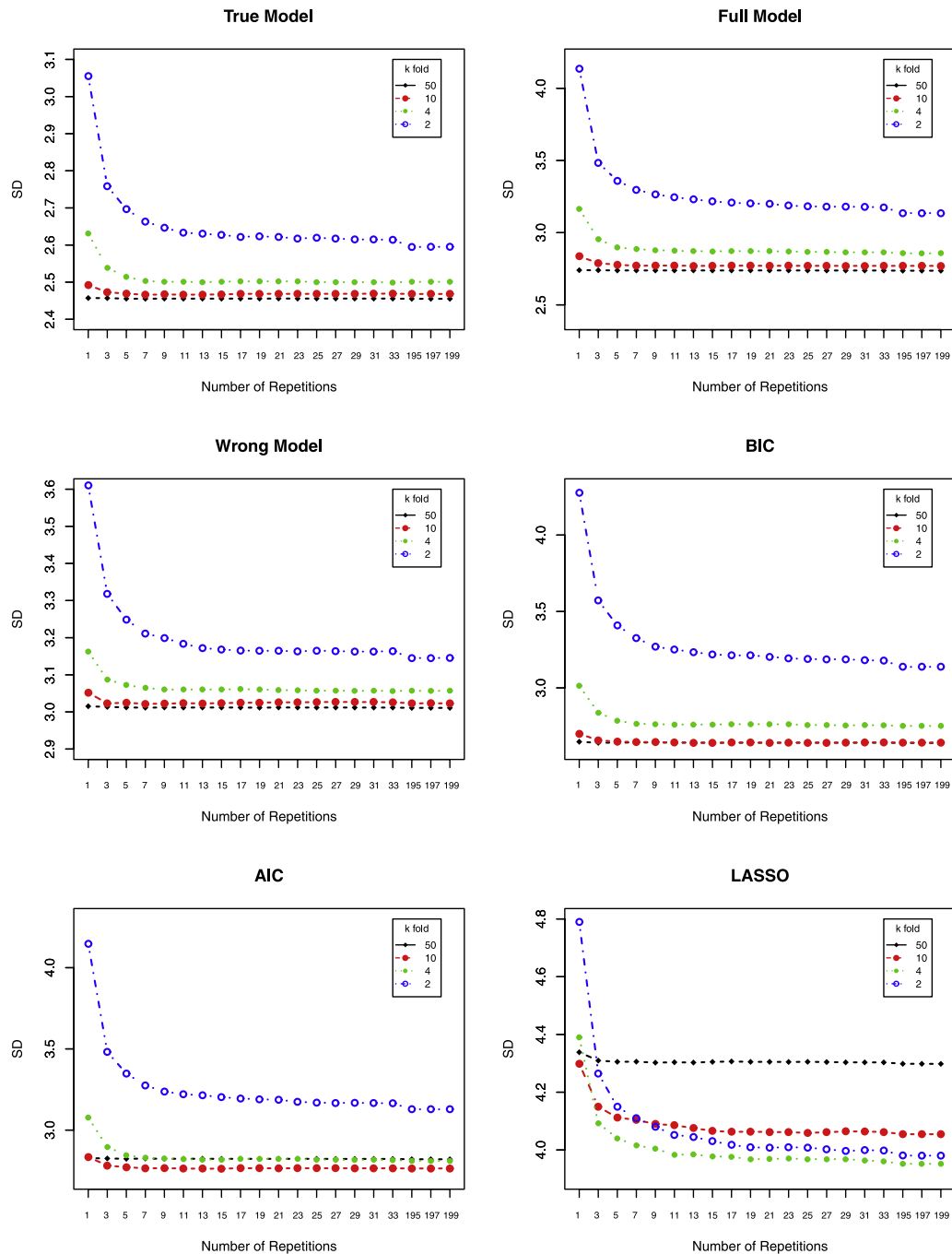


Fig. 5. Effect of the number of repetitions on variability of CV errors with $n = 100$, $q_n = 4$, $\sigma = 4$, $\beta_1 = \beta_2 = \beta_3 = \beta_4 = 2$ and $p_n = 1000$ for LASSO; $p_n = 10$ for other methods.

It is clear that the best CV depends on the goal of the usage and even with the same objective, it may require different data splitting ratios in accordance with the nature of the target regression function, the noise level, the sample size and the candidate estimators. Thus efforts should be put on the understanding of the best version of CV for different scenarios, as we have done in this work for the specific problem of consistent selection of a candidate modeling procedure. We have focused on the squared L_2 loss under homoscedastic errors. It remains to be seen how other choices of loss and heteroscedasticity affect the performance of CV.

For consistently identifying the best candidate model and modeling procedure by CV, the evaluation part has to be sufficiently large, the larger the better as long as the ranking of the candidates

in terms of risk at the reduced sample size of the training part stays the same as that under the full sample size (which demands the training sample size to be not too small). The benefits of having a large portion for evaluation are two-fold: (1) more observations for evaluation provide better capability to distinguish the close competitors; (2) the fewer observations in the training part make the accuracy difference between the close competitors magnified and the difference becomes easier to detect even with the same amount of evaluation data.

With more and more model selection methods being proposed especially for high-dimensional data, we advocate the use of cross-validation to choose the best for understanding/interpretation or efficient prediction.

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Appendix. Proofs

Proof of Theorem 1 and Corollary 3.1. We apply Theorem 2 to prove the results (note that the parts for CV_b in Theorem 1 and Corollary 3.1 can be proved by applying Theorem 2 of Yang (2007b) directly with $\xi_n = 1$). The main task is to verify the conditions required for that theorem, which is done below. Note that since the true regression function is fixed, ξ_n can be taken to be just 1.

We first show that Condition 2 holds. Note that by Assumption 1, when the true model is not in the list of the candidate models, $\hat{\mu}_{n,BIC}$ is worse than $\hat{\mu}_{n,AIC}$. We next show that under the given conditions, when the true model is among the candidates, $\hat{\mu}_{n,AIC}$ is worse than $\hat{\mu}_{n,BIC}$.

Suppose the true model is m^* and it is among the candidates. Then $P(\hat{m}_{n,BIC} = m^*) \rightarrow 1$ as $n \rightarrow \infty$ by Assumption 1. Note that $L_2(\mu, \hat{\mu}_{n,m^*}) = \sum_{j=0}^{m^*} (\hat{\alpha}_j - \alpha_j)^2$ and $L_2(\mu, \hat{\mu}_{n,AIC}) = \sum_{j=0}^{\hat{m}_n} (\hat{\alpha}_j - \alpha_j)^2 + E_{\hat{m}_n}$, where \hat{m}_n equals $\hat{m}_{n,AIC}$ when AIC and BIC select different models and equals $\hat{m}_{n,AIC} + 1$ otherwise. From above, with probability going to 1, we have $L_2(\mu, \hat{\mu}_{n,AIC}) = \sum_{j=0}^{\hat{m}_n} (\hat{\alpha}_j - \alpha_j)^2 \geq \sum_{j=0}^{m^*+1} (\hat{\alpha}_j - \alpha_j)^2$, and $L_2(\mu, \hat{\mu}_{n,BIC}) = \sum_{j=0}^{m^*} (\hat{\alpha}_j - \alpha_j)^2$ (again with probability going to 1). Recall that $\hat{\alpha}_j = \frac{1}{n} \sum_{i=1}^n Y_i \varphi_j(X_i)$. By the central limit theorem, for a given $j \geq m^* + 1$, $\sqrt{n} \hat{\alpha}_j$ asymptotically has a non-degenerate normal distribution with mean zero and thus is bounded away from zero in probability. Consequently $n(\hat{\alpha}_{m^*+1})^2$ is bounded away from 0 in probability. Together with that $L_2(\mu, \hat{\mu}_{n,BIC})$ converges to zero at order $1/n$ in probability and that

$$\frac{L_2(\mu, \hat{\mu}_{n,AIC})}{L_2(\mu, \hat{\mu}_{n,BIC})} \geq 1 + \frac{n(\hat{\alpha}_{m^*+1})^2}{nL_2(\mu, \hat{\mu}_{n,BIC})},$$

it follows that $\hat{\mu}_{n,BIC}$ is asymptotically better than $\hat{\mu}_{n,AIC}$ according to Definition 1 with $\xi_n = 1$ (or Definition 1 of Yang, 2007b).

Now we show Condition 3 is satisfied, i.e., the ratio $\|\mu - \hat{\mu}_n\|_4 / \|\mu - \hat{\mu}_n\|_2$ is properly bounded. Consider the model m_n . For $\hat{\mu}_{n,m_n}$, we have $\|\mu - \hat{\mu}_{n,m_n}\|_4^4 = \int_0^1 \left(\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j(x) - \sum_{j=m_n+1}^{\infty} \alpha_j \varphi_j(x) \right)^4 dx \leq 8 \left(\int_0^1 \left(\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j(x) \right)^4 dx + \int_0^1 \left(\sum_{j=m_n+1}^{\infty} \alpha_j \varphi_j(x) \right)^4 dx \right)$. Now

$$\begin{aligned} \sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j(x) &= \frac{1}{n} \sum_{i=1}^n \left(\sum_{j=0}^{m_n} \mu(X_i) \varphi_j(X_i) \varphi_j(x) - \alpha_j \varphi_j(x) \right) \\ &\quad + \frac{1}{n} \sum_{i=1}^n \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right). \end{aligned}$$

Consequently,

$$\begin{aligned} E \int_0^1 \left(\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j(x) \right)^4 dx &= \int_0^1 E \left(\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j(x) \right)^4 dx \\ &\leq 8 \left(\int_0^1 E \left(\frac{1}{n} \sum_{i=1}^n \left(\sum_{j=0}^{m_n} \mu(X_i) \varphi_j(X_i) \varphi_j(x) - \alpha_j \varphi_j(x) \right) \right)^4 dx \right. \\ &\quad \left. + \int_0^1 E \left(\frac{1}{n} \sum_{i=1}^n \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right) \right)^4 dx \right). \end{aligned}$$

Applying Rosenthal's inequality ((Rosenthal, 1970), see also (Härdle et al., 1998)), we have that for a constant $c > 0$,

$$\begin{aligned} E \left(\sum_{i=1}^n \left(\sum_{j=0}^{m_n} \mu(X_i) \varphi_j(X_i) \varphi_j(x) - \alpha_j \varphi_j(x) \right) \right)^4 &\leq c \left(n E \left(\sum_{j=0}^{m_n} \mu(X_1) \varphi_j(X_1) \varphi_j(x) - \alpha_j \varphi_j(x) \right)^2 \right. \\ &\quad \left. + \left(n E \left(\sum_{j=0}^{m_n} \mu(X_1) \varphi_j(X_1) \varphi_j(x) - \alpha_j \varphi_j(x) \right)^2 \right)^2 \right), \\ E \left(\sum_{i=1}^n \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right) \right)^4 &\leq c \left(\sum_{i=1}^n E \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right)^4 + \left(\sum_{i=1}^n E \left[\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right]^2 \right)^2 \right). \end{aligned}$$

Under the assumption that $E \varepsilon_i^4 \leq \bar{\sigma}^4$ and since $|\varphi_j(x)| \leq A = \sqrt{2}$, we have

$$\begin{aligned} \int_0^1 E \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right)^4 dx &= \int_0^1 E \left(\sum_{i_1=0}^{m_n} \sum_{i_2=0}^{m_n} \sum_{i_3=0}^{m_n} \sum_{i_4=0}^{m_n} \varepsilon_{i_1}^4 \varphi_{i_1}(X_i) \varphi_{i_2}(X_i) \varphi_{i_3}(X_i) \varphi_{i_4}(X_i) \right. \\ &\quad \left. \times \varphi_{i_1}(x) \varphi_{i_2}(x) \varphi_{i_3}(x) \varphi_{i_4}(x) \right) dx \\ &= \sum_{i_1=0}^{m_n} \sum_{i_2=0}^{m_n} \sum_{i_3=0}^{m_n} \sum_{i_4=0}^{m_n} E \left(\varepsilon_{i_1}^4 \varphi_{i_1}(X_i) \varphi_{i_2}(X_i) \varphi_{i_3}(X_i) \varphi_{i_4}(X_i) \right) \\ &\quad \times \int_0^1 \varphi_{i_1}(x) \varphi_{i_2}(x) \varphi_{i_3}(x) \varphi_{i_4}(x) dx. \end{aligned}$$

Note that $|\varphi_{i_1}(X_i) \varphi_{i_2}(X_i) \varphi_{i_3}(X_i) \varphi_{i_4}(X_i)| \leq A^4$ and $|\int_0^1 \varphi_{i_1}(x) \varphi_{i_2}(x) \varphi_{i_3}(x) \varphi_{i_4}(x) dx| \leq A^4$. For the trigonometric basis, out of $(m_n + 1)^4$ terms, $\int_0^1 \varphi_{i_1}(x) \varphi_{i_2}(x) \varphi_{i_3}(x) \varphi_{i_4}(x) dx$ is nonzero for $O(m_n^3)$ many choices. In fact, based on elementary calculations, $\int_0^1 \varphi_{i_1}(x) \varphi_{i_2}(x) \varphi_{i_3}(x) \varphi_{i_4}(x) dx$ is nonzero only when $q_{i_1} - q_{i_2} = q_{i_3} - q_{i_4}$ or $q_{i_1} - q_{i_2} = q_{i_4} - q_{i_3}$ or $q_{i_1} + q_{i_2} = q_{i_3} + q_{i_4}$, where $q_{i_1}, q_{i_2}, q_{i_3}$, and q_{i_4} are the frequencies of the basis functions $\varphi_{i_1}(x), \varphi_{i_2}(x), \varphi_{i_3}(x), \varphi_{i_4}(x)$ respectively. Hence the claim holds. Consequently $\int_0^1 E \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right)^4 dx = O(m_n^3)$. By orthogonality of the basis functions, we have

$$\begin{aligned} \int_0^1 E \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right)^2 dx &= E \int_0^1 \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right)^2 dx \\ &= E \left(\sum_{j=0}^{m_n} \varepsilon_i^2 (\varphi_j(X_i))^2 \right) \\ &\leq A^2 (m_n + 1) \sigma^2. \end{aligned}$$

Thus

$$\begin{aligned} \int_0^1 E \left(\frac{1}{n} \sum_{i=1}^n \left(\sum_{j=0}^{m_n} \varepsilon_i \varphi_j(X_i) \varphi_j(x) \right) \right)^4 dx &\leq \frac{\tilde{c}}{n^4} (nm_n^3 + n^2 m_n^2) = O\left(\frac{m_n^2}{n^2}\right), \end{aligned}$$

where the last expression holds because $m_n \leq n$. Similarly, we can show

$$E\left(\sum_{i=1}^n \left(\sum_{j=0}^{m_n} \mu(X_i) \varphi_j(X_i) \varphi_j(x) - \alpha_j \varphi_j(x)\right)\right)^4 = O(n^2 m_n^2)$$

under the assumption that μ is bounded. It follows that

$$E \int_0^1 \left(\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j(x)\right)^4 dx = O\left(\frac{m_n^2}{n^2}\right).$$

It is easily seen that $\|\mu - \hat{\mu}_{n,m_n}\|_2^2$ is of order $\frac{(m_n+1)\sigma^2}{n} + \sum_{i=m_n+1}^{\infty} \alpha_i^2$. Together with the assumption on the L_4 and L_2 approximation errors of μ , we have $\|\mu - \hat{\mu}_{n,m_n}\|_4 / \|\mu - \hat{\mu}_{n,m_n}\|_2 = O_p(1)$. Now when m_n is the model selected by AIC or BIC, the above analysis also applies. This verifies Condition 3 for the AIC and BIC estimators with $D_n = 1$.

It remains to show Condition 1 is satisfied. Under the assumption that μ has at least one derivative, the optimal rate of convergence under the squared L_2 loss is no slower than $n^{-2/3}$, and the size of the model selected by AIC or BIC is no greater than order $n^{1/2}$, we have $\|\mu_n - \hat{\mu}_{n,m_n}\|_{\infty} \leq \|\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j\|_{\infty} + \|\sum_{i=m_n+1}^{\infty} \alpha_i \varphi_i\|_{\infty}$. For the trigonometric series, relating the L_{∞} and L_2 distances (see, e.g., Barron and Sheu, 1991, Equation (7.6)), we have $\|\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j\|_{\infty} \leq 2\sqrt{m_n} \|\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j) \varphi_j\|_2 = 2\sqrt{m_n} \sqrt{\sum_{j=0}^{m_n} (\hat{\alpha}_j - \alpha_j)^2} = O_p\left(\frac{\sqrt{m_n m_n}}{\sqrt{n}}\right)$. With m_n of order no larger than \sqrt{n} , we have that $\|\mu_n - \hat{\mu}_{n,m_n}\|_{\infty} = O_p(1)$. Thus Condition 1 is verified for the AIC and BIC estimators. This completes the proof of Theorem 1. Corollary 1 follows readily.

Proof of Theorem 2. Suppose δ^* is the best procedure. Let π denote a permutation of the order of the observations and let W_{π} be the indicator that δ^* is selected by CV with the data splitting associated with the permutation π . Let Π denote a collection of random permutations. Note that δ^* is finally selected with probability going to 1 if

$$\frac{1}{|\Pi|} \sum_{\pi \in \Pi} W_{\pi} \rightarrow 1 \text{ in probability.}$$

Thus to prove the theorem, it suffices to show that for each permutation π , we have $EW_{\pi} \rightarrow 1$ (as $n \rightarrow \infty$) or equivalently $W_{\pi} \rightarrow 1$ in probability. Since we only have a finite number of modeling procedures in competition, to show $W_{\pi} \rightarrow 1$ in probability, it is sufficient to prove that with probability approaching 1, δ^* has smaller predictive mean squared error than each of the other procedures. With the above argument, the core of the proof is put into the same context as that in Theorem 1 of Yang (2007b).

Although the new definition of one estimator being better is more general than that given in Yang (2007b), the argument in the proof of Theorem 1 there can be directly extended for the now more general situation. To save space, we skip the details.

Now we prove the result for $CV_a(\delta; \delta)$. From above, for each $s \in \mathcal{S}$, for any $\delta \neq \delta^*$, we have

$$P\left(CV(\delta^*; I_v(s)) \geq CV(\delta; I_v(s))\right) \rightarrow 0.$$

Since

$$\{CV_a(\delta^*; \delta) \geq CV_a(\delta; \delta)\} \subset \cup_{s \in \mathcal{S}} \{CV(\delta^*; I_v(s)) \geq CV(\delta; I_v(s))\},$$

we have

$$\begin{aligned} P(CV_a(\delta^*; \delta) \geq CV_a(\delta; \delta)) \\ \leq \sum_{s \in \mathcal{S}} P\left(CV(\delta^*; I_v(s)) \geq CV(\delta; I_v(s))\right). \end{aligned}$$

With $|\mathcal{S}|$ uniformly bounded, we conclude that δ^* is selected with probability going to 1. The proof is complete.

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