STEP BY STEP FOR POSTERIOR SIMULATIONS

- 1. Extract the **posterior samples** for the parameters a, b, σ from the fitted model.
- 2. For each set of parameter values (a_i, b_i, σ_i) :
- Compute the predicted outcome: $y_{pred} = a + bx$.
- Add random noise to y_{pred} , where the noise is drawn from a normal distribution with mean 0 and standard deviation σ_i . This gives the synthetic data y_{sim} .
- 3. Compare the synthetic data y_{sim} to the observed data y.
- Compute summary statistics (e.g., mean, variance, quantiles) for both y_{sim} and y.
- If the summary statistics are similar for y_{sim} and y, this suggests that the model is a good fit to the data.
- 4. Repeat steps 2-3 for all sets of parameter values to get a distribution of summary statistics for the synthetic data.
- 5. Compare the distribution of summary statistics for the synthetic data to the corresponding summary statistics for the observed data. If they are similar, this suggests that the model is a good fit to the data. If they are not similar, this suggests that the model may need to be improved.

POSTERIOR SIMULATIONS



