

Use may use a calculator and the given information sheet(s). Books and other notes (in any form) are not allowed. Round final answers to 3 decimal places. Show your set-up and work. Good Luck!

normalcdf(L, R, μ, σ)      invNorm(A<sub>L</sub>, μ, σ)      tcdf(L, R, df)      invT(A<sub>L</sub>, df)

Chapter 7:

$\hat{p} - E < p < \hat{p} + E$  where  $E = z_{\alpha/2} \sqrt{\frac{\hat{p}\hat{q}}{n}}$        $\frac{(n-1)s^2}{\chi_R^2} < \sigma^2 < \frac{(n-1)s^2}{\chi_L^2}$

$\bar{x} - E < \mu < \bar{x} + E$  where  $E = t_{\alpha/2} \frac{s}{\sqrt{n}}$        $\sqrt{\frac{(n-1)s^2}{\chi_R^2}} < \sigma < \sqrt{\frac{(n-1)s^2}{\chi_L^2}}$

Chapter 8: Test Statistics

proportion:  $z = \frac{\hat{p} - p}{\sqrt{\frac{pq}{n}}}$        $\hat{p} = \frac{x}{n}$       mean:  $t = \frac{\bar{x} - \mu}{s/\sqrt{n}}$       standard deviation or variance:  $\chi^2 = \frac{(n-1)s^2}{\sigma^2}$

1. (7 pts) The mean weight of glass discarded in one week by 8 randomly selected households is 3.84 lbs with a standard deviation of 2.46 lbs. Construct a 95% confidence interval for the standard deviation by

(a). Determining the critical values  $\chi_L^2$  and  $\chi_R^2$ .

[Clearly indicate which one is  $\chi_L^2$  and  $\chi_R^2$ .]

$n = 8 \Rightarrow df = 7$       Table A4  
 $1 - \alpha = .95$   
 $\alpha = .05$   
 $\frac{\alpha}{2} = .025$

$\chi_L^2 = 1.690$   
 $\chi_R^2 = 16.013$

Version B 90% CI  
 $1 - \alpha = .90$   
 $\alpha = .10$   
 $\frac{\alpha}{2} = .05$

TABLE A4:  $\chi_L^2 = 2.167$        $\chi_R^2 = 14.067$

(b). Then constructing the confidence interval using the appropriate formulas.

$$\sqrt{\frac{(n-1)s^2}{\chi_R^2}} < \sigma < \sqrt{\frac{(n-1)s^2}{\chi_L^2}}$$

$$\sqrt{\frac{(7)(2.46)^2}{16.013}} < \sigma < \sqrt{\frac{7(2.46)^2}{1.690}}$$

$1.626 < \sigma < 5.007$

Version B

$$\sqrt{\frac{(n-1)s^2}{\chi_R^2}} < \sigma < \sqrt{\frac{(n-1)s^2}{\chi_L^2}}$$

$$\sqrt{\frac{7(2.46)^2}{14.067}} < \sigma < \sqrt{\frac{7(2.46)^2}{2.167}}$$

$1.735 < \sigma < 4.421$

2. (8 pts) A survey showed that among 785 randomly selected subjects who completed four years of college, 18.3% smoke (based on data from the American Medical Association). Use a 0.01 significance level to test the claim that the proportion of those who smoke among people with four years of college is less than the 27% for the general population. [Use the critical value method.]

1. Original claim in symbolic form:  $p < .27$
2. Competing idea (complement) in symbolic form:  $p \geq .27$
3.  $H_0: p = .27$   
 $H_1: p < .27$  (Left-Tail Test)
4.  $\alpha = .01$
5. Formula for the test statistic:

Version B  
 step 4.  $\alpha = .05$

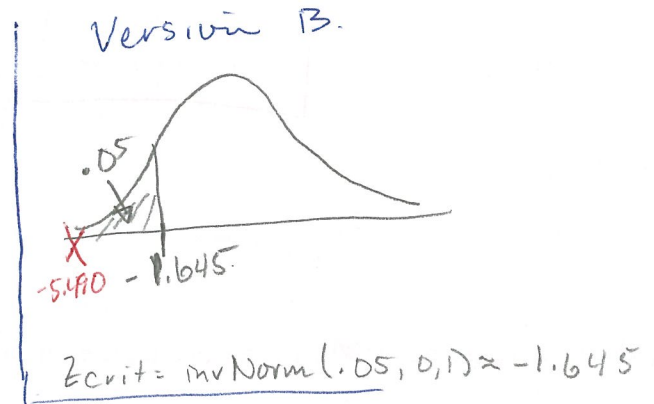
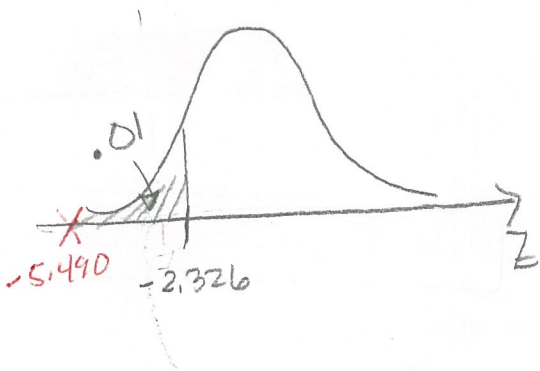
$$Z = \frac{\hat{p} - p}{\sqrt{\frac{pq}{n}}}$$

$\hat{p} = .183$   
 $p = .27$   
 $q = .73$   
 $n = 785$

6. Observed value of the test statistic with calculations:

$$Z = \frac{.183 - .27}{\sqrt{\frac{(.27)(.73)}{785}}} \approx -5.490$$

Graph showing the critical value(s), critical region, and the observed value of the test statistic:



Critical value(s):  $Z_{crit} = \text{invNorm}(.01, 0, 1) \approx -2.326$   
optional

7. Circle one:  Reject  $H_0$      Fail to reject  $H_0$

8. Wording of the final conclusion in simple, nontechnical terms, addressing the original claim.

There is sufficient evidence to support the claim that the proportion of those who smoke among people w/ 4 years of college is less than 27%.