

Intro to Hypothesis Testing: Test Statistics

Def: Hypothesis Test
A procedure for testing a claim about a population

Confidence Levels $1 - \alpha$	Significance Levels (Alpha) α
0.90	0.10
<u>0.95</u>	<u>0.05</u>
0.99	0.01

most common

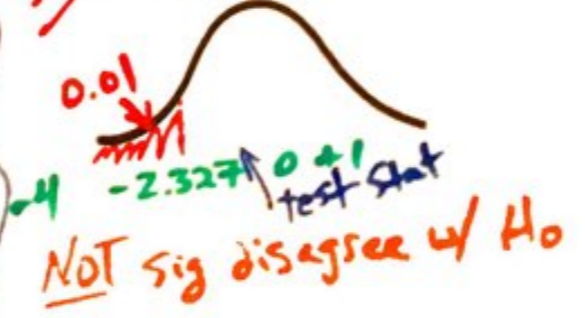
Def: Null Hypothesis
A statement about the population that involves equality, no change, no effect or no relationship H_0

Ex 1 Two-Tailed T-test
T-test stat = +2.571
Sig Level: $\alpha = 0.05$
degrees freedom = 29
Critical values = ± 2.045



Def: Test Statistic
A number calculated to determine if Sample data (Sample Statistic) Significantly disagrees with Null hypothesis H_0 .

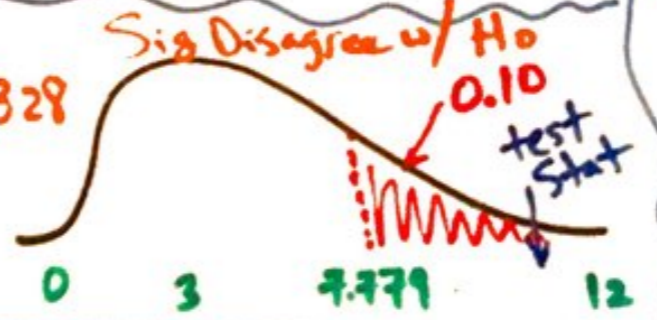
Ex 2: Left Tailed
z-test stat = -1.173
Sig Level $\alpha = 0.01$
Critical = -2.327



- Common Test Statistics
- Z: # Standard errors for 1 or 2-pop proportion
 - T: # Standard errors for 1 or 2-pop mean Ave or correlation
 - χ^2 : Goodness of Fit Categorical Association
 - F: ANOVA

Sampling Variability \Rightarrow Random Sample Stats will usually disagree with H_0 , even if H_0 was correct!
"Random Chance"

Ex 3: Right Tailed
 χ^2 test Stat = +11.328
df = 4 sig level $\alpha = 0.10$
C.V. = 7.779



Tail Rule
If the test statistic falls in a tail determined by the critical value and significance level then the Sample data significantly disagrees with the Null Hypothesis