

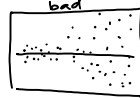
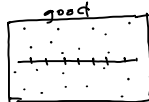
15.1 Inference for Linear Regression

- Is there really a linear relationship?
- What is the true slope?

$\hat{y} = a + bx$ → used to estimate $y = \alpha + \beta x$
 (predicted) (statistics from sample) (parameters true values)

Conditions

- Linear (actual relationship linear)
 - check scatterplot for linear shape
 - no pattern in residual plot
- Independent (is each observation indep. of another?)
 - If sampling without replacement, use the 10% rule
- Normal (for all x's, y varies normally)
 - make stemplot, histogram, dot plot, or normal probability plot of residuals and check for no strong skewness or outliers
- Equal Variance (st. dev. of y is the same for all x's)
 - scatter of residuals should be about the same for each x.



Random

* Don't overreact to minor violations