Ch3:V1 210 UECOTS WARKED Statistics Literacy For Decision Makers

Chapter 3: Measurements

by Milo Schield

Half-Day Workshop USCOTS May 16, 2019 www.StatLit.org/pdf/2019-Schield-USCOTS-Slides3.pdf







Mean, median, mode: Alphabetically. Why?

5

Ch3: V1

Suppose that house prices in your town have a positive near-symmetric distribution Suppose Bill and Melinda Gates move to your town. They built two Mac-Mansions. How does that change the mode, median and mean of the original distribution? Mode? Median? Mean? Most relevant in the short run? In the long-run?

Issues:

- Mean is more sensitive to outliers. Yet statisticians prefer the mean. Why?
- 2. Omit measure: City1 income more than City2.
- 3. Omit characteristic: Midtown is a median city.
- 4. Assume the mean exists. 1.8 kids per family.
- 5. Ambiguity in specifying the group

Ch3: V1

6

c	Ch3: V1 2019	USCOTS	3 Worksho	^{op} 7					
Controlling Confounding: Control Of									
CONTROL OF CONFOUNDERS									
Physical Control (Grade = Quality)									
Exp	periment		Observational Stu						
A+	Scientific		С	Longitudinal					
A-	Random Assign		D	Cross-sectional					
В	Quasi-Exper		F	Anecdotal story					











Ch3: V1 2019 USCOTS Workshop									
Crude Ratio Associations									
It's the Mix!!!									
Ratio associations can be still be confounded. Averages are ratios.									
NAEP Math 8	Inter	net Access at	Home						
State	All	Yes	No						
Virginia (VA)	▲ 275	282	258						
Texas (TX)	273	▼ 285	▼ 260						
NAEP Math 8	Inter	met Access at	home						
State	A11	Yes	No						
Virginia (VA)	4 275 (100%)	282 (69%)	258 (31%)						
Texas (TX)	273 (100%)	285 (53%)	260 (47%)						

Simps	on' It'	s Pa	ara • M	ld Ii	lox:	Tin	ne
Verbal fl	at h			rr/		nnro	ved
SAT-Verbal		Scores		,1 (Di	stributi	on
Group	1981	2002*	Chg		1981	2002*	Points
White	519	527	+8		85%	65%	-20
Black	412	431	+19		9%	11%	+2
Asian	474	501	+27		3%	10%	+7
Mexican	438	446	+8		2%	4%	+2
Puerto Rican	437	455	+18		1%	3%	+2
Amer. Indian	471	479	+8		0%	1%	+1
ALT	504	504	0				

Ch3:V1 210 USCOTS WANNED 15 Will an Association Reverse? The Cornfield Conditions

After learning about Simpson's Paradox, one student said, "I'll never trust another statistic." This is cynicism: not a good outcome.

Not all confounders can reverse an association. Jerome Cornfield proved that a confounder association must be "bigger" than the observed.

Cornfield's conditions are one of the three biggest contributions of statistics to human knowledge.







The data shows that house prices increase by \$39,000 per bedroom. This is a crude association.

\$16,000 per bedroom if land is *controlled for*,

\$9,000 per bedroom after *accounting for* land and house size,

\$5,000 after *adjusting for* land, house size, and number of bathrooms.

20

22

TV for toddlers interferes with brain growth, says study:

19

21

Children under two should not be allowed to watch television because it increases their chances of suffering attention problems later in life, says an American study.

A study of 1,345 children found that each hour spent in front of the set every day increased the risks of attention deficit disorders by 10%.

U.S. journal, Pediatrics

Ch3: V1

Ch3: V1

Ch3: V1

Ch3: V1

Time to Double given Growth Rate

If a child's risk of Attention Deficit Disorder increases by 10% for every extra hour of watching TV, how many hours do they have to watch to double their risk?

Rule of 72*: Time to double = 72 / Rate

72 divided by 10% per hour = 7.2 hours

* Assuming compounding

How to Relate this to Math Colleagues

Don't talk about confounding or effect size. Talk about assumptions.

- What one controls for is an assumption.
- What one fails to control for is an assumption.

AAU&C Quantitative Literacy VALUE rubric:

Assumptions: Ability to make and evaluate important assumptions in estimation, modeling, and data analysis.

AAC&U Quantitative Literacy VALUE Rubric

Interpretation, Representation, Calculation, Application, Assumptions, and Communication

Assumptions: Ability to make and evaluate important assumptions in estimation, modeling, and data analysis.

www.statlit.org/pdf/2009QuantitativeLiteracyRubricAACU.pdf www.aacu.org/peerreivew/2014/summer/RealityCheck

Statistics Literacy For Decision Makers

Chapter 3: Measurements

by Milo Schield

Half-Day Workshop USCOTS May 16, 2019 www.StatLit.org/pdf/2019-Schield-USCOTS-Slides3.pdf

Measurements: Chapter 3 Outline

Distributions

Measures of center

Two-group comparisons of Means & Medians Two-variable co-variation Spread

Slope and simple regression

Stat Literacy: Study Statistics as Evidence in Arguments





In an asymmetric distribution, mean, median and mode typically align alphabetically with mean most sensitive to extremes. Why?



Mean, median, mode: Alphabetically. Why?

Suppose that house prices in your town have a positive near-symmetric distribution

- Suppose Bill and Melinda Gates move to your town. They built two Mac-Mansions.
- How does that change the mode, median and mean of the original distribution?
- Mode? Median? Mean?
- Most relevant in the short run? In the long-run?

Issues:

 Mean is more sensitive to outliers. Yet statisticians prefer the mean. Why?
 Omit measure: *City1 income more than City2*.
 Omit characteristic: *Midtown is a median city*.
 Assume the mean exists. *1.8 kids per family*.
 Ambiguity in specifying the group

Controlling Confounding: Control Of

	CONTROL OF CONFOUNDERS								
Physical Control (Grade = Quality)									
Experiment			Observational Study						
A+	Scientific		С	Longitudinal					
A-	Random Assign		D	Cross-sectional					
В	Quasi-Exper		F	Anecdotal story					

Controlling Confounding: Control For

CONTROLLING FOR CONFOUNDERS								
Take into account (mental)								
	Can do by hand			Calculator/Computer				
1	Select/Stratify		4	Linear Regression				
2	Form Ratios		5	Logistic Regression				
3	Standardize		6	Multivariate Regress				



Crude Associations

A **crude association** is an association in which nothing else has been taken into account. Less likely to get pregnant:

- Short young adults than tall.
- Adults that shave daily than those that don't
- Adults with long hair than those with short.

What one takes into account is an assumption. Teachers should say, "Check your assumptions."

Crude Association versus an Adjusted Association



Prison Expense: Crude vs Adjusted Associations

State	Total	# Inmates	Per Inmate	Total 🖌		Per Inmate
CA	\$2.9B	136K	\$21,385	50% more		25% less
NY	\$1.9B	69K	\$28,426		٧	7

State	Total	# Inmates	Per Inmate	Total 🖌	Per Inmate
MD	\$481M	21,623	\$22,245	3 times	Same
KS	\$159M	7,148	\$22,245		♦

State	Total	# Inmates	Per Inmate	Total 🖌		Per Inmate
MN	\$184M	4,865	\$37,825	260% more	4	12% more
ME	\$48M	1,424	\$33,711			

Crude Ratio Associations It's the Mix!!!

Ratio associations can be still be confounded. Averages are ratios.

NAEP Math 8	Internet Access at Home							
State	A11	Yes	No					
Virginia (VA)	▲ 275	282	258					
Texas (TX)	273	▼ 285	▼ 260					

NAEP Math 8	Internet Access at home						
State	A11	Yes	No				
Virginia (VA)	4 275 (100%)	282 (69%) 🔺	258 (31%)				
Texas (TX)	273 (100%)	285 (53%)	260 (47%)				

Simpson's Paradox: Time It's the Mix!!

SAT Verbal flat, but every group improved.

SAT-Verbal	Scores				Distribution			
Group	1981	2002*	Chg		1981	2002*	Points	
White	519	527	+8		85%	65%	-20	
Black	412	431	+19		9%	11%	+2	
Asian	474	501	+27		3%	10%	+7	
Mexican	438	446	+8		2%	4%	+2	
Puerto Rican	437	455	+18		1%	3%	+2	
Amer. Indian	471	479	+8		0%	1%	+1	
ALL	504	504	0					

Will an Association Reverse? The Cornfield Conditions

After learning about Simpson's Paradox, one student said, "I'll never trust another statistic." This is cynicism: not a good outcome.

Not all confounders can reverse an association. Jerome Cornfield proved that a confounder association must be "bigger" than the observed.

Cornfield's conditions are one of the three biggest contributions of statistics to human knowledge.



Regression Standardizes



Regression Standardizes An Example:

The data shows that house prices increase by \$39,000 per bedroom. This is a crude association.

\$16,000 per bedroom if land is *controlled for*,

\$9,000 per bedroom after *accounting for* land and house size,

\$5,000 after *adjusting for* land, house size, and number of bathrooms.

TV for toddlers interferes with brain growth, says study:

Children under two should not be allowed to watch television because it increases their chances of suffering attention problems later in life, says an American study.

A study of 1,345 children found that each hour spent in front of the set every day increased the risks of attention deficit disorders by 10%.

U.S. journal, Pediatrics

Time to Double given Growth Rate

If a child's risk of Attention Deficit Disorder increases by 10% for every extra hour of watching TV, how many hours do they have to watch to double their risk?

Rule of 72*: Time to double = 72 / Rate

72 divided by 10% per hour = 7.2 hours

* Assuming compounding

How to Relate this to Math Colleagues

Don't talk about confounding or effect size. Talk about assumptions.

- What one controls for is an assumption.
- What one fails to control for is an assumption.

AAU&C Quantitative Literacy VALUE rubric: Assumptions: Ability to make and evaluate important assumptions in estimation, modeling, and data analysis.

AAC&U Quantitative Literacy VALUE Rubric

Interpretation, Representation, Calculation, Application, **Assumptions**, and Communication

Assumptions: Ability to **make and evaluate** important assumptions in estimation, modeling, and data analysis.

www.statlit.org/pdf/2009QuantitativeLiteracyRubricAACU.pdf www.aacu.org/peerreivew/2014/summer/RealityCheck