

A job placement director claims that the average starting salary for nurses is \$24,000. A researcher questions this claim – she thinks the true mean is lower than that figure. She takes a random sample of 10 starting nurses, and gets the following data:

23,400	19,000	20,200	22,000	22,145
25,150	24,530	25,000	21,000	25,500

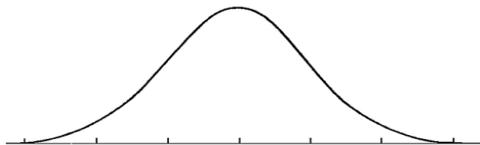
Is there enough evidence to reject the director’s claim at  $\alpha = 0.05$ ?

**Note:** Using my TI-83, I found a mean of \$22,792.50 and a standard deviation of \$2273.37.

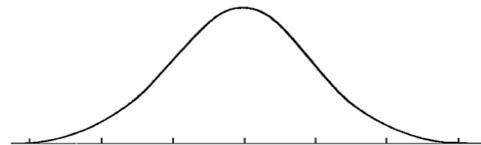
1. What is the population mean to be tested?

$\mu =$  the average \_\_\_\_\_ among \_\_\_\_\_

2. State the null hypothesis symbolically.
3. State the alternative hypothesis symbolically.
4. Find std error and draw the hypothetical  $\bar{x}$ -bar distribution based on  $H_0$  being true.



$\bar{x}$  distribution



$t$  distribution

5. Calculate the  $t$  test statistic. Draw on the above graph where our sample mean falls on the hypothetical  $\bar{x}$ -bar distribution. Draw where the  $t$  test statistic falls on the  $t$  distribution. Shade the latter picture appropriately for our  $H_a$  and find the  $P$ -value.

```
tcdf(start_shading_t, stop_shading_t, degrees_of_freedom)
```

6. Repeat finding  $t$  test statistic and  $P$ -value using the TTest on the TI calculator.
7. Do you reject the null hypothesis?
8. Write your conclusion in the context of the problem.

## Single Mean $t$ Hypothesis Test

## ANSWERS

A job placement director claims that the average starting salary for nurses is \$24,000. A researcher questions this claim – she thinks the true mean is lower than that figure. She takes a random sample of 10 starting nurses, and gets the following data:

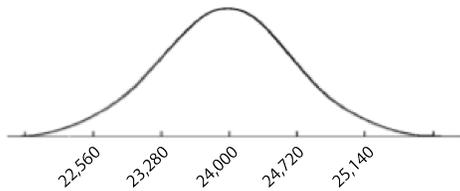
23,400	19,000	20,200	22,000	22,145
25,150	24,530	25,000	21,000	25,500

Is there enough evidence to reject the director's claim at  $\alpha = 0.05$ ?

**Note:** Using my TI-83, I found a mean of \$22,792.50 and a standard deviation of \$2273.37.

1. What is the population mean to be tested?  $\mu =$  the average starting salary among all nurses.
2. State the null hypothesis symbolically.  $H_0$  is " $\mu = 24000$ "
3. State the alternative hypothesis symbolically.  $H_a$  is " $\mu < 24000$ "
4. Find std error and draw the hypothetical  $\bar{x}$ -bar distribution based on  $H_0$  being true.

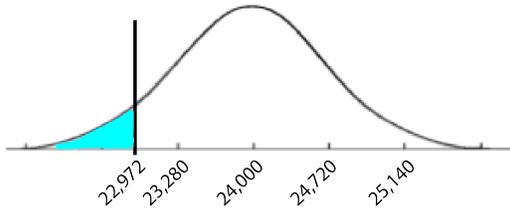
$$s.e. = \frac{\sigma}{\sqrt{n}} \approx \frac{s}{\sqrt{n}} = \frac{2273.37}{\sqrt{10}} \approx 718.90$$



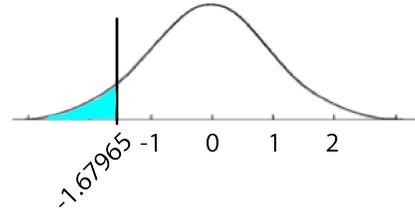
$\bar{x}$  distribution

5. Calculate the  $t$  test statistic. Draw on the above graph where our sample mean falls on the hypothetical  $\bar{x}$ -bar distribution. Draw where the  $t$  test statistic falls on the  $t$  distribution. Shade the latter picture appropriately for our  $H_a$  and find the  $P$ -value.

$$t = \frac{\text{observed} - \text{mean}}{\text{st.dev.}} = \frac{22792.50 - 24000}{718.90} \approx -1.67965$$



$\bar{x}$  distribution



$t$  distribution

$P\text{-value} = \text{tcdf}(-1000, -1.67965, 9) = 0.0637$ , which is **not** less than the significance level 0.05.

7. Do you reject the null hypothesis? No, the P-value (0.0637) is **not** small so we do **not** reject  $H_0$ .
8. Write your conclusion in the context of the problem. "There is not statistically significant evidence to conclude that the average starting salary of nurses is less than \$24000."