

## Conditions

Given a sample size of 65, with sample mean 726.2 and sample standard deviation 85.3, we perform the following hypothesis test.

$H_0 : \mu = 750$

$H_1 : \mu < 750$

What is the conclusion of the test at the  $\alpha = 0.10$  level? Explain your answer.

## Solution

This is the question for one-sampled t-criterion.

$$H_0: \mu_1 = 750$$

$$H_a: \mu_1 < 750$$

$$t = \frac{|\bar{x} - \mu|}{s_X / \sqrt{n}}$$

$$s_X^2 = \sum_{t=1}^n (X_t - \bar{X})^2 / (n - 1)$$

For this example:

$$t = 2.249493$$

The degrees of freedom:

$$k = 65 - 1 = 64$$

For these degrees of freedom the t-criteria value is:

$$1.997 - \text{for } \alpha=0.05$$

$$t = 2.249493 > 1.997$$

We can make a conclusion, that with probability 95%  $H_0$  is rejected,  $H_a$  – approved.