

Regression Diagnostics
COR1-GB.1305 – Statistics and Data Analysis

Linear Regression (Review)

- Here is the Minitab output that result from fitting a regression model to the housing data ($n = 18$). Some of the values have been replaced by question marks.

Analysis of Variance

Source	DF	Adj SS	Adj MS	F-Value	P-Value
Regression	?	1087557	????????	???????	??????
Size(100sqft)	?	????????	????????	???????	??????
Error	??	164431	?????		
Lack-of-Fit	??	????????	?????	?????	??????
Pure Error	?	??????	?????		
Total	??	1251988			

Model Summary

S	R-sq	R-sq(adj)	R-sq(pred)
101.375	86.87%	???????	???????

Coefficients

Term	Coef	SE Coef	T-Value	P-Value	VIF
Constant	182.3	62.4	2.92	0.010	
Size(100sqft)	44.95	4.37	10.29	0.000	?????

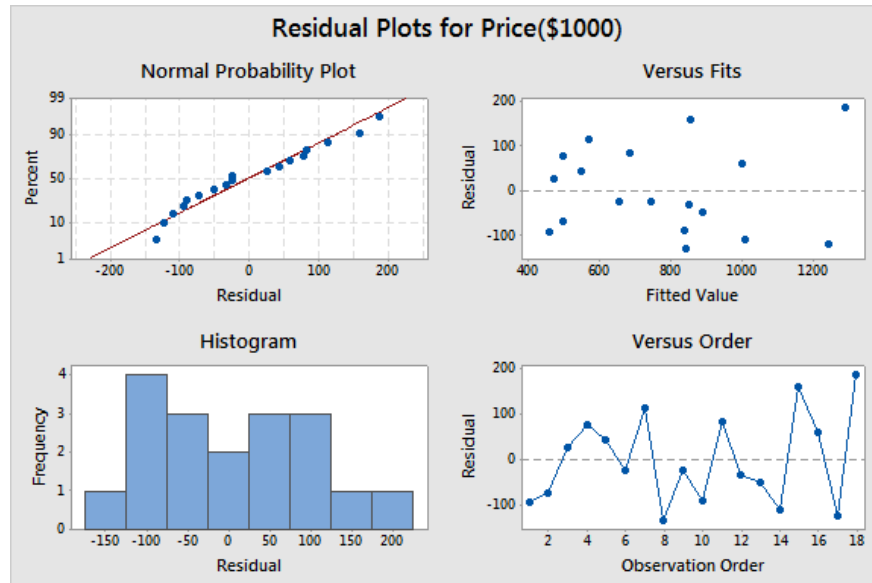
Regression Equation

$$\text{Price}(\$1000) = 182.3 + 44.95 \text{ Size}(100\text{sqft})$$

Explain the meanings and uses of all of the non-missing numbers in the regression output.

Model Assumptions

2. Here are plots of the residuals from the least squares fit to the housing data.



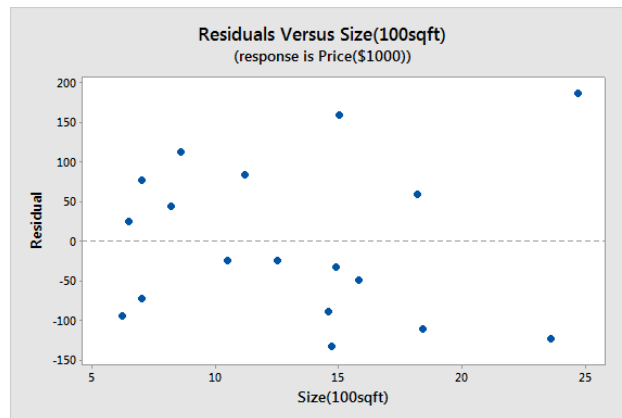
Do the plots indicate any potential violations in assumptions? Specifically, answer the following questions.

(a) Do the residual errors look approximately normal?

(b) Does the error variance look constant?

(c) Is there any apparent dependence in the residuals?

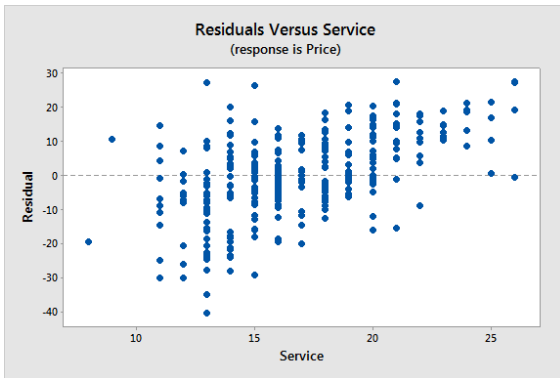
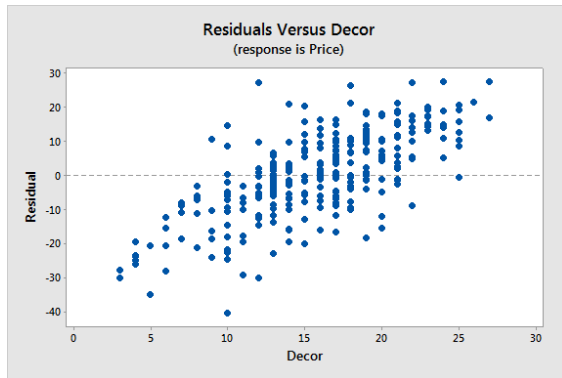
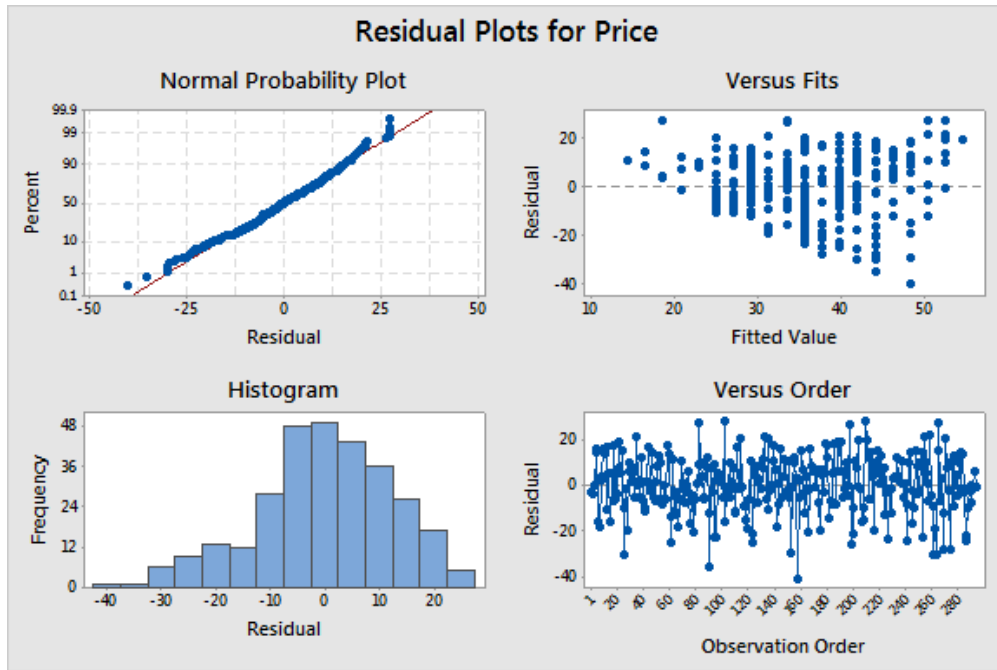
3. Here is a plot of the residuals versus Size (x).



(a) Why is this plot nearly identical to the plot of residuals versus fits?

(b) Does the plot of residuals versus fit always look like the plot of residuals versus x ?

4. Here are some plots of the residuals from the fit of Price to Food for the Zagat data:



Use the plots to assess whether or not the four regression assumptions hold.