Answer on Question #82837 – Math – Statistics and Probability

Question

A researcher claims that the dropout rate at local universities is more than 15%. Last year, 40 individuals from a random sample of 200 local university students withdrew. Is there enough evidence to reject the researcher's claim? Use α =0.05.

Solution

One-tailed binomial test:

 H_0 - the dropout rate p < 0.15

 H_1 - the dropout rate $p \ge 0.15$ (researcher's claim)

Find the p-value

$$P_{p=0.15}\left(X \ge 40\right) = P_{p=0.15}\left(\frac{X - 200p}{\sqrt{200p(1-p)}} \ge \frac{40 - 200p}{\sqrt{200p(1-p)}}\right) = P\left(z \ge \frac{40 - 200 \cdot 0.15}{\sqrt{200 \cdot 0.15 \cdot 0.85}}\right) = 1 - F\left(1.98\right) = 1 - 0.976 = 0.024$$

We used normal approximation of binomial distribution.

Since p-value is less than the critical level $\alpha = 0.05$ we reject the null hypothesis and accept the researcher's claim.