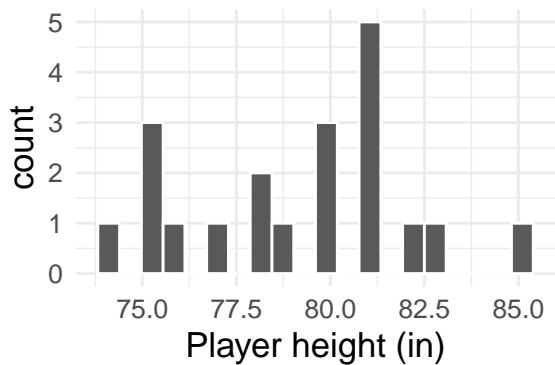


Central Limit Theorem

Sample means

Height example

The average height of all NBA players in the 2008-9 season is 79.21 inches, with a population standard deviation of 3.57 inches. We randomly sampled 20 of these players and recorded their heights, as shown.

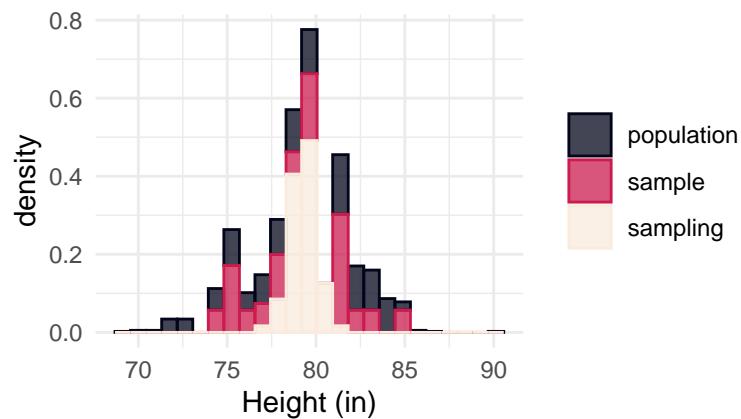


What is the sampling distribution of the sample mean heights?

Check conditions for CLT

Proceed if conditions met

Different distributions



Bank example

Customers are standing in line at a bank. Let X_i represent the service time for customer i .

- Suppose that the average service time for all customers is 5 minutes, with a standard deviation of 6 minutes.
- Assume that a bank currently has 36 customers in it, and all customers are independent of each other.
- *What is the probability that the average service time of all these customers is less than 4 minutes?*

Write down probability of interest

Check conditions for CLT

Proceed if conditions met

- What is the sampling distribution?
- What is the value of the probability of interest?

Sample proportions

M&Ms

Mars, Inc. is the company that makes M&M's. In 2008, Mars changed their color distribution to have 13% red candies.

Let \hat{p} represent the proportion of red M&M's in a random sample of n M&M's.

What is the sampling distribution of \hat{p} if we take a random sample of size:

n = 100

Check conditions

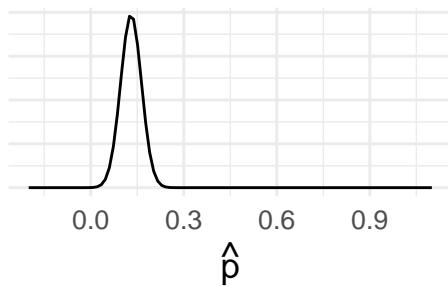
n = 10

Check conditions

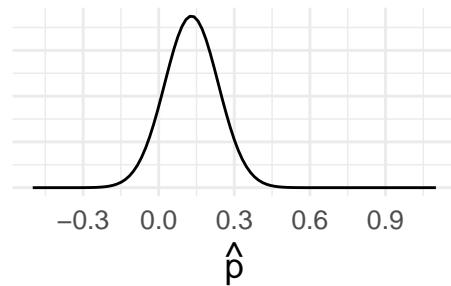
Proceed if conditions met

Proceed if conditions met

$N(0.13, 0.034)$



$N(0.13, 0.106)$



CLT-based CI for single proportion

point est. \pm critical value \times SE

Poll example

A poll of 100 randomly sampled registered voters in a town was conducted, asking voters if they support legalized marijuana. It was found that 60% of respondents were in support.

Find a 90% confidence interval for the true proportion of town residents in favor of legalized marijuana.

Check conditions for CLT

If conditions met

- What does CLT give us?
- Construct CI

Interpret the confidence interval in context!