Name:
MAT 222
Spring 2019
Homework 3
"Blackmail is such an ugly word. I prefer extortion. The ' $x$ ' makes it sound cool."

- Bender, Futurama

Problem: A education policy maker is interested in how NYS High School students performed on the SAT Mathematics portion. She decides to take a SRS of 400 students. In order to see if the mean SAT Mathematics score has increased from the mean score of 502 in 2009, she tests

$$
\left\{\begin{array}{l}
H_{0}: \mu=502 \\
H_{a}: \mu>502 .
\end{array}\right.
$$

Assuming the population standard deviation is $\sigma=100$ (based on information from the SAT Board), she decides to use a significance level of 0.01 that rejects $H_{0}$ if $\frac{\bar{x}-502}{100 / \sqrt{400}} \geq 2.326$, or equivalently if $\bar{x} \geq 513.63$.
(a) Find $P$ (Type I error).
(b) Find the probability of failing to reject the null hypothesis, if the null hypothesis is consistent with the data.
(c) Find the probability of a Type II error if $\mu=512$.
(d) Is this test sufficiently sensitive to detect an increase of 10 points in the population mean of the SAT Mathematics score?

