Good and Bad Graphs

- Example 1: Look at the graph comparing the interest rates of several lenders.
- What is the perception that the reader has initially?
- How well or poorly does this perception reflect the truth of the numerical comparison?

Types of Data

- Categorical Variables place individuals into one of several categories.
- *Quantitative* or *(Numerical) Variables* measure a characteristic of an individual with a (mathematically meaningful) number.
- It makes sense to add, or average, the values of a numerical variable.
- Variables measured on college applicants: SAT score, high school GPA, race, gender, number of AP courses taken.
- Which are categorical? Which are quantitative? (Clicker quiz next)

Variables measured on college applicants: SAT score, high school GPA, race, gender, number of AP courses taken. Which are categorical? Which are quantitative?

- A. *Categorical:* race, gender, number of AP courses taken. *Quantitative:* SAT score, high school GPA.
- B. *Categorical:* gender. *Quantitative:* race, SAT score, high school GPA, number of AP courses taken.
- C. *Categorical:* race, gender, high school GPA. *Quantitative:* SAT score, number of AP courses taken.
- D. *Categorical:* race, gender. *Quantitative:* SAT score, high school GPA, number of AP courses taken.

Data Tables

- A *data table* is often a reasonable way to summarize data, especially categorical data.
- A table is a non-graphical way to present the *distribution* of a variable.
- The *distribution* of a variable indicates two things: (1) What value(s) a variable can take, and (2) how often it takes those values.
- A value's *frequency* is a count of how many times it has occurred in a data set.
- A value's *relative frequency* is the proportion of times it has occurred in a data set.

An Example Data Table

 Table 1: Counts for students in an introductory statistics class, Summer 2002.

Year in School	Count	Percent
Freshman	18	41.9%
Sophomore	10	23.3%
Junior	6	14.0%
Senior	9	20.9%
Total	43	100%

Rates vs. Counts (Again)

- Previous table presents the *distribution* of the variable "Year in School."
- Note that rates may be more useful/informative in a data table than raw counts.
- Especially true when there are a huge number of individuals in the overall data set.
- When percentages in a table are rounded off, total percentage may not add to 100% due to *roundoff error*.
- Check previous table: 41.9 + 23.3 + 14.0 + 20.9 = ?

Pie Charts and Bar Graphs

- *Pie Charts* and *Bar Graphs* are common ways to present a graphical summary of *categorical* data.
- *Pie Charts* present proportions as wedges in a circle of various sizes.
- Visually we immediately see "pieces of a whole."
- *Bar graphs* present proportions as vertical bars of various heights.
- Easy to immediately compare categories to see which is biggest, smallest, etc.
- See example *Pie Chart* and *Bar Graph* for school-year data.

Notes and Cautions: Pie Charts and Bar Graphs

- *Pie Charts* and *Bar Graphs* are not appropriate for summarizing *quantitative* data (unless we define certain numerical classes for the data).
- Bar Graphs are easier to construct by hand than Pie Charts.
- These types of graphs are usually generated with the help of software.
- Bar Graphs can also graph data that are not part of a whole (see example with Tax Data for Countries).

More on Pie Charts and Bar Graphs

- From the help file of a statistical software package: "Pie charts are a very bad way of displaying information. The eye is good at judging linear measures and bad at judging relative areas."
- Based on empirical investigations of Cleveland (1985) and McGill as well as investigations by perceptual psychologists.
- Make sure the numerical axis of the bar graph is not misleading (recall Example 1!).

What type of variable's distribution could most easily be represented by a pie chart or bar graph?

- A. Height of basketball players
- **B. 100-meter dash time of sprinters**
- **C.** Party of members of Congress
- **D.** Weight of oranges

Pictograms and their Drawbacks

- *Pictograms* are like *Bar Graphs*, but use a picture rather than a simple bar to represent proportions.
- The width of the picture is often increased with the height so the pictures aren't distorted.
- Our eye perceives the whole area of the picture, rather than just the height.
- This makes comparing categories quite deceptive.
- See example showing building permit data.

Line Graphs

- Line Graphs show the pattern of variation of some variable over time.
- Time (in years? months? days? hours?) is always plotted on the horizontal axis.
- The value of the variable is plotted on the vertical axis.
- Look for overall pattern: Increasing trend? Decreasing trend? Constant trend?
- Look for times when the pattern shows *deviation* from the overall trend.
- Look for *seasonal variation*, especially common when data are plotted monthly or weekly (gas prices example).
- See example showing freshman percentage over several years.

If we plotted the annual proportion (over a couple of decades) of eligible citizens who voted on Election Day, what type of pattern would we likely see?

- A. Seasonal variation
- **B. Increasing trend**
- **C.** Decreasing trend
- **D.** Completely haphazard variation

More on Line Graphs

- Advanced statistical methods can adjust for (remove) seasonal variation from data.
- If a variable is known vary seasonally, it's more instructive to study the pattern *after removing* the seasonal variation.
- *Example:* Unemployment rate known to always rise in January. Why?
- Very important to use the *appropriate scales* for the axes.
- The appearance of line graphs can change greatly if the scales are changed.
- Could lead to deceptive conclusions.
- See Example: Data on unmarried couples.

What is another aspect of the unmarried couples plot that could use improvement?

- A. A different color should be used for each decade (1980s, 1990s, etc.)
- B. Couples (rather than thousands of couples) should be plotted on the vertical axis.
- C. Instead of the count of unmarried couples being plotted, a rate should be used to account for population changes.

More Graphs: Good, Not-so-good, Terrible

- Compare the two graphs (on page 204 of book) showing stock performances from 1970-2003
- What is top graph showing? What is bottom graph showing?
- Which shows the pattern of variation of stock prices better?
- Another Example: State and Local Property Taxes Graph
- How would you change the scales on these axes?

Good Graphical Practices

- Use *labels* and *legends* to say what variables are plotted, units, source of data, etc.
- Make the data stand out, not fancy artistic flourishes.
- Have the information reflect what the eye initially sees.
- Avoid cluttering the plot with needless visual elements.
- Be wary of misleading graphs that you may encounter!