

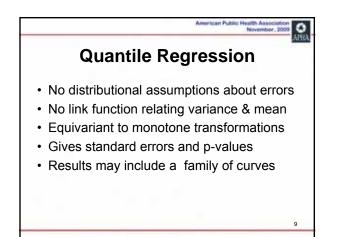
Ordinary Least Squares (OLS) Regression

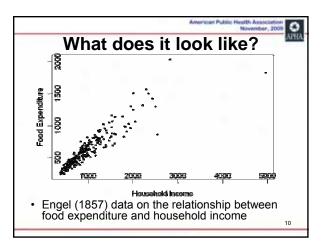
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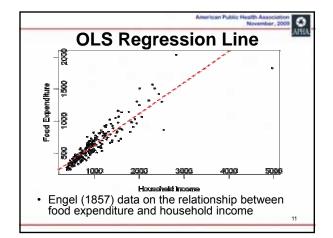
- Models the relationship between one or more covariates X and the *conditional mean* of a response variable Y given X=x
- Assumes errors are normally distributed
- Assumed link function of variance & mean
- · May transform data to improve normality

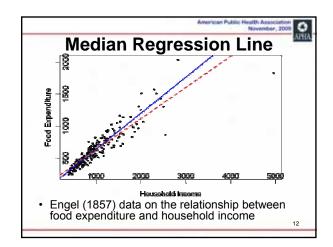
Quantile Regression

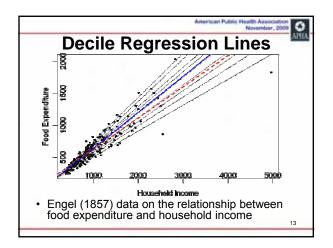
- Models the relationship between one or more covariates X and the *conditional quantile* of a response variable Y given X=x
 - kth Quantile: the value at which k% of data are above, and 100-k% of the data are below
 - e.g. median, percentile, quartile, decile

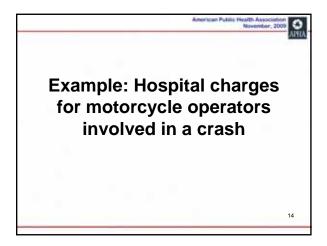


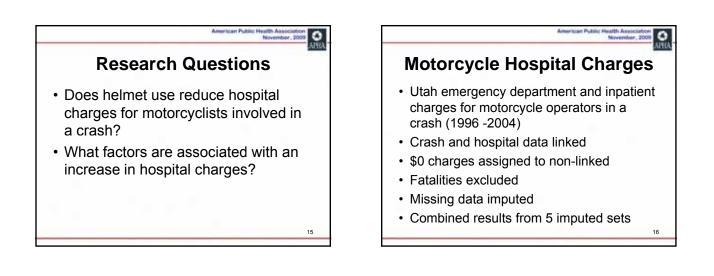


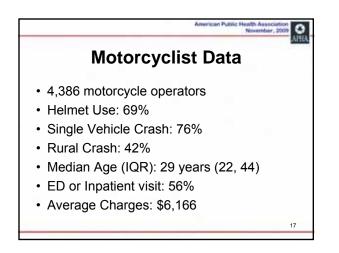


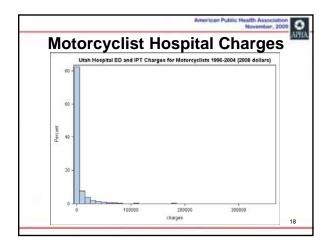


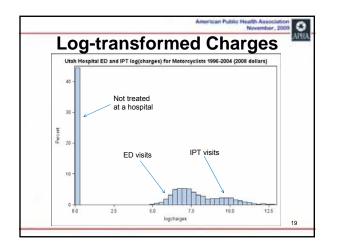


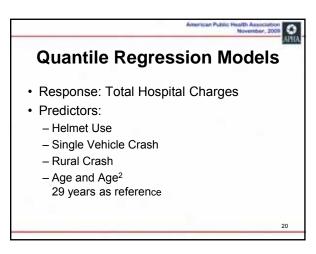






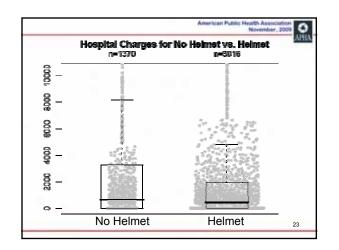


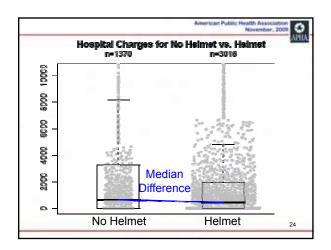


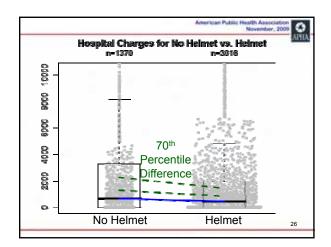


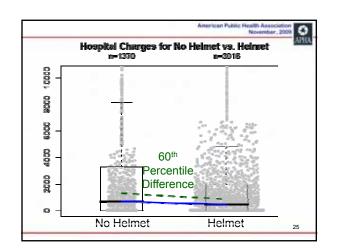
Results: median charges			
Parameter	Coefficient	95% CI	
Intercept	\$320	(180, 460)	
Helmet	- \$246	(-396, -97)	
Single Vehicle	+ \$437	(348, 526)	
Rural	+ \$168	(51, 285)	
Age	+ \$7.43	(1.68,13.2)	
Age ²	- \$0.22	(44,004)	

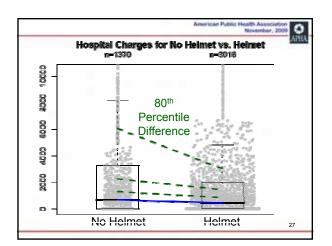
American Public Health Association November, 2009		
Percentile	Charges Without Helmet	Difference w/ Helmet
50 th	\$320	- \$246
60th	\$774	- \$471
70 th	\$1625	- \$896
80th	\$4150	- \$2112
29 year-old, conditions	multiple-vehicle, urb	oan crash, dry 22

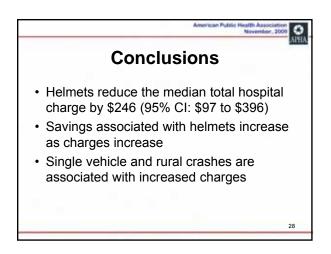












Limitations to Quantile Regression

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- · Computationally intensive
- Problems if the response is discrete (ties)
- Multiple solutions may exist if the predictors are discrete
- Extreme quantile models require more data

