Simple Logistic Regression – One Categorical Independent Variable: Employment Status

We've just run a simple logistic regression using **neighpol1** as a binary categorical dependent variable and **age** as a continuous independent variable. Suppose now we were interested to see if a respondent's employment status had any bearing on their awareness of neighbourhood policing. We may want to fit a logistic regression model using **neighpol1** as our dependent variable and **remploy**, respondent education level, as our independent variable to see if we can find a significant relationship between these two variables.

Just as we did at the beginning of our logistic regression investigation of **neighpol1** and **age**, we should run some exploratory analysis to determine if a relationship between these variables exists.

When our independent variable **age** was continuous, we used a t test to compare means. Now, our independent variable **remploy** is categorical, so we'll start by running crosstabulations. Select **Analyze, Descriptive Statistics**, and **Crosstabs**. Move **neighpol1** into the **Column(s)** box and **remploy** into the **Row(s)** box. Click the **Statistics** button and select **Chi-Square.** Click **Continue**. Because we are curious about **remploy**, we'd also like to see some row percentages. Click on **Cells**, and then under the **Percentages** header, select **Row**. Click **Continue**. Then, click **OK** to run the crosstabulation.

Your output should look like this:

			Aware of Nei Policing Tean area - r	ghbourhood 1 in your local ecoded	
			Yes	No	Total
Respondent employment	Employed	Count	2746	3294	6040
status		Expected Count	2679.3	3360.7	6040.0
		% within Respondent employment status	45.5%	54.5%	100.0%
	Unemployed	Count	156	234	390
		Expected Count	173.0	217.0	390.0
		% within Respondent employment status	40.0%	60.0%	100.0%
	Economically inactive	Count	2095	2740	4835
		Expected Count	2144.7	2690.3	4835.0
		% within Respondent employment status	43.3%	56.7%	100.0%
Total		Count	4997	6268	11265
		Expected Count	4997.0	6268.0	11265.0
		% within Respondent employment status	44.4%	55.6%	100.0%

Respondent employment status * Aware of Neighbourhood Policing Team in your local area - recoded Crosstabulation

Chi-Square Tests

	Value	df	Asymp. Sig. (2-sided)
Pearson Chi-Square	8.063 ^a	2	.018
Likelihood Ratio	8.085	2	.018
Linear-by-Linear Association	5.115	1	.024
N of Valid Cases	11265		

a. 0 cells (0.0%) have expected count less than 5. The

minimum expected count is 173.00.

How many unemployed people were aware of neighbourhood policing? How many economically inactive people were not aware of neighbourhood policing? What percentage of employed people were aware of neighbourhood policing? Is there a significant relationship between **neighpol1** and **remploy**? How can you tell?

Now we can fit our logistic regression model using **neighpol1** as the dependent variable and **remploy** as the independent variable.

Select Analyze, Regression, and then Binary Logistic.

Move **neighpol1** to the **Dependent** text box. Move **remploy** to the **Covariates** text box. Because **remploy** is a categorical variable, we have to tell SPSS to create dummy variables for each of the categories. (SPSS will do this for us in logistic regression – unlike in linear regression, when we had to create the dummies ourselves.) To tell SPSS that **remploy** is a categorical variable, click **Categorical** in the upper right corner of the **Logistic Regression** text box.

Logistic Regression	

Move **remploy** from the **Covariates** text box on the left to the **Categorical Covariates** text box on the right. Click **Continue**.

PASSS Research Question 2: Simple Logistic Regression One Categorical Independent Variable

Logistic Regression: Define Categorical Variables					
Covariates: Categorical Covariates:					
		remploy(Indicator)			
		Change Contrast			
		Co <u>n</u> trast: Indicator C hange			
Reference Category: O Last O First					
Continue Cancel Help					

The original Logistic Regression dialogue box should now have remploy(Cat) in the Covariates text box. Click OK.

Constit Regression	Dependent: Image: Categorical Block 1 of 1 Previous Covariates: remploy(Cat) Image: Categorical Save Options Bootstrap
 ♣ lillharm ♣ ill ♣ genheal2 ♣ health2 ♣ educat3 ♣ educat4 ♣ remploy 	Method: Enter

We can also have SPSS calculate confidence intervals for **remploy** for us. In the **Logistic Regression** dialogue box you should have open, click **Options**. Under **Statistics and Plots**, select **CI for exp(B)**. This should already be set at 95%.

Cogistic Regression: Options Statistics and Plots	
Classification plots Hosmer-Lemeshow goodness-of-fit Casewise listing of residuals	Correlations of estimates terration bistory ✓ Cl for exp(B): 95 %
Outliers outside 2 std. dev. All cases Display O At each step At each step	
Probability for Stepwise E <u>n</u> try: 0.05 Remo <u>v</u> al: 0.10	Classification c <u>u</u> toff: 0.5 <u>M</u> aximum Iterations: 20
Conserve memory for complex analyse Include constant in model Continue	s or large <u>d</u> atasets Cancel Help

Practical Applications of Statistics in the Social Sciences - University of Southampton 2014

Click **Continue** and then **OK** in the original **Logistic Regression** dialogue box.

Now we can examine the output.

You can see in the **Case Processing Summary** that again, we're only analysing about one quarter of the survey respondents, because our dependent variable **neighpol1** was only asked in Module A.

Case Processing Summary					
Unweighted Cases ^a N Percent					
	Included in Analysis	11265	24.5		
Selected Cases	Missing Cases	34766	75.5		
	Total	46031	109.0		
Unselected Cases		0	.0		
Total		46031	100.0		

a. If weight is in effect, see classification table for the total number of cases.

In the **Dependent Variable Encoding** table, you can see that awareness of neighbourhood policing ("Yes") is coded as 0 and being unaware of neighbourhood policing ("No") is coded as 1. Again, just like in the simple logistic regression we performed on the previous page, we will be predicting the odds of being unaware of neighbourhood policing in this logistic regression.

Dependent Variable Encoding

Original Value	Internal Value	
Yes	0	
No	1	

This **Categorical Variables Codings** table shows us the frequencies of respondent employment. In addition, it also tells us that the three categories of **remploy** have been recoded in our logistic regression as dummy variables. In logistic regression, just as in linear regression, we are comparing groups to each other. In order to make a comparison, one group has to be omitted from the comparison to serve as the baseline. In our logistic regression, "Economically inactive" has been selected as the baseline (or constant) dummy variable to which we will compare the predictions for "Employed" and "Unemployed." Therefore, "Economically inactive" won't be included in our model. (You can see that in the table below it isn't coded with a "1" in any case, because it is the baseline, comparison category and has not been added to the model.) You can change the category to be used as the baseline to either the first or last categories – this is done where you specify that the variable is categorical.

Categorical Variables Codings

		Frequency	Parameter coding	
			(1)	(2)
Respondent employment status	Employed	6040	1.000	.000
	Unemployed	390	.000	1.000
	Economically inactive	4835	.000	.000

Block 0

As we're not going to use any of the information provided for us in Block 0, the output has been left out of this worksheet. If you'd like to work through some of the information provided for you in Block 0, you can use the interpretation provided for the **neighpol1** and **age** logistic regression model we did on the previous page.

Block 1: Method = Enter

Remember that the **Omibus Tests of Model Coefficients** output table shows the results of a chisquare test to determine whether or not employment has a significant influence on neighbourhood policing awareness. The Chi-square has produced a p-value of .018, making our employment status model significant at the 5% level.

		Chi-square	df	Sig.
-	Step	8.085	2	.018
Step 1	Block	8.085	2	.018
	Model	8.085	2	.018

Omnibus Tests of Model Coefficients

Step	-2 Log	Cox & Snell R	Nagelkerke R
	likelihood	Square	Square
1	15464.811 ^a	.001	.001

a. Estimation terminated at iteration number 3 because

parameter estimates changed by less than .001.

Variables in the Equation

		В	S.E.	Wald	df	Sig.	Exp(B)	95% C.I.for EXP(B)	
								Lower	Upper
Step 1 ^ª	remploy			8.054	2	.018			
	remploy(1)	086	.039	4.949	1	.026	.917	.850	.990
	remploy(2)	.137	.107	1.630	1	.202	1.147	.929	1.415
	Constant	.268	.029	85.530	1	.000	1.308		

a. Variable(s) entered on step 1: remploy.

Take a look at the **Variables in the Equation** output table above. Let's first look at the significance levels. **Remploy (1),** or "Employed," has a p-value of .026, making it significant at the p < .05 level. **Remploy (2),** or "Unemployed," on the other hand, has a p-value of .202, telling us that those who are in this category are no different in their awareness than the baseline category of economically inactive.

If we were to fit this model again, and wanted to use **remploy**, we may be tempted to remove **remploy (2)** from the model, as it is not significant. However, we can't do this. Why?

Remember that in this model, "Economically Inactive" was selected as our baseline comparison dummy variable and is called **remploy** in our model outputs. Because **remploy (1)** (with a p-value of .026) is a significant predictor of the odds of neighbourhood policing, we can use the odds ratio information provided for us in the **Exp(B)** column to say that a respondent who is employed has odds of being unaware of neighbourhood policing that are 0.917 of the odds of someone who is economically inactive. This means that the employed are more likely than the economically inactive to know about neighbourhood policing. An odds ratio less than 1 means that the odds of an event occurring are lower in that category than the odds of the event occurring are higher in that category than the odds of an event occurring are higher in that category than the odds of an event occurring are higher in that category than the baseline comparison variable.

A respondent who is unemployed has odds of being unaware of neighbourhood policing that are ______ of the odds of a respondent who is economically inactive. This means that the unemployed are ______ likely than the economically inactive to know about neighbourhood policing.

In addition, SPSS has calculated confidence intervals for us. Remember that confidence intervals allow us to extend out analyses from the sample in our data to the population as a whole. We can say, with 95% confidence, that for the entire population of England, employed people have odds of being unaware of neighbourhood policing that are 0.850 to 0.990 the odds of people who are economically inactive.

Summary

First, you used a chi square test test to determine whether or not a statistically significant relationship existed between our categorical independent variable remploy and our categorical dependent variable neighpol1. Then, using simple logistic regression, you predicted the odds of a survey respondent being unaware of neighbourhood policing with regard to their employment status. Finally, using the odds ratios provided by SPSS in the Exp(B) column of the Variables in the Equation output table, you were able to interpret the odds of employed respondents being unaware of neighbourhood policing.

***Note: as we are making changes to a dataset we'll continue using for the rest of this section, please make sure to save your changes before you close down SPSS. This will save you having to repeat sections you've already completed!