



Presenting:

Real Estate Diagrams
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DAAG Conference 2016

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Real Estate Diagrams

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Real Estate Diagrams

Requires three contextual components:

- a population,
- an event that may or may not obtain within the population,
- a test for the occurrence of the event.

Characterized by:

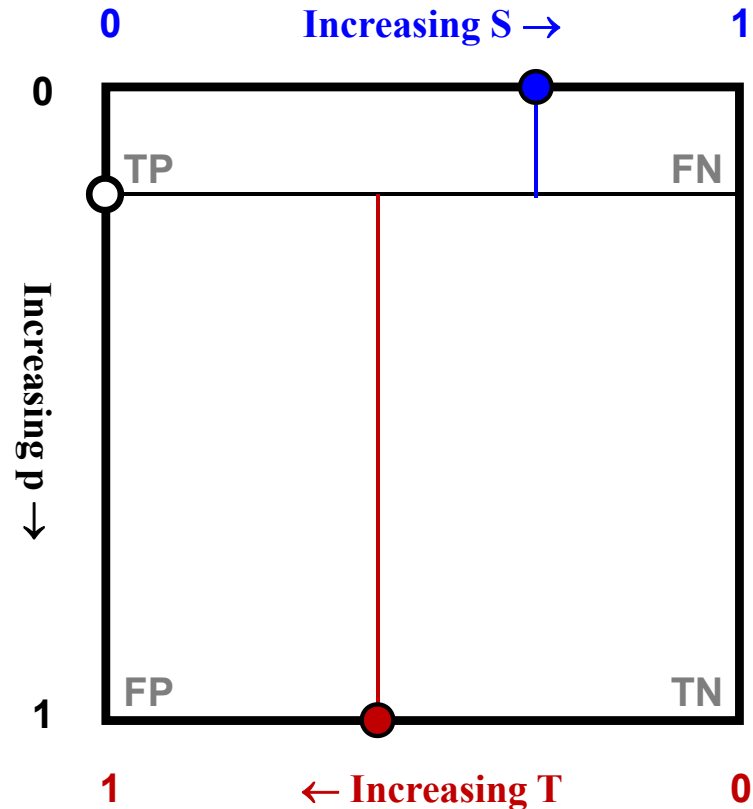
- the event's prevalence in the population,
- the presumed sensitivity of the test,
- The presumed specificity of the test.

Define:

- $p \in [0,1]$ = the event prevalence in the population,
- $S \in [0,1]$ = the test sensitivity,
- $T \in [0,1]$ = the tests specificity.

Real Estate Diagrams

1. Start with the $[0, 1] \times [0, 1]$ space
2. Define axes for p , S , and T
3. Define direction of increase on each axis as shown
4. Map population and test parameters
5. Extend p -line to opposing axis to divide $[0, 1] \times [0, 1]$ into two regions:
 $[0, p] \times [0, 1]$ and $[0, 1 - p] \times [0, 1]$
6. Extend S -line to the p -line to divide $[0, p] \times [0, 1]$ into two regions:
and $[0, p] \times [0, S]$ and $[0, p] \times [0, 1 - S]$
7. Extend T -line to the p -line to divide $[0, 1 - p] \times [0, 1]$ into two regions:
 $[0, 1 - p] \times [0, 1 - T]$ and $[0, 1 - p] \times [0, T]$



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Predictive values

$$PPV = \frac{pS}{pS + (1-p)(1-T)} = \frac{A}{A+C}$$

$$NPV = \frac{(1-p)T}{(1-p)T + p(1-S)} = \frac{D}{D+B}$$

Interpretations

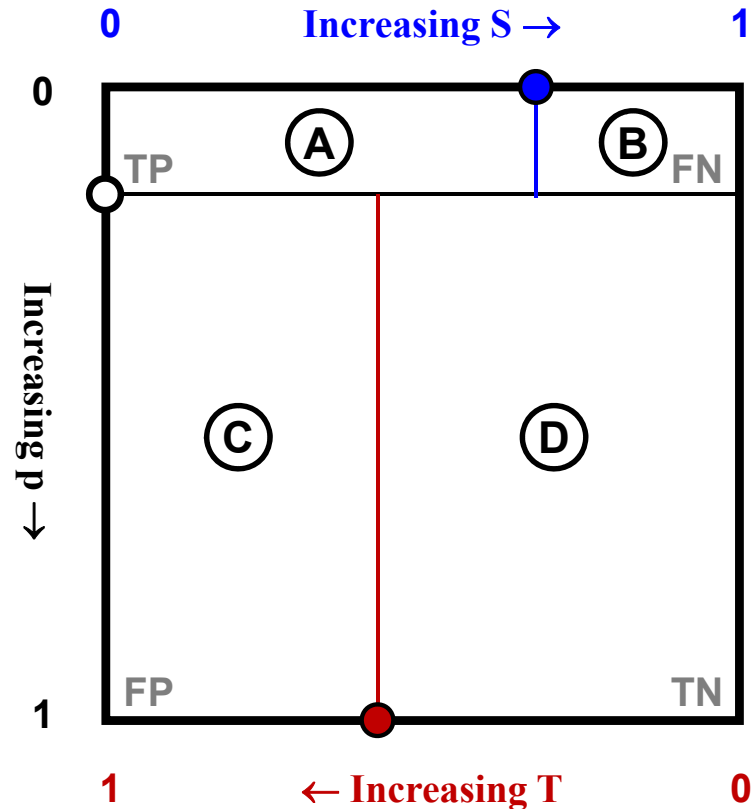
S becomes irrelevant as $p \rightarrow 0$

T becomes irrelevant as $p \rightarrow 1$

$p \rightarrow 0 \Rightarrow NPV \rightarrow 1$

$p \rightarrow 1 \Rightarrow PPV \rightarrow 1$

Consideration of desired test parameters should be conditional on the of **prevalence of the test event.**



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