

Cost of Treatment of Patient Prediction Based on Medical Cost Personal Datasets

Part 1 - DEFINE

---Step1. Define the problem----> Accurately Predict the insurance costs, based on medical cost personal dataset

```
1
2
3 import numpy as np
4 import pandas as pd
5 from sklearn.linear_model import LinearRegression
6 from sklearn.metrics import r2_score, mean_squared_error
7 from sklearn.preprocessing import LabelEncoder
8 from sklearn.preprocessing import PolynomialFeatures
9 from sklearn.ensemble import RandomForestRegressor
10 import seaborn as sns
11 import matplotlib.pyplot as plt
12 %matplotlib inline
13
14 import os
15 for dirname, _, filenames in os.walk('/kaggle/input'):
16     for filename in filenames:
17         print(os.path.join(dirname, filename))
18
19
```

Part 2 - DISCOVER ---Step2. Load Dataset----> Check Head, info and describe , shape of dataset by query

```
1 df= pd.read_csv('/kaggle/input/insurance/insurance.csv')

1 df.head(10)
```

	age	sex	bmi	children	smoker	region	charges
0	19	female	27.900	0	yes	southwest	16884.92400

```
1 df.describe()
```

	age	bmi	children	charges
count	1338.000000	1338.000000	1338.000000	1338.000000
mean	39.207025	30.663397	1.094918	13270.422265
std	14.049960	6.098187	1.205493	12110.011237
min	18.000000	15.960000	0.000000	1121.873900
25%	27.000000	26.296250	0.000000	4740.287150
50%	39.000000	30.400000	1.000000	9382.033000
75%	51.000000	34.693750	2.000000	16639.912515
max	64.000000	53.130000	5.000000	63770.428010

```
1 df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 1338 entries, 0 to 1337
Data columns (total 7 columns):
age          1338 non-null int64
sex          1338 non-null object
bmi          1338 non-null float64
children     1338 non-null int64
smoker       1338 non-null object
region       1338 non-null object
charges      1338 non-null float64
dtypes: float64(2), int64(2), object(3)
memory usage: 73.3+ KB
```

```
1 print('Number of rows and columns in the data set: ',df.shape)
```

```
Number of rows and columns in the data set: (1338, 7)
```

Now we have imported dataset. When we look at the shape of dataset it has return as (1338,7).So there are m=1338 training exaple and n=7 independent variable. The target variable here is charges and remaining six variables such as age, sex, bmi, children, smoker, region are independent variable.

---Step3.Clean Dataset---

```
1 df.isnull().sum(axis=0)
```

```
age          0
sex          0
```

```

bmi      0
children 0
smoker    0
region    0
charges   0
dtype: int64

```

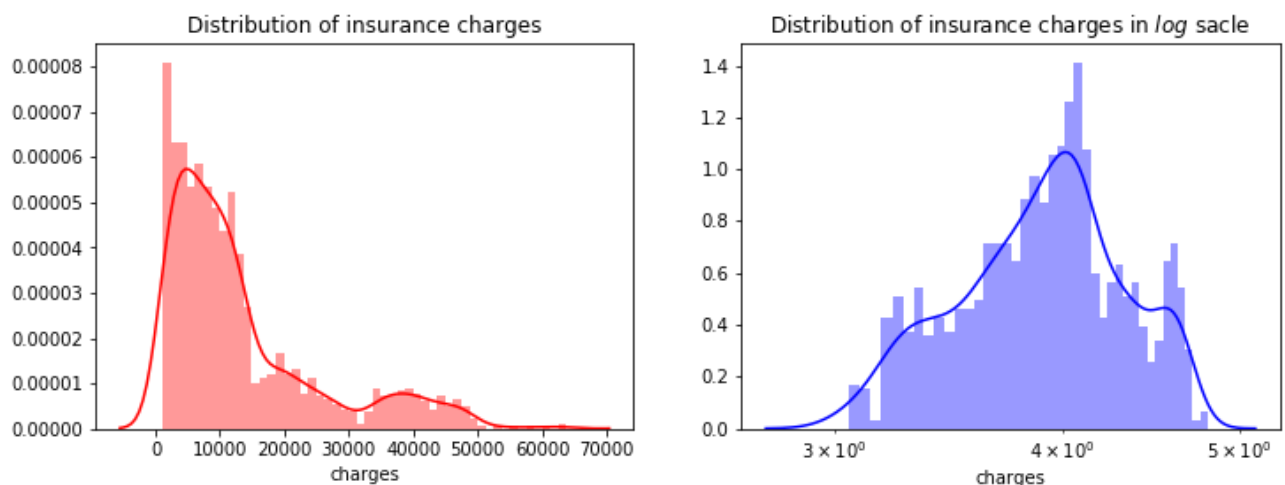
--Step4.Explore the Data (EDA)--

a.Visualizing the Charges data Target Variable by using distplot

```

1 f= plt.figure(figsize=(12,4))
2 ax=f.add_subplot(121)
3 sns.distplot(df['charges'],bins=50,color='r',ax=ax)
4 ax.set_title('Distribution of insurance charges')
5
6 ax=f.add_subplot(122)
7 sns.distplot(np.log10(df['charges']),bins=40,color='b',ax=ax)
8 ax.set_title('Distribution of insurance charges in $log$ scale')
9 ax.set_xscale('log')
10 plt.show()
11

```



b.Visualizing categorical data by using bar plot

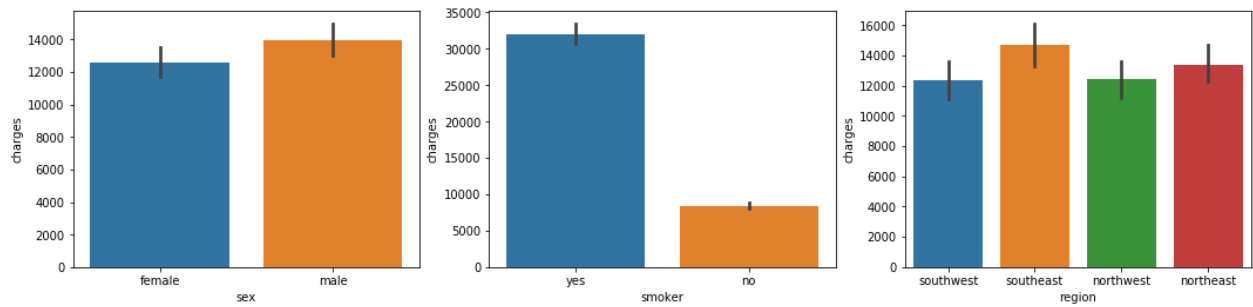
- sex
- smoker
- region

```

1 plt.figure(figsize=(18,4))
2 plt.subplot(131)
3 sns.barplot(x='sex', y='charges', data=df)
4 plt.subplot(132)
5 sns.barplot(x='smoker', y='charges', data=df)
6 plt.subplot(133)

```

```
7 sns.barplot(x='region', y='charges', data=df)  
8 plt.show()
```

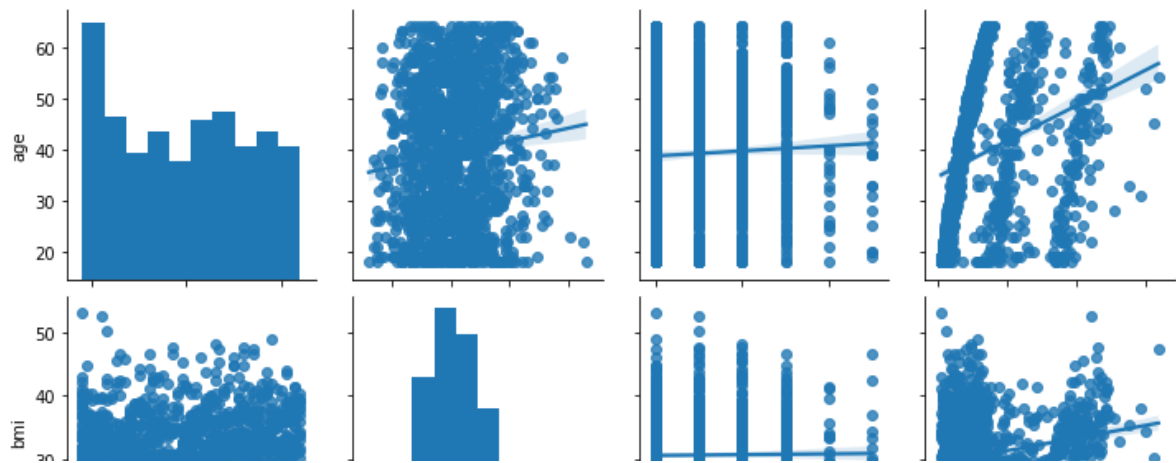


c. Visualizing Numerical data by using pairplot

- age
- bmi
- children
- charges

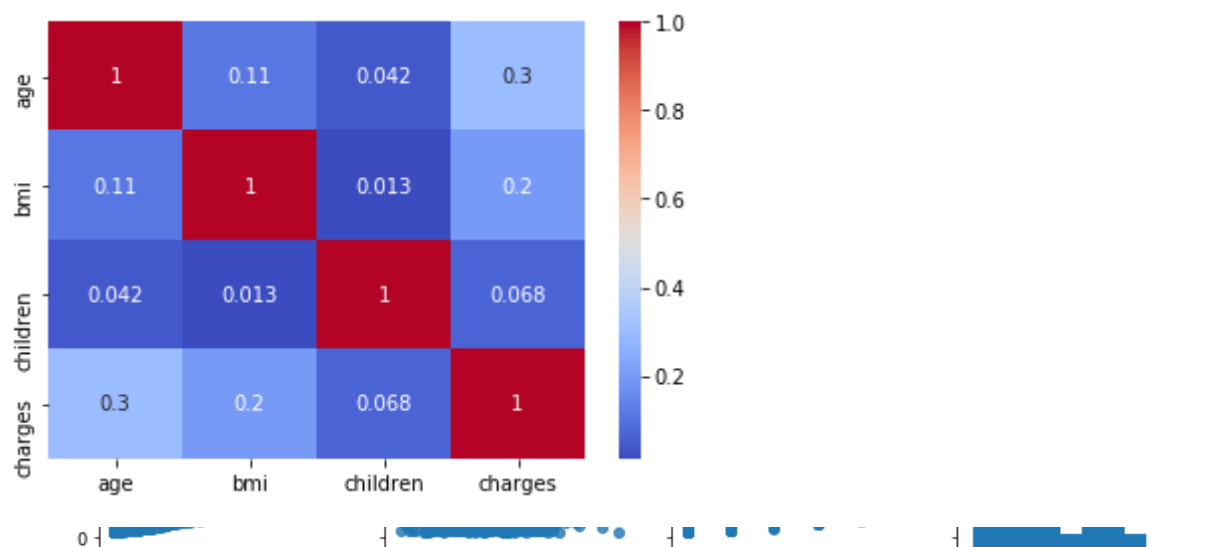
```
1 sns.pairplot(df, kind="reg")
```

<seaborn.axisgrid.PairGrid at 0x7fa85595e7b8>



```
1 sns.heatmap(df.corr(), cmap='coolwarm',annot=True)
```

<matplotlib.axes._subplots.AxesSubplot at 0x7fa855880358>



--Step5.Label Encoding for Catogorical data--

Label encoding refers to transforming the word labels into numerical form so that the algorithms can understand how to operate on them.

```
1 df['sex']=df['sex'].map({'male':1, 'female':0})
```

```
2 df['smoker']=df['smoker'].map({'yes':1,'no':0})
```

```
1
```

```
2 df = pd.get_dummies(df, columns=['region'], drop_first=True)
```

```
3 df.head()
```

age sex bmi children smoker charges region_northwest region_southwest

Part 3 DEVELOP Train Test split

```

1 from sklearn.model_selection import train_test_split
2 X = df.drop('charges',axis=1)
3 y = df['charges']
4
5 X_train, X_test, y_train, y_test = train_test_split(X,y,random_state=0)

1 lr = LinearRegression()
2 lr.fit(X_train,y_train)

LinearRegression(copy_X=True, fit_intercept=True, n_jobs=None, normalize=False)

1 y_train_pred = lr.predict(X_train)
2 y_test_pred = lr.predict(X_test)
3 print(lr.score(X_test,y_test))

0.7958786376014415

```

Now lets add Polynomial Feature and look at the result

```

1 X = df.drop(['charges','region_northwest','region_southeast','region_southwest'], axis=1)
2 Y = df.charges
3
4
5
6 quad = PolynomialFeatures (degree = 2)
7 x_quad = quad.fit_transform(X)
8
9 X_train,X_test,Y_train,Y_test = train_test_split(x_quad,Y, random_state = 0)
10
11 plr = LinearRegression().fit(X_train,Y_train)
12
13 Y_train_pred = plr.predict(X_train)
14 Y_test_pred = plr.predict(X_test)
15
16 print(plr.score(X_test,Y_test))

0.8849197344147235

```

No tets try out with Random Forest

```

1 forest = RandomForestRegressor(n_estimators = 100,
2                               criterion = 'mse',
3                               random_state = 1,
4                               n_jobs = -1)
5 forest.fit(X_train,y_train)

```

```

6 forest_train_pred = forest.predict(X_train)
7 forest_test_pred = forest.predict(X_test)
8
9 print('MSE train data: %.3f, MSE test data: %.3f' % (
10 mean_squared_error(y_train,forest_train_pred),
11 mean_squared_error(y_test,forest_test_pred)))
12 print('R2 train data: %.3f, R2 test data: %.3f' % (
13 r2_score(y_train,forest_train_pred),
14 r2_score(y_test,forest_test_pred)))

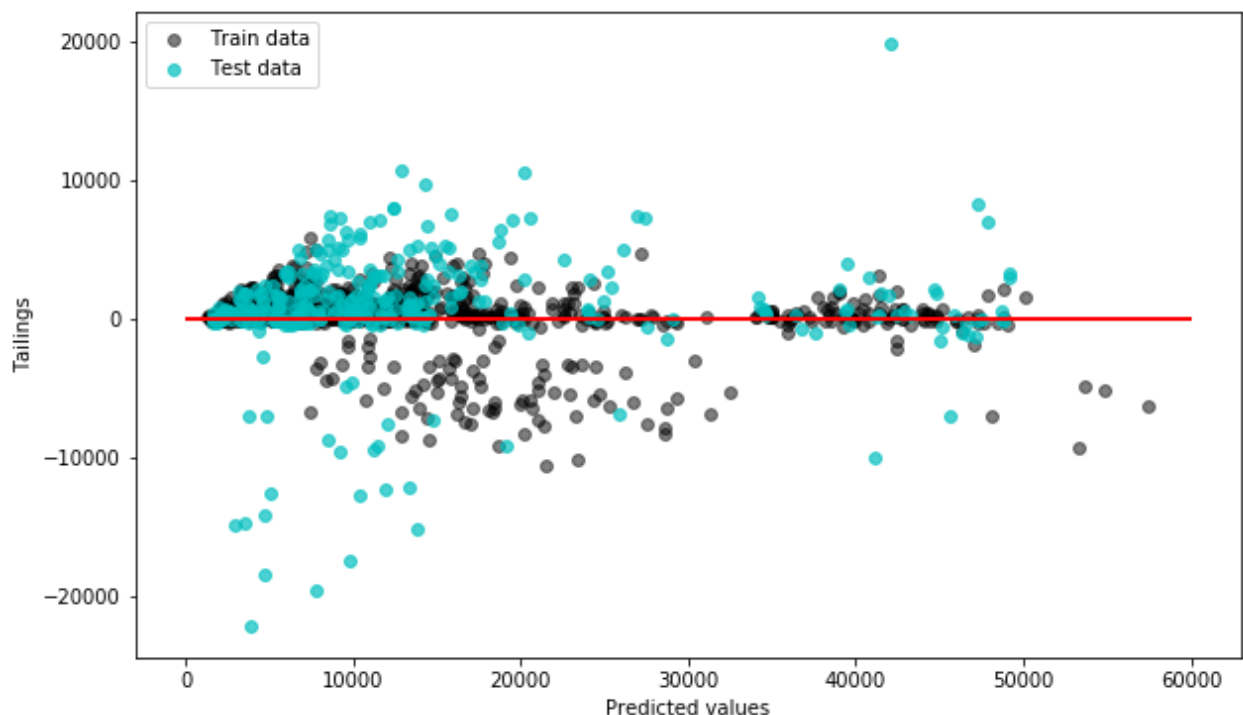
MSE train data: 3969212.165, MSE test data: 20081745.321
R2 train data: 0.972, R2 test data: 0.872

```

```

1 plt.figure(figsize=(10,6))
2
3 plt.scatter(forest_train_pred,forest_train_pred - y_train,
4             c = 'black', marker = 'o', s = 35, alpha = 0.5,
5             label = 'Train data')
6 plt.scatter(forest_test_pred,forest_test_pred - y_test,
7             c = 'c', marker = 'o', s = 35, alpha = 0.7,
8             label = 'Test data')
9 plt.xlabel('Predicted values')
10 plt.ylabel('Tailings')
11 plt.legend(loc = 'upper left')
12 plt.hlines(y = 0, xmin = 0, xmax = 60000, lw = 2, color = 'red')
13 plt.show()

```



**Still there is chances off improvement Hope to You attain 100% accuracy next time ** In my opinion you go ahead with other regression algorithm available , with parameter tuning can acheive geat result

