```
# Alternate Class Project
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install.packages("tidyverse")
library(tidyverse)
install.packages("reshape2")
library(reshape2)
# ------
# DATA ACCESS
housing = read.csv('housing.csv')
                                     # 20640x10
dim(housing)
head(housing)
# Note: 207 NAs found for total_bedrooms variable
summary(housing)
# Check levels for factor variable ocean_proximity
levels(housing$ocean_proximity) # 5 levels found
# [1] "<1H OCEAN" "INLAND"
                              "ISLAND"
                                           "NEAR BAY" "NEAR OCEAN"
                  # Show variables list
colnames(housing)
# EXPLORATORY DATA ANALYSIS (EDA)
\#par(mfrow=c(2,5))
# Plot distributions for each variable
ggplot(data = melt(housing), mapping = aes(x = value)) +
geom_histogram(bins = 30) + facet_wrap(~variable, scales = 'free_x')
# DATA TRANSFORMATION
# -----
# Impute missing values for total_bedrooms variable (only varialbe
# with NAs) with median instead of mean since it is less influenced
# by extreme outliers.
housing$total_bedrooms[is.na(housing$total_bedrooms)] =
 median(housing$total bedrooms , na.rm = TRUE)
# Now fix up total variables and make them means
housing$mean_bedrooms = housing$total_bedrooms/housing$households
housing$mean_rooms = housing$total_rooms/housing$households
# Remove total_bedrooms, and total_rooms
housing <- subset(housing, select = -c(total bedrooms, total rooms))
# Turn levels of ocean proximity into binary category variables
# 1. Get a list of all the levels in the 'ocean proximity' variable
\sharp 2. Make a new empty dataframe of all 0s, where each level is its own variable
# 3. Use a for loop to populate the appropriate columns of the dataframe
# 4. Drop the original column from the dataframe.
categories = unique(housing$ocean proximity)
cat_housing = data.frame(ocean_proximity = housing$ocean_proximity)
for(cat in categories) {
 cat housing[,cat] = rep(0, times= nrow(cat housing))
head(cat housing)
for(i in 1:length(cat housing$ocean proximity)){
 cat = as.character(cat housing$ocean proximity[i])
 cat housing[, cat][i] = 1
head(cat_housing)
cat columns = names(cat housing)
keep columns = cat columns[cat columns != 'ocean proximity']
cat_housing = select(cat_housing,one_of(keep_columns))
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tail(cat_housing)
# -----
# Another method for creating cat houseing
# Set up matrix of zeroes
cat housing <- data.frame(matrix(0,</pre>
                               nrow = nrow(housing),
                               ncol = length(unique(housing$ocean proximity))))
# rename columns using factor levels in ocean proximity
colnames(cat_housing) <- as.character(unique(housing$ocean_proximity))</pre>
# use sapply and ifelse to set value equal to one when the value in ocean proximity is equal to the column name
cat_housing[] <- sapply(seq_along(cat_housing),</pre>
                      function(x) ifelse(names(cat_housing[x]) == as.character(housing$ocean_proximity),1,0))
tail(cat_housing)
colnames (housing)
# Remove ocean_proximity, and median_house_value
drops = c('ocean_proximity','median_house_value')
housing_num = housing[ , !(names(housing) %in% drops)]
head(housing_num)
# Scale numerical variables
scaled_housing_num = scale(housing num)
head(scaled_housing_num)
# Create cleaned data frame
cleaned_housing = cbind(cat_housing,
                      scaled_housing_num,
                       median_house_value=housing$median_house_value)
names(cleaned_housing)
# Create training and test sets
\operatorname{set.seed}(314) # Set a random \operatorname{seed} so that same \operatorname{sample} can be reproduced in future runs
sample = sample.int(n = nrow(cleaned housing), size = floor(.8*nrow(cleaned housing)), replace = F)
train = cleaned_housing[sample, ] #just the samples
test = cleaned housing[-sample, ] #everything but the samples
head(train)
# Verify train and test sets size
nrow(train) + nrow(test) == nrow(cleaned housing)
# -----
# MACHINE LEARNING
# -----
library('boot')
glm house = glm(median house value~median income+mean rooms+population,
               data=cleaned housing)
k fold cv error = cv.glm(cleaned housing , glm house, K=5)
k_fold_cv_error$delta
glm_cv_rmse = sqrt(k_fold_cv_error$delta)[1]
glm cv rmse #off by about $83,000... it is a start
names(glm house)
glm_house$coefficients
# Now try randomForest classifier
install.packages("randomForest")
library('randomForest')
names(train)
set.seed(1738)
train_y = train[,'median_house_value']
train_x = train[, names(train) !='median_house_value']
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head(train_y)
head(train x)
# Training the randomeForest algorithm may take several minutes.
# NOTE: we're using randomForest in a different way from class,
# we're not using a formula, but rather a data frame with the
# predictors, and another data frame containing just the response.
rf = randomForest(train_x, y = train_y ,
                           ntree = 500, importance = TRUE)
# Here is the method we saw in class:
#rf model = randomForest(median_house_value~. ,
                data = train, ntree = 500, importance = TRUE)
# Model object components
names(rf)
                "type"
"oob.times"
# [1] "call"
                                               "predicted"
                                                                   "mse"
# [5] "rsq"
                                               "importance"
                                                                    "importanceSD"
# [9] "localImportance" "proximity"
                                               "ntree"
                                                                    "mtry"
#[13] "forest" "coefs"
#[17] "inbag"
# Higher number == more important predictor
rf$importance
                         %IncMSE IncNodePurity
#NEAR BAY 470608423 1.381851e+12
#<1H OCEAN 1745109754 4.686542e+12
#INLAND 4188543365 3.118565e+13
#NEAR OCEAN 531771569 2.190025e+12
#ISLAND 1634216 6.907757e+10
#longitude 6750159588 2.515919e+13
#latitude 5491283654 2.213235e+13
#housing_median_age 1069742204 9.592682e+12
                         1634216 6.907757e+10
#ISLAND
#population 1027892411 7.260313e+12

#households 1154234298 7.913642e+12

#median_income 8449660398 7.297434e+13

#mean_bedrooms 433299848 7.591618e+12

#mean_rooms 1925950188 2.196552e+13
# -----
# MODEL ACCURACY
# Calculate the out-of-bag (oob) error estimate. This is a special
# way to determine accuracy of randomForest models, unlike the
# misclassification rate examples we saw in class.
# Leaving out a data source forces OOB predictions
oob_prediction = predict(rf)
# Calculate MSE (same as rf$mse). So even using a random forest of
\# only 1000 decision trees we are able to predict the median price
# of a house in a given district to within $49,000 of the actual
# median house price. This can serve as our bechmark moving forward
# and trying other models.
train mse = mean(as.numeric((oob prediction - train y)^2))
oob rmse = sqrt(train mse)
oob rmse
#[1] 48742.7
# Now use the test set on the trained model. Our model scored
# roughly the same on the training and testing data, suggesting
# that it is not overfit and that it makes good predictions.
test_y = test[,'median_house_value']
test_x = test[, names(test) !='median_house_value']
y pred = predict(rf, test x)
test_mse = mean(((y_pred - test_y)^2))
test_rmse = sqrt(test_mse)
test_rmse
#[1] 48570.9
```