# copy-of-s22229759-sfds-cw01-resit

June 22, 2024

## 1 Software for Data Science - Coursework 01 - Resit

# 2 Akama Emmanuel Ovokerie (S2229758)

ATTESTATION: I confirm that the material contained within the submitted coursework is my own work

# 3 TITLE - Exploratory Data Analysis of House Sales in King County (USA)

The report documented in this notebook is an exploration of the sales of residential house properties in King county between 2014 and 2015, using the house prices dataset that describes the sale of individual properties in King Country, USA. For more information on this dataset, see for example: https://www.kaggle.com/datasets/harlfoxem/housesalesprediction/data.

The objective of the report is to perform the preprocessing steps required to explore the dataset using statistical and visualisation techniques available in *Python* (and it's associated library packages).

## 4 INTRODUCTION

When we model the linear relationship between a set of features and a single target variable, the model is called simple linear regression. For this use-case, we want to predict the sale price of residential house properties and a set of intrinsic housing and neighbourhood features, such as bedrooms, bathrooms and zipcodes. However, the objective of the report is to perform the preprocessing steps required to explore the dataset using statistical and visualisation techniques available in *Python*.

Although, the focus of this report is not entirely centered on scientific data models such as regression, classification or clustering, we will be using some of these techniques to guide our analysis while performing the actual exploration of the data with descriptive statistics and visualisation charts.

## 5 DATA EXPLORATION

In order to perform data analysis on the dataset, we need to setup the development environment. Since we will be performing the data analysis in *Python*, we will first import the relevant modules

to ingest, wrangle, visually analyse the data with modules like Pandas, Seaborn and Matplot Lib.

```
[1]: # import python libraries
import pandas as pd
import seaborn as sns
import matplotlib.pyplot as plt
import matplotlib.ticker as ticker
%matplotlib inline
```

#### 5.1 Data Ingestion

We will ingest the dataset from *Google Drive* for the following reasons; \* First, since we're working in *Google Colab*, it makes sense to store the dataset in an integrated repository for faster retrieval \* Secondly, it provides an enormous storage capacity to store large datasets without any impact on local resources.

```
[2]: # mount Google Drive (with permission)
from google.colab import drive
drive.mount('/content/drive')
```

Mounted at /content/drive

```
[3]: # get the storage location on Google Drive
source_path = '/content/drive/My Drive/Colab Notebooks/SfDS/Assessments/CW 01/
→Datasets'

# list the files and folders
print('\nList of files and folders on: ', source_path)

!ls '/content/drive/My Drive/Colab Notebooks/SfDS/Assessments/CW 01/Datasets'
```

```
List of files and folders on: /content/drive/My Drive/Colab
Notebooks/SfDS/Assessments/CW 01/Datasets
house_data.csv Housing_1.txt Housing_2.txt Housing_Data_Dictionary.txt
```

To ingest the dataset, we will use the  $pandas.read\_csv()$  [1] method read a comma-separated values (csv) file into dataframe

```
[4]: # load the dataset

df = pd.read_csv(source_path + '/house_data.csv')
```

After loading a dataset for analysis, it is often customary to review it to understand the structure of the data.

To kick-off the preliminary analysis of the data, we will begin by reviewing the dimensionality with pandas.shape [2]

```
[5]: # preview the data structure df.shape
```

#### [5]: (21615, 21)

Next, we will use the pandas.info() [3] method to get a concise summary of the dataset, including the index datatype and columns, as well as, the non-null values and memory usage

```
[6]: # preview the data attributes df.info()
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 21615 entries, 0 to 21614
Data columns (total 21 columns):

#	Column	Non-Null Count	Dtype
0	id	21615 non-null	int64
1	date	21615 non-null	object
2	price	21609 non-null	float64
3	bedrooms	21615 non-null	int64
4	bathrooms	21615 non-null	float64
5	sqft_living	21615 non-null	int64
6	sqft_lot	21615 non-null	int64
7	floors	21615 non-null	float64
8	waterfront	21615 non-null	int64
9	view	21615 non-null	int64
10	condition	21615 non-null	int64
11	grade	21615 non-null	int64
12	sqft_above	21615 non-null	int64
13	sqft_basement	21615 non-null	int64
14	<pre>yr_built</pre>	21615 non-null	int64
15	${\tt yr\_renovated}$	21615 non-null	int64
16	zipcode	21615 non-null	int64
17	lat	21615 non-null	float64
18	long	21615 non-null	float64
19	sqft_living15	21611 non-null	float64
20	sqft_lot15	21615 non-null	int64
dtyp	es: float64(6),	int64(14), obje	ct(1)
memo	ry usage: 3.5+ 1	MB	

Since we will be performing further exploratory analysis on the data, it makes sense to create a data dictionary that describes the structure of the dataset so we can refer to it later on.

- 1. *id* (discrete, ordinal) Unique ID for each home sold
- 2. date (discrete, ordinal) Date of the home sale
- 3. *price* (continuos, ordinal, target) Price of each home sold
- 4. **bedrooms** (discrete, ordinal) Number of bedrooms
- 5. **bathrooms** (discrete, ordinal) Number of bathrooms, where .5 accounts for a room with a toilet but no shower
- 6. sqft\_living (discrete, ordinal) Square footage of the apartments interior living space
- 7. sqft lot (discrete, ordinal) Square footage of the land space
- 8. *floors* (discrete, ordinal) Number of floors

- 9. **waterfront** (discrete, nominal) A dummy variable for whether the apartment was overlooking the waterfront or not
- 10. **view** (discrete, ordinal) An index from 0 to 4 of how good the view of the property was
- 11. condition (discrete, ordinal) An index from 1 to 5 on the condition of the apartment,
- 12. **grade** (discrete, ordinal) An index from 1 to 13, where 1-3 falls short of building construction and design, 7 has an average level of construction and design, and 11-13 have a high quality level of construction and design.
- 13. **sqft\_above** (discrete, ordinal) The square footage of the interior housing space that is above ground level
- 14. **sqft\_basement** (discrete, ordinal) The square footage of the interior housing space that is below ground level
- 15. **yr\_built** (discrete, ordinal) The year the house was initially built
- 16. **yr\_renovated** (discrete, ordinal) The year of the house's last renovation
- 17. *zipcode* (discrete, nominal) What zipcode area the house is in
- 18. lat (continuos, nominal) Lattitude
- 19. *long* (continuos, nominal) Longitude
- 20. **sqft\_living15** (continuos, ordinal) The square footage of interior housing living space for the nearest 15 neighbors
- 21.  $sqft\_lot15$  (continuos, ordinal) The square footage of the land lots of the nearest 15 neighbors

Source: https://info.kingcounty.gov/assessor/esales/Glossary.aspx

#### 5.2 Data Overview

After loading a dataset, it is important to explore various aspects of the data to gain insights into its structure, characteristics, and potential issues that might need to be resolved before proceding with further analysis. Then, we we shall consider further preprocessing steps to handle the duplicate missing and/or extreme values.

However, in this section, we will perform a general review of the data by taking a samples of the first and last observations of the data. Next, we will take a deeper look into the data attributes of the dataset. We will also peep to see if there are missing entries in the data.

```
[7]: # preview the data
# NB: the pandas.head() method previews the first 10 observations of the data
df.head(10)
```

[7]:	id	date	price	bedrooms	bathrooms	sqft_living	\
0	7129300520	20141013T000000	221900.0	3	1.00	1180	
1	6414100192	20141209T000000	538000.0	3	2.25	2570	
2	5631500400	20150225T000000	180000.0	2	1.00	770	
3	2487200875	20141209T000000	604000.0	4	3.00	1960	
4	1954400510	20150218T000000	510000.0	3	2.00	1680	
5	7237550310	20140512T000000	1225000.0	4	4.50	5420	
6	1321400060	20140627T000000	257500.0	3	2.25	1715	
7	2008000270	20150115T000000	291850.0	3	1.50	1060	
8	2414600126	20150415T000000	229500.0	3	1.00	1780	
9	3793500160	20150312T000000	323000.0	3	2.50	1890	

```
sqft_lot
                 floors waterfront
                                              ... grade sqft_above sqft_basement
                                        view
     0
            5650
                      1.0
                                     0
                                           0
                                              •••
                                                      7
                                                               1180
                                                                                   0
                      2.0
                                                      7
                                                                                 400
            7242
                                     0
                                           0
                                                               2170
     1
     2
           10000
                      1.0
                                     0
                                                      6
                                                                770
                                                                                   0
     3
            5000
                      1.0
                                     0
                                           0
                                                      7
                                                               1050
                                                                                910
     4
            8080
                      1.0
                                     0
                                           0
                                                      8
                                                               1680
                                                                                   0
     5
                      1.0
                                     0
                                           0
                                                                                1530
          101930
                                                     11
                                                               3890
     6
                      2.0
                                           0
                                                      7
            6819
                                     0
                                                                                   0
                                                               1715
     7
            9711
                      1.0
                                     0
                                           0
                                                      7
                                                               1060
                                                                                   0
                      1.0
                                           0
                                                                                 730
     8
            7470
                                     0
                                                      7
                                                               1050
                                           0 ...
     9
            6560
                      2.0
                                     0
                                                      7
                                                               1890
                                                                                   0
        yr_built
                 yr_renovated zipcode
                                               lat
                                                        long sqft_living15 \
     0
            1955
                                    98178
                                           47.5112 -122.257
                                                                      1340.0
                              0
            1951
                           1991
                                          47.7210 -122.319
                                                                      1690.0
     1
                                    98125
     2
            1933
                              0
                                                                      2720.0
                                    98028
                                          47.7379 -122.233
     3
            1965
                              0
                                    98136 47.5208 -122.393
                                                                      1360.0
     4
            1987
                                    98074 47.6168 -122.045
                                                                      1800.0
     5
            2001
                              0
                                    98053
                                           47.6561 -122.005
                                                                         NaN
     6
            1995
                              0
                                    98003 47.3097 -122.327
                                                                      2238.0
     7
            1963
                              0
                                    98198 47.4095 -122.315
                                                                      1650.0
     8
            1960
                              0
                                    98146 47.5123 -122.337
                                                                      1780.0
     9
            2003
                                    98038 47.3684 -122.031
                                                                      2390.0
        sqft_lot15
              5650
     0
     1
              7639
              8062
     2
     3
              5000
     4
              7503
     5
            101930
     6
              6819
     7
              9711
     8
              8113
              7570
     [10 rows x 21 columns]
[8]: # preview the data
     # NB: the pandas.tail() method previews the last 10 observations of the data
     df.tail(10)
[8]:
                     id
                                     date
                                               price
                                                       bedrooms
                                                                 bathrooms \
```

507250.0

429000.0

610685.0

2.50

2.00

2.50

20140825T000000

20150126T000000

3448900210 20141014T000000

21608	7936000429	20150326T0	00000	1007500	.0	4		3.50	)	
21609	2997800021	20150219T0	00000	475000	.0	3		2.50	)	
21610	263000018	20140521T0	00000	360000	.0	3		2.50	)	
21611	6600060120	20150223T0	00000	400000	.0	4		2.50	)	
21612	1523300141	20140623T0	00000	402101	.0	2		0.75	i	
21613	291310100	20150116T0	00000	400000	.0	3		2.50	)	
21614	1523300157	20141015T0	00000	325000	.0	2		0.75		
	sqft_living	_		water		view	•••	0	\	
21605	2270		2.0		0	0	•••	8		
21606	1490		3.0		0	0	•••	8		
21607	2520		2.0		0	0	•••	9		
21608	3510		2.0		0	0	•••	9		
21609	1310		2.0		0	0	•••	8		
21610	1530		3.0		0	0	•••	8		
21611	2310		2.0		0	0	•••	8		
21612	1020		2.0		0	0	•••	7		
21613	1600		2.0		0	0	•••	8		
21614	1020	1076	2.0		0	0	•••	7		
	sqft_above	sqft_basem	ont ur	_built	ur ro	novate	d	zipcode	lat	\
21605	2270	sqr c_basem	0 o	2003	yr_re.		0	98065	47.5389	`
21606	1490		0	2014			0	98144	47.5699	
21607	2520		0	2014			0	98056	47.5137	
21608	2600		910	2009			0	98136	47.5537	
21609	1180		130	2008			0	98116	47.5773	
21610	1530		0	2009			0	98103	47.6993	
21611	2310		0	2014			0	98146	47.5107	
21612	1020		0	2009			0	98144	47.5944	
21613	1600		0	2004			0	98027	47.5345	
21614	1020		0	2008			0	98144	47.5941	
	long sq	ft_living15	sqft_	lot15						
	-121.881	2270.0		5731						
	-122.288	1400.0		1230						
21607	-122.167	2520.0		6023						
	-122.398	2050.0		6200						
	-122.409	1330.0		1265						
	-122.346	1530.0		1509						
	-122.362	1830.0		7200						
	-122.299	1020.0		2007						
	-122.069	1410.0		1287						
21614	-122.299	1020.0		1357						

[10 rows x 21 columns]

## 5.3 Data Cleaning/Preprocessing

Previewing the dataset provides us with a chance to perform some cleanup to preprecess the data for analysis.

Our first step to cleaning up the data will be to check for duplicate entries in the data. For this, we will use the pandas.drop duplicates() [4] method to remove duplicate entries in the data

```
[9]: # remove duplicates in the data
df.drop_duplicates()

# check for changes
df.shape
```

#### [9]: (21615, 21)

Next, we will perform a count of missing entries. This will provide guidiance of the next preprocessing steps to take.

For this, we will use the pandas.isna() [5] method to extract the observations having missing entries. Next, we will use the pandas.sum() [6] method to obtain the count of missing observations in each of the feature coulumns

```
[10]: # get the count of missing entries
df.isna().sum()
```

```
[10]: id
                         0
      date
                         0
                         6
      price
      bedrooms
                         0
      bathrooms
                         0
      sqft_living
      sqft_lot
                         0
      floors
                         0
      waterfront
                         0
      view
                         0
                         0
      condition
      grade
                         0
      sqft above
                         0
      sqft_basement
      yr_built
                         0
      yr_renovated
                         0
      zipcode
                         0
      lat
                         0
                         0
      long
      sqft_living15
                         4
      sqft_lot15
                         0
      dtype: int64
```

A review of missing entries indicate that there are six (6) price entries, and four (4) missing

sqft\_living15 entries.

In both cases, we will input zero (0) rather than completely delete the observation. For *price*, we can assume that the ownership of the house was transferred rather than sold. Similarly, for  $sqft\_living15$ , we can assume that the property is in an isolated location, completely away from neighbours

```
[11]: # input zero (0) for missing entries
df['price'].fillna(value=0, inplace=True)
df['sqft_living15'].fillna(value=0, inplace=True)

# check for changes
df.isna().sum()
```

```
[11]: id
                         0
      date
                         0
                         0
      price
      bedrooms
                         0
      bathrooms
                         0
      sqft_living
                         0
      sqft_lot
                         0
                         0
      floors
      waterfront
                         0
      view
                         0
      condition
                         0
      grade
                         0
                         0
      sqft_above
      sqft_basement
                         0
      yr built
                         0
      yr_renovated
                         0
      zipcode
                         0
      lat
                         0
                         0
      long
      sqft_living15
                         0
      sqft_lot15
                         0
      dtype: int64
```

Next, we will convert the bathrooms and floors to a natural integer data types

```
[12]: # represent the data in their natural data types
df['bathrooms'] = df['bathrooms'].astype(int)
df['floors'] = df['floors'].astype(int)
```

Lastly, we will remove unnecessary identity features, including id, lat, and long.

We leave zipcode as it can be used to perform further analysis of house prices within particular locality

```
[13]: # remove unnecessary columns
df.drop(['id', 'lat', 'long'], axis=1, inplace=True)
```

Now that we have confirmed that the data is well represented with no missing entries. We will check the data again to see it's in order

```
[14]: # preview the data df.head()
```

E 4 4 7									a			
[14]:			date	pri	.ce be	drooms	bathro	oms	sqft_li	ving	sqft_lot	\
	0	20141013	T000000	221900	0.0	3		1		1180	5650	
	1	20141209	000000T	538000	0.0	3		2		2570	7242	
	2	20150225	T000000	180000	0.0	2		1		770	10000	
	3	20141209	000000T	604000	0.0	4		3		1960	5000	
	4	20150218	T000000	510000	0.0	3		2		1680	8080	
		floors	waterfrom	nt vie	w cor	dition	grade	sqft	t_above	sqft	_basement	\
	0	1		0	0	3	7		1180		0	
	1	2		0	0	3	7		2170		400	
	2	1		0	0	3	6		770		0	
	3	1		0	0	5	7		1050		910	
	4	1		0	0	3	8		1680		0	
		yr_built	yr_rend	ovated	zipco	de sqf	t_livin	ıg15	sqft_lo	t15		
	0	1955	· )	0	981	78	134	0.0	5	650		
	1	1951	•	1991	981	25	169	0.0	7	7639		
	2	1933	}	0	980	28	272	20.0	8	3062		
	3	1965	· )	0	981	36	136	0.0	5	000		
	4	1987	•	0	980	74	180	0.0	7	7503		

#### 5.4 Feature Selection & Engineering

Feature selection and engineering is a preparatory step in data modelling used to select and transform variables of interest for further analysis.

For our use-case, we will transform the *date* column into two (2) columns that reflect the month and year the property was sold as *year\_sold* and *month\_sold* respectively. we will use the transformation to facilitate a time-series of the residential property sales over time

```
[15]: # format the date column
df['date'] = pd.to_datetime(df['date'])

# engineer new features from the date column
df['yr_sold'] = df['date'].apply(lambda date: date.year)
df['mth_sold'] = df['date'].apply(lambda date: date.month)

# remove redundant columns
df.drop(['date'], axis=1, inplace=True)
```

```
# preview the data
df.head()
```

[15]:		price	e bedroom	ıs bat	hrooms	sqft	_living	sqft_l	ot f	loors	waterfront	\
	0	221900.0	)	3	1		1180	56	50	1	0	
	1	538000.0	)	3	2		2570	72	42	2	0	
	2	180000.0	)	2	1		770	100	00	1	0	
	3	604000.0	)	4	3		1960	50	00	1	0	
	4	510000.0	)	3	2		1680	80	80	1	0	
		view co	ndition	grade	sqft_a	bove	sqft_bas	sement	yr_b	uilt	yr_renovated	. \
	0	0	3	7	_	1180	_	0	-	1955	0	
	1	0	3	7		2170		400		1951	1991	
	2	0	3	6		770		0		1933	0	
	3	0	5	7		1050		910		1965	0	
	4	0	3	8		1680		0		1987	0	
		zipcode	sqft_liv	ing15	sqft_l	ot15	yr_sold	mth_s	old			
	0	98178	1	340.0	_	5650	2014		10			
	1	98125	1	690.0		7639	2014		12			
	2	98028	2	2720.0		8062	2015		2			
	3	98136	1	360.0		5000	2014		12			
	4	98074	1	.800.0		7503	2015		2			

# 6 DATA EXPLORATION AND ANALYSIS

Our exloration and analysis of the dataset will include an analysis on descriptive summary statistics, as well as, data visualisation with univariate and bivariate analysis of the residential sale price

#### 6.1 Summary Statistics

We will begin our Exploratory Data Analysis (EDA) with a review of the descriptive summary statistics of the dataset. Using descriptive summary statistics as a preliminary analysis for a dataset can provide a quick summary of dataset. This is particularly useful for comparing and analysing the central tendencies of features that make up the dataset. In our use-case, we will use the pandas.describe() [7] method to retrieve key statistical parameters such as the mean and standard devation

```
[16]: # preview the descriptive statistics
# NB: we transpose the data so we can view it in long format
df.describe().T
```

[16]:		count	mean	std	min	25%	\
	price	21615.0	539931.716771	367226.557551	-20000.0	321000.0	
	bedrooms	21615.0	3.370854	0.930032	0.0	3.0	
	bathrooms	21615.0	1.749711	0.734859	0.0	1.0	

sqft_living	21615.0	2079.847467	918.433531	290.0	1426.0
sqft_lot	21615.0	15106.445108	41418.631940	520.0	5040.0
floors	21615.0	1.446218	0.551889	1.0	1.0
waterfront	21615.0	0.007541	0.086513	0.0	0.0
view	21615.0	0.234282	0.766285	0.0	0.0
condition	21615.0	3.409484	0.650738	1.0	3.0
grade	21615.0	7.656812	1.175461	1.0	7.0
sqft_above	21615.0	1788.365394	828.077972	290.0	1190.0
sqft_basement	21615.0	291.482073	442.563449	0.0	0.0
<pre>yr_built</pre>	21615.0	1971.004950	29.372159	1900.0	1951.0
<pre>yr_renovated</pre>	21615.0	84.394448	401.661476	0.0	0.0
zipcode	21615.0	98077.932917	53.507347	98001.0	98033.0
sqft_living15	21615.0	1986.069350	685.626571	0.0	1490.0
sqft_lot15	21615.0	12768.155216	27302.936333	651.0	5100.0
yr_sold	21615.0	2014.322970	0.467622	2014.0	2014.0
mth_sold	21615.0	6.574231	3.115320	1.0	4.0

	50%	75%	max
price	450000.0	645000.0	7700000.0
bedrooms	3.0	4.0	33.0
bathrooms	2.0	2.0	8.0
sqft_living	1910.0	2550.0	13540.0
sqft_lot	7620.0	10687.5	1651359.0
floors	1.0	2.0	3.0
waterfront	0.0	0.0	1.0
view	0.0	0.0	4.0
condition	3.0	4.0	5.0
grade	7.0	8.0	13.0
sqft_above	1560.0	2210.0	9410.0
sqft_basement	0.0	560.0	4820.0
<pre>yr_built</pre>	1975.0	1997.0	2015.0
<pre>yr_renovated</pre>	0.0	0.0	2015.0
zipcode	98065.0	98118.0	98199.0
sqft_living15	1840.0	2360.0	6210.0
sqft_lot15	7620.0	10083.5	871200.0
<pre>yr_sold</pre>	2014.0	2015.0	2015.0
mth sold	6.0	9.0	12.0

## 6.2 Data Visualisation

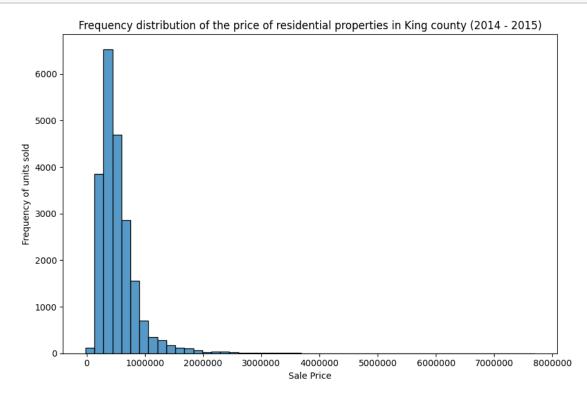
## Univariate Analysis of Sale Price

Univariate analysis is an essential technique in Exploratory Data Analysis (EDA) that helps to uncover patterns and anomalies (for example, outliers) about individual variables (in this case, the target variable, *price*) in a dataset.

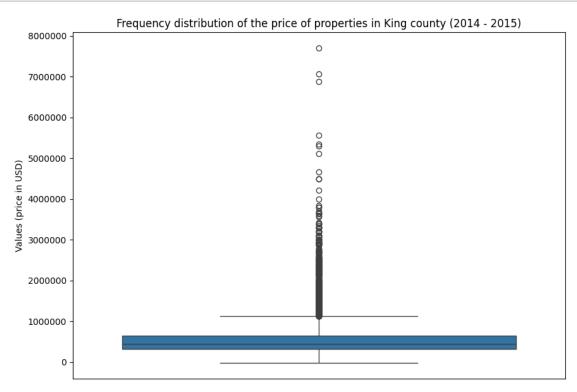
Since it focuses on a single variable at a time, it can serve as a fundamental step in examining in understanding central tendencies, dispersions, and distributions of an individual variable before

diving into more complex multivariate analysis

```
[17]: # create a figure for the plot
      plt.figure(figsize=(9,6))
      # draw a histogram showing the distribution of sale price
      sns.histplot(df['price'], bins=50)
      # add labels and title
      plt.xlabel('Sale Price')
      plt.ylabel('Frequency of units sold')
      plt.title('Frequency distribution of the price of residential properties in \Box
       →King county (2014 - 2015)')
      \# show complete scale on x-axis
      formatter = ticker.ScalarFormatter(useOffset=False)
      formatter.set_scientific(False)
      plt.gca().xaxis.set_major_formatter(formatter)
      # show the plot
      plt.tight_layout()
      plt.show()
```



```
[18]: # create a figure for the plot
      plt.figure(figsize=(9,6))
      # draw a box-plot showing the distribution of sale price
      sns.boxplot(df['price'])
      # make the x axis label invisible
      plt.xticks([])
      # add labels and title
      plt.ylabel('Values (price in USD)')
      plt.title('Frequency distribution of the price of properties in King county⊔
       \hookrightarrow (2014 - 2015)')
      # show complete scale on y-axis
      formatter = ticker.ScalarFormatter(useOffset=False)
      formatter.set_scientific(False)
      plt.gca().yaxis.set_major_formatter(formatter)
      # show the plot
      plt.tight_layout()
      plt.show()
```



From the frequency distribution indicated by the histogram sale prices above, we could see clearly

that properties above 1,000,000 USD were outliers (less than 5% of the total units sold). Also, we could see that the median price of a residential property in King county was approximately 500,000 USD

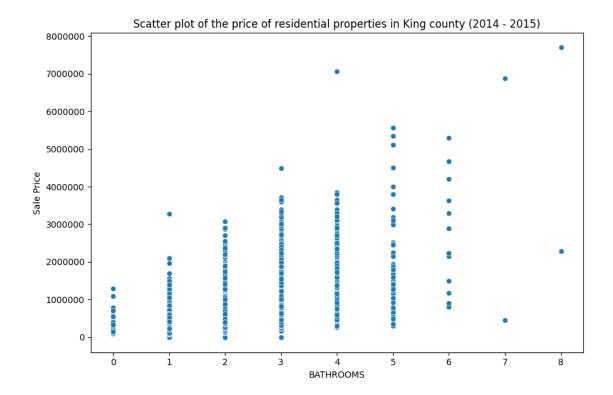
## Bivariate Analysis of Sale Price with Highly Correlated Features

Multivariate analysis deals with the interactions and relationships among three or more variables. Whilst in multivariate analysis, more than one parameter is varied simultaneously, bivariate analysis, on the other hand, simultaneously compares two variables.

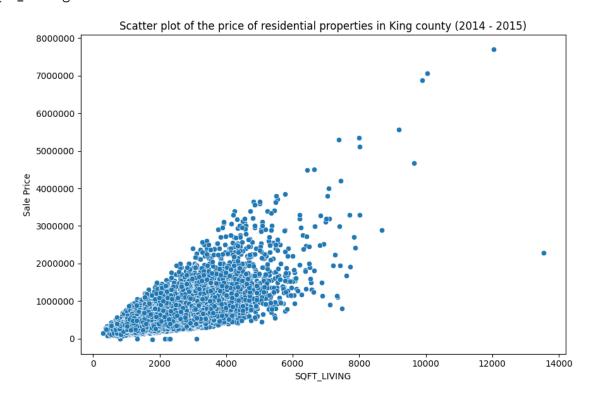
For our use-case, we will consider an analysis of price with features where the correlation coefficient is greater than 0.5. In addition, we will also consider the bivariate analysis of price with time-series a feature like  $yr\_built$ 

```
[19]: # calculate the correlation to the target
      for feature in df.columns.values:
          related = df['price'].corr(df[feature])
          # exclude correlation coefficients <= 0.5
          if related > 0.5 and feature != 'price':
              # show the correlation
              print("%s: %f" % (feature, related))
              # create a figure for the plot
              plt.figure(figsize=(9,6))
              # draw a scatter plot showing the distribution of sale price
              sns.scatterplot(x=df[feature], y=df['price'])
              # add labels and title
              plt.xlabel(str.upper(feature))
              plt.ylabel('Sale Price')
              plt.title('Scatter plot of the price of residential properties in King⊔
       ⇔county (2014 - 2015)')
              # show complete scale on both axes
              formatter = ticker.ScalarFormatter(useOffset=False)
              formatter.set_scientific(False)
              plt.gca().xaxis.set major formatter(formatter)
              plt.gca().yaxis.set_major_formatter(formatter)
              # show the plot
              plt.tight_layout()
              plt.show()
```

bathrooms: 0.509923



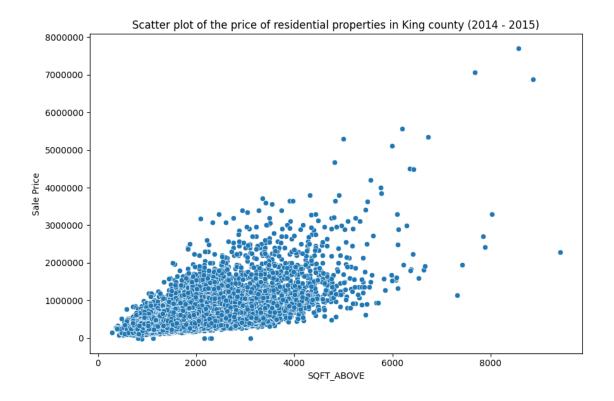
sqft\_living: 0.701829



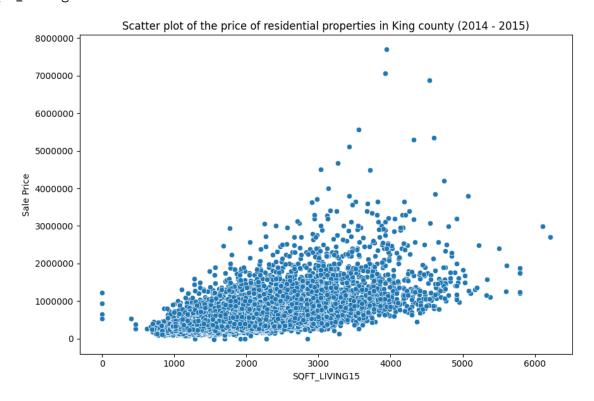
grade: 0.667283



sqft\_above: 0.605315

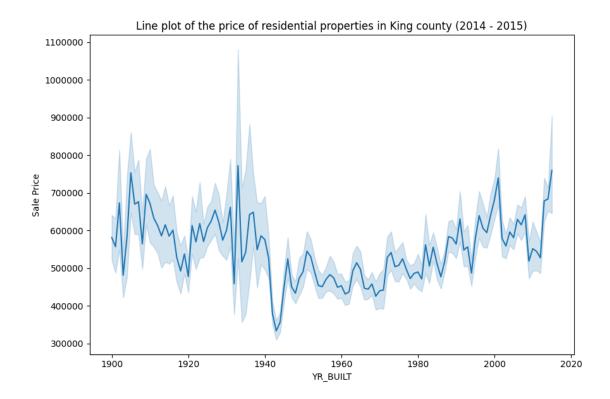


sqft\_living15: 0.584154



From the bivariate analysis depicted in the scatter plots above, we could see there is a direct linear relationship between sale price and highly correlated features, such as *bathrooms* and *grade*. This is an indication that these features can easily be modelled with linear machine learning models like linear regression

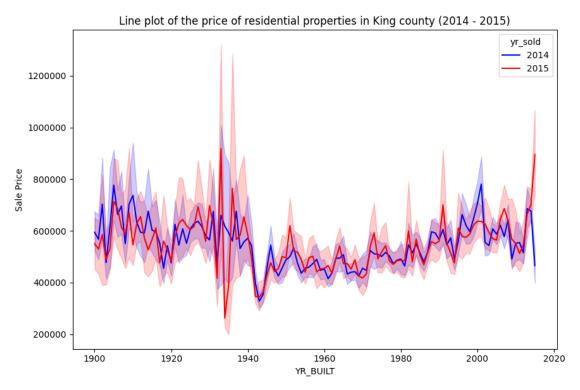
```
[20]: # create a figure for the plot
      plt.figure(figsize=(9,6))
      # draw a scatter plot showing the distribution of sale price
      sns.lineplot(data=df, x=df['yr_built'], y=df['price'])
      # add labels and title
      plt.xlabel(str.upper('yr_built'))
      plt.ylabel('Sale Price')
      plt.title('Line plot of the price of residential properties in King county_{\sqcup}
       ⇔(2014 - 2015)')
      # show complete scale on both axes
      formatter = ticker.ScalarFormatter(useOffset=False)
      formatter.set scientific(False)
      plt.gca().xaxis.set_major_formatter(formatter)
      plt.gca().yaxis.set_major_formatter(formatter)
      # show the plot
      plt.tight_layout()
      plt.show()
```



From the time-series line plot, we could see that the sale price residential properties spiked just after the 1900, 1930 and 2010. However, it deeped strongly in the early 1940's

```
[55]: # create a figure for the plot
     plt.figure(figsize=(9,6))
      # draw a scatter plot showing the distribution of sale price
     sns.lineplot(data=df, x=df['yr_built'], y=df['price'], hue=df['yr_sold'],
       ⇔palette=['blue','red'])
     # add labels and title
     plt.xlabel(str.upper('yr_built'))
     plt.ylabel('Sale Price')
     plt.title('Line plot of the price of residential properties in King county⊔
      # show complete scale on both axes
     formatter = ticker.ScalarFormatter(useOffset=False)
     formatter.set_scientific(False)
     plt.gca().xaxis.set_major_formatter(formatter)
     plt.gca().yaxis.set_major_formatter(formatter)
     plt.gca().collections[0].set_path_effects([])
```

```
# show the plot
plt.tight_layout()
plt.show()
```



```
[57]: x= df.groupby('yr_built')['price'].mean()
      x.astype(int)
[57]: yr_built
      1900
              581387
      1901
              556935
      1902
              673007
      1903
              480958
      1904
              583756
      2011
              544522
      2012
              527447
      2013
              678545
      2014
              683681
      2015
              759785
      Name: price, Length: 116, dtype: int64
```

As we can see, there were some disparities in the sale prices of residential properties sold in 2014 and 2015. However, there was a steady rise in the sale prices of the properties. This is particularly noticable between 2010 and 2015

## 7 RESULTS AND DISCUSSION

We make the following observations from the descriptive summary statistics, as well as, the univariate and bivariate analysis.

- 1. The sale price of most of the residential properties is less than 1,000,000 USD
- 2. There's a direct linear relationship between strongly correlated features such as *sqft\_living*, *grade*, and *sqft\_above*. Hence, these features can easily be modeled with linear machine learning models such as Linear Regression
- 3. Lastly, we observed that the sale price residential properties spiked just after the 1900, 1930 and early 2000's. However, it deeped strongly in the early 1940's and rose steadily therefter. Although, the reason for these spikes could not be ascertained, there are chances that there would have have been a large margin of profits and losses during these times

## 8 REFERENCES

- $[1] \quad pandas.read\_csv() \quad \text{method}, \quad \text{https://pandas.pydata.org/pandas.read\_csv.html} \\$
- [2] pandas.shape, https://pandas.pydata.org/docs/reference/api/pandas.DataFrame.shape.html
- [3] pandas.info() method, https://pandas.pydata.org/docs/reference/api/pandas.DataFrame.info.html
- $[4] \ pandas. drop\_duplicates() \ method, \ https://pandas.pydata.org/docs/reference/api/pandas. DataFrame. drop_duplicates() \ method, \ https://pandas.pydata.pydata. \ method, \ https://pandas.pydata.pydata.pydata. \ method, \ https://pandas.pydata$
- [5] pandas.isna() method, https://pandas.pydata.org/docs/reference/api/pandas.DataFrame.isna.html
- [6] pandas.sum() method, https://pandas.pydata.org/docs/reference/api/pandas.DataFrame.sum.html
- [7] pandas.describe() method, https://pandas.pydata.org/docs/reference/api/pandas.DataFrame.describe.html