## PREDICTING IF INCOME EXCEEDS \$50,000 OR NOT

# "MSCT32 : DATA SCIENCE AND ANALYTICS" "PROJECT - TEAM 03"

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## 1 Problem Statement:

To build a model that will predict if the income of any individual in the US is greater than or less than USD 50,000 based on the data available about that individual.

## 2 Objective:

To perform data analytics and machine-learning techniques on the given dataset "Project 3 adult.csv" to predict whether an individual's annual income exceeds \$50,000 or not based on the given attributes like Age, Work-class, Final-weight, Education, Education-num (Number of years of education), Marital-status, Occupation, Relationship, Race, Sex, Capital-gain, Capital-loss, Hours-per-week and Native-country.

## 3 Introduction

To start off, the working directory should have to be set to the location we have our dataset "Project 3 adult.csv" and where we want our program to be saved.

```
# clearing out my work-space
rm(list = ls())

# reading the current working directory
getwd()
```

## [1] "/home/beulah/Data Science/Project"

## 4 Exploratory Analysis

Exploratory data analysis or "EDA" is the first and foremost step in analyzing the data to summarize their main characteristics from an experiment.

#### 4.1 About the Dataset

```
dim(adult)
```

```
## [1] 32561 15
```

Our given dataset "Project\_3\_adult.csv" contains 32,561 entries with a total of 15 columns representing different attributes of the people.

The list of attributes is as follows:

- age: the age of an individual
- workclass: represents the employment status of an individual
- fnlwgt: the number of people in the target population that the corresponding individual represents
- education: the highest level of education achieved by an individual
- education-num: the number of years of education in total
- marital.status: marital status of an individual
- occupation: the general type of occupation of an individual
- relationship: describes what this individual is relative to others
- race: descriptions of an individual's race
- sex: the biological sex of the individual
- capital.gain: income from investment sources other than salary which is a gain for an individual
- capital.loss: income from investment sources other than salary which is a loss for an individual
- hours.per.week: the hours an individual has reported to work per week
- native.country: country of origin for an individual
- income: whether or not an individual makes more than \$50,000 annually

## # Returns the first few parts of our data frame. head(adult)

```
##
     age workclass fnlwgt
                              education education.num marital.status
## 1
      90
                 ?
                    77053
                                HS-grad
                                                               Widowed
## 2
                                                     9
      82
           Private 132870
                                HS-grad
                                                              Widowed
                                                    10
## 3
      66
                 ? 186061 Some-college
                                                              Widowed
## 4
                                7th-8th
                                                     4
      54
           Private 140359
                                                             Divorced
## 5
      41
           Private 264663 Some-college
                                                    10
                                                            Separated
## 6
      34
           Private 216864
                                HS-grad
                                                     9
                                                             Divorced
##
            occupation relationship race
                                                sex capital.gain capital.loss
                      ? Not-in-family White Female
## 1
                                                               0
                                                                          4356
       Exec-managerial Not-in-family White Female
## 2
                                                               0
                                                                          4356
                                                               0
## 3
                            Unmarried Black Female
                                                                          4356
## 4 Machine-op-inspct
                            Unmarried White Female
                                                               0
                                                                          3900
## 5
        Prof-specialty
                            Own-child White Female
                                                               0
                                                                          3900
## 6
         Other-service
                            Unmarried White Female
                                                                Ω
                                                                          3770
     hours.per.week native.country income
##
## 1
                 40 United-States
                                     <=50K
## 2
                 18
                     United-States
                                     <=50K
## 3
                     United-States
                                     <=50K
                 40
                 40
                     United-States
                                     <=50K
## 5
                     United-States
                                     <=50K
                 40
                 45
                     United-States
                                     <=50K
```

# Displaying compactly the internal structure of our adult dataset.
str(adult)

```
32561 obs. of 15 variables:
## 'data.frame':
##
   $ age
                    : int 90 82 66 54 41 34 38 74 68 41 ...
##
  $ workclass
                    : Factor w/ 9 levels "?", "Federal-gov", ...: 1 5 1 5 5 5 5 8 2 5 ...
                    : int 77053 \ 132870 \ 186061 \ 140359 \ 264663 \ 216864 \ 150601 \ 88638 \ 422013 \ 70037 \ \dots
## $ fnlwgt
                    : Factor w/ 16 levels "10th", "11th", ...: 12 12 16 6 16 12 1 11 12 16 ...
##
   $ education
##
   $ education.num : int 9 9 10 4 10 9 6 16 9 10 ...
   $ marital.status: Factor w/ 7 levels "Divorced", "Married-AF-spouse", ...: 7 7 7 1 6 1 6 5 1 5 ...
                   : Factor w/ 15 levels "?", "Adm-clerical", ...: 1 5 1 8 11 9 2 11 11 4 ...
##
   $ occupation
##
   $ relationship : Factor w/ 6 levels "Husband", "Not-in-family",..: 2 2 5 5 4 5 5 3 2 5 ...
##
                    : Factor w/ 5 levels "Amer-Indian-Eskimo",..: 5 5 3 5 5 5 5 5 5 5 ...
   $ race
##
   $ sex
                    : Factor w/ 2 levels "Female", "Male": 1 1 1 1 1 1 2 1 1 2 ...
##
   $ capital.gain : int 0000000000...
   $ capital.loss : int 4356 4356 4356 3900 3900 3770 3683 3683 3004 ...
## $ hours.per.week: int 40 18 40 40 40 45 40 20 40 60 ...
   $ native.country: Factor w/ 42 levels "?", "Cambodia",..: 40 40 40 40 40 40 40 40 1 ...
   $ income
                    : Factor w/ 2 levels "<=50K",">50K": 1 1 1 1 1 1 1 2 1 2 ...
```

## # Producing a summary of all records in our data set summary(adult)

```
##
         age
                              workclass
                                                fnlwgt
##
                                    :22696
                                                  : 12285
          :17.00
                   Private
                                            Min.
   1st Qu.:28.00
                   Self-emp-not-inc: 2541
                                            1st Qu.: 117827
                                   : 2093
                                            Median: 178356
##
  Median :37.00
                   Local-gov
## Mean
          :38.58
                                    : 1836
                                            Mean
                                                   : 189778
##
   3rd Qu.:48.00
                                    : 1298
                                            3rd Qu.: 237051
                   State-gov
                   Self-emp-inc
                                    : 1116
                                            Max.
##
  Max.
           :90.00
                                                   :1484705
                                    : 981
##
                    (Other)
##
          education
                        education.num
                                                      marital.status
  HS-grad
               :10501
                        Min. : 1.00
                                        Divorced
                                                             : 4443
## Some-college: 7291
                        1st Qu.: 9.00 Married-AF-spouse
                                                                 23
   Bachelors
               : 5355
                        Median :10.00
                                       Married-civ-spouse
                                                             :14976
## Masters
               : 1723
                        Mean
                              :10.08
                                       Married-spouse-absent: 418
##
   Assoc-voc
               : 1382
                        3rd Qu.:12.00
                                        Never-married
                                                             :10683
##
   11th
                : 1175
                        Max.
                               :16.00
                                        Separated
                                                             : 1025
##
    (Other)
                : 5134
                                        Widowed
                                                                993
##
              occupation
                                  relationship
                                                                 race
  Prof-specialty:4140
                          Husband
                                        :13193
                                                Amer-Indian-Eskimo: 311
  Craft-repair
                  :4099
                          Not-in-family: 8305
                                                Asian-Pac-Islander: 1039
##
## Exec-managerial:4066
                          Other-relative: 981
                                                 Black
                                                                   : 3124
## Adm-clerical
                 :3770
                          Own-child
                                       : 5068
                                                 Other
                                                                   : 271
## Sales
                  :3650
                          Unmarried
                                        : 3446
                                                 White
                                                                   :27816
##
   Other-service :3295
                                        : 1568
                          Wife
##
    (Other)
                   :9541
##
                   capital.gain
                                   capital.loss
                                                   hours.per.week
##
   Female:10771
                                                   Min. : 1.00
                  Min.
                        :
                              0
                                  Min.
                                         :
                                             0.0
##
   Male :21790
                   1st Qu.:
                              0
                                  1st Qu.:
                                             0.0
                                                   1st Qu.:40.00
                                                   Median :40.00
##
                  Median :
                              0
                                  Median :
                                             0.0
##
                   Mean
                          : 1078
                                  Mean
                                            87.3
                                                   Mean
                                                         :40.44
                                        :
##
                   3rd Qu.:
                              0
                                  3rd Qu.:
                                             0.0
                                                   3rd Qu.:45.00
##
                          :99999
                                  Max.
                                         :4356.0
                                                   Max.
                                                          :99.00
##
##
         native.country
                           income
   United-States:29170
                         <=50K:24720
```

```
##
   Mexico
                    643
                          >50K : 7841
##
   ?
                    583
##
   Philippines :
                    198
                 : 137
##
  Germany
   Canada
                   121
   (Other)
                 : 1709
##
```

## 4.2 Data Cleaning

Since the missing values are denoted by a question mark ("?") and also there are no null values (NULL)in any of the columns in our dataset, this seems that our dataset has been pre-processed already.

#### Missing Values:

So, Missing values are represented by "?" in our dataset.

Firstly, checking how many of those "?"s each column has.

```
# Number of missing values in each columns
sapply(adult, function(x) sum(x == "?"))
```

```
##
               age
                        workclass
                                            fnlwgt
                                                         education
                                                                    education.num
##
                              1836
## marital.status
                       occupation
                                     relationship
                                                              race
                                                                               sex
##
                              1843
                                                                                 0
##
     capital.gain
                     capital.loss hours.per.week native.country
                                                                            income
##
                 0
                                                               583
```

```
# Total percentage of missing values
(sum(adult == "?") / nrow(adult))*100
```

```
## [1] 13.08928
```

Therefore, approximately 13% of our given dataset have missing values. And there are only three columns with some missing values. viz.,

- workclass = 1836 missing
- occupation = 1843 missing
- native.country = 583 missing

Since these three variables are qualitative, we refine our dataset to the one with no missing values.

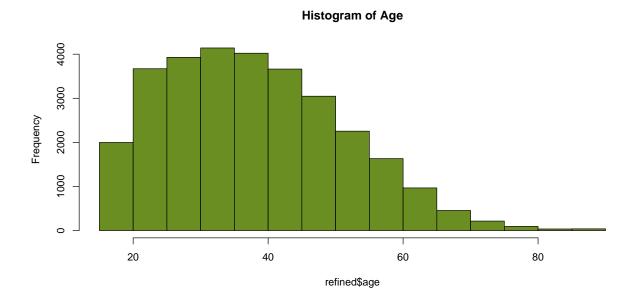
```
# Dataset with no missing values
refined = adult[apply(adult != "?", 1, all),]
```

## 4.3 Data Visualization & Data Exploration

```
# Installation of packages
# Loading the neccessary libraries
installPackage <- function(nameOfThePackage) {
   install.packages(nameOfThePackage)
   library(nameOfThePackage)
   return ("installed")
}</pre>
```

#### 4.3.1 Age

```
hist(refined$age, main = paste("Histogram of Age"), col = "olivedrab")
```



#### min(refined\$age)

## [1] 17

#### max(refined\$age)

## [1] 90

The age feature describes the age of the individual. The figure 1 shows the age distribution among the entries in our dataset. The ages range from 17 to 90 years old with the majority of entries lies between the ages of 25 and 45 years.

```
# if needed, then install the packages
# if already installed, then ignore
if (!require(ggplot2)) do.call("installPackage", args = list("ggplot2"))
if (!require(dplyr)) do.call("installPackage", args = list("dplyr"))
```

```
# plot(refined$age, refined$income)
agg <- count(refined, age, income)
agg_ord <- mutate(agg, age, income)
ggplot(agg_ord) + geom_col(aes(x = age, y = n, fill = income)) +
ggtitle('Income Level with Age Level')</pre>
```

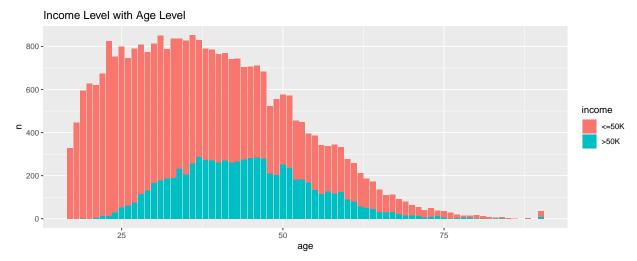


Figure tells us that the age groups between 17-20, 70-80, and 80-90 has relatively less chance to have an income greater than \$50,000.

#### 4.3.2 Workclass

```
ggplot(refined, aes(workclass)) + geom_bar(fill = "olivedrab") +
ggtitle('Exploring workclass of the individual')
```

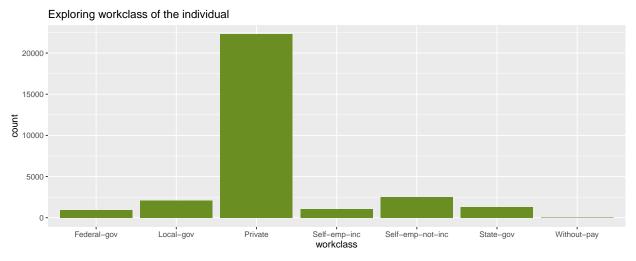


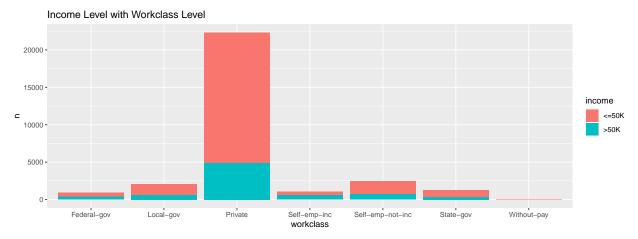
Figure tells us that the majority of the individuals work in the private sector

```
refined %>%
  group_by(workclass) %>%
  summarise(counts = n())
```

```
## # A tibble: 7 x 2
## workclass counts
## <fct> <int>
## 1 Federal-gov 943
## 2 Local-gov 2067
## 3 Private 22286
```

```
## 4 Self-emp-inc 1074
## 5 Self-emp-not-inc 2499
## 6 State-gov 1279
## 7 Without-pay 14
```

```
agg <- count(refined,workclass,income)
agg_ord <- mutate(agg, workclass, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x=workclass,y=n,fill=income)) +
    ggtitle('Income Level with Workclass Level')</pre>
```

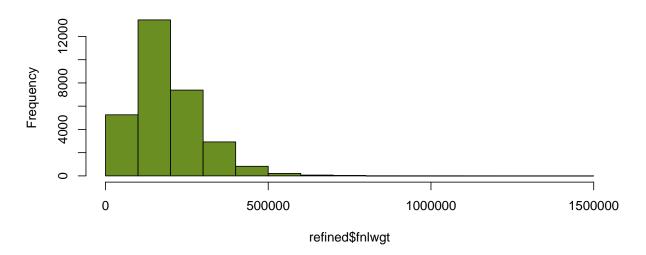


From Figure the probabilities of making above \$50,000 are similar among the work classes except for self.emp.inc and federal government.

## 4.3.3 Final weight

```
hist(refined$fnlwgt, main = paste("Histogram of final weight"), col = "olivedrab" )
```

## Histogram of final weight



```
refined %>%
  group_by(fnlwgt) %>%
  summarise(counts = n())
## # A tibble: 20,263 x 2
##
      fnlwgt counts
##
       <int> <int>
##
    1 13769
                  1
##
    2 14878
                  1
##
    3 18827
                  1
##
      19214
                  1
##
    5
       19302
                  5
```

## # ... with 20,253 more rows

2

1

1

1

1

#### 4.3.4 Education

6 19395

8 19491

9

## 10 19700

19410

19520

## 6 ## 7

##

##

The education feature describes the highest level of education of each individual in the dataset.

```
ggplot(refined, aes(education)) +
  geom_bar(fill = "olivedrab") +
  ggtitle('Exploring the highest level of Education of the individual')
```

Exploring the highest level of Education of the individual

10000 - 1000

```
refined %>%
  group_by(education) %>%
  summarise(counts = n())
```

```
## # A tibble: 16 x 2
## education counts
## <fct> <int>
```

```
##
    1 10th
                       820
##
    2 11th
                      1048
##
    3 12th
                       377
##
    4 1st-4th
                       151
##
    5 5th-6th
                       288
##
    6 7th-8th
                       557
    7 9th
##
                       455
##
    8 Assoc-acdm
                      1008
##
    9 Assoc-voc
                      1307
## 10 Bachelors
                      5044
## 11 Doctorate
                       375
## 12 HS-grad
                      9840
## 13 Masters
                      1627
## 14 Preschool
                        45
## 15 Prof-school
                       542
## 16 Some-college
                      6678
```

Figure tells us that most of the individuals in the dataset have at most a high school education while only a small portion have a doctorate.

```
agg <- count(refined, education,income)
agg_ord <- mutate(agg, education, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x = education, y = n,fill = income)) +
ggtitle('Income Level with Education Level')</pre>
```

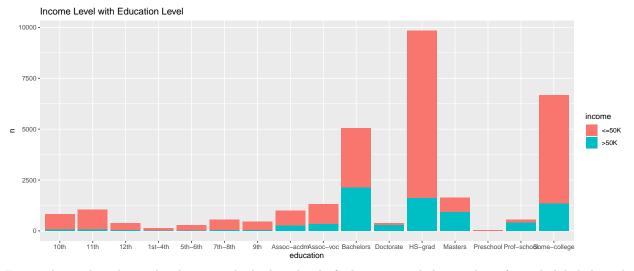
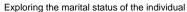


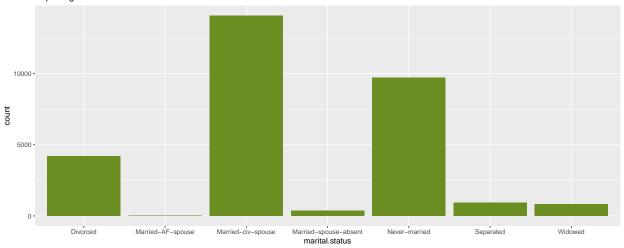
Figure shows the relationship between the highest level of education and the number of people labeled >50k and <=50k.

#### 4.3.5 Marital Status

The education feature describes the highest level of education of each individual in the dataset.

```
ggplot(refined, aes(marital.status)) +
  geom_bar(fill = "olivedrab") +
  ggtitle('Exploring the marital status of the individual')
```





```
refined %>%
  group_by(marital.status) %>%
  summarise(counts = n())
```

```
## # A tibble: 7 x 2
##
     marital.status
                            counts
     <fct>
                             <int>
                              4214
## 1 Divorced
## 2 Married-AF-spouse
                                21
## 3 Married-civ-spouse
                             14065
## 4 Married-spouse-absent
                               370
                              9726
## 5 Never-married
## 6 Separated
                               939
## 7 Widowed
                               827
```

```
agg <- count(refined, marital.status,income)
agg_ord <- mutate(agg, marital.status, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x = marital.status, y = n,fill = income)) +
    ggtitle('Income Level with Marital status of the individual')</pre>
```

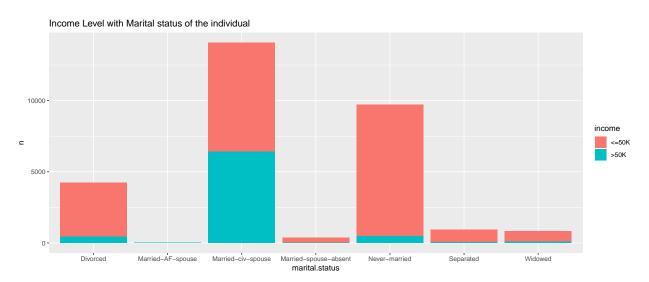
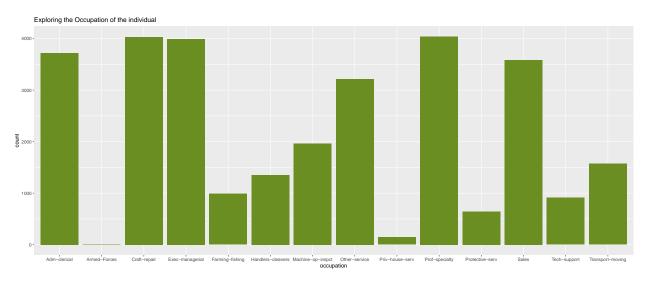


Figure shows the relationship between the marital status and the number of people labeled >50k and <=50k.

#### 4.3.6 Occupation

```
refined %>%
  group_by(occupation) %>%
  summarise(counts = n())
## # A tibble: 14 x 2
##
      occupation
                        counts
##
      <fct>
                         <int>
  1 Adm-clerical
                          3721
##
##
    2 Armed-Forces
                             9
## 3 Craft-repair
                          4030
## 4 Exec-managerial
                          3992
## 5 Farming-fishing
                          989
## 6 Handlers-cleaners
                          1350
## 7 Machine-op-inspct
                          1966
## 8 Other-service
                          3212
## 9 Priv-house-serv
                          143
## 10 Prof-specialty
                          4038
## 11 Protective-serv
                          644
## 12 Sales
                          3584
## 13 Tech-support
                           912
## 14 Transport-moving
                          1572
ggplot(refined, aes(occupation)) +
  geom_bar(fill = "olivedrab") +
  ggtitle('Exploring the Occupation of the individual')
```



```
agg <- count(refined, occupation,income)
agg_ord <- mutate(agg, occupation, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x = occupation, y = n,fill = income)) +
ggtitle('Income Level with Occupation of the individual')</pre>
```

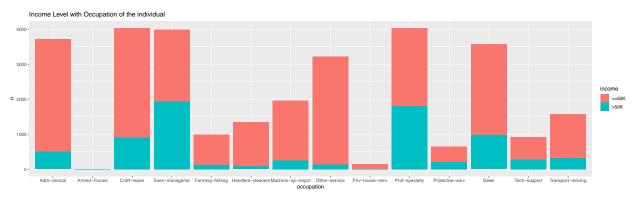
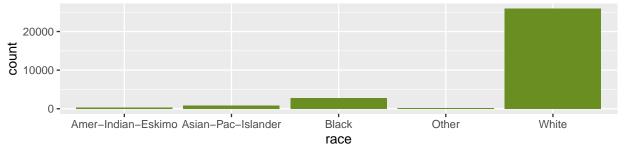


Figure shows the relationship between the occupation and the number of people labeled >50k and <=50k. Also exec.managerial and prof.specialty has a very high percentages of individuals making over \$50,000. In addition, the percentages for Farming fishing, Other service and Handlers cleaners are significantly lower than the rest of the distribution.

#### 4.3.7 Race

```
refined %>%
  group_by(race) %>%
  summarise(counts = n())
## # A tibble: 5 x 2
##
     race
                         counts
##
     <fct>
                          <int>
## 1 Amer-Indian-Eskimo
                            286
## 2 Asian-Pac-Islander
                            895
## 3 Black
                           2817
## 4 Other
                            231
## 5 White
                          25933
ggplot(refined, aes(race)) +
  geom_bar(fill = "olivedrab") +
  ggtitle('Exploring the Race')
```

## Exploring the Race



```
agg <- count(refined, race,income)
agg_ord <- mutate(agg, race, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x = race, y = n,fill = income)) +
    ggtitle('Income Level with Race of the individual')</pre>
```



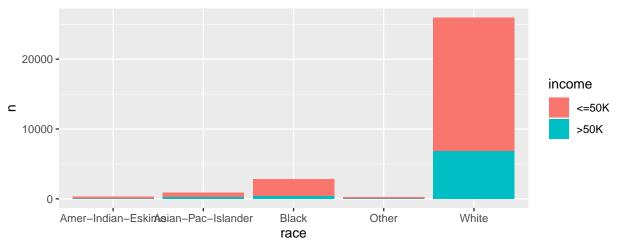
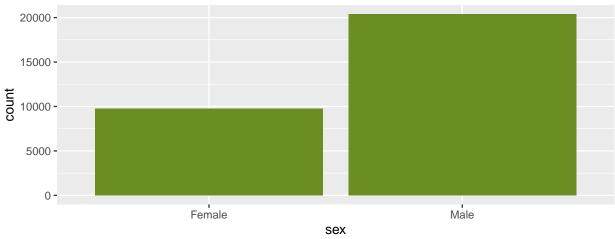


Figure shows the relationship between the race and the number of people labeled >50k and <=50k. It shows that Whites has larger percentage of entries greater than \$50,000 than the rest of the races.

#### 4.3.8 Sex

```
ggplot(refined, aes(sex)) +
  geom_bar(fill = "olivedrab") +
  ggtitle('Exploring the gender of the individual')
```

## Exploring the gender of the individual



```
refined %>%
  group_by(sex) %>%
  summarise(counts = n())

## # A tibble: 2 x 2
```

```
## sex counts
## <fct> <int>
## 1 Female 9782
## 2 Male 20380
```

There is almost double the sample size of males in comparison to females in the dataset.

```
agg <- count(refined, sex,income)
agg_ord <- mutate(agg, sex, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x = sex, y = n,fill = income)) +
    ggtitle('Income Level with Biological Gender of the individual')</pre>
```

## Income Level with Biological Gender of the individual

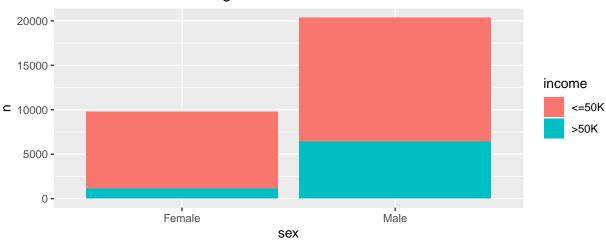


Figure shows the relationship between the sex and the number of people labeled >50k and <=50k. It tell us that the percentage of males who make greater than \$50,000 is much greater than the percentage of females that make the same amount.

#### 4.3.9 Hours Per Week

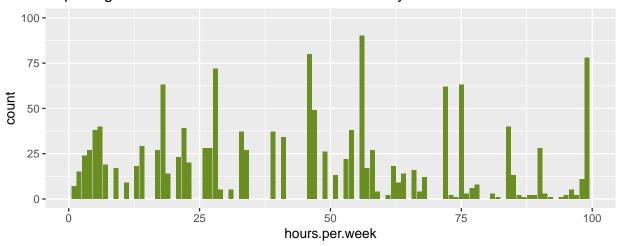
```
refined %>%
  group_by(hours.per.week) %>%
  summarise(counts = n())
```

```
## # A tibble: 94 x 2
##
      hours.per.week counts
##
                 <int>
                         <int>
##
    1
                     1
                             7
    2
                     2
##
                            15
                     3
                            24
##
    3
                            27
                     4
##
    4
                     5
##
    5
                            38
##
    6
                     6
                            40
##
    7
                     7
                            19
##
    8
                     8
                           102
##
    9
                     9
                            17
## 10
                    10
                           222
## # ... with 84 more rows
```

The vast majority of individuals are working 40 hourweeks.

```
ggplot(refined, aes(hours.per.week)) +
  geom_bar(fill = "olivedrab") +
  ggtitle('Exploring the hours the individual works on weekly basis') +
  ylim(0, 100)
```

## Exploring the hours the individual works on weekly basis



```
agg <- count(refined, hours.per.week,income)
agg_ord <- mutate(agg, hours.per.week, income = reorder(income, -n, sum))
ggplot(agg_ord) + geom_col(aes(x = hours.per.week, y = n,fill = income)) +
    ggtitle('Income Level with hours per Week') +
    ylim(0, 100)</pre>
```

## Income Level with hours per Week

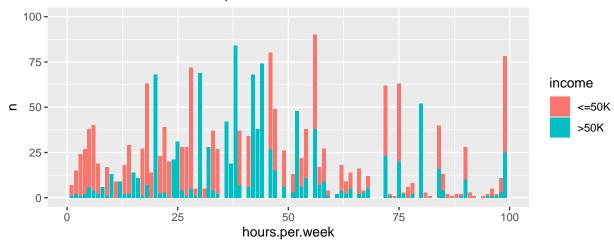


Figure shows the relationship between the sex and the number of people labeled >50k and <=50k. It tell us that the percentage of individuals making over \$50,000 drastically decreases when less than 40 hours per week, and increases significantly when greater than 40 hours per week.

## 5 Building the Model

The purpose of building the model is to classify the people into two groups, below 50k or above 50k in income. We are building the model using training data, and then predicting the salary class using the testing data.

## 5.1 Train-Test Split

We are using sample split function to split the dataset into training set and Testing set for our model.

```
# if needed, then install the packages
# if already installed, then ignore
if (!require(caTools)) do.call("installPackage", args = list("caTools"))

set.seed(12345)
# Spliting data for Buildind the Model
SampleSplit <- sample.split(refined$income, SplitRatio = 0.7)
trainingSet <- subset(refined, SampleSplit == TRUE)
testingSet <- subset(refined,SampleSplit == FALSE)</pre>
```

#### 5.2 Decision Tree Model

```
# if needed, then install the packages
# if already installed, then ignore
if (!require(rpart)) do.call("installPackage", args = list("rpart"))
if (!require(rpart.plot)) do.call("installPackage", args = list("rpart.plot"))
salaryTree <- rpart(income ~. , data = refined)</pre>
```

## 5.3 Naive Bayes Model

```
# if needed, then install the packages
# if already installed, then ignore
if (!require(e1071)) do.call("installPackage", args = list("e1071"))
salaryNaiveBayes <- naiveBayes(income ~. , data = refined)</pre>
```

## 5.4 Random Forest Model

```
# if needed, then install the packages
# if already installed, then ignore
if (!require(randomForest)) do.call("installPackage", args = list("randomForest"))
salaryForest <- randomForest(income ~. , data = refined)</pre>
```

## 6 Prediction

#### 6.1 For the Decision Tree model

```
# Prediction for the Decision Tree model
PredictIncomeTree <- predict(salaryTree, testingSet, type = 'class')</pre>
```

## 6.2 For the Naive Bayes Model

```
#Prediction for the Naive Bayes model
PredictIncomeNaiveBayes <- predict(salaryNaiveBayes, testingSet, type = 'class')</pre>
```

#### 6.3 For the Random Forest Model

```
# Prediction for the Random Forest model
PredictIncomeForest <- predict(salaryForest, testingSet, type = 'class')</pre>
```

## 7 Confusion Matrix

A confusion matrix is a technique for summarizing the performance of a classification algorithm.

```
# if needed, then install the packages
# if already installed, then ignore
if (!require(caret)) do.call("installPackage", args = list("caret"))
```

## 7.1 For the Decision Tree model

```
#checking The Accuracy of the Decision Tree model
confusionMatrix(PredictIncomeTree, testingSet $ income)
```

```
## Confusion Matrix and Statistics
##
##
             Reference
## Prediction <=50K >50K
        <=50K 6459 1115
##
##
        >50K
                337 1137
##
##
                  Accuracy : 0.8395
##
                    95% CI: (0.8318, 0.847)
##
       No Information Rate: 0.7511
       P-Value [Acc > NIR] : < 2.2e-16
##
##
##
                     Kappa: 0.5147
##
```

```
Mcnemar's Test P-Value : < 2.2e-16
##
##
               Sensitivity: 0.9504
               Specificity: 0.5049
##
##
            Pos Pred Value: 0.8528
            Neg Pred Value: 0.7714
##
##
                Prevalence: 0.7511
            Detection Rate: 0.7139
##
##
      Detection Prevalence: 0.8371
##
         Balanced Accuracy: 0.7276
##
          'Positive' Class : <=50K
##
##
```

## 7.2 For the Naive Bayes model

```
#checking The Accuracy of the Naive Bayes model
confusionMatrix(PredictIncomeNaiveBayes, testingSet $ income)
```

```
## Confusion Matrix and Statistics
##
             Reference
## Prediction <=50K >50K
        <=50K 6313 1124
##
       >50K
                483 1128
##
##
##
                  Accuracy : 0.8224
                    95% CI: (0.8144, 0.8302)
##
##
       No Information Rate: 0.7511
       P-Value [Acc > NIR] : < 2.2e-16
##
##
                     Kappa: 0.475
##
##
   Mcnemar's Test P-Value : < 2.2e-16
##
##
##
               Sensitivity: 0.9289
               Specificity: 0.5009
##
##
            Pos Pred Value: 0.8489
            Neg Pred Value: 0.7002
##
##
                Prevalence: 0.7511
            Detection Rate: 0.6977
##
##
      Detection Prevalence: 0.8219
##
         Balanced Accuracy: 0.7149
##
##
          'Positive' Class : <=50K
##
```

## 7.3 For the Random Forest model

# #checking The Accuracy of the Random Forest model confusionMatrix(PredictIncomeForest, testingSet \$ income)

```
## Confusion Matrix and Statistics
##
##
             Reference
## Prediction <=50K >50K
##
        <=50K 6661 272
                135 1980
##
        >50K
##
##
                  Accuracy: 0.955
##
                    95% CI: (0.9505, 0.9592)
##
       No Information Rate: 0.7511
       P-Value [Acc > NIR] : < 2.2e-16
##
##
##
                     Kappa: 0.8772
##
    Mcnemar's Test P-Value : 1.57e-11
##
##
##
               Sensitivity: 0.9801
               Specificity: 0.8792
##
            Pos Pred Value: 0.9608
##
##
            Neg Pred Value: 0.9362
##
                Prevalence: 0.7511
##
            Detection Rate: 0.7362
##
      Detection Prevalence: 0.7662
         Balanced Accuracy: 0.9297
##
##
##
          'Positive' Class : <=50K
##
```

## 8 Result

## 8.1 Decision Tree

Worked rather well but is not consistently accurate because the features in the data set may not be completely independent. And it gives accuracy on test set as 0.8395.

i.e., 84% to predict the salary class of a person based upon the given information.

## 8.2 Naïve Bayes

This model was the least successful model as the data had a fatal flaw causing incompatibility with the way the classifier works. Though it gives accuracy on test set as 0.8224.

i.e., 82% to predict the salary class of a person based upon the given information.

#### 8.3 Random Forest

This model worked the best out of all of our models giving the highest accuracy. And it gives accuracy on test set as 0.955.

i.e., 95% to predict the salary class of a person based upon the given information.

## 9 Conclusion

An individual chances of getting salary more than 50,000 USD strongly based on the individual's age, gender, education and occupation. As a group We came to understand that there various approach available for data exploration, data visualization and tools to play arround with data. And also we understood a lot about R language and its power, especially Rstudio paves us a great way to write our document using Rmarkdown in knitr.

Lastly, we now strongly agree that the Machine learning is no denying a powerful, but it should not be considered as a substitute of traditional statistical modeling.

## 10 Reference

- https://rstudio.com/wp-content/uploads/2016/03/rmarkdown-cheatsheet-2.0.pdf
- Mastering RStudio Develop, Communicate, and Collaborate with R by Julian Hillebr and Maximilian H. Nierhoff https://learning.oreilly.com/library/view/mastering-rstudio/9781783982547/
- R for Everyone by Jared P. Lander https://learning.oreilly.com/library/view/r-for-everyone/9780133257182/
- https://bookdown.org/yihui/rmarkdown-cookbook/