# Crime Logistical Model, Homework #3, Group #5

Anthony A, Alice A. Friedman, Seung min song

04/02/2023

## Abstract

We will evaluate data related to neighborhood crime to create a model to predict if a neighborhood is "high crime," which we are defining as above the median crime rate. To do this, we will create a logistical model that rates each neighborhood's crime level.

## **Data Exploration**

The data has 12 features and the training data set additionally has 1 target variable, which marks neighborhoods as "high crime" (target==1) or not high crime (target==0).

- zn: proportion of residential land zoned for large lots (over 25000 square feet)
- indus: proportion of non-retail business acres per suburb
- chas: a dummy var. for whether the suburb borders the Charles River (1) or not (0)
- nox: nitrogen oxides concentration (parts per 10 million)
- rm: average number of rooms per dwelling
- age: proportion of owner-occupied units built prior to 1940
- dis: weighted mean of distances to five Boston employment centers
- rad: index of accessibility to radial highways
- tax: full-value property-tax rate per \$10,000
- ptratio: pupil-teacher ratio by town
- lstat: lower status of the population (percent)
- medv: median value of owner-occupied homes in \$1000s
- target: whether the crime rate is above the median crime rate (1) or not (0)

#### Assumptions for Logistical Regression

When we do logistical regression, we have to consider our assumptions and then verify our data holds up to them. The assumptions necessary for logistical regression are:

- 1. Binary outcome. The model will predict only "yes" or "no". This assumption is met as we are predicting only "high crime" or "not high crime" rather than any particular level of crime.
- 2. No multicollinearity between features: The features should be independent of each other.
- 3. Independent observations: The values in any one observation should not affect the values in any other. In practice, this is not likely to be strictly true as being *near* a high crime neighborhood should certainly affect the crime levels of other neighborhoods. However, this is an assumption we will have to say is "true enough" for the purpose of this model.

- 4. Features are linearly related to the log-odds of the target variable. Note that this does not mean the the features are linearly related to the target itself, as with linear regression.
- 5. Large sample size: Our minimum sample size at n% probability would be 10\*13/n so our sample size is adequate (466 > 260) where 50% of samples are expected to be over the median by definition.
- 6. No outliers: Outliers can have a significant distorting effect in logistic regression, and so should typically be removed before building the model.

Going forward, for our research question we ask "is the crime present in this neighborhood above the median rate?"

## **Summary Statistics**

Upon analyzing the target variable, we observe that 237 out of the total observations have a crime rate below the median, whereas 229 have a crime rate above the median. Consequently, our training data set comprises an almost equal number of neighborhoods categorized as at-risk and not-at-risk.

```
indus
                                                chas
                                                                    nox
                               : 0.460
##
    Min.
               0.00
                       Min.
                                          Min.
                                                  :0.00000
                                                               Min.
                                                                       :0.3890
##
    1st Qu.:
               0.00
                       1st Qu.: 5.145
                                           1st Qu.:0.00000
                                                               1st Qu.:0.4480
               0.00
                                           Median : 0.00000
##
    Median:
                       Median : 9.690
                                                               Median :0.5380
              11.58
##
    Mean
                       Mean
                               :11.105
                                          Mean
                                                  :0.07082
                                                               Mean
                                                                       :0.5543
##
    3rd Qu.: 16.25
                       3rd Qu.:18.100
                                          3rd Qu.:0.00000
                                                               3rd Qu.:0.6240
##
    Max.
            :100.00
                       Max.
                               :27.740
                                          Max.
                                                  :1.00000
                                                               Max.
                                                                       :0.8710
##
           rm
                                               dis
                                                                  rad
                            age
                                  2.90
##
    Min.
            :3.863
                      Min.
                                         Min.
                                                 : 1.130
                                                            Min.
                                                                     : 1.00
##
    1st Qu.:5.887
                      1st Qu.: 43.88
                                         1st Qu.: 2.101
                                                             1st Qu.: 4.00
##
    Median :6.210
                      Median : 77.15
                                         Median : 3.191
                                                            Median : 5.00
    Mean
            :6.291
                      Mean
                              : 68.37
                                         Mean
                                                 : 3.796
                                                            Mean
##
                                                                     : 9.53
                                         3rd Qu.: 5.215
##
    3rd Qu.:6.630
                      3rd Qu.: 94.10
                                                            3rd Qu.:24.00
##
    Max.
            :8.780
                      Max.
                              :100.00
                                         Max.
                                                 :12.127
                                                            Max.
                                                                    :24.00
##
                          ptratio
                                            lstat
                                                                medv
          tax
##
            :187.0
                      Min.
                              :12.6
                                               : 1.730
                                                          Min.
                                                                  : 5.00
    Min.
                                       Min.
    1st Qu.:281.0
                      1st Qu.:16.9
                                       1st Qu.: 7.043
                                                          1st Qu.:17.02
##
##
    Median :334.5
                      Median:18.9
                                       Median :11.350
                                                          Median :21.20
##
    Mean
            :409.5
                      Mean
                              :18.4
                                       Mean
                                               :12.631
                                                          Mean
                                                                  :22.59
##
                      3rd Qu.:20.2
                                       3rd Qu.:16.930
                                                          3rd Qu.:25.00
    3rd Qu.:666.0
##
            :711.0
                              :22.0
                                               :37.970
                                                                  :50.00
    Max.
                      Max.
                                       Max.
                                                          Max.
##
         target
##
    Min.
            :0.0000
    1st Qu.:0.0000
##
##
    Median :0.0000
    Mean
            :0.4914
    3rd Qu.:1.0000
    Max.
            :1.0000
```

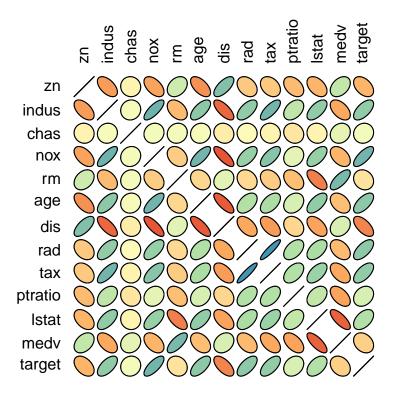
#### Correlation

Our first curiosity is if there is any strong correlation to the target variable. Accordingly, the nox, age, rad, tax, and indus variables show moderate positive correlation with the target (>0.6). Additionally, the dis variable shows moderate negative correlation with the target (<-0.6).

	X
zn	-0.4316818
indus	0.6048507
chas	0.0800419
nox	0.7261062
rm	-0.1525533
age	0.6301062
dis	-0.6186731
rad	0.6281049
tax	0.6111133
ptratio	0.2508489
lstat	0.4691270
medv	-0.2705507

However, to verify our assumptions to run logistical regression, we also need to verify that there is no multicollinearity. According to our visualization of the correlation matrix below, there are several variables that appear to be collinear (|correlation| > 0.7):

This will need to be dealt with before proceeding with model development.



	zn	indus	chas	nox	rm	age	dis	rad	
zn	1.0000000	-0.5382664	-0.0401620	-0.5170452	0.3198141	-0.5725805	0.6601243	-0.3154812	-0.319
indus	-0.5382664	1.0000000	0.0611832	0.7596301	-0.3927118	0.6395818	-0.7036189	0.6006284	0.732
chas	-0.0401620	0.0611832	1.0000000	0.0974558	0.0905098	0.0788837	-0.0965771	-0.0159004	-0.046
nox	-0.5170452	0.7596301	0.0974558	1.0000000	-0.2954897	0.7351278	-0.7688840	0.5958298	0.653
rm	0.3198141	-0.3927118	0.0905098	-0.2954897	1.0000000	-0.2328125	0.1990158	-0.2084457	-0.296
age	-0.5725805	0.6395818	0.0788837	0.7351278	-0.2328125	1.0000000	-0.7508976	0.4603143	0.512
dis	0.6601243	-0.7036189	-0.0965771	-0.7688840	0.1990158	-0.7508976	1.0000000	-0.4949919	-0.534
rad	-0.3154812	0.6006284	-0.0159004	0.5958298	-0.2084457	0.4603143	-0.4949919	1.0000000	0.906
tax	-0.3192841	0.7322292	-0.0467648	0.6538780	-0.2969343	0.5121245	-0.5342546	0.9064632	1.000
ptratio	-0.3910357	0.3946898	-0.1286606	0.1762687	-0.3603471	0.2554479	-0.2333394	0.4714516	0.474
lstat	-0.4329925	0.6071102	-0.0514232	0.5962426	-0.6320245	0.6056200	-0.5075280	0.5031013	0.564
medv	0.3767171	-0.4961743	0.1615653	-0.4301227	0.7053368	-0.3781560	0.2566948	-0.3976683	-0.490
target	-0.4316818	0.6048507	0.0800419	0.7261062	-0.1525533	0.6301062	-0.6186731	0.6281049	0.611

## Data structure

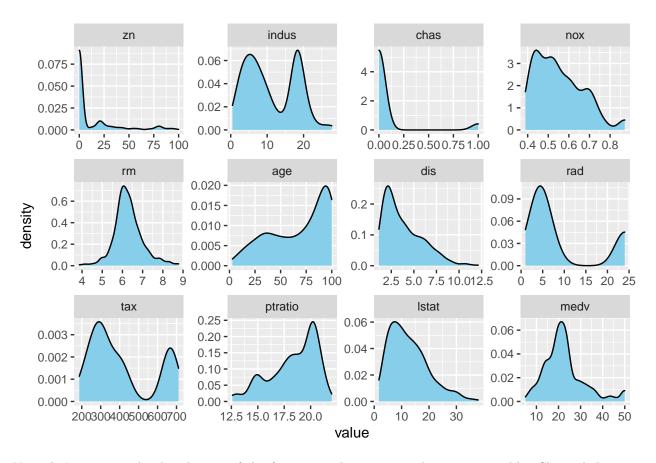
There are 466 observations and 13 variables in the training dataset.

# Missing values

The dataset is complete with no missing values, so imputation is not necessary on this dataset.

## Visulization of the data set

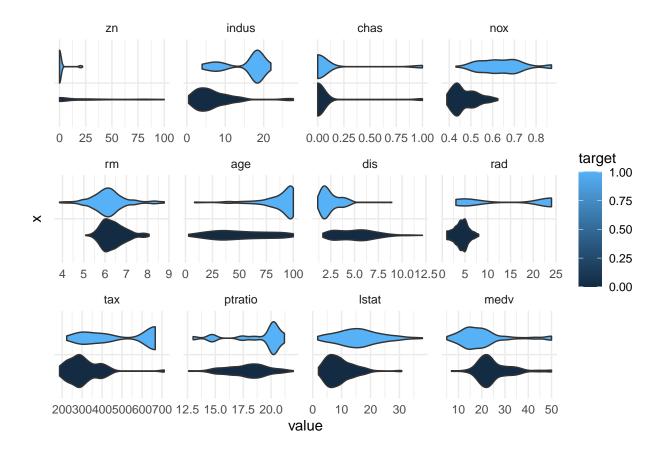
Let's examine what the data looks like without separating the target variables. At first, we notice that indus and rad appear binomial. Additionally, age and nox seem to be skewed in one direction. We do not have to normalize the data until necessary because it is not a necessary condition for logistical regression.



Next, let's examine the distribution of the features with respect to the target variable. Shown below, in light blue are the distributions of the features where crime is high (target is 1), and in dark blue are the distributions where crime is low.

Noticeably, some features strongly show a difference between the two plots, such as indus whereas others are more similar. We should expect all of the models to weigh indus heavily.

Additionally, we can expect other features with notable differences to get weighed with some significance such as nox and lstat and rad. Features like chas, where the distributions are nearly identical, are not likely targets for the model. This makes sense, as there is no obvious causal reason why bordering the Charles River should affect crime.



# **Data Preparation**

As both chas and target are categorical variables, we have changed their class from integer to factor.

#### **Cross Validation**

To verify our results, we will split the available labeled data into training and validation sets. This will help us score our model on test data and to be able to verify the results later.

#### **Outliers**

Based on the analysis above, there were no outliers that needed to be removed as all the values appeared to be reasonable.

## **Buckets**

The code is using the summary information provided above to transform the data by putting it into "buckets" or categories. The variable cols\_to\_bin contains the names of the columns in the data set that we want to bin, and breaks contains the breaks for the buckets we want to use for each variable.

```
## binned_col
## [0,20] (20,40] (40,60] (60,80] (80,100]
```

```
372
                                16
##
                     46
                                           19
                                                     13
## binned_col
##
      [0, 5]
              (5,10] (10,15]
                                (15, 20]
                                          (20,30]
        113
                  135
                            42
                                     152
                                               24
##
## binned_col
      [0, 0.4]
               (0.4, 0.5]
                           (0.5, 0.6]
                                       (0.6, 0.7]
                                                   (0.7, 0.9]
##
             9
                      168
                                  137
                                               99
##
                                                           53
## binned_col
    [0,4] (4,5] (5,6] (6,7]
                                (7,8]
                                       (8, 9]
              14
                    142
                           249
                                    48
##
   binned_col
               (20, 40]
                          (40,60]
      [0, 20]
                                     (60, 80]
                                              (80,100]
##
                                69
##
          33
                     70
                                           75
                                                    219
## binned_col
##
      [0, 2]
                (2, 4]
                                   (6,8]
                                           (8,10]
                         (4, 6]
                                                   (10, 12]
##
        103
                  186
                            96
                                      62
                                               14
                                                          4
## binned col
      [0, 5]
              (5,10]
                      (10, 15]
                                (15, 20]
                                          (20, 25]
##
                   60
                             0
                                       0
                                              121
        285
## binned_col
##
        [0, 250]
                    (250,500]
                                  (500,750] (750,1e+03]
              61
                           279
                                         126
##
##
   binned_col
     [0,14] (14,16] (16,18]
                                (18, 20]
                                         (20, 22]
##
                   66
                           100
                                     100
##
         16
                                              184
## binned_col
      [0, 5]
              (5, 10]
                      (10, 15]
                                (15, 20]
                                          (20, 25]
                                                   (25,30] (30,40]
##
                                      83
##
         57
                  145
                           114
                                               37
                                                         19
                                                                  11
## binned_col
                      (20,30]
                                (30,40]
     [0,10] (10,20]
                                          (40,50]
##
         23
                  173
                           191
                                      50
                                               29
```

#### New Variables

tax\_per\_room (tpr) variable would represent the insights into the relationship between the cost of living in a particular area and the size of the living space. A higher value of tax\_per\_room (tpr) means that the tax rate is higher relative to the number of rooms in the dwelling.

age\_dis\_ratio(adr) can help identify areas that have an older housing inventory and are farther from job centers, which may affect preference for those locations.

```
##
      zn indus chas
                                              dis
                                                  rad tax ptratio lstat medv target
                        nox
                                rm
                                      age
                   0.0605
                             7.929
                                     96.2
                                           2.0459
                                                     5
                                                       403
                                                                       3.70 50.0
## 1
      0\ 19.58
                                                                14.7
                                                                                        1
                                   100.0 1.3216
## 2
       019.58
                   1 \quad 0.871 \quad 5.403
                                                     5
                                                       403
                                                                14.7 26.82 13.4
                                                                                        1
         18.10
                                    100.0
                                                                20.2 18.85
       0
                   0\ 0.740\ 6.485
                                          1.9784
                                                    24 666
                                                                            15.4
                                                                                        1
                   0 0.428
## 4
          4.93
                             6.393
                                                     6
                                                       300
                                                                16.6
                                                                            23.7
                                                                                        0
     30
                                      7.8
                                          7.0355
                                                                       5.19
## 5
       0
          2.46
                   0.0488
                             7.155
                                     92.2
                                           2.7006
                                                     3
                                                       193
                                                                17.8
                                                                       4.82
                                                                            37.9
                                                                                        0
## 6
          8.56
                   0\ 0.520\ 6.781
                                     71.3 2.8561
                                                     5 384
                                                                20.9
                                                                                        0
       0
                                                                       7.67 26.5
                        adr
             tpr
       50.82608 47.020871
## 1
## 2
       74.58819
                 75.665860
## 3 102.69854 50.545896
       46.92633
                  1.108663
## 4
       26.97414 \ 34.140561
## 5
```

# Logistical Model Building

To begin, we will create a null model that does not make any prediction. This will help us verify our first model works better than random guessing. Therefore, the first model that beats the residual deviance of 646 will be our first model candidate.

```
##
## Call:
## stats::glm(formula = target ~ NULL, family = "binomial", data = .)
##
## Deviance Residuals:
##
      Min
                1Q
                   Median
                                3Q
                                        Max
           -1.163
                    -1.163
                             1.192
                                      1.192
   -1.163
   Coefficients:
##
                Estimate Std. Error z value Pr(>|z|)
                            0.09266
   (Intercept) -0.03434
                                      -0.371
## (Dispersion parameter for binomial family taken to be 1)
##
       Null deviance: 645.88
                               on 465
                                        degrees of freedom
## Residual deviance: 645.88
                               on 465
                                        degrees of freedom
## AIC: 647.88
## Number of Fisher Scoring iterations: 3
```

#### Model 1 - Full Model

We will start with a top-down approach and begin by including all of the variables.

According to this, our most statistically consistent variables are those with extremely low p-values. Notably, the variables nox and rad both have very high significance below 0.001 so we will definitely use these in the future. This is expected based on their distributions with respect to the target variable, above.

Thankfully, the AIC and residual deviance are better than the null model already, so we are off to a good start.

Multicollinearity will impact our ability to evaluate the impact of any one variable, and because there is known multicollinearity among the feature set, we will want a model with fewer or combined features as our final model in order to understand the relationship between the features and crime levels better.

```
## Call:
## stats::glm(formula = target ~ ., family = "binomial", data = train_clean)
## Deviance Residuals:
        Min
                    1Q
                          Median
                                         3Q
                                                  Max
##
##
   -1.90563
              -0.16864
                        -0.00079
                                    0.00118
                                               2.70123
## Coefficients:
                  Estimate Std. Error z value Pr(>|z|)
##
```

```
## (Intercept) -51.250712
                             11.063253
                                         -4.633 \ 3.61e-06 ***
## zn
                 -0.034007
                              0.038238
                                         -0.889 0.373809
                                         -0.611 0.541067
## indus
                 -0.038911
                              0.063663
                                          1.108 \ 0.267792
## chas1
                  0.992021
                              0.895195
## nox
                 59.617163
                              9.666229
                                          6.168 \quad 6.93e - 10 \quad ***
## rm
                 -1.013799
                              1.609692
                                         -0.630 0.528819
                  0.077636
                              0.023288
                                          3.334 0.000857 ***
## age
                                          1.774 \ 0.076093
## dis
                  0.584154
                              0.329319
## rad
                  0.833147
                              0.210486
                                          3.958 \quad 7.55e - 05 ***
                                         -0.225 0.822345
## tax
                 -0.006486
                              0.028887
## ptratio
                  0.650007
                              0.171031
                                          3.801 0.000144 ***
## lstat
                                          0.058 \ 0.953585
                  0.004030
                              0.069243
                                          2.780 0.005443 **
## medv
                  0.244723
                              0.088042
                  0.003375
                              0.170373
                                          0.020 \ 0.984195
## tpr
## adr
                 -0.086695
                              0.049251
                                         -1.760 \ 0.078365 .
## ----
## Signif. codes: 0 '*** 0.001 '** 0.01 '* 0.05 '.' 0.1 ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 518.38
                                on 373
                                         degrees of freedom
## Residual deviance: 144.82
                                on 359
                                         degrees of freedom
## AIC: 174.82
##
## Number of Fisher Scoring iterations: 9
## Confusion Matrix and Statistics
##
              Reference
##
## Prediction
               0
                   1
##
             0 45
                  5
             1 2 40
##
##
##
                   Accuracy: 0.9239
                     95% CI: (0.8495, 0.9689)
##
##
       No Information Rate: 0.5109
##
       P-Value [Acc > NIR] : <2e-16
##
##
                      Kappa : 0.8475
##
    Mcnemar's Test P-Value: 0.4497
##
##
                Sensitivity: 0.9574
##
                Specificity: 0.8889
##
##
             Pos Pred Value: 0.9000
             Neg Pred Value: 0.9524
##
##
                 Prevalence: 0.5109
##
             Detection Rate: 0.4891
      Detection Prevalence: 0.5435
##
          Balanced Accuracy: 0.9232
##
##
           'Positive' Class: 0
##
##
```

## Model 2 - Selection by P-Values and Multicollinearity

As described above, and as expected given known real-world relationships between things like proximity to highways and air pollution, there are several variable combinations with high collinearity:

- tax and rad (corr > 0.90 very high!)
- nox and dis (corr > 0.76)
- age and dis (corr > 0.75)
- indus and nox (corr > 0.75)
- indus and tax (corr > 0.73)
- nox and age (corr > 0.73)
- indus and dis (cor > 0.70)
- medv and room (cor > 0.70)

One approach could be to simply drop tax as a feature as it is highly correlated with more than one other feature in the data set. Another option is linearly combine highly correlated variables into a single variable.

Before we begin stepwise addition and subtraction, let's also run a model with only variables with significance below 0.1 value. Conveniently, this approach also eliminates several of the suspect variable combinations; however we are still left with

• nox and age (corr > 0.73)

Age of homes should not be directly causally related to air quality for any conceivable reason, and so this may be a spurious association, like Nick Cage movies and swimming pool accidents. We will therefore leave that one in.

We expect that the previously strong features will persist but the weaker features may undergo interesting changes.

This model has a slightly lower accuracy than the full model, but it's very close – indicating that we didn't lose a lot of predictive value in reducing the feature set quite significantly.

```
## Call:
## stats::glm(formula = target ~ nox + age + rad + tax + ptratio +
       medv + adr, family = "binomial", data = train clean)
##
## Deviance Residuals:
         Min
                     1Q
                           Median
                                           3Q
                                                    Max
##
   -1.90885
              -0.21094
                         -0.00231
                                     0.00196
                                                2.89843
##
   Coefficients:
                   Estimate Std. Error z value Pr(>|z|)
##
## (Intercept) -46.895523
                               7.338000
                                          -6.391 \ 1.65e-10 ***
                 53.043824
                               8.441991
                                           6.283 \ 3.31e{-10} ***
## nox
## age
                   0.080635
                               0.018880
                                           4.271 \ 1.95e-05 ***
                               0.183438
## rad
                   0.818382
                                           4.461 \ 8.14e-06 ***
                  -0.006563
                               0.003244
                                          -2.023 \ 0.043067 *
## tax
                               0.139292
                                           4.057 \quad 4.96e - 05 \quad ***
## ptratio
                   0.565174
## medv
                   0.134581
                               0.039240
                                           3.430 0.000604 ***
## adr
                  -0.137061
                               0.035426
                                          -3.869 \ 0.000109 ***
##
                    0 '*** 0.001 '** 0.01 '* 0.05 '. ' 0.1 ' 1
## Signif. codes:
```

```
## (Dispersion parameter for binomial family taken to be 1)
##
       Null deviance: 518.38
                               on 373
                                       degrees of freedom
##
## Residual deviance: 151.18
                               on 366
                                       degrees of freedom
## AIC: 167.18
##
## Number of Fisher Scoring iterations: 9
## Confusion Matrix and Statistics
##
             Reference
##
## Prediction
               0
##
            0 45
##
            1
              2 39
##
##
                  Accuracy: 0.913
##
                    95% CI: (0.8358, 0.9617)
##
       No Information Rate: 0.5109
       P-Value [Acc > NIR] : <2e-16
##
##
##
                     Kappa: 0.8257
##
    Mcnemar's Test P-Value: 0.2888
##
##
##
               Sensitivity: 0.9574
##
               Specificity: 0.8667
##
            Pos Pred Value: 0.8824
            Neg Pred Value: 0.9512
##
                Prevalence: 0.5109
##
            Detection Rate: 0.4891
##
##
      Detection Prevalence: 0.5543
##
         Balanced Accuracy: 0.9121
##
          'Positive' Class: 0
##
##
```

#### Model 3 - Backward Selection from Full Model

Next, let's use the AIC scoring mechanism to do stepwise subtraction. This will give us a subset of variables at a local maximum. Generally speaking, it's difficult to find an absolute maximum but random search helps. Therefore, we will keep this local maximum that we obtain from stepwise selection on the full model.

Interestingly, this provides us with the same model as Model 2!

```
## Call:
## glm(formula = target ~ nox + age + rad + tax + ptratio + medv +
       adr, family = "binomial", data = train_clean)
##
## Deviance Residuals:
                                         3Q
        Min
                    1Q
                          Median
                                                  Max
   -1.90885
             -0.21094
                        -0.00231
                                    0.00196
                                              2.89843
##
##
```

```
## Coefficients:
##
                  Estimate Std. Error z value Pr(>|z|)
## (Intercept) -46.895523
                              7.338000
                                         -6.391 \ 1.65e-10 ***
                              8.441991
                 53.043824
                                          6.283 \ 3.31e-10 ***
## nox
## age
                  0.080635
                              0.018880
                                          4.271 \ 1.95e-05 ***
                  0.818382
                              0.183438
                                          4.461 \ 8.14e-06 ***
## rad
## tax
                              0.003244
                                         -2.023 \ 0.043067 *
                 -0.006563
## ptratio
                  0.565174
                              0.139292
                                          4.057 \quad 4.96e - 05 \quad ***
## medv
                  0.134581
                              0.039240
                                          3.430 0.000604 ***
                                         -3.869 \ 0.000109 \ ***
## adr
                 -0.137061
                              0.035426
## -
                    0 '*** 0.001 '** 0.01 '* 0.05 '. ' 0.1 ' 1
## Signif. codes:
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 518.38
                                on 373
                                         degrees of freedom
## Residual deviance: 151.18
                                on 366
                                         degrees of freedom
## AIC: 167.18
##
## Number of Fisher Scoring iterations: 9
   Confusion Matrix and Statistics
##
              Reference
##
## Prediction
                0
##
             0 45
##
             1
                2 39
##
##
                   Accuracy: 0.913
##
                     95% CI: (0.8358, 0.9617)
##
       No Information Rate: 0.5109
##
       P-Value [Acc > NIR] : <2e-16
##
##
                      Kappa: 0.8257
##
    Mcnemar's Test P-Value: 0.2888
##
##
##
                Sensitivity: 0.9574
                Specificity: 0.8667
##
             Pos Pred Value: 0.8824
##
             Neg Pred Value: 0.9512
##
                 Prevalence: 0.5109
##
             Detection Rate: 0.4891
##
      Detection Prevalence: 0.5543
##
          Balanced Accuracy: 0.9121
##
##
           'Positive' Class: 0
##
##
```

#### Model 4 - Forward & Backward Stepwise from No Features

Finally, let's use that same AIC scoring mechanism to do forward stepwise addition. This will reduce some of the extra variables we added while still constraining ourselves to the most optimal fit. Notably, when we

run forward selection on our previous model, it reaches the same step previously and stops. Therefore, let's instead run it from a no feature model. As shown below, this is the same resulting model with one feature, nox.

```
##
## Call:
## stats::glm(formula = target ~ nox + age + rad + tax + ptratio +
       medy + adr, family = "binomial", data = train clean)
##
## Deviance Residuals:
        Min
                    1Q
                          Median
                                         3Q
                                                  Max
              -0.21094
                        -0.00231
                                    0.00196
   -1.90885
                                               2.89843
##
## Coefficients:
##
                  Estimate Std. Error z value Pr(>|z|)
## (Intercept) -46.895523
                              7.338000
                                        -6.391 \ 1.65e-10 ***
                              8.441991
                                         6.283 \ 3.31e-10 ***
## nox
                 53.043824
                  0.080635
                              0.018880
                                         4.271 \ 1.95e-05 ***
## age
## rad
                  0.818382
                              0.183438
                                         4.461 \ 8.14e-06 ***
## tax
                 -0.006563
                              0.003244
                                        -2.023 \ 0.043067 *
## ptratio
                  0.565174
                              0.139292
                                         4.057 \quad 4.96e - 05 ***
                              0.039240
                                         3.430 0.000604 ***
## medv
                  0.134581
                 -0.137061
                              0.035426
                                        -3.869 \ 0.000109 ***
## adr
## -
## Signif. codes: 0 '*** 0.001 '** 0.01 '* 0.05 '.' 0.1 ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 518.38
                               on 373
                                        degrees of freedom
## Residual deviance: 151.18
                               on 366
                                        degrees of freedom
## AIC: 167.18
##
## Number of Fisher Scoring iterations: 9
## Confusion Matrix and Statistics
##
##
              Reference
## Prediction
               0
            0 45
##
             1
                2 39
##
##
##
                   Accuracy: 0.913
##
                     95% CI: (0.8358, 0.9617)
       No Information Rate: 0.5109
##
       P-Value [Acc > NIR] : <2e-16
##
##
##
                      Kappa: 0.8257
##
##
    Mcnemar's Test P-Value: 0.2888
##
                Sensitivity: 0.9574
##
                Specificity : 0.8667
##
             Pos Pred Value: 0.8824
##
             Neg Pred Value: 0.9512
##
                 Prevalence: 0.5109
##
```

```
## Detection Rate : 0.4891
## Detection Prevalence : 0.5543
## Balanced Accuracy : 0.9121
##

'Positive' Class : 0
##
```

## Model Selection

We previously realized that our models beat the null hypothesis so now we have some potentially successful models. To compare logistical models, we can assess accuracy, precision, deviance, AIC, and so on. We will also consider practicalities – all else being equal, a model with fewer features is cheaper to run and easier to explian and maintain.

It's not clear whether we should prefer precision or specificity here so we will use the derived F1 metric.

First, we will do chi square testing to prove the statistical validity of the models and then look at F1 to replace old models.

Accordingly, the residual deviance for the full model is 172. The next two models have 0.34 and 0.066 significance value. Since our alpha value is 0.05, these two models are not significant enough to replace the old model. The last model's p value is low enough to be relevant but the residual deviance is too high to warrant replacing it. Therefore, model 1 is our final model.

```
## Analysis of Deviance Table
##
## Model 1: target ~ zn + indus + chas + nox + rm + age + dis + rad + tax +
       ptratio + lstat + medv + tpr + adr
## Model 2: target ~ nox + age + rad + tax + ptratio + medv + adr
## Model 3: target ~ nox + age + rad + tax + ptratio + medv + adr
## Model 4: target ~ nox + age + rad + tax + ptratio + medv + adr
##
     Resid. Df Resid. Dev Df Deviance Pr(>Chi)
## 1
           359
                    144.81
## 2
           366
                    151.18
                                           0.498
                               -6.3637
                           -7
                                0.0000
## 3
           366
                    151.18
                            0
           366
                    151.18
                                0.0000
## 4
```

These are the statistics for all of the models in case we were curious. We would use this table to verify the F1 value if a new model were to pass the previous tests.

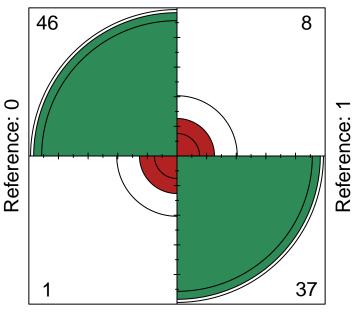
```
Accuracy TP FP FN TN
##
   [1,]
        0.9108911 \ 0.9021739 \ 46
##
                                       1 37
   [2,]
        0.9108911 \ 0.9021739 \ 46
                                    8
                                       1 37
                                       1 37
   [3,] 0.9108911 0.9021739
                               46
## [4,] 0.9108911 0.9021739 46
                                    8
                                       1 37
```

Because the predicted values are ultimately the same across models, the selected model is the one with fewer features, which is Model 2.

Shown below is a tabulated form and visualization of our final model.

# Model 1

# Prediction: 0



Prediction: 1

```
## target ~ nox + age + rad + tax + ptratio + medv + adr
## Confusion Matrix and Statistics
##
             Reference
## Prediction 0 1
##
            0 46
              1 37
##
            1
##
##
                  Accuracy: 0.9022
##
                    95\% CI: (0.8224, 0.9543)
       No Information Rate: 0.5109
       P-Value [Acc > NIR] : 9.642e-16
##
##
##
                     Kappa\ :\ 0.8036
##
    Mcnemar's Test P-Value : 0.0455
##
##
##
               Sensitivity: 0.9787
##
                Specificity: 0.8222
##
            Pos Pred Value : 0.8519
            Neg Pred Value: 0.9737
##
                 Precision: 0.8519
                    Recall : 0.9787
                        F1: 0.9109
##
                Prevalence: 0.5109
```

Detection Rate: 0.5000

```
## Detection Prevalence: 0.5870
## Balanced Accuracy: 0.9005
##
## 'Positive' Class: 0
##
## NULL
```

# Conclusions and Final Thoughts

In the real world, accuracy, specificity, and sensitivity are all factors worth considering, but so, too, is the cost to gather and host input data and the processing time to run complex models. Because these factors are important, we have selected a simpler model than one which provides slightly superior results.

All of our models highly select for nitrogen oxide concentration (nox) so we assume that it is a byproduct of population. Additional indicators of poverty are a low number of rooms per dwelling (rm) and apparently distance to an accessible highway (rad) is also another. Part of our responsibility to our community is giving the proper equity so that logistical means for garbage cleaning and public transportation are accounted for.

## References

Datasets are provided by CUNY School of Professional Studies for academic purposes. It is reflective of public data gathered online.

# **Appendix**

Shown here is a copy of all relevant R code.

MakePredictions

ValidationPipeline

```
## function(model, testData, excludeCol = "target", threshold = 0.5) {
      probability = stats::predict(model, testData[, ! colnames(testData) %in% excludeCol])
      class = probability %%
##
        \{ . [. > threshold] = 1 ; . \} \%
##
          \{ . [. <= threshold] = 0 ; . \} \%\%
##
            as.factor(.)
##
##
##
      data.frame(class, probability)
\#\# <br/> <br/> <br/> <br/> bytecode: 0 \times 000000002eab7e30>
VerifyKfold
## function (model, testData, excludeCol = "target", threshold = 0.5) {
      MakePredictions (model, testData, excludeCol, threshold) %%
##
        { caret::confusionMatrix(.$class, testData[, colnames(testData) %in% excludeCol], m
\#\# <br/> <br/> <br/> <br/> 0 \times 000000002 f5095 e0 >
```

```
\#\# function(model, testData, excludeCol, plotname = "", threshold = 0.5) {
     p = MakePredictions(model, testData, excludeCol)
##
     d = VerifyKfold(model, testData, excludeCol)
##
     g = graphics::fourfoldplot(d$table, color = c("#B22222", "#2E8B57"), main = plotname)
##
##
##
     print (formula (model))
##
     print(d)
##
     print(g)
##
##
     invisible (list (p, d, g))
## }
PlotCorrEllipse
## function(corData, pal = RColorBrewer::brewer.pal(5, "Spectral"),
                                highlight = c("both", "positive", "negative")[1], hiMod = 1
##
##
     colorRange = 100
##
     coloredVals = corData*50 + 50
     skewRange = max(min(hiMod[[1]], 2), 0)
##
##
##
     if (is.numeric(pal)) {
##
       warning ("Passed number as argument for palette. It works but was this intentional?"
##
##
     if (skewRange != hiMod) {
       warning ("Color range skew only allowed between 0 and 2 where 0.5*n\% of value range
cor(X) C [-1, 1]"
##
##
     if (highlight[[1]] = "positive") {
       colorRange = 50 * skewRange
##
##
       coloredVals = 1 - corData*50 + 50
##
##
     if (highlight[[1]] = "negative") {
##
       colorRange = 50 * skewRange
##
       coloredVals = corData*50 + 50
     }
##
##
     ellipse::plotcorr(corData, mar = c(1,1,1,1),
##
                        col = grDevices::colorRampPalette(pal)(colorRange)[coloredVals])
##
## }
## <bytecode: 0 \times 0000000030e50080 >
```