DS 100: Principles and Techniques of Data Science **Date: October 10, 2018**

Discussion #7

Name:

Bias-Variance Trade-off

1. Assume that we have a function $h(x)$ and some noise generation process that produces ϵ such that $\mathbb{E}[\epsilon] = 0$ and $\text{var}(\epsilon) = \sigma^2$. Every time we query mother nature for Y at a given a x, she gives us $Y = h(x) + \epsilon$. A new ϵ is generated each time, independent of the last. We randomly sample some data $(x_i, y_i)_{i=1}^n$ and use it to fit a model $f_{\hat{\theta}}(x)$ according to some procedure (e.g. OLS, Ridge, LASSO). In class, we showed that

$$\underbrace{\mathbb{E}\left[(Y - f_{\hat{\theta}}(x))^2\right]}_{} = \underbrace{\sigma^2}_{} + \underbrace{(h(x) - \mathbb{E}[f_{\hat{\theta}}(x)])^2}_{} + \underbrace{\mathbb{E}\left[(\mathbb{E}[f_{\hat{\theta}}(x)] - f_{\hat{\theta}}(x))^2\right]}_{}.$$

   (a) Label each of the terms above. Word bank: observation variance, model variance, observation bias^2, model bias^2, model risk, empirical mean square error.

   (b) What is random in the equation above? Where does the randomness come from?

   (c) True or false and explain. $\mathbb{E}[\epsilon f_{\hat{\theta}}(x)] = 0$

   (d) Suppose you lived in a world where you could collect as many data sets you would like. Given a fixed algorithm to fit a model f_θ to your data e.g. linear regression, describe a procedure to get good estimates of $\mathbb{E}[f_{\hat{\theta}}(x)]$ (technical point: you may assume this expectation exists).

   (e) If you could collect as many data sets as you would like, how does that affect the quality of your model $f_\theta(x)$?

2. We find the optimal $\boldsymbol{\theta}$ that minimizes squared loss with L_1 regularization:

$$\hat{\theta} = \underset{\boldsymbol{\theta}}{\operatorname{argmin}} \frac{1}{n}||\mathbf{y} - \boldsymbol{\Phi\theta}||_2^2 + \lambda||\boldsymbol{\theta}||_1 = \underset{\boldsymbol{\theta}}{\operatorname{argmin}} \frac{1}{n}\sum_{i=1}^{n}(y_i - \boldsymbol{\Phi}_{\mathbf{i},\cdot}{}^{\mathbf{T}}\boldsymbol{\theta})^{\mathbf{2}} + \lambda\sum_{\mathbf{j=1}}^{\mathbf{d}}|\theta_{\mathbf{j}}|.$$

You receive all your (nice, clean, numerical) data in a single `DataFrame` called CompleteData. The first column contains the responses and the remaining d columns hold the features. You want to use 60% of your data in the training set and implement part of 5-fold cross-validation with the following pseudocode:

```
Phi_train, Y_train, Phi_test, Y_test =\
    make_train_test_split(CompleteData, 0.60)
lambdas = make_lambdas(from=0.1, to=0.4, by=0.1)

n = count_rows(...)
fold_size = n / k
idx = range(n)
randomly shuffle the ordering of idx
folds = [idx[i * fold_size : (i+1) * fold_size] for i in range(k)]

for i, fold in enumerate(folds):
    for j, lam in enumerate(lambdas):
      mse[i, j] = calculate_mse_lasso(Phi__, Y__, fold, lam)
```

(a) What should the `...` be in `count_rows` above? Your choices are `CompleteData`, `Phi_train`, and `Phi_test`.

(b) What should the blanks be in `calculate_mse_lasso` above? Your choices are `train` and `test`.

(c) Describe an algorithm for `calculate_mse_lasso`.

(d) After running 5-fold cross validation, we get the following mean squared errors for each fold and value of λ:

Fold Num	$\lambda = 0.1$	$\lambda = 0.2$	$\lambda = 0.3$	$\lambda = 0.4$	Row Avg
1	80.2	70.2	91.2	91.8	83.4
2	76.8	66.8	88.8	98.8	82.8
3	81.5	71.5	86.5	88.5	82.0
4	79.4	68.4	92.3	92.4	83.1
5	77.3	67.3	93.4	94.3	83.0
Col Avg	79.0	68.8	90.4	93.2	

How do we use the information above to choose our model? Do we pick a specific fold? a specific lambda? or a specific fold-lambda pair? Explain.

Ridge Regression

3. Ridge regression is a variant of least squares that involves regularization. The problem is stated as follows:

$$\hat{\theta} = \underset{\boldsymbol{\theta}}{\operatorname{argmin}}\, L(\boldsymbol{\theta}) = \underset{\boldsymbol{\theta}}{\operatorname{argmin}}\, \frac{1}{n}||\mathbf{y} - \boldsymbol{\Phi}\boldsymbol{\theta}||_2^2 + \lambda||\boldsymbol{\theta}||_2^2 = \underset{\boldsymbol{\theta}}{\operatorname{argmin}}\, \frac{1}{n}\sum_{i=1}^{n}(y_i - \boldsymbol{\Phi}_{\mathbf{i},\cdot}{}^T\boldsymbol{\theta})^2 + \lambda\sum_{j=1}^{d}\theta_j^2$$

Here, λ is a hyperparameter that determines the impact of the regularization term. $\boldsymbol{\Phi}$ is a $n \times d$ matrix, $\boldsymbol{\theta}$ is a $d \times 1$ vector and $\mathbf{y}$ is a $n \times 1$ vector. The optimal choice is $\hat{\boldsymbol{\theta}} = (\boldsymbol{\Phi}^T\boldsymbol{\Phi} + \lambda\mathbf{I})^{-1}\boldsymbol{\Phi}^T\mathbf{y}$.

(a) As model complexity increases, what happens to the bias and variance of the model?

(b) In terms of bias and variance, how does the a regularized regression estimator compare to ordinary least squares regression?

(c) In ridge regression, what happens if we set $\lambda = 0$? What happens as λ approaches ∞?

(d) How does model complexity compare between ridge regression and ordinary least squares regression? How does this change for large and small values of λ?

(e) If we have a large number of features (10,000+) and we suspect that only a handful of features are useful, which type of regression (Lasso vs Ridge) would be more helpful in interpreting useful features?

(f) What are the benefits of using ridge regression?

(g) On last week's discussion, we discussed possible situations where the matrix $\Phi^T\Phi$ was not invertible, such as the presence of linearly dependent columns or an insufficient number of observations. In this question, we will demonstrate that the L_2 regularization penalty always ensures that the matrix $(\mathbf{\Phi}^T\mathbf{\Phi} + \lambda\mathbf{I})^{-1}$ is invertible, resulting in a unique solution.

i. A symmetric matrix $\mathbf{A} \in \mathbb{R}^{n\times n}$ is **positive semi-definite** if for every non-zero vector $\mathbf{v} \in \mathbb{R}^n$, we have $\mathbf{v}^T\mathbf{A}\mathbf{v} \geq 0$. Given a matrix $\mathbf{\Phi} \in \mathbb{R}^{n\times d}$ (think our feature matrix), show that $\mathbf{\Phi}^T\mathbf{\Phi}$ is positive semi-definite.

ii. A symmetric matrix $\mathbf{A} \in \mathbb{R}^{n\times n}$ is **positive definite** if for every non-zero vector $\mathbf{v} \in \mathbb{R}^n$, we have $\mathbf{v}^T\mathbf{A}\mathbf{v} > 0$. Notice that the inequality is now strict. Given a matrix $\mathbf{\Phi} \in \mathbb{R}^{n\times d}$ (think our feature matrix) and $\lambda > 0$ (our regularization hyperparameter), show that $\mathbf{\Phi}^T\mathbf{\Phi} + \lambda\mathbf{I}$ is positive definite.

iii. Prove that a positive-definite matrix $\mathbf{A} \in \mathbb{R}^{n\times n}$ is always invertible by showing that its null space only contains the zero vector i.e.

$$N(\mathbf{A}) = \{\mathbf{0}\}$$