Random Forest Regression model of Air bnb booking prices prediction

The choice of using a Random Forest Regression model in a particular analysis or prediction task depends on the characteristics of the data and the problem going to be solved. Random Forest Regression is a machine learning algorithm that is commonly used for regression tasks, and it offers several advantages:

Non-Linearity: Random Forest Regression can capture non-linear relationships between input features (predictors) and the target variable. In many real-world problems, the relationship between variables is not strictly linear, and Random Forest can model these relationships effectively.

Robustness: Random Forest is robust to outliers and noisy data. It works well even when the data contains outliers or is not perfectly clean. The ensemble nature of Random Forest helps reduce the impact of individual noisy data points.

Feature Importance: Random Forest provides a feature importance score, which can help identify the most important features in making predictions. This is valuable for feature selection and understanding which variables have the most significant impact on the target variable.

Ensemble Learning: Random Forest is an ensemble learning method that combines multiple decision trees to make predictions. This ensemble approach tends to reduce overfitting and increase the model's generalization capabilities.

Parallelization: Random Forest can be easily parallelized, making it efficient for processing large datasets and taking advantage of multi-core processors.

Handling Missing Data: Random Forest can handle missing data effectively without the need for imputation. It does this by making predictions based on available data in the ensemble of decision trees.

Reduced Risk of Overfitting: The ensemble nature of Random Forest, along with techniques like bagging and random feature selection, helps reduce the risk of overfitting the model to the training data.

```
# Import all libraries
import pandas as pd # data processing, CSV file I/O (e.g. pd.read_csv)
import numpy as np # linear algebra
import matplotlib.pyplot as plt # ploting the data
import seaborn as sns # ploting the data
import math # calculation
```

Import Libraries

import pandas as pd: This import brings in the pandas library and assigns it the alias "pd." Pandas is a popular library for data manipulation and analysis. It provides data structures like dataframes and tools for working with structured data, such as reading and writing data from/to CSV files.

import numpy as np: This import brings in the numpy library and assigns it the alias "np." Numpy is a fundamental library for numerical and array operations in Python. It provides support for working with multi-dimensional arrays and mathematical functions to operate on these arrays efficiently.

import matplotlib.pyplot as plt: This import brings in the pyplot module from the matplotlib library and assigns it the alias "plt." Matplotlib is a powerful library for creating visualizations and plots in Python. The pyplot module provides an interface for creating various types of charts, graphs, and plots.

import seaborn as sns: This import brings in the seaborn library and assigns it the alias "sns." Seaborn is a data visualization library built on top of matplotlib. It simplifies the process of creating aesthetically pleasing and informative statistical graphics, making it easier to create complex visualizations

import math: This import brings in the built-in math module in Python. The math module provides various mathematical functions and constants for performing mathematical operations in your code. It includes functions for basic arithmetic, trigonometry, logarithms, and more.

```
# load the data
data = pd.read_csv('AB_NYC_2019.csv')
```

pd.read_csv('AB_NYC_2019.csv'): This line of code uses the read_csv function from the pandas library (imported as pd) to read data from a CSV file named 'AB_NYC_2019.csv'. The data is read and stored in a pandas DataFrame.

pd is the alias for the pandas library that is imported earlier. read_csv is a function provided by pandas to read data from a CSV (Comma-Separated Values) file. 'AB_NYC_2019.csv' is the name of the CSV file from which you want to read data. Make sure that the file is located in the same directory as your Python script or specify the full file path if it's in a different location.

```
# Visualize data info
data.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 48895 entries, 0 to 48894
Data columns (total 16 columns):
# Column
                                   Non-Null Count Dtype
0
    id
                                   48895 non-null int64
1
    name
                                   48879 non-null object
    host_id
                                   48895 non-null int64
3
    host name
                                   48874 non-null object
 4
    neighbourhood_group
                                   48895 non-null object
    neighbourhood
                                   48895 non-null object
6
    latitude
                                   48895 non-null float64
    longitude
                                   48895 non-null float64
8
    room_type
                                   48895 non-null object
    price
                                   48895 non-null int64
10 minimum_nights
                                   48895 non-null int64
                             48895 non-null into4
48895 non-null int64
 11 number_of_reviews
 12 last_review
                                   38843 non-null object
13 reviews_per_month
                                   38843 non-null float64
14 calculated_host_listings_count 48895 non-null int64
 15 availability_365
                                   48895 non-null int64
dtypes: float64(3), int64(7), object(6)
memory usage: 6.0+ MB
```

The code **data.info()** is used to visualize and print information about the data stored in the data DataFrame. It provides an overview of the DataFrame's structure, including details such as the number of rows and columns, data types, and non-null values for each column. This information can be helpful for understanding the dataset and identifying potential data cleaning or preprocessing tasks. Here's what each part of the output typically means:

```
# Drop the data that are not of interest and/or causing privacy issues
data.drop(['id','host_name','last_review'], axis=1, inplace=True)
# Visualize the first 5 rows
data.head()
```

	name	host_id	neighbourhood_group	neighbourhood	latitude	longitude	room_type	price	minimum_nights	number_of_reviews
0	Clean & quiet apt home by the park	2787	Brooklyn	Kensington	40.64749	-73.97237	Private room	149	1	9
1	Skylit Midtown Castle	2845	Manhattan	Midtown	40.75362	-73.98377	Entire home/apt	225	1	45
2	THE VILLAGE OF HARLEMNEW YORK!	4632	Manhattan	Harlem	40.80902	-73.94190	Private room	150	3	0
3	Cozy Entire Floor of Brownstone	4869	Brooklyn	Clinton Hill	40.68514	-73.95976	Entire home/apt	89	1	270
4	Entire Apt: Spacious Studio/Loft by central park	7192	Manhattan	East Harlem	40.79851	-73.94399	Entire home/apt	80	10	9

data.drop(['id', 'host_name', 'last_review'], axis=1, inplace=True): This line of code drops the specified columns from the 'data' DataFrame. The columns to be dropped are 'id', 'host_name', and 'last_review'. The axis=1 argument indicates that the operation should be performed along columns (i.e., dropping columns). The inplace=True argument means that the DataFrame is modified in place, and the changes are reflected without the need to assign the result to a new variable.

data.head(): This line of code displays the first 5 rows of the DataFrame, allowing you to see the DataFrame's structure and content after the specified columns have been dropped.

```
# Determine the number of missing values for every column
data.isnull().sum()
```

name	16
host_id	0
neighbourhood group	0

```
neighbourhood
                                       0
latitude
                                       0
longitude
room type
                                       0
                                       0
price
minimum_nights
                                       0
                                       0
number of reviews
reviews_per_month
                                  10052
calculated_host_listings_count
                                       0
                                       0
availability_365
dtype: int64
```

#replacing all NaN values in 'reviews_per_month' with 0
data.fillna({'reviews_per_month':0}, inplace=True)

availability_365	${\tt calculated_host_listings_count}$	reviews_per_month	number_of_reviews	minimum_nights	price	
48895.000000	48895.000000	48895.000000	48895.000000	48895.000000	48895.000000	count
112.781327	7.143982	1.090910	23.274466	7.029962	152.720687	mean
131.622289	32.952519	1.597283	44.550582	20.510550	240.154170	std
0.000000	1.000000	0.000000	0.000000	1.000000	0.000000	min
0.000000	1.000000	0.040000	1.000000	1.000000	69.000000	25%
45.000000	1.000000	0.370000	5.000000	3.000000	106.000000	50%
227.000000	2.000000	1.580000	24.000000	5.000000	175.000000	75%
365.000000	327.000000	58.500000	629.000000	1250.000000	10000.000000	max

```
# Exclude property with listed price of 0
data = data.loc[data['price'] > 0]
# data_copy = data.copy()
```

#examine the dataset
data.describe()

	host_id	latitude	longitude	price	minimum_nights	number_of_reviews	reviews_per_month	<pre>calculated_host_list</pre>
count	4.888400e+04	4884.000000	4884.000000	4884.000000	48884.000000	4884.000000	4884.000000	48
mean	6.762203e+07	40.728953	-73.952176	152.755053	7.029887	23.271991	1.090800	
std	7.861666e+07	0.054532	0.046159	240.170260	20.512224	44.551331	1.597213	
min	2.438000e+03	40.499790	-74.244420	10.000000	1.000000	0.000000	0.000000	
25%	7.817310e+06	40.690100	-73.983080	69.000000	1.000000	1.000000	0.040000	
50%	3.079257e+07	40.723080	-73.955685	106.000000	3.000000	5.000000	0.370000	
75%	1.074344e+08	40.763120	-73.936290	175.000000	5.000000	24.000000	1.580000	
max	2.743213e+08	40.913060	- 73.712990	10000.000000	1250.000000	629.000000	58.500000	

```
name
                                   16
host_id
                                    0
neighbourhood_group
                                    0
neighbourhood
                                    0
latitude
                                    0
longitude
                                    0
room_type
                                    0
price
                                    0
                                    0
minimum_nights
number_of_reviews
                                    0
reviews_per_month
                                    0
calculated_host_listings_count
                                    0
availability_365
                                    0
dtype: int64
```

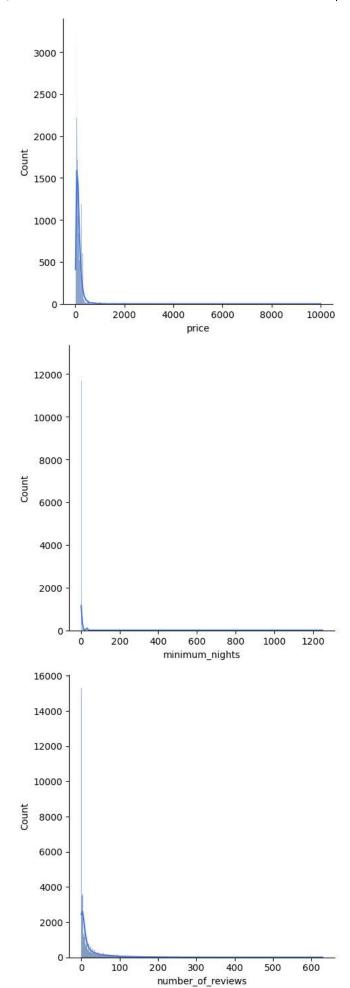
data_encoded.head()

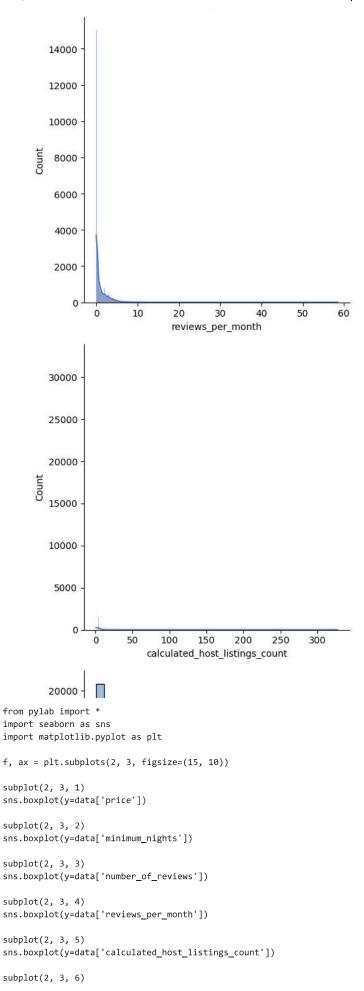
```
number_of_
          name host_id neighbourhood_group neighbourhood latitude longitude room_type price
                                                                                                              minimum_nights
   Clean & guiet
                                                                                           Private
 apt home by the
                    2787
                                       Brooklyn
                                                     Kensington
                                                                 40.64749
                                                                            -73.97237
                                                                                                     149
                                                                                                           minimum_nights_low minimum_nights
                                                                                            room
           park
  Skylit Midtown
                                                                                            Entire
                    2845
                                     Manhattan
                                                                            -73.98377
                                                                                                     225
                                                       Midtown
                                                                40.75362
                                                                                                           minimum_nights_low number_of_revi-
         Castle
                                                                                         home/apt
  THE VILLAGE
            OF
                                                                                           Private
                    4632
                                      Manhattan
                                                        Harlem
                                                                40.80902
                                                                            -73.94190
                                                                                                     150
                                                                                                           minimum nights low
                                                                                                                                number of rev
HARLEM....NEW
                                                                                            room
        YORK!
     Cozy Entire
                                                                                            Entire
        Floor of
                    4869
                                       Brooklyn
                                                     Clinton Hill 40.68514
                                                                            -73.95976
                                                                                                           minimum_nights_low number_of_revi-
                                                                                         home/apt
    Brownstone
      Entire Apt:
       Spacious
                                                                                            Entire
                    7192
                                     Manhattan
                                                    East Harlem 40.79851
                                                                            -73.94399
                                                                                                      80 minimum_nights_high minimum_nights
   Studio/Loft by
                                                                                         home/apt
    central park
```

```
import seaborn as sns
import matplotlib.pyplot as plt

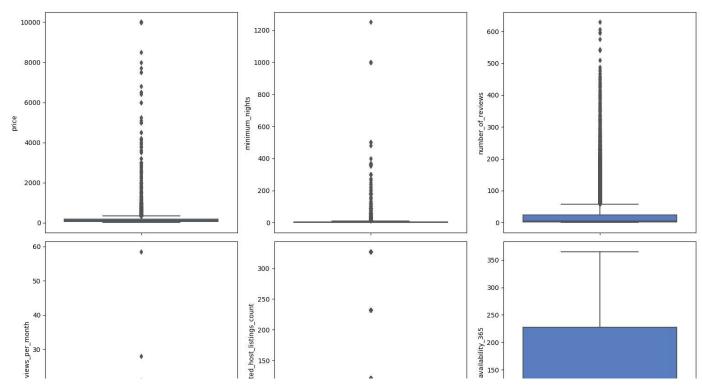
# Replace distplot with displot or histplot
sns.displot(data['price'], kde=True) # For the 'price' column
sns.displot(data['minimum_nights'], kde=True) # For the 'minimum_nights' column
sns.displot(data['number_of_reviews'], kde=True) # For the 'number_of_reviews' column
sns.displot(data['reviews_per_month'], kde=True) # For the 'reviews_per_month' column
sns.displot(data['calculated_host_listings_count'], kde=True) # For the 'calculated_host_listings_count' column
sns.displot(data['availability_365'], kde=True) # For the 'availability_365' column

plt.show()
```





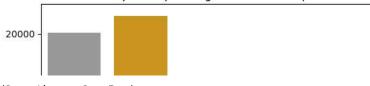
```
sns.boxplot(y=data['availability_365'])
plt.tight_layout() # Avoid overlap of plots
# Explicitly remove any overlapping axes
for i in range(6, len(ax.flat)):
    plt.delaxes(ax.flat[i])
plt.show()
```



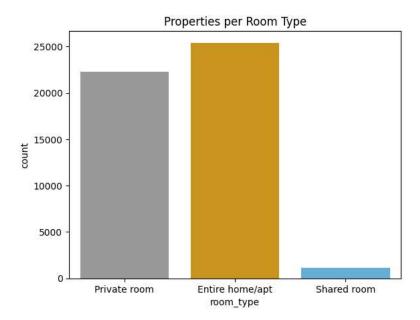
```
# Set up color blind friendly color palette
# The palette with grey:
cbPalette = ["#999999", "#E69F00", "#56B4E9", "#009E73", "#F0E442", "#0072B2", "#D55E00", "#CC79A7"]
# The palette with black:
cbbPalette = ["#000000", "#E69F00", "#56B4E9", "#009E73", "#F0E442", "#0072B2", "#D55E00", "#CC79A7"]
# sns.palplot(sns.color_palette(cbPalette))
# sns.palplot(sns.color_palette(cbPalette))
sns.set_palette(cbPalette)
#sns.set_palette(cbPalette)

title = 'Properties per Neighbourhood Group'
sns.countplot(data=data, x='neighbourhood_group')
plt.title(title)
plt.show()
```

Properties per Neighbourhood Group



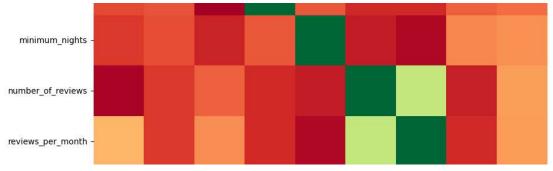
title = 'Properties per Room Type'
sns.countplot(data=data, x='room_type')
plt.title(title)
plt.show()



import matplotlib.pyplot as plt
import seaborn as sns

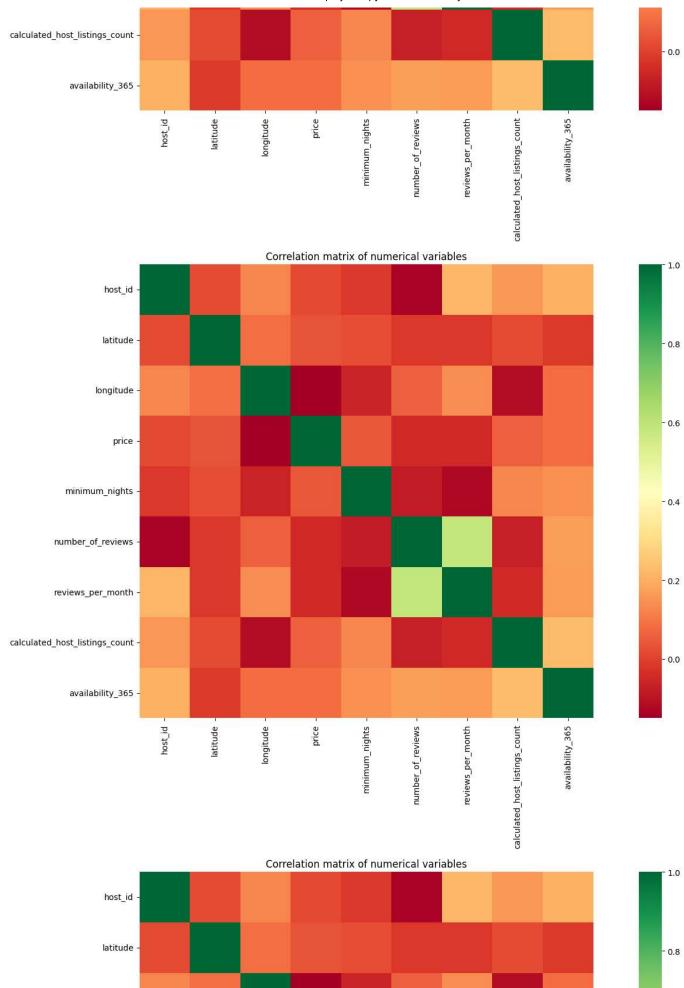
Calculate the correlation matrix with explicit numeric_only parameter
correlation_matrix = data.corr(numeric_only=True)

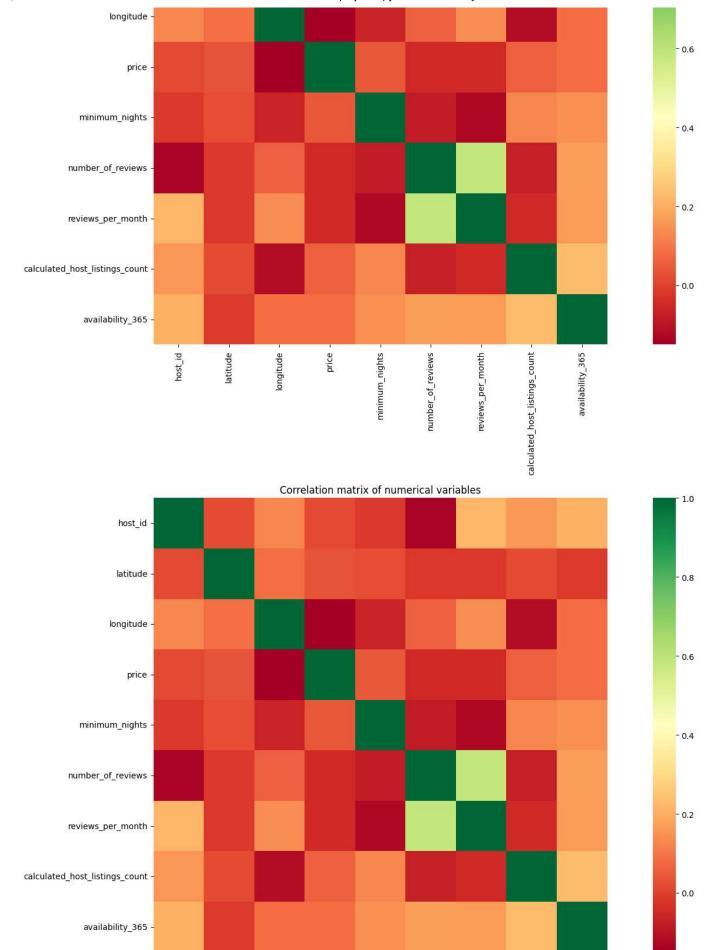
plt.figure(figsize=(20, 10))
title = 'Correlation matrix of numerical variables'
sns.heatmap(correlation_matrix, square=True, cmap='RdYlGn')
plt.title(title)
plt.show() # This is necessary to display the plot in a Jupyter Notebook cell



- 0.4

- 0.2





ngitude

month

s_count

calculated_host_listings

```
# Scatter plot for "Neighbourhood Group Location"
title1 = 'Neighbourhood Group Location'
plt.figure(figsize=(10, 6))
sns.scatterplot(data=data, x='longitude', y='latitude', hue='neighbourhood_group')
plt.title(title1)
plt.show()

# Scatter plot for "Room Type Location per Neighbourhood Group"
title2 = 'Room Type Location per Neighbourhood Group'
plt.figure(figsize=(10, 6))
sns.scatterplot(data=data, x='longitude', y='latitude', hue='room_type')
plt.title(title2)
plt.show()
```

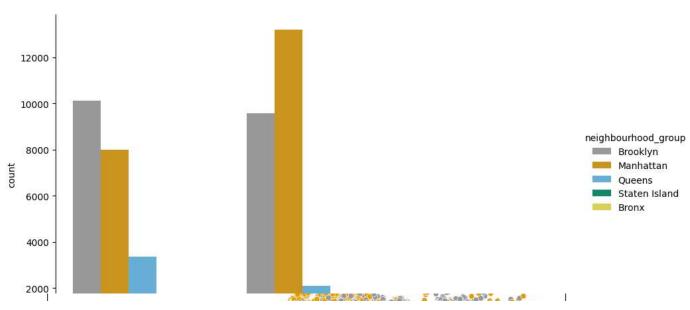
Neighbourhood Group Location

```
# Define the title
title = 'Room Type Location per Neighbourhood Group'

# Create a countplot using sns.catplot
g = sns.catplot(x='room_type', kind='count', hue='neighbourhood_group', data=data, height=6, aspect=1.5)
g.fig.subplots_adjust(top=0.9)  # Adjust the title position
g.fig.suptitle(title)  # Set the title

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

Room Type Location per Neighbourhood Group



x= 'neighbourhood_group'
y= 'price'

title = 'Price per Neighbourhood Group'

f, ax = plt.subplots(figsize=(8, 6))
sns.boxplot(x=x, y=y, data=data)
plt.title(title)
plt.ioff()
plt.show()

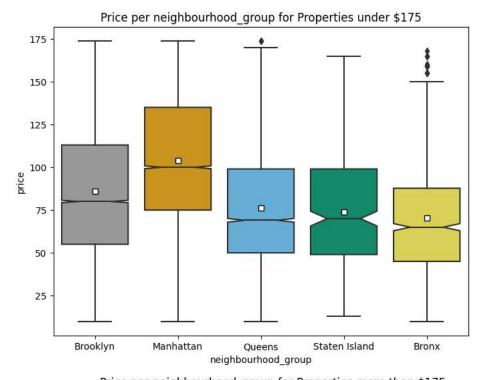
<Figure size 1000x600 with 0 Axes>

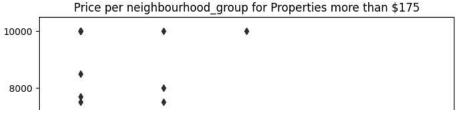
Price per Neighbourhood Group

```
title = 'Median Price per Neighbourhood Group'
result = data.groupby(["neighbourhood_group"])['price'].aggregate(np.median).reset_index().sort_values('price')
sns.barplot(x='neighbourhood_group', y="price", data=data, order=result['neighbourhood_group'])
plt.title(title)
plt.ioff()
plt.show()
```

Median Price per Neighbourhood Group 200 175 150 125 pric 100 75 50 25 0 Bronx Queens Staten Island Brooklyn Manhattan neighbourhood_group

```
x='neighbourhood_group'
y='price'
title = 'Price per neighbourhood_group for Properties under $175'
data_filtered = data.loc[data['price'] < 175]</pre>
f, ax = plt.subplots(figsize=(8, 6))
sns.boxplot(x=x, y=y, data=data_filtered, notch=True, showmeans=True,
           meanprops={"marker":"s","markerfacecolor":"white", "markeredgecolor":"black"})
plt.title(title)
plt.ioff()
title = 'Price per neighbourhood_group for Properties more than $175'
data_filtered = data.loc[data['price'] > 175]
f, ax = plt.subplots(figsize=(8, 6))
sns.boxplot(x=x, y=y, data=data_filtered, notch=False, showmeans=True,
           meanprops={"marker":"s","markerfacecolor":"white", "markeredgecolor":"black"})
plt.title(title)
plt.ioff()
plt.show()
```





```
import statsmodels.api as sm
from statsmodels.formula.api import ols

data_filtered = data.loc[data['price'] < 175]

mod = ols('price ~ neighbourhood_group',data=data_filtered).fit()

aov_table = sm.stats.anova_lm(mod, typ=2)
print(aov_table)</pre>
From State = df = True = Tru
```

 sum_sq
 df
 F
 PR(>F)

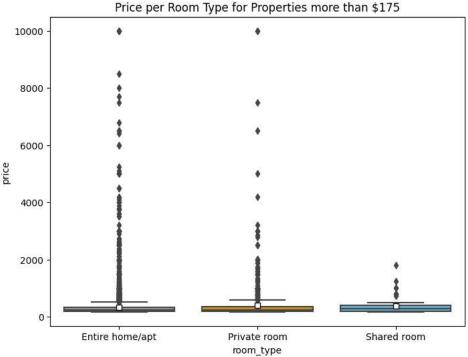
 neighbourhood_group
 4.188339e+06
 4.0
 806.494493
 0.0

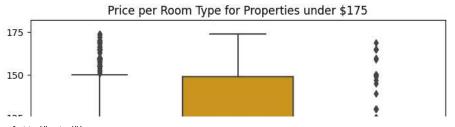
 Residual
 4.666018e+07
 35939.0
 NaN
 NaN

pair_t = mod.t_test_pairwise('neighbourhood_group')
pair_t.result_frame

	coef	std err	t	P> t	Conf. Int. Low	Conf. Int. Upp.	pvalue-hs	reject-hs
Brooklyn-Bronx	15.539434	1.161363	13.380342	9.863414e-41	13.263127	17.815740	4.931707e-40	True
Manhattan-Bronx	33.543248	1.170763	28.650759	1.605347e-178	31.248517	35.837978	1.284278e-177	True
Queens-Bronx	6.060759	1.235087	4.907151	9.281261e-07	3.639951	8.481566	2.784376e-06	True
Staten Island-Bronx	3.662572	2.283992	1.603584	1.088146e-01	-0.814120	8.139264	2.057885e-01	False
Manhattan-Brooklyn	18.003814	0.422746	42.587799	0.000000e+00	17.175220	18.832408	0.000000e+00	True





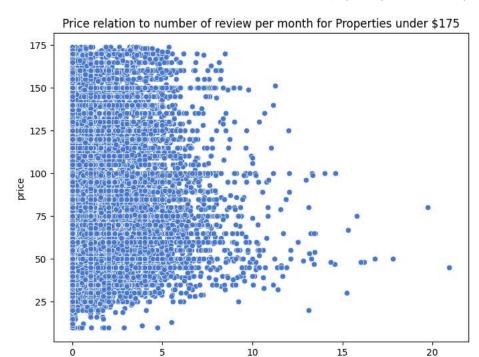


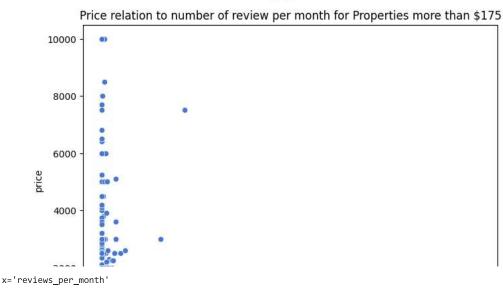
```
sns.set_palette("muted")
x = 'reviews_per_month'
y = 'price'
```

title = 'Price relation to number of review per month for Properties under \$175'
data_filtered = data.loc[(data['price'] < 175) & (data['reviews_per_month'] < 30)]
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)</pre>

```
plt.ioff()

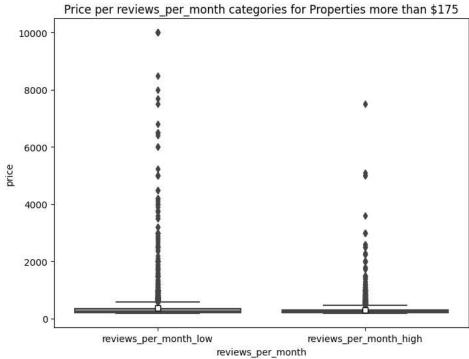
title = 'Price relation to number of review per month for Properties more than $175'
data_filtered = data.loc[data['price'] > 175]
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)
plt.ioff()
sns.set_palette(cbPalette)
plt.show()
```





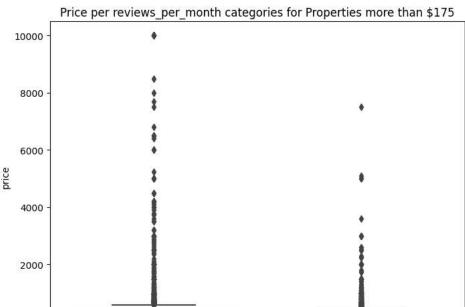
reviews_per_month







reviews_per_month_low

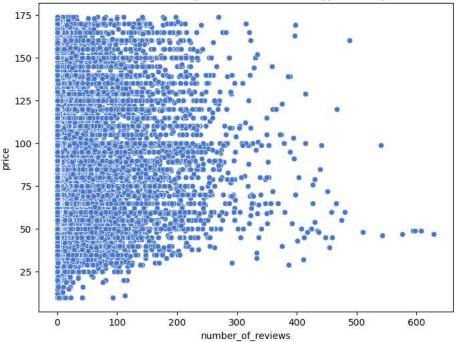


reviews_per_month

reviews_per_month_high

```
sns.set_palette("muted")
x = 'number_of_reviews'
y = 'price'
title = 'Price relation to number of review per month and Room Type for Properties under $175'
data_filtered = data.loc[data['price'] < 175]</pre>
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)
plt.ioff()
title = 'Price relation to number of review per month and Room Type for Properties more than $175'
data_filtered = data.loc[data['price'] > 175]
f, ax = plt.subplots(figsize=(8, 6))
\verb|sns.scatterplot(x=x, y=y, data=data_filtered)|\\
plt.title(title)
plt.ioff()
sns.set_palette(cbPalette)
plt.show()
```

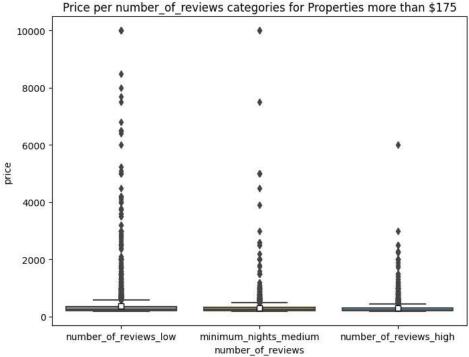
Price relation to number of review per month and Room Type for Properties under \$175

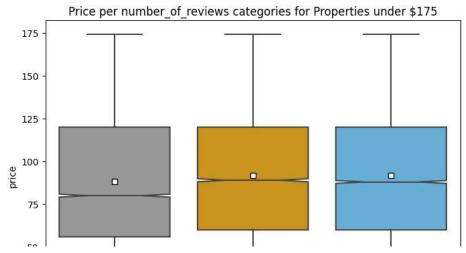


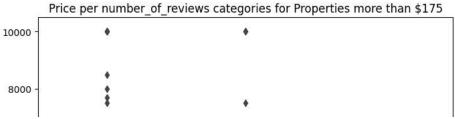
Price relation to number of review per month and Room Type for Properties more than \$175

```
10000
          8000
x = 'number_of_reviews'
y='price'
title = 'Price per number_of_reviews categories for Properties under $175'
data_filtered = data_encoded.loc[data_encoded['price'] < 175]</pre>
f, ax = plt.subplots(figsize=(8, 6))
\verb|sns.boxplot(x=x, y=y, data=data\_filtered|, notch=True|, \verb|showmeans=True|, \\
           meanprops={"marker":"s","markerfacecolor":"white", "markeredgecolor":"black"})
plt.title(title)
plt.ioff()
title = 'Price per number_of_reviews categories for Properties more than $175'
data_filtered = data_encoded.loc[data_encoded['price'] > 175]
f, ax = plt.subplots(figsize=(8, 6))
sns.boxplot(x=x, y=y, data=data_filtered, notch=False, showmeans=True,
           meanprops={"marker":"s","markerfacecolor":"white", "markeredgecolor":"black"})
plt.title(title)
plt.ioff()
plt.show()
```



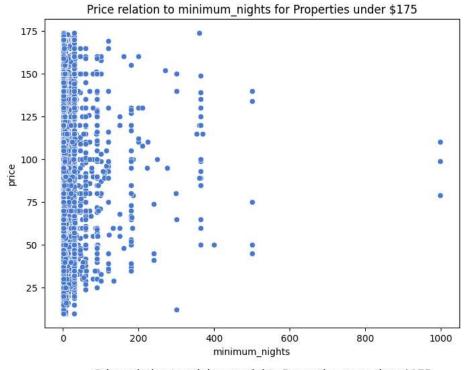


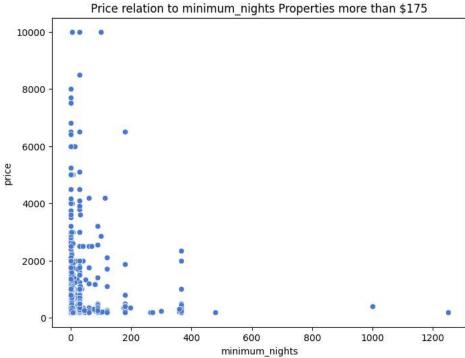


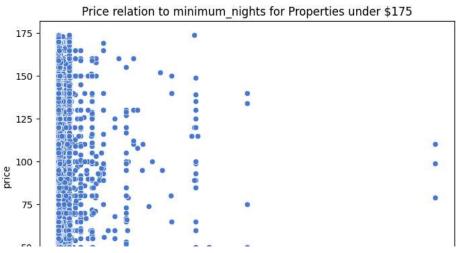


number_of_reviews

```
sns.set_palette("muted")
x = 'minimum_nights'
y = 'price'
title = 'Price relation to minimum_nights for Properties under $175'
data_filtered = data.loc[data['price'] < 175]</pre>
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)
plt.ioff()
title = 'Price relation to minimum_nights Properties more than $175'
data_filtered = data.loc[data['price'] > 175]
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)
plt.ioff()
sns.set_palette(cbPalette)
plt.show()
```







```
50 7
sns.set_palette("muted")
x = 'calculated_host_listings_count'
y = 'price'
title = 'Price relation to calculated_host_listings_count for Properties under $175'
data_filtered = data.loc[data['price'] < 175]</pre>
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)
plt.ioff()
title = 'Price relation to calculated_host_listings_count for Properties more than $175'
data_filtered = data.loc[data['price'] > 175]
f, ax = plt.subplots(figsize=(8, 6))
sns.scatterplot(x=x, y=y, data=data_filtered)
plt.title(title)
plt.ioff()
sns.set_palette(cbPalette)
plt.show()
```