is-datascience-machine-learning-3

May 21, 2025

```
[1]: import pandas as pd
     import numpy as np
     import matplotlib.pyplot as plt
     import seaborn as sns
     from sklearn.preprocessing import OrdinalEncoder
     import plotly.express as px
     from statsmodels.formula.api import ols
     import statsmodels.api as sm
     import scipy.stats as stats
     from statsmodels.stats.multicomp import pairwise_tukeyhsd
     from sklearn.linear_model import SGDRegressor, Ridge
     from sklearn.model selection import KFold, StratifiedKFold, RandomizedSearchCV,
      →train_test_split
     from sklearn.linear_model import LinearRegression
     from sklearn.metrics import mean_squared_error as mse, r2_score
     from sklearn.preprocessing import StandardScaler, OneHotEncoder
     from sklearn.ensemble import RandomForestRegressor, GradientBoostingRegressor
     import xgboost as xgb
     from sklearn.pipeline import Pipeline
     from xgboost import XGBRegressor
     from sklearn.model_selection import GridSearchCV
     import re
     from scipy.stats import f_oneway,chi2_contingency,ttest_ind
     from sklearn.compose import ColumnTransformer
```

0.1 Data Science

1. Collate the files so that all the information is in one place

```
[4]: hospital_df = pd.read_csv("Hospitalisation details.csv")
medical_df = pd.read_csv("Medical Examinations.csv")
names_df = pd.read_excel("Names.xlsx")
```

```
[5]: hospital_df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 2343 entries, 0 to 2342
```

```
Data columns (total 9 columns):
                        Non-Null Count
     #
         Column
                                        Dtype
                        _____
     0
         Customer ID
                        2343 non-null
                                         object
     1
         year
                        2343 non-null
                                         object
     2
         month
                        2343 non-null
                                         object
     3
         date
                        2343 non-null
                                         int64
     4
         children
                        2343 non-null
                                         int64
     5
         charges
                        2343 non-null
                                        float64
     6
         Hospital tier 2343 non-null
                                        object
     7
         City tier
                        2343 non-null
                                         object
         State ID
                        2343 non-null
                                         object
    dtypes: float64(1), int64(2), object(6)
    memory usage: 164.9+ KB
[6]: medical_df.info()
    <class 'pandas.core.frame.DataFrame'>
    RangeIndex: 2335 entries, 0 to 2334
    Data columns (total 8 columns):
     #
         Column
                                 Non-Null Count
                                                  Dtype
         _____
                                  _____
                                                  ----
     0
         Customer ID
                                 2335 non-null
                                                  object
     1
         BMT
                                 2335 non-null
                                                  float64
     2
         HBA1C
                                 2335 non-null
                                                  float64
     3
         Heart Issues
                                 2335 non-null
                                                  object
     4
         Any Transplants
                                 2335 non-null
                                                  object
     5
         Cancer history
                                 2335 non-null
                                                  object
         NumberOfMajorSurgeries 2335 non-null
                                                  object
         smoker
                                  2335 non-null
                                                  object
    dtypes: float64(2), object(6)
    memory usage: 146.1+ KB
[7]: names_df.info()
    <class 'pandas.core.frame.DataFrame'>
    RangeIndex: 2335 entries, 0 to 2334
    Data columns (total 2 columns):
     #
         Column
                      Non-Null Count
                                      Dtype
         Customer ID 2335 non-null
     0
                                       object
                      2335 non-null
         name
                                       object
    dtypes: object(2)
    memory usage: 36.6+ KB
[8]: merged_df = hospital_df.merge(medical_df, on="Customer ID", how="inner")
     merged_df = merged_df.merge(names_df, on="Customer ID", how="inner")
```

```
[9]: merged_df.head()
 [9]:
        Customer ID
                                  date
                                                   charges Hospital tier City tier \
                     year month
                                        children
      0
             Id2335
                      1992
                                     9
                                                    563.84
                                                                 tier - 2 tier - 3
                             Jul
      1
             Id2334 1992
                             Nov
                                    30
                                                0
                                                    570.62
                                                                 tier - 2 tier - 1
                                                                 tier - 2 tier - 1
      2
                     1993
                                                    600.00
             Id2333
                             Jun
                                    30
                                                0
      3
             Id2332 1992
                             Sep
                                    13
                                                0
                                                    604.54
                                                                 tier - 3 tier - 3
      4
             Id2331
                     1998
                             Jul
                                    27
                                                    637.26
                                                                 tier - 3 tier - 3
        State ID
                    BMI
                          HBA1C Heart Issues Any Transplants Cancer history
      0
           R1013 17.58
                           4.51
                                           No
                                                            No
                                                                           No
                           4.39
      1
           R1013 17.60
                                           No
                                                            No
                                                                           No
      2
           R1013 16.47
                           6.35
                                           No
                                                            No
                                                                          Yes
      3
           R1013 17.70
                           6.28
                                           No
                                                            No
                                                                           No
           R1013 22.34
                           5.57
                                           No
                                                            No
                                                                           No
        NumberOfMajorSurgeries smoker
                                                                        name
      0
                                                       German, Mr.
                                                                     Aaron K
                              1
                                    No
      1
                              1
                                                     Rosendahl, Mr.
                                                                      Evan P
                                    No
      2
                              1
                                                         Albano, Ms.
                                                                       Julie
                                    No
      3
                              1
                                    No
                                        Riveros Gonzalez, Mr.
                                                                Juan D. Sr.
      4
                              1
                                    No
                                                      Brietzke, Mr.
                                                                      Jordan
[10]: merged_df.shape
[10]: (2335, 17)
[11]: merged_df.columns = merged_df.columns.str.strip().str.lower().str.replace(' ',_
       \hookrightarrow 1 )
[12]: merged_df.columns
[12]: Index(['customer_id', 'year', 'month', 'date', 'children', 'charges',
             'hospital_tier', 'city_tier', 'state_id', 'bmi', 'hba1c',
             'heart_issues', 'any_transplants', 'cancer_history',
              'numberofmajorsurgeries', 'smoker', 'name'],
            dtype='object')
[13]: merged_df.head()
                                                   charges hospital_tier city_tier
[13]:
        customer_id year month
                                  date
                                        children
      0
             Id2335
                     1992
                             Jul
                                     9
                                                0
                                                    563.84
                                                                 tier - 2 tier - 3
      1
             Id2334 1992
                             Nov
                                    30
                                                0
                                                    570.62
                                                                 tier - 2 tier - 1
                                                                 tier - 2 tier - 1
      2
             Id2333 1993
                             Jun
                                    30
                                                0
                                                    600.00
      3
             Id2332
                     1992
                             Sep
                                    13
                                                0
                                                    604.54
                                                                 tier - 3 tier - 3
                                    27
                                                    637.26
                                                                 tier - 3 tier - 3
      4
             Id2331
                     1998
                             Jul
                                                0
```

```
state_id
                    hba1c heart_issues any_transplants cancer_history
     R1013
0
            17.58
                     4.51
                                     No
                     4.39
1
     R1013
            17.60
                                     No
                                                      No
                                                                      No
2
     R1013
            16.47
                     6.35
                                     No
                                                      No
                                                                     Yes
3
     R1013
            17.70
                     6.28
                                     No
                                                      No
                                                                      No
     R1013 22.34
                     5.57
                                     No
                                                      No
                                                                      No
 numberofmajorsurgeries smoker
                                                                   name
0
                                                                Aaron K
                              No
                                                  German, Mr.
1
                        1
                              No
                                                Rosendahl, Mr.
                                                                 Evan P
2
                        1
                                                    Albano, Ms.
                                                                  Julie
                               No
3
                        1
                              No
                                   Riveros Gonzalez, Mr. Juan D. Sr.
4
                              No
                                                 Brietzke, Mr.
                                                                 Jordan
```

2. Check for missing values in the dataset

```
[15]: merged_df.isna().sum()
```

[15]:	customer_id	0	
	year	0	
	month	0	
	date	0	
	children	0	
	charges	0	
	hospital_tier	0	
	city_tier	0	
	state_id	0	
	bmi	0	
	hba1c	0	
	heart_issues any_transplants		
	cancer_history	0	
	numberofmajorsurgeries	0	
	smoker	0	
	name	0	
	dtype: int64		

3

0

No missing values are found in the merged dataset

3. Find the percentage of rows that have trivial value (for example, ?), and delete such rows if they do not contain significant informatio

```
4
              0
             . .
      2330
              0
      2331
              0
      2332
              1
      2333
              0
      2334
              0
      Length: 2335, dtype: int64
[19]: miss_perc=(merged_df=='?').sum(axis=1)/merged_df.shape[1]*100
      miss_perc
              0.000000
[19]: 0
              0.000000
      1
      2
              0.000000
      3
              0.000000
      4
              0.000000
      2330
              0.000000
      2331
              0.000000
      2332
              5.882353
      2333
              0.000000
      2334
              0.000000
      Length: 2335, dtype: float64
[20]: miss_perc[miss_perc>0].index
[20]: Index([11, 13, 17, 542, 1046, 1049, 1700, 1775, 2165, 2332], dtype='int64')
[21]: miss_perc_col=(merged_df=='?').sum(axis=0)/merged_df.shape[0]*100
      miss_perc_col.sort_values(ascending=False)
[21]: month
                                 0.128480
      state_id
                                 0.085653
      smoker
                                 0.085653
      year
                                 0.085653
     hospital_tier
                                 0.042827
      city_tier
                                 0.042827
     heart_issues
                                 0.000000
     numberofmajorsurgeries
                                 0.000000
      cancer_history
                                 0.000000
      any_transplants
                                 0.000000
      customer_id
                                 0.000000
     hba1c
                                 0.000000
                                 0.000000
      bmi
                                 0.000000
      charges
      children
                                 0.000000
```

```
date
                                 0.000000
                                 0.000000
      name
      dtype: float64
[22]: merged_df.shape
[22]: (2335, 17)
[23]: master_data=merged_df.drop(index=miss_perc[miss_perc>0].index)
      master_data.shape
[23]: (2325, 17)
[24]: (master_data=='?').sum()
                                 0
[24]: customer_id
      year
                                 0
      month
                                 0
      date
                                 0
                                 0
      children
      charges
                                 0
      hospital_tier
                                 0
      city_tier
                                 0
      state id
                                 0
      bmi
                                 0
      hba1c
                                 0
                                 0
      heart_issues
                                 0
      any_transplants
                                 0
      cancer_history
      numberofmajorsurgeries
                                 0
      smoker
                                 0
      name
                                 0
      dtype: int64
[25]: master_data.to_csv('master_data.csv', index=False)
```

Dataframe has been cleaned according to given requirements

4. Use the necessary transformation methods to deal with the nominal and ordinal categorical variables in the dataset

```
[28]: binary_columns = ['heart_issues', 'any_transplants', 'cancer_history', 'smoker']
for col in binary_columns:
    master_data[col] = master_data[col].map({'yes': 1, 'no': 0, 'Yes': 1, 'No': \_
    \display[0]})
```

```
[29]: ordinal = OrdinalEncoder(categories= [['tier - 3', 'tier - 2', 'tier - \u00c4 \u00e41'], ['tier - 3', 'tier - 2', 'tier - 1']])
```

```
master_data[['city_tier_ord', 'hospital_tier_ord']] = ordinal.
       ofit_transform(master_data[['city_tier', 'hospital_tier']])
[30]: master data.head()
[30]:
                                  date
                                                   charges hospital_tier city_tier \
        customer_id year month
                                         children
             Id2335
                     1992
                                     9
                                                    563.84
                                                                 tier - 2 tier - 3
      0
                             Jul
                                                                 tier - 2 tier - 1
      1
             Id2334 1992
                             Nov
                                    30
                                                0
                                                    570.62
                                                                 tier - 2 tier - 1
      2
             Id2333 1993
                                    30
                                                0
                                                    600.00
                             Jun
      3
             Id2332
                                                    604.54
                                                                 tier - 3
                                                                           tier - 3
                     1992
                             Sep
                                    13
                                                0
                                                                 tier - 3 tier - 3
      4
             Id2331 1998
                                                    637.26
                             Jul
                                    27
                                                0
        state_id
                                 heart_issues
                                                any_transplants
                     bmi
                          hba1c
                                                                  cancer_history
      0
           R1013 17.58
                           4.51
                                             0
                                                               0
                                                                                0
                           4.39
                                                                                0
           R1013 17.60
                                             0
                                                               0
      1
      2
           R1013 16.47
                           6.35
                                             0
                                                               0
                                                                                1
      3
           R1013 17.70
                           6.28
                                             0
                                                               0
                                                                                0
      4
           R1013 22.34
                           5.57
                                             0
                                                               0
                                                                                0
        numberofmajorsurgeries
                                 smoker
                                                                         name
      0
                              1
                                      0
                                                        German, Mr.
                                                                      Aaron K
      1
                              1
                                      0
                                                      Rosendahl, Mr.
                                                                       Evan P
      2
                              1
                                      0
                                                           Albano, Ms.
                                                                        Julie
      3
                              1
                                      0
                                          Riveros Gonzalez, Mr. Juan D. Sr.
      4
                              1
                                      0
                                                       Brietzke, Mr.
                                                                       Jordan
         city_tier_ord hospital_tier_ord
      0
                   0.0
                                        1.0
      1
                    2.0
                                        1.0
      2
                    2.0
                                        1.0
                    0.0
                                        0.0
      3
                    0.0
                                        0.0
      4
```

0.1.1 5. State ID has around 16 states. The data does not have proportional representation of all the states. Also creating dummy variables corresponding to all the regions may lead to too many insignificant predictors. Nevertheless, only R1011, R1012 and R1013 are important to look deeper into. Keeping these ideas in mind, come up with a suitable strategy here.

```
[32]: #Master_data=master_data

[33]: master_data['filtered_state'] = master_data['state_id'].apply(lambda x: x if x<sub>□</sub>

in ['R1011', 'R1012', 'R1013'] else 'Other')

master_data = pd.get_dummies(master_data, columns=['filtered_state'],<sub>□</sub>

drop_first=True,dtype=int)
```

```
[34]: master_data.head()
[34]:
        customer_id year month
                                 date
                                        children
                                                  charges hospital_tier city_tier \
      0
             Id2335 1992
                             Jul
                                     9
                                                   563.84
                                                                tier - 2 tier - 3
      1
             Id2334 1992
                                                   570.62
                             Nov
                                    30
                                               0
                                                                tier - 2 tier - 1
      2
             Id2333 1993
                                    30
                                                   600.00
                                                                tier - 2 tier - 1
                             Jun
                                               0
      3
             Id2332 1992
                             Sep
                                    13
                                               0
                                                   604.54
                                                                tier - 3 tier - 3
      4
             Id2331 1998
                             Jul
                                    27
                                                   637.26
                                                                tier - 3 tier - 3
        state_id
                    bmi
                             any_transplants
                                              cancer_history
      0
           R1013 17.58
                                           0
                                                            0
                                           0
                                                            0
      1
           R1013 17.60
                                           0
      2
           R1013 16.47
                                                            1
                                           0
                                                            0
      3
           R1013 17.70 ...
           R1013 22.34 ...
         numberofmajorsurgeries
                                  smoker
                                                                         name \
      0
                                                         German, Mr. Aaron K
                               1
                                       0
      1
                               1
                                       0
                                                       Rosendahl, Mr.
                                                                       Evan P
      2
                               1
                                       0
                                                           Albano, Ms.
                                                                        Julie
      3
                               1
                                          Riveros Gonzalez, Mr.
                                                                 Juan D. Sr.
      4
                               1
                                       0
                                                        Brietzke, Mr.
                                                                       Jordan
         city_tier_ord hospital_tier_ord filtered_state_R1011
      0
                   0.0
                                      1.0
                                                               0
                   2.0
                                      1.0
                                                               0
      1
      2
                   2.0
                                      1.0
                                                               0
      3
                   0.0
                                      0.0
                                                               0
                   0.0
      4
                                      0.0
                                                               0
         filtered_state_R1012 filtered_state_R1013
      0
                             0
                                                    1
      1
                             0
                                                   1
      2
                             0
                                                    1
      3
                             0
                                                    1
      4
                             0
                                                    1
      [5 rows x 22 columns]
[35]: master_data.state_id.value_counts()
[35]: state_id
      R1013
               609
               574
      R1011
      R1012
               572
      R1024
               159
```

R1026

84

```
R1021
                70
      R1016
                64
      R1025
                40
      R1023
                38
     R1017
                36
     R1019
                26
     R1022
                14
     R1014
                13
     R1015
                11
     R1018
                 9
     R1020
                 6
     Name: count, dtype: int64
[36]: master_data['filtered_state_R1011'].value_counts()
[36]: filtered_state_R1011
           1751
      0
      1
            574
      Name: count, dtype: int64
[37]: master_data['filtered_state_R1012'].value_counts()
[37]: filtered_state_R1012
      0
           1753
      1
            572
      Name: count, dtype: int64
[38]: master_data['filtered_state_R1013'].value_counts()
[38]: filtered_state_R1013
           1716
      0
            609
      1
      Name: count, dtype: int64
     0.1.2 6. Variable 'NumberOfMajorSurvalue_counts seems to have string values as
            well. You may want to clean this variable.
[40]: master_data.numberofmajorsurgeries.unique()
[40]: array(['1', 'No major surgery', '2', '3'], dtype=object)
[41]: def parse_surgery(val):
          if isinstance(val, str) and 'no major surgery' in val.lower():
              return 0
          try:
              return int(val)
          except:
```

```
return np.nan
[42]: master_data['numberofmajorsurgeries'] = master_data['numberofmajorsurgeries'].
       →apply(parse_surgery)
[43]: master_data.head()
[43]:
        customer_id year month
                                  date
                                        children
                                                   charges hospital_tier city_tier \
                                                    563.84
             Id2335
                     1992
                             Jul
                                     9
                                                                tier - 2 tier - 3
      0
      1
             Id2334 1992
                             Nov
                                                    570.62
                                                                tier - 2 tier - 1
                                    30
                                                0
      2
             Id2333 1993
                             Jun
                                    30
                                                0
                                                    600.00
                                                                tier - 2 tier - 1
      3
             Id2332 1992
                                    13
                                                0
                                                    604.54
                                                                tier - 3 tier - 3
                             Sep
             Id2331 1998
                             Jul
                                    27
                                                0
                                                    637.26
                                                                tier - 3 tier - 3
                                              cancer history
        state id
                    bmi
                             any_transplants
      0
           R1013
                 17.58
                                                            0
      1
           R1013 17.60
                                            0
      2
           R1013 16.47
                                            0
                                                            1
      3
           R1013 17.70 ...
                                            0
                                                            0
           R1013 22.34
                                                            0
         numberofmajorsurgeries
                                  smoker
                                                                          name
      0
                                       0
                               1
                                                         German, Mr.
                                                                       Aaron K
                               1
      1
                                       0
                                                       Rosendahl, Mr.
                                                                        Evan P
      2
                               1
                                                           Albano, Ms.
                                       0
                                                                         Julie
      3
                               1
                                       0
                                          Riveros Gonzalez, Mr.
                                                                  Juan D. Sr.
                               1
                                                        Brietzke, Mr.
                                                                        Jordan
         city_tier_ord hospital_tier_ord
                                           filtered_state_R1011
      0
                   0.0
                                      1.0
                   2.0
                                      1.0
      1
                                                               0
      2
                   2.0
                                      1.0
                                                               0
      3
                   0.0
                                      0.0
                                                               0
                   0.0
                                      0.0
                                                               0
         filtered_state_R1012 filtered_state_R1013
      0
                             0
                                                    1
      1
                             0
                                                    1
      2
                             0
                                                    1
      3
                             0
                                                    1
      [5 rows x 22 columns]
```

[44]: master_data.numberofmajorsurgeries.unique()

[44]: array([1, 0, 2, 3], dtype=int64)

0.1.3 7. Age seems to an important factor for this analysis. Based on date of birth information, calculate the age of the patients.

```
[46]: master_data.year = master_data.year.astype(int)
[47]: master_data['age'] = 2025 - master_data.year #Current year is taken as_
       ⇔benchmark for calculating the age
[48]: master data.head()
                                       children charges hospital_tier city_tier \
[48]:
        customer_id year month date
             Id2335
                    1992
                            Jul
                                    9
                                                  563.84
                                                              tier - 2 tier - 3
      1
             Id2334 1992
                            Nov
                                   30
                                              0
                                                  570.62
                                                              tier - 2 tier - 1
      2
             Id2333 1993
                                   30
                                              0
                                                  600.00
                            Jun
                                                              tier - 2 tier - 1
      3
             Id2332 1992
                            Sep
                                   13
                                              0
                                                  604.54
                                                               tier - 3 tier - 3
      4
             Id2331 1998
                                   27
                                                  637.26
                            Jul
                                              0
                                                               tier - 3 tier - 3
                            cancer_history numberofmajorsurgeries
        state_id
                    bmi
          R1013 17.58
      0
                                         0
                                                                          0
                                         0
      1
          R1013 17.60
                                                                  1
                                                                          0
          R1013 16.47 ...
                                         1
                                                                  1
                                                                          0
      2
      3
          R1013 17.70 ...
                                         0
                                                                  1
                                                                          0
      4
                                         0
                                                                          0
          R1013 22.34 ...
                                                                  1
                                       name
                                             city_tier_ord hospital_tier_ord \
                                                       0.0
                                                                           1.0
      0
                       German, Mr. Aaron K
      1
                     Rosendahl, Mr.
                                     Evan P
                                                       2.0
                                                                           1.0
      2
                         Albano, Ms. Julie
                                                       2.0
                                                                           1.0
      3 Riveros Gonzalez, Mr. Juan D. Sr.
                                                       0.0
                                                                           0.0
                      Brietzke, Mr.
      4
                                     Jordan
                                                       0.0
                                                                           0.0
        filtered state R1011 filtered state R1012 filtered state R1013
                                                                           age
      0
                           0
                                                 0
                                                                            33
                           0
                                                 0
                                                                            33
      1
                                                                        1
      2
                           0
                                                 0
                                                                        1
                                                                            32
      3
                           0
                                                 0
                                                                            33
                                                                        1
                                                 0
                                                                            27
                           0
                                                                        1
```

[5 rows x 23 columns]

0.1.4 8. Gender of the patient may be an important factor to decide the hospitalization cost. Salutation provided in the name of the beneficiary can be used to determine the gender. Create a new field for the gender of beneficiary.

```
[50]: def extract_gender(name):
          match = re.search(r'\b(Mr|Ms|Mrs|Miss|Dr|Mister)\b', name, re.IGNORECASE)
          if match:
              salutation = match.group(1).lower()
              if salutation in ['mr', 'mister']:
                  return 'Male'
              elif salutation in ['ms', 'mrs', 'miss']:
                  return 'Female'
          return 'Unknown'
[51]: master_data['gender'] = master_data['name'].apply(extract_gender)
[52]: master_data.head()
[52]:
        customer_id year month
                                 date
                                        children
                                                  charges hospital_tier city_tier \
      0
             Id2335
                     1992
                             Jul
                                     9
                                               0
                                                   563.84
                                                                tier - 2 tier - 3
             Id2334 1992
                            Nov
                                    30
                                                   570.62
      1
                                               0
                                                                tier - 2 tier - 1
      2
             Id2333 1993
                            Jun
                                    30
                                               0
                                                   600.00
                                                                tier - 2 tier - 1
                                                   604.54
      3
             Id2332 1992
                            Sep
                                               0
                                                                tier - 3 tier - 3
                                    13
      4
             Id2331
                     1998
                             Jul
                                    27
                                                   637.26
                                               0
                                                                tier - 3 tier - 3
        state id
                            numberofmajorsurgeries
                                                     smoker
                    bmi ...
      0
           R1013
                 17.58
           R1013 17.60 ...
                                                  1
                                                           0
      1
           R1013 16.47 ...
                                                  1
      2
                                                           0
      3
           R1013 17.70 ...
                                                  1
                                                           0
      4
           R1013 22.34
                                                  1
                                                           0
                                              city_tier_ord
                                                             hospital_tier_ord \
      0
                       German, Mr.
                                     Aaron K
                                                        0.0
                                                                            1.0
      1
                     Rosendahl, Mr.
                                      Evan P
                                                        2.0
                                                                            1.0
                         Albano, Ms.
                                                        2.0
      2
                                       Julie
                                                                            1.0
      3
        Riveros Gonzalez, Mr. Juan D. Sr.
                                                        0.0
                                                                            0.0
      4
                      Brietzke, Mr.
                                      Jordan
                                                        0.0
                                                                            0.0
         filtered_state_R1011 filtered_state_R1012
                                                     filtered_state_R1013
                                                                            age
      0
                                                                             33
      1
                            0
                                                  0
                                                                         1
                                                                             33
      2
                            0
                                                  0
                                                                         1
                                                                             32
      3
                            0
                                                  0
                                                                         1
                                                                             33
      4
                                                  0
                                                                         1
                                                                             27
```

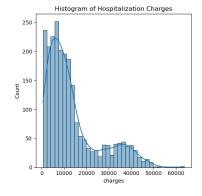
```
0
           Male
           Male
      1
      2
         Female
      3
           Male
      4
           Male
      [5 rows x 24 columns]
[53]: master_data['gender'].value_counts()
[53]: gender
      Female
                 1165
                 1160
      Male
      Name: count, dtype: int64
```

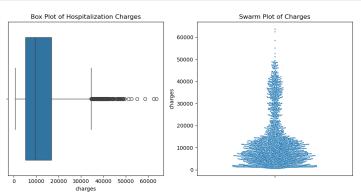
0.1.5 9. Visualize the distribution of cost using histogram, box and whisker and swarm plot. How the distribution is different across gender and different tiers of hospitals. Share your observation.

```
[55]: plt.figure(figsize=(15, 5))
   plt.subplot(1, 3, 1)
   sns.histplot(master_data['charges'], kde=True)
   plt.title("Histogram of Hospitalization Charges")

plt.subplot(1, 3, 2)
   sns.boxplot(x=master_data['charges'])
   plt.title("Box Plot of Hospitalization Charges")

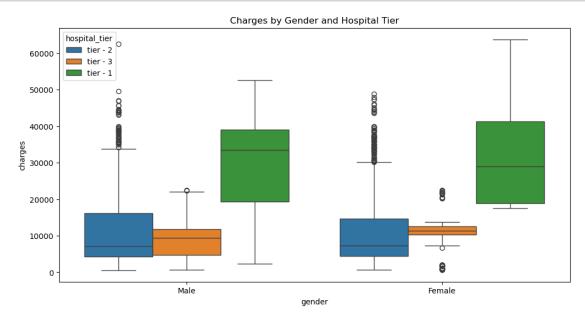
plt.subplot(1, 3, 3)
   sns.swarmplot(y=master_data['charges'], size=2)
   plt.title("Swarm Plot of Charges")
   plt.tight_layout()
   plt.show()
```



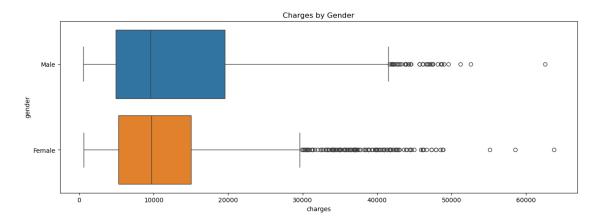


10. Distribution Difference w.r.t Gender

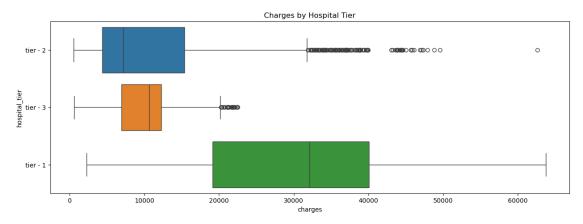
```
[57]: plt.figure(figsize=(12, 6))
    sns.boxplot(x='gender', y='charges', hue='hospital_tier', data=master_data)
    plt.title("Charges by Gender and Hospital Tier")
    plt.show()
```



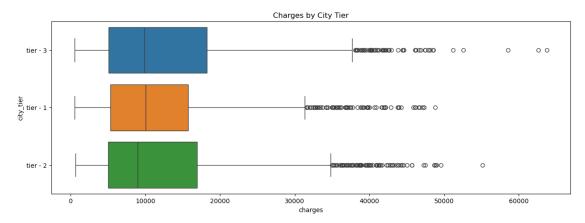
```
[58]: plt.figure(figsize = (15,5))
sns.boxplot(x = "charges",y = "gender", data = master_data,hue="gender")
plt.title("Charges by Gender")
plt.show()
```



```
[59]: plt.figure(figsize = (15,5))
```



```
[60]: plt.figure(figsize = (15,5))
    sns.boxplot(x = "charges",y = "city_tier", data = master_data, hue="city_tier")
    plt.title("Charges by City Tier")
    plt.show()
```



0.1.6 11. Create a radar chart to showcase the median hospitalization cost across different tiers of hospitals.

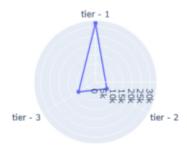
```
[62]:
       hospital_tier
                        charges
     0
            tier - 1 32097.435
            tier - 2 7168.760
      1
      2
            tier - 3 10676.830
[63]: median_cost_by_tier = master_data.groupby('hospital_tier')['charges'].median().
      →reset index()
      fig = px.line_polar(median_cost_by_tier, r='charges', theta='hospital_tier',__
       ⇔line_close=True,
                         title='Median Hospitalization Cost by Hospital Tier', u
       →markers=True)
      fig.show()
```

To display the above radar chart in pdf format

```
[322]: import matplotlib.pyplot as plt
import matplotlib.image as mpimg

# Replace with the path to your image
img = mpimg.imread('RadialPlot.png')
plt.imshow(img)
plt.axis('off') # Hide axes
plt.show()
```

Median Hospitalization Cost by Hospital Tier

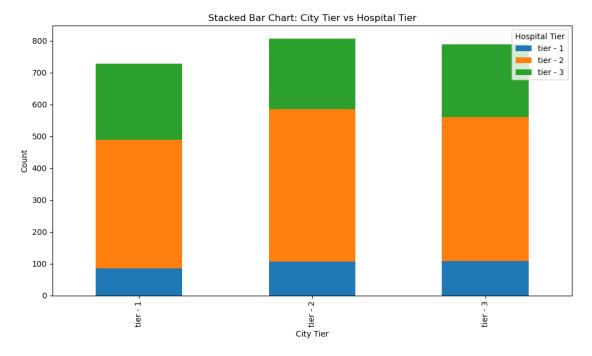


0.1.7 12. Create a frequency table and hence a stacked bar-chart to visualize the count of people in different tiers of cities and hospitals.

```
[65]: pd.crosstab(master_data.city_tier, master_data.hospital_tier) # For frequency → chart
```

```
[65]: hospital_tier tier - 1 tier - 2 tier - 3 city_tier tier - 1 85 403 241 tier - 2 106 479 222 tier - 3 109 452 228
```

```
[66]: freq_table = pd.crosstab(master_data['city_tier'], master_data['hospital_tier'])
    freq_table.plot(kind='bar', stacked=True, figsize=(10, 6))
    plt.title('Stacked Bar Chart: City Tier vs Hospital Tier')
    plt.xlabel('City Tier')
    plt.ylabel('Count')
    plt.legend(title='Hospital Tier')
    plt.tight_layout()
    plt.show()
```



0.1.8 13. Test the following null hypotheses:

- Average hospitalization cost across the 3 types of hospitals is not significantly different
- Average hospitalization cost across the 3 types of cities is not significantly different

- Average hospitalization cost for smokers is not significantly different than non-smokers
- Smoking and Hearth issues are independent

H0: Average hospitalization cost across the 3 types of hospitals are not significantly different

```
[70]: print(f'f_stat:{f_stat} p_value:{p_value}')
```

f_stat:493.98956631117636 p_value:1.7738221310852664e-179

H0 = Average hospitalization cost across the 3 types of cities is not significantly different

```
[72]: # b. ANOVA: city tier
groups_city = [group['charges'].values for name, group in master_data.

→groupby('city_tier')]

f_stat, p_value = f_oneway(*groups_city)
results['City tier ANOVA'] = (f_stat, p_value)
```

```
[73]: print(f'f_stat:{f_stat} p_value:{p_value}')
```

f_stat:1.4543557561814688 p_value:0.23376344386881315

H0: Average hospitalization cost for smokers is not significantly different than non-smokers

```
[75]: # c. T-test: smokers vs non-smokers

charges_smokers = master_data[master_data['smoker'] == 1]['charges']

charges_non_smokers = master_data[master_data['smoker'] == 0]['charges']

t_stat, p_value = ttest_ind(charges_smokers, charges_non_smokers)

results['Smoker vs Non-smoker T-test'] = (t_stat, p_value)
```

```
[76]: print(f't_stat:{t_stat} p_value:{p_value}')
```

t_stat:74.15560699695726 p_value:0.0

H0: Smoking and Heart issues are independent

```
[78]: # d. Chi-square test: smoking vs heart issues

contingency = pd.crosstab(master_data['smoker'], master_data['heart_issues'])

chi2, p, dof, expected = chi2_contingency(contingency)

results['Smoking vs Heart Issues Chi-square'] = (chi2, p)
```

Results for all Hypotheses Testng:

NAME OF HYPOTHESIS TEST

Hospital tier ANOVA

1.7738221310852664e-179

City tier ANOVA

1.4543557561814688

0.23376344386881315

Smoker vs Non-smoker T-test

74.15560699695726

Smoking vs Heart Issues Chi-square

0.08588150449910657

0.7694797581780767

From the above table displaying the results for the different hypothesis tests conducted, for each null hypothesis we can conclude:

```
[82]: print("Let alpha value be 0.05")
alpha=0.05
print("For Null Hypothesis--Average hospitalization cost across the 3 types of use hospitals are not significantly different\n")
if results['Hospital tier ANOVA'][1]<alpha:
    print("Looking at the p_value and further analysis, we can reject the nullushypothesis and conclude that:\nAverage hospitalization costs across the 3ustypes of hospitals are significantly different")

else:
    print("Looking at the p_value and further analysis, we cannot reject theushull hypothesis and conclude that:\nAverage hospitalization costs across theushull hypothesis and conclude that:\nAverage hospitalization costs across theushull hypothesis are not significantly different")
```

Let alpha value be 0.05

For Null Hypothesis--Average hospitalization cost across the 3 types of hospitals are not significantly different

Looking at the p_value and further analysis, we can reject the null hypothesis and conclude that:

Average hospitalization costs across the 3 types of hospitals are significantly different

```
[83]: print("Let alpha value be 0.05")
alpha=0.05
print("For Null Hypothesis--Average hospitalization cost across the 3 types of cities is not significantly different\n")
if results['City tier ANOVA'][1]<alpha:
    print("Looking at the p_value and further analysis, we reject the null hypothesis and conclude that:\nAverage hospitalization cost across the 3 types of cities is significantly different")

else:
    print("Looking at the p_value and further analysis, we fail to reject the null hypothesis and conclude that:\nAverage hospitalization cost across the 3 types of cities is not significantly different")
```

Let alpha value be 0.05

For Null Hypothesis--Average hospitalization cost across the 3 types of cities is not significantly different

Looking at the p_value and further analysis, we fail to reject the null hypothesis and conclude that:

Average hospitalization cost across the 3 types of cities is not significantly different

```
[84]: print("Let alpha value be 0.05")
alpha=0.05
print("For Null Hypothesis--Average hospitalization cost for smokers is not____

significantly different than non-smokers\n ")
if results['Smoker vs Non-smoker T-test'][1]<alpha:
    print("Looking at the p_value, we can reject the null hypothesis and___

conclude that:\nAverage hospitalization cost for smokers is significantly__

different than non-smokers")
else:
    print("Looking at the p_value, we fail to reject the null hypothesis and__

conclude that:\nAverage hospitalization cost for smokers is not__

significantly different than non-smokers")
```

Let alpha value be 0.05 For Null Hypothesis--Average hospitalization cost for smokers is not significantly different than non-smokers

Looking at the p_value, we can reject the null hypothesis and conclude that: Average hospitalization cost for smokers is significantly different than non-smokers

```
[85]: print("Let alpha value be 0.05")
alpha=0.05
print("For Null Hypothesis--Smoking and Heart issues are independent\n ")
```

Let alpha value be 0.05 For Null Hypothesis--Smoking and Heart issues are independent

Looking at the p_value, we fail to reject the null hypothesis and conclude that: Smoking and Heart issues are independent

0.2 Machine Learning

1. Examine the correlation between predictors to identify highly correlated predictors Before examining the correlation between predictors to identify highly correlated predictors, we can first delete the redundant columns which were previously created for the above EDA.

Columns present in original master_data:

We can remove the following redundant columns from main dataset and create a new dataset to be used to create prediction models: 1. customer_id' 2. 'name' 3. 'year' 4. 'month' 5. 'date' 6. 'hospital tier' 7. 'city tier' 8. 'state id'

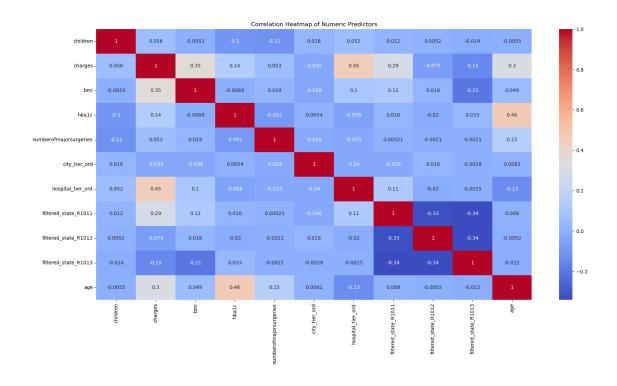
```
[283]: #To convert binary column values to True and False
binary_columns = ['heart_issues', 'any_transplants', 'cancer_history', 'smoker']
for col in binary_columns:
    prediction_model_data[col] = prediction_model_data[col].map({1:'Yes', 0:'No'})
```

```
[285]: prediction_model_data.head()
```

```
570.62 17.60
                                4.39
1
          0
                                                 No
                                                                  No
2
          0
               600.00 16.47
                                6.35
                                                 No
                                                                  No
3
               604.54
                      17.70
                                6.28
          0
                                                 No
                                                                  No
4
               637.26 22.34
                                5.57
                                                 No
                                                                  No
                   numberofmajorsurgeries smoker
  cancer_history
                                                     city_tier_ord \
0
               No
                                          1
                                                                0.0
                                                 No
1
               No
                                          1
                                                 No
                                                                2.0
2
                                          1
                                                                2.0
              Yes
                                                 No
3
               No
                                          1
                                                 No
                                                                0.0
4
                                                                0.0
               No
                                          1
                                                 No
   hospital_tier_ord filtered_state_R1011
                                                filtered state R1012
0
                  1.0
                                             0
                                                                     0
1
                  1.0
                                             0
                                                                     0
2
                  1.0
                                             0
                                                                     0
3
                  0.0
                                             0
                                                                     0
4
                  0.0
                                             0
                                                                     0
   filtered_state_R1013
                                gender
                           age
0
                            33
                                  Male
1
                        1
                            33
                                  Male
2
                        1
                            32
                                Female
3
                        1
                            33
                                  Male
4
                        1
                            27
                                  Male
```

As the above dataset is created from an already cleaned dataset, we can now directly proceed with examining the correlation between predictors to identify highly correlated predictors

```
[288]: plt.figure(figsize=(20, 10))
sns.heatmap(prediction_model_data.select_dtypes(include=np.number).corr(),
annot=True, cmap='coolwarm')
plt.title("Correlation Heatmap of Numeric Predictors")
plt.show()
```



Variables	Correlat	tidnterpretation		
charges &	0.45	Higher-tier hospitals tend to have higher hospitalization		
hospital_tier_ord		costs		
charges $\&$ bmi	0.35	Patients with higher BMI tend to have higher medical		
		charges		
age $\&$ hba1c	0.46	Older individuals tend to have higher HbA1c , possibly		
		indicating prediabetes or diabetes		
charges $\&$	0.29	Patients from state R1011 have slightly higher charges		
filtered_state_R1011				
filtered_state_R1013	-0.15	Patients from state R1013 tend to incur lower		
& charges		hospitalization charges		
filtered_state_R1013	-0.21	Individuals from R1013 may have lower BMI on average		
& bmi				
hospital_tier_ord	-0.13	Slight tendency for older patients to use lower-tier		
& age		hospitals		

Variables along with their correlation and interpretation

For variables with low or no correlation ($|\mathbf{r}|<0.1$): Most other variable pairs (e.g., number of major surgeries, children, city_tier_ord) have very low correlation values, implying weak or no linear relationships. This suggests: 1. These variables may not strongly influence each other linearly 2. Their importance should be further evaluated using feature importance or nonlinear models like Gradient Boosting 3. No predictors seem to be highly correlated (> 0.8) with each

other, so no multicollinearity concerns are apparent. That's good for linear models.

Implications for Modeling:

- 1. Variables like hospital tier ord, bmi, age, and filtered state R1011 could be good predictors for hospitalization cost.
- 2. State variables (R1011, R1013) may need to be carefully interpreted or grouped due to their moderate correlation patterns.
- 3. Variables with very low correlations (e.g., children, city tier ord) may be less impactful in a linear regression model but still could matter in nonlinear models.

Note: The following variables are worth including in predictive models: 1. hospital_tier_ord 2. age 3. bmi 4. filtered state R1011 5. hba1c 6. charges

The variable 'charges' can be considered as the target variable

2. Final Model Development and Evaluation: Perform stratified 5-fold cross validation technique for final prediction and validation. Make sure to use standardization, hyperparameter tuning effectively. There must be effective use of sklearn-pipelines. a. Create 5 fold in the data. You may want to create a variable to identify the folds.

```
[293]: data 2 = pd.get_dummies(prediction_model_data, drop_first=True)
       data_2.reset_index(drop=True, inplace = True)
       data_2.head()
[293]:
          children
                     charges
                                  bmi
                                       hba1c
                                               numberofmajorsurgeries
                                                                         city_tier_ord
                      563.84
       0
                  0
                               17.58
                                        4.51
                                                                                    0.0
                                                                      1
       1
                  0
                      570.62
                              17.60
                                        4.39
                                                                      1
                                                                                    2.0
       2
                  0
                      600.00
                               16.47
                                        6.35
                                                                      1
                                                                                    2.0
       3
                  0
                       604.54
                               17.70
                                        6.28
                                                                      1
                                                                                    0.0
       4
                  0
                       637.26
                               22.34
                                        5.57
                                                                      1
                                                                                    0.0
          hospital_tier_ord
                               filtered_state_R1011
                                                       filtered_state_R1012
       0
                          1.0
       1
                          1.0
                                                    0
                                                                            0
       2
                          1.0
                                                    0
                                                                            0
                          0.0
                                                    0
                                                                            0
       3
       4
                          0.0
                                                    0
                                                                            0
          filtered_state_R1013
                                        heart_issues_Yes
                                                            any_transplants_Yes
                                   age
       0
                                    33
                                                    False
                                                                           False
                               1
                                    33
       1
                               1
                                                    False
                                                                           False
       2
                               1
                                    32
                                                    False
                                                                           False
       3
                               1
                                    33
                                                    False
                                                                           False
       4
                                    27
```

0

False

False

```
1
                        False
                                    False
                                                   True
       2
                                    False
                                                  False
                         True
       3
                        False
                                    False
                                                   True
       4
                        False
                                    False
                                                   True
[295]: # rearrange data to put 'charges' as first column or last
       model_data = data_2.drop(columns = 'charges')
       model_data.head()
       model_data['charges'] = data_2.charges
       model_data.head()
[295]:
          children
                            hba1c
                                   numberofmajorsurgeries
                                                             city_tier_ord
                    17.58
                             4.51
                                                                        0.0
                 0
                    17.60
                             4.39
                                                          1
                                                                        2.0
       1
       2
                 0
                    16.47
                             6.35
                                                          1
                                                                        2.0
                             6.28
       3
                 0
                   17.70
                                                          1
                                                                        0.0
       4
                   22.34
                             5.57
                                                          1
                                                                       0.0
          hospital_tier_ord filtered_state_R1011
                                                     filtered_state_R1012
       0
                         1.0
       1
                         1.0
                                                  0
                                                                          0
       2
                         1.0
                                                  0
                                                                          0
       3
                         0.0
                                                  0
                                                                          0
       4
                         0.0
                                                  0
                                                                          0
          filtered_state_R1013
                                 age
                                       heart_issues_Yes
                                                          any_transplants_Yes
       0
                                                  False
                                                                         False
                                  33
       1
                              1
                                  33
                                                  False
                                                                         False
       2
                              1
                                  32
                                                  False
                                                                         False
       3
                                                                         False
                              1
                                  33
                                                  False
       4
                              1
                                  27
                                                  False
                                                                        False
          cancer_history_Yes smoker_Yes gender_Male
                                                          charges
       0
                        False
                                    False
                                                   True
                                                           563.84
                        False
                                    False
                                                   True
       1
                                                           570.62
       2
                         True
                                    False
                                                  False
                                                           600.00
       3
                        False
                                    False
                                                   True
                                                           604.54
                        False
                                    False
                                                   True
                                                           637.26
[297]: model_data.columns = model_data.columns.str.lower()
[299]: model_data.columns
[299]: Index(['children', 'bmi', 'hba1c', 'numberofmajorsurgeries', 'city_tier_ord',
              'hospital_tier_ord', 'filtered_state_r1011', 'filtered_state_r1012',
              'filtered_state_r1013', 'age', 'heart_issues_yes',
              'any_transplants_yes', 'cancer_history_yes', 'smoker_yes',
```

```
'gender_male', 'charges'],
            dtype='object')
[301]: # converting y to categorical for stratified k fold
      y = model_data['charges']
      X = model_data.drop(columns = 'charges')
[303]: X.head()
[303]:
                     bmi hba1c
                                numberofmajorsurgeries city_tier_ord \
         children
                0 17.58
                           4.51
                                                                  0.0
      0
      1
                0 17.60
                           4.39
                                                     1
                                                                  2.0
      2
                0 16.47
                           6.35
                                                     1
                                                                  2.0
                0 17.70
                           6.28
                                                                  0.0
      3
                                                     1
      4
                0 22.34
                           5.57
                                                     1
                                                                  0.0
         hospital_tier_ord filtered_state_r1011
                                                filtered_state_r1012
      0
                       1.0
                       1.0
                                              0
                                                                    0
      1
      2
                       1.0
                                              0
                                                                    0
      3
                       0.0
                                              0
                                                                    0
                       0.0
      4
                                              0
                                                                    0
         filtered_state_r1013
                                   heart_issues_yes
                                                     any_transplants_yes
                               age
      0
                                33
                                              False
                                                                   False
                                                                   False
      1
                            1
                                33
                                              False
                                              False
                                                                   False
      2
                            1
                                32
      3
                            1
                                33
                                              False
                                                                   False
                                27
                                              False
                                                                   False
      4
         cancer_history_yes smoker_yes
                                        gender_male
      0
                                 False
                      False
                                               True
                                 False
                                               True
      1
                      False
      2
                       True
                                 False
                                              False
                                 False
      3
                      False
                                               True
      4
                      False
                                 False
                                               True
[106]: #Setting up a pipeline
      →Ridge())])
      # Defining the parameters for hyperparameter tuning
      parameters = {'regressor_alpha': [0.001, 0.01, 0.1, 1, 10, 100]}
      # Creating the KFold object
      kfold = KFold(n_splits=5, shuffle=True, random_state=42)
      # Creating the grid search object
      model_ridge = GridSearchCV(pipeline, parameters, cv=kfold,__
        ⇔scoring='neg_mean_squared_error')
```

```
[107]: model_ridge.fit(X,y)
[107]: GridSearchCV(cv=KFold(n splits=5, random state=42, shuffle=True),
                    estimator=Pipeline(steps=[('scaler', StandardScaler()),
                                               ('regressor', Ridge())]),
                    param_grid={'regressor__alpha': [0.001, 0.01, 0.1, 1, 10, 100]},
                    scoring='neg_mean_squared_error')
[108]: print("Best Ridge alpha:", model_ridge.best_params_)
       print("Ridge CV RMSE:", np.sqrt(-model_ridge.best_score_))
       model_ridge.best_estimator_
      Best Ridge alpha: {'regressor_alpha': 10}
      Ridge CV RMSE: 4487.227630452237
[108]: Pipeline(steps=[('scaler', StandardScaler()), ('regressor', Ridge(alpha=10))])
      0.2.1 Gradient Boosting Algorithm
[110]: X_train, X_test, y_train, y_test = train_test_split(X,y)
       # Train the XGBoost model
       model = GradientBoostingRegressor()
       model.fit(X_train, y_train)
       # You can print the feature importances if needed
       print(model.feature_importances_)
      [6.09315291e-03 1.14132545e-01 4.83616112e-03 1.70257522e-04
       8.59841592e-04 2.39346762e-02 7.85018833e-03 3.46329944e-04
       4.41073548e-03 9.52079639e-02 2.27804552e-06 4.48627548e-05
       5.03955767e-05 7.41779685e-01 2.80926715e-04]
      Variable importance
[112]: pd.DataFrame({'Features':model.feature_names_in_,'Importance':model.

¬feature_importances_}).sort_values("Importance",ascending=False)

[112]:
                         Features Importance
       13
                                     0.741780
                       smoker_yes
       1
                              bmi
                                     0.114133
       9
                                     0.095208
                              age
       5
                hospital_tier_ord
                                     0.023935
       6
             filtered_state_r1011
                                     0.007850
       0
                         children
                                     0.006093
       2
                            hba1c
                                     0.004836
       8
             filtered_state_r1013
                                     0.004411
                    city_tier_ord
                                     0.000860
```

```
7
             filtered_state_r1012
                                      0.000346
       14
                      gender male
                                      0.000281
       3
           numberofmajorsurgeries
                                      0.000170
       12
               cancer_history_yes
                                      0.000050
              any_transplants_yes
                                      0.000045
       11
       10
                 heart_issues_yes
                                      0.000002
[113]: #training data
       model.score(X_train,y_train)
[113]: 0.9320657428220019
[114]: #test data
       model.score(X_test,y_test)
[114]: 0.9243704773108564
```

3. Predict the hospitalization cost for Christopher, Ms. Jayna (Date of birth -12/28/1988, height 170 cm and weight 85 kgs). She resides in a tier1 city (state: stateid = R1011) with husband and 2 of her kids. She is tested non-diabetic (hbA1c = 5.8). She smokes but otherwise she is healthy, no transplants and no major surgeries so far. Her father had lung cancer and that was the reason of his early demise. Hospitalization cost to predicted considering tier1 hospitals.

Find predicted hospitalization cost based on all the 5 models. The predicted value should be mean of all the 5 predicted values from the 5 models.

```
[116]: model_data.columns
[116]: Index(['children', 'bmi', 'hba1c', 'numberofmajorsurgeries', 'city_tier_ord',
              'hospital_tier_ord', 'filtered_state_r1011', 'filtered_state_r1012',
              'filtered_state_r1013', 'age', 'heart_issues_yes',
              'any_transplants_yes', 'cancer_history_yes', 'smoker_yes',
              'gender male', 'charges'],
             dtype='object')
[117]: pred_data = pd.DataFrame({'Name' : ['Christopher, Ms. Jayna'],
                              'DOB' : ['12/28/1988'],
                              'city_tier' : ['tier - 1'], 'children' :[ 2],
                               'HbA1c' : [5.8],
                               'smoker_yes' : [1],
                               'heart_issues_yes' : [0],
                               'any_transplants_yes' : [0],
                               'numberofmajorsurgeries' :[ 0],
                               'cancer_history_yes' : [1],
                               'hospital_tier' : ['tier - 1'],
```

```
'bmi' : [85/(1.70 **2)],
                              'state_id_R1011' : [1]
[118]: pred_data.columns = pred_data.columns.str.lower()
[119]: pred_data['gender_male'] = 0
       pred_data.loc[pred_data.name.str.split('[,.]').str[1] == 'Mr', 'gender_male'] =__
       pred_data.drop(columns = 'name', inplace = True)
[120]: | pred_data.drop(columns = 'dob', inplace = True)
[121]: pred_data[['city_tier_ord', 'hospital_tier_ord']] = ordinal.
        stransform(pred_data[['city_tier', 'hospital_tier']])
[122]: pred data.drop(columns = ['city_tier', 'hospital_tier'], inplace = True )
[123]: for col in model data.columns:
           if col not in pred_data.columns and col != 'charges':
              pred_data[col] = 0
[124]: pred_data
[124]:
          children hba1c smoker_yes heart_issues_yes any_transplants_yes \
                      5.8
         numberofmajorsurgeries cancer_history_yes
                                                            bmi state_id_r1011 \
       0
                                                   1 29.411765
         gender_male city_tier_ord hospital_tier_ord filtered_state_r1011 \
       0
                                 2.0
                                                    2.0
         filtered_state_r1012 filtered_state_r1013 age
       0
[125]: ### Apply Gradient BOOST model for predi
       model data.columns
[125]: Index(['children', 'bmi', 'hba1c', 'numberofmajorsurgeries', 'city_tier_ord',
              'hospital_tier_ord', 'filtered_state_r1011', 'filtered_state_r1012',
              'filtered_state_r1013', 'age', 'heart_issues_yes',
              'any_transplants_yes', 'cancer_history_yes', 'smoker_yes',
              'gender_male', 'charges'],
             dtype='object')
[126]: pred_data.columns
```

SQL SOLUTIONS

/* 1. To get a complete understanding of the driving factors behind hospitalisation costs,

it is important to merge the given tables.

Identify the columns present in the data tables which can allow that to happen.

Add 'Primary Key' constraint for these columns in both the tables.

Hint: remove duplicates and null values in the column and then use alter table to add primary key constraint.

```
*/
use new_schema;
Rename table `hospitalisation details` To hospitalisation_details;
Rename table `medical examinations `To medical_examinations;
select `Customer ID`, count(*) as ct from hospitalisation_details
group by 'Customer ID'
order by ct desc;
SET SQL_SAFE_UPDATES = 0;
DELETE from hospitalisation_details
where 'Customer ID' ="?";
alter table hospitalisation_details
modify 'Customer ID' varchar(10) not null;
alter table hospitalisation_details
add primary key ( 'Customer ID');
alter table medical_examinations
modify 'Customer ID' varchar(10) not null;
alter table medical_examinations
add primary key ( 'Customer ID');
```

```
SET SQL_SAFE_UPDATES = 1;
select `Customer ID` , count(*) as ct from medical_examinations
group by 'Customer ID'
order by ct desc;
alter table names
modify `Customer ID` varchar(10) not null;
alter table names
add primary key ( `Customer ID`);
/* 2. Get information about individuals who are diabetic and have heart ailments.
   Get average age, average no. of children dependent, average BMI, and
   average hospitalization costs for such individuals. */
SELECT
        m.diabetes,
  m. `Heart Issues`,
  round(AVG(h.age),0) AS avg_age,
  round(AVG(h.children),0) AS avg_child_dep,
  round(AVG(m.BMI),2) AS avg_bmi,
  round(AVG(h.charges),2) AS avg_charges
FROM
  (select *, 2025 - year AS age
  from hospitalisation_details) h,
  (SELECT
      CASE
        WHEN HBA1C > 6.5 THEN 'Yes'
        ELSE 'No'
      END AS diabetes
```

```
FROM
    medical_examinations) m
where h. `Customer ID` = m. `Customer ID`
GROUP BY m.diabetes ,m.`Heart Issues`;
/* What are the average charges of hospitalization across different hospital levels and cities?*/
/* replace "?" in City tier and hospital tier with mode value */
select `Hospital tier`,count(*) as ct
from hospitalisation_details
group by 'Hospital tier'
order by ct;
select `City tier`,count(*) as ct
from hospitalisation_details
group by 'City tier'
order by ct;
# replace "?" with mode values
SET SQL_SAFE_UPDATES = 0;
update hospitalisation_details
set `Hospital tier` = "tier - 2"
where `Hospital tier` = "?";
update hospitalisation_details
set `City tier` = "tier - 2"
where `City tier` = "?";
SET SQL_SAFE_UPDATES = 1;
```

select 'Hospital tier', 'City tier', avg(charges) as avg_charges

from hospitalisation_details

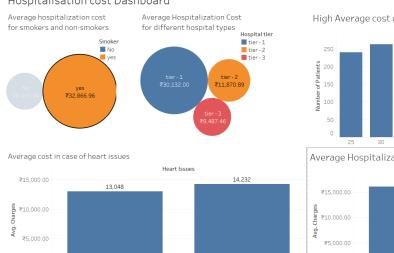
group by `Hospital tier`, `City tier`;

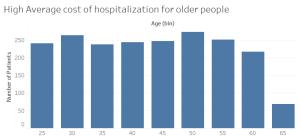
```
/* How many individuals who have had any major surgeries have cancer history? */
select `Cancer history`, surgery, count(*) as count_patients
from (
select *,
case
when NumberOfMajorSurgeries>= 1 then "Yes"
else "No"
end as surgery
from medical_examinations) m
group by 'Cancer history', surgery
having `Cancer history` = "yes";
/* Find out how many Tier-1 hospitals in each state.*/
# replace "?" in state id with mode value
select * from hospitalisation_details;
select `State ID` , count(*) as ct
from hospitalisation_details
group by `State ID`
order by ct desc;
SET SQL_SAFE_UPDATES = 0;
update hospitalisation_details
set 'Hospital tier' = "tier - 2"
where 'Hospital tier' = "?";
select * from hospitalisation_details where `State ID`='?';
select count(`State ID`), 'State ID` from hospitalisation_details Group By 'State ID';
update hospitalisation_details
set `State ID` = "R1013"
where `State ID` = "?";
select 'State ID', 'Hospital tier', count(*) as hospital_count
```

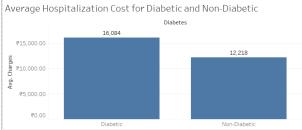
from hospitalisation_details group by 'State ID', 'Hospital tier' having `Hospital tier` = "tier - 1";

Tableau Screenshots:

Hospitalisation cost Dashboard







Patients with risk of high future costs

₹0.00

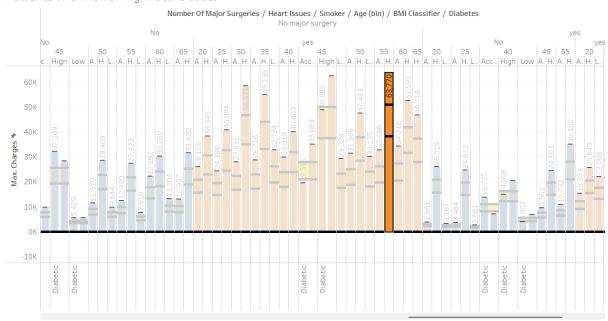


Tableau story link:

https://public.tableau.com/views/Capstone_17481784158420/UnderstandingandPredictingHealthca reCosts?:language=en-

US&publish=yes&:sid=&:redirect=auth&:display_count=n&:origin=viz_share_link