ICS 485: Machine Learning

Programming Assignment No. **Extra-1** [Simple Linear Regression Assignment] Predicting House Prices (One feature)

In this programming assignment, we will use data on house sales in King County, where Seattle (State of Washington, USA) is located, to predict house prices using simple (one feature) linear regression.

You will:

- 1. Use SArray and SFrame functions to compute important summary statistics.
- 2. Write a function to compute the Simple Linear Regression weights using the closed form solution.
- 3. Write a function to make predictions of the output given the input feature.
- 4. Turn the regression around to predict the input/feature given the output.
- 5. Compare two different models for predicting house prices.

If you are doing the assignment with IPython Notebook

An IPython Notebook has been provided below to you for this assignment. This notebook contains the instructions, quiz questions and partially-completed code for you to use as well as some cells to test your code.

A. What you need to download

<u>Note:</u> You will need to download the zipped file **Assignment-Ext1.rar** which contains all necessary data files for completing this programming assignment.

A.1 If you are using GraphLab Create:

- 1. Extract the King County House Sales data in SFrame format: kc_house_data.gl.zip
- 2. Extract the companion IPython Notebook.
- 3. Save both of these files in the same directory (where you are calling IPython notebook from) and unzip the data file.

A.2 If you are not using GraphLab Create:

- 1. Extract the King County House Sales data csv file: kc_house_data.csv
- 2. Extract the King County House Sales training data csv file: kc_house_train_data.csv
- 3. Extract the King County House Sales testing data csv file: kc_house_test_data.csv

IMPORTANT: Use the following types for columns when importing the csv files. Otherwise, they may not be imported correctly: [str, str, float, float, float, float, int, str, int, int, int, int, int, int, int, str, float, float, float, float]. If your tool of choice requires a dictionary of types for importing csv files (e.g. Pandas), use:

dtype_dict = {'bathrooms':float, 'waterfront':int, 'sqft_above':int, 'sqft_living15':float, 'grade':int, 'yr_renovated':int, 'price':float, 'bedrooms':float, 'zipcode':str, 'long':float, 'sqft_lot15':float, 'sqft_living':float, 'floors':str, 'condition':int, 'lat':float, 'date':str, 'sqft_basement':int, 'yr_built':int, 'id':str, 'sqft_lot':int, 'view':int}

1. If you are using SFrame, import graphlab and load in the house data, otherwise you can also download the csv. (Note that we will be using the training and testing csv files provided). e.g in python with SFrames:

sales = graphlab.SFrame('kc_house_data.gl/')

2. Split data into 80% training and 20% test data. Using SFrame, use this command to set the same seed for everyone. e.g. in python with SFrames:

train data,test data = sales.random split(.8,seed=0)

For those students not using graphlab please download the training and testing data csv files.

From now on we will train the models using train_data. It will be important that we use the same split here to ensure the results are the same.

3. Write a generic function that accepts a column of data (e.g, an SArray) 'input_feature' and another column 'output' and returns the Simple Linear Regression parameters 'intercept' and 'slope'. Use the closed form solution from lecture to calculate the slope and intercept. e.g. in python:

def simple_linear_regression(input_feature, output): [your code here] return(intercept, slope)

4. Use your function to calculate the estimated slope and intercept on the training data to predict 'price' given 'sqft living'. e.g. in python with SFrames using:

```
input_feature = train_data['sqft_living']
output = train_data['price']
```

save the value of the slope and intercept for later (you might want to call them e.g. **squarfeet_slope**, and **squarefeet_intercept**)

5. Write a function that accepts a column of data 'input_feature', the 'slope', and the 'intercept' you learned, and returns a column of predictions 'predicted_output' for each entry in the input column. e.g. in python:

def get_regression_predictions(input_feature, intercept, slope) [your code here]

return(predicted_output)

- **<u>6. Analysis Question 1:</u>** Using your Slope and Intercept from (4), What is the predicted price for a house with 2650 sq.ft.?
- 7. Write a function that accepts column of data: 'input_feature', and 'output' and the regression parameters 'slope' and 'intercept' and outputs the Residual Sum of Squares (RSS). e.g. in python:

def get_residual_sum_of_squares(input_feature, output, intercept,slope): [your code here] return(RSS)

Recall that the RSS is the sum of the squares of the prediction errors (difference between output and prediction).

- **8.** Analysis Question 2: According to this function and the slope and intercept from (4) What is the RSS for the simple linear regression using squarefeet to predict prices on TRAINING data?
- 9. Note that although we estimated the regression slope and intercept in order to predict the output from the input, since this is a simple linear relationship with only two variables we can invert the linear function to estimate the input given the output!

Write a function that accept a column of data: 'output' and the regression parameters 'slope' and 'intercept' and outputs the column of data: 'estimated_input'. Do this by solving the linear function output = intercept + slope*input for the 'input' variable (i.e. 'input' should be on one side of the equals sign by itself). e.g. in python:

def inverse_regression_predictions(output, intercept, slope): [your code here] return(estimated_input)

- **10. Analysis Question 3:** According to this function and the regression slope and intercept from (3) what is the estimated square-feet for a house costing US \$ 800,000?
- 11. Instead of using 'sqft_living' to estimate prices we could use 'bedrooms' (a count of the number of bedrooms in the house) to estimate prices. Using your function from (3) calculate the Simple Linear Regression slope and intercept for estimating price based on bedrooms. Save this slope and intercept for later (you might want to call them e.g. bedroom_slope, bedroom_intercept).
- 12. Now that we have 2 different models compute the RSS from BOTH models on TEST data.
- **13. Analysis Question 4:** Which model (square feet or bedrooms) has lowest RSS on TEST data? Think about why this might be the case.
- **14. Analysis Question 5:** What needs to be changed if the house prices are in Saudi Riyals knowing that 1 US \$ = 3.75 SAR?

- **15. Analysis Question 6:** What needs to be changed if the house built areas are specified in square meters instead of square feet?
- **16. Analysis Question 7:** What needs to be changed if the house prices are in Saudi Riyals and the house built areas are specified in square meters instead of square feet?