DATA 621: BUSINESS ANALYTICS AND DATA MINING HOMEWORK#3: LOGISTIC REGRESSION

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1 Overview

In this homework assignment, you will explore, analyze and model a data set containing information on crime for various neighborhoods of a major city. Each record has a response variable indicating whether or not the crime rate is above the median crime rate (1) or not (0).

Your objective is to build a binary logistic regression model on the training data set to predict whether the neighborhood will be at risk for high crime levels. You will provide classifications and probabilities for the evaluation data set using your binary logistic regression model. You can only use the variables given to you (or, variables that you derive from the variables provided). Below is a short description of the variables of interest in the data set:

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

1.1 Deliverables:

- A write-up submitted in PDF format. Your write-up should have four sections. Each one is described below. You may assume you are addressing me as a fellow data scientist, so do not need to shy away from technical details.
- Assigned prediction (probabilities, classifications) for the evaluation data set. Use 0.5 threshold. Include your R statistical programming code in an Appendix.

1.2 Write Up:

- 1. DATA EXPLORATION (25 Points) Describe the size and the variables in the crime training data set. Consider that too much detail will cause a manager to lose interest while too little detail will make the manager consider that you aren't doing your job. Some suggestions are given below. Please do NOT treat this as a check list of things to do to complete the assignment. You should have your own thoughts on what to tell the boss. These are just ideas. a. Mean / Standard Deviation / Median b. Bar Chart or Box Plot of the data c. Is the data correlated to the target variable (or to other variables?) d. Are any of the variables missing and need to be imputed/"fixed"?
- 2. DATA PREPARATION (25 Points) Describe how you have transformed the data by changing the original variables or creating new variables. If you did transform the data or create new variables, discuss why you did this. Here are some possible transformations. a. Fix missing values (maybe with a Mean or Median value) b. Create flags to suggest if a variable was missing c. Transform data by putting it into buckets d. Mathematical transforms such as log or square root (or, use Box-Cox) e. Combine variables (such as ratios or adding or multiplying) to create new variables
- 3. BUILD MODELS (25 Points) Using the training data, build at least three different binary logistic regression models, using different variables (or the same variables with different transformations). You may select the variables manually, use an approach such as Forward or Stepwise, use a different approach, or use a combination of techniques. Describe the techniques you used. If you manually selected a variable for inclusion into the model or exclusion into the model, indicate why this was done. Be sure to explain how you can make inferences from the model, as well as discuss other relevant model output. Discuss the coefficients in the models, do they make sense? Are you keeping the model even though it is counter intuitive? Why? The boss needs to know.
- **4. SELECT MODELS (25 Points)** Decide on the criteria for selecting the best binary logistic regression model. Will you select models with slightly worse performance if it makes more sense or is more parsimonious? Discuss why you selected your model. * For the binary logistic regression model, will you use a metric such as log likelihood, AIC, ROC curve, etc.? Using the training data set, evaluate the binary logistic regression model based on (a) accuracy, (b) classification error rate, (c) precision, (d) sensitivity, (e) specificity, (f) F1 score, (g) AUC, and (h) confusion matrix. Make predictions using the evaluation data set

2 Data Exploration

2.1 Load the data

```
df_crime_eval <-
   read.csv(paste0(git_url,"crime-evaluation-data_modified.csv"))</pre>
```

zn	indus	chas	nox	rm	age	dis	rad	tax	ptratio	lstat	medv
0	7.07	0	0.469	7.185	61.1	4.9671	2	242	17.8	4.03	34.7
0	8.14	0	0.538	6.096	84.5	4.4619	4	307	21.0	10.26	18.2
0	8.14	0	0.538	6.495	94.4	4.4547	4	307	21.0	12.80	18.4
0	8.14	0	0.538	5.950	82.0	3.9900	4	307	21.0	27.71	13.2
0	5.96	0	0.499	5.850	41.5	3.9342	5	279	19.2	8.77	21.0
25	5.13	0	0.453	5.741	66.2	7.2254	8	284	19.7	13.15	18.7
25	5.13	0	0.453	5.966	93.4	6.8185	8	284	19.7	14.44	16.0
0	4.49	0	0.449	6.630	56.1	4.4377	3	247	18.5	6.53	26.6
0	4.49	0	0.449	6.121	56.8	3.7476	3	247	18.5	8.44	22.2
0	2.89	0	0.445	6.163	69.6	3.4952	2	276	18.0	11.34	21.4

```
df_crime_train <-
    read.csv(paste0(git_url,"crime-training-data_modified.csv"))</pre>
```

zn	indus	chas	nox	rm	age	dis	rad	tax	ptratio	lstat	medv	target
0	19.58	0	0.605	7.929	96.2	2.0459	5	403	14.7	3.70	50.0	1
0	19.58	1	0.871	5.403	100.0	1.3216	5	403	14.7	26.82	13.4	1
0	18.10	0	0.740	6.485	100.0	1.9784	24	666	20.2	18.85	15.4	1
30	4.93	0	0.428	6.393	7.8	7.0355	6	300	16.6	5.19	23.7	0
0	2.46	0	0.488	7.155	92.2	2.7006	3	193	17.8	4.82	37.9	0
0	8.56	0	0.520	6.781	71.3	2.8561	5	384	20.9	7.67	26.5	0
0	18.10	0	0.693	5.453	100.0	1.4896	24	666	20.2	30.59	5.0	1
0	18.10	0	0.693	4.519	100.0	1.6582	24	666	20.2	36.98	7.0	1
0	5.19	0	0.515	6.316	38.1	6.4584	5	224	20.2	5.68	22.2	0
80	3.64	0	0.392	5.876	19.1	9.2203	1	315	16.4	9.25	20.9	0

2.2 Remove NA's

```
df_crime_eval[is.na(df_crime_eval)]
## numeric(0)
df_crime_train[is.na(df_crime_train)]
```

numeric(0)

2.3 Summaries

summary(df_crime_eval)

```
##
                          indus
                                             chas
          zn
                                                             nox
           : 0.000
##
    Min.
                             : 1.760
                                        Min.
                                               :0.00
                                                               :0.3850
                      Min.
                                                       Min.
    1st Qu.: 0.000
                      1st Qu.: 5.692
                                        1st Qu.:0.00
                                                        1st Qu.:0.4713
    Median : 0.000
                      Median: 8.915
                                        Median:0.00
                                                        Median :0.5380
##
##
    Mean
          : 8.875
                      Mean
                            :11.507
                                        Mean
                                               :0.05
                                                        Mean
                                                               :0.5592
    3rd Qu.: 0.000
                                        3rd Qu.:0.00
                                                        3rd Qu.:0.6258
##
                      3rd Qu.:18.100
##
    Max.
           :90.000
                      Max.
                             :25.650
                                        Max.
                                               :1.00
                                                        Max.
                                                               :0.7400
##
          rm
                          age
                                            dis
                                                             rad
##
    Min.
           :3.561
                            : 6.80
                                              :1.202
                                                               : 1.000
                     Min.
                                       Min.
                                                        Min.
##
    1st Qu.:5.874
                     1st Qu.: 56.62
                                       1st Qu.:2.041
                                                        1st Qu.: 4.000
    Median :6.143
                     Median: 83.25
                                       Median :3.373
                                                        Median : 5.000
                     Mean : 70.99
##
    Mean
          :6.214
                                       Mean
                                              :3.787
                                                        Mean : 9.775
##
    3rd Qu.:6.532
                     3rd Qu.: 93.10
                                       3rd Qu.:4.527
                                                        3rd Qu.:24.000
##
    Max.
           :8.247
                     Max.
                            :100.00
                                       Max.
                                              :9.089
                                                        Max.
                                                               :24.000
                        ptratio
##
                                          lstat
                                                             medv
         tax
##
    Min.
           :188.0
                     Min.
                            :14.70
                                     Min.
                                             : 2.960
                                                       Min.
                                                               : 8.40
                     1st Qu.:18.40
                                      1st Qu.: 6.435
##
    1st Qu.:276.8
                                                        1st Qu.:16.98
    Median :307.0
                     Median :19.60
                                      Median :11.685
                                                        Median :20.55
##
    Mean
           :393.5
                     Mean
                            :19.12
                                      Mean
                                            :12.905
                                                        Mean
                                                               :21.88
    3rd Qu.:666.0
                     3rd Qu.:20.20
                                      3rd Qu.:17.363
                                                        3rd Qu.:25.00
##
    Max.
           :666.0
                            :21.20
                                             :34.020
                                                        Max.
                                                               :50.00
                     Max.
                                      Max.
```

summary(df_crime_train)

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

```
## 3rd Qu.:1.0000
         :1.0000
## Max.
str(df_crime_train)
## 'data.frame':
                   466 obs. of 13 variables:
           : num 0 0 0 30 0 0 0 0 0 80 ...
   $ indus : num 19.58 19.58 18.1 4.93 2.46 ...
   $ chas : int 0 1 0 0 0 0 0 0 0 0 ...
## $ nox
          : num 0.605 0.871 0.74 0.428 0.488 0.52 0.693 0.693 0.515 0.392 ...
            : num 7.93 5.4 6.49 6.39 7.16 ...
## $ rm
##
            : num 96.2 100 100 7.8 92.2 71.3 100 100 38.1 19.1 ...
          : num 2.05 1.32 1.98 7.04 2.7 ...
##
   $ dis
## $ rad
          : int 5 5 24 6 3 5 24 24 5 1 ...
## $ tax
          : int 403 403 666 300 193 384 666 666 224 315 ...
##
   $ ptratio: num 14.7 14.7 20.2 16.6 17.8 20.9 20.2 20.2 20.2 16.4 ...
   $ lstat : num 3.7 26.82 18.85 5.19 4.82 ...
##
           : num 50 13.4 15.4 23.7 37.9 26.5 5 7 22.2 20.9 ...
## $ target : int 1 1 1 0 0 0 1 1 0 0 ...
Checking to see if data is categorical
# f<-xtabs(~ target + medv , data = df_crime_train)</pre>
# pander(f)
# Create a correlation matrix for all variables
(cor matrix <- cor(df crime train))</pre>
```

```
##
                                             chas
                               indus
                     zn
                                                           nox
```

```
rm
            1.00000000 - 0.53826643 - 0.04016203 - 0.51704518 \quad 0.31981410 - 0.57258054
## zn
## indus
           -0.53826643 \quad 1.00000000 \quad 0.06118317 \quad 0.75963008 \quad -0.39271181 \quad 0.63958182
           -0.04016203 \quad 0.06118317 \quad 1.00000000 \quad 0.09745577 \quad 0.09050979 \quad 0.07888366
## chas
## nox
           -0.51704518 \quad 0.75963008 \quad 0.09745577 \quad 1.00000000 \quad -0.29548972 \quad 0.73512782
           0.31981410 -0.39271181 0.09050979 -0.29548972 1.00000000 -0.23281251
## rm
## age
           -0.57258054 0.63958182 0.07888366 0.73512782 -0.23281251 1.00000000
## dis
           0.66012434 -0.70361886 -0.09657711 -0.76888404 0.19901584 -0.75089759
           -0.31548119 0.60062839 -0.01590037 0.59582984 -0.20844570 0.46031430
## rad
           -0.31928408 \quad 0.73222922 \quad -0.04676476 \quad 0.65387804 \quad -0.29693430 \quad 0.51212452
## lstat
           -0.43299252 0.60711023 -0.05142322 0.59624264 -0.63202445 0.60562001
           0.37671713 -0.49617432 0.16156528 -0.43012267 0.70533679 -0.37815605
## medv
## target -0.43168176 0.60485074 0.08004187 0.72610622 -0.15255334 0.63010625
##
                   dis
                                                   ptratio
                                                                  lstat
                                rad
                                            tax
            0.66012434 -0.31548119 -0.31928408 -0.3910357 -0.43299252 0.3767171
## zn
           -0.70361886 0.60062839 0.73222922 0.3946898 0.60711023 -0.4961743
## indus
## chas
           -0.09657711 \ -0.01590037 \ -0.04676476 \ -0.1286606 \ -0.05142322 \ \ 0.1615653
           -0.76888404 0.59582984 0.65387804 0.1762687 0.59624264 -0.4301227
## nox
           0.19901584 -0.20844570 -0.29693430 -0.3603471 -0.63202445 0.7053368
## rm
           -0.75089759 \quad 0.46031430 \quad 0.51212452 \quad 0.2554479 \quad 0.60562001 \quad -0.3781560
## age
## dis
           1.00000000 -0.49499193 -0.53425464 -0.2333394 -0.50752800 0.2566948
## rad
           -0.49499193 \quad 1.00000000 \quad 0.90646323 \quad 0.4714516 \quad 0.50310125 \quad -0.3976683
## tax
           -0.53425464 0.90646323 1.00000000 0.4744223 0.56418864 -0.4900329
```

```
## ptratio -0.23333940 0.47145160 0.47442229 1.0000000 0.37735605 -0.5159153
## lstat
         -0.50752800 0.50310125 0.56418864 0.3773560 1.00000000 -0.7358008
## medv
           0.25669476 -0.39766826 -0.49003287 -0.5159153 -0.73580078 1.0000000
## target -0.61867312 0.62810492 0.61111331 0.2508489 0.46912702 -0.2705507
##
               target
## zn
          -0.43168176
## indus
           0.60485074
## chas
           0.08004187
## nox
           0.72610622
## rm
          -0.15255334
## age
           0.63010625
## dis
          -0.61867312
           0.62810492
## rad
## tax
           0.61111331
## ptratio 0.25084892
## lstat
           0.46912702
## medv
          -0.27055071
## target
           1.00000000
```

The logistic regression model dependant variable target has

Changing categorical data into factors to ensure that the model can appropriately interpret and analyze categorical variables. Change after looking at collinearity.

```
#Don't use this
#df_crime_train$chas <- as.factor(df_crime_train$chas)
#df_crime_train$rad <- as.factor(df_crime_train$rad)
#df_crime_train$target <- as.factor(df_crime_train$target)</pre>
```

```
str(df_crime_train)
```

```
## 'data.frame':
                   466 obs. of 13 variables:
## $ zn : num 0 0 0 30 0 0 0 0 80 ...
##
   $ indus : num 19.58 19.58 18.1 4.93 2.46 ...
## $ chas : int 0 1 0 0 0 0 0 0 0 ...
##
  $ nox
            : num 0.605 0.871 0.74 0.428 0.488 0.52 0.693 0.693 0.515 0.392 ...
##
   $ rm
            : num 7.93 5.4 6.49 6.39 7.16 ...
##
          : num 96.2 100 100 7.8 92.2 71.3 100 100 38.1 19.1 ...
   $ age
## $ dis
          : num 2.05 1.32 1.98 7.04 2.7 ...
##
  $ rad
            : int 5 5 24 6 3 5 24 24 5 1 ...
##
   $ tax
            : int 403 403 666 300 193 384 666 666 224 315 ...
   $ ptratio: num 14.7 14.7 20.2 16.6 17.8 20.9 20.2 20.2 20.2 16.4 ...
##
  $ lstat : num 3.7 26.82 18.85 5.19 4.82 ...
           : num 50 13.4 15.4 23.7 37.9 26.5 5 7 22.2 20.9 ...
## $ medv
   $ target : int 1 1 1 0 0 0 1 1 0 0 ...
model_1 <- glm(formula = target ~ ., family = binomial, data = df_crime_train)</pre>
summary(model_1)
```

```
##
## Call:
## glm(formula = target ~ ., family = binomial, data = df_crime_train)
```

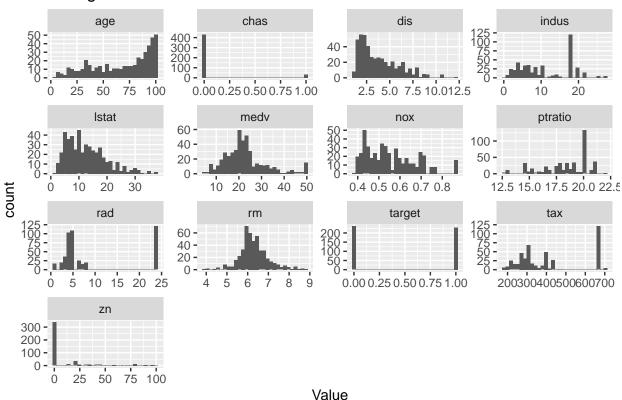
```
##
## Coefficients:
##
                Estimate Std. Error z value Pr(>|z|)
## (Intercept) -40.822934
                           6.632913 -6.155 7.53e-10 ***
## zn
               -0.065946
                           0.034656 -1.903 0.05706 .
               -0.064614
## indus
                          0.047622 -1.357 0.17485
## chas
                                      1.205 0.22803
                0.910765
                           0.755546
## nox
               49.122297
                           7.931706
                                      6.193 5.90e-10 ***
## rm
               -0.587488
                           0.722847 -0.813 0.41637
## age
                0.034189
                           0.013814
                                      2.475 0.01333 *
## dis
                0.738660
                            0.230275
                                      3.208 0.00134 **
                            0.163152
                                      4.084 4.42e-05 ***
## rad
                0.666366
## tax
               -0.006171
                           0.002955 -2.089 0.03674 *
                0.402566
                            0.126627
                                      3.179 0.00148 **
## ptratio
## lstat
                0.045869
                            0.054049
                                      0.849 0.39608
## medv
                0.180824
                            0.068294
                                      2.648 0.00810 **
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
      Null deviance: 645.88 on 465 degrees of freedom
## Residual deviance: 192.05 on 453 degrees of freedom
## AIC: 218.05
##
## Number of Fisher Scoring iterations: 9
print(xtable(model 1,type="latex", comment=FALSE))
## \% latex table generated in R 4.3.1 by xtable 1.8-4 package
## % Sun Nov 5 19:35:44 2023
## \begin{table}[ht]
## \centering
## \begin{tabular}{rrrrr}
     \hline
## & Estimate & Std. Error & z value & Pr($>$$|$z$|$) \\
## (Intercept) & -40.8229 & 6.6329 & -6.15 & 0.0000 \\
##
     zn & -0.0659 & 0.0347 & -1.90 & 0.0571 \\
     indus & -0.0646 & 0.0476 & -1.36 & 0.1748 \\
##
##
     chas & 0.9108 & 0.7555 & 1.21 & 0.2280 \\
##
     nox & 49.1223 & 7.9317 & 6.19 & 0.0000 \\
##
    rm & -0.5875 & 0.7228 & -0.81 & 0.4164 \\
##
     age & 0.0342 & 0.0138 & 2.47 & 0.0133 \\
##
     dis & 0.7387 & 0.2303 & 3.21 & 0.0013 \
##
     rad & 0.6664 & 0.1632 & 4.08 & 0.0000 \\
##
    tax & -0.0062 & 0.0030 & -2.09 & 0.0367 \\
##
     ptratio & 0.4026 & 0.1266 & 3.18 & 0.0015 \\
##
     lstat & 0.0459 & 0.0540 & 0.85 & 0.3961 \\
##
     medv & 0.1808 & 0.0683 & 2.65 & 0.0081 \\
##
      \hline
## \end{tabular}
## \end{table}
```

```
# Gather the data into a long format
data_long <- gather(df_crime_train, key = "Variable", value = "Value")

ggplot(data_long, aes(x = Value)) +
   geom_histogram() +
   facet_wrap(~Variable, scales = "free") +
   labs(title = "Histogram of Variables")</pre>
```

`stat_bin()` using `bins = 30`. Pick better value with `binwidth`.

Histogram of Variables



Variable here are not normalized and those normalized need to be on the same scale as the others to make data more interpretable.

******* I need to rescale after normalizing.

labs(title = "Histogram of Variables")

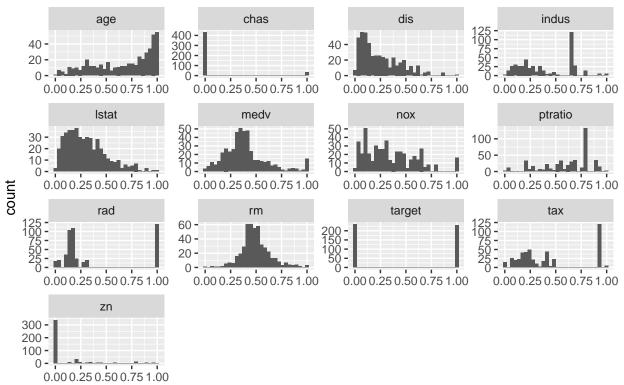
```
# Apply min-max scaling to all three variables
data_scaled <- df_crime_train
data_scaled[] <- lapply(df_crime_train, rescale)

# Gather the data into a long format
data_long_scaled <- gather(data_scaled, key = "Variable", value = "Value")

ggplot(data_long_scaled, aes(x = Value)) +
    geom_histogram() +
    facet_wrap(~Variable, scales = "free") +</pre>
```

`stat_bin()` using `bins = 30`. Pick better value with `binwidth`.

Histogram of Variables



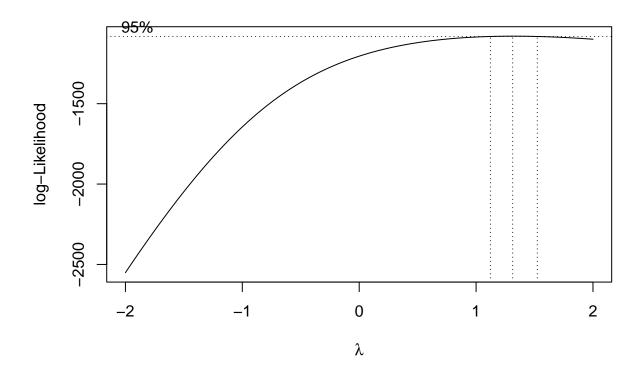
Value

Checking correlation of scaled varibles

```
# Create a correlation matrix for all variables
(cor_matrix <- cor(data_scaled))</pre>
```

```
##
                             indus
                                          chas
                                                       nox
                                                                               age
                                                                    rm
## zn
            1.00000000 -0.53826643 -0.04016203 -0.51704518
                                                            0.31981410 -0.57258054
  indus
           -0.53826643
                        1.00000000
                                    0.06118317
                                                0.75963008 -0.39271181
                        0.06118317
                                    1.00000000
                                                0.09745577
                                                            0.09050979
##
   chas
           -0.04016203
                                                                        0.07888366
##
           -0.51704518
                        0.75963008
                                    0.09745577
                                                1.00000000 -0.29548972
                                                                        0.73512782
  nox
##
  rm
            0.31981410 -0.39271181
                                    0.09050979 -0.29548972
                                                           1.00000000 -0.23281251
           -0.57258054
                        0.63958182
                                    0.07888366
                                               0.73512782 -0.23281251
                                                                        1.00000000
  age
##
  dis
            0.66012434 -0.70361886 -0.09657711 -0.76888404
                                                            0.19901584 -0.75089759
                        0.60062839 -0.01590037
                                                0.59582984 -0.20844570
                                                                        0.46031430
##
  rad
           -0.31548119
           -0.31928408
                        0.73222922 -0.04676476
                                                0.65387804 -0.29693430
                                                                        0.51212452
  ptratio -0.39103573
                        0.39468980 -0.12866058
                                                0.17626871 -0.36034706
                                                                        0.25544785
  lstat
           -0.43299252
                        0.60711023 -0.05142322
                                                0.59624264 -0.63202445
##
  medv
            0.37671713 -0.49617432
                                    0.16156528 -0.43012267
                                                            0.70533679 -0.37815605
##
           -0.43168176
                        0.60485074
                                    0.08004187
                                                0.72610622 -0.15255334
                                                                        0.63010625
   target
##
                   dis
                               rad
                                                  ptratio
                                                                lstat
                                           tax
## zn
            0.66012434 - 0.31548119 - 0.31928408 - 0.3910357 - 0.43299252
                                                                       0.3767171
##
  indus
           -0.70361886 0.60062839
                                    0.73222922
                                               -0.09657711 -0.01590037 -0.04676476 -0.1286606 -0.05142322 0.1615653
## chas
           -0.76888404 0.59582984 0.65387804 0.1762687 0.59624264 -0.4301227
## nox
```

```
## rm
           0.19901584 -0.20844570 -0.29693430 -0.3603471 -0.63202445 0.7053368
           -0.75089759 0.46031430 0.51212452 0.2554479 0.60562001 -0.3781560
## age
## dis
           1.00000000 -0.49499193 -0.53425464 -0.2333394 -0.50752800 0.2566948
           -0.49499193 \quad 1.00000000 \quad 0.90646323 \quad 0.4714516 \quad 0.50310125 \quad -0.3976683
## rad
## tax
           -0.53425464 0.90646323 1.00000000 0.4744223 0.56418864 -0.4900329
## ptratio -0.23333940 0.47145160 0.47442229 1.0000000 0.37735605 -0.5159153
## 1stat -0.50752800 0.50310125 0.56418864 0.3773560 1.00000000 -0.7358008
           0.25669476 -0.39766826 -0.49003287 -0.5159153 -0.73580078 1.0000000
## medv
## target -0.61867312 0.62810492 0.61111331 0.2508489 0.46912702 -0.2705507
##
                target
           -0.43168176
## zn
            0.60485074
## indus
## chas
           0.08004187
## nox
            0.72610622
           -0.15255334
## rm
## age
           0.63010625
## dis
           -0.61867312
## rad
           0.62810492
           0.61111331
## tax
## ptratio 0.25084892
## lstat
           0.46912702
## medv
           -0.27055071
## target 1.00000000
model_2 <- glm(formula = target ~ ., family = binomial, data = data_scaled)</pre>
(summary=(model_2))
## Call: glm(formula = target ~ ., family = binomial, data = data_scaled)
##
## Coefficients:
## (Intercept)
                                   indus
                                                  chas
                         zn
                                                                nox
                                                                              rm
                    -6.5946
##
      -17.5119
                                 -1.7627
                                                0.9108
                                                            23.6769
                                                                         -2.8887
                                                                           lstat
##
           age
                        dis
                                     rad
                                                   tax
                                                            ptratio
                     8.1230
                                 15.3264
##
        3.3197
                                              -3.2338
                                                             3.7841
                                                                          1.6623
##
         medv
##
        8.1371
## Degrees of Freedom: 465 Total (i.e. Null); 453 Residual
## Null Deviance:
                        645.9
## Residual Deviance: 192
                           AIC: 218
df_crime_train$age <- as.numeric(df_crime_train$age)</pre>
# Convert a DataFrame column to a list
age_list <- as.numeric(as.list(df_crime_train$age))</pre>
#find optimal lambda for Box-Cox transformation
bc \leftarrow boxcox(age_list~ 1, lambda = seq(-2,2,0.1))
```

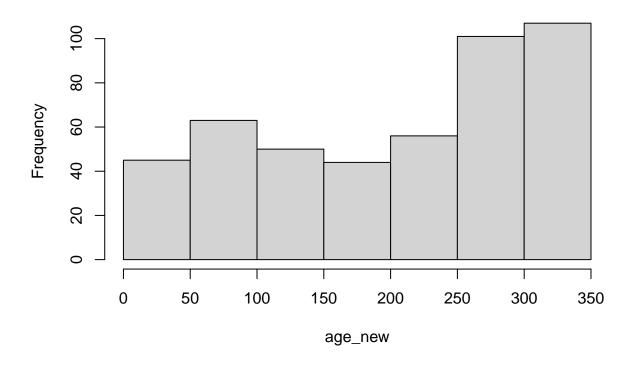


```
lambda <- bc$x[which.max(bc$y)]

# Apply the Box-Cox transformation
age_new = (age_list^lambda-1)/lambda</pre>
```

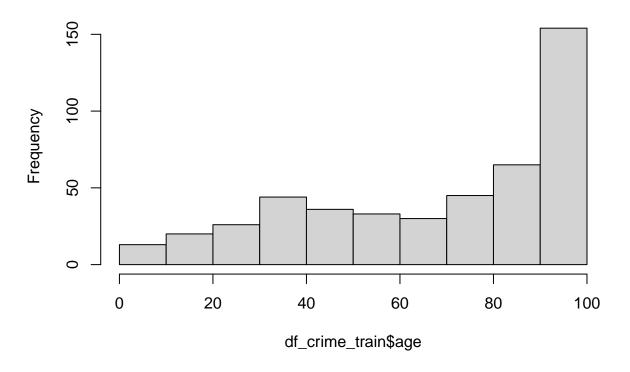
hist(age_new)

Histogram of age_new



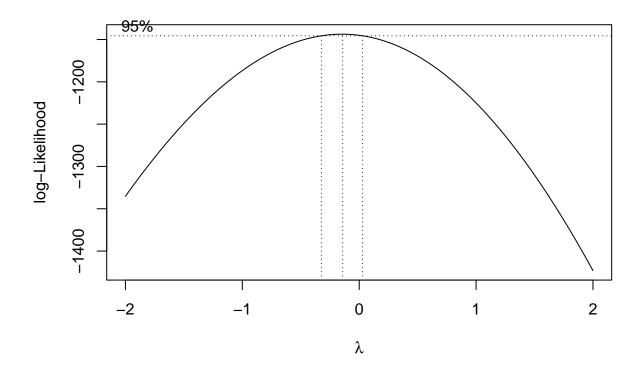
hist(df_crime_train\$age)

Histogram of df_crime_train\$age



```
# Convert a DataFrame column to a list
dis_list <- as.numeric(as.list(df_crime_train$dis))

#find optimal lambda for Box-Cox transformation
bc <- boxcox(dis_list~ 1, lambda = seq(-2,2,0.1))</pre>
```

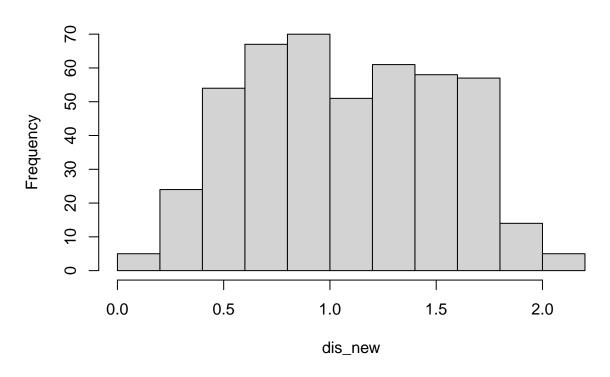


```
lambda_dis <- bc$x[which.max(bc$y)]

# Apply the Box-Cox transformation
dis_new = (dis_list^lambda_dis-1)/lambda_dis</pre>
```

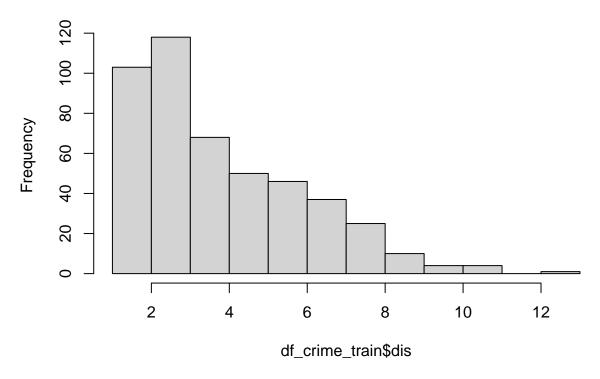
hist(dis_new)

Histogram of dis_new



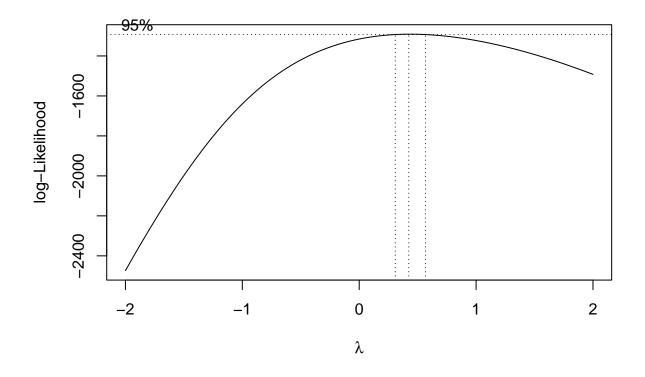
hist(df_crime_train\$dis)

Histogram of df_crime_train\$dis



```
# Convert a DataFrame column to a list
indus_list <- as.numeric(as.list(df_crime_train$indus))

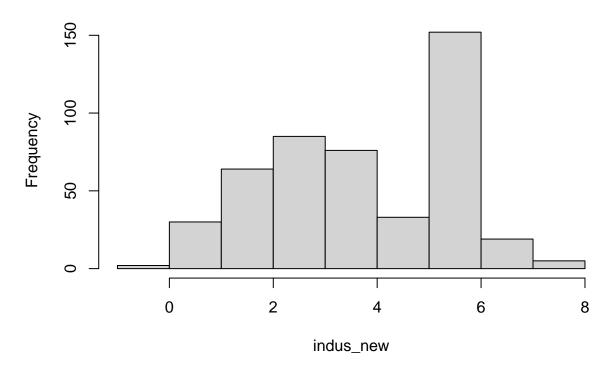
#find optimal lambda for Box-Cox transformation
bc <- boxcox(indus_list~ 1, lambda = seq(-2,2,0.1))</pre>
```



```
lambda_indus <- bc$x[which.max(bc$y)]

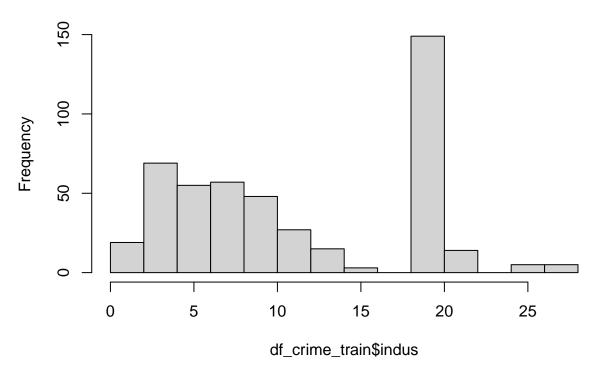
# Apply the Box-Cox transformation
indus_new = (indus_list^lambda_indus-1)/lambda_indus
hist(indus_new )</pre>
```

Histogram of indus_new

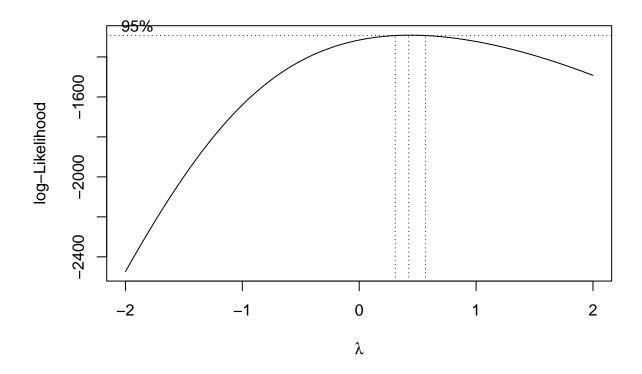


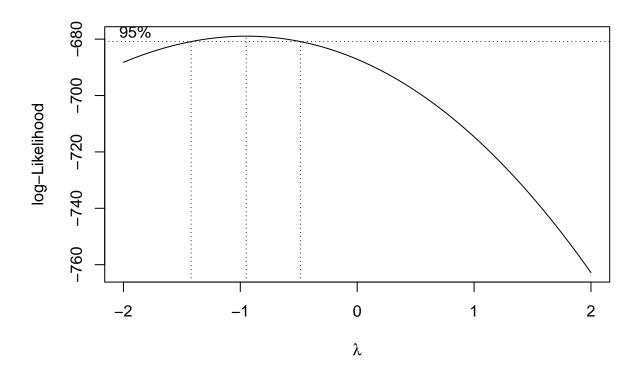
hist(df_crime_train\$indus)

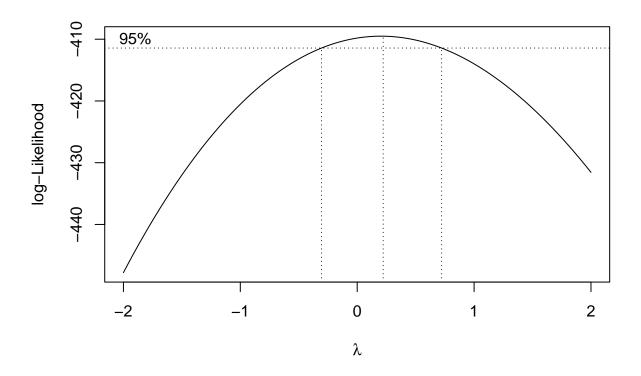
Histogram of df_crime_train\$indus

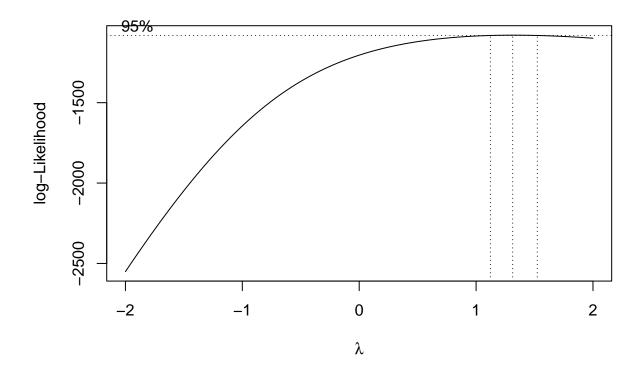


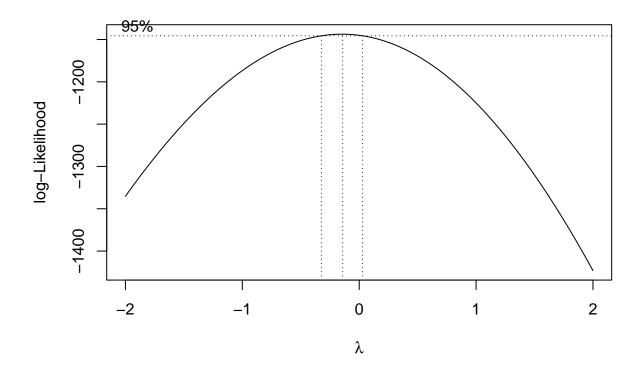
```
# Create an empty list to store the transformed columns
transformed_columns <- list()</pre>
# Define the names of columns to exclude from transformation because there variables response must be p
exclude_columns <- c("target", "zn", "chas")</pre>
# Iterate through the columns in df_crime_train
for (col_name in names(df_crime_train)) {
  # Convert the column to a list and check if it's numeric and not in the exclude list
  if (is.numeric(df_crime_train[[col_name]]) && !(col_name %in% exclude_columns)) {
    col_list <- as.numeric(as.list(df_crime_train[[col_name]]))</pre>
    # Find optimal lambda for Box-Cox transformation
    bc \leftarrow boxcox(col_list \sim 1, lambda = seq(-2, 2, 0.1))
    lambda_col <- bc$x[which.max(bc$y)]</pre>
    # Apply the Box-Cox transformation
    col_new <- (col_list^lambda_col - 1) / lambda_col</pre>
    # Store the transformed column in the list
    transformed_columns[[col_name]] <- col_new</pre>
  }
}
```

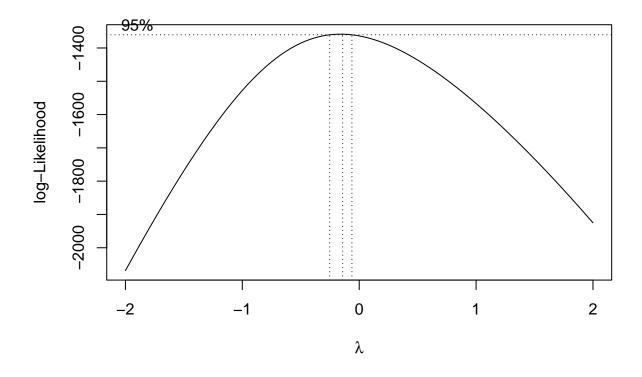


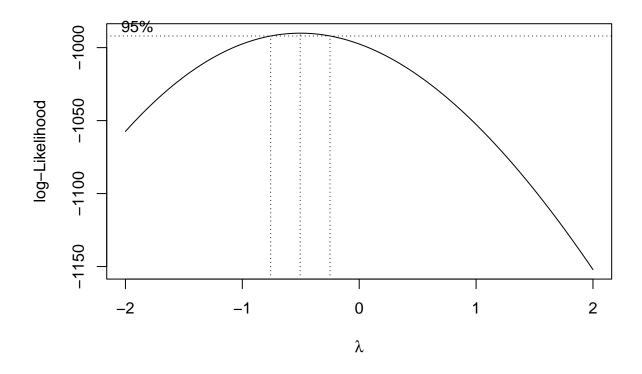


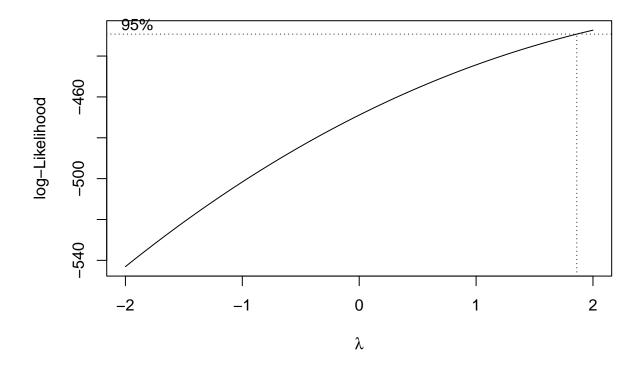


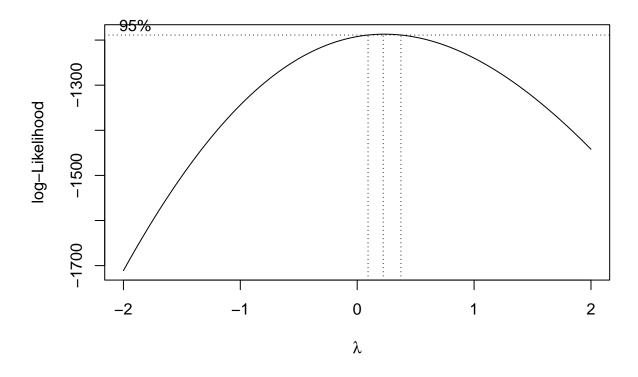


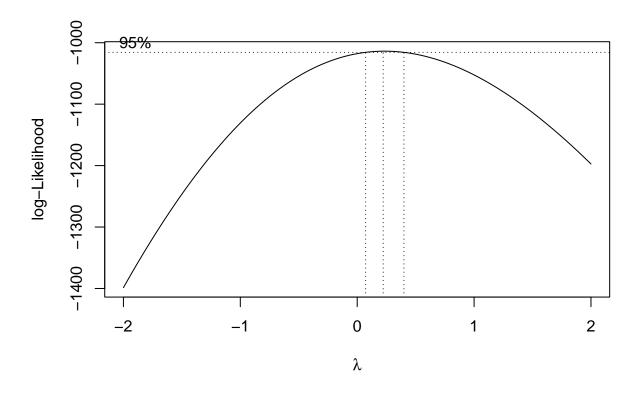












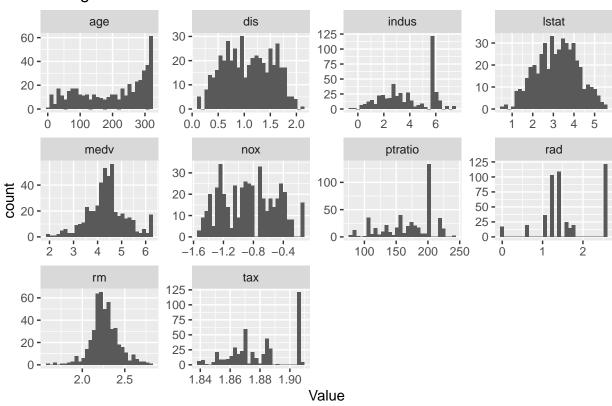
```
# Convert the list of transformed columns into a DataFrame
df_transformed <- as.data.frame(transformed_columns)
```

```
# Gather the data into a long format
data_transformed_long <- gather(df_transformed, key = "Variable", value = "Value")

ggplot(data_transformed_long, aes(x = Value)) +
    geom_histogram() +
    facet_wrap(~Variable, scales = "free") +
    labs(title = "Histogram of Variables")</pre>
```

`stat_bin()` using `bins = 30`. Pick better value with `binwidth`.

Histogram of Variables



```
# Gather the data into a long format
data_long <- gather(df_crime_train, key = "Variable", value = "Value")

ggplot(data_long, aes(x = Value)) +
  geom_histogram() +
  facet_wrap(~Variable, scales = "free") +
  labs(title = "Histogram of Variables")</pre>
```

`stat_bin()` using `bins = 30`. Pick better value with `binwidth`.

Histogram of Variables

