CPSC 260

Spring 2022

<u>Instructions:</u> This assignment will give you a chance to practice what you have learned about graphing using the ggplot2 package. You will also get more practice with extracting items from a data frame.

For each problem copy and paste your R code from the R script file window AND your output – either from the Console window or the Plots tab – into this Word document. Please use a color other than black for your R code. Graphs MUST be made using ggplot2 functions, unless otherwise specified.

You will also be asked to interpret/describe what you learned from many of the graphs that you make. You will upload this Word document to Bb when finished.

Use <u>Beginning R</u> by Gardener as a resource. See HW #2 for a list of sections in the text that may be helpful. Also see chapter 3 of R for Data Science by Wickham and Grolemund.

PART ONE:

1. Download the .csv file posted with this assignment on Bb. Then read the *house-and-land-values.csv* file into R. View the first few rows of the data set using the *head()* function. [Use the link provided on Bb to learn about the data.]

```
House_Land<-read.csv(file=file.choose())
> head(House_Land)
```

```
State region
                      Date Home. Value
1
            West 2010.25
                                 224952
      ΑK
2
3
      ΑK
           West 2010.50
                                 225511
            West 2009.75
                                 225820
      ΑK
4
      ΑK
            West 2010.00
5
      ΑK
            West 2008.00
                                 234590
6
           West 2008.25
                                 233714
      ΑK
  Structure.Cost Land.Value
            160599
                           64352
1
2
3
            160252
                           65259
            163791
4
5
            161787
                           63207
            155400
                           79190
6
            157458
                           76256
  Land.Share..Pct.
                      Home.Price.Index
                 28.6
1
2
3
4
5
                                     1.481
                 28.9
                                     1.484
                                     1.486
                                     1.481
                 33.8
                                     1.544
                 32.6
                                     1.538
  Land.Price.Index Year Qrtr
1.552 2010 1
1.576 2010 2
1
2
3
               1,494 2009
                                 3
4
5
6
               1.524 2009
                                 4
                                 4
               1.885 2007
               1.817 2008
```

2. In preparation for this assignment, create several subsets from the *house-and-land-values* data set, as described below. You will create a new object in R, with a descriptive name,

for each. After the subset of data is created, view the first and last few rows using the *head()* and *tail()* functions.

• Subset #1: Just the data for Iowa

Iowa_data = House_Land[c(1684:1836), (1:11)]
> Iowa_data

> IO	va_data				
aro	State region Date .Pct. Home.Price.Index	Home.Value	Structure.Cost	Land.Value	Land.Sh
1684	IA Midwest 1975.25 13.2 0.255	25285	21948	3337	
1685	IA Midwest 1975.50 15.4 0.265	26335	22277	4058	
Land 1684	Price.Index Year Ortr 0.000 1975	1			
1685	0.000 1975	2			
head	(Iowa_data) State region Date	Home Value	Structure.Cost	Land Value	Land Sh
are. 1684	Pct. Home.Price.Index IA Midwest 1975.25	25285	21948	3337	Lana. Sn
	13.2 0.255				
1685	IA Midwest 1975.50 15.4 0.265	26335	22277	4058	
1686	IA Midwest 1975.75 17.3 0.275	27304	22568	4736	
1687	IA Midwest 1976.00 19.1 0.284	28210	22831	5379	
1688	IA Midwest 1976.25 20.5 0.293	29080	23119	5961	
1689	IA Midwest 1976.50 21.9 0.302	29957	23404	6553	
1684 1685 1686 1687 1688 1689	Land.Price.Index Year 0 1975 0 1975 0 1975 0 1975 0 1976 0 1976	Qrtr 1 2 3 4 1			
	(Iowa_data)				
are.	State region Date Pct. Home.Price.Index		Structure.Cost		Lana.Sn
1831	IA Midwest 2012.00 5.8 1.471	145969	137439	8530	
1832	IA Midwest 2012.25 6.8 1.486	147404	137443	9961	
1833	IA Midwest 2012.50 7.6 1.500	148820	137448	11372	
1834	IA Midwest 2012.75 8.5 1.514	150213	137454	12759	
1835	IA Midwest 2013.00 9.3 1.528	151571	137462	14109	
1836	IA Midwest 2013.25 10.1 1.541	152897	137471	15427	
1831 1832 1833 1834 1835 1836	Land.Price.Index Year 0.082 2011 0.096 2012 0.110 2012 0.123 2012 0.136 2012 0.149 2013	Qrtr 4 1 2 3 4			

• Subset #2: Just the data from California, starting at 1985.

```
Cali_1985_Pres = House_Land[which((House_Land$State == "CA") & (House_Land$Year >=
1985)),]
Cali 1985 Pres
State region
                  Date Home. Value Structure. Cost Land. Value Land. Share...P
ct. Home.Price.Index
                                                  158500
                                                               568721
613
             West 2005.75
                                 727221
       CA
   78.2
                     2.423
             West 2006.25
614
       CA
                                 755981
                                                  163639
                                                               592343
   78.4
                     2.519
  Land.Price.Index Year Qrtr
                 3.189 2005
3.324 2006
613
                                 1
614
head(Cali_1985_Pres)
State region
                      Date Home.Value Structure.Cost Land.Value Land.Shar
e..Pct. Home.Price.Index
       CA
             West 2005.75
                                 727221
                                                  158500
                                                               568721
613
   78.2
                     2.423
614
             West 2006.25
                                 755981
                                                  163639
                                                               592343
        CA
   78.4
                     2.519
615
             West 2006.50
       CA
                                 758233
                                                  166587
                                                               591646
   78.0
                     2.526
616
             West 2006.75
                                 752963
                                                  169478
                                                               583485
       CA
   77.5
                     2.509
617
             West 2006.00
                                 745594
                                                  161194
                                                               584400
       CA
   78.4
                     2.484
621
       CA
             West 1985.25
                                 131885
                                                   63217
                                                                68668
   52.1
                     0.439
    Land.Price.Index Year Qrtr
613
                 3.189 2005
                                 3
614
                 3.324 2006
                                 1
                 3.323 2006
3.281 2006
                                 2
615
                                 3
616
                 3.279 2005
                                 4
617
621
                 0.305 1985
                                 1
tail(Cali_1985_Pres)
    State region
                      Date Home.Value Structure.Cost Land.Value Land.Shar
e..Pct. Home.Price.Index
                                 422384
                                                  215423
                                                               206961
728
             West 2012.00
       CA
   49.0
                     1.407
729
             West 2012.25
                                 428610
                                                  215800
                                                               212810
       CA
   49.7
                     1.428
730
       CA
             West 2012.50
                                 438735
                                                  216195
                                                               222540
   50.7
                     1.462
731
       CA
             West 2012.75
                                 452037
                                                  216611
                                                               235426
   52.1
                      1.506
732
             West 2013.00
       CA
                                 467720
                                                  217053
                                                               250667
   53.6
                     1.558
             West 2013.25
                                                               266995
733
       CA
                                 484516
                                                  217521
   55.1
                     1.614
    Land.Price.Index Year Qrtr
                1.195 2011
1.231 2012
                                 4
729
                                 1
                1.290 2012
1.367 2012
                                 2
730
                                 3
731
```

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732	1.458	2012	4
733	1.555	2013	1

 Subset #3: Data for just the following states: Iowa, California, Massachusetts, and Texas.

#Data is shortened

```
problem_2c
                       Date Home. Value Structure. Cost
    State region
              West 2005.75
613
        CA
                                  727221
                                                    158500
614
              West 2006.25
                                  755981
                                                    163639
        CA
Land.Value Land.Share..Pct. Home.Price.Index
         568721
                                78.2
                                                   2.423
         592343
                                78.4
614
                                                   2.519
head(problem_2c)
    State region
                       Date Home. Value Structure. Cost
              West 2005.75
        CA
                                  727221
              West 2006.25
                                  755981
614
        CA
                                                    163639
              west 2006.50
west 2006.75
west 2006.00
west 1984.50
615
                                  758233
        CA
                                                    166587
                                  752963
745594
616
        CA
                                                    169478
617
        CA
                                                    161194
                                  126847
                                                      60879
618
        CA
    Land. Value Land. Share.. Pct. Home. Price. Index
613
         568721
                                78.2
                                                   2.423
614
         592343
                                78.4
                                                   2.519
615
         591646
                                78.0
                                                   2.526
                                                   2.509
616
         583485
                                77.5
         584400
617
                                78.4
                                                   2.484
618
          65968
                                52.0
                                                   0.423
    Land.Price.Index Year Ortr
                  3.189 2005
                  3.324 2006
614
                                   1
615
                  3.323
                         2006
616
                  3.281 2006
617
                  3.279 2005
618
                 0.289 1984
tail(problem_2c)
      State region
                         Date Home.Value Structure.Cost
              South 2012.00
South 2012.25
South 2012.50
South 2012.75
                                                      155156
155180
6574
                                   164926
         TX
6575
                                    167094
         TX
6576
                                                      155213
         TX
                                    169654
                                   172431
6577
                                                      155258
         TX
              South 2013.00
6578
                                    175302
                                                      155314
         TX
6579
         TX South 2013.25
                                    178180
                                                      155380
      Land.Value Land.Share..Pct. Home.Price.Index
6574
             9769
                                  5.9
                                                    1.457
6575
            11914
                                  7.1
                                                    1.476
6576
            14441
                                  8.5
                                                    1.498
           17173
6577
                                 10.0
                                                    1.523
           19988
6578
                                 11.4
                                                    1.548
6579
            22800
                                 12.8
                                                    1.574
      Land.Price.Index Year Qrtr
6574
                   0.058 2011
6575
                   0.071 2012
6576
                   0.086 2012
                  0.102 2012
0.119 2012
0.136 2013
                                    3
6577
6578
6579
```

• Subset #4: Just the data for the States that have a specified region, i.e. remove any rows that have *NA* values for region

```
remove.NA_values = is.na(House_Land$region)
> House_Land[-remove.NA_values,]
                   Date Home. Value Structure. Cost
   State region
           West 2010.50
                              225511
                                             160252
      AK
3
                              225820
           West 2009.75
                                             163791
      ΑK
Land.Value Land.Share..Pct. Home.Price.Index
                           28.9
27.5
                                            1.484
        65259
3
        62029
                                            1.486
Land.Price.Index Year Ortr 2 1.576 2010
3
              1.494 2009
head(NA_values)
[1] FALSE FALSE FALSE FALSE FALSE
> tail(NA_values)
[1] TRUE TRUE TRUE TRUE TRUE
```

• Subset #5: Data for just the first quarter of 2013 (this is the most recent data available in the data set)

#didn't paste all the shown data

```
first_q_2013 = House_Land[which((House_Land$Year >= 2013)), (1:11)]
> first_q_2013
     State
            region
                       Date Home. Value Structure. Cost
40
               West 2013.25
                                 231891
                                                 181592
        ΑK
304
              South 2013.25
        AL
                                 172864
                                                 146343
                                 164279
428
              South 2013.25
                                                 140514
        AR
Land.Value Land.Share..Pct. Home.Price.Index
          50299
                                               1.526
40
                              21.7
304
          26521
                              15.3
                                               1.547
428
          23765
                              14.5
                                               1.701
Land.Price.Index Year Qrtr
40
                 1.248 2013
                                1
304
                 1.054 2013
                                1
                 1.661 2013
428
                                1
head(first_q_2013)
                     Date Home.Value Structure.Cost
    State region
40
       ΑK
            West 2013.25
                               231891
                                               181592
304
       AL
           South 2013.25
                               172864
                                               146343
428
           South 2013.25
                               164279
                                               140514
       AR
580
       ΑZ
            West 2013.25
                               238430
                                               179759
733
       CA
            West 2013.25
                               484516
                                               217521
887
       CO
            West 2013.25
                               297928
                                               167566
    Land.Value Land.Share..Pct. Home.Price.Index
40
         50299
                             21.7
                                              1.526
```

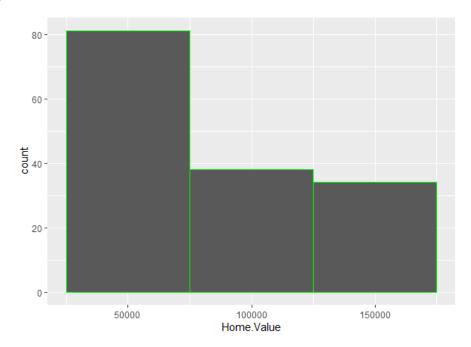
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```
304
          26521
                              15.3
                                                 1.547
428
          23765
                              14.5
                                                 1.701
580
          58671
                              24.6
                                                1.482
733
         266995
                                                 1.614
                              55.1
887
         130362
                                                 1.411
                              43.8
    Land.Price.Index Year Qrtr
40
                 1.248
                       2013
304
                 1.054
                       2013
                                 1
428
                 1.661 2013
                                 1
580
                 1.000 2013
                                 1
733
                 1.555 2013
                                 1
                 1.221 2013
887
tail(first_q_2013)
     State
             region
                         Date Home.Value Structure.Cost
7038
         VT N. Ĕast 2013.25
                                   234747
                                                    220074
7191
                     2013.25
                                   338871
                                                    270429
         WA
               West
7344
                     2013.25
                                   184707
                                                    172796
         WI Midwest
                                                    134263
7497
              South 2013.25
                                   151494
         WV
7650
         WY
               West 2013.25
                                   254408
                                                    208384
7773
         DC
                <NA> 2013.25
                                   757154
                                                    172015
     Land.Value Land.Share..Pct. Home.Price.Index
7038
           14673
                                6.3
                                                  1.604
7191
           68442
                                20.2
                                                  1.582
7344
           11912
                                 6.4
                                                  1.380
7497
           17232
                                11.4
                                                  1.705
7650
           46024
                               18.1
                                                  1.903
7773
          585140
                                77.3
                                                  2.893
     Land.Price.Index Year Qrtr
7038
                  0.781 2013
                                  1
7191
                  1.332 2013
                                  1
7344
                  0.029 2013
                                  1
                  1.769 2013
4.703 2013
3.505 2013
7497
                                  1
7650
                                  1
                                  1
7773
```

3. Make a histogram displaying the distribution of home values in Iowa between 1975 and the beginning of 2013. [Use the first subset you created.] Set the *binwidth to* \$50,000, and to make readability easier, add the argument *color= "green"* outside of *aes()*. You may choose a color other than green, if you wish.

```
What have you learned about home values in Iowa? Write at least 2 sentences. ggplot(data=Iowa_data)+ geom_histogram(mapping=aes(x=Home.Value), color = "green", binwidth=50000)
```



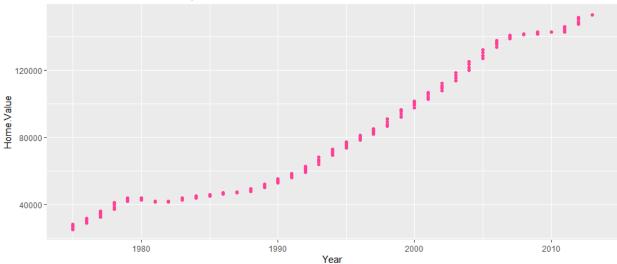
As the years go on, the value of home prices in Iowa continues to Increase. The amount of homes has decreased as price has gone up.

4. Make a scatter plot showing how home values have changed over time in Iowa. Make all points in the scatter plot a *color* other than black (your choice) and add an appropriate title to the graph using *labs()*. You may use either *Year* or *Date* for the x-axis.

Refer to problem 1 ~ What additional information have you learned about home values in Iowa through your scatterplot? Write at least 2 sentences.

```
ggplot(data=Iowa_data)+
  geom_point(mapping = aes(x=Year, y = Home.Value), color = "violetred1")+
  labs(title = "Home values in IA over the years")
```





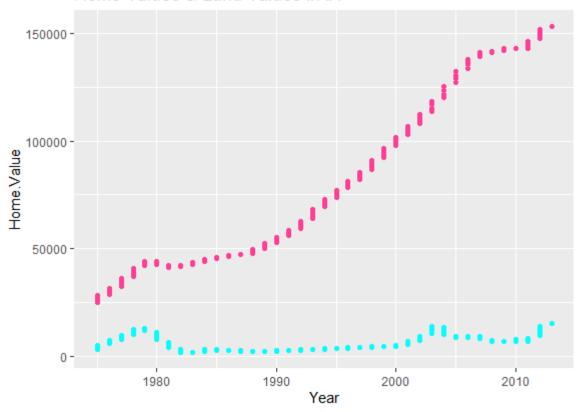
The values of houses between 1980 and 1990 rises at a slow rate then after 1990 the value of houses skyrockets and continues to go up.

5. Add another layer to the scatterplot that you made in problem 4; include how land values have changed over time in Iowa. You may need to adjust your title and y-axis label.

What have you learned about land values in Iowa? Write at least 2 sentences. Also write a couple of sentences relating home values to land values.

```
ggplot(data=Iowa_data)+
  geom_point(mapping = aes(x=Year, y = Home.Value), color = "violetred1")+
  geom_point(mapping = aes(x=Year, y=Land.Value), color="cyan")+
  labs(title = "Home Values & Land Values in IA")
```

Home Values & Land Values in IA



Land values in IA have not really changed as time has gone on. There seems to be a correlation between land value and house value though as the highest bump at land value also has a similar one in the house value

- **6.** Make another adjustment to your graph from problems 4 & 5. Add a legend to the graph by doing the following:
 - Create a vector containing the two colors that you would like to use for home and land values. Call the vector: *Graph.Colors*

Graph.colors = c("violetred1", "cyan")

• Rather than specify a color for the home value scatterplot outside of the *aes()* function, put *color= "Home.Value"* inside *aes()*. The quotes are important!

```
geom_point(mapping = aes(x=Year, y = Home.Value, color = "Home.Value"))+
```

• Do the same for the land value layer: put *color= "Land.Value"* inside the *aes()* function.

```
geom_point(mapping = aes(x=Year, y=Land.Value, color="Land.Value"))+
```

• Add *color= "Legend"* to the *labs()* layer.

```
labs((title = "Home Values & Land Values in IA"), color="Legend")
```

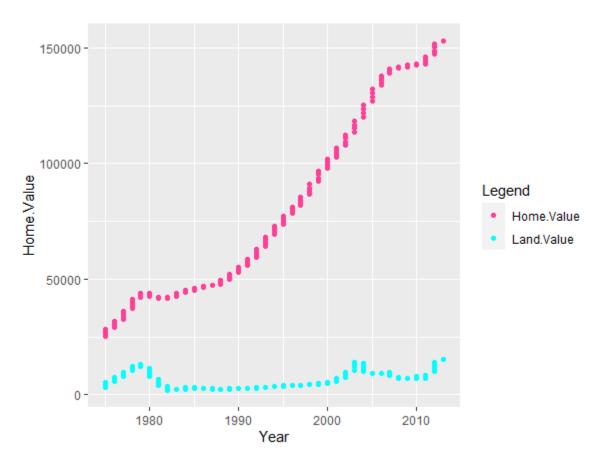
• Add a layer to the graph that allows you to manually select the colors that you use: $scale_color_manual(values = Graph.Colors)$

```
scale_color_manual(values=Graph.Colors)
```

No graph interpretation required. Note that a legend is only generated when you map a variable to an aesthetic, and we did NOT do that in problem 5.

```
Graph.Colors = c("violetred1", "cyan")
```

```
ggplot(data=Iowa_data)+
  geom_point(mapping = aes(x=Year, y = Home.Value, color = "Home.Value"))+
  geom_point(mapping = aes(x=Year, y=Land.Value, color="Land.Value"))+
  labs((title = "Home Values & Land Values in IA"), color="Legend")+
  scale_color_manual(values=Graph.Colors)
```



7. Morris A. Davis is an assistant professor of Real Estate and Urban Land Economics at the Wisconsin School of Business and a fellow at the Lincoln Institute of Land Policy, who created the data sets. Dr. Davis wrote,

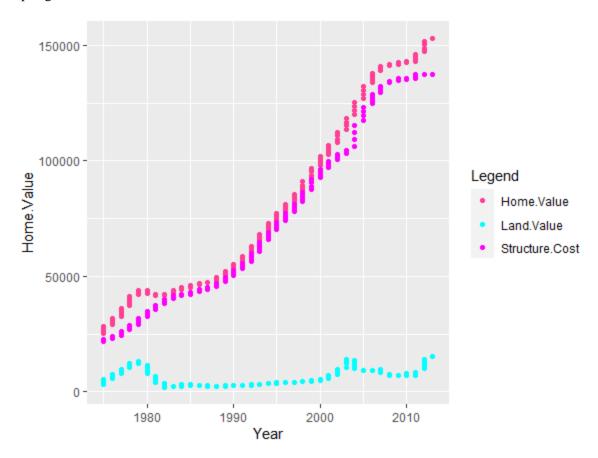
"Price indices and values of land inform the analysis of trends and cycles in house prices. If housing were simply a manufactured good, and location or land had no value, then the price of housing would be determined by construction costs, and housing prices would increase at roughly the same rate as the price of other goods in the US economy.

But housing is on land with a specific location, and good locations are often scarce and valuable. If construction costs rise slowly over time and desirable locations are in limited supply, increases in the demand for housing can translate directly to increases in the price of good locations – the land – and in house prices."

For the most part, home values in Iowa are based on the structural cost of the home. To see this, add a layer containing the structure cost to your graph from problem 6. Make sure the legend on the graph works appropriately. No graph interpretation required.

```
Graph.Colors2 = c("violetred1", "cyan", "magenta1")

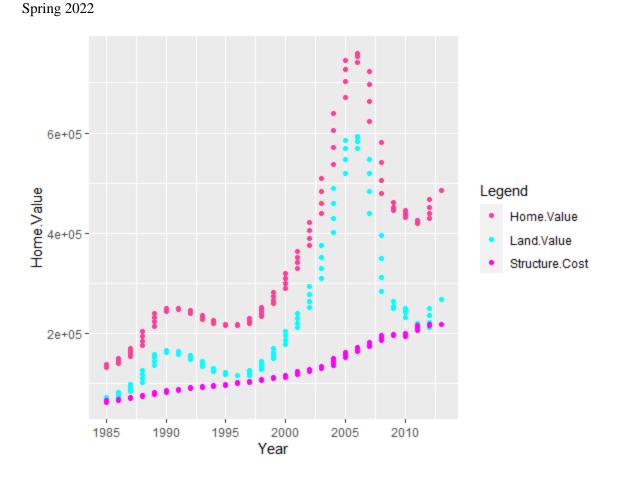
ggplot(data=Iowa_data)+
geom_point(mapping = aes(x=Year, y = Home.Value, color = "Home.Value"))+
geom_point(mapping = aes(x=Year, y=Land.Value, color="Land.Value"))+
geom_point(mapping = aes(x=Year, y=Structure.Cost, color="Structure.Cost"))+
labs((title = "Data of homes in IA"), color="Legend")+
scale_color_manual(values=Graph.Colors2)
```



8. A better example of Dr. Davis' statement (see problem 7) comes from California. Recreate your graph from problem 7 using data from just California, starting at the Year 1985. [Use the second subset you created.]

Explain how Dr. Davis' statement is exemplified by your graph. Write at least three sentences.

```
\begin{split} & ggplot(data=Cali\_1985\_Pres)+\\ & geom\_point(mapping=aes(x=Year,\,y=Home.Value,\,color="Home.Value"))+\\ & geom\_point(mapping=aes(x=Year,\,y=Land.Value,\,color="Land.Value"))+\\ & geom\_point(mapping=aes(x=Year,\,y=Structure.Cost,\,color="Structure.Cost"))+\\ & labs((title="Data of homes in IA"),\,color="Legend")+\\ & scale\_color\_manual(values=Graph.Colors2) \end{split}
```



PART TWO:

9. You will now make comparisons across multiple states: Iowa, California, Massachusetts, and Texas. [Use the third subset you created.] Create one graph showing side-by-side boxplots comparing home values for the four states. Each boxplot should be a different color. You can do this by mapping a color to each state. Remove the automatically generated legend by adding *show.legend* = *FALSE* in your *geom_boxplot()*.

Describe how home values between 1975 and the beginning of 2013 compare across the four states. Write at least three sentences.

- **10.** Now compare structure costs for Iowa, California, Massachusetts, and Texas. Create one graph showing side-by-side boxplots, but this time do the following to make a more customized graph:
 - Make all boxplots the same color(s).
 - Specify both the color for the outline of the boxplot and the filled in color. They can be the same color, or you can use different ones for this.
 - Adjust the transparency of the fill color using: alpha=0.5.
 - Also add *notch=TRUE*

Describe how structure costs compare across the four states, and also compare this with home values from problem 9. Do you see the same pattern in the two graphs? Write at least four sentences.

11. Last, compare land values for Iowa, California, Massachusetts, and Texas by making a violin plot. This is very similar to a box plot, but you will use *geom_violin()*. You may look at the example and code provided at the R graph gallery (link on Bb), if you need help.

Describe how land values compare across the four states, and also compare this with home values and structure costs from problems 9 and 10. Do you see the same pattern in the three graphs? Write at least four sentences.

- **12.** Let's compare home values based on region. Using the full data set, create a plot showing a frequency polygon for each region: *geom_freqpoly()*. Use a bin width of 15,000\$. No graph interpretation required.
- **13.** To make the graph from problem 12 easier to interpret, we can fill in the colors on the graph. Do this by:
 - Replacing geom freqpoly() with geom area()
 - Mapping region to fill
 - And adding the argument: *stat="bin"*

No graph interpretation required.

14. You can see on your graphs from problems 12 and 13 that some regions are labeled as NA. Recreate your graph from problem 13 after removing the rows containing NA values. [Use your fourth subset.] Improve the look of the graph by specifying *color=* "black" which will outline the area for each region.

How do home values between 1975 and the beginning of 2013 compare for the different regions of the U.S.? Write at least 2 sentences.

15. Since there is so much overlap on the graph (see problems 13 and 14), a better choice to compare home values by region might be a *ridgeline* chart. Make this using the *ggridges* package. You may look at the example and code provided at the R graph gallery (link on Bb), if you need help. [We did look at this together in-class!]

Did you learn anything new about home values by looking at your ridgeline chart? Explain why this graph is easier to interpret. Write at least two sentences.

- **16.** Focusing on just one time point, the first quarter of 2013, make a scatter plot that compares land value (x) and structure cost (y). [Use your fifth subset] Then find a way to also include the variables:
 - o *Land.Share..Pct.* ~ Land share percent = proportion of the home value attributed to the value of the land.
 - Home.Price.Index ~ A home price index measures the price changes of residential housing as a percentage change from some specific reference date.
 [I do not know the reference date for our data.]

For example, you can do this by mapping them to various aesthetics. Recall: We've used color, shape, size, and alpha. Your final graph should be easy to read and have appropriate, descriptive axis labels and title. No graph interpretation required.

- 17. Adjust your graph from problem 16 by:
 - Using the log of the land values: x = log(Land.Value)
 - Labeling the points with their corresponding state names. [I suggest using geom_text_repel() from the ggrepel library.]
 - Fitting a smooth line to the scatter plot. [Make sure the line is easy to see. You may need to change colors.]
 - And mapping the line type of the smooth line to region.

You may need to adjust your axis labels and/or graph title.

Provide a complete interpretation of the graph, describing how the five variables are (or are not) related to each other. Write at least 6 sentences.