Module 1 final project: King County house sales

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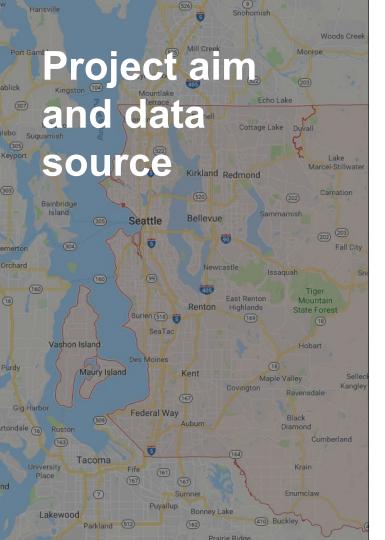
Outline

Project aim and data source

Exploring the data - three examples of insights from the data

Modeling - predicting house prices

Interpretation and conclusions



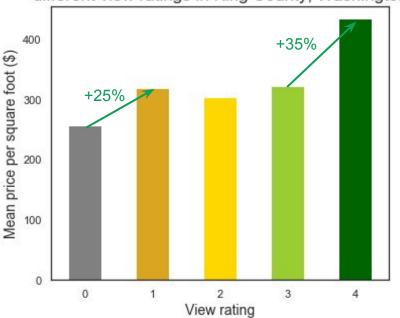
Aim: to build a model to predict the sale price of houses using a dataset from King County, Washington, USA

Dataset of 21,597 houses sold in the area between May 2014 and May 2015

Data cleaning to ensure the data is of sufficient quality for modeling

Exploring
the data people will
pay for the
best views

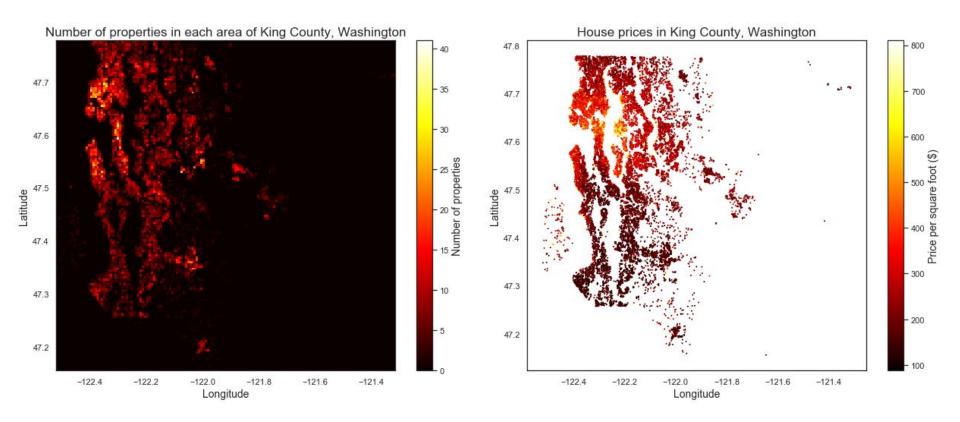
Mean prices per square foot for properties of different view ratings in King County, Washington



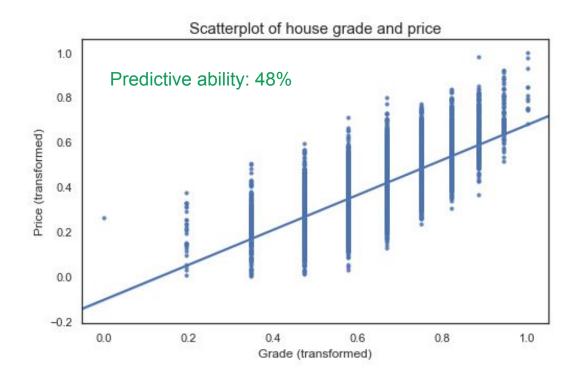
Exploring the data sudden increase in house prices Feb-April 2015



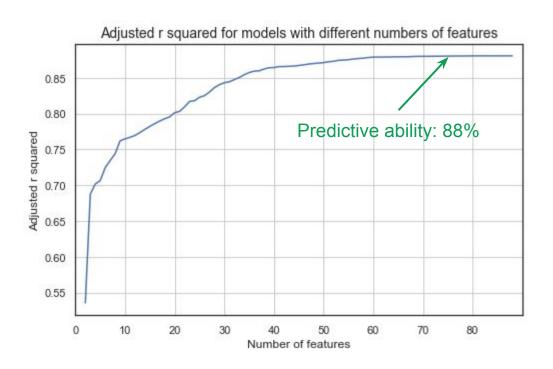
Exploring the data - geographical hotspots



Building a model - using a single feature to predict house price



Final model - predicting 88% of variation in house prices using multiple features



Interpretation and conclusions

The final model explains 88% of variation in house prices

The results of the final model also reveal the features that have the biggest impact on house price:

- Grade
- Latitude
- Square footage of the house
- Being in Bill Gates' zipcode (98039)

Recommendations for increasing sale price:

- Increase building quality
- Extend the size of the living area

Questions?