Activity_ Course 5 Automatidata project lab

May 10, 2023

1 Automatidata project

Course 5 - Regression Analysis: Simplify complex data relationships

The data consulting firm Automatidata has recently hired you as the newest member of their data analytics team. Their newest client, the NYC Taxi and Limousine Commission (New York City TLC), wants the Automatidata team to build a multiple linear regression model for ride durations based on a variety of variables. The team is getting closer to completing the project, having completed an initial plan of action, initial Python coding work, EDA, and A/B testing.

The Automatidata team has reviewed the results of the A/B testing. Now it's time to work on predicting the taxi/ride share trip durations. You've impressed your Automatidata colleagues with your hard work and attention to detail. The data team believes that you are ready to build the regression model and update the client New York City TLC about your progress.

2 Course 5 End-of-course project: Build a multiple linear regression model

In this activity, you will build a multiple linear regression model

The purpose of this project is to demostrate knowledge of EDA and a multiple linear regression model

The goal is to build a multiple linear regression model and evaluate the model *This activity has three parts:*

Part 1: EDA & Checking Model Assumptions * What are some purposes of EDA before constructing a multiple linear regression model?

Part 2: Model Building and evaluation * What resources do you find yourself using as you complete this stage?

Part 3: Interpreting Model Results

- What key insights emerged from your model(s)?
- What business recommendations do you propose based on the models built?

Recall that you have a helpful tool at your disposal! Refer to the PACE strategy document to help apply your learning, apply new problem-solving skills, and guide your approach to this project.

3 Build a multiple linear regression model

4 PACE stages

- [Plan] (#scrollTo=psz51YkZVwtN&line=3&uniqifier=1)
- [Analyze] (#scrollTo=mA7Mz_SnI8km&line=4&uniqifier=1)
- [Construct] (#scrollTo=Lca9c8XON8lc&line=2&uniqifier=1)
- [Execute] (#scrollTo=401PgchTPr4E&line=2&uniqifier=1)

5 Pace: Plan

5.1 Task 1. Imports and loading

Import the packages that you've learned are needed for building linear regression models.

```
[89]: import numpy as np
  import pandas as pd
  import seaborn as sns
  import matplotlib.pyplot as plt
  from datetime import datetime
  from datetime import date
  from datetime import timedelta

from sklearn.preprocessing import StandardScaler
  from sklearn.model_selection import train_test_split
  import sklearn.metrics as metrics
  from sklearn.linear_model import LinearRegression
  from sklearn.metrics import mean_absolute_error,r2_score,mean_squared_error
lr=LinearRegression()
```

Pandas is used to load the NYC TLC dataset. As shown in this cell, the dataset has been automatically loaded in for you. You do not need to download the .csv file, or provide more code, in order to access the dataset and proceed with this lab. Please continue with this activity by completing the following instructions.

```
[90]: # Read in data from NYC TLC dataset provided and load into dataframe
df=pd.read_csv("2017_Yellow_Taxi_Trip_Data.csv") # index_col parameter
→ specified to avoid "Unnamed: 0" column when reading in data from csv
print('Data loaded')
```

Data loaded

6 PACE: Analyze

In this stage, consider the following question where applicable to complete your code response:

• What are some purposes of EDA before constructing a multiple linear regression model?

Improve the performance and accuracy of the model while reducing the possibility of bias in the distribution of the dataset.

6.1 Task 2a. Explore data with EDA

Analyze and discover data, looking for correlations, missing data, outliers, and duplicates.

Start with .shape and .info().

```
[91]: print(df.shape)
      print(df.info())
     (22699, 18)
     <class 'pandas.core.frame.DataFrame'>
     RangeIndex: 22699 entries, 0 to 22698
     Data columns (total 18 columns):
      #
          Column
                                  Non-Null Count
                                                  Dtype
          _____
          Unnamed: 0
      0
                                  22699 non-null
                                                  int64
          VendorID
      1
                                  22699 non-null
                                                  int64
      2
          tpep_pickup_datetime
                                  22699 non-null
                                                  object
      3
          tpep_dropoff_datetime
                                 22699 non-null
                                                  object
      4
          passenger_count
                                  22699 non-null
                                                  int64
      5
          trip_distance
                                  22699 non-null
                                                  float64
      6
          RatecodeID
                                  22699 non-null
                                                  int64
      7
          store_and_fwd_flag
                                  22699 non-null
                                                  object
      8
          PULocationID
                                  22699 non-null
                                                  int64
      9
          DOLocationID
                                  22699 non-null
                                                  int64
      10
                                 22699 non-null int64
          payment_type
          fare_amount
      11
                                  22699 non-null float64
      12
          extra
                                 22699 non-null float64
      13
          mta tax
                                  22699 non-null float64
          tip_amount
                                  22699 non-null float64
      15
          tolls_amount
                                  22699 non-null float64
      16
          improvement_surcharge
                                 22699 non-null float64
      17 total_amount
                                  22699 non-null
                                                  float64
     dtypes: float64(8), int64(7), object(3)
     memory usage: 3.1+ MB
     None
     Use .head().
     df.head()
```

```
24870114
                                03/25/2017 8:55:43 AM
                                                         03/25/2017 9:09:47 AM
      0
      1
           35634249
                            1
                                04/11/2017 2:53:28 PM
                                                        04/11/2017 3:19:58 PM
      2
          106203690
                            1
                                12/15/2017 7:26:56 AM
                                                         12/15/2017 7:34:08 AM
      3
                            2
                                05/07/2017 1:17:59 PM
                                                         05/07/2017 1:48:14 PM
           38942136
      4
           30841670
                            2 04/15/2017 11:32:20 PM 04/15/2017 11:49:03 PM
         passenger_count
                         trip_distance RatecodeID store_and_fwd_flag
      0
                                   3.34
                       6
                                                  1
                                                                      N
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                                                  1
                                                                      N
      1
                       1
      2
                       1
                                   1.00
                                                  1
                                                                      N
      3
                       1
                                   3.70
                                                  1
                                                                      N
      4
                       1
                                   4.37
                                                                      N
                                                  1
         PULocationID DOLocationID payment_type
                                                   fare_amount
                                                                 extra mta_tax \
                                                                            0.5
      0
                  100
                                231
                                                1
                                                           13.0
                                                                   0.0
      1
                  186
                                 43
                                                1
                                                           16.0
                                                                   0.0
                                                                            0.5
                                236
      2
                  262
                                                1
                                                           6.5
                                                                   0.0
                                                                            0.5
      3
                  188
                                 97
                                                1
                                                           20.5
                                                                   0.0
                                                                            0.5
      4
                                112
                                                2
                                                           16.5
                                                                   0.5
                                                                            0.5
                    4
         tip amount tolls amount improvement surcharge total amount
               2.76
                              0.0
      0
                                                     0.3
                                                                  16.56
               4.00
                                                     0.3
                              0.0
                                                                  20.80
      1
      2
               1.45
                              0.0
                                                     0.3
                                                                   8.75
      3
               6.39
                              0.0
                                                     0.3
                                                                  27.69
      4
               0.00
                              0.0
                                                     0.3
                                                                  17.80
     Create trip_duration.
[93]: df["drop_off_converted"] = pd.to_datetime(df["tpep_dropoff_datetime"],__
       df["pick_up_converted"] = pd.to_datetime(df["tpep_pickup_datetime"], format="%m/
       →%d/%Y %I:%M:%S %p")
      df['trip_duration']=(df['drop_off_converted']-df['pick_up_converted'])/np.
       →timedelta64(1,"m")
      df.head(10)
[93]:
         Unnamed: 0 VendorID
                                 tpep_pickup_datetime
                                                        tpep_dropoff_datetime \
                                03/25/2017 8:55:43 AM
                                                        03/25/2017 9:09:47 AM
      0
           24870114
      1
                                                        04/11/2017 3:19:58 PM
           35634249
                                04/11/2017 2:53:28 PM
      2
          106203690
                            1
                                12/15/2017 7:26:56 AM
                                                         12/15/2017 7:34:08 AM
      3
           38942136
                            2
                                05/07/2017 1:17:59 PM
                                                        05/07/2017 1:48:14 PM
```

tpep_pickup_datetime

tpep_dropoff_datetime \

[92]:

4

5

30841670

23345809

Unnamed: 0 VendorID

04/15/2017 11:49:03 PM

03/25/2017 8:42:11 PM

2 04/15/2017 11:32:20 PM

03/25/2017 8:34:11 PM

2

```
6
     37660487
                        2
                            05/03/2017 7:04:09 PM
                                                      05/03/2017 8:03:47 PM
7
     69059411
                        2
                            08/15/2017 5:41:06 PM
                                                      08/15/2017 6:03:05 PM
                        2
                            02/04/2017 4:17:07 PM
8
      8433159
                                                      02/04/2017 4:29:14 PM
9
                            11/10/2017 3:20:29 PM
                                                      11/10/2017 3:40:55 PM
     95294817
                     trip_distance RatecodeID store_and_fwd_flag
   passenger_count
0
                  6
                               3.34
                                                1
1
                  1
                               1.80
                                                1
                                                                     N
2
                               1.00
                                                1
                                                                     N
                  1
3
                  1
                               3.70
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                                                                     N
4
                  1
                               4.37
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                                                                     N
5
                  6
                               2.30
                                                1
                                                                     N
6
                  1
                              12.83
                                                1
                                                                     N
7
                  1
                               2.98
                                                1
                                                                     N
8
                  1
                               1.20
                                                1
                                                                     N
9
                                                                     N
                  1
                               1.60
                                                1
   PULocationID
                  DOLocationID
                                     fare_amount
                                                                    tip_amount
                                                   extra
                                                           mta_tax
0
             100
                            231
                                                     0.0
                                                               0.5
                                                                           2.76
                                             13.0
                                             16.0
                                                               0.5
                                                                           4.00
1
             186
                             43
                                                     0.0
2
             262
                            236
                                              6.5
                                                     0.0
                                                               0.5
                                                                           1.45
3
             188
                             97
                                             20.5
                                                     0.0
                                                               0.5
                                                                           6.39
4
               4
                            112
                                             16.5
                                                     0.5
                                                               0.5
                                                                           0.00
5
             161
                            236
                                              9.0
                                                     0.5
                                                               0.5
                                                                           2.06
                            241
6
              79
                                             47.5
                                                     1.0
                                                               0.5
                                                                           9.86
7
             237
                            114
                                             16.0
                                                     1.0
                                                               0.5
                                                                           1.78
                                                                           0.00
8
             234
                            249
                                              9.0
                                                     0.0
                                                               0.5
9
             239
                            237
                                             13.0
                                                     0.0
                                                               0.5
                                                                           2.75
                                           total_amount drop_off_converted
   tolls_amount
                  improvement_surcharge
0
             0.0
                                      0.3
                                                   16.56 2017-03-25 09:09:47
             0.0
1
                                      0.3
                                                   20.80 2017-04-11 15:19:58
2
             0.0
                                      0.3
                                                    8.75 2017-12-15 07:34:08
3
             0.0
                                      0.3
                                                   27.69 2017-05-07 13:48:14
4
             0.0
                                      0.3
                                                   17.80 2017-04-15 23:49:03
5
             0.0
                                      0.3
                                                   12.36 2017-03-25 20:42:11
6
             0.0
                                      0.3
                                                   59.16 2017-05-03 20:03:47
7
             0.0
                                      0.3
                                                   19.58 2017-08-15 18:03:05
             0.0
8
                                      0.3
                                                    9.80 2017-02-04 16:29:14
9
                                                   16.55 2017-11-10 15:40:55
             0.0
                                      0.3
    pick_up_converted trip_duration
0 2017-03-25 08:55:43
                            14.066667
1 2017-04-11 14:53:28
                            26.500000
2 2017-12-15 07:26:56
                             7.200000
3 2017-05-07 13:17:59
                            30.250000
4 2017-04-15 23:32:20
                            16.716667
```

```
      5
      2017-03-25
      20:34:11
      8.000000

      6
      2017-05-03
      19:04:09
      59.633333

      7
      2017-08-15
      17:41:06
      21.983333

      8
      2017-02-04
      16:17:07
      12.116667

      9
      2017-11-10
      15:20:29
      20.433333
```

[10 rows x 21 columns]

Check for missing data and duplicates using .isna() and .drop_duplicates().

```
[94]: # Check for missing data and duplicates using .isna() and .drop_duplicates()
print('Shape before removing duplicates',df.shape)
print('Shape after removing duplicates',df.drop_duplicates().shape)
df.isna().sum().sum()
```

Shape before removing duplicates (22699, 21) Shape after removing duplicates (22699, 21)

[94]: 0

```
[95]: df.describe()
```

[95]:		Unnamed: 0	VendorID	passenger_cou	nt trip_dista	nce \	
	count	2.269900e+04	22699.000000	22699.0000	00 22699.000	000	
	mean	5.675849e+07	1.556236	1.6423	19 2.913	313	
	std	3.274493e+07	0.496838	1.2852	31 3.653	171	
	min	1.212700e+04	1.000000	0.0000	0.000	000	
	25%	2.852056e+07	1.000000	1.0000	00 0.990	000	
	50%	5.673150e+07	2.000000	1.0000	00 1.610	10000	
	75%	8.537452e+07	2.000000	2.0000	00 3.060	3.060000	
	max	1.134863e+08	2.000000	6.0000	00 33.960	33.960000	
		RatecodeID	${\tt PULocationID}$	${\tt DOLocationID}$	<pre>payment_type</pre>	fare_amount	\
	count	22699.000000	22699.000000	22699.000000	22699.000000	22699.000000	
	mean	1.043394	162.412353	161.527997	1.336887	13.026629	
	std	0.708391	66.633373	70.139691	0.496211	13.243791	
	min	1.000000	1.000000	1.000000	1.000000	-120.000000	
	25%	1.000000	114.000000	112.000000	1.000000	6.500000	
	50%	1.000000	162.000000	162.000000	1.000000	9.500000	
	75%	1.000000	233.000000	233.000000	2.000000	14.500000	
	max	99.000000	265.000000	265.000000	4.000000	999.990000	
		extra	mta_tax	tip_amount	tolls_amount	\	
	count	22699.000000	22699.000000	22699.000000	22699.000000		
	mean	0.333275	0.497445	1.835781	0.312542		
	std	0.463097	0.039465	2.800626	1.399212		
	min	-1.000000	-0.500000	0.000000	0.000000		

```
25%
           0.000000
                         0.500000
                                       0.000000
                                                     0.000000
50%
           0.000000
                         0.500000
                                       1.350000
                                                     0.000000
75%
                         0.500000
                                                     0.000000
           0.500000
                                       2.450000
           4.500000
                         0.500000
                                     200.000000
                                                     19.100000
max
```

	improvement_surcharge	total_amount	trip_duration
count	22699.000000	22699.000000	22699.000000
mean	0.299551	16.310502	17.013777
std	0.015673	16.097295	61.996482
min	-0.300000	-120.300000	-16.983333
25%	0.300000	8.750000	6.650000
50%	0.300000	11.800000	11.183333
75%	0.300000	17.800000	18.383333
max	0.300000	1200.290000	1439.550000

Create a scatterplot to visualize the relationship between variables of interest.

```
[96]: # Create a scatterplot to visualize the relationship between variables of interest

sns.set(style='whitegrid')

f = plt.figure()

f.set_figwidth(15)

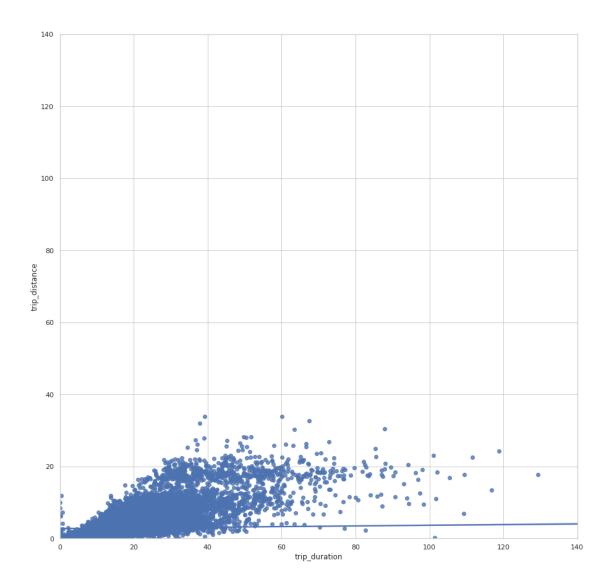
f.set_figheight(15)

sns.regplot(x=df["trip_duration"], y=df["trip_distance"])

plt.ylim(0, 140)

plt.xlim(0,140)

plt.show()
```



Create a pairplot to visualize pairwise relationships between relevant variables.

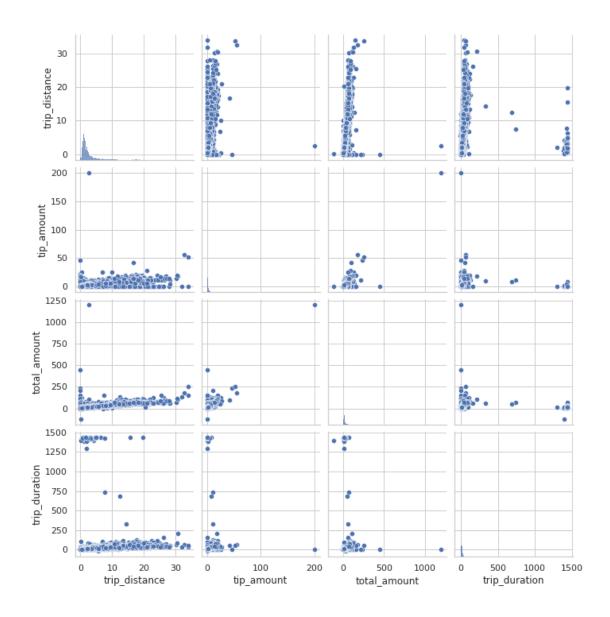
```
[97]: # Create a pairplot to visualize pairwise relationships between variables in 

→ the data

sns.pairplot(df[['trip_distance', 'tip_amount', 'total_amount', \

→ 'trip_duration']])
```

[97]: <seaborn.axisgrid.PairGrid at 0x7f51fa0e5c10>



6.2 Task 2b. Address any outliers

Use a boxplot to visualize any outliers.

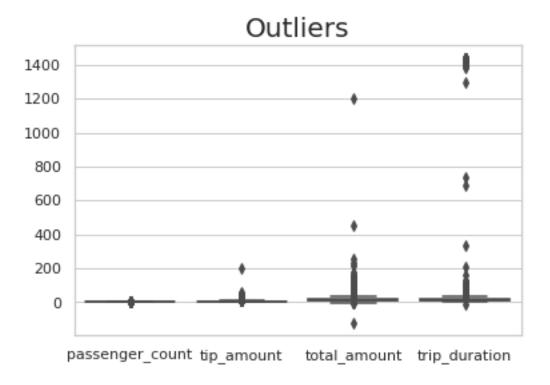
```
[98]: # Create boxplot to visualize the outliers

g = sns.boxplot(data=df[["passenger_count","tip_amount","total_amount",

→"trip_duration"]], showfliers=True);

g.set_title("Outliers",fontsize=20)
```

[98]: Text(0.5, 1.0, 'Outliers')



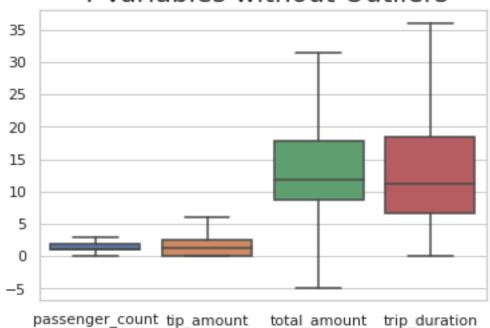
Use a boxplot to visualize the distribution of the data without outliers.

```
[99]: # Create boxplot to visualize distribution of data without outliers
g = sns.boxplot(data=df[["passenger_count","tip_amount","total_amount",

→"trip_duration"]], showfliers=False);
g.set_title("4 Variables without Outliers",fontsize=20)
```

[99]: Text(0.5, 1.0, '4 Variables without Outliers')

4 Variables without Outliers



Remove outliers as needed.

```
[100]: dpercentile_25 = df['trip_duration'].quantile(0.25)
    dpercentile_75 = df['trip_duration'].quantile(0.75)
    iqr= dpercentile_75 - dpercentile_25
    upper_limit = dpercentile_75 + 1.5 * iqr

df[df["trip_duration"] > upper_limit] = upper_limit
    df[df["trip_duration"] < 0] = 0

apercentile_25 = df["total_amount"].quantile(0.25)
    apercentile_75 = df["total_amount"].quantile(0.75)
    iqr= apercentile_75 - apercentile_25
    aupper_limit = apercentile_75 + 1.5 * iqr

df[df["total_amount"] > aupper_limit] = aupper_limit
    df[df["total_amount"] < 0] = 0</pre>
```

6.3 Task 2c. Identify correlations

Next, code a correlation matrix to help determine most correlated variables.

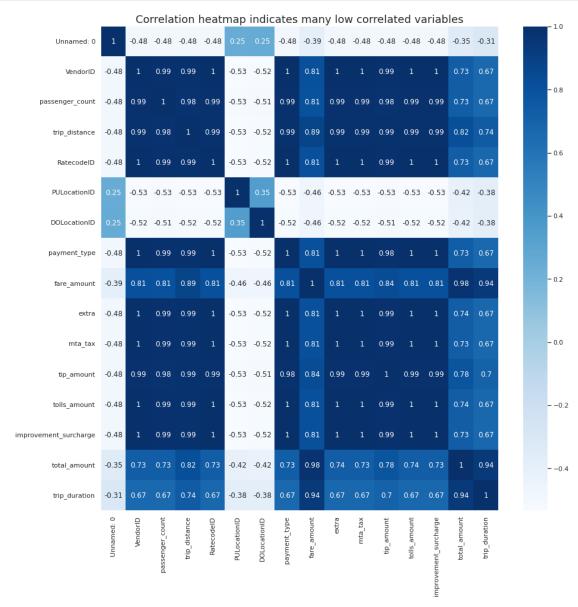
```
[101]: df.corr(method='pearson')
```

[101]:		Unnamed: 0	VendorID	passenger_count	trip_distance	\
	Unnamed: 0	1.000000	-0.484018	-0.480060	-0.479913	
	VendorID	-0.484018	1.000000	0.991630	0.986383	
	passenger_count	-0.480060	0.991630	1.000000	0.979200	
	trip_distance	-0.479913	0.986383	0.979200	1.000000	
	RatecodeID	-0.484752	0.998592	0.991031	0.987447	
	PULocationID	0.249919	-0.531011	-0.526598	-0.533220	
	DOLocationID	0.254780	-0.517895	-0.512815	-0.524301	
	payment_type	-0.483891	0.997301	0.989897	0.986066	
	fare_amount	-0.388750	0.812167	0.807055	0.885940	
	extra	-0.484724	0.997964	0.990369	0.987087	
	mta_tax	-0.484852	0.998656	0.991107	0.987586	
	tip_amount	-0.480481	0.988855	0.981257	0.985027	
	tolls_amount	-0.484900	0.998252	0.990722	0.987633	
	<pre>improvement_surcharge</pre>	-0.484874	0.998655	0.991107	0.987580	
	total_amount	-0.350981	0.733121	0.728428	0.818807	
	trip_duration	-0.309621	0.670141	0.666417	0.744132	
		RatecodeID	PULocation	ID DOLocationID	<pre>payment_type</pre>	\
	Unnamed: 0	-0.484752	0.2499			
	VendorID	0.998592	-0.5310			
	passenger_count	0.991031	-0.5265			
	trip_distance	0.987447	-0.5332			
	RatecodeID	1.000000	-0.5307			
	PULocationID	-0.530776	1.0000		-0.530324	
	DOLocationID	-0.517753	0.3491			
	<pre>payment_type</pre>	0.998632	-0.5303			
	fare_amount	0.813416	-0.4592			
	extra	0.999219	-0.5307			
	mta_tax	0.999908	-0.5308			
	tip_amount	0.990166	-0.5263			
	tolls_amount	0.999550	-0.5308			
	<pre>improvement_surcharge</pre>	0.999921	-0.5308		0.998688	
	total_amount	0.734320	-0.4190			
	trip_duration	0.670954	-0.3792	78 -0.380769	0.668878	
		£				
	Unnamed: 0	fare_amount	extra	mta_tax tip_a	mount \ 80481	
	VendorID					
		0.812167			88855 81057	
	passenger_count	0.807055			81257 85027	
	trip_distance RatecodeID	0.885940 0.813416			90166	
	PULocationID		0.999219 3 -0.530773			
	DOLocationID		5 -0.530773		26370 14729	
		0.811169			14729 83980	
	payment_type	1.000000			35297	
	fare_amount	0.812888				
	extra	0.012000	3 1.000000	0.999000 0.9	89821	

```
0.813251
                                     0.999308 1.000000
                                                            0.990257
mta_tax
                           0.835297
                                     0.989821 0.990257
                                                            1.000000
tip_amount
tolls_amount
                           0.814062 0.998920 0.999605
                                                            0.989955
improvement_surcharge
                           0.813258
                                     0.999309 0.999999
                                                            0.990254
total_amount
                           0.980331
                                     0.735808 0.734164
                                                            0.780913
trip_duration
                           0.940505
                                     0.670915 0.671400
                                                            0.702192
                        tolls_amount
                                      improvement_surcharge
                                                              total_amount
Unnamed: 0
                           -0.484900
                                                   -0.484874
                                                                  -0.350981
VendorID
                            0.998252
                                                    0.998655
                                                                   0.733121
passenger_count
                            0.990722
                                                    0.991107
                                                                   0.728428
trip_distance
                            0.987633
                                                    0.987580
                                                                   0.818807
RatecodeID
                            0.999550
                                                    0.999921
                                                                   0.734320
PULocationID
                           -0.530851
                                                   -0.530875
                                                                 -0.419093
DOLocationID
                           -0.518053
                                                   -0.517755
                                                                 -0.423095
payment_type
                            0.998322
                                                    0.998688
                                                                   0.726262
fare_amount
                                                                   0.980331
                            0.814062
                                                    0.813258
extra
                            0.998920
                                                    0.999309
                                                                   0.735808
mta_tax
                            0.999605
                                                    0.999999
                                                                   0.734164
                                                    0.990254
                                                                   0.780913
tip_amount
                            0.989955
tolls_amount
                            1.000000
                                                    0.999609
                                                                   0.736071
improvement_surcharge
                            0.999609
                                                    1.000000
                                                                   0.734161
total_amount
                            0.736071
                                                    0.734161
                                                                   1.000000
trip duration
                                                    0.671348
                            0.671988
                                                                   0.941669
                        trip_duration
Unnamed: 0
                            -0.309621
VendorID
                             0.670141
passenger_count
                             0.666417
trip_distance
                             0.744132
RatecodeID
                             0.670954
PULocationID
                            -0.379278
DOLocationID
                            -0.380769
payment_type
                             0.668878
fare_amount
                             0.940505
extra
                             0.670915
                             0.671400
mta_tax
tip_amount
                             0.702192
tolls amount
                             0.671988
improvement_surcharge
                             0.671348
total amount
                             0.941669
trip_duration
                             1.000000
```

[102]: # Create correlation heatmap plt.figure(figsize=(15,15))

Visualize a correlation heatmap of the data.



7 PACE: Construct

After analysis and deriving variables with close relationships, it is time to begin constructing the model. Consider the questions in the PACE Strategy Doc to reflect on the Constructing stage of this task. * Why did you select the X variables you did?

Dropped columns based on correlations between variables and multicollinearity, and fine-tuned by running and rerunning models to examine change in R^2, MAE, and RMSE.

7.1 Task 3a. Select outcome variable and features

Set your Y and X variables. Y represents the outcome variable, and X represents the features.

```
[103]: Y = df[["trip duration"]]
       X = df.drop(columns="trip_duration")
       X.head()
[103]:
           Unnamed: 0
                       VendorID
                                    tpep_pickup_datetime
                                                             tpep dropoff datetime
                                   03/25/2017 8:55:43 AM
                                                             03/25/2017 9:09:47 AM
           24870114.0
                             2.0
           35634249.0
                             1.0
                                   04/11/2017 2:53:28 PM
                                                             04/11/2017 3:19:58 PM
       1
         106203690.0
                                   12/15/2017 7:26:56 AM
                                                             12/15/2017 7:34:08 AM
       2
                             1.0
                                   05/07/2017 1:17:59 PM
                                                             05/07/2017 1:48:14 PM
       3
           38942136.0
                             2.0
                             2.0 04/15/2017 11:32:20 PM
       4
           30841670.0
                                                            04/15/2017 11:49:03 PM
                                           RatecodeID store_and_fwd_flag
          passenger_count
                            trip_distance
       0
                       6.0
                                      3.34
                                                   1.0
                                                                         N
                       1.0
                                      1.80
                                                   1.0
                                                                         N
       1
       2
                       1.0
                                      1.00
                                                   1.0
                                                                         N
       3
                       1.0
                                      3.70
                                                   1.0
                                                                         N
       4
                       1.0
                                      4.37
                                                   1.0
                                                                         N
          PULocationID
                        DOLocationID
                                       payment_type
                                                      fare_amount
                                                                    extra
                                                                           mta tax
                  100.0
                                231.0
                                                 1.0
                                                                      0.0
                                                                                0.5
       0
                                                              13.0
       1
                  186.0
                                 43.0
                                                 1.0
                                                              16.0
                                                                      0.0
                                                                                0.5
       2
                  262.0
                                236.0
                                                 1.0
                                                               6.5
                                                                      0.0
                                                                                0.5
       3
                  188.0
                                 97.0
                                                 1.0
                                                              20.5
                                                                      0.0
                                                                                0.5
       4
                    4.0
                                112.0
                                                 2.0
                                                              16.5
                                                                      0.5
                                                                                0.5
          tip_amount
                      tolls_amount
                                      improvement_surcharge
                                                              total_amount
                2.76
                                0.0
                                                         0.3
                                                                     16.56
       0
       1
                4.00
                                0.0
                                                         0.3
                                                                     20.80
       2
                1.45
                                0.0
                                                         0.3
                                                                      8.75
       3
                6.39
                                0.0
                                                         0.3
                                                                     27.69
                0.00
                                                                     17.80
                                0.0
                                                         0.3
           drop_off_converted
                                  pick_up_converted
         2017-03-25 09:09:47
                                2017-03-25 08:55:43
       1 2017-04-11 15:19:58
                                2017-04-11 14:53:28
       2 2017-12-15 07:34:08
                                2017-12-15 07:26:56
       3 2017-05-07 13:48:14
                                2017-05-07 13:17:59
       4 2017-04-15 23:49:03 2017-04-15 23:32:20
```

7.2 Task 3b. Pre-process data

To help with processing time, consider dropping irrelevant and redundant columns.

```
[104]: columns to drop = ['tpep pickup datetime', 'tpep dropoff datetime',
                          'store_and_fwd_flag', 'passenger_count', 'VendorID',
                          'fare amount', 'PULocationID', 'DOLocationID',
        'drop_off_converted', 'pick_up_converted']
       X = X.drop(columns_to_drop, axis=1)
       X = X.loc[:, ~X.columns.str.contains("Unnamed")]
       X.head()
[104]:
          trip_distance
                         RatecodeID
                                    payment_type
                                                   extra mta_tax tip_amount \
                   3.34
                                1.0
                                               1.0
                                                      0.0
                                                               0.5
                                                                          2.76
                   1.80
                                1.0
                                               1.0
                                                     0.0
                                                               0.5
                                                                          4.00
       1
       2
                                               1.0
                                                     0.0
                                                                          1.45
                   1.00
                                1.0
                                                               0.5
                                               1.0
                                                                          6.39
       3
                   3.70
                                1.0
                                                     0.0
                                                               0.5
       4
                   4.37
                                1.0
                                              2.0
                                                     0.5
                                                               0.5
                                                                          0.00
          tolls_amount
                        improvement_surcharge
       0
                   0.0
                                          0.3
       1
                   0.0
                                          0.3
       2
                   0.0
                                          0.3
                   0.0
       3
                                          0.3
                   0.0
       4
                                          0.3
      Use StandardScaler() and fit_transform() to standardize the X variables.
[105]: scaler = StandardScaler()
       x_scaled = scaler.fit_transform(X)
       print("X scaled:", X_scaled)
      X scaled: [[-0.18116118 -0.33999272 -0.37659905 ... -0.18555461 -0.34096692
        -0.33964103]
```

```
[-0.35082338 -0.33999272 -0.37659905 ... -0.05118079 -0.34096692 -0.33964103]
[-0.43895959 -0.33999272 -0.37659905 ... -0.32751404 -0.34096692 -0.33964103]
...
[-0.50285834 -0.33999272 -0.26740498 ... -0.48464472 -0.34096692 -0.33964103]
[-0.28912804 -0.33999272 -0.37659905 ... -0.30042255 -0.34096692 -0.33964103]
[-0.31777231 -0.33999272 -0.37659905 ... -0.22998466 -0.34096692 -0.33964103]]
```

7.3 Task 3c. Build model

Create training and testing sets.

Build and fit your model to the data.

```
[107]: lr.fit(x_train, y_train)
```

```
[107]: LinearRegression(copy_X=True, fit_intercept=True, n_jobs=None, normalize=False)
```

7.4 Task 3d. Evaluate model

Evaluate your model performance by calculating the residual sum of squares and the explained variance score (R^2). Calculate the Mean Absolute Error, Mean Squared Error, and the Root Mean Squared Error.

```
[108]: r_sq = lr.score(x_train, y_train)
    print("Coefficient of determination:", r_sq)
    y_pred = lr.predict(x_train)
    print("R^2:", r2_score(y_train, y_pred))
    print("MAE:", mean_absolute_error(y_train,y_pred))
    print("RMSE:",np.sqrt(mean_squared_error(y_train, y_pred)))
```

Coefficient of determination: 0.7391110948153115

R^2: 0.7391110948153116 MAE: 3.2119417836310444 RMSE: 4.5781331414091895

```
[109]: r_sq_test = lr.score(x_test, y_test)
    print("Coefficient of determination:", r_sq_test)
    y_pred_test = lr.predict(x_test)
    print("R^2:", r2_score(y_test, y_pred_test))
    print("MAE:", mean_absolute_error(y_test,y_pred_test))
    print("RMSE:",np.sqrt(mean_squared_error(y_test, y_pred_test)))
```

Coefficient of determination: 0.7332003491146651

R^2: 0.7332003491146653 MAE: 3.2214448090342804 RMSE: 4.601147377111918

8 PACE: Execute

Consider these questions PACE Strategy Doc to reflect on the Execute stage of this task.

8.1 Task 4a. Results

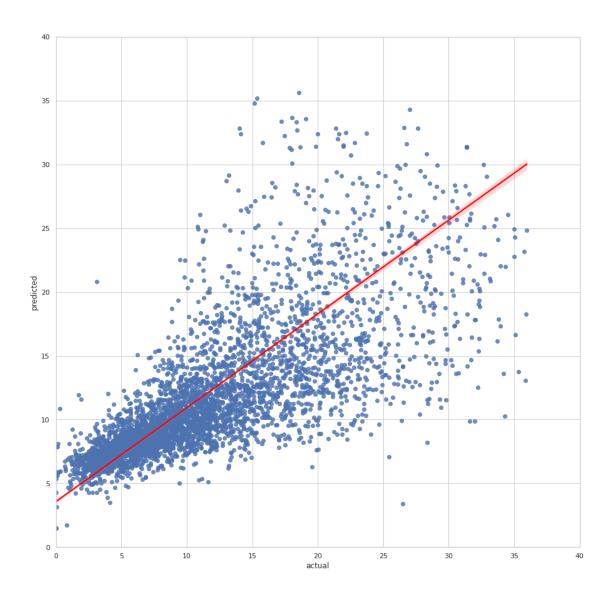
If the linear regression assumptions are met, the model results can be appropriately interpreted.

Use the code cell below to get actual, predicted, and residual for the testing set, and store them as columns in a results dataframe.

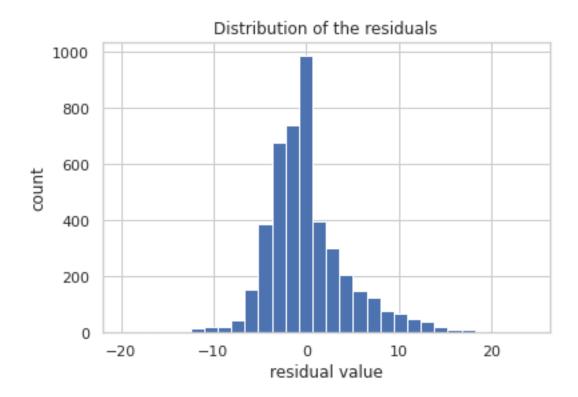
```
[110]: actual predicted residual 5818 18.016667 15.666455 2.350212 18134 31.375000 31.375124 -0.000124 4655 5.883333 7.334027 -1.450693 7378 15.950000 18.339652 -2.389652 13914 11.900000 11.543187 0.356813
```

8.2 Task 4b. Visualize model results

Create a scatterplot to visualize predicted over actual.

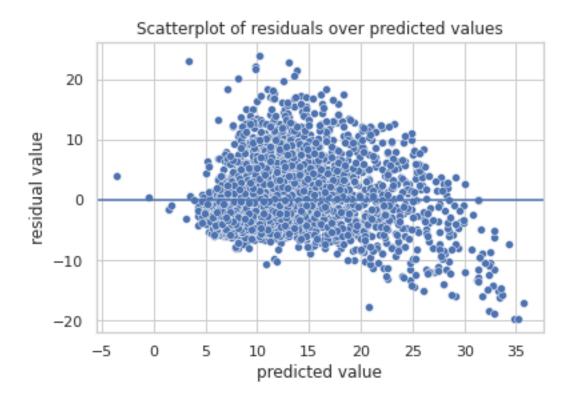


Visualize the distribution of the residuals.



Create a scatterplot of residuals over predicted.

```
[113]: sns.scatterplot(x="predicted", y="residual", data=results)
  plt.axhline(0)
  plt.title("Scatterplot of residuals over predicted values")
  plt.xlabel("predicted value")
  plt.ylabel("residual value")
  plt.show()
```



8.3 Task 4c. Conclusion

- 1. What results can be presented from this notebook?
- 1. It would be important to present the model's assumptions and precision of the model through the MAE and the RMSE