# **House Price Prediction Project Description**

## 1. Overview

The House Price Prediction project is a web-based application designed to estimate house prices using a machine learning model trained on the Ames Housing dataset (train.csv). The application integrates a Flask backend, an XGBoost regression model, and a Jinja2-templated frontend to deliver a user-friendly interface. Users can input specific house characteristics, receive accurate price predictions, and view model performance metrics, making it a valuable tool for real estate analysis, educational purposes, or machine learning demonstrations.

## 2. Purpose

The project aims to showcase the application of machine learning in solving real-world regression problems, specifically predicting house prices based on key property features. By combining data preprocessing, model training, and web development, it provides an end-to-end solution that is both functional and educational. It serves real estate enthusiasts, data scientists, and developers interested in integrating machine learning with web technologies.

## 3. Features and Fields

The application uses six key features from the Ames Housing dataset, selected for their strong correlation with house prices and interpretability. Below is a detailed description of each field:

### 1. Overall Quality):

- <u>Description</u>: Rates the overall material and finish quality of the house on a scale from 1 (Very Poor) to 10 (Very Excellent).
- Role: Captures the general quality of construction and materials, significantly influencing house value. Higher ratings correlate with higher prices due to better craftsmanship.
- Example: A house with high-end finishes might have OverallQual=8, while a basic home might be 4.
- <u>Data Type</u>: Integer (1–10).
- Preprocessing: No missing values; used as-is.

## 2. GrLivArea (Above-Grade Living Area):

- <u>Description</u>: Measures the above ground living area in square feet, encompassing finished living spaces (e.g., bedrooms, living rooms) excluding basements.
- Role: A key determinant of house size and livability, strongly impacting price as larger spaces command higher values.
- Example: A house with 1500 square feet of living space has GrLivArea=1500.
- <u>Data Type</u>: Integer (square feet).
- Preprocessing: No missing values; scaled using StandardScaler.

### 3. GarageCars (Garage Capacity):

- <u>Description</u>: Indicates the number of cars that can fit in the garage, reflecting garage size.
- Role: Affects parking and storage convenience, with larger garages increasing value.
- Example: A two-car garage has GarageCars=2.
- <u>Data Type</u>: Integer (typically 0–4).
- <u>Preprocessing</u>: Missing values filled with 0 (no garage).

## 4. TotalBsmtSF (Total Basement Square Feet):

- <u>Description</u>: Total area of the basement in square feet, including finished and unfinished portions.
- Role: Contributes to potential living or storage space, influencing value, especially if finished.
- Example: A 1000-square-foot basement has TotalBsmtSF=1000.
- <u>Data Type</u>: Integer (square feet).
- <u>Preprocessing</u>: Missing values filled with 0; scaled using StandardScaler.

## 5. FullBath (Number of Full Bathrooms):

- <u>Description</u>: Counts full bathrooms (with sink, toilet, and shower/tub).
- Role: Essential for functionality and comfort; more bathrooms increase value.
- Example: A house with two full bathrooms has FullBath=2.
- <u>Data Type</u>: Integer (typically 0–4).
- Preprocessing: No missing values; used as-is.

## 6. YearBuilt (Year Built):

- Description: The year the house was originally constructed.
- <u>Role</u>: Newer houses often have higher prices due to modern standards; older houses may need renovations.
- Example: A house built in 2000 has YearBuilt=2000.
- <u>Data Type</u>: Integer (year).
- Preprocessing: No missing values; scaled using StandardScaler.

## 7. SalePrice (Target Variable):

- Description: The sale price of the house in dollars, the target for prediction.
- Role: Reflects the market value predicted by the model.
- Example: A house sold for \$200,000 has SalePrice=200000.
- Data Type: Integer (dollars).
- <u>Preprocessing</u>: No missing values; used as the target.

These features capture essential aspects of a house's quality, size, amenities, and age, driving market value.

## 4. Technical Implementation

## **Data Preprocessing:**

Loads train.csv using pandas.

Fills missing GarageCars and TotalBsmtSF with 0.

Scales numerical features (GrLivArea, TotalBsmtSF, YearBuilt) using StandardScaler.

Splits data into 80% training and 20% testing sets.

### Machine Learning Model:

Uses XGBoost regressor with n\_estimators=100, learning\_rate=0.1, max\_depth=5, objective='reg:squarederror'.

Evaluates with MSE and R-squared metrics.

Saves model and scaler as model.pkl and scaler.pkl.

## Backend:

## Flask handles routing:

/: Renders index.html with form and metrics.

/predict: Processes form inputs, scales data, predicts price, and handles errors.

Uses joblib for model persistence.

#### Frontend:

index.html uses Jinja2 to render form, metrics, predictions, and errors.

CSS ensures a responsive, professional design with form container, result/error boxes, and hover effects.

## Dependencies:

Python 3.12

pandas, numpy, scikit-learn, xgboost, flask, joblib

## <u>Implementation</u>:

Access at http://127.0.0.1:5001.

Input feature values in the form and submit.

View predicted price and model metrics (MSE, R-squared).

Errors are displayed for invalid inputs.

## **Model Performance:**

MSE measures prediction error (lower is better).

R-squared indicates explained variance (closer to 1 is better).

#### Access:

Visit http://127.0.0.1:5001.

Input values (e.g., OverallQual=8, GrLivArea=2000, GarageCars=3, TotalBsmtSF=1500, FullBath=3, YearBuilt=2010).

The predicted price is displayed.

## 5. Limitations

Limited to six features.

Local debug model production requires additional setup.

Dataset-specific predictions may not generalize.

# 6. Conclusion

The project demonstrates machine learning and web development integration, offering accurate house price predictions via an accessible interface. Its modular design supports extensions for enhanced functionality or deployment.