one-hot-encode-technique-2

April 2, 2024

Categorical Variables and One Hot Encoding

```
[55]: import pandas as pd
df=pd.read_csv('/content/homeprices (2).csv')
df
```

```
[55]:
                            area
                                   price
                     town
          monroe township
                            2600
                                  550000
      0
      1
          monroe township
                            3000
                                  565000
      2
          monroe township
                            3200
                                  610000
      3
          monroe township
                            3600
                                  680000
      4
          monroe township
                            4000
                                  725000
      5
             west windsor
                            2600
                                  585000
      6
             west windsor
                            2800
                                  615000
      7
             west windsor
                            3300
                                  650000
      8
                            3600
                                  710000
             west windsor
      9
              robinsville
                                  575000
                            2600
      10
              robinsville
                            2900
                                  600000
      11
              robinsville
                            3100
                                  620000
              robinsville
                            3600
                                  695000
      12
```

Using pandas to create dummy variables

```
[56]: dummies=pd.get_dummies(df.town) dummies
```

[56]:	monroe township	robinsville	west windsor
0	1	0	0
1	1	0	0
2	1	0	0
3	1	0	0
4	1	0	0
5	0	0	1
6	0	0	1
7	0	0	1
8	0	0	1
9	0	1	0
10	0	1	0

```
11 0 1 0
12 0 1 0
```

cocatenate dummies df with the original df

```
[57]: merged = pd.concat([df,dummies],axis='columns')
merged
```

```
[57]:
                                            monroe township
                                                              robinsville
                                                                           west windsor
                      town
                             area
                                    price
                                   550000
      0
          monroe township
                             2600
          monroe township
                                                                         0
                                                                                         0
                             3000
                                   565000
                                                           1
      1
      2
          monroe township
                             3200
                                   610000
                                                           1
                                                                         0
                                                                                         0
      3
          monroe township
                             3600
                                   680000
                                                           1
                                                                         0
                                                                                         0
                                   725000
      4
          monroe township
                             4000
                                                           1
                                                                         0
                                                                                         0
      5
                                                           0
                                                                         0
              west windsor
                             2600
                                   585000
                                                                                         1
      6
              west windsor
                             2800
                                   615000
                                                           0
                                                                         0
                                                                                         1
      7
              west windsor
                                                           0
                                                                         0
                             3300
                                   650000
                                                                                         1
              west windsor
                             3600
                                   710000
                                                           0
                                                                         0
                                                                                         1
      9
               robinsville
                             2600
                                   575000
                                                                         1
                                                                                         0
      10
               robinsville
                             2900
                                   600000
                                                           0
                                                                         1
                                                                                         0
      11
               robinsville
                             3100
                                   620000
                                                           0
                                                                         1
                                                                                         0
      12
               robinsville
                             3600
                                   695000
                                                           0
                                                                         1
                                                                                         0
```

dropping one of the dummy variable columns so as not to create multicollinearity

```
[58]: final = merged.drop(['town','west windsor'],axis='columns') final
```

```
[58]:
                           monroe township
                   price
                                               robinsville
           area
           2600
                  550000
      0
                                            1
      1
           3000
                  565000
                                            1
                                                           0
      2
           3200
                  610000
                                            1
                                                           0
      3
           3600
                  680000
                                            1
                                                           0
           4000
                                                           0
      4
                  725000
                                            1
      5
           2600
                  585000
                                            0
                                                           0
      6
           2800
                                            0
                                                           0
                  615000
      7
           3300
                  650000
                                            0
                                                           0
                                            0
                                                           0
      8
           3600
                  710000
      9
           2600
                  575000
                                            0
                                                           1
                                            0
      10
           2900
                  600000
                                                           1
           3100
                  620000
                                            0
      11
                                                           1
      12
           3600
                  695000
                                                           1
```

create a linear regression model

```
[59]: from sklearn.linear_model import LinearRegression model = LinearRegression()
```

find x in the model and remove the price column since its a dependent variable

```
[60]: x = final.drop('price', axis='columns')
[60]:
                 monroe township robinsville
          area
          2600
      0
          3000
                                 1
                                               0
      1
      2
          3200
                                               0
                                 1
      3
          3600
                                 1
                                               0
      4
          4000
                                 1
                                               0
      5
          2600
                                0
                                               0
      6
          2800
                                0
                                               0
      7
          3300
                                 0
                                               0
      8
          3600
                                0
                                               0
      9
          2600
                                0
                                               1
      10
          2900
                                 0
                                               1
      11
          3100
                                0
                                               1
      12
          3600
                                0
                                               1
[61]: y = final.price
      У
[61]: 0
             550000
      1
             565000
      2
             610000
      3
             680000
      4
             725000
      5
             585000
      6
             615000
      7
             650000
      8
            710000
      9
             575000
      10
             600000
      11
             620000
      12
             695000
      Name: price, dtype: int64
     Training the machine learning model
[62]: model.fit(x,y)
[62]: LinearRegression()
     making predictions
[63]: model.predict([[2800,0,1]])
```

/usr/local/lib/python3.10/dist-packages/sklearn/base.py:439: UserWarning: X does not have valid feature names, but LinearRegression was fitted with feature names warnings.warn(

```
[63]: array([590775.63964739])
[64]: model.predict([[3400,0,0]])
     /usr/local/lib/python3.10/dist-packages/sklearn/base.py:439: UserWarning: X does
     not have valid feature names, but LinearRegression was fitted with feature names
       warnings.warn(
[64]: array([681241.66845839])
     Measuring the accuracy of a model
[65]: model.score(x,y)
[65]: 0.9573929037221872
[66]: df
[66]:
                     town
                                   price
                           area
      0
          monroe township
                            2600
                                  550000
          monroe township
                            3000
                                  565000
      1
          monroe township
      2
                            3200
                                  610000
          monroe township
      3
                            3600
                                  680000
          monroe township
                            4000
                                  725000
      4
      5
             west windsor
                            2600
                                  585000
      6
             west windsor
                            2800
                                  615000
      7
             west windsor
                           3300
                                  650000
      8
             west windsor
                            3600
                                  710000
      9
                            2600
                                  575000
              robinsville
      10
              robinsville
                            2900
                                  600000
      11
              robinsville
                                  620000
                            3100
      12
              robinsville
                           3600
                                  695000
     #Using sklearn OneHotEncoder
     In order to use one hot encording you need to do lebel encording on the town column
[67]: from sklearn.preprocessing import LabelEncoder
[68]: le = LabelEncoder()
[69]: dfle =df
      dfle.town = le.fit_transform(dfle.town)
```

dfle

```
[69]:
          town area
                       price
      0
             0
                2600
                      550000
      1
                3000
                      565000
             0
      2
             0
                3200
                      610000
      3
                3600
                      680000
             0
      4
             0
                4000
                      725000
      5
             2
                2600
                      585000
                2800
      6
             2
                      615000
      7
             2
                3300
                      650000
      8
             2
                3600
                      710000
      9
                2600
                      575000
             1
      10
             1
                2900
                      600000
                      620000
      11
                3100
             1
      12
                3600 695000
[70]: x =dfle[['town', 'area']].values
      X
[70]: array([[
                 0, 2600],
                 0, 3000],
             [
                 0, 3200],
                 0, 3600],
                 0, 4000],
             2, 2600],
             2, 2800],
                 2, 3300],
             2, 3600],
             [
                 1, 2600],
             1, 2900],
             1, 3100],
                 1, 3600]])
             Г
[71]: y = dfle.price
      У
[71]: 0
            550000
      1
            565000
      2
            610000
      3
            680000
      4
            725000
      5
            585000
      6
            615000
      7
            650000
      8
            710000
      9
            575000
      10
            600000
      11
            620000
```

```
Name: price, dtype: int64
      Import one hot encorder
[72]: from sklearn.preprocessing import OneHotEncoder
[73]: from sklearn.preprocessing import OneHotEncoder
[74]:
       ohe = OneHotEncoder
[93]: ohe = OneHotEncoder(sparse=False) # Avoid sparse matrix output
       x_encoded = ohe.fit_transform(x)
       print(x_encoded)
      [[1. 0. 0. 1. 0. 0. 0. 0. 0. 0. 0. 0.]
       [1. 0. 0. 0. 0. 0. 1. 0. 0. 0. 0. 0.]
       [1. 0. 0. 0. 0. 0. 0. 0. 1. 0. 0. 0.]
       [1. 0. 0. 0. 0. 0. 0. 0. 0. 0. 1. 0.]
       [1. 0. 0. 0. 0. 0. 0. 0. 0. 0. 1.]
       [0. 0. 1. 1. 0. 0. 0. 0. 0. 0. 0. 0.]
       [0. 0. 1. 0. 1. 0. 0. 0. 0. 0. 0. 0.]
       [0. 0. 1. 0. 0. 0. 0. 0. 0. 1. 0. 0.]
       [0. 0. 1. 0. 0. 0. 0. 0. 0. 0. 1. 0.]
       [0. 1. 0. 1. 0. 0. 0. 0. 0. 0. 0. 0.]
       [0. 1. 0. 0. 0. 1. 0. 0. 0. 0. 0. 0.]
       [0. 1. 0. 0. 0. 0. 0. 1. 0. 0. 0. 0.]
       [0. 1. 0. 0. 0. 0. 0. 0. 0. 0. 1. 0.]
      /usr/local/lib/python3.10/dist-packages/sklearn/preprocessing/_encoders.py:868:
      FutureWarning: `sparse` was renamed to `sparse_output` in version 1.2 and will
      be removed in 1.4. `sparse_output` is ignored unless you leave `sparse` to its
      default value.
        warnings.warn(
[94]: model.fit(x,y)
[94]: LinearRegression()
[100]: model.predict([[1,2800]])
[100]: array([587143.58452138])
[109]: model.predict([[1,3400]])
[109]: array([662776.40384056])
```

12

695000