# IT for Business Analytics - Project

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# **Project Description**

The project is the <u>House Prices: Advanced Regression Techniques</u> competition on Kaggle. With 79 explanatory variables describing (almost) every aspect of residential homes in Ames, lowa, this competition challenges you to predict the final price of each home. Your goal is to get the highest ranking on Kaggle within the class. However, while doing this, you need to clearly explain what you are doing between your code chunks. Basically, you should tell a story of your Kaggle score.

Evaluation metric is RMSE - lowest score will get the highest ranking.

Do not leave this project to last day. You can rush and finish it quickly but you will not get a good grade. Getting a high score on Kaggle requires a good amount of work. Keep in mind that **you can submit only 5 entries per day.** 

# **Project Setup**

You can make a copy of this notebook and save it to your Binghamton Google Drive. All your answers will be on your copy of this notebook. Name it appropriately.

# Helpful DataCamp courses

The project is on building regression based machine learning models. You completed various chapters on DataCamp covering most of the algorithms you are likely to use. Below is a list of the courses/chapters you may want to go back to refresh your knowledge. You can always re-watch the videos and look at the slides for quick tips. To download chapter slides on DataCamp, start the chapter, and click on the pdf icon on the top right.

- Supervised Learning with scikit-learn: chapter 2
- Extreme Gradient Boosting with XGBoost: chapter 2, 3, 4 (*This method is not covered in the Titanic example*)
- Machine Learning with Tree-Based Models: all chapters

#### Don't forget to read the submission and grading guidelines at the end of the notebook

### Hands-on Part

# Important notes

#### **Code sharing**

Sharing is defined as copying or looking at another code. You are not allowed to

- share your code/solutions with other students,
- seek for code/solutions from other students.

Please report any code sharing violation to the instructor. Consider the fact that the assignments will have many correct solutions. Any similarity in the order, syntax, variable names, mistakes, typos, and other small details are proofs of code sharing. While you are allowed to discuss homeworks, assignments, and the project with other students, you are expected to write your own code.

### **Use of Kaggle Kernels**

You can look at the available kernels on Kaggle, read the discussions, or search for examples on the Internet. This will be helpful and may speed up your project. However, you are not allowed to copy and use code available online (Kaggle or elsewhere).

# **Tips**

#### **Explanatory Data Analysis**

Familiarize yourself with the dataset. Run some simple descriptives and graphs to find out more about the variables. Keep some of the good ones for your submission. Delete the ones that doesn't give any information.

#### **Missing Data**

Look at the missing variables and make a plan to address them if necessary. Make sure you address the missing data in the test dataset as well.

#### **Feature Engineering**

You can build your model with existing variables, but you should also create new variables from the existing variables (e.g., you can create new categorical variable by grouping ages of houses). If you create new variables in your train dataset (which is a strongly suggested), make sure to create

them in your test dataset as well. You can check Titanic competition Age2 variable in class notes as an example of a new variable both in train and test datasets.

Picking the right variables, cleaning them, and engineering good ones will take the most time/effort but they will increase your score more than anything. Consider a model without Gender variable for the Titanic competition. No matter how you tune your hyperparameters or engineer new variables, a model without Gender will highly likely do worse than a simple model with Gender.

### Hands-on Tasks

When you are ready with your variables, the next step is to create your model. You are asked to use the following methods to train your model and do predictions. You are also asked to fine-tune the hyperparameters. Follow the Titanic example for decision tree and random forests, and use either DataCamp notes, Kernels, or online sources to do the rest of the methods. Use gridsearch for tuning similar to Titanic example.

#### **Model Training and Tuning**

- Decision Tree (no need to create the actual decision tree with graphviz)
- Random Forests
- Regularized linear regression ridge
- · Regularized linear regression lasso
- XGboost

```
# load the libraries
from pandas import Series,DataFrame
from sklearn.preprocessing import LabelEncoder, KBinsDiscretizer
from sklearn.metrics import mean_squared_error

#Classifiers
from sklearn.tree import DecisionTreeRegressor
from sklearn.ensemble import RandomForestRegressor, GradientBoostingRegressor
from sklearn.linear_model import Ridge, Lasso

# import GridSearchCV for fine-tuning
from sklearn.model_selection import GridSearchCV
# to download files from Colab to our computer
from google.colab import files

import re
import numpy as np
import pandas as pd
```

```
# load the data to dataframes
train_df = pd.read_csv("https://s3.amazonaws.com/it4ba/Kaggle/train.csv")
test_df = pd.read_csv("https://s3.amazonaws.com/it4ba/Kaggle/test.csv")

print("Train shape: ", train_df.shape)
print("Test shape: ", test_df.shape)

Train shape: (1460, 81)
Test shape: (1459, 80)
```

## Get to know the data

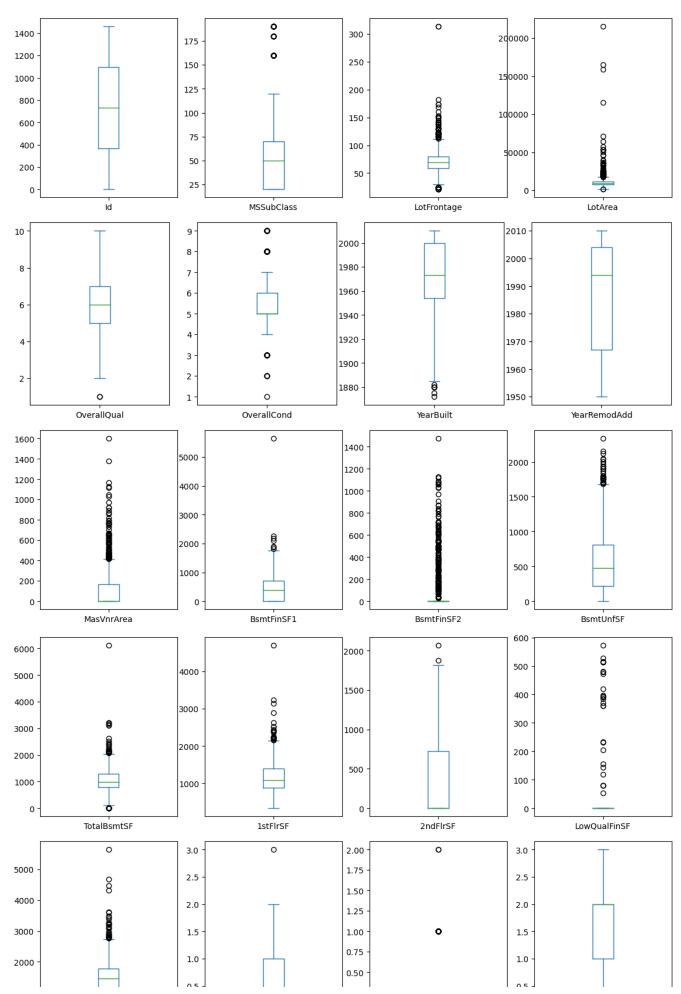
train\_df

|      | Id   | MSSubClass | MSZoning | LotFrontage | LotArea | Street | Alley | LotShape | LandCor |
|------|------|------------|----------|-------------|---------|--------|-------|----------|---------|
| 0    | 1    | 60         | RL       | 65.0        | 8450    | Pave   | NaN   | Reg      |         |
| 1    | 2    | 20         | RL       | 80.0        | 9600    | Pave   | NaN   | Reg      |         |
| 2    | 3    | 60         | RL       | 68.0        | 11250   | Pave   | NaN   | IR1      |         |
| 3    | 4    | 70         | RL       | 60.0        | 9550    | Pave   | NaN   | IR1      |         |
| 4    | 5    | 60         | RL       | 84.0        | 14260   | Pave   | NaN   | IR1      |         |
|      |      |            |          |             |         |        |       |          |         |
| 1455 | 1456 | 60         | RL       | 62.0        | 7917    | Pave   | NaN   | Reg      |         |
| 1456 | 1457 | 20         | RL       | 85.0        | 13175   | Pave   | NaN   | Reg      |         |
| 1457 | 1458 | 70         | RL       | 66.0        | 9042    | Pave   | NaN   | Reg      |         |
| 1458 | 1459 | 20         | RL       | 68.0        | 9717    | Pave   | NaN   | Reg      |         |
| 1459 | 1460 | 20         | RL       | 75.0        | 9937    | Pave   | NaN   | Reg      |         |
|      |      |            |          |             |         |        |       |          |         |

1460 rows × 81 columns

```
cols_graphed_box = []

#Let's visualize the distribution of the numeric data
for col in train_df.columns:
   if(train_df[col].dtype == int or train_df[col].dtype == float):
      cols_graphed_box.append(col)
      if(len(cols_graphed_box) == 4):
        train_df.plot.box(column=cols_graphed_box, sharey=False, subplots=True, figsize=(14, cols_graphed_box = []
```



0.00

0.25 -

0.0

# What are the features that are highly correlated with the target?

```
2.5
                          | _ |
corr_matrix = train_df.corr(min_periods = 100, numeric_only=True)
corr_series = corr_matrix.abs().unstack()
index_pairs = corr_series.SalePrice.sort_values(ascending=False)[1:]
print("Corr to Sale Price")
print(index_pairs)
print()
#Keep the ones above 0.3 coeff
#Tested this but didn't improve the score, I reimplemented after the best submission to see
print("\nTop Abs Corr to Price")
index_pairs = index_pairs[index_pairs > 0.3]
print(index_pairs)
print()
. . .
#This is from implementation, leaving
train_id = train_df.copy()[["Id", "SalePrice"]]
test_id = test_df.copy()["Id"]
train_df = train_df[index_pairs.index.values]
test_df = test_df[index_pairs.index.values]
train_df.insert(0, "Id", train_id["Id"])
train_df["SalePrice"] = train_id["SalePrice"]
test_df.insert(0, "Id", test_id)
```

| Cana ta Cala                | Duri a a |
|-----------------------------|----------|
| Corr to Sale<br>OverallQual | 0.790982 |
| GrLivArea                   | 0.708624 |
|                             | 0.640409 |
| GarageCars                  |          |
| GarageArea                  | 0.623431 |
| TotalBsmtSF                 | 0.613581 |
| 1stFlrSF                    | 0.605852 |
| FullBath                    | 0.560664 |
| TotRmsAbvGrd                | 0.533723 |
| YearBuilt                   | 0.522897 |
| YearRemodAdd                | 0.507101 |
| GarageYrBlt                 | 0.486362 |
| MasVnrArea                  | 0.477493 |
| Fireplaces                  | 0.466929 |
| BsmtFinSF1                  | 0.386420 |
| LotFrontage                 | 0.351799 |
| WoodDeckSF                  | 0.324413 |
| 2ndFlrSF                    | 0.319334 |
| OpenPorchSF                 | 0.315856 |
| HalfBath                    | 0.284108 |
| LotArea                     | 0.263843 |
| BsmtFullBath                | 0.227122 |
| BsmtUnfSF                   | 0.214479 |
| BedroomAbvGr                | 0.168213 |
| KitchenAbvGr                | 0.135907 |
| EnclosedPorch               | 0.128578 |
| ScreenPorch                 | 0.111447 |
| PoolArea                    | 0.092404 |
| MSSubClass                  | 0.084284 |
| OverallCond                 | 0.077856 |
| MoSold                      | 0.046432 |
| 3SsnPorch                   | 0.044584 |
| YrSold                      | 0.028923 |
| LowQualFinSF                | 0.025606 |
| Id                          | 0.021917 |
| MiscVal                     | 0.021190 |
| BsmtHalfBath                | 0.016844 |
| BsmtFinSF2                  | 0.011378 |
| dtyne: float6               |          |

dtype: float64

| Top Abs Corr t | o Price  |
|----------------|----------|
| OverallQual    | 0.790982 |
| GrLivArea      | 0.708624 |
| GarageCars     | 0.640409 |
| GarageArea     | 0.623431 |
| TotalBsmtSF    | 0.613581 |
| 1stFlrSF       | 0.605852 |
| FullBath       | 0.560664 |
| TotRmsAbvGrd   | 0.533723 |
| YearBuilt      | 0.522897 |
| YearRemodAdd   | 0.507101 |
| GarageYrBlt    | 0.486362 |
| MasVnrArea     | 0.477493 |
| Fireplaces     | 0.466929 |
| BsmtFinSF1     | 0.386420 |

```
LotFrontage 0.351799
WoodDeckSF 0.324413

...

nan_cols_test = [i for i in test_df.columns if test_df[i].isnull().any()]
nan_cols_train = [i for i in train_df.columns if train_df[i].isnull().any()]

print(nan_cols_test)
print(nan_cols_train)'''

'\nnan_cols_test = [i for i in test_df.columns if test_df[i].isnull().any()]\nnan_cols_train = [i for i in train_df.columns if train_df[i].isnull().any()]\nnprint(nan_cols_test)\nnrint(nan_cols_train)'
```

# Feature engineering

Tested on the main training set and later reimplemented to improve best score but didn't hit the mark.

```
111
```

```
#Feature engineering - Adding the total area
train_df["TotalSF"] = 0
test df["TotalSF"] = 0
#Making a new feature, total squared footage
for col in train df.columns:
  if("SF" in col and col != "TotalSF"):
   #Treating nans before sum
   train_df[col] = train_df[col].replace(np.nan, 0)
    test_df[col] = test_df[col].replace(np.nan, 0)
    train_df["TotalSF"] = train_df["TotalSF"] + train_df[col]
    test df["TotalSF"] = test df["TotalSF"] + test df[col]
    #Dropping after adding
    train df.drop(col, inplace=True, axis=1)
    test_df.drop(col, inplace=True, axis=1)
#Adding total areas to it
for col in train_df.columns:
 if("Area" in col and col != "TotalArea"):
    #Treating nans before sum
   train_df[col] = train_df[col].replace(np.nan, 0)
    test_df[col] = test_df[col].replace(np.nan, 0)
    train_df["TotalSF"] = train_df["TotalSF"] + train_df[col]
    test df["TotalSF"] = test df["TotalSF"] + test df[col]
    #Dropping after adding
    train_df.drop(col, inplace=True, axis=1)
    test_df.drop(col, inplace=True, axis=1)
    print(col)
. . .
```

'\n#Feature engineering - Adding the total area\n\ntrain\_df["TotalSF"] = 0\ntest df["T otalSF"] = 0\n\m#Making a new feature, total squared footage\nfor col in train\_df.colu mns:\n if("SF" in col and col != "TotalSF"):\n #Treating nans before sum\n n df[col]= train df[col].replace(np.nan, 0)\n test df[col]= test df[col].replace(np.nan, 0) train\_df["TotalSF"] = train\_df["TotalSF"] + train\_df[col]\n p.nan, 0)\n\n f["TotalSF"] = test df["TotalSF"] + test df[col]\n\n #Dropping after adding\n ain\_df.drop(col, inplace=True, axis=1)\n test\_df.drop(col, inplace=True, axis=1)\n \n#Adding total areas to it\nfor col in train\_df.columns:\n if("Area" in col and col != "TotalArea"):\n #Treating nans before sum\n train df[col]= train df[col].repl ace(np.nan, 0)\n test\_df[col]= test\_df[col].replace(np.nan, 0)\n train\_df["Total 

# Data preprocessing

Taking care of nans, encoding and normalization

```
cols to drop = []
cols_to_encode = []
cols_to_normalize = []
for column in train df.columns[1:-1]:
  column_dtype = train_df[column].dtype
 type_values = train_df[column].apply(type).value_counts()
 #Drop overwhelmingly nan filled columns
 if(train_df[column].isna().sum() > type_values[0]/2):
    cols_to_drop.append(column)
 #Encoding candidate, probably a string
 elif(column_dtype == "object" or column_dtype == "0"):
    #print("adding column ",column, " to encode list")
    cols_to_encode.append(column)
 if(column_dtype == "float"):
    train_df[column] = train_df[column].fillna(train_df[column].mode())
    test_df[column] = test_df[column].fillna(test_df[column].mode())
   try:
      train_df[column] = train_df[column].astype("np.integer")
      test_df[column] = test_df[column].astype("np.integer")
    except:
      print("This column: ", column)
  if(len(type_values) >=2):
   values = train_df[column].value_counts(dropna=False)
    #Drop overly dominant features
    if(train_df[column].value_counts(normalize=True)[0] > 0.5):
      cols_to_drop.append(column)
 #Explore distribution of values
 if(len(train_df[column].value_counts()) > 2 and column not in cols_to_drop):
    if(train_df[column].value_counts(normalize=True).iat[0] > 0.75):
      if(isinstance(train_df.iloc[0][column], np.integer) or isinstance(train_df.iloc[0][co
        cols_to_normalize.append(column)
 #No need to encode if they are going to be dropped
 if(column in cols_to_drop and column in cols_to_encode):
    cols to encode.remove(column)
 #If its an unbalanced variable, needs to be normalized then encoded
 if(column in cols_to_encode and column in cols_to_normalize):
    cols_to_encode.remove(column)
print(cols to drop)
print(cols_to_encode)
print(cols_to_normalize)
train_df = train_df.drop(cols_to_drop, axis=1)
test_df = test_df.drop(cols_to_drop, axis=1)
```

```
This column: LotFrontage
     This column: MasVnrArea
     This column: GarageYrBlt
     ['Alley', 'Alley', 'MasVnrType', 'BsmtCond', 'BsmtExposure', 'BsmtFinType2', 'Electrica
     ['MSZoning', 'Street', 'LotShape', 'LandContour', 'Utilities', 'LotConfig', 'LandSlope'
     ['BsmtFinSF2', 'LowQualFinSF', 'BsmtHalfBath', 'KitchenAbvGr', 'EnclosedPorch', '3SsnPo
enc = LabelEncoder()
nan cols train = [i for i in cols to encode if train df[i].isnull().any()]
nan_cols_test = [i for i in cols_to_encode if test_df[i].isnull().any()]
for col in nan_cols_train:
 mode = train_df[col].value_counts(normalize=True).index[0]
 train_df[col]= train_df[col].replace(np.nan, mode)
for col in nan cols test:
 mode = test_df[col].value_counts(normalize=True).index[0]
 test_df[col]= test_df[col].replace(np.nan, mode)
for col in cols_to_encode:
 enc.fit(train_df[col])
 train_df[col] = enc.transform(train df[col])
 test df[col]= enc.transform(test df[col])
nan_cols_train = [i for i in cols_to_normalize if train_df[i].isnull().any()]
nan cols test = [i for i in cols to normalize if test df[i].isnull().any()]
for col in nan cols train:
 mode = train_df[col].value_counts(normalize=True).index[0]
 train_df[col]= train_df[col].replace(np.nan, mode)
for col in nan_cols_test:
 mode = test df[col].value counts(normalize=True).index[0]
 test_df[col]= test_df[col].replace(np.nan, mode)
#These are heavily unbalanced features
for col in cols_to_normalize:
 print(train_df[col].value_counts(bins=3))
#Let's remove them
for col in cols to normalize:
 train_df.drop(col, axis=1, inplace=True)
 test_df.drop(col, axis=1, inplace=True)
     1405
     (491.333, 982.667]
                                        45
```

```
(982.667, 1474.0]
     Name: BsmtFinSF2, dtype: int64
     (-0.573, 190.667]
                            1441
     (381.333, 572.0]
                              13
     (190.667, 381.333]
                               6
     Name: LowQualFinSF, dtype: int64
     (-0.003, 0.667]
                        1378
     (0.667, 1.333]
                           80
     (1.333, 2.0]
                            2
     Name: BsmtHalfBath, dtype: int64
     (-0.004, 1.0]
                      1393
     (1.0, 2.0]
                        65
     (2.0, 3.0]
     Name: KitchenAbvGr, dtype: int64
     (-0.553, 184.0]
                        1391
     (184.0, 368.0]
                           67
     (368.0, 552.0]
     Name: EnclosedPorch, dtype: int64
     (-0.509, 169.333]
                            1447
     (169.333, 338.667]
                              11
     (338.667, 508.0]
                               2
     Name: 3SsnPorch, dtype: int64
     (-0.481, 160.0]
                        1388
     (160.0, 320.0]
                           65
     (320.0, 480.0]
                            7
     Name: ScreenPorch, dtype: int64
     (-0.739, 246.0]
                        1453
     (492.0, 738.0]
                            6
     (246.0, 492.0]
     Name: PoolArea, dtype: int64
     (-15.501, 5166.667]
     (5166.667, 10333.333]
     (10333.333, 15500.0]
     Name: MiscVal, dtype: int64
print("Train shape: ", train_df.shape)
print("Test shape: ", test_df.shape)
     Train shape: (1460, 59)
```

Test shape: (1459, 58)

```
#Dealing with remaining NaNs
train_df.fillna(train_df.mode(), inplace=True)
test df.fillna(test df.mode(), inplace=True)
nan_cols_train = [i for i in train_df.columns if train_df[i].isnull().any()]
nan_cols_test = [i for i in test_df.columns if test_df[i].isnull().any()]
for col in nan cols test:
  test_df[col] = test_df[col].replace(np.nan, 0)
for col in nan_cols_train:
  train_df[col] = train_df[col].replace(np.nan, 0)
print(train_df["LotFrontage"].value_counts(normalize=True).index[0])
print(train_df["LotFrontage"].value_counts(normalize=True, bins=5))
print(train_df["LotFrontage"].mean())
print(train_df["LotFrontage"].median())
print(train df["LotFrontage"][train df["LotFrontage"] < 5])</pre>
     0.0
     (-0.314, 62.6]
                       0.495205
     (62.6, 125.2)
                       0.488356
     (125.2, 187.8]
                       0.015068
     (250.4, 313.0]
                       0.001370
     (187.8, 250.4]
                       0.000000
     Name: LotFrontage, dtype: float64
     57.62328767123287
     63.0
     7
             0.0
     12
             0.0
     14
             0.0
     16
             0.0
     24
             0.0
            . . .
     1429
             0.0
     1431
             0.0
             0.0
     1441
     1443
             0.0
     1446
             0.0
     Name: LotFrontage, Length: 259, dtype: float64
```

```
#Dealing with outliers
def removeOutliers(col):
  #Most represented value in data
  most rep = train df["LotFrontage"].value counts(normalize=True).index[0]
  q3 = col.quantile(0.75)
  q1 = col.quantile(0.25)
  iqr = q3 - q1
  mean = col.mean()
  median = col.median()
  threshold = 1.5*iqr
  upper fence = q3+threshold
  lower_fence = q3-threshold
  if(abs(mean - most_rep) < abs(median - most_rep)):</pre>
    col[col > upper_fence] = mean
    col[col < upper fence] = mean</pre>
  else:
    col[col > upper fence] = median
    col[col < upper fence] = median</pre>
  return col
train_df.iloc[:, 1:-1] = train_df.iloc[:, 1:-1].apply(removeOutliers, axis=1)
test df.iloc[:, 1:-1] = test_df.iloc[:, 1:].apply(removeOutliers, axis=1)
     '\n#Dealing with outliers\ndef removeOutliers(col):\n #Most represented value in data
     nce = q3-threshold\n\n if(abs(mean - most_rep) < abs(median - most_rep)):\n</pre>
     1 > upper fence] = mean\n
                                   col[col < upper fence] = mean\n else:\n</pre>
```

\n most\_rep = train\_df["LotFrontage"].value\_counts(normalize=True).index[0]\n\n q3 =  $col.quantile(0.75)\n q1 = col.quantile(0.25)\n iqr = q3 - q1\n mean = col.mean()\n$ median = col.median()\n threshold = 1.5\*iqr\n upper\_fence = q3+threshold\n lower\_fe col[col > upp er fence] = median\n col[col < upper\_fence] = median\n\n return col\n\ntrain\_df.il</pre> oc[. 1.-1] = train df iloc[. 1.-1] annlv(removeOutliers, axis=1)\ntest df iloc[. 1.

train\_df

|      | Id   | MSSubClass | MSZoning | LotFrontage | LotArea | Street | LotShape | LandContour l |
|------|------|------------|----------|-------------|---------|--------|----------|---------------|
| 0    | 1    | 60         | 3        | 65.0        | 8450    | 1      | 3        | 3             |
| 1    | 2    | 20         | 3        | 80.0        | 9600    | 1      | 3        | 3             |
| 2    | 3    | 60         | 3        | 68.0        | 11250   | 1      | 0        | 3             |
| 3    | 4    | 70         | 3        | 60.0        | 9550    | 1      | 0        | 3             |
| 4    | 5    | 60         | 3        | 84.0        | 14260   | 1      | 0        | 3             |
|      |      |            |          |             |         |        |          |               |
| 1455 | 1456 | 60         | 3        | 62.0        | 7917    | 1      | 3        | 3             |
| 1456 | 1457 | 20         | 3        | 85.0        | 13175   | 1      | 3        | 3             |
| 1457 | 1458 | 70         | 3        | 66.0        | 9042    | 1      | 3        | 3             |
| 1458 | 1459 | 20         | 3        | 68.0        | 9717    | 1      | 3        | 3             |
| 1459 | 1460 | 20         | 3        | 75.0        | 9937    | 1      | 3        | 3             |

1460 rows × 59 columns

# Classifiers

# Decision Tree

Decision trees are supervised learning algorithms that are used both in classification and regression problems. They can be prone to bias and overfitting depending on our features and the shape of our tree in case of an unbalanced tree (prunning can also help with that). It works by using our features to answer questions and split into branches that lead to nodes where it essentially reaches a classification or regression result.

# Hyperparameters description

```
max_depth: how tall the resulting tree is going to be min_samples_split: min number of samples needed to branch out
```

```
# train and predict
dt = DecisionTreeRegressor (criterion="friedman_mse", random_state = 54)

params_grid = {"max_depth":[10, 30, 50, 70], "min_samples_split":[4, 6, 8, 10, 20, 25, 40, clf = GridSearchCV(dt, params_grid, scoring="neg_root_mean_squared_error")

clf.fit(X_train, Y_train)
```

```
► GridSearchCV
► estimator: DecisionTreeRegressor

► DecisionTreeRegressor
```

```
Y_pred = clf.predict(X_test)

# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y_pred
    })
submission.to_csv('dt1.csv', index=False)

files.download('dt1.csv')
```

#### Kaggle Score: 0.18829

# Random Forests

Random forest is an ensemble machine learning lagorithm that combines the output of multiple decision trees to reach a single result. Random forests unlike decision trees alone also considers subsets of splits across our features as opposed to all of them. In addition it uses bagging, so all of our weak individual trees are trained in parallel to reach a single result.

## Hyperparameters description

```
n_estimators: numbers of weak learners to use
max_depth: how tall the resulting tree is going to be
min_samples_split: min number of samples needed to branch out
```

### Previous best

```
{'ccp_alpha': 0.01, 'max_depth': 30, 'min_samples_split': 6, 'n_estimators': 100}
-29106.029586321634 -- 0.14 kaggle

# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y_pred
     })
submission.to_csv('rfr.csv', index=False)

files.download('rfr.csv')
```

# Ridge Regression

Ridge is a type of regularized regression that aims to penalize parameters that bring complexity into the model by shrinking them however the coefficients are squared as opposed to the magnitude like in lasso.

# Hyperparameters description

alpha: regularization parameter, how much it penalizes irrelevant features

```
params_grid = {"alpha":[0.8, 1, 1.2, 1.4, 1.6, 1.8, 2]}
ridge = Ridge(random_state=54)
clf_ridge = GridSearchCV(ridge , params_grid, scoring="neg_root_mean_squared_error")
clf_ridge.fit(X_train, Y_train)
      GridSearchCV
      ▶ estimator: Ridge
            ▶ Ridge
Y_pred = clf_ridge.predict(X_test)
print(clf_ridge.best_params_)
     {'alpha': 2}
# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y_pred
    })
submission.to_csv('ridge.csv', index=False)
files.download('ridge.csv')
```

# Lasso Regression

Lasso is a type of regularized regression that aims to penalize parameters that introduce too much complexity to the model by multiplying a parameter alpha; progressively shrinking them. However,

one of the weaknesses is that is can entirely shrink certain weights out of our model depending on the regularization strength.

### Hyperparameters description

alpha: regularization parameter, how much it penalizes irrelevant features

```
params_grid = {"alpha":[0.2, 0.4, 0.5, 1, 1.2, 1.4, 1.6, 1.8, 2, 3, 5, 7]}
#1000 iterations were not enough for convergence
lasso = Lasso(random_state=54, max_iter=1000000, selection="random")
clf_lasso = GridSearchCV(lasso , params_grid, scoring="neg_root_mean_squared_error")
clf_lasso.fit(X_train, Y_train)
         GridSearchCV
      ▶ estimator: Lasso
            ▶ Lasso
Y pred = clf lasso.predict(X test)
print(clf_lasso.best_params_)
     {'alpha': 7}
# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y_pred
submission.to_csv('lasso.csv', index=False)
files.download('lasso.csv')
```

# XGradientBoost

Gradient boosting is a type of ensemble model machine learning algorithm. It uses "boosting" which is a update sequential models denoted by the number of boosting rounds to perform. Every boosting round learns from the previous one making even weak learners perform better than individual decision trees. It also differentiates from Bagging because it doesn't averge a set number

of models. This particular scikit model also has the ability to specify prunning parameters so that we can adjust models that are being affected by the data's inherent variability.

## Hyperparameters description

```
loss: the way the distance between predictions are calculated (expected - output)
learning_rate: parameter that controls the rate of change throughout the learning process
n estimators: numbers of weak learners to use
max_depth: how tall the resulting tree is going to be
min_samples_split: min number of samples needed to branch out
max_features: applying an operation for the top number of features to consider
subsample: fraction of samples to train the base learners
ccp_alpha: prunning parameter, (reduces variance)
params_grid = {"loss":["squared_error", "quantile"], "learning_rate": [0.05, 0.1, 0.115, 0.
xgbr = GradientBoostingRegressor(random_state=54)
clf_xgbr = GridSearchCV(xgbr , params_grid, scoring="neg_root_mean_squared_error")
clf_xgbr.fit(X_train, Y_train)
                    GridSearchCV
      ▶ estimator: GradientBoostingRegressor
            ▶ GradientBoostingRegressor
Y_pred = clf_xgbr.predict(X_test)
print(clf_xgbr.best_params_)
     {'learning_rate': 0.1, 'loss': 'squared_error', 'max_depth': 5, 'max_features': None, '
# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y pred
    })
submission.to_csv('xgbr.csv', index=False)
files.download('xgbr.csv')
```

# Using the base line from before for fine tunning

```
params_grid = {"subsample":[0.4, 0.6, 0.8, 1], "learning_rate": [0.12], "n_estimators":[100]
xgbr = GradientBoostingRegressor(random_state=54, n_iter_no_change=100, loss="absolute_err
clf_xgbr = GridSearchCV(xgbr , params_grid, scoring="neg_root_mean_squared_error", cv=10)
clf_xgbr.fit(X_train, Y_train)
                    GridSearchCV
      ▶ estimator: GradientBoostingRegressor
            ▶ GradientBoostingRegressor
Y_pred = clf_xgbr.predict(X_test)
print(clf_xgbr.best_params_)
print(clf_xgbr.best_score_)
     {'ccp_alpha': 0.1, 'learning_rate': 0.12, 'max_depth': 5, 'min_samples_leaf': 2, 'min_s
     -45228.794299142275
# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y pred
submission.to_csv('xgbr.csv', index=False)
files.download('xgbr.csv')
```

# More fine tunning using the previous best score

Trying some prunning using impurities and different alpha values on previous best estimators

```
params_grid = {"subsample":[0.8], "learning_rate": [0.115], "n_estimators":[110] , "max_dep
xgbr_2 = GradientBoostingRegressor(random_state=54, min_samples_split= 30, min_samples_leaf
clf_xgbr_2 = GridSearchCV(xgbr_2 , params_grid, scoring="neg_root_mean_squared_error", cv=5
```

clf\_xgbr\_2.fit(X\_train, Y\_train)

```
► GridSearchCV

► estimator: GradientBoostingRegressor

► GradientBoostingRegressor
```

```
Y_pred = clf_xgbr_2.predict(X_test)

print(clf_xgbr_2.best_params_)
print(clf_xgbr_2.best_score_)

{'alpha': 0.04, 'ccp_alpha': 0.01, 'learning_rate': 0.115, 'max_depth': 5, 'min_impurit -124051.20754867699
```

#### Best Score

```
model: {'learning_rate': 0.115, 'loss': 'absolute_error', 'max_depth': 5, 'min_samples_leaf': 2,
'min_samples_split': 30, 'n_estimators': 110, 'subsample': 0.8}
RMSE: -28064.08723214544
params grid = {"subsample":[0.8], "learning rate": [0.115], "n estimators":[110], "max dep
xgbr_2 = GradientBoostingRegressor(random_state=54, min_samples_split= 30, min_samples_leaf
clf_xgbr_2 = GridSearchCV(xgbr_2 , params_grid, scoring="neg_root_mean_squared_error", cv=1
clf_xgbr_2.fit(X_train, Y_train)
Y_pred = clf_xgbr_2.predict(X_test)
print(clf_xgbr_2.best_params_)
print(clf_xgbr_2.best_score_)
     {'learning_rate': 0.115, 'max_depth': 5, 'min_impurity_decrease': 0, 'n_estimators': 11
     -28064.08723214544
# prepare a submission file
submission = pd.DataFrame({
        "Id": test_df["Id"],
        "SalePrice": Y_pred
submission.to_csv('xgbr.csv', index=False)
files.download('xgbr.csv')
```

# Doing some more transformations to improve XGradient Boosting

```
for col in X_train.columns:
  #Let's take a look again at the distribution of values
  print(X_train[col].value_counts(normalize=True))
     20
            0.367123
     60
            0.204795
     50
            0.098630
     120
            0.059589
     30
            0.047260
     160
            0.043151
     70
            0.041096
     80
            0.039726
     90
            0.035616
     190
            0.020548
     85
            0.013699
     75
            0.010959
     45
            0.008219
     180
            0.006849
     40
            0.002740
     Name: MSSubClass, dtype: float64
          0.788356
     4
          0.149315
     1
          0.044521
     2
          0.010959
          0.006849
     Name: MSZoning, dtype: float64
     0.0
              0.177397
     60.0
              0.097945
     70.0
              0.047945
     80.0
              0.047260
     50.0
              0.039041
                . . .
     137.0
              0.000685
     38.0
              0.000685
     33.0
              0.000685
     150.0
              0.000685
     46.0
              0.000685
     Name: LotFrontage, Length: 111, dtype: float64
     7200
              0.017123
     9600
              0.016438
     6000
              0.011644
     9000
              0.009589
     8400
              0.009589
     14601
              0.000685
     13682
              0.000685
     4058
              0.000685
     17104
              0.000685
```

9717

0.000685

```
Name: LotArea, Length: 1073, dtype: float64
          0.99589
          0.00411
     Name: Street, dtype: float64
         0.633562
     0
          0.331507
     1
          0.028082
          0.006849
     Name: LotShape, dtype: float64
         0.897945
     0
          0.043151
     1
          0.034247
          0.024658
train_df.insert(1, "TotalSF", value=0)
test_df.insert(1, "TotalSF", value=0)
#Making a new feature, total squared footage
for col in train_df.columns:
 if("SF" in col and col != "TotalSF"):
    #Treating nans before sum
   train_df[col] = train_df[col].replace(np.nan, 0)
    test_df[col] = test_df[col].replace(np.nan, 0)
    train_df["TotalSF"] = train_df["TotalSF"] + train_df[col]
    test_df["TotalSF"] = test_df["TotalSF"] + test_df[col]
    #Dropping after adding
    train_df.drop(col, inplace=True, axis=1)
    test df.drop(col, inplace=True, axis=1)
 elif("Porch" in col):
    train_df["TotalSF"] = train_df["TotalSF"] + train_df[col]
    test_df["TotalSF"] = test_df["TotalSF"] + test_df[col]
    #Dropping after adding
   train_df.drop(col, inplace=True, axis=1)
    test df.drop(col, inplace=True, axis=1)
  elif("Area" in col and col != "TotalArea"): #Making a new feature, total area
    #Treating nans before sum
   train_df[col] = train_df[col].replace(np.nan, 0)
    test_df[col] = test_df[col].replace(np.nan, 0)
    train_df["TotalSF"] = train_df["TotalSF"] + train_df[col]
    test_df["TotalSF"] = test_df["TotalSF"] + test_df[col]
    #Dropping after adding
    train_df.drop(col, inplace=True, axis=1)
    test df.drop(col, inplace=True, axis=1)
```

train\_df

|      | Id   | TotalSF | MSSubClass | MSZoning | LotFrontage | Street | LotShape | LandContour | ι |
|------|------|---------|------------|----------|-------------|--------|----------|-------------|---|
| 0    | 1    | 14387.0 | 60         | 3        | 65.0        | 1      | 3        | 3           |   |
| 1    | 2    | 15406.0 | 20         | 3        | 80.0        | 1      | 3        | 3           |   |
| 2    | 3    | 17474.0 | 60         | 3        | 68.0        | 1      | 0        | 3           |   |
| 3    | 4    | 15173.0 | 70         | 3        | 60.0        | 1      | 0        | 3           |   |
| 4    | 5    | 22408.0 | 60         | 3        | 84.0        | 1      | 0        | 3           |   |
|      |      |         |            |          |             |        |          |             |   |
| 1455 | 1456 | 13617.0 | 60         | 3        | 62.0        | 1      | 3        | 3           |   |
| 1456 | 1457 | 21210.0 | 20         | 3        | 85.0        | 1      | 3        | 3           |   |
| 1457 | 1458 | 16338.0 | 70         | 3        | 66.0        | 1      | 3        | 3           |   |
| 1458 | 1459 | 13606.0 | 20         | 3        | 68.0        | 1      | 3        | 3           |   |
| 1459 | 1460 | 15751.0 | 20         | 3        | 75.0        | 1      | 3        | 3           |   |

1460 rows × 49 columns

```
print("Range of values per remainining features")
for col in train_df.columns[1:-1]:
    print("Column: ", col, "\n range: ", len(train_df[col].value_counts(normalize=True)))
```

Range of values per remainining features

Column: TotalSF range: 1389

Column: MSSubClass

range: 15

Column: MSZoning

range: 5

Column: LotFrontage

range: 111 Column: Street

range: 2

Column: LotShape

range: 4

Column: LandContour

range: 4

Column: Utilities

range: 2

Column: LotConfig

range: 5

Column: LandSlope

range: 3

Column: Neighborhood

range: 25

Column: Condition1

range: 9

Column: Condition2

range: 8

Column: BldgType

range: 5

Column: HouseStyle

range: 8

Column: OverallQual

range: 10

Column: OverallCond

range: 9

Column: YearBuilt

range: 112

Column: YearRemodAdd

range: 61

Column: RoofStyle

range: 6

Column: RoofMatl

range: 8

Column: Exterior1st

range: 15

Column: Exterior2nd

range: 16

Column: ExterQual

range: 4

Column: ExterCond

range: 5

Column: Foundation

range: 6

Column: BsmtQual

range: 4

Column: BsmtFinType1

range: 6

Column: Heating

train\_df.drop("YearRemodAdd", axis=1, inplace=True)
test\_df.drop("YearRemodAdd", axis=1, inplace=True)

```
binerizer_100 = []
binerizer_10 = []
for col in train_df.columns[1:-2]:
  count = len(train_df[col].value_counts(normalize=True))
 if(count > 100):
    binerizer_100.append(col)
 elif(count > 10):
    binerizer_10.append(col)
print("binerizer_100 : ",binerizer_100)
print("binerizer_10 : ",binerizer_10)
#Let's use kmeans because of the spread of the values
est = KBinsDiscretizer(encode="ordinal", strategy="kmeans")
train_df[binerizer_100] = est.fit_transform(train_df[binerizer_100])
test_df[binerizer_100] = est.transform(test_df[binerizer_100])
est = KBinsDiscretizer(encode="ordinal", strategy="kmeans")
train_df[binerizer_10] = est.fit_transform(train_df[binerizer_10])
test df[binerizer 10] = est.transform(test df[binerizer 10])
     binerizer_100 : ['TotalSF', 'LotFrontage', 'YearBuilt']
     binerizer_10 : ['MSSubClass', 'Neighborhood', 'Exterior1st', 'Exterior2nd', 'TotRmsAbv
     /usr/local/lib/python3.10/dist-packages/sklearn/preprocessing/_discretization.py:268: C
       centers = km.fit(column[:, None]).cluster_centers_[:, 0]
                                                                                            •
quality_cols = []
for col in train df.columns:
  if("QC" in col or "Qual" in col):
    quality_cols.append(col)
#The other qualities don't seem to be directly related to overall quality yet, overall qual
print(train_df[quality_cols])
quality_cols.remove("OverallQual")
train_df.drop(quality_cols, inplace=True, axis=1)
test_df.drop(quality_cols, inplace=True, axis=1)
           OverallQual ExterQual BsmtQual HeatingQC KitchenQual
     0
                     7
                                2
                                           2
                                                                   2
     1
                                3
                                          2
                                                      0
                                                                   3
                     6
     2
                     7
                                2
                                           2
                                                      0
                                                                   2
     3
                     7
                                3
                                           3
                                                      2
                                                                   2
     4
                     8
                                2
                                          2
                                                      0
                                                                   2
     1455
                     6
                                3
                                          2
                                                      0
                                                                   3
```

3

0

3

2

3

3

4

0

2

3

2

6

7

5

1456

1457

1458

1459 5 2 3 2

[1460 rows x 5 columns]

train\_df.columns

bath\_cols = []

\_ \_ \_ \_ \_ \_