## Individual Project

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```
library(rpart)
library(rpart.plot)
library(MASS)
library(caret)
## Loading required package: ggplot2
## Loading required package: lattice
library(randomForest)
## randomForest 4.7-1.1
## Type rfNews() to see new features/changes/bug fixes.
##
## Attaching package: 'randomForest'
## The following object is masked from 'package:ggplot2':
##
##
       margin
library(gbm)
## Loaded gbm 2.2.2
## This version of gbm is no longer under development. Consider transitioning to gbm3, https://github.com/
gbm-developers/gbm3
library(tidyverse)
## -- Attaching core tidyverse packages -
                                                                — tidyverse 2.0.0 —
## √ dplyr
               1.1.4
                        √ readr
                                      2.1.5
## √ forcats 1.0.0

√ stringr

                                      1.5.1
## ✓ lubridate 1.9.3
                        √ tibble
                                      3.2.1
## √ purrr
              1.0.2
                         √ tidyr
                                      1.3.1
## -- Conflicts -
                                                          – tidyverse_conflicts() —
## X dplyr::combine()
                            masks randomForest::combine()
## X dplyr::filter()
                          masks stats::filter()
## X dplyr::lag()
                            masks stats::lag()
## X purrr::lift()
                            masks caret::lift()
## X randomForest::margin() masks ggplot2::margin()
## X dplyr::select()
                            masks MASS::select()
## i Use the conflicted package (<a href="http://conflicted.r-lib.org/">http://conflicted.r-lib.org/</a>) to force all conflicts to become errors
```

```
library(dplyr)
library(BART)
```

```
## Loading required package: nlme
##
## Attaching package: 'nlme'
##
## The following object is masked from 'package:dplyr':
##
## collapse
##
## Loading required package: survival
##
## Attaching package: 'survival'
##
## The following object is masked from 'package:caret':
##
## cluster
```

```
library(tree)
library(cluster)
```

## reading of austin dataset and making another column as loglatestprice from latestprice, also dropping streetadress and description

```
austin_data <- read.csv("austinhouses.csv")

# Include all predictors except 'streetAddress' and 'description'
austin_data <- austin_data %>%
    select(-streetAddress, -description)

# Add a new column 'logLatestPrice' based on 'latestPrice'
austin_data <- austin_data %>%
    mutate(logLatestPrice = log(latestPrice))

# Display the first few rows of the modified dataset
head(austin_data)
```

```
zipcode latitude longitude garageSpaces hasAssociation hasGarage hasSpa
       78717 30.49564 -97.79787
## 1
                                             0
                                                                    FALSE FALSE
       78717 30.48878 -97.79490
                                              2
                                                          TRUE
## 2
                                                                     TRUF
                                                                           FALSE
## 3
       78725 30.23315 -97.58732
                                              2
                                                         FALSE
                                                                     TRUE
                                                                           FALSE
## 4
       78725 30.23824 -97.57833
                                              2
                                                          TRUE
                                                                     TRUE
                                                                           FALSE
## 5
       78726 30.42646 -97.85929
                                              2
                                                          TRUE
                                                                     TRUE
                                                                           FALSE
       78726 30.42596 -97.85841
                                              0
## 6
                                                          TRUE
                                                                    FALSE FALSE
##
     hasView
                   homeType yearBuilt latestPrice latest saledate latest salemonth
## 1
       FALSE Single Family
                                  2008
                                             400.0
                                                         2020-01-10
                                                                                     1
## 2
       FALSE Single Family
                                  2013
                                              549.9
                                                         2018-03-13
                                                                                     3
## 3
       FALSE Single Family
                                  1999
                                             240.0
                                                         2020-12-31
                                                                                    12
       FALSE Single Family
                                                                                     1
## 4
                                  2012
                                              200.0
                                                         2018-01-30
        TRUE Single Family
                                                                                    11
## 5
                                  2004
                                              875.0
                                                         2020-11-09
## 6
       FALSE Single Family
                                  2005
                                              830.0
                                                         2019-09-17
                                                                                     9
##
     latest_saleyear numOfPhotos numOfAccessibilityFeatures numOfAppliances
## 1
                 2020
                                                                               3
                                20
                                                              0
## 2
                 2018
                                69
                                                              0
                                                                               4
## 3
                 2020
                                10
                                                              0
                                                                               4
## 4
                 2018
                                33
                                                              0
                                                                               5
## 5
                 2020
                                38
                                                                               8
                                                              0
## 6
                 2019
                                37
                                                              0
                                                                               4
     numOfParkingFeatures numOfPatioAndPorchFeatures numOfSecurityFeatures
## 1
                         2
                                                      0
                                                                              0
                         3
## 2
                                                      0
                                                                              0
## 3
                         2
                                                      2
                                                                              0
                         2
## 4
                                                      а
                                                                              0
## 5
                         2
                                                      4
                                                                              1
## 6
                         1
                                                      1
                                                                              3
##
     numOfWaterfrontFeatures numOfWindowFeatures numOfCommunityFeatures
                            0
## 1
                                                  0
                                                                          0
## 2
                            0
                                                  0
                                                                          0
## 3
                            0
                                                  0
                                                                          0
## 4
                            0
                                                  0
                                                                          0
                            0
                                                  0
                                                                          0
## 5
## 6
                            0
                                                  1
##
     lotSizeSqFt livingAreaSqFt avgSchoolDistance avgSchoolRating avgSchoolSize
## 1
          7666.0
                            2228
                                           1.900000
                                                            8.333333
## 2
          8494.0
                            3494
                                           3.300000
                                                            7.666667
                                                                                1259
## 3
          5183.0
                            1534
                                           1.800000
                                                             3,000000
                                                                                1457
## 4
          8145.0
                            1652
                                           1.966667
                                                             3.000000
                                                                                1457
## 5
         30056.4
                            3402
                                           2.066667
                                                            7.000000
                                                                                1277
## 6
         19166.4
                            3573
                                           2.000000
                                                             7.000000
                                                                                1277
     MedianStudentsPerTeacher numOfBathrooms numOfBedrooms numOfStories
## 1
                                              2
                                                             3
                            16
                                                                          1
## 2
                            14
                                              5
                                                            4
                                                                          2
                                              3
## 3
                            13
                                                            3
                                                                          1
## 4
                            13
                                              2
                                                             3
                                                                          1
## 5
                            16
                                              4
                                                             4
                                                                          2
                                              5
## 6
                            16
                                                             4
                                                                          2
##
     logLatestPrice
## 1
           5.991465
## 2
           6.309736
## 3
            5.480639
## 4
            5.298317
## 5
           6.774224
## 6
            6.721426
```

```
[1] "zipcode"
                                      "latitude"
   [3] "longitude"
                                      "garageSpaces"
                                      "hasGarage"
   [5] "hasAssociation"
   [7] "hasSpa"
                                      "hasView"
## [9] "homeType"
                                      "yearBuilt"
## [11] "latestPrice"
                                      "latest_saledate"
## [13] "latest salemonth"
                                      "latest saleyear"
## [15] "numOfPhotos"
                                      "numOfAccessibilityFeatures"
## [17] "numOfAppliances"
                                      "numOfParkingFeatures"
## [19] "numOfPatioAndPorchFeatures"
                                     "numOfSecurityFeatures"
## [21] "numOfWaterfrontFeatures"
                                      "numOfWindowFeatures"
## [23] "numOfCommunityFeatures"
                                      "lotSizeSqFt"
## [25] "livingAreaSqFt"
                                      "avgSchoolDistance"
                                      "avgSchoolSize"
## [27] "avgSchoolRating"
## [29] "MedianStudentsPerTeacher"
                                      "numOfBathrooms"
## [31] "numOfBedrooms"
                                      "numOfStories"
## [33] "logLatestPrice"
```

## printing out categorical variables

```
str(austin_data)
```

```
## 'data.frame':
                 6784 obs. of 33 variables:
## $ zipcode
                            : int 78717 78717 78725 78725 78726 78726 78725 78725 78744 78726 ...
## $ latitude
                            : num 30.5 30.5 30.2 30.2 30.4 ...
## $ longitude
                            : num -97.8 -97.8 -97.6 -97.6 -97.9 ...
                            : int 0222200022...
## $ garageSpaces
## $ hasAssociation
                            : logi TRUE TRUE FALSE TRUE TRUE TRUE ...
                            : logi FALSE TRUE TRUE TRUE TRUE FALSE ...
## $ hasGarage
## $ hasSpa
                           : logi FALSE FALSE FALSE FALSE FALSE ...
## $ hasView
                           : logi FALSE FALSE FALSE TRUE FALSE ...
                           : chr "Single Family" "Single Family" "Single Family" "Single Family" ...
## $ homeType
## $ yearBuilt
                            : int 2008 2013 1999 2012 2004 2005 2000 2009 2016 1988 ...
## $ latestPrice
                           : num 400 550 240 200 875 ...
                           : chr "2020-01-10" "2018-03-13" "2020-12-31" "2018-01-30" ...
## $ latest saledate
## $ latest salemonth
                           : int 1 3 12 1 11 9 6 3 3 3 ...
## $ latest_saleyear
                            : int 2020 2018 2020 2018 2020 2019 2019 2019 2018 2020 ...
## $ numOfPhotos
                            : int 20 69 10 33 38 37 24 26 31 8 ...
## $ numOfAccessibilityFeatures: int 0000000000...
## $ numOfAppliances
                    : int 3445844472...
## $ numOfParkingFeatures : int 2 3 2 2 2 1 1 1 2 2 ...
## $ numOfPatioAndPorchFeatures: int 0020410002...
  $ numOfSecurityFeatures : int 0000131002...
   $ numOfWaterfrontFeatures : int 0000000000...
##
  $ numOfWindowFeatures : int 0000010001...
##
## $ numOfCommunityFeatures : int 00000000000...
## $ lotSizeSqFt
                           : num 7666 8494 5183 8145 30056 ...
## $ livingAreaSqFt
                            : int 2228 3494 1534 1652 3402 3573 2035 1304 1907 2484 ...
## $ avgSchoolDistance
                            : num 1.9 3.3 1.8 1.97 2.07 ...
## $ avgSchoolRating
                            : num 8.33 7.67 3 3 7 ...
## $ avgSchoolSize
                            : int 1481 1259 1457 1457 1277 1277 1457 1457 1532 1275 ...
## $ MedianStudentsPerTeacher : int 16 14 13 13 16 16 13 13 12 15 ...
                            : num 2532453233...
## $ numOfBathrooms
  $ numOfBedrooms
                            : int 3 4 3 3 4 4 3 3 3 4 ...
## $ numOfStories
                            : int 1211222122...
  $ logLatestPrice
                            : num 5.99 6.31 5.48 5.3 6.77 ...
```

```
# Identify categorical variables based on the number of unique values
categorical_vars <- sapply(austin_data, function(x) is.factor(x) || length(unique(x)) < 10)</pre>
categorical_vars <- names(austin_data)[categorical_vars]</pre>
# Print the categorical variables
print("Categorical variables in the dataset:")
## [1] "Categorical variables in the dataset:"
print(categorical_vars)
   [1] "hasAssociation"
                                      "hasGarage"
## [3] "hasSpa"
                                      "hasView"
## [5] "homeType"
                                      "latest saleyear"
## [7] "numOfAccessibilityFeatures" "numOfParkingFeatures"
## [9] "numOfPatioAndPorchFeatures" "numOfSecurityFeatures"
## [11] "numOfWaterfrontFeatures"
                                      "numOfWindowFeatures"
## [13] "numOfCommunityFeatures"
                                      "numOfBedrooms"
```

## checking the correlation between loglatest price and numoofphotos.

```
correlation <- cor(austin_data$numOfPhotos, austin_data$latestPrice, use = "complete.obs")
print(correlation)</pre>
```

```
## [1] 0.1815243
```

- Since we have a very weak correlation between the latest price and numOfPhotos, it is better to drop this column. also clubbing it with other columns would not increase the significance of it.
- Also since the homeType has only one type of value which is "Single Family" its not telling us anything about the latest price and is redundant throughout the whole data set so we will drop it.
- I will also drop has Garage column since its a true and false values also the noofgarage column signifies the same thing if its false by the number 0 so it has no meaning and is only presenting redundant information.

```
austin_data <- austin_data %>%
select(-numOfPhotos)

austin_data <- austin_data %>%
select(-homeType)

austin_data <- austin_data %>%
select(-hasGarage)
```

## Calculate the age of the property

## [15] "numOfStories"

```
current_year <- as.numeric(format(Sys.Date(), "%Y"))
austin_data <- austin_data %>%
  mutate(property_age = current_year - yearBuilt)
```

### Calculate the time since the last sale

```
current_year <- as.numeric(format(Sys.Date(), "%Y"))
austin_data <- austin_data %>%
mutate(time_since_last_sale = current_year - latest_saleyear)
```

## removing yearbuilt after calculating property\_age column

```
austin_data <- austin_data %>%
select(-yearBuilt)
```

• Since we are already capturing the age of property and the time since last sale, along with this we also have sale month and sale year the latest sale date column has no significance, so we will drop it.

## removing latest\_salesdate and latest\_salesyear

```
austin_data <- austin_data %>%
select(-latest_saledate)

austin_data <- austin_data %>%
select(-latest_saleyear)
```

## printing the num rows in my dataset

```
num_rows <- nrow(austin_data)
print(num_rows)

## [1] 6784</pre>
```

## Convert binary columns to numeric

```
austin_data <- austin_data %>%
mutate(
  hasAssociation = as.numeric(hasAssociation),
  hasSpa = as.numeric(hasSpa),
  hasView = as.numeric(hasView)
)
```

```
austin_data <- austin_data %>%
mutate(combined_features = hasAssociation + hasSpa + hasView)
```

• Since we have made an another single column by the name of group\_mean\_price by associating "hasAssociation", "hasSpa", "hasView" columns we will drop these columns now.

## after making the groupmeanprice column with hascolumns, i am dropping these 3 columns

```
austin_data <- austin_data %>%
select(-hasAssociation, -hasSpa, -hasView)
```

## Perform k-means clustering

```
set.seed(123)
k <- 7 # Number of clusters
kmeans_result <- kmeans(austin_data[, c("latitude", "longitude")], centers = k)</pre>
```

## Add the cluster assignments to the dataset

```
austin_data$location_cluster <- kmeans_result$cluster</pre>
```

### Create a season feature

```
austin_data <- austin_data %>%
mutate(season = case_when(
    latest_salemonth %in% c(12, 1, 2) ~ "Winter",
    latest_salemonth %in% c(3, 4, 5) ~ "Spring",
    latest_salemonth %in% c(6, 7, 8) ~ "Summer",
    latest_salemonth %in% c(9, 10, 11) ~ "Fall"
))
```

### Convert season to a factor

```
austin_data$season <- factor(austin_data$season, levels = c("Winter", "Spring", "Summer", "Fall"))</pre>
```

## Create the external\_features column by summing up the specified columns

# after making external\_features as one column by summing up all the features columns i am dropping all these columns

```
austin_data <- austin_data %>%
mutate(external_features = external_features + numOfAccessibilityFeatures)
```

```
austin_data <- austin_data %>%
select(-numOfAccessibilityFeatures)
```

## Create the total\_amneties column by summing up the specified columns

# after making total amneties as one column by summing up all the numof columns, i am dropping all these columns

```
austin_data <- austin_data %>%
mutate(total_amneties = total_amneties + garageSpaces)
```

```
austin_data <- austin_data %>%
select( -garageSpaces )
```

### Create ratio features

## (a) Split the data set into a training set and a test set.

```
# Hold out 20% of the data as a final validation set
train_ix = createDataPartition(austin_data$logLatestPrice, p = 0.8)
austin_train = austin_data[train_ix$Resample1,]
austin_test = austin_data[-train_ix$Resample1,]
```

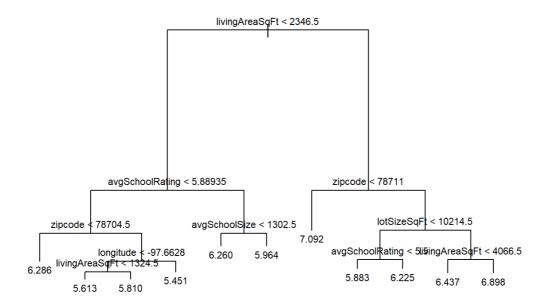
```
#-----TREE--AND----PRUNEDTREE------
```

tree.austin\_data <-tree(logLatestPrice ~ zipcode + latitude + longitude + latest\_salemonth + lotSizeSqFt +
livingAreaSqFt + avgSchoolDistance + avgSchoolRating + avgSchoolSize + MedianStudentsPerTeacher + time\_sin
ce\_last\_sale + combined\_features + location\_cluster + season + property\_age + external\_features + total\_am
neties , austin\_train)</pre>

summary(tree.austin data)

```
##
## Regression tree:
## tree(formula = logLatestPrice ~ zipcode + latitude + longitude +
##
       latest_salemonth + lotSizeSqFt + livingAreaSqFt + avgSchoolDistance +
##
      avgSchoolRating + avgSchoolSize + MedianStudentsPerTeacher +
##
      time_since_last_sale + combined_features + location_cluster +
      season + property_age + external_features + total_amneties,
##
##
      data = austin train)
## Variables actually used in tree construction:
## [1] "livingAreaSqFt" "avgSchoolRating" "zipcode"
                                                            "longitude"
## [5] "avgSchoolSize"
                        "lotSizeSqFt"
## Number of terminal nodes: 11
## Residual mean deviance: 0.1245 = 674.4 / 5418
## Distribution of residuals:
       Min.
              1st Qu.
                         Median
                                     Mean
                                           3rd Qu.
## -5.251000 -0.180600 0.001712 0.000000 0.183000 1.973000
```

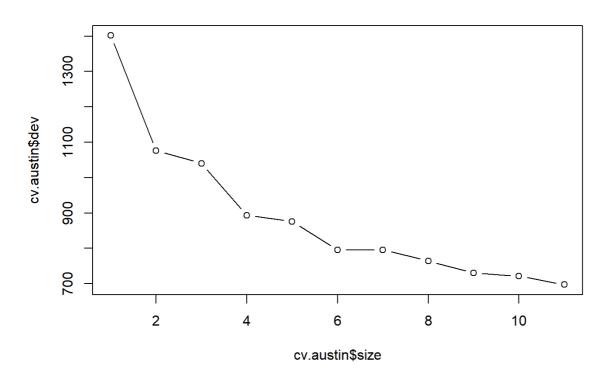
```
plot(tree.austin_data)
text(tree.austin_data, pretty = 0, cex = 0.7)
```



```
logpredictions <- predict(tree.austin_data, newdata = austin_test)
predictions <- exp(logpredictions)
actual_values <- austin_test$latestPrice
mse <- mean((actual_values - predictions)^2)
print(paste("Mean Squared Error: ", mse))</pre>
```

```
## [1] "Mean Squared Error: 104917.496891454"
```

```
cv.austin <-cv.tree(tree.austin_data)</pre>
```



```
sizes <- cv.austin$size
deviances <- cv.austin$dev
min_deviance <- min(deviances)
min_deviance_index <- which.min(deviances)
min_size <- sizes[min_deviance_index]

se <- sd(deviances) / sqrt(length(deviances))
deviance_1se <- min_deviance + se

bestsize <- sizes[which(deviances <= deviance_1se)][1]

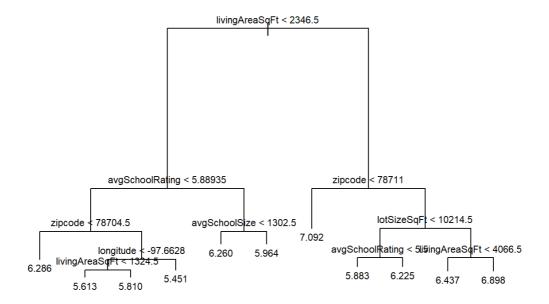
prune.austin <- prune.tree(tree.austin_data, best = bestsize)
print(paste("The minimum tree size after cross validation: ",bestsize))</pre>
```

```
## [1] "The minimum tree size after cross validation: 11"
```

```
print(paste("The optimal tree size(after pruning based on 1SE over best crossvalidation): ",min_size))
```

```
## [1] "The optimal tree size(after pruning based on 1SE over best crossvalidation): 11"
```

```
plot(prune.austin)
text(prune.austin, pretty = 0, cex = 0.7)
```



```
log_predictions <- predict(prune.austin, newdata = austin_test)
predictions <- exp(log_predictions)
actual_values <- austin_test$latestPrice
mse <- mean((actual_values - predictions)^2)
print(paste("Mean Squared Error after 1SE rule: ", mse))</pre>
```

## [1] "Mean Squared Error after 1SE rule: 104917.496891454"

#### #-----BAGGING------

#### library(randomForest)

bag.austin\_data <- randomForest(logLatestPrice ~ zipcode + latitude + longitude + latest\_salemonth + lotSi
zeSqFt + livingAreaSqFt + avgSchoolDistance + avgSchoolRating + avgSchoolSize + MedianStudentsPerTeacher +
time\_since\_last\_sale + combined\_features + location\_cluster + season + property\_age + external\_features +
total\_amneties , austin\_train,mtry =17, importance = TRUE)
bag.austin\_data</pre>

```
##
## randomForest(formula = logLatestPrice ~ zipcode + latitude +
                                                                      longitude + latest_salemonth + lotSi
                               avgSchoolDistance + avgSchoolRating + avgSchoolSize + MedianStudentsPerTeac
zeSqFt + livingAreaSqFt +
           time_since_last_sale + combined_features + location_cluster +
                                                                              season + property_age + exte
her +
rnal_features + total_amneties,
                                     data = austin_train, mtry = 17, importance = TRUE)
##
                  Type of random forest: regression
                        Number of trees: 500
##
## No. of variables tried at each split: 17
##
##
             Mean of squared residuals: 0.0818269
##
                       % Var explained: 68.29
```

```
logpredictions <- predict(bag.austin_data, newdata = austin_test)
predictions <- exp(logpredictions)
actual_values <- austin_test$latestPrice
mse <- mean((actual_values - predictions)^2)
print(paste("Mean Squared Error for Bagging: ", mse))</pre>
```

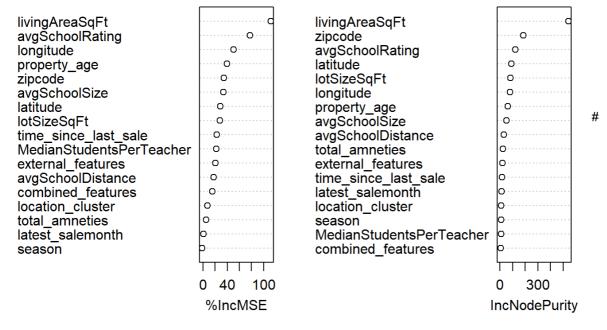
```
## [1] "Mean Squared Error for Bagging: 66664.2998034025"
```

```
# VARIABLE IMPORTANCE
important_variables <- importance(bag.austin_data)
print(important_variables)</pre>
```

```
##
                                %IncMSE IncNodePurity
## zipcode
                             34.5850594
                                           185.225163
## latitude
                             28.2902187
                                            92.331662
## longitude
                             50.5969800
                                            79.777923
## latest_salemonth
                              0.8349735
                                            14.558850
## lotSizeSqFt
                             27.8241057
                                            84.016955
## livingAreaSqFt
                            111.9704765
                                            542.627984
## avgSchoolDistance
                             17.8082299
                                            32.586985
## avgSchoolRating
                             77.8149985
                                           122,480468
## avgSchoolSize
                             33.7929037
                                            51.176408
## MedianStudentsPerTeacher 22.3138598
                                             8.748236
## time_since_last_sale
                             22.6328484
                                            17.761142
## combined_features
                             15.1561385
                                             6.167718
## location_cluster
                              7.7834641
                                            10.846431
## season
                             -1.2802299
                                            10.550595
## property_age
                             39.4687126
                                            62.053731
## external_features
                             20.5744721
                                            18.992116
## total_amneties
                              5.1915658
                                            23.163251
```

varImpPlot(bag.austin\_data)

#### bag.austin\_data



-RANDOMFOREST-

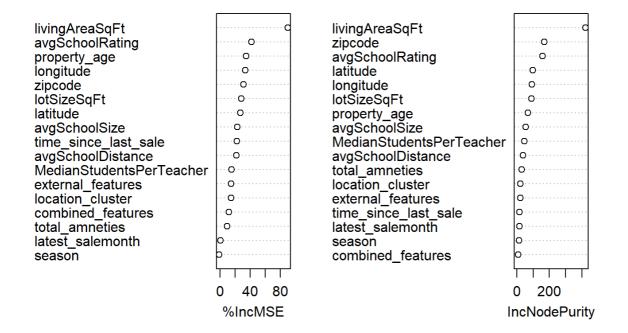
```
num_features_values = c(4, 5, 6, 7, 8, 9, 10)
evaluation_results <- matrix(NA, nrow = length(num_features_values), ncol = 2)</pre>
colnames(evaluation_results) <- c("num_features", "MSE")</pre>
for (index in 1:length(num_features_values)) {
  num_features <- num_features_values[index]</pre>
rfmodel <- randomForest(logLatestPrice ~ zipcode + latitude + longitude + latest_salemonth + lotSizeSqFt</pre>
+ livingAreaSqFt + avgSchoolDistance + avgSchoolRating + avgSchoolSize + MedianStudentsPerTeacher + time_s
ince_last_sale + combined_features + location_cluster + season + property_age + external_features + total_
amneties , austin_train,mtry = num_features,importance = TRUE)
  logpredictions <- predict(rfmodel, newdata = austin_test)</pre>
  predictions <- exp(logpredictions)</pre>
  actual_values <- austin_test$latestPrice</pre>
  mse <- mean((actual_values - predictions)^2)</pre>
  print(mse)
  evaluation_results[index, ] <- c(num_features, mse)</pre>
}
## [1] 73718.74
## [1] 72525.8
## [1] 71650.38
## [1] 69983.79
## [1] 69196.71
## [1] 68338.38
## [1] 68386.21
print(evaluation_results)
##
        num_features
                           MSE
## [1,]
                   4 73718.74
                   5 72525.80
## [2,]
                   6 71650.38
## [3,]
## [4,]
                   7 69983.79
## [5,]
                  8 69196.71
## [6,]
                  9 68338.38
                  10 68386.21
## [7,]
results_df <- as.data.frame(evaluation_results)</pre>
colnames(results_df) <- c("num_features", "MSE")</pre>
print(results_df)
##
     num_features
                        MSE
                4 73718.74
## 1
## 2
                5 72525.80
## 3
                6 71650.38
## 4
                7 69983.79
## 5
                8 69196.71
## 6
                9 68338.38
```

## 7

10 68386.21

```
# Train the final random forest model with the best mtry value
best_num_features <- results_df$num_features[which.min(results_df$MSE)]
best_rf_model <- randomForest(logLatestPrice ~ zipcode + latitude + longitude + latest_salemonth + lotSize
SqFt + livingAreaSqFt + avgSchoolDistance + avgSchoolRating + avgSchoolSize + MedianStudentsPerTeacher + t
ime_since_last_sale + combined_features + location_cluster + season + property_age + external_features + t
otal_amneties, austin_train,
    mtry = best_num_features,
    importance = TRUE
)
importance_values <- importance(best_rf_model)
varImpPlot(best_rf_model)</pre>
```

#### best\_rf\_model



```
library(BART)

x_train <- as.data.frame(austin_train[, -which(names(austin_train) %in% c("loglatestPrice", "latestPrice"))])
y_train <- austin_train$logLatestPrice

x_test <- as.data.frame(austin_test[, -which(names(austin_test) %in% c("loglatestPrice", "latestPrice"))])
y_test <- austin_test$logLatestPrice

# Fit the BART modeL
bartfit <- gbart(x_train, y_train, x.test = x_test)</pre>
```

```
## *****Calling gbart: type=1
## *****Data:
## data:n,p,np: 5429, 21, 1355
## y1,yn: -0.060002, 0.722758
## x1,x[n*p]: 78717.000000, 13.000000
## xp1,xp[np*p]: 78725.000000, 15.000000
## *****Number of Trees: 200
## *****Number of Cut Points: 40 ... 37
## *****burn,nd,thin: 100,1000,1
## ****Prior:beta,alpha,tau,nu,lambda,offset: 2,0.95,0.121778,3,2.12753e-29,6.05147
## ****sigma: 0.000000
## *****w (weights): 1.000000 ... 1.000000
## *****Dirichlet:sparse,theta,omega,a,b,rho,augment: 0,0,1,0.5,1,21,0
## *****printevery: 100
##
## MCMC
## done 0 (out of 1100)
## done 100 (out of 1100)
## done 200 (out of 1100)
## done 300 (out of 1100)
## done 400 (out of 1100)
## done 500 (out of 1100)
## done 600 (out of 1100)
## done 700 (out of 1100)
## done 800 (out of 1100)
## done 900 (out of 1100)
## done 1000 (out of 1100)
## time: 35s
## trcnt,tecnt: 1000,1000
yhat_bart_log <- bartfit$yhat.test.mean</pre>
```

```
yhat_bart_log <- bartfit$yhat.test.mean
yhat_bart <- exp(yhat_bart_log)
y_test_exp <- exp(y_test)
mse <- mean((y_test_exp - yhat_bart)^2)</pre>
```

```
print(paste("The MSE for BART: ",mse))
```

```
## [1] "The MSE for BART: 12766.1489802102"
```

```
ord <- order(bartfit$varcount.mean , decreasing = T)
bartfit$varcount.mean[ord]</pre>
```

livingAreaSqFt	longitude	logLatestPrice	##
13.362	17.519	83.569	##
total_amneties	<pre>time_since_last_sale</pre>	avgSchoolRating	##
11.237	12.683	12.991	##
combined_features	season4	zipcode	##
9.767	9.783	10.128	##
avgSchoolSize	avgSchoolDistance	season3	##
7.771	8.794	9.389	##
latitude MedianStudentsPerTeacher		season2	##
6.638	6.895	7.362	##
external_features	season1	location_cluster	##
3.463	4.599	6.298	##
latest_salemonth	property_age	lotSizeSqFt	##
0.863	1.933	2.224	##

- The MSE for BART: 12766.1489802102
- The MSE for RANDOMFOREST: mtry(9) 68338.38

- The MSE for Bagging: 66664.2998034025
- The MSE for Tree and Pruned Tree: 104917.496891454

<del>|</del>

```
austin_data2 <- read.csv("austinhouses_holdout.csv")

# Include all predictors except 'streetAddress' and 'description'
austin_data2 <- austin_data2 %>%
   select(-streetAddress, -description)

# Add a new column 'logLatestPrice' based on 'latestPrice'
austin_data2 <- austin_data2 %>%
   mutate(logLatestPrice = log(latestPrice))

# Display the first few rows of the modified dataset
head(austin_data2)
```

```
zipcode latitude longitude garageSpaces hasAssociation hasGarage hasSpa
       78749 30.20016 -97.85626
       78757 30.33993 -97.74895
## 2
                                             0
                                                         FALSE
                                                                    FALSE
                                                                           FALSE
## 3
       78747 30.13613 -97.76612
                                             1
                                                          TRUE
                                                                     TRUE
                                                                           FALSE
## 4
       78748 30.15642 -97.81450
                                             2
                                                         FALSE
                                                                     TRUE
                                                                           FALSE
       78729 30.46093 -97.77524
                                             a
                                                         FALSE
                                                                    FALSE
                                                                           FALSE
## 5
       78729 30.44455 -97.76396
                                                         FALSE
                                                                     TRUE FALSE
##
     hasView
                   homeType yearBuilt latestPrice latest saledate latest salemonth
## 1
       FALSE Single Family
                                  1999
                                                         2018-08-24
## 2
       FALSE Single Family
                                  1962
                                                 NA
                                                         2019-02-15
                                                                                     2
## 3
       FALSE Single Family
                                  2015
                                                         2020-03-10
                                                                                     3
       FALSE Single Family
                                                                                     7
## 4
                                  1987
                                                 NA
                                                         2020-07-08
       FALSE Single Family
                                                         2019-02-22
                                                                                     2
## 5
                                  1989
                                                 NA
       FALSE Single Family
                                  1990
                                                 NA
                                                         2018-10-03
                                                                                    10
     latest saleyear numOfPhotos numOfAccessibilityFeatures numOfAppliances
## 1
                 2018
                                37
## 2
                 2019
## 3
                 2020
                                28
                                                              0
                                                                               3
## 4
                 2020
                                63
                                                              0
                                                                               5
                 2019
## 5
## 6
                 2018
                                58
                                                              0
     numOfParkingFeatures numOfPatioAndPorchFeatures numOfSecurityFeatures
## 1
                         1
## 2
                         1
                                                      0
                                                                              0
## 3
                         2
                                                      0
                                                                              0
                         2
## 4
                                                                              3
## 5
## 6
                         3
##
     numOfWaterfrontFeatures numOfWindowFeatures numOfCommunityFeatures
## 1
                            0
                                                                          0
## 2
                                                  0
## 3
                                                                          0
## 4
                            0
                                                                          0
                            0
## 5
## 6
                            0
     lotSizeSqFt livingAreaSqFt avgSchoolDistance avgSchoolRating avgSchoolSize
##
## 1
            9888
                            2023
                                          1.3333333
                                                            6.666667
           10715
## 2
                            1806
                                          0.7333333
                                                            6.666667
                                                                               1153
## 3
            6359
                            2314
                                          2.4333333
                                                            5.333333
                                                                               1506
## 4
            5009
                            1891
                                          1.0000000
                                                             3.333333
                                                                                1424
## 5
            7230
                            2311
                                          1.2333333
                                                            5.333333
                                                                                1369
## 6
            6838
                            2593
                                          0.9333333
                                                             5.666667
                                                                                1402
     MedianStudentsPerTeacher numOfBathrooms numOfBedrooms numOfStories
## 1
                            16
                                             3
## 2
                            16
                                             2
                                                            3
                                                                          1
## 3
                            15
                                             3
                                                            5
                                                                          2
                                             3
                                                            4
                                                                          2
## 4
                            14
                            12
                                                            3
                                                                          2
## 6
                            12
                                             3
                                                                          2
##
     logLatestPrice
## 1
                  NA
## 2
                  NA
## 3
                  NA
## 4
                  NA
## 5
                  NΑ
## 6
                  NΑ
```

## Handling missing values

```
austin data2[is.na(austin data2)] <- -1
austin_data2 <- austin_data2 %>%
  drop_na()
print(colnames(austin_data2))
   [1] "zipcode"
                                      "latitude"
   [3] "longitude"
                                      "garageSpaces"
   [5] "hasAssociation"
                                      "hasGarage"
## [7] "hasSpa"
                                      "hasView"
## [9] "homeType"
                                      "yearBuilt"
## [11] "latestPrice"
                                      "latest saledate"
## [13] "latest_salemonth"
                                      "latest_saleyear"
## [15] "numOfPhotos"
                                      "numOfAccessibilityFeatures"
## [17] "numOfAppliances"
                                      "numOfParkingFeatures"
## [19] "numOfPatioAndPorchFeatures"
                                     "numOfSecurityFeatures"
## [21] "numOfWaterfrontFeatures"
                                      "numOfWindowFeatures"
## [23] "numOfCommunityFeatures"
                                      "lotSizeSqFt"
## [25] "livingAreaSqFt"
                                      "avgSchoolDistance"
## [27] "avgSchoolRating"
                                      "avgSchoolSize"
## [29] "MedianStudentsPerTeacher"
                                      "numOfBathrooms"
                                      "numOfStories"
## [31] "numOfBedrooms"
## [33] "logLatestPrice"
austin_data2 <- austin_data2 %>%
select(-numOfPhotos)
austin_data2 <- austin_data2 %>%
select(-homeType)
austin_data2 <- austin_data2 %>%
select(-hasGarage)
```

## Calculate the age of the property

```
current_year <- as.numeric(format(Sys.Date(), "%Y"))
austin_data2 <- austin_data2 %>%
mutate(property_age = current_year - yearBuilt)
```

### Calculate the time since the last sale

```
current_year <- as.numeric(format(Sys.Date(), "%Y"))
austin_data2 <- austin_data2 %>%
mutate(time_since_last_sale = current_year - latest_saleyear)
```

## removing yearbuilt after calculating property\_age column

```
austin_data2 <- austin_data2 %>%
select(-yearBuilt)
```

## removing latest\_salesdate and latest\_salesyear

```
austin_data2 <- austin_data2 %>%
select(-latest_saledate)

austin_data2 <- austin_data2 %>%
select(-latest_saleyear)
```

## printing the num rows in my dataset

```
num_rows <- nrow(austin_data2)
print(num_rows)

## [1] 6785</pre>
```

## Convert binary columns to numeric

```
austin_data2 <- austin_data2 %>%
mutate(
   hasAssociation = as.numeric(hasAssociation),
   hasSpa = as.numeric(hasSpa),
   hasView = as.numeric(hasView)
)
```

```
austin_data2 <- austin_data2 %>%
mutate(combined_features = hasAssociation + hasSpa + hasView)
```

## after making the groupmeanprice column with hascolumns, i am dropping these 3 columns

```
austin_data2 <- austin_data2 %>%
select(-hasAssociation, -hasSpa, -hasView)
```

## Perform k-means clustering

```
set.seed(123)
k <- 7 # Number of clusters
kmeans_result <- kmeans(austin_data2[, c("latitude", "longitude")], centers = k)</pre>
```

## Add the cluster assignments to the dataset

```
austin_data2$location_cluster <- kmeans_result$cluster
```

### Create a season feature

```
austin_data2 <- austin_data2 %>%
mutate(season = case_when(
    latest_salemonth %in% c(12, 1, 2) ~ "Winter",
    latest_salemonth %in% c(3, 4, 5) ~ "Spring",
    latest_salemonth %in% c(6, 7, 8) ~ "Summer",
    latest_salemonth %in% c(9, 10, 11) ~ "Fall"
))
```

### Convert season to a factor

```
austin_data2$season <- factor(austin_data2$season, levels = c("Winter", "Spring", "Summer", "Fall"))</pre>
```

## Create the external\_features column by summing up the specified columns

# after making external\_features as one column by summing up all the features columns i am dropping all these columns

```
austin_data2 <- austin_data2 %>%
mutate(external_features = external_features + numOfAccessibilityFeatures)
```

```
austin_data2 <- austin_data2 %>%
select(-numOfAccessibilityFeatures)
```

## Create the total\_amneties column by summing up the specified columns

# after making total amneties as one column by summing up all the numof columns, i am dropping all these columns

```
austin_data2 <- austin_data2 %>%
select( -numOfBathrooms,
        -numOfBedrooms,
        -numOfStories,
        -numOfAppliances )
austin_data2 <- austin_data2 %>%
 mutate(total_amneties = total_amneties + garageSpaces)
austin data2 <- austin data2 %>%
select( -garageSpaces )
# Ensure consistent columns between austin_data and austin_data2
common_columns <- intersect(colnames(austin_data), colnames(austin_data2))</pre>
austin_data <- austin_data[, common_columns]</pre>
austin_data2 <- austin_data2[, common_columns]</pre>
# Print dimensions of the data to check for consistency
print(paste("Dimensions of austin_data:", dim(austin_data)))
## [1] "Dimensions of austin_data: 6784" "Dimensions of austin_data: 19"
print(paste("Dimensions of austin_data2:", dim(austin_data2)))
## [1] "Dimensions of austin_data2: 6785" "Dimensions of austin_data2: 19"
# Prepare training and testing data
x_train <- as.data.frame(austin_data[, -which(names(austin_data) %in% c("logLatestPrice", "latestPric</pre>
e"))])
y_train <- austin_data$logLatestPrice</pre>
x_test <- as.data.frame(austin_data2[, -which(names(austin_data2) %in% c("logLatestPrice", "latestPric
y_test <- austin_data2$logLatestPrice</pre>
# Print dimensions of the training and test sets
print(paste("Dimensions of x_train:", dim(x_train)))
## [1] "Dimensions of x_train: 6784" "Dimensions of x_train: 17"
print(paste("Length of y_train:", length(y_train)))
## [1] "Length of y_train: 6784"
print(paste("Dimensions of x_test:", dim(x_test)))
## [1] "Dimensions of x_test: 6785" "Dimensions of x_test: 17"
```

```
print(paste("Length of y_test:", length(y_test)))

## [1] "Length of y_test: 6785"

# Check for missing values
print(paste("Number of missing values in x_train:", sum(is.na(x_train))))

## [1] "Number of missing values in x_train: 0"

print(paste("Number of missing values in y_train:", sum(is.na(y_train))))

## [1] "Number of missing values in y_train: 0"

print(paste("Number of missing values in x_test:", sum(is.na(x_test))))

## [1] "Number of missing values in y_test: 0"

print(paste("Number of missing values in y_test: 0"

## [1] "Number of missing values in y_test: 0"

## Check for missing values in LoglatestPrice in austin_data2
sum(is.na(austin_data2$logLatestPrice))

## [1] 0
```

After comparing the MSE values of the models, the BART model had the lowest MSE. However, due to overfitting, I opted to use the second-best model, Bagging, instead.

```
library(randomForest)

bag.austin_data_bg <- randomForest(logLatestPrice ~ zipcode + latitude + longitude + latest_salemonth + lo
tSizeSqFt + livingAreaSqFt + avgSchoolDistance + avgSchoolRating + avgSchoolSize + MedianStudentsPerTeache
r + time_since_last_sale + combined_features + location_cluster + season + property_age + external_feature
s + total_amneties , austin_data,mtry =17, importance = TRUE)
bag.austin_data_bg</pre>
```

```
##
## Call:
## randomForest(formula = logLatestPrice ~ zipcode + latitude +
                                                        longitude + latest_salemonth + lotSi
time_since_last_sale + combined_features + location_cluster +
                                                               season + property_age + exte
rnal_features + total_amneties,
                             data = austin_data, mtry = 17, importance = TRUE)
##
              Type of random forest: regression
##
                   Number of trees: 500
## No. of variables tried at each split: 17
##
##
          Mean of squared residuals: 0.07435401
##
                  % Var explained: 71.27
```

```
logpredictions <- predict(bag.austin_data_bg, newdata = austin_data2)
predictions <- exp(logpredictions)
austin_data2$latestPrice <-predictions</pre>
```

```
# {r} #write.csv(austin_data2, "test_bag.csv",row.names = FALSE) #
```