Income Qualification ¶

DESCRIPTION

Identify the level of income qualification needed for the families in Latin America.

Problem Statement Scenario:

Many social programs have a hard time ensuring that the right people are given enough aid. It's tricky when a program focuses on the poorest segment of the population. This segment of the population can't provide the necessary income and expense records to prove that they qualify.

In Latin America, a popular method called Proxy Means Test (PMT) uses an algorithm to verify income qualification. With PMT, agencies use a model that considers a family's observable household attributes like the material of their walls and ceiling or the assets found in their homes to classify them and predict their level of need.

While this is an improvement, accuracy remains a problem as the region's population grows and poverty declines.

The Inter-American Development Bank (IDB)believes that new methods beyond traditional econometrics, based on a dataset of Costa Rican household characteristics, might help improve PMT's performance.

Following actions should be performed:

- -Identify the output variable.
- -Understand the type of data.
- -Check if there are any biases in your dataset.
- -Check whether all members of the house have the same poverty level.
- -Check if there is a house without a family head.
- -Set poverty level of the members and the head of the house within a family.
- -Count how many null values are existing in columns.
- -Remove null value rows of the target variable.
- -Predict the accuracy using random forest classifier.
- -Check the accuracy using random forest with cross validation.

Importing necessary packages

```
In [1]: import pandas as pd
from sklearn.ensemble import RandomForestClassifier

from sklearn.model_selection import train_test_split
from sklearn.model_selection import GridSearchCV
import seaborn as sns
seed=5000

import warnings
warnings.filterwarnings('ignore')
```

Identifying the output variable

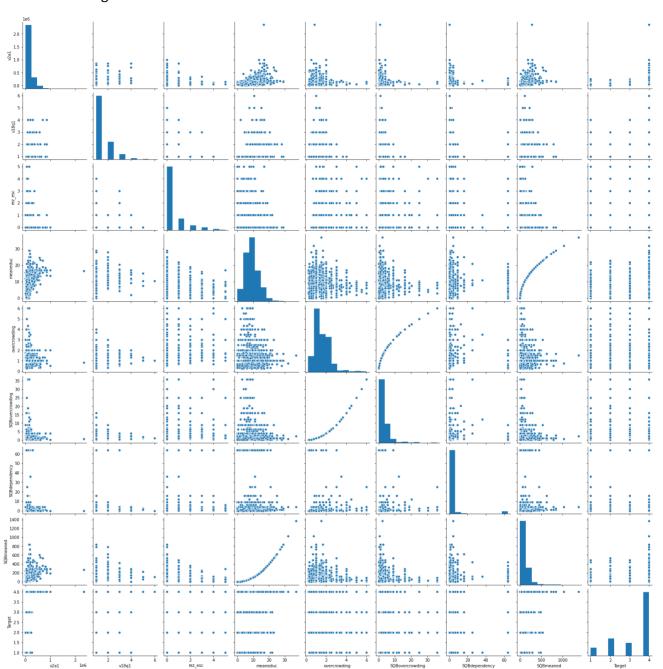
```
In [2]:
             # Loading the dataframe
             df_inc =pd.read_csv('train_IQ.csv')
    In [3]: | df_inc.head()
    Out[3]:
                                 v2a1 hacdor rooms hacapo v14a refrig v18q v18q1 r4h1 ...
                                                                                              SQBescolari S
                           ld
              0 ID 279628684
                              190000.0
                                            0
                                                   3
                                                           0
                                                                1
                                                                            0
                                                                                NaN
                                                                                        0
                                                                                                      100
                 ID_f29eb3ddd
                              135000.0
                                            0
                                                   4
                                                           0
                                                                1
                                                                      1
                                                                            1
                                                                                 1.0
                                                                                        0
                                                                                                      144
              2 ID 68de51c94
                                  NaN
                                            0
                                                   8
                                                           0
                                                                1
                                                                            0
                                                                                NaN
                                                                                                      121
                                                                      1
                                                                                        O
              3 ID d671db89c
                              180000.0
                                            0
                                                   5
                                                           0
                                                                1
                                                                      1
                                                                            1
                                                                                 1.0
                                                                                        0
                                                                                                       81
                  ID d56d6f5f5
                              180000.0
                                                   5
                                                                                 1.0
                                                                                                      121
             5 rows × 143 columns
    In [4]: df inc['Target'].unique()
    Out[4]: array([4, 2, 3, 1], dtype=int64)
Understanding the type of data
    In [5]: df_inc.info()
```

```
<class 'pandas.core.frame.DataFrame'>
         RangeIndex: 9557 entries, 0 to 9556
         Columns: 143 entries, Id to Target
         dtypes: float64(8), int64(130), object(5)
         memory usage: 10.4+ MB
        df_inc.select_dtypes('object').head()
In [6]:
Out[6]:
                                               edjefe edjefa
                      ld
                           idhogar
                                   dependency
         0 ID 279628684
                          21eb7fcc1
                                                  10
                                                        no
            ID f29eb3ddd
                         0e5d7a658
                                            8
                                                  12
                                                        no
```

```
2 ID 68de51c94
                  2c7317ea8
                                        8
                                                       11
  ID d671db89c
                  2b58d945f
                                      yes
                                               11
   ID d56d6f5f5
                  2b58d945f
                                      yes
                                               11
                                                      no
```

```
In [7]:
        allcolumns=df_inc.columns
        binary_columns=[]
        non_binary=[]
        for item in allcolumns:
             if df_inc[item].nunique() ==2:
                 binary_columns.append(item)
             else:
                 non_binary.append(item)
```

Out[8]: <seaborn.axisgrid.PairGrid at 0x193aa168be0>



```
In [9]: | df_inc['dependency'].value_counts()
Out[9]: yes
                       2192
                       1747
         no
          .5
                       1497
                        730
         2
         1.5
                        713
          .33333334
                        598
          .66666669
                        487
         8
                        378
          .25
                        260
          3
                        236
         4
                        100
          .75
                        98
          .2
                         90
          .40000001
                         84
         1.3333334
                         84
         2.5
                         77
         5
                         24
         3.5
                         18
          .80000001
                         18
         1.25
                         18
         2.25
                         13
                         12
          .71428573
         1.75
                         11
          .2222222
                         11
          .83333331
                         11
                         11
         1.2
          .2857143
          .60000002
                          8
         1.6666666
                          8
                          7
          .16666667
                         7
         Name: dependency, dtype: int64
In [10]:
         def mapping_yes_no(val):
              if val=='yes':
                  return 1
              elif val=='no':
                  return 0
              else:
                  return val
          df_inc['dependency']=df_inc['dependency'].map(mapping_yes_no)
```

```
df_inc['dependency'].value_counts()
Out[11]:
          1
                        2192
          0
                        1747
          .5
                         1497
                         730
          2
          1.5
                         713
          .33333334
                         598
          .66666669
                         487
          8
                         378
          .25
                         260
          3
                         236
          4
                         100
          .75
                          98
          .2
                          90
          .40000001
                           84
          1.3333334
                          84
          2.5
                           77
          5
                           24
          .80000001
                           18
          3.5
                           18
          1.25
                          18
          2.25
                           13
                           12
          .71428573
          .83333331
                           11
          1.75
                           11
          .2222222
                           11
          1.2
                           11
          .2857143
                            9
          .60000002
                            8
          1.666666
                            8
                            7
                            7
          .16666667
          Name: dependency, dtype: int64
In [12]:
          df_inc['edjefe'].value_counts()
Out[12]:
          no
                  3762
                  1845
          6
          11
                   751
          9
                   486
          3
                   307
          15
                   285
                   257
          8
          7
                   234
          5
                   222
          14
                   208
          17
                   202
          2
                   194
          4
                   137
          16
                   134
                   123
          yes
          12
                   113
          10
                   111
          13
                   103
          21
                    43
                    19
          18
          19
                    14
          20
                     7
          Name: edjefe, dtype: int64
```

```
In [13]: df_inc['edjefe']=df_inc['edjefe'].map(mapping_yes_no)
In [14]: | df_inc['edjefa'].value_counts()
Out[14]:
                 6230
         no
                  947
          6
          11
                  399
                  237
          9
          8
                  217
          15
                  188
                  179
          7
          5
                  176
          3
                  152
          4
                  136
                  120
          14
          16
                  113
          10
                   96
                   84
          2
                   76
          17
                   72
          12
          yes
                   69
          13
                   52
          21
                    5
          19
                    4
          18
                    3
                    2
          20
          Name: edjefa, dtype: int64
In [15]: df_inc['edjefa']=df_inc['edjefa'].map(mapping_yes_no)
          df_inc['edjefa'].value_counts()
Out[15]:
                6230
                 947
          6
          11
                 399
                 237
          9
          8
                 217
          15
                 188
          7
                 179
          5
                 176
          3
                 152
          4
                 136
          14
                 120
          16
                 113
          10
                  96
          2
                  84
          17
                  76
          12
                  72
                  69
          1
          13
                  52
          21
                   5
                   4
          19
                   3
          18
          20
                   2
          Name: edjefa, dtype: int64
          df_inc['edjefa']=df_inc['edjefa'].astype('int64')
In [16]:
          df_inc['edjefe']=df_inc['edjefe'].astype('int64')
          df_inc['dependency']=df_inc['dependency'].astype('float64')
```

Counting how many null values are existing in columns

```
temp_null_check =df_inc.isnull().sum().reset_index()
   In [17]:
            nullcolummns =temp null check[temp null check[0] >0]
            nullcolummns
   Out[17]:
                      index
                              0
               1
                       v2a1 6860
               8
                      v18q1 7342
              21
                     rez esc 7928
             103
                   meaneduc
                              5
             140 SQBmeaned
                              5
   In [18]:
            df inc["v2a1"] = df inc.groupby("Target").transform(lambda x: x.fillna(x.mean()))
            df inc['v18q1'].fillna(0,inplace=True)
            df_inc['rez_esc'].fillna(0,inplace=True)
            df inc['meaneduc'].fillna(0,inplace=True)
            df inc['SQBmeaned'].fillna(0,inplace=True)
            mean val=df inc['v2a1'].mean()
            df inc['v2a1'].fillna(mean val,inplace=True)
            temp null check =df inc.isnull().sum().reset index()
   In [19]:
            nullcolummns =temp null check[temp null check[0] >0]
            nullcolummns
   Out[19]:
              index 0
Predicting the accuracy using Random Forest classifier.
```

```
In [20]:
         X=df inc.select dtypes(exclude='object')
         y=df inc['Target']
         X=X.drop(columns=['Target'],axis=1)
In [21]:
         train_data,test_data, train_label, test_label = train_test_split( X, y, test_size=0.3
         , random_state=seed)
         classifier = RandomForestClassifier()
         classifier.fit(train data,train label)
         score = classifier.score( test data,test label)
         print('Random Forest Classifier : ',
         Random Forest Classifier: 0.9682705718270572
In [22]: classifier.get_params
Out[22]: <bound method BaseEstimator.get_params of RandomForestClassifier()>
In [25]: | pd.set_option('display.max_colwidth', -1)
```

Checking the accuracy using Random Forest with Cross Validation.

```
In [24]:
         %%time
         model_params = {
              'random forest': {
                  'model': RandomForestClassifier(),
                  'params' : {
                      'n estimators': [1,5,10],
                      'max depth': [1,5,10,20],
                      'min_samples_leaf': [1,10,15],
                      'criterion' :['gini','entropy'],
                      'max_features' :['sqrt','log2']
                 }
             }
         }
         import pandas as pd
         scores = []
         for model name, mp in model params.items():
             clf = GridSearchCV(mp['model'], mp['params'], cv=5, return train score=False)
             clf.fit(train data,train label)
             scores.append({
                  'model': model_name,
                  'best score': clf.best score ,
                  'best params': clf.best params
         df = pd.DataFrame(scores,columns=['model','best score','best params'])
         print(df.best params,df.best score)
              {'criterion': 'gini', 'max_depth': 20, 'max_features': 'sqrt', 'min_samples_lea
         f': 1, 'n estimators': 10}
         Name: best_params, dtype: object 0
                                                0.936461
         Name: best_score, dtype: float64
         Wall time: 44.5 s
```