

# Import Libraries and Dataset

```
In [19]: import pandas as pd
import numpy as np
from sklearn.model_selection import train_test_split
from sklearn.linear_model import LinearRegression
from sklearn.metrics import mean_squared_error, r2_score
import matplotlib.pyplot as plt

dataset = pd.read_csv('house price data.csv')

print(dataset.head())
```

|   | date                | price     | bedrooms | bathrooms | sqft_living | sqft_lot | \ |
|---|---------------------|-----------|----------|-----------|-------------|----------|---|
| 0 | 2014-05-02 00:00:00 | 313000.0  | 3.0      | 1.50      | 1340        | 7912     |   |
| 1 | 2014-05-02 00:00:00 | 2384000.0 | 5.0      | 2.50      | 3650        | 9050     |   |
| 2 | 2014-05-02 00:00:00 | 342000.0  | 3.0      | 2.00      | 1930        | 11947    |   |
| 3 | 2014-05-02 00:00:00 | 420000.0  | 3.0      | 2.25      | 2000        | 8030     |   |
| 4 | 2014-05-02 00:00:00 | 550000.0  | 4.0      | 2.50      | 1940        | 10500    |   |

  

|   | floors | waterfront | view | condition | sqft_above | sqft_basement | yr_built | \ |
|---|--------|------------|------|-----------|------------|---------------|----------|---|
| 0 | 1.5    | 0          | 0    | 3         | 1340       | 0             | 1955     |   |
| 1 | 2.0    | 0          | 4    | 5         | 3370       | 280           | 1921     |   |
| 2 | 1.0    | 0          | 0    | 4         | 1930       | 0             | 1966     |   |
| 3 | 1.0    | 0          | 0    | 4         | 1000       | 1000          | 1963     |   |
| 4 | 1.0    | 0          | 0    | 4         | 1140       | 800           | 1976     |   |

  

|   | yr_renovated | street                   | city      | statezip | country |
|---|--------------|--------------------------|-----------|----------|---------|
| 0 | 2005         | 18810 Densmore Ave N     | Shoreline | WA 98133 | USA     |
| 1 | 0            | 709 W Blaine St          | Seattle   | WA 98119 | USA     |
| 2 | 0            | 26206-26214 143rd Ave SE | Kent      | WA 98042 | USA     |
| 3 | 0            | 857 170th Pl NE          | Bellevue  | WA 98008 | USA     |
| 4 | 1992         | 9105 170th Ave NE        | Redmond   | WA 98052 | USA     |

## Data Preprocessing

```
In [20]: dataset['date'] = pd.to_datetime(dataset['date'])

dataset['year'] = dataset['date'].dt.year
dataset['month'] = dataset['date'].dt.month
dataset['day'] = dataset['date'].dt.day

dataset = dataset.drop('date', axis=1)

categorical_cols = dataset.select_dtypes(include=['object']).columns
dataset = pd.get_dummies(dataset, columns=categorical_cols, drop_first=True)

dataset = dataset.dropna()

dataset = dataset.drop_duplicates()

X = dataset.drop('price', axis=1)
y = dataset['price']

X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

print(f'Training data shape: {X_train.shape}, Training target shape: {y_train.shape}')
print(f'Testing data shape: {X_test.shape}, Testing target shape: {y_test.shape}')
```

Training data shape: (3680, 4658), Training target shape: (3680,)  
Testing data shape: (920, 4658), Testing target shape: (920,)

## Implement Model

```
In [21]: model = LinearRegression()

model.fit(X_train, y_train)

y_train_pred = model.predict(X_train)

train_mse = mean_squared_error(y_train, y_train_pred)
train_r2 = r2_score(y_train, y_train_pred)

print(f'Training Mean Squared Error: {train_mse}')
print(f'Training R^2 Score: {train_r2}')
```

Training Mean Squared Error: 167122395.32884604  
Training R^2 Score: 0.9988237932045246

## Model Evaluation

```
In [22]: y_test_pred = model.predict(X_test)

test_mse = mean_squared_error(y_test, y_test_pred)
test_r2 = r2_score(y_test, y_test_pred)

print(f'Testing Mean Squared Error: {test_mse}')
print(f'Testing R^2 Score: {test_r2}')
```

Testing Mean Squared Error: 4605084471985.507  
Testing R^2 Score: -3.5154689397550483

## Testing

```
In [23]: new_test_dataset = pd.read_csv('house price data.csv')

new_test_dataset = new_test_dataset.dropna()
new_test_dataset = new_test_dataset.drop_duplicates()

categorical_cols_new = new_test_dataset.select_dtypes(include=['object']).columns
new_test_dataset = pd.get_dummies(new_test_dataset, columns=categorical_cols_new, drop_first=True)

missing_cols = set(X.columns) - set(new_test_dataset.columns)
for col in missing_cols:
    new_test_dataset[col] = 0
new_test_dataset = new_test_dataset[X.columns]

X_new_test = new_test_dataset.drop('price', axis=1, errors='ignore')

y_new_test_pred = model.predict(X_new_test)

print(y_new_test_pred)
```

[ 309088.77655955 2380088.77655477 338088.77651395 ... 404823.68955865  
190254.22534231 90237.59306432]