# ads500b - project notebook final

April 14, 2025

# 1 Project Notebook - Group 4

# 2 Part 1: Data importing & preprocessing

```
[203]: # Imports
       import pandas as pd
       import seaborn as sns
       import numpy as np
       import matplotlib.pyplot as plt
       import statsmodels.api as sm
       from sklearn.model_selection import train_test_split
       from sklearn.preprocessing import StandardScaler
       from sklearn.linear_model import LinearRegression
       from sklearn.metrics import mean_squared_error, r2_score
       import warnings
       warnings.filterwarnings('ignore')
[204]: # Read in file
       house_df = pd.read_csv("Data/house_sales.csv")
       house_df.head()
[204]:
                  id
                                 date
                                                  bedrooms
                                                            bathrooms
                                                                       sqft_living \
                                          price
                                       221900.0
                      20141013T000000
                                                                 1.00
       0 7129300520
                                                       3.0
                                                                            1180.0
                                                                 2.25
       1 6414100192
                      20141209T000000
                                       538000.0
                                                       3.0
                                                                            2570.0
       2 5631500400
                      20150225T000000
                                       180000.0
                                                       2.0
                                                                 1.00
                                                                             770.0
       3 2487200875
                      20141209T000000
                                                       4.0
                                                                 3.00
                                       604000.0
                                                                            1960.0
                                                                 2.00
       4 1954400510
                      20150218T000000
                                       510000.0
                                                       3.0
                                                                            1680.0
          sqft_lot floors waterfront
                                                 grade
                                                        sqft_above sqft_basement
                                        view
       0
            5650.0
                       1.0
                                     0
                                           0
                                                      7
                                                               1180
                                                                                 0
            7242.0
                       2.0
                                     0
                                                      7
       1
                                           0
                                                               2170
                                                                               400
       2
           10000.0
                       1.0
                                     0
                                           0
                                                      6
                                                                770
                                                                                 0
       3
            5000.0
                       1.0
                                     0
                                           0
                                                      7
                                                               1050
                                                                               910
            8080.0
                       1.0
                                                               1680
                                                                                 0
          yr_built yr_renovated zipcode
                                                        long sqft_living15 \
                                               lat
```

```
0
              1955
                                                                         1340
                                0
                                     98178 47.5112 -122.257
       1
              1951
                             1991
                                     98125 47.7210 -122.319
                                                                         1690
       2
              1933
                                0
                                     98028 47.7379 -122.233
                                                                         2720
       3
              1965
                                0
                                     98136 47.5208 -122.393
                                                                         1360
       4
              1987
                                0
                                     98074 47.6168 -122.045
                                                                         1800
          sqft_lot15
       0
                5650
                7639
       1
       2
                8062
       3
                5000
       4
                7503
       [5 rows x 21 columns]
[205]: house_df.isnull().sum()
[205]: id
                            0
       date
                            0
       price
                            0
       bedrooms
                         1134
       bathrooms
                         1068
       sqft_living
                         1110
```

## 2.0.1 Missing values for sqft\_living

sqft\_lot

waterfront

condition

sqft\_above

yr\_built

zipcode lat

long

sqft\_basement

yr\_renovated

sqft\_living15

dtype: int64

sqft\_lot15

floors

view

grade

```
[207]: # Fill missing values for sqft_living
house_df['sqft_living'] = house_df['sqft_living'].fillna(house_df['sqft_above']

→+ house_df['sqft_basement'])

# Check for missing values
```

```
print(f"sqft_living missing values: {house_df['sqft_living'].isnull().sum()}")
      sqft living missing values: 0
      2.0.2 Missing values for bedrooms and bathrooms
[209]: # Use sqft_living bins to fill missing values for bedroom and bathroom
      bins = [0, 1000, 2000, 3000, 4000, 5000, 6000, float('inf')]
      labels = ['0-1000', '1000-2000', '2000-3000', '3000-4000', '4000-5000', '1
       house_df['sqft_bin'] = pd.cut(house_df['sqft_living'], bins=bins, labels=labels)
[210]: # Drop rows with missing values in the relevant columns just for the calculation
      grouped_avgs = house_df.dropna(subset=['bedrooms', 'bathrooms']).
        ⇒groupby('sqft_bin')[['bedrooms', 'bathrooms']].mean().round()
      print(grouped_avgs)
                 bedrooms bathrooms
      sqft_bin
      0-1000
                      2.0
                                 1.0
      1000-2000
                      3.0
                                 2.0
                      4.0
                                 2.0
      2000-3000
                      4.0
      3000-4000
                                 3.0
      4000-5000
                      4.0
                                 3.0
      5000-6000
                      5.0
                                 4.0
      6000+
                      5.0
                                 5.0
[211]: # Create dictionaries from the grouped avgs to map bins to fill missing values,
        \rightarrow wi.t.h.
      bed avg = grouped avgs['bedrooms'].to dict()
      bath_avg = grouped_avgs['bathrooms'].to_dict()
       # Fill missing values for bedrooms
      house_df.loc[house_df['bedrooms'].isna(), 'bedrooms'] = (
          house_df.loc[house_df['bedrooms'].isna(), 'sqft_bin'].map(bed_avg))
      # Fill missing values for bathrooms
      house_df.loc[house_df['bathrooms'].isna(), 'bathrooms'] = (
          house_df.loc[house_df['bathrooms'].isna(), 'sqft_bin'].map(bath_avg))
[212]: # Check for missing values
      print(f"bedrooms missing values: {house_df['bedrooms'].isnull().sum()}")
      print(f"bathrooms missing values: {house_df['bathrooms'].isnull().sum()}")
```

bedrooms missing values: 0 bathrooms missing values: 0

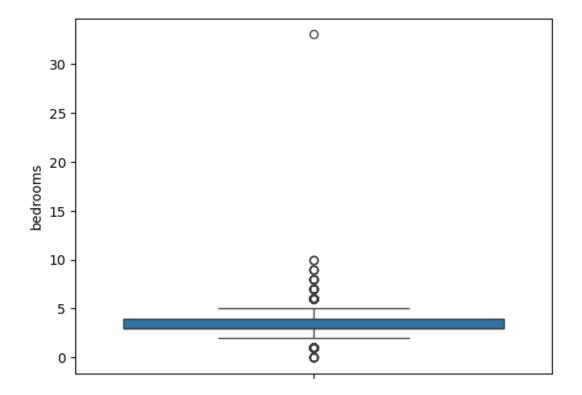
### 2.0.3 Checking bedroom outliers

```
[214]: # Checking bedrooms for outliers
    print(f"bedroom values: {sorted(house_df['bedrooms'].unique())}")

bedroom values: [0.0, 1.0, 2.0, 3.0, 4.0, 5.0, 6.0, 7.0, 8.0, 9.0, 10.0, 33.0]

[215]: # Bedrooms boxplot
    sns.boxplot(house_df['bedrooms'])
```

[215]: <Axes: ylabel='bedrooms'>

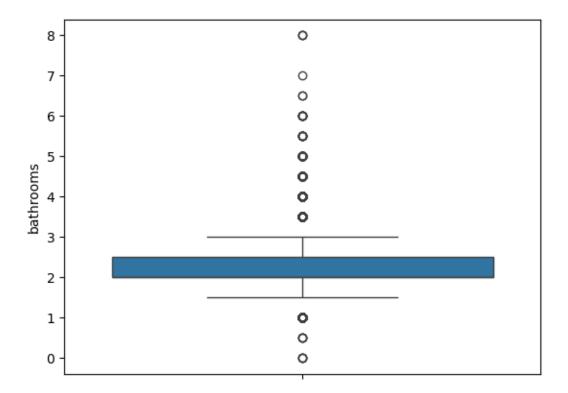


```
[216]: # Count of how many homes have an outlier value of bedrooms
print(f"Over 10 bedrooms: {(house_df['bedrooms'] > 10).sum()}")
print(f"10 bedrooms: {(house_df['bedrooms'] == 10).sum()}")
print(f"9 bedrooms: {(house_df['bedrooms'] == 9).sum()}")
print(f"8 bedrooms: {(house_df['bedrooms'] == 8).sum()}")
print(f"7 bedrooms: {(house_df['bedrooms'] == 7).sum()}")
print(f"6 bedrooms: {(house_df['bedrooms'] == 6).sum()}")
print(f"1 bedrooms: {(house_df['bedrooms'] == 1).sum()}")
print(f"0 bedrooms: {(house_df['bedrooms'] == 0).sum()}")
```

Over 10 bedrooms: 1 10 bedrooms: 3

```
9 bedrooms: 5
      8 bedrooms: 12
      7 bedrooms: 34
      6 bedrooms: 263
      1 bedrooms: 189
      0 bedrooms: 11
[217]: # Drop outlier values of bedrooms (0, 7, 8, 9, 10, 33)
       bedroom_clean = house_df.drop(house_df[house_df['bedrooms'].isin([0, 7, 8, 9, __
       \rightarrow 10, 33])].index)
       sorted(bedroom_clean['bedrooms'].unique())
[217]: [1.0, 2.0, 3.0, 4.0, 5.0, 6.0]
      2.0.4 Checking bathroom outliers
[219]: # Checking bathrooms for outliers
       print(f"bathroom values: {sorted(bedroom_clean['bathrooms'].unique())}")
      bathroom values: [0.0, 0.5, 0.75, 1.0, 1.25, 1.5, 1.75, 2.0, 2.25, 2.5, 2.75,
      3.0, 3.25, 3.5, 3.75, 4.0, 4.25, 4.5, 4.75, 5.0, 5.25, 5.5, 5.75, 6.0, 6.25,
      6.5, 6.75, 7.75, 8.0]
[220]: | # Adjusting bathroom values to be whole or half (no 0.25 or 0.75 values)
       def clean bathroom value(x):
           # 0.25 values will be rounded down to nearest whole value
           decimal = x \% 1
           if decimal == 0.25:
               return np.floor(x) # floor rounds down
           # 0.75 values will be rounded up to nearest whole value
           elif decimal == 0.75:
               return np.ceil(x) # ceil rounds up
           else:
               return x
       # Apply function
       bedroom_clean['bathrooms'] = bedroom_clean['bathrooms'].
        →apply(clean_bathroom_value)
       # Check if function worked
       print(f"bathroom values: {sorted(bedroom_clean['bathrooms'].unique())}")
      bathroom values: [0.0, 0.5, 1.0, 1.5, 2.0, 2.5, 3.0, 3.5, 4.0, 4.5, 5.0, 5.5,
      6.0, 6.5, 7.0, 8.0]
[221]: # Bathrooms boxplot
       sns.boxplot(bedroom_clean['bathrooms'])
```

```
[221]: <Axes: ylabel='bathrooms'>
```



## 2.0.5 Missing values for sqft\_lot

```
[225]: # Replace missing 'sqft_lot' values with the averaged 'sqft_lot15' values bathroom_clean['sqft_lot'] = bathroom_clean['sqft_lot'].

→fillna(bathroom_clean['sqft_lot15'])

print(f"sqft_lot missing values: {bathroom_clean['sqft_lot'].isnull().sum()}")
```

```
[226]: bathroom_clean.isnull().sum()
[226]: id
                       0
                       0
      date
      price
                       0
      bedrooms
                       0
      bathrooms
                       0
      sqft_living
                       0
      sqft_lot
                       0
      floors
                       0
      waterfront
                       0
      view
                       0
                       0
      condition
      grade
                       0
      sqft_above
      sqft_basement
      yr_built
                       0
                       0
      yr_renovated
      zipcode
                       0
                       0
      lat
      long
                       0
      sqft_living15
                       0
      sqft_lot15
                       0
      sqft_bin
                       0
      dtype: int64
      2.0.6 New dataframe with adjusted values
[228]: # Create new clean house dataframe with changes made
      house_clean = bathroom_clean[['id', 'date', 'price', 'bedrooms', 'bathrooms', u
        'floors', 'waterfront', 'view', 'condition', u

¬'grade', 'sqft_above', 'sqft_basement',
                                     'yr_built', 'yr_renovated', 'zipcode', 'lat', u
        [229]: house_clean
[229]:
                                                    bedrooms bathrooms
                     id
                                    date
                                             price
      0
             7129300520 20141013T000000
                                          221900.0
                                                         3.0
                                                                    1.0
                                                         3.0
                                                                    2.0
      1
             6414100192 20141209T000000
                                          538000.0
      2
             5631500400 20150225T000000
                                                         2.0
                                          180000.0
                                                                    1.0
      3
             2487200875
                         20141209T000000
                                          604000.0
                                                         4.0
                                                                    3.0
      4
             1954400510 20150218T000000 510000.0
                                                         3.0
                                                                    2.0
```

```
3.0
21608
        263000018 20140521T000000
                                      360000.0
                                                                  2.5
                    20150223T000000
                                      400000.0
                                                      4.0
                                                                  2.5
21609
       6600060120
21610
       1523300141
                    20140623T000000
                                      402101.0
                                                      2.0
                                                                  1.0
                                      400000.0
                                                      3.0
                                                                  2.5
21611
        291310100
                    20150116T000000
21612
       1523300157
                    20141015T000000
                                      325000.0
                                                      2.0
                                                                  1.0
       sqft_living sqft_lot floors waterfront
                                                           condition
                                                                       grade
                                                     view
                                                                              \
0
             1180.0
                       5650.0
                                   1.0
                                                        0
                                                                    3
                                                  0
                                                                            7
                                                  0
                                                        0
                                                                    3
                                                                            7
1
             2570.0
                       7242.0
                                   2.0
2
             770.0
                      10000.0
                                   1.0
                                                  0
                                                        0
                                                                    3
                                                                            6
                                                                            7
3
             1960.0
                       5000.0
                                   1.0
                                                  0
                                                         0
                                                                    5
4
             1680.0
                       8080.0
                                   1.0
                                                  0
                                                         0
                                                                    3
                                                                            8
             •••
                                                                    3
21608
             1530.0
                       1131.0
                                   3.0
                                                  0
                                                         0
                                                                            8
21609
                       5813.0
                                   2.0
                                                  0
                                                                    3
                                                                            8
             2310.0
                                                        0
                                   2.0
                                                        0
                                                                    3
                                                                            7
21610
             1020.0
                       1350.0
                                                  0
                                   2.0
                                                         0
                                                                    3
                                                                            8
21611
             1600.0
                       2388.0
                                                  0
                                                                            7
21612
             1020.0
                       1076.0
                                   2.0
                                                  0
                                                         0
                                                                    3
       sqft_above
                    sqft_basement
                                    yr_built
                                               yr_renovated
                                                              zipcode
                                                                            lat
0
                                 0
                                        1955
                                                                98178
                                                                       47.5112
              1180
                                                           0
                               400
                                                       1991
1
             2170
                                        1951
                                                                98125
                                                                       47.7210
2
               770
                                 0
                                        1933
                                                           0
                                                                98028
                                                                       47.7379
3
              1050
                               910
                                                           0
                                                                       47.5208
                                        1965
                                                                98136
4
              1680
                                 0
                                         1987
                                                           0
                                                                98074
                                                                       47.6168
21608
              1530
                                 0
                                        2009
                                                           0
                                                                98103
                                                                       47.6993
21609
             2310
                                 0
                                        2014
                                                           0
                                                                98146 47.5107
21610
              1020
                                 0
                                        2009
                                                           0
                                                                98144 47.5944
21611
              1600
                                 0
                                        2004
                                                           0
                                                                98027 47.5345
21612
             1020
                                 0
                                        2008
                                                           0
                                                                98144 47.5941
          long
0
      -122.257
1
      -122.319
2
      -122.233
3
      -122.393
4
      -122.045
21608 -122.346
21609 -122.362
21610 -122.299
21611 -122.069
21612 -122.299
```

[21533 rows x 19 columns]

```
[230]: house_clean.info()
      <class 'pandas.core.frame.DataFrame'>
      Index: 21533 entries, 0 to 21612
      Data columns (total 19 columns):
                          Non-Null Count Dtype
           Column
       0
           id
                          21533 non-null int64
                          21533 non-null
       1
           date
                                          object
       2
                          21533 non-null float64
           price
       3
           bedrooms
                          21533 non-null
                                         float64
       4
           bathrooms
                          21533 non-null float64
           sqft_living
                          21533 non-null float64
       6
           sqft_lot
                          21533 non-null float64
                          21533 non-null float64
       7
           floors
           waterfront
                          21533 non-null
                                          int64
           view
                          21533 non-null int64
       10 condition
                          21533 non-null int64
       11 grade
                          21533 non-null int64
                          21533 non-null int64
       12 sqft_above
       13 sqft basement 21533 non-null int64
       14 yr_built
                          21533 non-null int64
                          21533 non-null int64
          yr_renovated
       16 zipcode
                          21533 non-null int64
       17
          lat
                          21533 non-null float64
                          21533 non-null float64
       18 long
      dtypes: float64(8), int64(10), object(1)
      memory usage: 3.3+ MB
[231]: # Convert date into datetime dtype
      house_clean['date'] = pd.to_datetime(house_clean['date'],__

format='%Y%m%dT%H%M%S')

       # Remove the hours, minutes, and second -- keep only year, month, day
      house clean['date'] = house clean['date'].dt.date
[232]: # Convert bedrooms, sqft_living, and sqft_lot into int
      house_clean['bedrooms'] = house_clean['bedrooms'].astype('int64')
      house_clean['sqft_living'] = house_clean['sqft_living'].astype('int64')
      house_clean['sqft_lot'] = house_clean['sqft_lot'].astype('int64')
[233]: # Run correlations
      house_w_basements = house_clean[(house_clean['sqft_basement'] > 0)] # Remove_
        ⇔houses without basement
      house_corr = house_w_basements[['price', 'bedrooms', 'bathrooms', 'sqft_living',
              'sqft_lot', 'floors', 'waterfront', 'view', 'condition', 'grade',
              'sqft_above', 'sqft_basement']]
```

```
house_corr.corr()
[233]:
                                           bathrooms
                                 bedrooms
                                                       sqft_living
                                                                    sqft lot
                                                                                 floors
                         price
                      1.000000
                                 0.258068
                                            0.500294
                                                          0.703862
                                                                    0.062602
                                                                               0.343925
      price
       bedrooms
                      0.258068
                                 1.000000
                                            0.448244
                                                          0.520277
                                                                    0.063404
                                                                               0.059936
       bathrooms
                      0.500294
                                 0.448244
                                            1.000000
                                                          0.679438
                                                                    0.119290
                                                                               0.422107
       sqft living
                      0.703862
                                 0.520277
                                            0.679438
                                                          1.000000
                                                                    0.210646
                                                                               0.321004
       sqft_lot
                      0.062602
                                 0.063404
                                            0.119290
                                                          0.210646
                                                                    1.000000 -0.016505
       floors
                      0.343925
                                 0.059936
                                            0.422107
                                                          0.321004 -0.016505
                                                                               1.000000
       waterfront
                      0.313183 -0.000412
                                            0.087785
                                                          0.146422
                                                                    0.047530
                                                                               0.050323
                      0.450005
                                 0.106389
                                            0.237085
                                                          0.369012
                                                                    0.053413
                                                                               0.128657
       view
       condition
                      0.072745
                                 0.073541
                                           -0.040035
                                                          0.026657
                                                                    0.001947 -0.166172
       grade
                      0.693451
                                 0.269651
                                            0.598484
                                                          0.729540
                                                                    0.118356
                                                                               0.457988
       sqft_above
                      0.704981
                                 0.422708
                                            0.663081
                                                          0.915811
                                                                    0.193708
                                                                               0.496285
       sqft_basement
                      0.395954
                                 0.464609
                                            0.412684
                                                          0.712430
                                                                    0.148680 -0.124802
                                             condition
                                                                   sqft_above
                      waterfront
                                       view
                                                            grade
                                   0.450005
                                              0.072745
                                                                     0.704981
      price
                        0.313183
                                                         0.693451
       bedrooms
                                   0.106389
                                                         0.269651
                       -0.000412
                                              0.073541
                                                                     0.422708
       bathrooms
                        0.087785
                                   0.237085
                                             -0.040035
                                                         0.598484
                                                                     0.663081
       sqft_living
                        0.146422
                                   0.369012
                                              0.026657
                                                         0.729540
                                                                     0.915811
       sqft lot
                        0.047530
                                   0.053413
                                              0.001947
                                                         0.118356
                                                                     0.193708
       floors
                        0.050323
                                   0.128657
                                             -0.166172
                                                         0.457988
                                                                     0.496285
       waterfront
                         1.000000
                                   0.368822
                                              0.012151
                                                         0.129771
                                                                     0.133598
                                   1.000000
                                              0.029917
                                                         0.378134
                                                                     0.332009
       view
                        0.368822
       condition
                        0.012151
                                   0.029917
                                              1.000000 -0.093578
                                                                    -0.061490
                                                         1.000000
                                                                     0.758288
       grade
                        0.129771
                                   0.378134
                                             -0.093578
       sqft_above
                        0.133598
                                   0.332009
                                             -0.061490
                                                         0.758288
                                                                     1.000000
                        0.105184
                                   0.273268
       sqft_basement
                                              0.169093
                                                         0.362194
                                                                     0.370625
                      sqft_basement
                            0.395954
      price
       bedrooms
                            0.464609
       bathrooms
                            0.412684
       sqft living
                            0.712430
       sqft lot
                            0.148680
       floors
                          -0.124802
       waterfront
                            0.105184
       view
                            0.273268
       condition
                            0.169093
       grade
                            0.362194
       sqft_above
                            0.370625
       sqft_basement
                            1.000000
```

[234]:

house\_clean

[234]:		id		date	pr	ice b	oedro	ooms ba	throoms	sqft_livin	g \
	0	7129300520	2014-	-10-13	22190	0.0		3	1.0	118	0
	1	6414100192	2014-	-12-09	53800	0.0		3	2.0	257	0
	2	5631500400	2015-	-02-25	18000	0.0		2	1.0	77	0
	3	2487200875	2014-	-12-09	60400	0.0		4	3.0	196	0
	4	1954400510	2015-	-02-18	51000	0.0		3	2.0	168	0
	•••	•••	•••		•••	•••		•••	•••		
	21608	263000018	2014-	-05-21	36000			3	2.5	153	0
	21609	6600060120	2015-	-02-23	40000	0.0		4	2.5	231	0
	21610	1523300141	2014-	-06-23	40210	1.0		2	1.0	102	0
	21611	291310100	2015-	-01-16	40000	0.0		3	2.5	160	0
	21612	1523300157	2014-	-10-15	32500	0.0		2	1.0	102	0
		sqft_lot :	floors	water	front	view	cor	ndition	grade	sqft_above	\
	0	5650	1.0		0	0		3	7	1180	
	1	7242	2.0		0	0		3	7	2170	
	2	10000	1.0		0	0		3	6	770	
	3	5000	1.0		0	0		5	7	1050	
	4	8080	1.0		0	0		3	8	1680	
				•••	•••	•••			•••		
	21608	1131	3.0		0	0		3	8	1530	
	21609	5813	2.0		0	0		3	8	2310	
	21610	1350	2.0		0	0		3	7	1020	
	21611	2388	2.0		0	0		3	8	1600	
	21612	1076	2.0		0	0		3	7	1020	
		sqft_baseme	ent yr	_built	yr_r	enovat	ted	zipcode	la	it long	
	0		0	1955			0	98178	47.511	.2 -122.257	
	1	4	400	1951		19	991	98125	47.721	.0 -122.319	
	2		0	1933			0	98028	47.737	9 -122.233	
	3	9	910	1965			0	98136	47.520	8 -122.393	
	4		0	1987			0	98074	47.616	88 -122.045	
	•••	•••		•	•••		•••	•••	•••		
	21608		0	2009			0	98103	47.699	3 -122.346	
	21609		0	2014			0	98146	47.510	7 -122.362	
	21610		0	2009			0	98144	47.594	4 -122.299	
	21611		0	2004			0	98027	47.534	5 -122.069	
	21612		0	2008			0	98144	47.594	1 -122.299	

[21533 rows x 19 columns]

```
[235]: # house_clean.to_csv('Data/house_updated.csv', index=False)
house_updated_df = pd.read_csv("Data/house_updated.csv")
```

# 3 Part 2: Data Analysis and Visualization

```
[237]: house_updated_df.dtypes
[237]: id
                           int64
                          object
       date
                         float64
       price
                           int64
       bedrooms
       bathrooms
                         float64
       sqft_living
                           int64
       sqft_lot
                           int64
                         float64
       floors
       waterfront
                           int64
       view
                           int64
       condition
                           int64
       grade
                           int64
       sqft_above
                           int64
       sqft_basement
                           int64
       yr_built
                           int64
       yr_renovated
                           int64
                           int64
       zipcode
       lat
                         float64
                         float64
       long
       dtype: object
```

Numerical Variables: id, price, bedrooms, bathrooms, sqft\_living, sqft\_lot, floors, sqft\_above, sqft\_basement, yr\_built, yr\_renovated, zipcode, lat, long (sqft\_living15, sqft\_lot15 removed from new updated csv file??) (Continous: price, sqft\_living, floors, sqft\_above, sqft\_basement, lat, long) (Discrete: id, bedrooms, yr\_built, yr\_renovated, zipcode) Categorical variables: waterfront, view, condition, zipcode Ordinal Variables: grade Date Variable: Date

### house\_data\_variables\_type\_df

Column

[380]:

```
0
                       id
                             Numerical - Discrete
       1
                     date
                                              Date
       2
                    price
                           Numerical - Continuous
       3
                bedrooms
                             Numerical - Discrete
       4
               bathrooms
                           Numerical - Continuous
       5
             sqft_living
                           Numerical - Continuous
       6
                sqft_lot
                           Numerical - Continuous
       7
                           Numerical - Continuous
                   floors
       8
              waterfront
                             Categorical - Binary
       9
                             Categorical - Binary
                     view
       10
               condition
                            Categorical - Ordinal
       11
                    grade
                                  Ordinal - Ranked
                           Numerical - Continuous
       12
              sqft_above
       13
           sqft_basement
                           Numerical - Continuous
       14
                             Numerical - Discrete
                yr_built
       15
            yr_renovated
                              Numerical -Discrete
       16
                  zipcode
                            Numerical/Categorical
       17
                      lat
                           Numerical - Continuous
       18
                     long
                           Numerical - Continuous
       19
           sqft_living15
                           Numerical - Continuous
       20
              sqft_lot15
                           Numerical - Continuous
[356]: # Describe measures of centrality
       house_MC_df = house_updated_df.describe()
       house_MC_df
[356]:
                                     price
                                                 bedrooms
                         id
                                                               bathrooms
                                                                           sqft_living
                                                                                         \
              2.153300e+04
                             2.153300e+04
                                            21533.000000
                                                           21533.000000
                                                                          21533.000000
       count
                                                 3.363814
              4.581234e+09
                             5.381202e+05
                                                                           2074.000882
       mean
                                                               2.127943
       std
              2.876951e+09
                             3.577792e+05
                                                 0.865352
                                                               0.740928
                                                                            903.190071
              1.000102e+06
                             7.800000e+04
                                                 1.000000
                                                               1.000000
                                                                            370.000000
       min
       25%
              2.123049e+09
                             3.215000e+05
                                                 3.000000
                                                               2.000000
                                                                           1420.000000
       50%
              3.904931e+09
                             4.500000e+05
                                                 3.000000
                                                               2.000000
                                                                           1910.000000
       75%
              7.312100e+09
                             6.428600e+05
                                                 4.000000
                                                               2.500000
                                                                           2540.000000
                                                                          10040.000000
              9.900000e+09
       max
                             7.062500e+06
                                                 6.000000
                                                               6.000000
                   sqft_lot
                                    floors
                                              waterfront
                                                                    view
                                                                             condition
              2.153300e+04
                             21533.000000
                                            21533.000000
                                                           21533.000000
                                                                          21533.000000
       count
       mean
              1.498036e+04
                                  1.493289
                                                 0.007523
                                                               0.233456
                                                                               3.409697
       std
              4.074740e+04
                                  0.539486
                                                 0.086412
                                                               0.764829
                                                                               0.650442
       min
              5.200000e+02
                                  1.000000
                                                 0.000000
                                                               0.00000
                                                                               1.000000
              5.040000e+03
       25%
                                                               0.000000
                                                                               3,000000
                                  1.000000
                                                 0.000000
       50%
              7.614000e+03
                                  1.500000
                                                 0.000000
                                                                0.00000
                                                                               3.000000
       75%
              1.061500e+04
                                  2.000000
                                                 0.000000
                                                               0.00000
                                                                               4.000000
```

Type

```
1.651359e+06
                                3.500000
                                               1.000000
                                                             4.000000
                                                                            5.000000
      max
                     grade
                              sqft above
                                           sqft basement
                                                              yr_built
                                                                        vr renovated
                            21533.000000
                                            21533.000000
              21533.000000
                                                          21533.000000
                                                                        21533.000000
       count
                  7.655273
                             1784.214276
                                              289.786607
                                                           1971.032369
                                                                            84.065156
      mean
       std
                  1.169622
                              819.374662
                                              438.644030
                                                             29.357111
                                                                          400.907056
                              370.000000
      min
                  3.000000
                                                0.000000
                                                           1900.000000
                                                                            0.000000
      25%
                  7.000000
                             1190.000000
                                                0.000000
                                                           1951.000000
                                                                            0.00000
       50%
                  7.000000
                             1560.000000
                                                0.000000
                                                           1975.000000
                                                                            0.000000
       75%
                  8.000000
                             2210.000000
                                              560.000000
                                                           1997.000000
                                                                            0.000000
                                                           2015.000000
       max
                 13.000000
                             8020.000000
                                             3500.000000
                                                                         2015.000000
                   zipcode
                                     lat
                                                   long
              21533.000000
                            21533.000000
                                           21533.000000
       count
              98077.932104
                               47.559950
                                            -122.213878
      mean
       std
                 53.522649
                                0.138645
                                               0.140809
              98001.000000
                               47.155900
                                           -122.519000
      min
       25%
                               47.470400
                                            -122.328000
              98033.000000
       50%
              98065.000000
                               47.571600
                                            -122.230000
       75%
              98118.000000
                               47.678100
                                            -122.125000
              98199.000000
                               47.777600
                                           -121.315000
      max
[358]: | # New dataframes to include: range, variance, mode, and IQR for each variable
        ⇔excluding ID, Date, zipcode, lat, long
[242]: price_mean = round(house_updated_df['price'].mean(), 3)
       price_mode = house_updated_df['price'].mode().iloc[0]
       price_median = house_updated_df['price'].median()
       price_std = round(house_updated_df['price'].std(), 3)
       price_variance = round(house_updated_df['price'].var(), 3)
       price max = house updated df['price'].max()
       price_min = house_updated_df['price'].min()
       price_range = price_max - price_min
       price_q1 = house_updated_df['price'].quantile(0.25)
       price_q3 = house_updated_df['price'].quantile(0.75)
       price_iqr = price_q3 - price_q1
       price_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', __
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25%
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [price_mean, price_mode, price_median, price_std, price_variance,_
        price_max, price_min, price_range, price_q1, price_q3, price_iqr]
           })
       print("Price")
       price_measures_centrality_df
```

Price

```
[242]:
                                      Value
                      Measure
      0
                         Mean 5.381202e+05
       1
                         Mode 3.500000e+05
       2
                       Median 4.500000e+05
       3
           Standard Deviation 3.577792e+05
       4
                     Variance 1.280060e+11
       5
                          Max 7.062500e+06
       6
                          Min 7.800000e+04
       7
                        Range 6.984500e+06
       8
                 25% Quartile 3.215000e+05
       9
                 75% Quartile 6.428600e+05
       10
                          IQR 3.213600e+05
[243]: bedrooms mean = round(house updated df['bedrooms'].mean(), 3)
       bedrooms_mode = house_updated_df['bedrooms'].mode().iloc[0]
       bedrooms median = house updated df['bedrooms'].median()
       bedrooms_std = round(house_updated_df['bedrooms'].std(), 3)
       bedrooms_variance = round(house_updated_df['bedrooms'].var(), 3)
       bedrooms_max = house_updated_df['bedrooms'].max()
       bedrooms_min = house_updated_df['bedrooms'].min()
       bedrooms_range = bedrooms_max - bedrooms_min
       bedrooms_q1 = house_updated_df['bedrooms'].quantile(0.25)
       bedrooms_q3 = house_updated_df['bedrooms'].quantile(0.75)
       bedrooms_iqr = bedrooms_q3 - bedrooms_q1
       bedrooms_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', _
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25% |
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [bedrooms mean, bedrooms mode, bedrooms median, bedrooms std, __
        →bedrooms_variance, bedrooms_max, bedrooms_min, bedrooms_range, bedrooms_q1,__
        →bedrooms_q3, bedrooms_iqr]
           })
       print("Bedrooms")
       bedrooms_measures_centrality_df
      Bedrooms
[243]:
                      Measure Value
```

```
0
                 Mean 3.364
1
                 Mode 3.000
2
               Median 3.000
3
   Standard Deviation 0.865
4
              Variance 0.749
5
                  Max 6.000
6
                  Min 1.000
7
                Range 5.000
8
          25% Quartile 3.000
9
          75% Quartile 4.000
```

```
IQR 1.000
```

```
[244]: bathrooms mean = round(house updated df['bathrooms'].mean(), 3)
      bathrooms_mode = house_updated_df['bathrooms'].mode().iloc[0]
      bathrooms median = house updated df['bathrooms'].median()
      bathrooms_std = round(house_updated_df['bathrooms'].std(), 3)
      bathrooms variance = round(house updated df['bathrooms'].var(), 3)
      bathrooms_max = house_updated_df['bathrooms'].max()
      bathrooms_min = house_updated_df['bathrooms'].min()
      bathrooms_range = bathrooms_max - bathrooms_min
      bathrooms_q1 = house_updated_df['bathrooms'].quantile(0.25)
      bathrooms_q3 = house_updated_df['bathrooms'].quantile(0.75)
      bathrooms_iqr = bathrooms_q3 - bathrooms_q1
      bathrooms_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', __
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25% |
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [bathrooms_mean, bathrooms_mode, bathrooms_median, bathrooms_std,_
        →bathrooms_variance, bathrooms_max, bathrooms_min, bathrooms_range,
        ⇔bathrooms_q1, bathrooms_q3, bathrooms_iqr]
          })
      print("Bathrooms")
      bathrooms_measures_centrality_df
```

#### Bathrooms

```
[244]:
                      Measure Value
      0
                        Mean 2.128
      1
                        Mode 2.000
      2
                      Median 2.000
      3
          Standard Deviation 0.741
      4
                    Variance 0.549
                         Max 6.000
      5
      6
                         Min 1.000
      7
                       Range 5.000
      8
                 25% Quartile 2.000
      9
                 75% Quartile 2.500
                          IQR 0.500
      10
```

```
[245]: sqft_living_mean = round(house_updated_df['sqft_living'].mean(), 3)
    sqft_living_mode = house_updated_df['sqft_living'].mode().iloc[0]
    sqft_living_median = house_updated_df['sqft_living'].median()
    sqft_living_std = round(house_updated_df['sqft_living'].std(), 3)
    sqft_living_variance = round(house_updated_df['sqft_living'].var(), 3)
    sqft_living_max = house_updated_df['sqft_living'].max()
    sqft_living_min = house_updated_df['sqft_living'].min()
    sqft_living_range = sqft_living_max - sqft_living_min
    sqft_living_q1 = house_updated_df['sqft_living'].quantile(0.25)
```

```
sqft_living_q3 = house_updated_df['sqft_living'].quantile(0.75)
       sqft_living_iqr = sqft_living_q3 - sqft_living_q1
       sqft_living measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', |
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25% |
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [sqft_living_mean, sqft_living_mode, sqft_living_median,_
        →sqft_living_std, sqft_living_variance, sqft_living_max, sqft_living_min,
        sqft_living_range, sqft_living_q1, sqft_living_q3, sqft_living_iqr]
           })
       print("Sqft_Living")
       sqft living measures centrality df
      Sqft_Living
[245]:
                      Measure
                                    Value
       0
                                 2074.001
                         Mean
                                 1300.000
       1
                         Mode
       2
                       Median
                                 1910.000
       3
           Standard Deviation
                                  903.190
       4
                     Variance 815752.304
       5
                          Max
                               10040.000
       6
                          Min
                                  370.000
       7
                                 9670.000
                        Range
                 25% Quartile
                                 1420.000
       8
       9
                 75% Quartile
                                 2540.000
       10
                          IQR
                                 1120.000
[246]: sqft_lot_mean = round(house_updated_df['sqft_lot'].mean(), 3)
       sqft_lot_mode = house_updated_df['sqft_lot'].mode().iloc[0]
       sqft_lot_median = house_updated_df['sqft_lot'].median()
       sqft_lot_std = round(house_updated_df['sqft_lot'].std(), 3)
       sqft lot variance = round(house updated df['sqft lot'].var(), 3)
       sqft_lot_max = house_updated_df['sqft_lot'].max()
       sqft lot min = house updated df['sqft lot'].min()
       sqft_lot_range = sqft_lot_max - sqft_lot_min
       sqft_lot_q1 = house_updated_df['sqft_lot'].quantile(0.25)
       sqft_lot_q3 = house_updated_df['sqft_lot'].quantile(0.75)
       sqft_lot_iqr = sqft_lot_q3 - sqft_lot_q1
       sqft_lot_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', __
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25%
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [sqft_lot_mean, sqft_lot_mode, sqft_lot_median, sqft_lot_std,_
        →sqft_lot_variance, sqft_lot_max, sqft_lot_min, sqft_lot_range, sqft_lot_q1,
```

⇔sqft\_lot\_q3, sqft\_lot\_iqr]

})

```
print("Sqft_Lot")
       sqft_lot_measures_centrality_df
      Sqft Lot
[246]:
                      Measure
                                      Value
       0
                         Mean 1.498036e+04
       1
                         Mode 5.000000e+03
       2
                       Median 7.614000e+03
       3
           Standard Deviation 4.074740e+04
       4
                     Variance 1.660351e+09
       5
                          Max 1.651359e+06
       6
                          Min 5.200000e+02
       7
                        Range 1.650839e+06
       8
                 25% Quartile 5.040000e+03
       9
                 75% Quartile 1.061500e+04
                          IQR 5.575000e+03
       10
[247]: floors_mean = round(house_updated_df['floors'].mean(), 3)
       floors_mode = house_updated_df['floors'].mode().iloc[0]
       floors_median = house_updated_df['floors'].median()
       floors_std = round(house_updated_df['floors'].std(), 3)
       floors_variance = round(house_updated_df['floors'].var(), 3)
       floors_max = house_updated_df['floors'].max()
       floors_min = house_updated_df['floors'].min()
       floors range = floors max - floors min
       floors_q1 = house_updated_df['floors'].quantile(0.25)
       floors_q3 = house_updated_df['floors'].quantile(0.75)
       floors_iqr = floors_q3 - floors_q1
       floors_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', ___
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25% |
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [floors_mean, floors_mode, floors_median, floors_std,_
        ofloors_variance, floors_max, floors_min, floors_range, floors_q1, floors_q3, □
        →floors_iqr]
           })
       print("Floors")
       floors_measures_centrality_df
      Floors
[247]:
                      Measure Value
       0
                         Mean 1.493
       1
                         Mode 1.000
       2
                       Median 1.500
       3
           Standard Deviation 0.539
       4
                     Variance 0.291
```

```
5
                          Max 3.500
       6
                          Min 1.000
       7
                        Range 2.500
       8
                 25% Quartile 1.000
       9
                 75% Quartile 2.000
       10
                          IQR 1.000
[248]: condition_mean = round(house_updated_df['condition'].mean(), 3)
       condition_mode = house_updated_df['condition'].mode().iloc[0]
       condition_median = house_updated_df['condition'].median()
       condition_std = round(house_updated_df['condition'].std(), 3)
       condition_variance = round(house_updated_df['condition'].var(), 3)
       condition_max = house_updated_df['condition'].max()
       condition_min = house_updated_df['condition'].min()
       condition_range = condition_max - condition_min
       condition_q1 = house_updated_df['condition'].quantile(0.25)
       condition_q3 = house_updated_df['condition'].quantile(0.75)
       condition_iqr = condition_q3 - condition_q1
       condition_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', __
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25%
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [condition_mean, condition_mode, condition_median, condition_std,__
        -condition variance, condition max, condition min, condition range,

¬condition_q1, condition_q3, condition_iqr]

           })
       print("Condition")
       condition_measures_centrality_df
      Condition
[248]:
                      Measure Value
                         Mean 3.410
       0
       1
                         Mode 3.000
       2
                       Median 3.000
           Standard Deviation 0.650
       3
       4
                     Variance 0.423
       5
                          Max 5.000
       6
                          Min 1.000
                        Range 4.000
       7
       8
                 25% Quartile 3.000
       9
                 75% Quartile 4.000
                          IQR 1.000
       10
[249]: grade_mean = round(house_updated_df['grade'].mean(), 3)
       grade_mode = house_updated_df['grade'].mode().iloc[0]
       grade_median = house_updated_df['grade'].median()
       grade_std = round(house_updated_df['grade'].std(), 3)
```

```
grade_variance = round(house_updated_df['grade'].var(), 3)
grade max = house updated df['grade'].max()
grade_min = house_updated_df['grade'].min()
grade_range = grade_max - grade_min
grade_q1 = house_updated_df['grade'].quantile(0.25)
grade_q3 = house_updated_df['grade'].quantile(0.75)
grade_iqr = grade_q3 - grade_q1
grade measures centrality df = pd.DataFrame({'Measure': ['Mean', 'Mode', |
 →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25% |
 →Quartile', '75% Quartile', 'IQR'],
     'Value': [grade_mean, grade_mode, grade_median, grade_std, grade_variance,_
  grade max, grade min, grade range, grade q1, grade q3, grade iqr]
    })
print("Grade")
grade_measures_centrality_df
Grade
```

```
[249]:
                                Value
                      Measure
                                7.655
       0
                         Mean
       1
                         Mode
                               7.000
       2
                       Median
                               7.000
       3
           Standard Deviation
                               1.170
       4
                     Variance 1.368
       5
                          Max 13.000
       6
                          Min
                               3.000
       7
                        Range 10.000
                 25% Quartile
                               7.000
       8
                 75% Quartile
       9
                               8.000
       10
                          IQR
                                1.000
```

```
[250]: sqft_above_mean = round(house_updated_df['sqft_above'].mean(), 3)
    sqft_above_mode = house_updated_df['sqft_above'].mode().iloc[0]
    sqft_above_median = house_updated_df['sqft_above'].median()
    sqft_above_std = round(house_updated_df['sqft_above'].std(), 3)
    sqft_above_variance = round(house_updated_df['sqft_above'].var(), 3)
    sqft_above_max = house_updated_df['sqft_above'].max()
    sqft_above_min = house_updated_df['sqft_above'].min()
    sqft_above_range = sqft_above_max - sqft_above_min
    sqft_above_q1 = house_updated_df['sqft_above'].quantile(0.25)
    sqft_above_q3 = house_updated_df['sqft_above'].quantile(0.75)
    sqft_above_iqr = sqft_above_q3 - sqft_above_q1

sqft_above_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', \uldet \u
```

Sqft\_Above

```
[250]:
                       Measure
                                     Value
       0
                          Mean
                                  1784.214
       1
                          Mode
                                  1300.000
       2
                       Median
                                  1560.000
       3
           Standard Deviation
                                   819.375
                     Variance 671374.836
       4
       5
                           Max
                                  8020.000
       6
                           Min
                                   370.000
       7
                                  7650.000
                        Range
       8
                 25% Quartile
                                  1190.000
       9
                 75% Quartile
                                  2210.000
       10
                           IQR
                                  1020.000
```

```
[251]: sqft basement mean = round(house updated df['sqft basement'].mean(), 3)
      sqft_basement_mode = house_updated_df['sqft_basement'].mode().iloc[0]
      sqft basement median = house updated df['sqft basement'].median()
      sqft_basement_std = round(house_updated_df['sqft_basement'].std(), 3)
      sqft basement variance = round(house updated df['sqft basement'].var(), 3)
      sqft_basement_max = house_updated_df['sqft_basement'].max()
      sqft_basement_min = house_updated_df['sqft_basement'].min()
      sqft_basement_range = sqft_basement_max - sqft_basement_min
      sqft_basement_q1 = house_updated df['sqft_basement'].quantile(0.25)
      sqft_basement_q3 = house_updated df['sqft_basement'].quantile(0.75)
      sqft_basement_iqr = sqft_basement_q3 - sqft_basement_q1
      sqft_basement_measures_centrality_df = pd.DataFrame({'Measure': ['Mean',_
        →'Mode', 'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', □
       'Value': [sqft basement mean, sqft basement mode, sqft basement median,
        ⇒sqft_basement_std, sqft_basement_variance, sqft_basement_max, ⊔
        sqft_basement_min, sqft_basement_range, sqft_basement_q1, sqft_basement_q3,
        →sqft_basement_iqr]
          })
      print("Sqft_Basement")
      sqft_basement_measures_centrality_df
```

 ${\tt Sqft\_Basement}$ 

```
[251]:
                      Measure
                                     Value
                                   289.787
       0
                         Mean
       1
                         Mode
                                     0.000
       2
                       Median
                                     0.000
       3
           Standard Deviation
                                   438.644
       4
                     Variance
                               192408.585
       5
                          Max
                                 3500.000
       6
                          Min
                                     0.000
       7
                                  3500.000
                        Range
       8
                 25% Quartile
                                     0.000
       9
                 75% Quartile
                                   560.000
       10
                          IQR
                                   560.000
[252]: | yr built mean = round(house updated df['yr built'].mean(), 3)
       yr_built_mode = house_updated_df['yr_built'].mode().iloc[0]
       yr built median = house updated df['yr built'].median()
       yr_built_std = round(house_updated_df['yr_built'].std(), 3)
       yr_built_variance = round(house_updated_df['yr_built'].var(), 3)
       yr_built_max = house_updated_df['yr_built'].max()
       yr_built_min = house_updated_df['yr_built'].min()
       yr_built_range = yr_built_max - yr_built_min
       yr_built_q1 = house_updated_df['yr_built'].quantile(0.25)
       yr_built_q3 = house_updated_df['yr_built'].quantile(0.75)
       yr_built_iqr = yr_built_q3 - yr_built_q1
       yr_built_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', _
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25% |
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [yr_built_mean, yr_built_mode, yr_built_median, yr_built_std,_
        ⇒yr_built_variance, yr_built_max, yr_built_min, yr_built_range, yr_built_q1,⊔

yr_built_q3, yr_built_iqr]

           })
       print("Yr Built")
       yr_built_measures_centrality_df
      Yr Built
[252]:
                      Measure
                                   Value
       0
                         Mean
                               1971.032
       1
                               2014.000
                         Mode
       2
                       Median
                               1975.000
       3
           Standard Deviation
                                 29.357
       4
                     Variance
                                861.840
       5
                          Max 2015.000
```

Min 1900.000

115.000

1951.000

1997.000

Range

25% Quartile

75% Quartile

6 7

8 9

```
IQR 46.000
```

```
[253]: | yr renovated mean = round(house updated df['yr renovated'].mean(), 3)
       yr_renovated_mode = house_updated_df['yr_renovated'].mode().iloc[0]
       yr renovated median = house updated df['yr renovated'].median()
       yr_renovated_std = round(house_updated_df['yr_renovated'].std(), 3)
       yr renovated variance = round(house updated df['yr renovated'].var(), 3)
       yr_renovated_max = house_updated_df['yr_renovated'].max()
       yr_renovated_min = house_updated_df['yr_renovated'].min()
       yr_renovated_range = yr_renovated_max - yr_renovated_min
       yr_renovated_q1 = house_updated_df['yr_renovated'].quantile(0.25)
       yr_renovated_q3 = house_updated_df['yr_renovated'].quantile(0.75)
       yr_renovated_iqr = yr_renovated_q3 - yr_renovated_q1
       yr_renovated_measures_centrality_df = pd.DataFrame({'Measure': ['Mean', 'Mode', __
        →'Median', 'Standard Deviation', 'Variance', 'Max', 'Min', 'Range', '25%
        →Quartile', '75% Quartile', 'IQR'],
           'Value': [yr_renovated_mean, yr_renovated_mode, yr_renovated_median,_
        →yr_renovated_std, yr_renovated_variance, yr_renovated_max, yr_renovated_min,
        wyr_renovated_range, yr_renovated_q1, yr_renovated_q3, yr_renovated_iqr]
           })
       print("Yr renovated")
       yr_renovated_measures_centrality_df
```

## Yr\_renovated

```
[253]:
                       Measure
                                       Value
       0
                                      84.065
                          Mean
                                       0.000
       1
                          Mode
       2
                        Median
                                       0.000
       3
           Standard Deviation
                                     400.907
       4
                      Variance 160726.467
       5
                                   2015.000
                            Max
       6
                            Min
                                       0.000
       7
                                   2015.000
                         Range
       8
                  25% Quartile
                                       0.000
       9
                  75% Quartile
                                       0.000
                            IQR
                                       0.000
       10
```

```
price_measures_centrality_df = price_measures_centrality_df.

set_index('Measure').rename(columns={'Value': 'price'})

bedrooms_measures_centrality_df = bedrooms_measures_centrality_df.

set_index('Measure').rename(columns={'Value': 'bedrooms'})

bathrooms_measures_centrality_df = bathrooms_measures_centrality_df.

set_index('Measure').rename(columns={'Value': 'bathrooms'})

sqft_living_measures_centrality_df = sqft_living_measures_centrality_df.

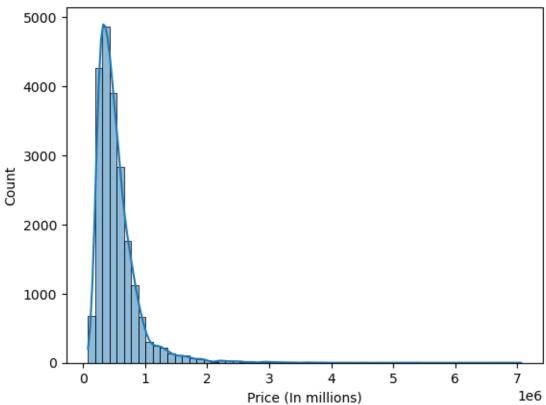
set_index('Measure').rename(columns={'Value': 'sqft_living'})
```

```
sqft_lot_measures_centrality_df = sqft_lot_measures_centrality_df.
        set_index('Measure').rename(columns={'Value': 'sqft_lot'})
       floors_measures_centrality_df = floors_measures_centrality_df.
        set index('Measure').rename(columns={'Value': 'floors'})
       condition_measures_centrality_df = condition_measures_centrality_df.
        set_index('Measure').rename(columns={'Value': 'condition'})
       grade_measures_centrality_df = grade_measures_centrality_df.
        ⇔set index('Measure').rename(columns={'Value': 'grade'})
       sqft_above measures centrality_df = sqft_above measures centrality_df.
        set_index('Measure').rename(columns={'Value': 'sqft_above'})
       sqft basement measures centrality df = sqft basement measures centrality df.
        set index('Measure').rename(columns={'Value': 'sqft basement'})
       yr built measures centrality df = yr built measures centrality df.
        set_index('Measure').rename(columns={'Value': 'yr_built'})
       yr renovated measures centrality df = yr renovated measures centrality df.
        set_index('Measure').rename(columns={'Value': 'yr_renovated'})
[360]: # Summary of measures of central tendency
       summary df = pd.concat([price measures centrality df,___
        dbedrooms_measures_centrality_df, bathrooms_measures_centrality_df,_
        →sqft_living_measures_centrality_df, sqft_lot_measures_centrality_df, _u
        ofloors_measures_centrality_df, condition_measures_centrality_df, ⊔
        ⇒grade_measures_centrality_df, sqft_above_measures_centrality_df,_
        ⊸sqft_basement_measures_centrality_df, yr_built_measures_centrality_df, u

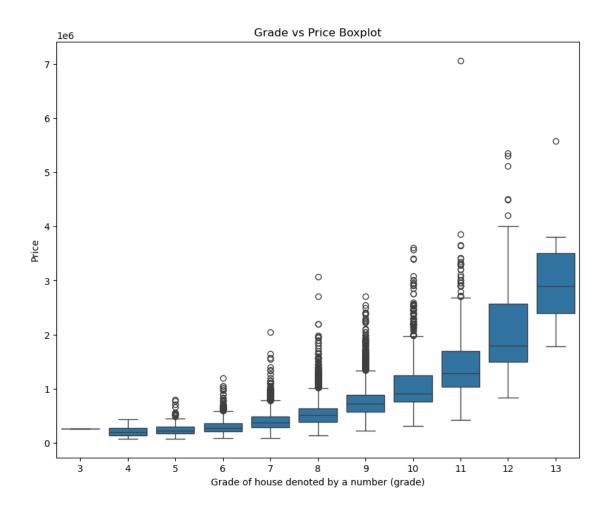
yr_renovated_measures_centrality_df], axis = 1)
       rounded_summary_df = summary_df.round(3)
       rounded summary df
[360]:
                                                   bathrooms
                                                               sqft_living \
                                  price
                                         bedrooms
      Measure
      Mean
                           5.381202e+05
                                            3.364
                                                        2.128
                                                                  2074.001
                           3.500000e+05
                                            3.000
                                                        2.000
       Mode
                                                                  1300.000
       Median
                           4.500000e+05
                                            3.000
                                                       2.000
                                                                  1910,000
       Standard Deviation 3.577792e+05
                                            0.865
                                                       0.741
                                                                   903.190
      Variance
                           1.280060e+11
                                            0.749
                                                       0.549
                                                                815752.304
      Max
                           7.062500e+06
                                            6.000
                                                       6.000
                                                                 10040.000
      Min
                           7.800000e+04
                                            1.000
                                                        1.000
                                                                   370.000
                                            5.000
      Range
                           6.984500e+06
                                                       5.000
                                                                  9670.000
       25% Quartile
                           3.215000e+05
                                            3.000
                                                        2.000
                                                                  1420.000
       75% Quartile
                           6.428600e+05
                                            4.000
                                                       2.500
                                                                  2540.000
                           3.213600e+05
                                            1.000
                                                       0.500
                                                                  1120.000
       IQR
                               sqft lot floors condition
                                                             grade sqft above \
      Measure
                                                             7.655
      Mean
                           1.498036e+04
                                          1.493
                                                     3.410
                                                                       1784.214
       Mode
                           5.000000e+03
                                          1.000
                                                     3.000
                                                             7,000
                                                                       1300.000
```

```
Median
                           7.614000e+03
                                           1.500
                                                      3.000
                                                              7.000
                                                                        1560.000
       Standard Deviation 4.074740e+04
                                           0.539
                                                      0.650
                                                              1.170
                                                                         819.375
       Variance
                           1.660351e+09
                                           0.291
                                                      0.423
                                                              1.368
                                                                     671374.836
       Max
                           1.651359e+06
                                           3.500
                                                      5.000
                                                             13.000
                                                                        8020.000
       Min
                           5.200000e+02
                                           1.000
                                                      1.000
                                                              3.000
                                                                         370.000
                                                            10.000
       Range
                           1.650839e+06
                                           2.500
                                                      4.000
                                                                        7650.000
       25% Quartile
                           5.040000e+03
                                           1.000
                                                      3.000
                                                              7.000
                                                                        1190.000
       75% Quartile
                           1.061500e+04
                                                              8.000
                                                                        2210.000
                                           2.000
                                                      4.000
       IQR
                           5.575000e+03
                                           1.000
                                                      1.000
                                                              1.000
                                                                        1020.000
                           sqft_basement
                                           yr_built
                                                     yr_renovated
       Measure
                                                           84.065
      Mean
                                 289.787
                                           1971.032
      Mode
                                   0.000
                                           2014.000
                                                            0.000
       Median
                                   0.000
                                           1975.000
                                                            0.000
       Standard Deviation
                                 438.644
                                             29.357
                                                          400.907
       Variance
                                            861.840
                                                       160726.467
                              192408.585
       Max
                                3500.000
                                           2015.000
                                                         2015.000
       Min
                                   0.000
                                           1900.000
                                                            0.000
       Range
                                3500.000
                                            115.000
                                                         2015.000
       25% Quartile
                                   0.000 1951.000
                                                            0.000
       75% Quartile
                                 560.000
                                           1997.000
                                                            0.000
       IQR
                                 560.000
                                             46.000
                                                            0.000
[362]: # Histogram of price
       sns.histplot(house_updated_df['price'], kde = True, bins=60)
       plt.title('House Price Distributions')
       plt.xlabel('Price (In millions)')
       plt.ylabel('Count')
       plt.show()
```

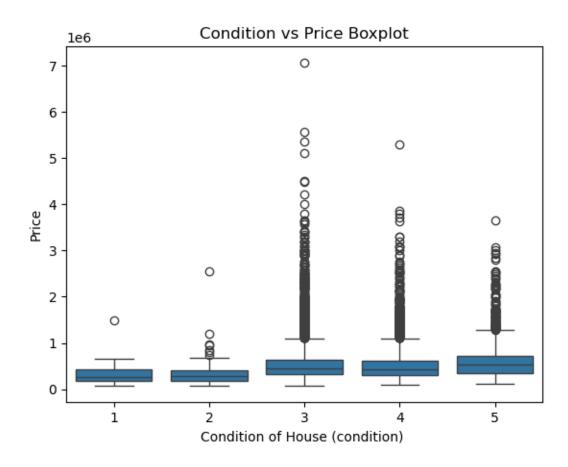
## **House Price Distributions**



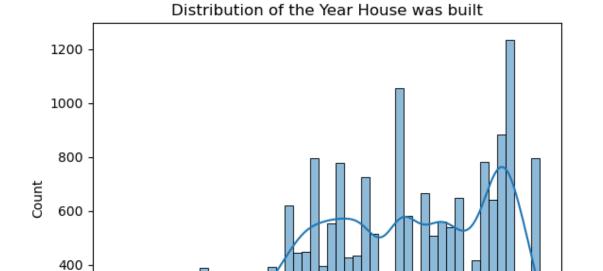
```
[364]: # Boxplot of grade and price
plt.figure(figsize = (10, 8))
sns.boxplot(x = 'grade', y = 'price', data = house_updated_df)
plt.title('Grade vs Price Boxplot')
plt.xlabel('Grade of house denoted by a number (grade)')
plt.ylabel('Price')
plt.show()
```



```
[366]: # Boxplot of condition and price
sns.boxplot(x = 'condition', y = 'price', data = house_updated_df)
plt.title('Condition vs Price Boxplot')
plt.xlabel('Condition of House (condition) ')
plt.ylabel('Price')
plt.show()
```

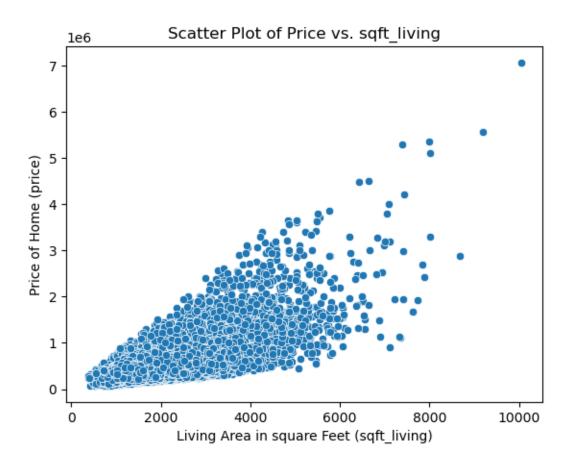


```
[368]: # Histogram of yr_built
sns.histplot(house_updated_df['yr_built'], kde = True, bins=50)
plt.title('Distribution of the Year House was built')
plt.xlabel('Year House was Built')
plt.ylabel('Count')
plt.show()
```



```
[370]: # Scatterplot of sqft_living and price
sns.scatterplot(x='sqft_living', y='price', data=house_updated_df)
plt.xlabel('Living Area in square Feet (sqft_living)')
plt.ylabel('Price of Home (price)')
plt.title('Scatter Plot of Price vs. sqft_living')
plt.show()
```

Year House was Built



```
[372]: # Correlation Matrix
      home_correlation_matrix = house_updated_df.drop(columns = ['id', 'date', _
        home_correlation_matrix
[372]:
                              bedrooms
                                        bathrooms
                                                  sqft_living
                                                               sqft_lot
                                                                           floors \
                       price
      price
                     1.000000
                              0.320706
                                         0.511490
                                                     0.697044
                                                               0.088539 0.257307
      bedrooms
                     0.320706
                              1.000000
                                         0.526506
                                                     0.600778 0.035487
                                                                         0.188226
      bathrooms
                     0.511490
                              0.526506
                                         1.000000
                                                     0.743196 0.086136 0.460188
                                         0.743196
                                                     1.000000 0.168986 0.353794
      sqft_living
                     0.697044
                              0.600778
      sqft_lot
                     0.088539
                              0.035487
                                         0.086136
                                                     0.168986 1.000000 -0.007117
      floors
                     0.257307
                              0.188226
                                         0.460188
                                                     0.353794 -0.007117
                                                                        1.000000
      waterfront
                     0.268956 -0.001204
                                         0.065482
                                                     0.102162 0.022157
                                                                        0.024494
                                         0.185737
                                                               0.073493 0.027490
      view
                     0.396294 0.088213
                                                     0.280457
      condition
                     0.035472 0.020004
                                        -0.110169
                                                    -0.060885 -0.007421 -0.265403
      grade
                     0.671002 0.381337
                                         0.646912
                                                     0.764434 0.110740 0.458334
      sqft_above
                     0.600022
                                         0.666639
                                                     0.874749
                                                               0.179665 0.524736
                              0.498872
      sqft_basement
                     0.314424
                              0.305154
                                         0.285016
                                                     0.425043
                                                               0.012342 -0.251712
      yr_built
                     0.058218
                              0.179215
                                         0.487615
                                                     0.325612
                                                               0.051546
                                                                        0.491827
      yr_renovated
                     0.122434 0.016858
                                         0.049589
                                                     0.051519 0.008223 0.005904
```

```
price
                        0.268956
                                  0.396294
                                             0.035472
                                                        0.671002
                                                                    0.600022
       bedrooms
                       -0.001204
                                  0.088213
                                             0.020004
                                                        0.381337
                                                                    0.498872
       bathrooms
                        0.065482
                                  0.185737
                                                                    0.666639
                                            -0.110169
                                                        0.646912
       sqft_living
                        0.102162
                                  0.280457
                                            -0.060885
                                                        0.764434
                                                                    0.874749
                                  0.073493
       sqft_lot
                        0.022157
                                            -0.007421
                                                        0.110740
                                                                    0.179665
       floors
                        0.024494
                                  0.027490
                                            -0.265403
                                                       0.458334
                                                                    0.524736
       waterfront
                        1.000000
                                  0.402077
                                             0.017046
                                                       0.081722
                                                                    0.071656
       view
                        0.402077
                                  1.000000
                                             0.046347
                                                        0.248677
                                                                    0.162676
       condition
                        0.017046
                                  0.046347
                                              1.000000 -0.148210
                                                                   -0.161278
       grade
                        0.081722
                                  0.248677
                                            -0.148210
                                                        1.000000
                                                                    0.756053
       sqft_above
                        0.071656 0.162676
                                            -0.161278
                                                        0.756053
                                                                    1.000000
       sqft_basement
                        0.076505 0.273600
                                             0.175897
                                                        0.161723
                                                                   -0.066819
       yr_built
                       -0.026605 -0.054219
                                            -0.361490
                                                        0.450595
                                                                    0.430301
       yr_renovated
                        0.091016 0.102713
                                            -0.060407
                                                        0.011606
                                                                    0.020486
                      sqft_basement
                                     yr_built yr_renovated
       price
                           0.314424
                                     0.058218
                                                    0.122434
       bedrooms
                           0.305154
                                     0.179215
                                                    0.016858
                           0.285016 0.487615
       bathrooms
                                                    0.049589
       sqft_living
                                     0.325612
                           0.425043
                                                   0.051519
       sqft_lot
                           0.012342 0.051546
                                                    0.008223
       floors
                          -0.251712 0.491827
                                                    0.005904
       waterfront
                           0.076505 -0.026605
                                                    0.091016
       view
                           0.273600 -0.054219
                                                   0.102713
       condition
                           0.175897 -0.361490
                                                   -0.060407
       grade
                           0.161723 0.450595
                                                    0.011606
       sqft_above
                          -0.066819 0.430301
                                                    0.020486
                                                    0.067814
       sqft_basement
                           1.000000 -0.133338
       yr_built
                          -0.133338 1.000000
                                                   -0.224948
                           0.067814 -0.224948
                                                    1.000000
       yr_renovated
[374]: # Correlation matrix - exclusing id and date
       home correlation matrix2 = house updated df.drop(columns = ['id', 'date']).
        ⇔corr()
       home_correlation_matrix2
[374]:
                                bedrooms
                                          bathrooms
                                                      sqft_living
                                                                   sqft_lot
                                                                               floors \
                         price
                                                         0.697044
                                                                   0.088539
      price
                      1.000000
                                0.320706
                                           0.511490
                                                                             0.257307
       bedrooms
                      0.320706
                                1.000000
                                           0.526506
                                                         0.600778
                                                                   0.035487
                                                                             0.188226
       bathrooms
                      0.511490
                                0.526506
                                           1.000000
                                                         0.743196
                                                                   0.086136
                                                                             0.460188
       sqft_living
                      0.697044
                                0.600778
                                           0.743196
                                                         1.000000
                                                                   0.168986
                                                                             0.353794
       saft lot
                                           0.086136
                                                                   1.000000 -0.007117
                      0.088539
                                0.035487
                                                         0.168986
       floors
                      0.257307
                                0.188226
                                           0.460188
                                                         0.353794 -0.007117
                                                                             1.000000
       waterfront
                      0.268956 -0.001204
                                           0.065482
                                                         0.102162
                                                                   0.022157
                                                                             0.024494
       view
                      0.396294
                                0.088213
                                           0.185737
                                                         0.280457
                                                                   0.073493
                                                                             0.027490
```

grade

sqft\_above

waterfront

view

condition

```
condition
               0.035472
                         0.020004
                                   -0.110169
                                                -0.060885 -0.007421 -0.265403
grade
               0.671002
                         0.381337
                                    0.646912
                                                 0.764434
                                                           0.110740 0.458334
sqft_above
               0.600022
                         0.498872
                                    0.666639
                                                 0.874749
                                                           0.179665
                                                                     0.524736
sqft_basement
               0.314424
                         0.305154
                                    0.285016
                                                 0.425043
                                                           0.012342 -0.251712
               0.058218
                         0.179215
                                    0.487615
                                                           0.051546 0.491827
yr_built
                                                 0.325612
yr_renovated
               0.122434
                         0.016858
                                    0.049589
                                                 0.051519
                                                           0.008223
                                                                     0.005904
              -0.053481 -0.168289
                                                -0.202744 -0.130113 -0.059945
zipcode
                                   -0.202978
lat
               0.312930 -0.014922
                                    0.023763
                                                 0.050749 -0.086817
                                                                      0.049046
                                    0.224759
                                                          0.228552
long
               0.023773 0.149182
                                                 0.245530
                                                                     0.126334
                                                          sqft above
               waterfront
                               view condition
                                                   grade
price
                 0.268956
                           0.396294
                                      0.035472
                                                0.671002
                                                            0.600022
bedrooms
                -0.001204
                           0.088213
                                      0.020004
                                                0.381337
                                                            0.498872
bathrooms
                 0.065482
                           0.185737
                                     -0.110169
                                                0.646912
                                                            0.666639
sqft_living
                 0.102162
                           0.280457
                                     -0.060885
                                                0.764434
                                                            0.874749
sqft_lot
                 0.022157
                           0.073493
                                     -0.007421
                                                0.110740
                                                            0.179665
floors
                 0.024494
                           0.027490
                                     -0.265403
                                                0.458334
                                                            0.524736
waterfront
                           0.402077
                                                            0.071656
                 1.000000
                                      0.017046
                                                0.081722
view
                 0.402077
                           1.000000
                                      0.046347
                                                0.248677
                                                            0.162676
condition
                 0.017046
                           0.046347
                                      1.000000 -0.148210
                                                           -0.161278
grade
                 0.081722
                           0.248677
                                     -0.148210
                                                1.000000
                                                            0.756053
                           0.162676
                 0.071656
                                     -0.161278
                                                0.756053
sqft above
                                                            1.000000
sqft_basement
                 0.076505 0.273600
                                      0.175897
                                                0.161723
                                                           -0.066819
yr built
                -0.026605 -0.054219
                                     -0.361490
                                                0.450595
                                                            0.430301
yr renovated
                 0.091016 0.102713
                                     -0.060407
                                                0.011606
                                                            0.020486
zipcode
                 0.030818
                           0.085035
                                      0.003010 -0.185966
                                                           -0.263764
                                     -0.015475
                                                0.113541
lat
                -0.014259 0.005307
                                                           -0.002775
                -0.042149 -0.078178
                                     -0.105970
                                                0.200843
                                                            0.348476
long
                                        yr_renovated
               sqft_basement
                              yr_built
                                                       zipcode
                                                                          \
                                                                      lat
                              0.058218
                                            0.122434 -0.053481
                                                                 0.312930
price
                    0.314424
                                            0.016858 -0.168289 -0.014922
bedrooms
                    0.305154
                              0.179215
                                            0.049589 -0.202978
bathrooms
                    0.285016
                              0.487615
                                                                 0.023763
sqft_living
                    0.425043
                              0.325612
                                            0.051519 -0.202744
                                                                0.050749
sqft_lot
                    0.012342 0.051546
                                            0.008223 -0.130113 -0.086817
floors
                   -0.251712 0.491827
                                            0.005904 -0.059945
                                                                0.049046
waterfront
                    0.076505 -0.026605
                                            0.091016 0.030818 -0.014259
view
                    0.273600 -0.054219
                                            0.102713
                                                      0.085035 0.005307
condition
                    0.175897 -0.361490
                                           -0.060407
                                                      0.003010 -0.015475
grade
                    0.161723 0.450595
                                            0.011606 -0.185966 0.113541
sqft above
                   -0.066819 0.430301
                                            0.020486 -0.263764 -0.002775
sqft_basement
                    1.000000 -0.133338
                                            0.067814 0.075243 0.109678
                   -0.133338 1.000000
                                           -0.224948 -0.347054 -0.147794
yr built
yr_renovated
                    0.067814 -0.224948
                                            1.000000 0.064527
                                                                0.029003
                                                      1.000000
zipcode
                    0.075243 -0.347054
                                            0.064527
                                                                0.266706
lat
                    0.109678 -0.147794
                                            0.029003 0.266706
                                                                 1.000000
long
                   -0.145384 0.409551
                                           -0.068295 -0.563895 -0.134654
```

```
long
price
                0.023773
bedrooms
                0.149182
bathrooms
                0.224759
sqft_living
                0.245530
sqft_lot
                0.228552
floors
                0.126334
waterfront
               -0.042149
               -0.078178
view
condition
               -0.105970
grade
                0.200843
sqft_above
                0.348476
sqft_basement -0.145384
yr_built
                0.409551
yr_renovated -0.068295
zipcode
              -0.563895
lat
               -0.134654
long
                1.000000
```

Regression model using multiple variables, high R-squared at 0.6 possible cause of multicolinearity concerns, like grade and condition, possibly that the higher the grade the better the condition, or sqft living and bathrooms, places with more living space are likely to have more bathrooms, or sqft\_lot and waterfront, possible that waterfront lots have more land but not certain because depending on location, lots by the ocean dont have larger lots

Price is our dependent variable and the other used in the linear regression would be our independent variables

#### OLS Regression Results

	coef	std err	 t	P> t	Γ0.025	0.975]		
Covariance Type:		nonrobust						
Df Model:		7						
Df Residuals:		21525	BIC:			5.922e+05		
No. Observations:		21533	AIC:			5.921e+05		
Time:		19:26:49	Log-Lik	elihood:	-	-2.9605e+05		
Date:	Mon	, 14 Apr 2025	Prob (F	-statistic):		0.00		
Method:		Least Squares	F-stati	stic:		4610.		
Model:		OLS	Adj. R-	squared:		0.600		
Dep. Variable:		price	R-squar	ed:		0.600		
	======							

const	-7.816e+05	1.6e+04	-48.742	0.000	-8.13e+05	-7.5e+05
sqft_living	168.5197	3.149	53.520	0.000	162.348	174.691
sqft_lot	-0.2669	0.039	-6.932	0.000	-0.342	-0.191
bathrooms	-2.641e+04	3180.301	-8.305	0.000	-3.26e+04	-2.02e+04
condition	5.418e+04	2418.800	22.399	0.000	4.94e+04	5.89e+04
grade	1.079e+05	2108.861	51.167	0.000	1.04e+05	1.12e+05
view	6.527e+04	2295.455	28.436	0.000	6.08e+04	6.98e+04
waterfront	5.926e+05	1.95e+04	30.389	0.000	5.54e+05	6.31e+05
=========				=======		
Omnibus:		13606.74	7 Durbin	-Watson:		1.976
Prob(Omnibus	s):	0.00	0 Jarque	-Bera (JB):		468839.004
Skew:		2.51	2 Prob(J	B):		0.00
Kurtosis:		25.30	O Cond.	No.		5.50e+05
=========		=========	=======	=======	========	========

#### Notes:

- [1] Standard Errors assume that the covariance matrix of the errors is correctly specified.
- [2] The condition number is large, 5.5e+05. This might indicate that there are strong multicollinearity or other numerical problems.

The linear regression equation is as follows Price =  $-7.816e+05 + (168.5197 * sqft_living) + (-0.2669 * sqft_lot) + (-2.641e+04 * bathrooms) + (1.079e+05 * grade) + (5.418e+04 * condition) + (6.527e+04 * view) + (5.926e+05 * waterfront)$ 

```
[345]: x_bedbath = house_updated_df[['bedrooms', 'bathrooms']]
    x_bedbath = sm.add_constant(x_bedbath)
    y = house_updated_df['price']
    bedbath_regression = sm.OLS(y,x_bedbath).fit()
    print(bedbath_regression.summary())
```

### OLS Regression Results

Dep. Variable:	price	R-squared:	0.265
Model:	OLS	Adj. R-squared:	0.265
Method:	Least Squares	F-statistic:	3887.
Date:	Mon, 14 Apr 2025	Prob (F-statistic):	0.00
Time:	19:41:00	Log-Likelihood:	-3.0259e+05
No. Observations:	21533	AIC:	6.052e+05
Df Residuals:	21530	BIC:	6.052e+05
Df Model:	2		
Covariance Type:	nonrobust		

========					========	
	coef	std err	t	P> t	[0.025	0.975]
const	-4.789e+04	8630.856	-5.549	0.000	-6.48e+04	-3.1e+04
bedrooms	2.94e+04	2840.897	10.350	0.000	2.38e+04	3.5e+04
bathrooms	2.289e+05	3317.967	68.990	0.000	2.22e+05	2.35e+05

=======================================			
Omnibus:	16053.854	Durbin-Watson:	1.957
Prob(Omnibus):	0.000	Jarque-Bera (JB):	591789.783
Skew:	3.211	Prob(JB):	0.00
Kurtosis:	27.867	Cond. No.	17.9

#### Notes:

1

400

1951

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.

The linear equation is as follows: Price = -47,890 + (29,400 \* bedrooms) + (228,900 \* bathrooms) From this equation we can see that bathrooms affect the price of housing much more significantly than bedrooms do. The R-square of 0.265 shows that this model explains 26.5% of the variation in housing prices, since the R-square value is not really high, we can deduce that other variables that are not in this model play a significant role.

8]: house	e_updated_df							
8]:	id	l dat	ce pri	ce be	drooms	bathrooms	sqft_living	\
0	7129300520	2014-10-1	13 221900	.0	3	1.0	1180	
1	6414100192	2014-12-0	9 538000	.0	3	2.0	2570	
2	5631500400	2015-02-2	25 180000	.0	2	1.0	770	
3	2487200875	2014-12-0	9 604000	.0	4	3.0	1960	
4	1954400510	2015-02-1	18 510000	.0	3	2.0	1680	
•••	•••	•••	•••	•••	•••	•••		
21528	3 263000018	2014-05-2	21 360000	.0	3	2.5	1530	
21529	9 6600060120	2015-02-2	23 400000	.0	4	2.5	2310	
21530	1523300141	2014-06-2	23 402101	.0	2	1.0	1020	
21533	1 291310100	2015-01-1	16 400000	.0	3	2.5	1600	
21532	2 1523300157	2014-10-1	15 325000	.0	2	1.0	1020	
	sqft_lot	floors wat	terfront	view (	conditi	on grade	sqft_above \	
0	5650	1.0	0	0		3 7	1180	
1	7242	2.0	0	0		3 7	2170	
2	10000	1.0	0	0		3 6	770	
3	5000	1.0	0	0		5 7	1050	
4	8080	1.0	0	0		3 8	1680	
			•••	•••	•••	•••		
21528	3 1131	3.0	0	0		3 8	1530	
21529	5813	2.0	0	0		3 8	2310	
21530	1350	2.0	0	0		3 7	1020	
2153	1 2388	2.0	0	0		3 8	1600	
21532	2 1076	2.0	0	0		3 7	1020	
	sqft_basem	ent yr_bui	ilt yr_re	novate	d zipc	ode la	at long	
0		0 19	955	(	0 98	178 47.51	12 -122.257	

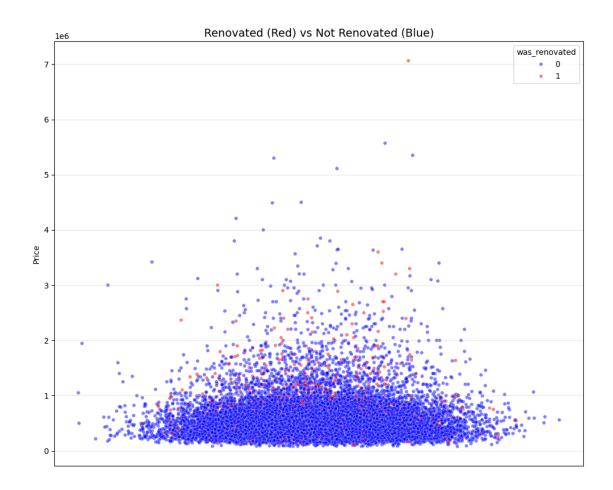
1991

98125 47.7210 -122.319

```
2
                   0
                          1933
                                           0
                                                98028 47.7379 -122.233
3
                 910
                          1965
                                                98136 47.5208 -122.393
                                           0
4
                   0
                          1987
                                           0
                                                98074 47.6168 -122.045
21528
                   0
                          2009
                                           0
                                                98103 47.6993 -122.346
                          2014
21529
                   0
                                           0
                                                98146 47.5107 -122.362
21530
                   0
                          2009
                                           0
                                                98144 47.5944 -122.299
                   0
21531
                          2004
                                           0
                                                98027 47.5345 -122.069
21532
                   0
                          2008
                                           0
                                                98144 47.5941 -122.299
```

### [21533 rows x 19 columns]

```
[269]: renovation_df = house_updated_df[['price', 'yr_renovated']].copy()
       renovation_df['was_renovated'] = (renovation_df['yr_renovated'] != 0).
        →astype(int)
       renovation_df = renovation_df.drop('yr_renovated', axis=1)
       plt.figure(figsize=(10, 8))
       x = np.zeros(len(renovation_df))
       jitter = np.random.normal(0, 0.02, size=len(renovation_df))
       x_jittered = x + jitter
       sns.scatterplot(
           x=x_jittered,
           y='price',
           hue='was_renovated',
           data=renovation_df,
           palette={0: 'blue', 1: 'red'},
           alpha=0.5,
           s = 20
       )
       plt.title('Renovated (Red) vs Not Renovated (Blue)', fontsize=14)
       plt.xlabel('')
       plt.ylabel('Price')
       plt.xticks([])
       plt.grid(True, axis='y', alpha=0.3)
       plt.tight_layout()
       plt.show()
```



```
plt.figure(figsize=(12, 8))
scatter = sns.scatterplot(
    x='sqft_living',
    y='price',
    hue='was_renovated',
    data=plot_df,
    palette={0: 'blue', 1: 'red'},
    alpha=0.6,
    s=30
)
plt.title('Price vs. Living Area', fontsize=16)
plt.xlabel('Living Area', fontsize=12)
plt.ylabel('Price', fontsize=12)
plt.grid(True, alpha=0.3)
plt.tight_layout()
plt.show()
```



Since living area was the variable with the highest correlation to price, I decided to create a cluster with sqft\_living and price. Then I decided to color code the clusters based on whether the houses were remodeled or not. Once again, although there are thousands of more houses that were remodeled, we can see that the pricier the houses get, the more likely they are to have been remodeled.

For this project, since our end goal is to predict housing prices, it makes more sense to use a supervised learning model. This is because we already have labeled data with set outcomes that we can use to train our model.

# 4 Part 3: Data Analytics

 $R^2: 0.598$ 

```
[348]: # Supervised Learning Model
      x_final = house_updated_df.drop(['price', 'lat', 'long', 'zipcode', 'yr_built', | 
       y_final = house_updated_df['price']
      # Convert yr_renovated to binary (as before)
      x final['was renovated'] = (x final['yr renovated'] != 0).astype(int)
      x_final = x_final.drop('yr_renovated', axis=1)
      # Split data (80% train, 20% test)
      x_train, x_test, y_train, y_test = train_test_split(x_final, y_final, __
       stest_size=0.2, random_state=0)
      # Scale numerical features
      scaler = StandardScaler()
      x_train_scaled = scaler.fit_transform(x_train.select_dtypes(include=['int64',_

¬'float64']))
      x_test_scaled = scaler.transform(x_test.select_dtypes(include=['int64',_

¬'float64']))
[350]: # Linear Regression Model
      lr = LinearRegression()
      lr.fit(x_train_scaled, y_train)
      y_pred = lr.predict(x_test_scaled)
      # Calculate MSE first, then take square root for RMSE
      mse = mean_squared_error(y_test, y_pred)
      rmse = np.sqrt(mse) # This gives you RMSE
      print(f"RMSE: {rmse:,.2f}")
      print(f"R2: {r2_score(y_test, y_pred):.3f}")
      RMSE: 218,774.64
```