

# *AMES HOUSING PRICE PREDICTION*

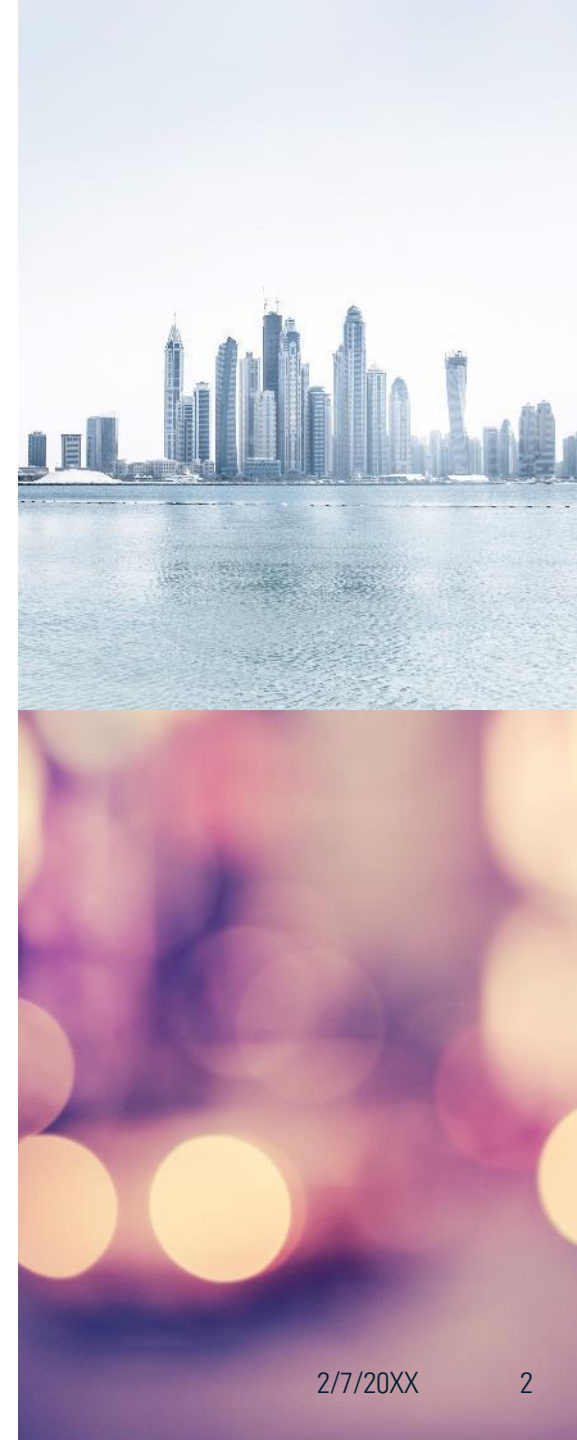
Dan Chen

2/20/2023



# *STRUCTURE*

- Business values and metrics
- Modeling
- Pipeline
- API
- Q&A







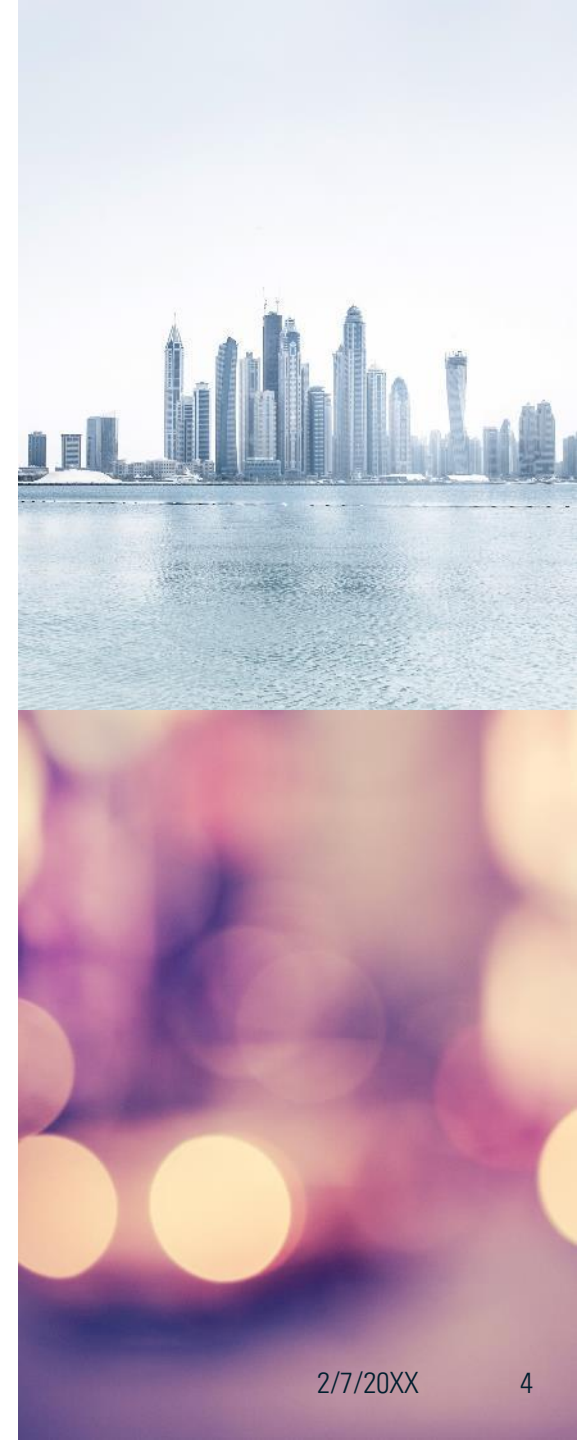
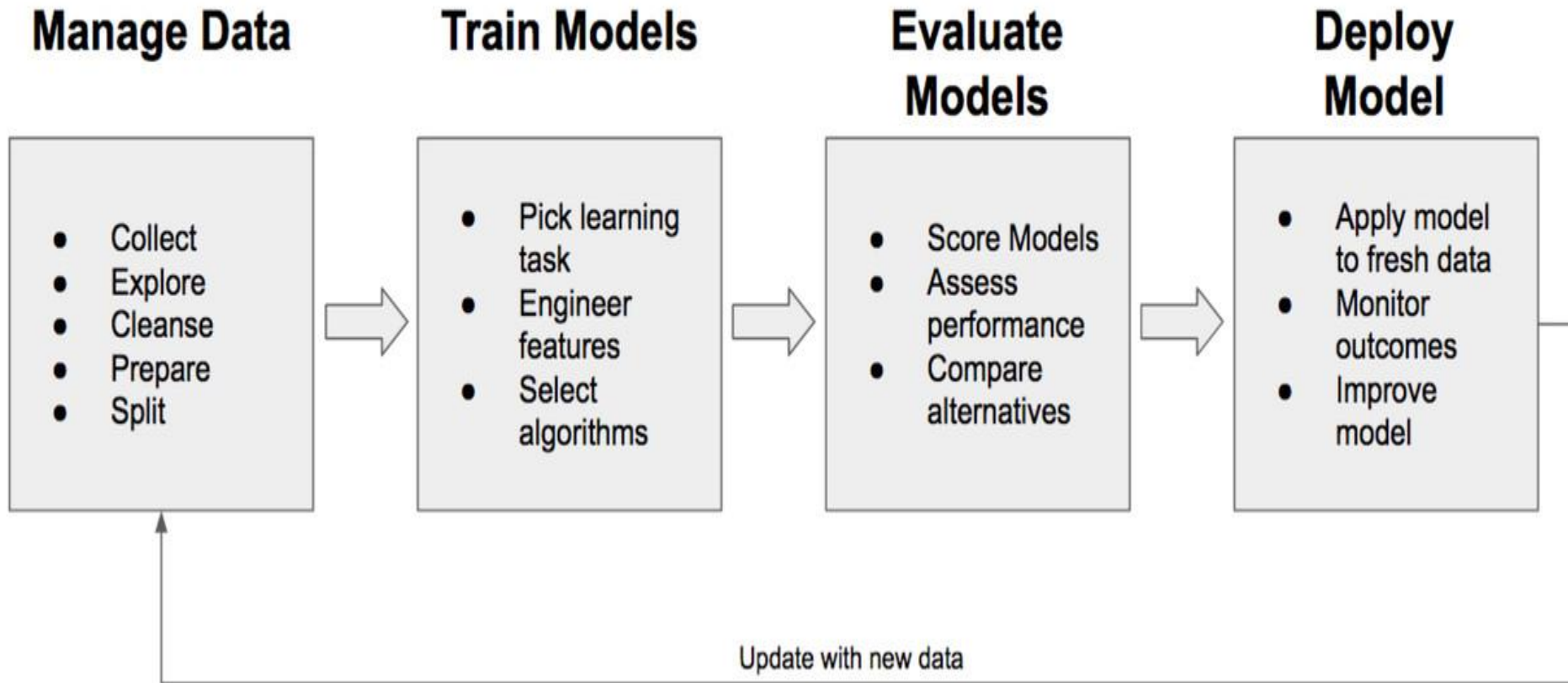
# *INTRODUCTION*

Accurate housing price prediction help investors identify potential investment opportunities in real estate business

The aim of the project is to build a machine learning model pipeline to predict the sale price of homes



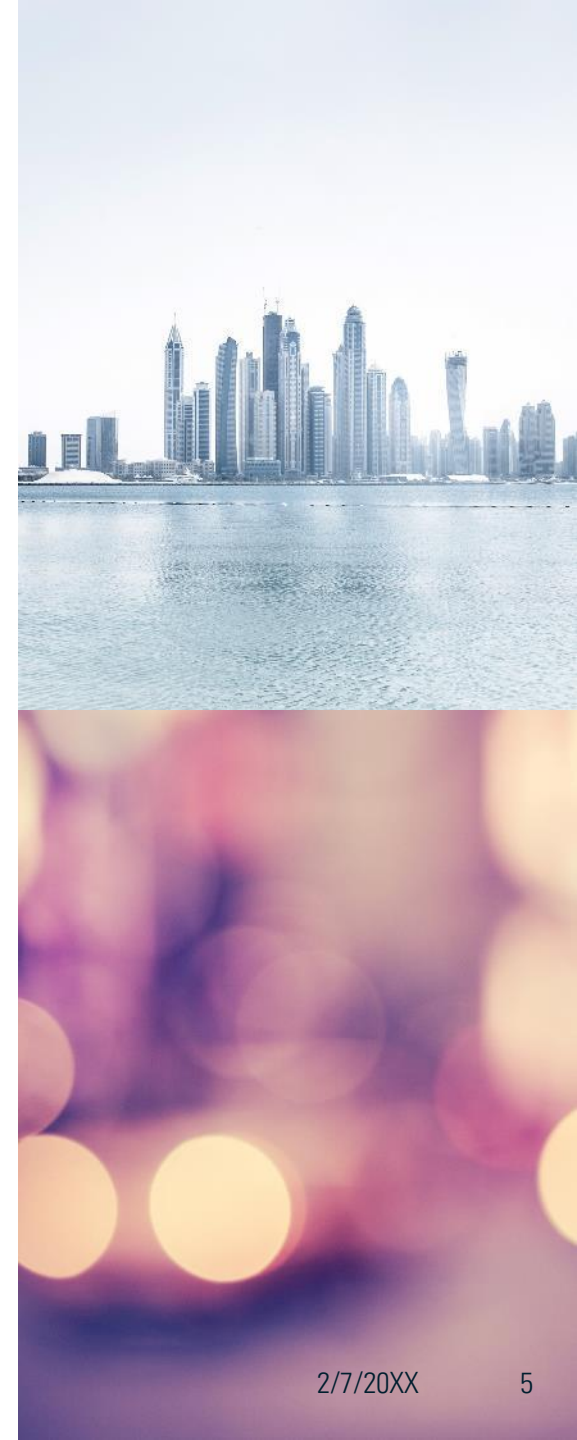
# Machine Learning Modeling Cycle





# MACHINE LEARNING PIPELINE

1. Data Analysis
2. Feature Engineering
3. Feature Selection
4. Model Training
5. Predictions Scoring
6. API
7. CI/CD
8. DOCKER



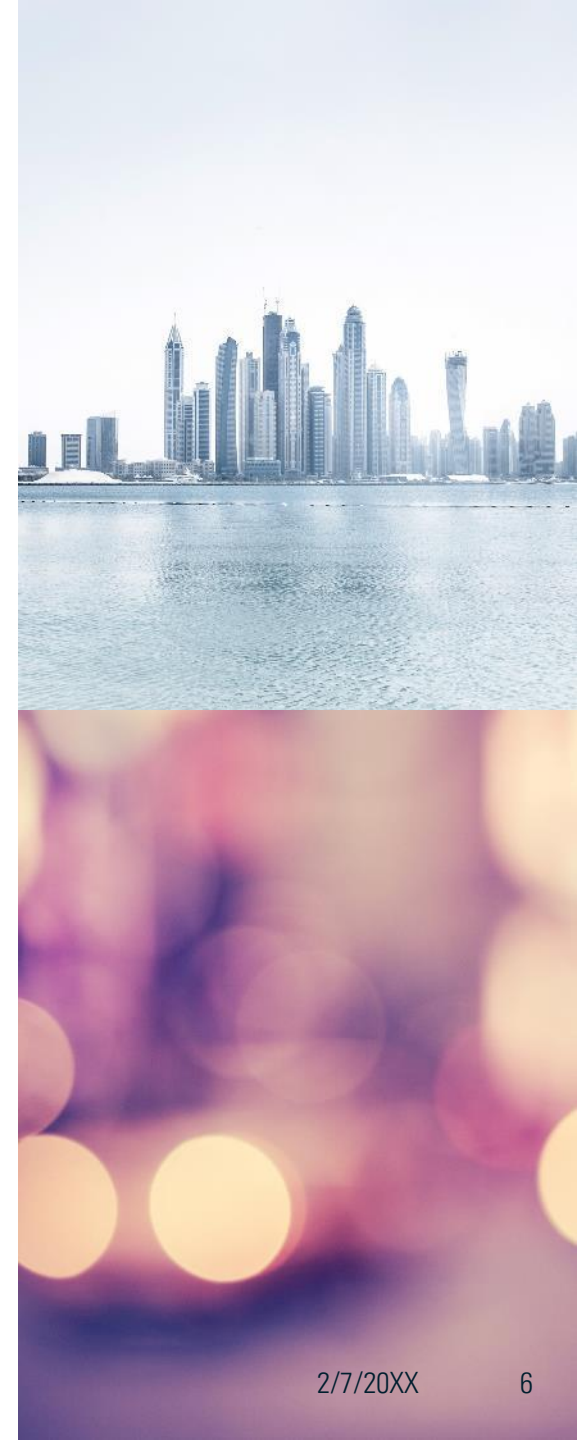
# DATA ANALYSIS

Train.csv / Test.csv

The house price dataset contains 2051 rows,  
80 columns:

- 79 predictive variables
- 1 target: SalePrice

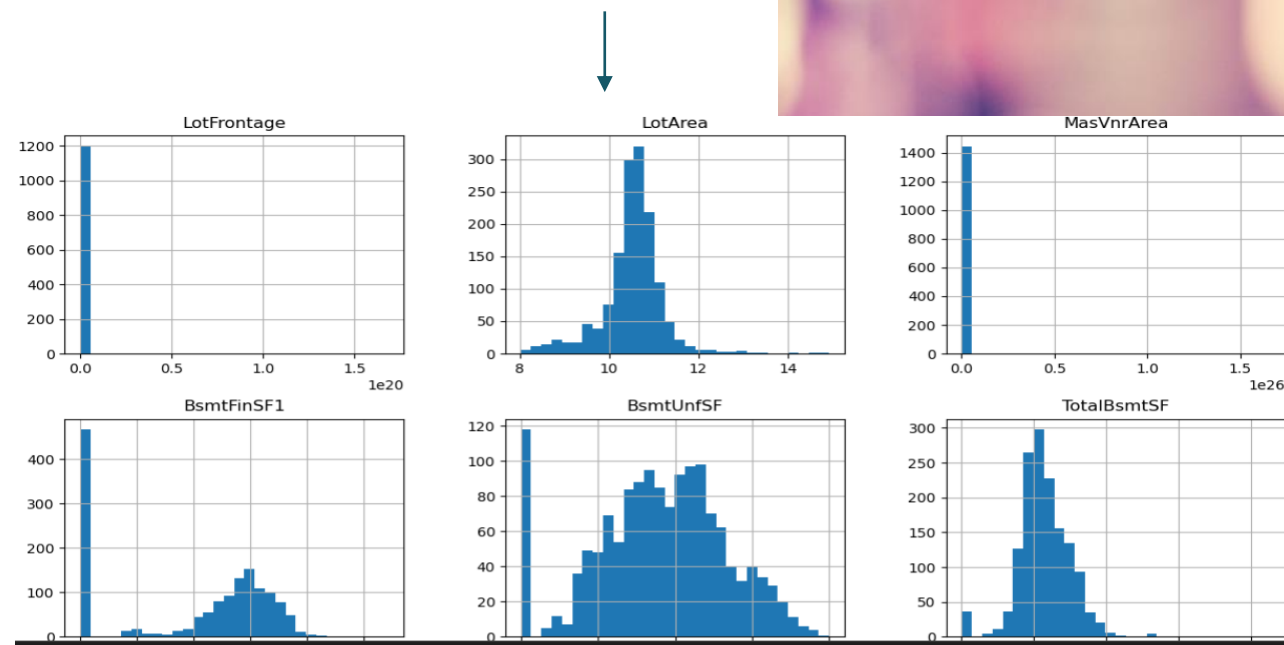
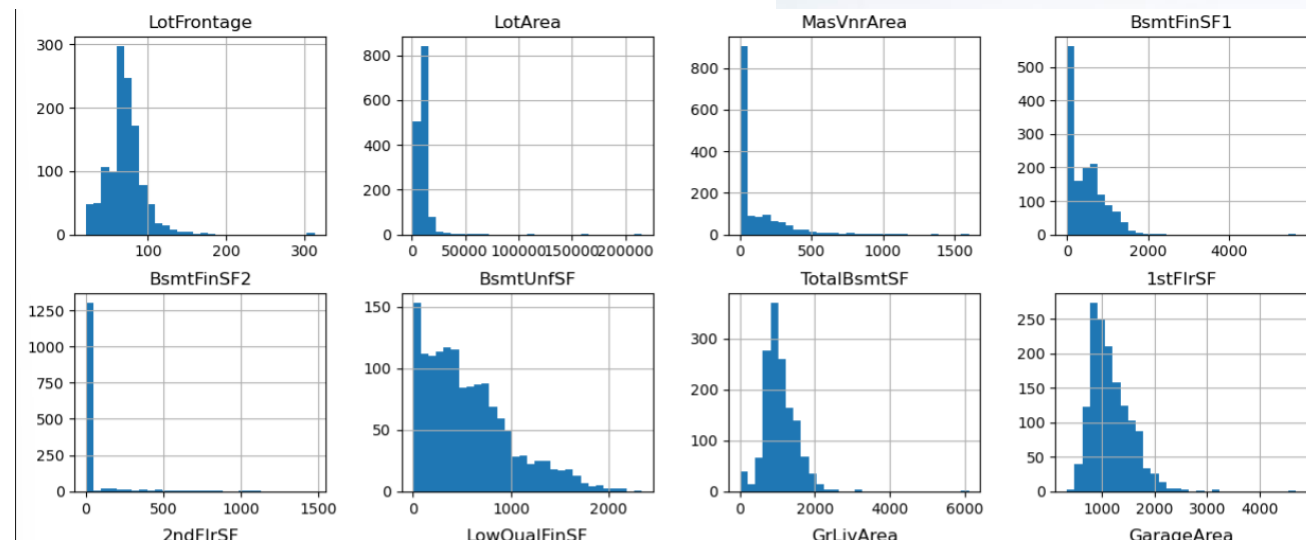
<https://www.kaggle.com/competitions/house-prices-advanced-regression-techniques/overview/description>



# DATA ANALYSIS

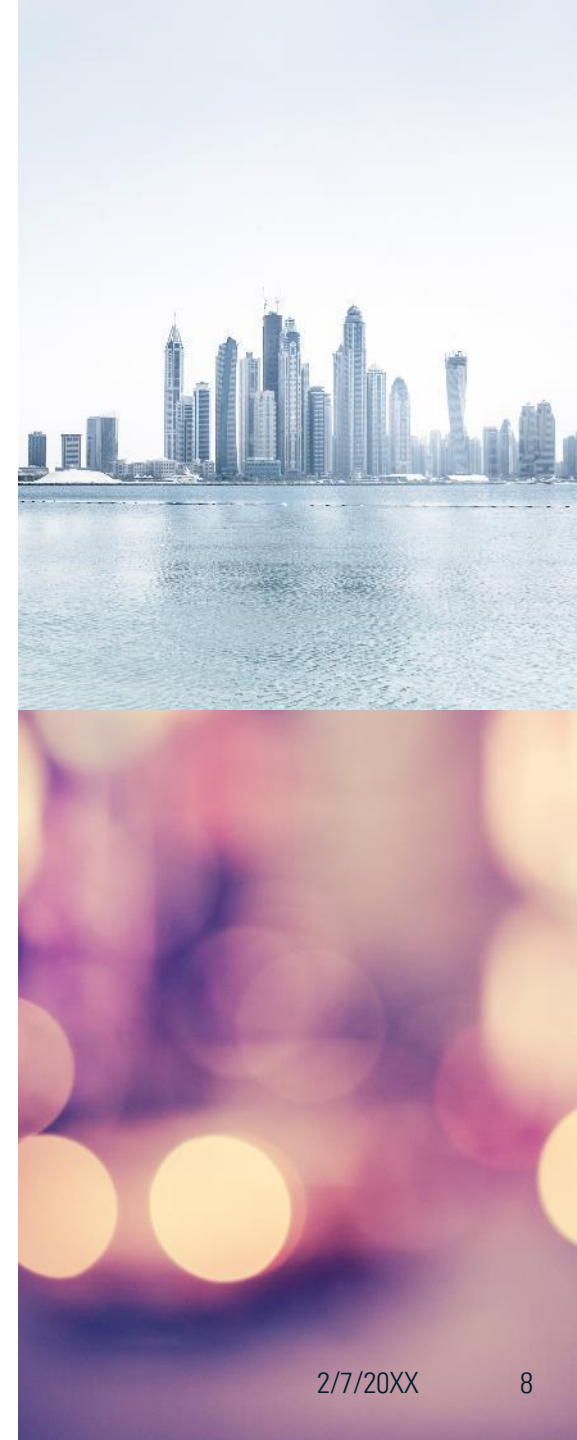
## *DATA TRANSFORMATION*

- Yeo-Johnson
- Log
- Skewed >> binary



# FEATURE ENGINEERING

1. Missing values
2. Temporal variables
3. Non-Gaussian distributed variables
4. Categorical variables: remove rare labels
5. Categorical variables: convert strings to numbers
5. Put the variables in a similar scale
6. Mapping – assigned order
7. Feature scaling



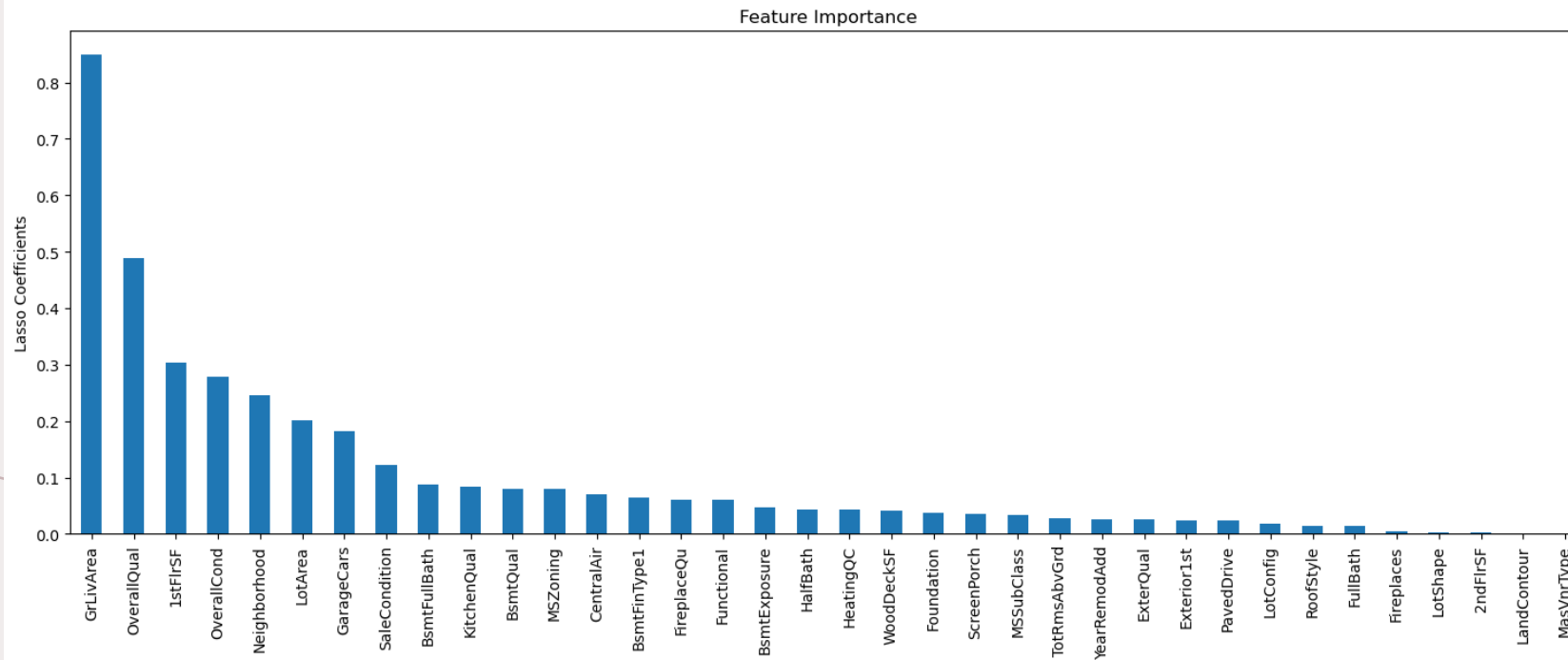


# FEATURE SELECTION

Use scikit learn: selectfrommodel

total features: 80

selected features: 36

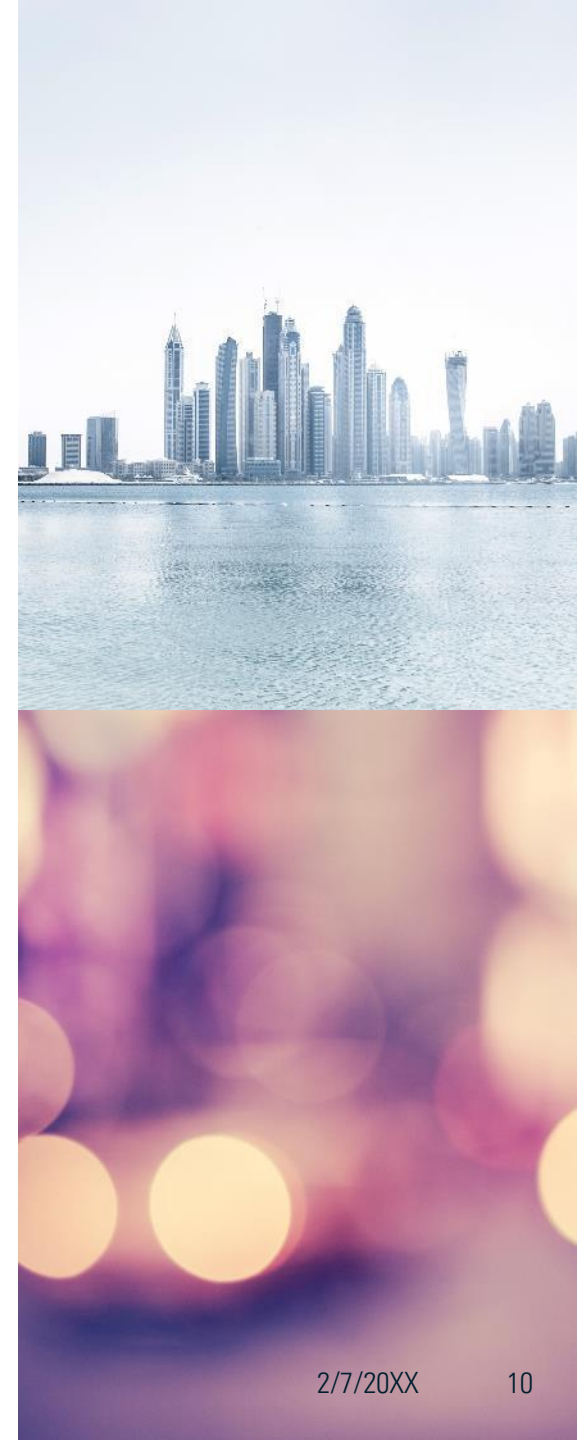


# MODEL TRAIN

RMSE: 18179.7065

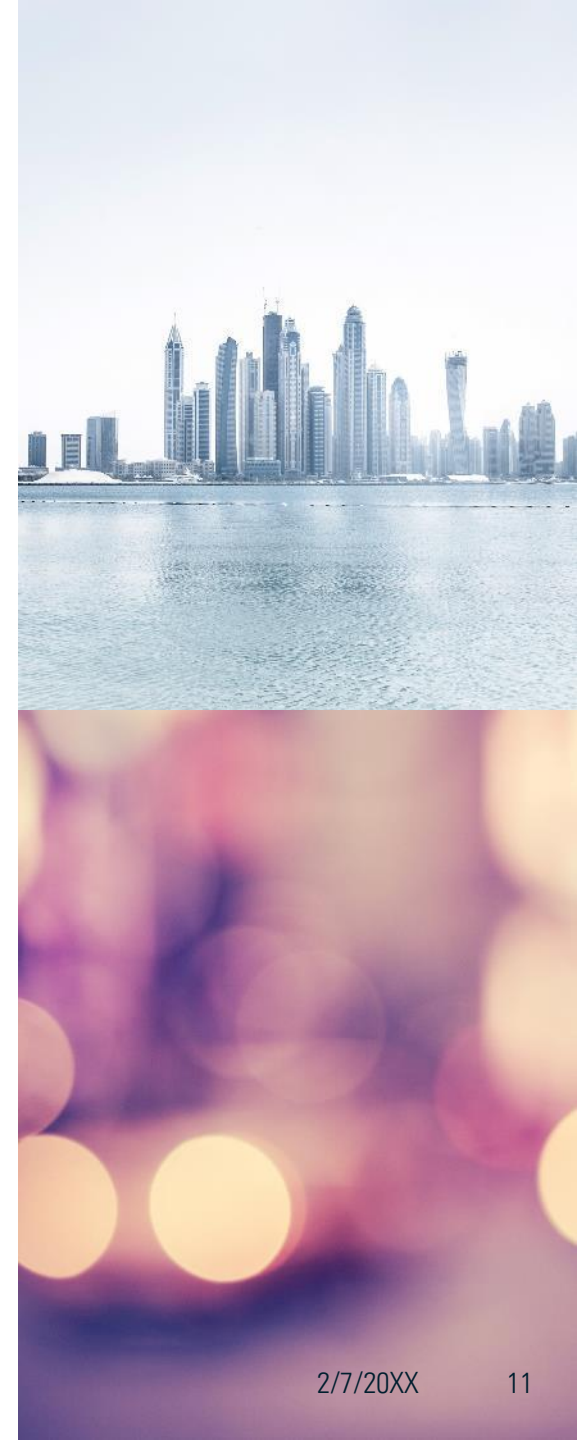
## Model comparisons

- Linear regression
- Lasso
- Ridge
- ElasticNet
- Random Forest
- XGBoost



# SCORING

	TRAIN	TEST
RMSE	27769	33016
R2	0.876496042007156	0.8413724432687755



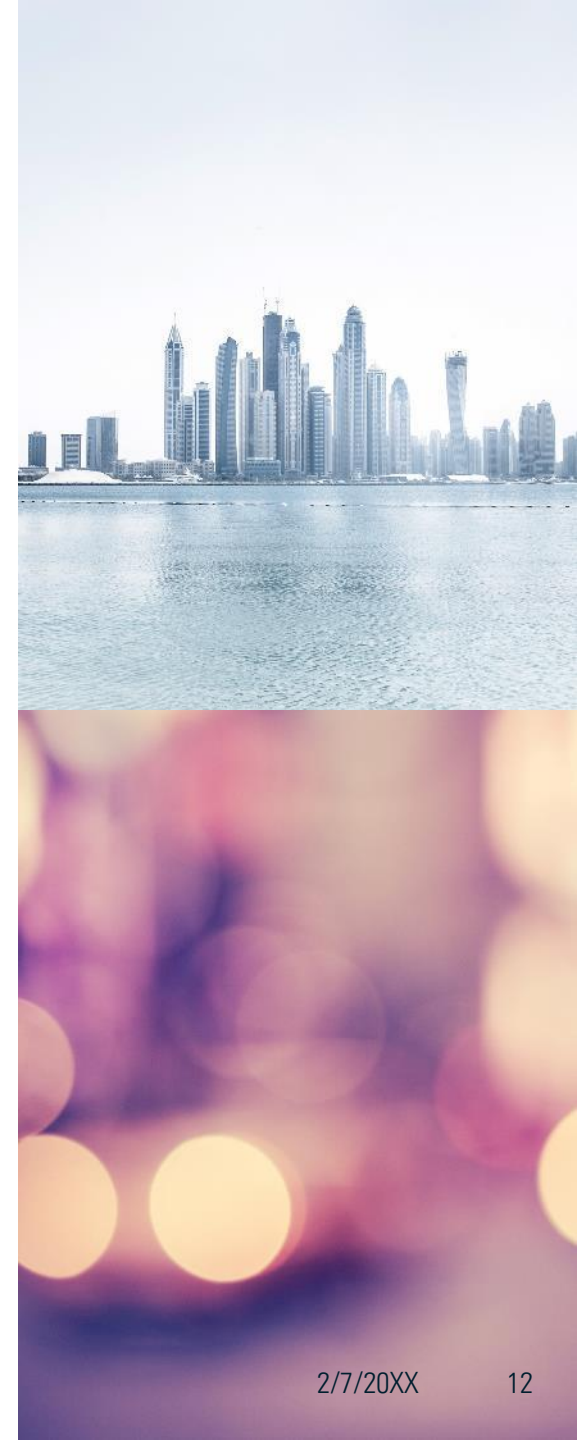


# LINEAR REGRESSION

Model\_pipeline.py

- Feature pipeline
- Linear\_model
- Score test data

```
joblib.dump(lin_model,  
            'linear_regression.joblib')
```



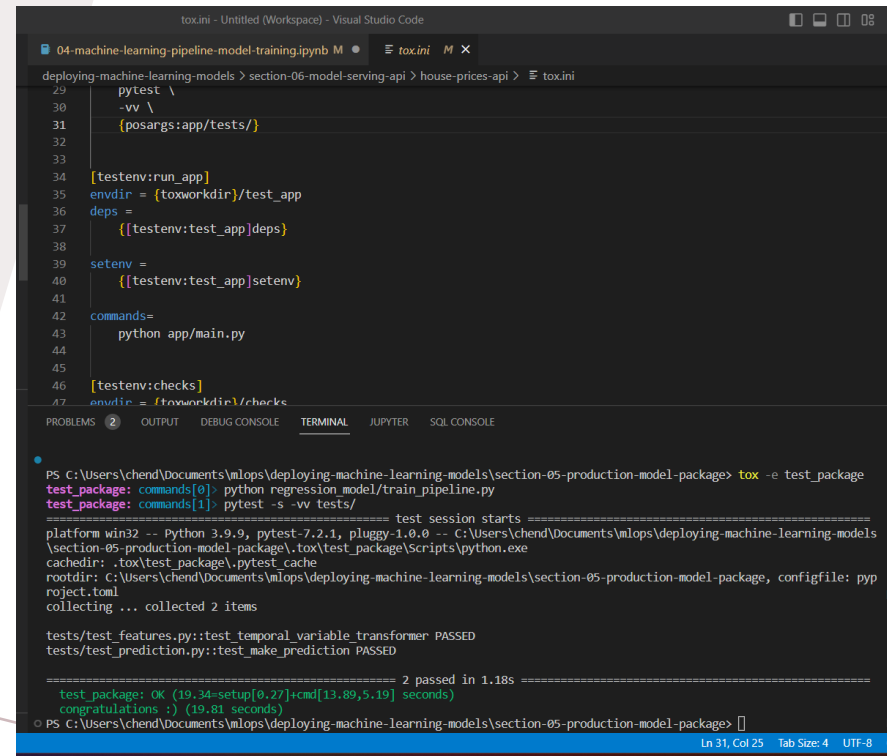
# FAST API

Easy to implement

Product codes being tested with TOX <https://tox.wiki/en/latest/>

<http://localhost:8001/>

Demo

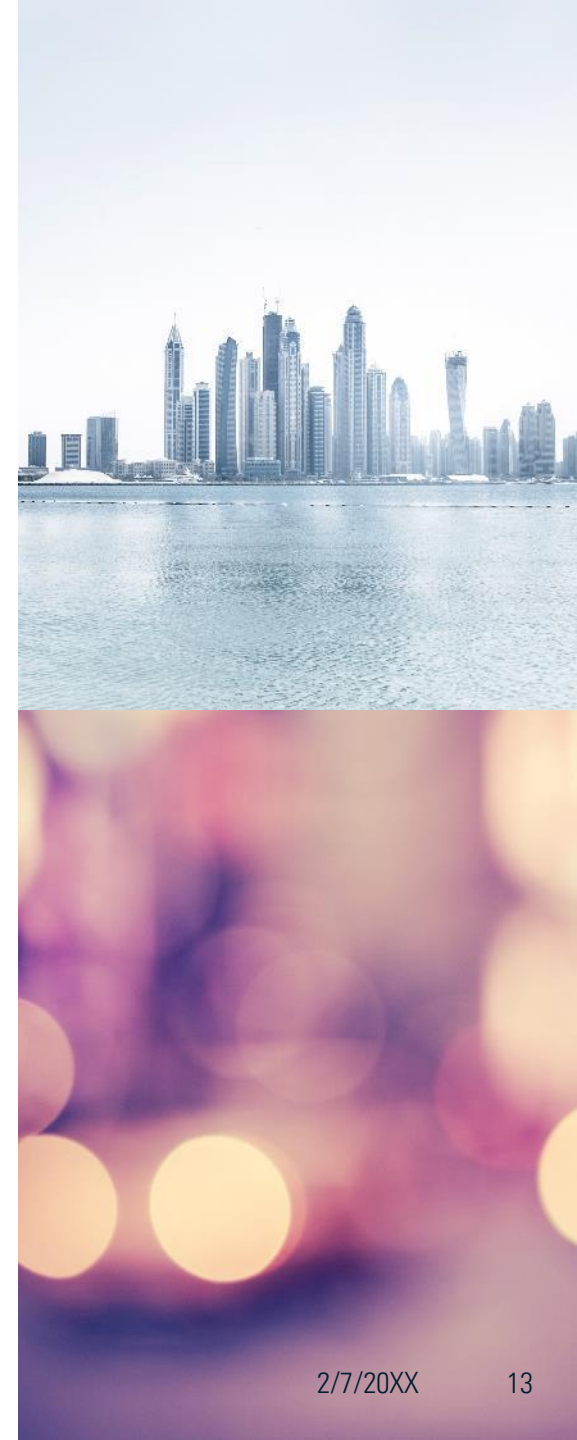


```
tox.ini - Untitled (Workspace) - Visual Studio Code
04-machine-learning-pipeline-model-training.ipynb M • tox.ini M X
deploying-machine-learning-models > section-06-model-serving-api > house-prices-api > tox.ini
29  pytest \
30      -vv \
31      {posargs:app/tests/}
32
33
34  [testenv:run_app]
35  envdir = {toxworkdir}/test_app
36  deps =
37      {[testenv:test_app]deps}
38
39  setenv =
40      {[testenv:test_app]setenv}
41
42  commands=
43      python app/main.py
44
45
46  [testenv:checks]
47  envdir = {toxworkdir}/checks

PROBLEMS 2 OUTPUT DEBUG CONSOLE TERMINAL JUPYTER SQL CONSOLE
• PS C:\Users\chend\Documents\ml\deploying-machine-learning-models\section-05-production-model-package> tox -e test_package
test_package: commands[0]> python regression_model/train_pipeline.py
test_package: commands[1]> pytest -s -vv tests/
===== test session starts =====
platform win32 -- Python 3.9.9, pytest-7.2.1, pluggy-1.0.0 -- C:\Users\chend\Documents\ml\deploying-machine-learning-models\section-05-production-model-package\tox\test_package\Scripts\python.exe
cachedir: .tox\test_package\pytest cache
rootdir: C:\Users\chend\Documents\ml\deploying-machine-learning-models\section-05-production-model-package, configfile: pyp
project.toml
collecting ... collected 2 items

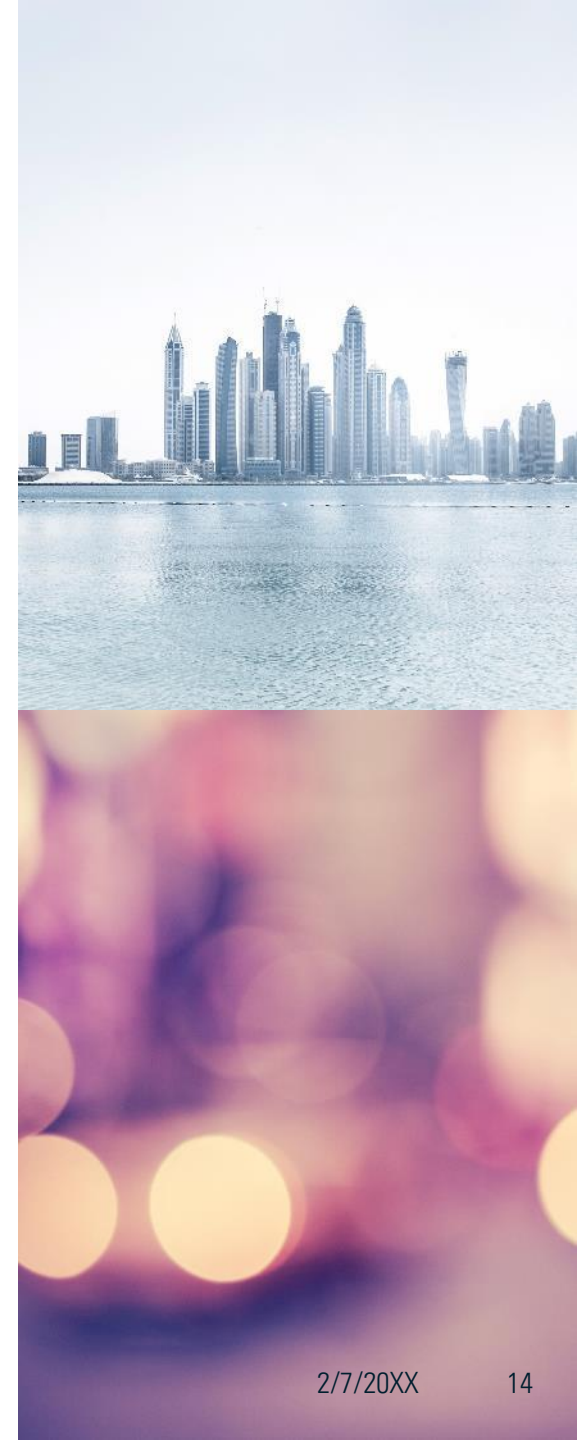
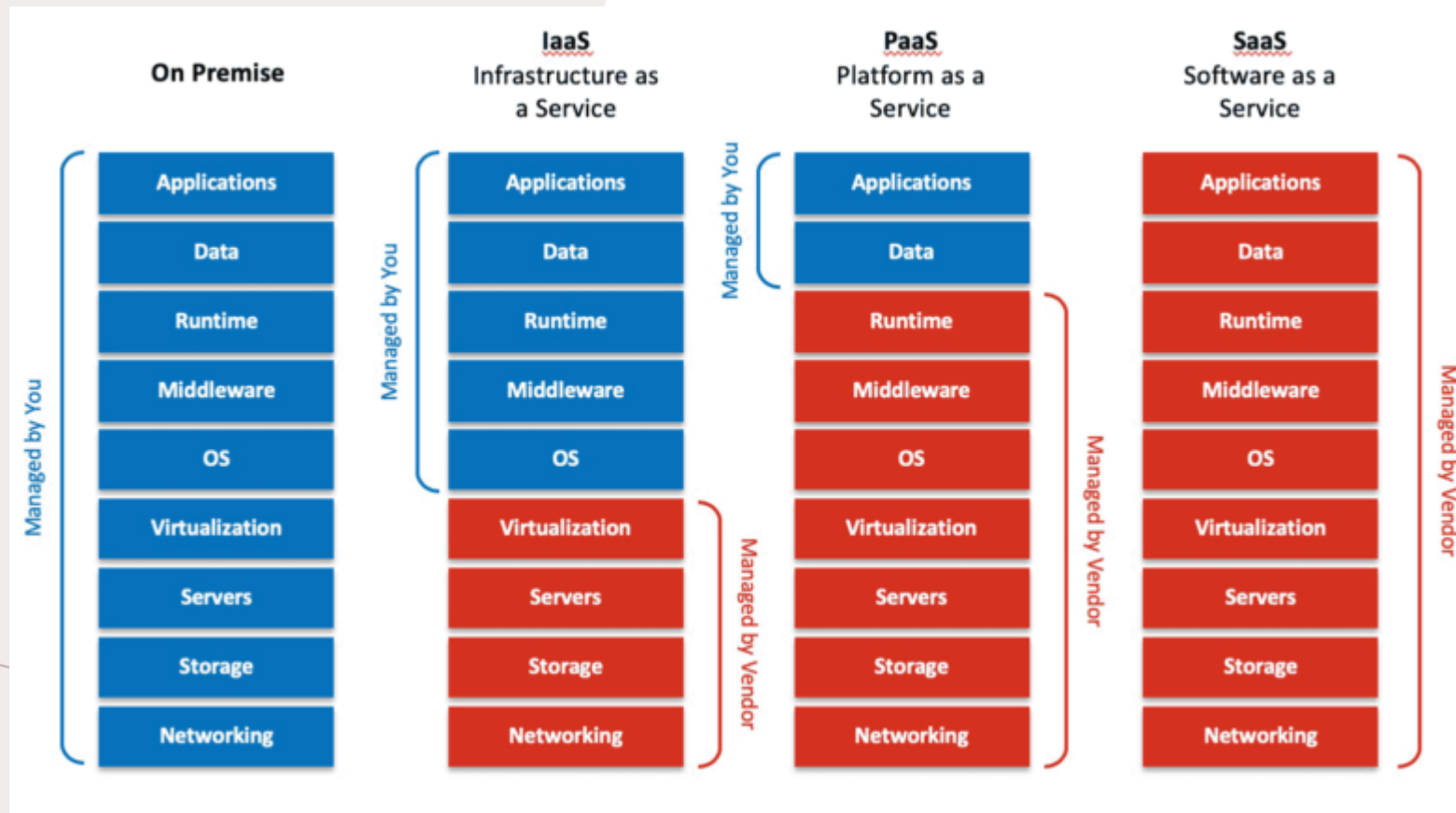
tests/test_features.py::test_temporal_variable_transformer PASSED
tests/test_prediction.py::test_make_prediction PASSED

===== 2 passed in 1.18s =====
test_package: OK (19.34=setup[0.27]+cmd[13.89,5.19] seconds)
congratulations :) (19.81 seconds)
PS C:\Users\chend\Documents\ml\deploying-machine-learning-models\section-05-production-model-package> []
Ln 31, Col 25 Tab Size: 4 UTF-8 CR
```



# CLOUD ENVIRONMENT

## Platform as a service (PaaS)





# RAILWAY

**Railway** is an infrastructure platform where you can provision infrastructure, develop with that infrastructure locally, and then deploy to the cloud

500 hours free

Support large dependency size on free tier

Work with docker

Github integration



# Railway



Feb 20, 2023 12:00 pm X

[gifted-comparison-production.up.railway.app](https://gifted-comparison-production.up.railway.app)

...

## Build Logs


## Deploy Logs

Filter logs using "", (), AND, OR, -



2 minutes ago via Up

Showing 0 logs

 Log Preferences

# CI/CD

CircleCI is a continuous integration and continuous delivery platform that can be used to implement DevOps practices

## Alternatives

- Jenkins
- Gitlab ci
- Travis CI





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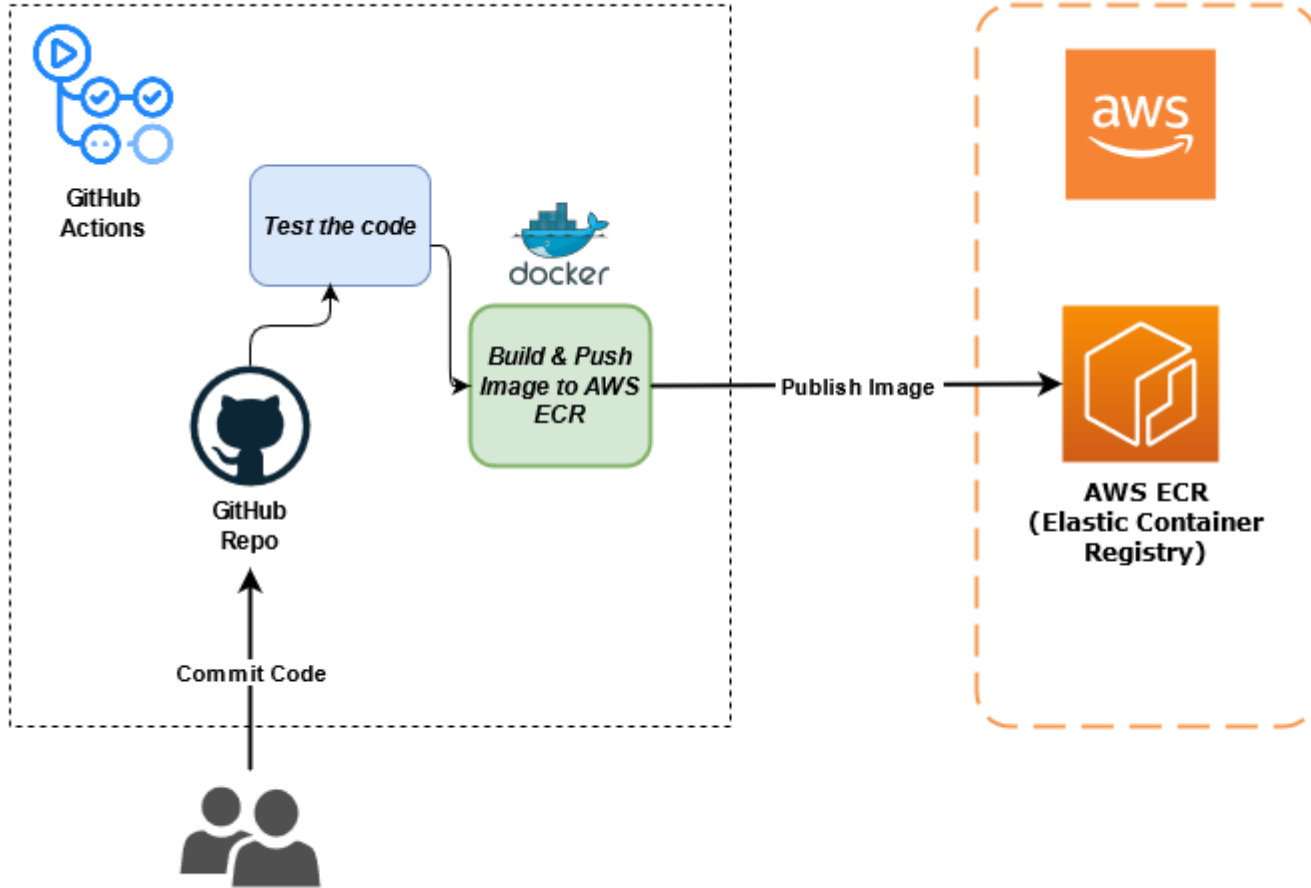
# IAAS

Infrastructure as a Service (IaaS) is a business model that delivers IT infrastructure like compute, storage, and network resources on a pay-as-you-go basis over the internet





# AWS ENVIRONMENT





# *OUTCOME*

1. Built a prediction model with low RMSE that can predict price with new data
2. Deploy the model serve from FAST API
3. Deploy model in production environment – RAILWAY
4. CI/CD to cloud platform with Docker





# *FAQ*