HW assignment 1

• This assignment will count towards 8 percent of your final grade.

• It is to be done individually

• Due: Sept. 25th

Tasks:

Your goal is to develop data-mining models for predicting the median house prices in the

city of Boston based on the data file BostonHousing.XLSX.

The file contains information on over 500 census tracts in Boston, where for each tract 14

variables are recorded. The last column (CAT.MEDV) was derived from the MEDV (standing

for median Value), such that it obtains the value 1 if MEDV > 30 and 0 otherwise. Your goal

is to develop a suitable data mining model to predict the CAT.MEDV of a tract, given the

information in the first 13 columns (see column description below).

Please submit your code, as well as a short (no longer than 1 page) summary of your work.

1) Develop a prediction model using the decision tree algorithm. (2 points)

2) Use KNN prediction using different values of k. Choose the most appropriate value of K.

(2 points)

3) Choose the best model among the decision tree and k-NN using a suitable metric. (2

points)

2) Now use the best model you have determined to be superior to predict whether the

following house is above median or below (CATV.Median), also in the newBostonhouse.xlsx

file (2 points)

CRIM 0.2

ZN 0

INDUS 7

CHAS 0 NOX 0.538 RM 6 AGE 62 DIS 4.7 RAD 4 TAX 307 PTRATIO 21 B 360 LSTAT 10

## Housing Values in Suburbs of Boston – Variable meaning

The medv variable is the target variable.

Data description

The Boston data frame has 506 rows and 14 columns.

This data frame contains the following columns:

crim

per capita crime rate by town.

zn

proportion of residential land zoned for lots over 25,000 sq.ft.

indus

proportion of non-retail business acres per town.

chas

Charles River dummy variable (= 1 if tract bounds river; 0 otherwise).

nox

nitrogen oxides concentration (parts per 10 million).

rm

average number of rooms per dwelling.

age

proportion of owner-occupied units built prior to 1940.

dis

weighted mean of distances to five Boston employment centres.

rac

index of accessibility to radial highways.

tax

full-value property-tax rate per \$10,000.

ptratio

pupil-teacher ratio by town.

black

1000(Bk - 0.63)<sup>2</sup> where Bk is the proportion of blacks by town.

Istat

lower status of the population (percent).

medv

median value of owner-occupied homes in \$100