# DATA 621 – Business Analytics and Data Mining - HW 3 - CRIME

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```
## -- Attaching core tidyverse packages ----- tidyverse 2.0.0 --
## v dplyr
           1.1.3
                        v readr
                                    2.1.4
## v forcats 1.0.0
                                    1.5.0
                        v stringr
## v ggplot2 3.4.3
                        v tibble
                                    3.2.1
## v lubridate 1.9.3
                        v tidyr
                                    1.3.0
## v purrr
              1.0.2
## -- Conflicts ----- tidyverse_conflicts() --
## x dplyr::filter() masks stats::filter()
## x dplyr::lag() masks stats::lag()
## i Use the conflicted package (<a href="http://conflicted.r-lib.org/">http://conflicted.r-lib.org/</a>) to force all conflicts to become error
## Attaching package: 'psych'
##
##
## The following objects are masked from 'package:ggplot2':
##
##
      %+%, alpha
##
##
## corrplot 0.92 loaded
##
##
## Attaching package: 'MASS'
##
##
## The following object is masked from 'package:dplyr':
##
       select
##
##
## Loading required package: lattice
##
##
## Attaching package: 'caret'
##
##
## The following object is masked from 'package:purrr':
##
##
      lift
##
##
```

##

```
## Attaching package: 'kableExtra'
##
##
  The following object is masked from 'package:dplyr':
##
##
##
       group_rows
##
##
## ResourceSelection 0.3-6
                              2023-06-27
##
##
  Type 'citation("pROC")' for a citation.
##
##
## Attaching package: 'pROC'
##
##
  The following objects are masked from 'package:stats':
##
##
       cov, smooth, var
##
```

## INTRODUCTION

In this assignment, I will explore, analyze and model a data set containing information on crime for various neighborhoods of a major city. Each record has a response variable indicating whether or not the crime rate is above the median crime rate (1) or not (0).

My objective is to build a binary logistic regression model on the training data set to predict whether the neighborhood will be at risk for high crime levels. I will provide classifications and probabilities for the evaluation data set using my binary logistic regression model. I can only use the variables given to me (or variables that I derive from the variables provided). Below is a short description of the variables of interest in the data set:

Variable Name	Short Description
zn	proportion of residential land zoned for large lots
	(over 25000 square feet)
indus	proportion of non-retail business acres per suburb
chas	a dummy var. for whether the suburb borders the
	Charles River (1) or not (0)
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 centers
rad	index of accessibility to radial highways
tax	full-value property-tax rate per \$10,000
ptratio	pupil-teacher ratio by town
lstat	lower status of the population (percent)
medv	median value of owner-occupied homes in \$1000s
target	whether the crime rate is above the median crime
	rate (1) or not (0)

## DATA EXPLORATION

#### DATA SUMMARY

The dataset consists of 13 variables and 466 observations with no missing values. One of the variable chas, is a dummy variable and the rest are numerical variables. Additionally, describe function from psych package shows us the mean, standard deviation, skewness and other statistical analysis.

```
## Rows: 466
## Columns: 13
## $ zn
             <dbl> 0, 0, 0, 30, 0, 0, 0, 0, 0, 80, 22, 0, 0, 22, 0, 0, 100, 20, 0~
## $ indus
             <dbl> 19.58, 19.58, 18.10, 4.93, 2.46, 8.56, 18.10, 18.10, 5.19, 3.6~
             ## $ chas
## $ nox
             <dbl> 0.605, 0.871, 0.740, 0.428, 0.488, 0.520, 0.693, 0.693, 0.515,~
             <dbl> 7.929, 5.403, 6.485, 6.393, 7.155, 6.781, 5.453, 4.519, 6.316,~
## $ rm
             <dbl> 96.2, 100.0, 100.0, 7.8, 92.2, 71.3, 100.0, 100.0, 38.1, 19.1,~
## $ age
             <dbl> 2.0459, 1.3216, 1.9784, 7.0355, 2.7006, 2.8561, 1.4896, 1.6582~
## $ dis
## $ rad
             <int> 5, 5, 24, 6, 3, 5, 24, 24, 5, 1, 7, 5, 24, 7, 3, 3, 5, 5, 24, ~
## $ tax
             <int> 403, 403, 666, 300, 193, 384, 666, 666, 224, 315, 330, 398, 66~
## $ ptratio <dbl> 14.7, 14.7, 20.2, 16.6, 17.8, 20.9, 20.2, 20.2, 20.2, 16.4, 19~
## $ 1stat
             <dbl> 3.70, 26.82, 18.85, 5.19, 4.82, 7.67, 30.59, 36.98, 5.68, 9.25~
## $ medv
             <dbl> 50.0, 13.4, 15.4, 23.7, 37.9, 26.5, 5.0, 7.0, 22.2, 20.9, 24.8~
             <fct> 1, 1, 1, 0, 0, 0, 1, 1, 0, 0, 0, 1, 1, 0, 0, 0, 1, 1, 1, 0, ~
## $ target
##
                               sd median trimmed
           vars
                  n
                      mean
                                                     mad
                                                            min
                                                                   max
                                                                       range
                                                                               skew
## zn
                                    0.00
                                                           0.00 100.00 100.00
              1 466
                     11.58
                            23.36
                                            5.35
                                                    0.00
                                                                               2.18
## indus
              2 466
                     11.11
                             6.85
                                    9.69
                                            10.91
                                                    9.34
                                                           0.46
                                                                 27.74
                                                                        27.28
                                                                               0.29
  chas*
              3 466
                      1.07
                             0.26
                                    1.00
                                            1.00
                                                    0.00
                                                           1.00
                                                                  2.00
                                                                         1.00
                                                                               3.34
##
                      0.55
                                    0.54
                                            0.54
                                                           0.39
                                                                  0.87
                                                                         0.48
##
  nox
              4
                466
                             0.12
                                                    0.13
                                                                               0.75
              5
                466
                      6.29
                             0.70
                                    6.21
                                            6.26
                                                    0.52
                                                           3.86
                                                                  8.78
                                                                         4.92
                                                                              0.48
##
  rm
## age
                     68.37
                                           70.96
                                                                        97.10 -0.58
              6
                466
                            28.32
                                   77.15
                                                  30.02
                                                           2.90 100.00
              7
                      3.80
                             2.11
                                    3.19
                                            3.54
                                                    1.91
                                                           1.13
                                                                 12.13
                                                                        11.00
                                                                               1.00
## dis
                466
                      9.53
                             8.69
                                            8.70
                                                                        23.00
## rad
              8 466
                                    5.00
                                                    1.48
                                                           1.00
                                                                 24.00
                                                                               1.01
## tax
              9 466 409.50 167.90 334.50
                                           401.51 104.52 187.00 711.00 524.00
                                                                              0.66
## ptratio
             10 466
                     18.40
                             2.20
                                   18.90
                                           18.60
                                                    1.93
                                                          12.60
                                                                 22.00
                                                                         9.40 -0.75
                                                                        36.24
##
  lstat
             11 466
                     12.63
                             7.10
                                   11.35
                                            11.88
                                                    7.07
                                                           1.73
                                                                 37.97
                                                                              0.91
## medv
             12 466
                     22.59
                             9.24
                                   21.20
                                           21.63
                                                    6.00
                                                           5.00
                                                                 50.00
                                                                        45.00
                                                                              1.08
## target*
             13 466
                      1.49
                             0.50
                                    1.00
                                            1.49
                                                    0.00
                                                           1.00
                                                                  2.00
                                                                         1.00
                                                                              0.03
##
           kurtosis
                      se
## zn
               3.81 1.08
## indus
              -1.24 0.32
## chas*
               9.15 0.01
              -0.04 0.01
## nox
               1.54 0.03
## rm
##
  age
              -1.01 1.31
## dis
               0.47 0.10
## rad
              -0.86 0.40
## tax
              -1.15 7.78
              -0.40 0.10
## ptratio
## 1stat
               0.50 0.33
## medv
               1.37 0.43
## target*
              -2.00 0.02
```

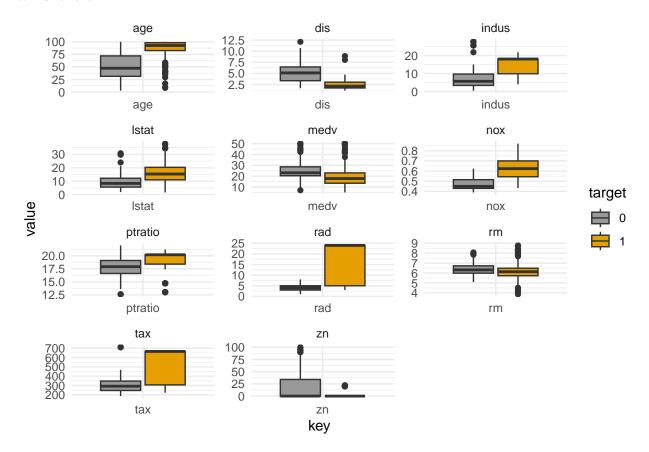
## MISSING VALUES

There are no missing values.

**##** [1] 0

## **OUTLIERS**

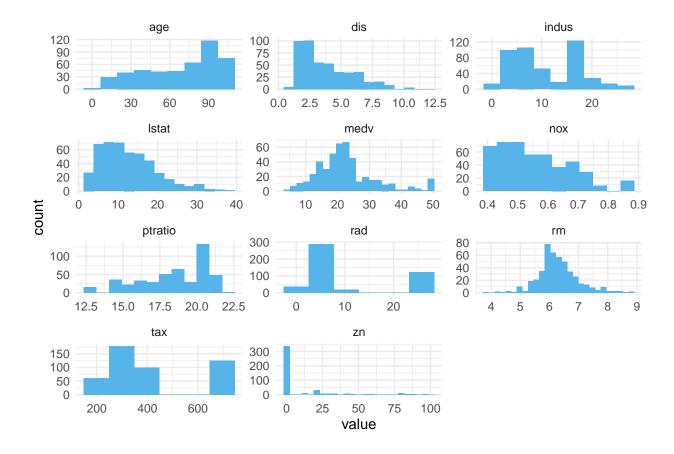
In the box-plot, we observe many variables consists of outliers. There are also very high interquartile range for rad and tax variables where crime rate is above the median. Lastly, the variance between the 2 values of target differs for zn, nox, age, dis, rad & tax, which indicates that we will want to consider adding quadratic terms for them.



## VARIABLE DISTRIBUTION

Here the medv, and rm are normally distributed. I also see bi-modal distribution of the variables indus, rad and tax. The rest of the variables show moderate to high skewness on either side respectively. Also, dis, medv, nox, rad, rm, tax, and zn have outliers.

	Correlation
target	1.0000000
nox	0.7261062
age	0.6301062
rad	0.6281049
tax	0.6111133
indus	0.6048507
lstat	0.4691270
ptratio	0.2508489
chas	0.0800419
rm	-0.1525533
medv	-0.2705507
zn	-0.4316818
dis	-0.6186731

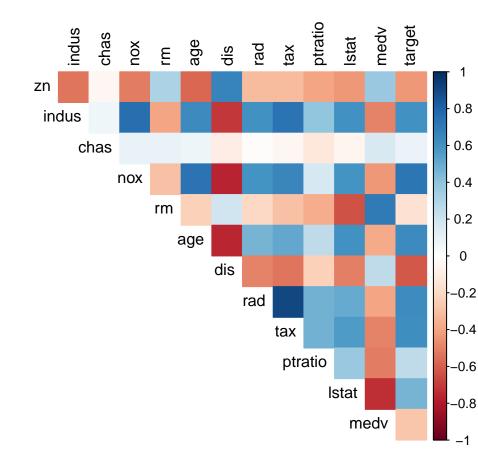


## CORRELATION

In both correlation table and plot below, there are moderate positive correlation between variables nox, age, rad, tax, indus and target variables; and moderate negative correlation between variable dis. The rest of the variables have weak or no correlations.

## CORRELATION TABLE

VIF Score
2.324259
4.120699
1.090265
4.505049
2.354788
3.134015
4.240618
6.781354
9.217228
2.013109
3.649059
3.667370



## CORRELATION PLOT

## DATA PREPARATION

## MULTICOLLINEAR VARIABLES

In my visualization analysis, some of the variables are skewed, have outliers or follow a bi-modal distribution. I performed transformation on some of these variables. I removed the variable tax because of multicollinearity and it's high VIF score. Then took log transformation of age and lstat variables to lower skewness. Lastly, I added quadratic term to zn, rad, and nox variables to account for its variances with respect to target variable.

#### TRANSFORMATION OF VARIABLES

#### **BUILD MODELS**

I will build three different models to see which one yields the best performance. In the first model below, I used all original variables.

#### FIRST MODEL - ALL ORIGINAL VARIABLES

First model I used all original variables. 7 of the 12 variables have statistically significant p-values. In the Hosmer-Lemeshow goodness-of-fit test, the null hypothesis is rejected due to low p-value.

```
##
## Call:
## glm(formula = target ~ ., family = "binomial", data = crime_train)
##
## Deviance Residuals:
##
      Min
                 1Q
                     Median
                                   3Q
                                           Max
## -1.8464 -0.1445 -0.0017
                               0.0029
                                        3.4665
##
## Coefficients:
##
                Estimate Std. Error z value Pr(>|z|)
## (Intercept) -40.822934
                           6.632913 -6.155 7.53e-10 ***
## zn
               -0.065946
                           0.034656 -1.903 0.05706 .
## indus
               -0.064614
                           0.047622 -1.357
                                             0.17485
## chas
                0.910765
                           0.755546
                                      1.205 0.22803
               49.122297
                           7.931706
## nox
                                      6.193 5.90e-10 ***
## rm
               -0.587488
                           0.722847
                                     -0.813 0.41637
                0.034189
                           0.013814
                                      2.475 0.01333 *
## age
## dis
                0.738660
                           0.230275
                                      3.208 0.00134 **
## rad
                0.666366
                           0.163152
                                      4.084 4.42e-05 ***
                -0.006171
                           0.002955
                                     -2.089
                                             0.03674 *
## tax
## ptratio
                0.402566
                           0.126627
                                      3.179 0.00148 **
## lstat
                0.045869
                            0.054049
                                      0.849 0.39608
                0.180824
                            0.068294
                                      2.648 0.00810 **
## medv
## ---
## Signif. codes: 0 '*** 0.001 '** 0.01 '* 0.05 '.' 0.1 ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 645.88
                             on 465
                                     degrees of freedom
## Residual deviance: 192.05 on 453 degrees of freedom
## AIC: 218.05
##
## Number of Fisher Scoring iterations: 9
```

#### GOODNESS OF FIT TEST

```
##
   Hosmer and Lemeshow goodness of fit (GOF) test
##
##
## data: crime_train$target, fitted(model1)
## X-squared = 17.741, df = 8, p-value = 0.02326
```

#### SECOND MODEL - TRANSFORMED VARIABLES

Second model I used our transformed variables. Our model yielded relatively same results compared to model 1. Moreover, the p-value is low again thus this model's goodness of fit null hypothesis is rejected as well.

```
## Warning: glm.fit: fitted probabilities numerically 0 or 1 occurred
##
## Call:
## glm(formula = target ~ ., family = "binomial", data = crime_train_trans)
## Deviance Residuals:
##
       Min
                 1Q
                      Median
                                   30
                                           Max
## -2.0433
           -0.2233
                      0.0000
                               0.0000
                                        3.2207
##
## Coefficients:
##
                 Estimate Std. Error z value Pr(>|z|)
## (Intercept) -28.050185
                            5.743773 -4.884 1.04e-06 ***
## zn
                -0.003025
                            0.001538
                                      -1.966 0.049279 *
## indus
                -0.111100
                            0.045632
                                      -2.435 0.014904 *
## chas
                 1.341454
                            0.722182
                                       1.858 0.063240 .
## nox
                44.473984
                            7.183977
                                       6.191 5.99e-10 ***
                -0.356816
                            0.652810
                                      -0.547 0.584664
## rm
## age
                 0.896847
                            0.639678
                                       1.402 0.160907
                 0.661694
                            0.207061
                                       3.196 0.001395 **
## dis
                 0.048170
                            0.012613
                                       3.819 0.000134 ***
                                       3.063 0.002188 **
## ptratio
                 0.342741
                            0.111882
                 0.435860
                            0.649096
                                       0.671 0.501911
## 1stat
## medv
                 0.149548
                            0.059824
                                       2.500 0.012425 *
## ---
## Signif. codes: 0 '*** 0.001 '** 0.01 '* 0.05 '.' 0.1 ' ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 645.88
                             on 465 degrees of freedom
## Residual deviance: 203.77
                              on 454 degrees of freedom
## AIC: 227.77
## Number of Fisher Scoring iterations: 10
GOODNESS OF FIT TEST
##
   Hosmer and Lemeshow goodness of fit (GOF) test
##
##
## data: crime_train$target, fitted(model1)
```

Since the transformed variables yielded a model that performs worse than the model with original variables, I applied a box-cox transformation to all the variables to see if it performs better. As seen previously, most of the dataset has many skewed variables. When an attribute has a normal distribution but is shifted, this

## X-squared = 17.741, df = 8, p-value = 0.02326

is called a skew. The distribution of an attribute can be shifted to reduce the skew and make it more normal The Box Cox transform can perform this operation (assumes all values are positive).

Even though this model took less Fisher Scoring iterations than other models, it too yielded similar results and low p-value as the other two models.

#### BOXCOX TRANSFORMATION

```
##
## Call:
## glm(formula = target ~ ., family = "binomial", data = cb_transformed)
##
## Deviance Residuals:
##
      Min
                1Q
                     Median
                                  3Q
                                          Max
## -1.9381 -0.1116 -0.0010
                              0.1137
                                       3.4325
##
## Coefficients:
##
                Estimate Std. Error z value Pr(>|z|)
## (Intercept) 21.134102 38.495758
                                    0.549 0.583007
               -0.022244
                           0.026852 -0.828 0.407433
## indus
               -0.002008
                           0.216566 -0.009 0.992603
## chas
                0.945998
                           0.761805
                                      1.242 0.214316
## nox
               14.172248
                           2.240335
                                      6.326 2.52e-10 ***
               -2.330063
                           2.813401 -0.828 0.407556
## rm
                0.012105
                           0.003914
                                      3.093 0.001984 **
## age
                3.390172
                           0.868215
                                      3.905 9.43e-05 ***
## dis
## rad
                3.152839
                           0.733173
                                      4.300 1.71e-05 ***
## tax
              -16.176693 20.445106 -0.791 0.428812
                0.025318
                           0.007169
## ptratio
                                      3.532 0.000413 ***
## lstat
                -0.051425
                           0.445840 -0.115 0.908173
## medv
                2.461332
                           0.856713
                                      2.873 0.004066 **
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 645.88 on 465
                                     degrees of freedom
## Residual deviance: 196.79 on 453 degrees of freedom
## AIC: 222.79
## Number of Fisher Scoring iterations: 8
```

#### GOODNESS OF FIT TEST

```
##
## Hosmer and Lemeshow goodness of fit (GOF) test
##
## data: crime_train$target, fitted(model)
## X-squared = 31.722, df = 8, p-value = 0.0001045
```

#### THIRD MODEL - STEPWISE SELECTION

Third model, I useD the stepwise selection from the MASS package. This model yields the best performance so far. It has the lowest AIC Score and all of the variables have significant p-value. I select this model to make prediction.

```
##
## Call:
## glm(formula = target ~ zn + nox + age + dis + rad + tax + ptratio +
##
       medv, family = "binomial", data = crime_train)
##
## Deviance Residuals:
##
      Min
                1Q
                     Median
                                   3Q
                                           Max
## -1.8295 -0.1752 -0.0021
                               0.0032
                                        3.4191
##
## Coefficients:
##
                 Estimate Std. Error z value Pr(>|z|)
                            6.035013 -6.200 5.65e-10 ***
## (Intercept) -37.415922
                -0.068648
                            0.032019
                                     -2.144 0.03203 *
                42.807768
                            6.678692
                                       6.410 1.46e-10 ***
## nox
                 0.032950
                            0.010951
                                       3.009 0.00262 **
## age
## dis
                 0.654896
                            0.214050
                                       3.060 0.00222 **
## rad
                 0.725109
                            0.149788
                                       4.841 1.29e-06 ***
                -0.007756
## tax
                            0.002653
                                      -2.924
                                              0.00346 **
                 0.323628
                            0.111390
                                       2.905
                                              0.00367 **
## ptratio
## medv
                 0.110472
                            0.035445
                                       3.117 0.00183 **
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
## (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 645.88 on 465
                                      degrees of freedom
## Residual deviance: 197.32 on 457 degrees of freedom
## AIC: 215.32
##
## Number of Fisher Scoring iterations: 9
GOODNESS OF FIT TEST
##
##
   Hosmer and Lemeshow goodness of fit (GOF) test
##
## data: crime_train$target, fitted(model3)
```

## SELECT MODEL

#### MODEL COMPARISON

## X-squared = 11.714, df = 8, p-value = 0.1644

I compared various metrics for all three models in order to make the prediction. I calculated all three models' accuracy, classification error rate, precision, sensitivity, specificity, F1 score, AUC, and confusion matrix.

Even though model 1 performs better in every metrics, the difference is very small. I will pick model 3 with stepwise variable selection because it has the lowest AIC score and all variables have high p-values.

```
## Setting levels: control = 0, case = 1
## Setting direction: controls < cases
## Setting levels: control = 0, case = 1
## Setting direction: controls < cases
## Setting levels: control = 0, case = 1
## Setting direction: controls < cases</pre>
```

	Model 1	Model 2	Model 3
Accuracy	0.9163090	0.9055794	0.9120172
Class. Error Rate	0.0836910	0.0944206	0.0879828
Sensitivity	0.9039301	0.8733624	0.9039301
Specificity	0.9282700	0.9367089	0.9198312
Precision	0.9241071	0.9302326	0.9159292
F1	0.9139073	0.9009009	0.9098901
AUC	0.9737623	0.8977576	0.9719382

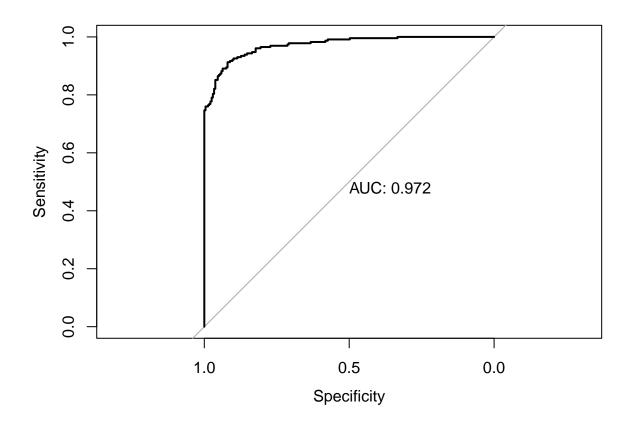
## ROC CURVE

Since the ROC plots the true positive rates against the false postive rates, I am look for the area under the curve to be close to 1.

.972 is very close to 1, so this is a satisfactory model.

```
## Setting levels: control = 0, case = 1
```

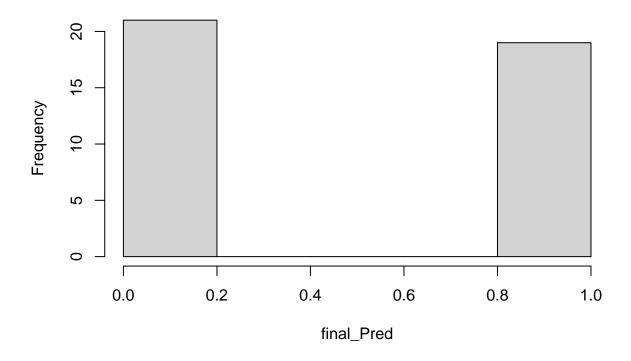
## Setting direction: controls < cases



## PREDICTION

## [1] "21 are above median crime rate and 19 are below median crime rate."

## Histogram of final\_Pred



#### **CONCLUSION**

I explored explore, analyze and model a data set containing information on crime for various neighborhoods of a major city, which had no missing values but had some outliers. Some of the variables were normally distributed, while others were moderate to high skewness. There were positive correlation between variables and also moderate to negative correlations between variables.

I prepared the data by transforming the variables to build the models. I built the first model with all the original variables. The second model I built by transforming the variables by using boxcox transformation. I built the third model, which was the chosen one, by using teh stepwise selection method.

In order to choose the prefered model I did a comparison of all three models. I finally did a ROC Curve for my chosen model 3, which resulted to a satisfactory model.

Lastly, I did a prediction with the crime test dataset, which predicted 21 of the variables are above crime rate and 19 are below median crime rate.

## APPENDIX: ALL CODES

```
knitr::opts_chunk$set(echo = FALSE)
# load libraries
suppressWarnings({
    # Code that generates specific warnings
    # Other code
```

```
library(tidyverse)
  library(psych)
  library(corrplot)
  library(RColorBrewer)
  library(knitr)
  library(MASS)
 library(caret)
 library(kableExtra)
 library(ResourceSelection)
 library(pROC)
})
suppressMessages({
 library(tidyverse)
 library(psych)
 library(corrplot)
  library(RColorBrewer)
 library(knitr)
 library(MASS)
 library(caret)
  library(kableExtra)
 library(ResourceSelection)
 library(pROC)
})
#load data
crime_train <- read.csv("https://raw.githubusercontent.com/enidroman/DATA-621-Business-Analytics-and-Da</pre>
crime_test <- read.csv("https://raw.githubusercontent.com/enidroman/DATA-621-Business-Analytics-and-Dat</pre>
vn <- c("zn", "indus", "chas", "nox", "rm", "age", "dis", "rad", "tax", "ptratio", "lstat", "medv", "ta</pre>
dscrptn <- c("proportion of residential land zoned for large lots (over 25000 square feet)", "proportion
kable(cbind(vn, dscrptn), col.names = c("Variable Name", "Short Description")) %>%
  kable_styling(full_width = T)
# summary statistics
crime_train %>%
  mutate(chas = as.factor(chas),
         target = as.factor(target)) %>%
 glimpse() %>%
 describe()
# count the total number of missing values
sum(is.na(crime_train))
# box-plot
crime_train %>%
  dplyr::select(-chas) %>%
  gather(key, value, -target) %>%
  mutate(key = factor(key),
         target = factor(target)) %>%
  ggplot(aes(x = key, y = value)) +
  geom_boxplot(aes(fill = target)) +
  facet_wrap(~ key, scales = 'free', ncol = 3) +
  scale_fill_manual(values=c("#999999", "#E69F00")) +
  theme_minimal()
crime_train %>%
```

```
gather(key, value, -c(target, chas)) %>%
  ggplot(aes(value)) +
  geom_histogram(binwidth = function(x) 2 * IQR(x) / (length(x)^(1/3)), fill="#56B4E9") +
  facet_wrap(~ key, scales = 'free', ncol = 3) +
  theme_minimal()
kable(sort(cor(dplyr::select(crime_train, target, everything()))[,1], decreasing = T), col.names = c("C
  kable_styling(full_width = F)
crime train %>%
  cor(.) %>%
  corrplot(., method = "color", type = "upper", tl.col = "black", diag = FALSE)
kable((car::vif(glm(target ~. , data = crime_train))), col.names = c("VIF Score")) %>% #remove tax for
  kable_styling(full_width = F)
 crime train trans <- crime train %>%
  dplyr::select(-tax) %>%
  mutate(age = log(age),
         lstat = log(lstat),
         zn = zn^2,
         rad = rad^2,
         nox = I(nox^2))
# model 1 with all original variables
model1 <- glm(target ~ ., family = "binomial", crime_train)</pre>
summary(model1)
# goodness of fit test
hoslem.test(crime_train$target, fitted(model1))
# model 2 with transformed variables.
model2 <- glm(target ~ ., family = "binomial", crime_train_trans)</pre>
summary(model2)
# goodness of fit test
hoslem.test(crime_train$target, fitted(model1))
# boxcox transformation use caret package
crime_boxcox <- preProcess(crime_train, c("BoxCox"))</pre>
cb_transformed <- predict(crime_boxcox, crime_train)</pre>
model <- glm(target ~ ., family = "binomial", cb_transformed)</pre>
summary(model)
# goodness of fit test
hoslem.test(crime_train$target, fitted(model))
# model 3 stepwise selection of variables
model3 <- stepAIC(model1, direction = "both", trace = FALSE)</pre>
summary(model3)
# goodness of fit test
hoslem.test(crime_train$target, fitted(model3))
# comparing all models using various measures
c1 <- confusionMatrix(as.factor(as.integer(fitted(model1) > .5)), as.factor(model1$y), positive = "1")
c2 <- confusionMatrix(as.factor(as.integer(fitted(model2) > .5)), as.factor(model2$y), positive = "1")
c3 <- confusionMatrix(as.factor(as.integer(fitted(model3) > .5)), as.factor(model3$y), positive = "1")
roc1 <- roc(crime_train$target, predict(model1, crime_train, interval = "prediction"))</pre>
roc2 <- roc(crime_train$target, predict(model2, crime_train, interval = "prediction"))</pre>
roc3 <- roc(crime_train$target, predict(model3, crime_train, interval = "prediction"))</pre>
metrics1 <- c(c1$overall[1], "Class. Error Rate" = 1 - as.numeric(c1$overall[1]), c1$byClass[c(1, 2, 5,
metrics2 <- c(c2$overall[1], "Class. Error Rate" = 1 - as.numeric(c2$overall[1]), c2$byClass[c(1, 2, 5,
metrics3 <- c(c3$overall[1], "Class. Error Rate" = 1 - as.numeric(c3$overall[1]), c3$byClass[c(1, 2, 5,
```

```
kable(cbind(metrics1, metrics2, metrics3), col.names = c("Model 1", "Model 2", "Model 3")) %>%
kable_styling(full_width = T)
# plotting roc curve of model 3
plot(roc(crime_train$target, predict(model3, crime_train, interval = "prediction")), print.auc = TRUE)
# prepare evaualtion dataset
crime_test <- crime_test %>%
    mutate(chas = as.factor(chas))
# prediction
predict <- predict(model3, crime_test, interval = "prediction")
eval <- table(as.integer(predict > .5))
print(paste(eval[1], "are above median crime rate", "and", eval[2], "are below median crime rate."))
final_Pred = predict(model3, newdata=crime_test)
final_Pred = ifelse(final_Pred<.5,0,1)
hist(final_Pred)</pre>
```