022-price-and-location

April 25, 2022

Predicting Price with Location

```
import numpy as np
import pandas as pd
import plotly.express as px
import plotly.graph_objects as go
import wqet_grader
from IPython.display import VimeoVideo
from sklearn.impute import SimpleImputer
from sklearn.linear_model import LinearRegression
from sklearn.metrics import mean_absolute_error
from sklearn.pipeline import Pipeline, make_pipeline
from sklearn.utils.validation import check_is_fitted

warnings.simplefilter(action="ignore", category=FutureWarning)
wqet_grader.init("Project 2 Assessment")
```

<IPython.core.display.HTML object>

In this lesson, we're going to build on the work we did in the previous lesson. We're going to create a more complex wrangle function, use it to clean more data, and build a model that considers more features when predicting apartment price.

```
[2]: VimeoVideo("656752925", h="701f3f4081", width=600)
```

[2]: <IPython.lib.display.VimeoVideo at 0x7fa9f85ed6a0>

1 Prepare Data

1.1 Import

```
[11]: def wrangle(filepath):
    # Read CSV file
    df = pd.read_csv(filepath)

# Subset data: Apartments in "Capital Federal", less than 400,000
```

```
mask_ba = df["place_with_parent_names"].str.contains("Capital Federal")
mask_apt = df["property_type"] == "apartment"
mask_price = df["price_aprox_usd"] < 400_000
df = df[mask_ba & mask_apt & mask_price]

# Subset data: Remove outliers for "surface_covered_in_m2"
low, high = df["surface_covered_in_m2"].quantile([0.1, 0.9])
mask_area = df["surface_covered_in_m2"].between(low, high)
df = df[mask_area]

df[['lat', 'lon']] = df['lat-lon'].str.split(',', expand = True).

astype(float)
df.drop(columns = ['lat-lon'], inplace = True)
return df</pre>
```

```
[4]: VimeoVideo("656752771", h="3a42896eb6", width=600)
```

[4]: <IPython.lib.display.VimeoVideo at 0x7fa91de4bf40>

Task 2.2.1: Use your wrangle function to create a DataFrame frame1 from the CSV file data/buenos-aires-real-estate-1.csv.

```
[12]: frame1 = wrangle('data/buenos-aires-real-estate-1.csv')
    print(frame1.info())
    frame1.head()
```

<class 'pandas.core.frame.DataFrame'>
Int64Index: 1343 entries, 4 to 8604
Data columns (total 17 columns):

#	Column	Non-Null Count	Dtype	
0	operation	1343 non-null		
1	property_type	1343 non-null	object	
2	place_with_parent_names	1343 non-null	object	
3	price	1343 non-null	float64	
4	currency	1343 non-null	object	
5	<pre>price_aprox_local_currency</pre>	1343 non-null	float64	
6	<pre>price_aprox_usd</pre>	1343 non-null	float64	
7	surface_total_in_m2	965 non-null	float64	
8	surface_covered_in_m2	1343 non-null	float64	
9	price_usd_per_m2	927 non-null	float64	
10	price_per_m2	1343 non-null	float64	
11	floor	379 non-null	float64	
12	rooms	1078 non-null	float64	
13	expenses	349 non-null	object	
14	properati_url	1343 non-null	object	
15	lat	1300 non-null	float64	

```
dtypes: float64(11), object(6)
     memory usage: 188.9+ KB
     None
[12]:
                                                      place_with_parent_names
         operation property_type
              sell
                        apartment
                                       |Argentina|Capital Federal|Chacarita|
                        apartment
                                      |Argentina|Capital Federal|Villa Luro|
      9
              sell
      29
                                       |Argentina|Capital Federal|Caballito|
              sell
                        apartment
                                    |Argentina|Capital Federal|Constitución|
      40
                        apartment
               sell
                                             |Argentina|Capital Federal|Once|
      41
              sell
                        apartment
                              price_aprox_local_currency
                                                            price_aprox_usd
             price currency
      4
          129000.0
                         USD
                                                 1955949.6
                                                                    129000.0
      9
           87000.0
                         USD
                                                 1319128.8
                                                                     87000.0
      29
          118000.0
                         USD
                                                 1789163.2
                                                                    118000.0
      40
           57000.0
                         USD
                                                  864256.8
                                                                     57000.0
           90000.0
                         USD
                                                                     90000.0
      41
                                                 1364616.0
          surface_total_in_m2
                                 surface_covered_in_m2
                                                         price_usd_per_m2
      4
                                                               1697.368421
                          76.0
                                                   70.0
      9
                          48.0
                                                   42.0
                                                               1812.500000
      29
                                                   54.0
                           NaN
                                                                       NaN
      40
                                                   42.0
                          42.0
                                                               1357.142857
      41
                          57.0
                                                   50.0
                                                               1578.947368
          price_per_m2
                                 rooms expenses
                         floor
      4
           1842.857143
                           NaN
                                   NaN
                                            NaN
      9
           2071.428571
                           NaN
                                   NaN
                                            NaN
      29
           2185.185185
                           {\tt NaN}
                                   2.0
                                            NaN
      40
           1357.142857
                           5.0
                                   2.0
                                             364
      41
           1800.000000
                                   3.0
                                             450
                           NaN
                                                 properati_url
      4
          http://chacarita.properati.com.ar/10qlv_venta_... -34.584651 -58.454693
          http://villa-luro.properati.com.ar/12m82_venta... -34.638979 -58.500115
      9
          http://caballito.properati.com.ar/11wqh_venta_... -34.615847 -58.459957
      29
          http://constitucion.properati.com.ar/k2f0_vent... -34.625222 -58.382382
      40
          http://once.properati.com.ar/suwa_venta_depart... -34.610610 -58.412511
      41
```

1300 non-null

float64

16 lon

For our model, we're going to consider apartment location, specifically, latitude and longitude. Looking at the output from frame1.info(), we can see that the location information is in a single column where the data type is object (pandas term for str in this case). In order to build our model, we need latitude and longitude to each be in their own column where the data type is float.

```
[6]: VimeoVideo("656751955", h="e47002428d", width=600)
```

[6]: <IPython.lib.display.VimeoVideo at 0x7fa91de4be20>

Task 2.2.2: Add to the wrangle function below so that, in the DataFrame it returns, the "lat-lon" column is replaced by separate "lat" and "lon" columns. Don't forget to also drop the "lat-lon" column. Be sure to rerun all the cells above before you continue.

- What's a function?
- Split the strings in one column to create another using pandas.
- Drop a column from a DataFrame using pandas.

Now that our wrangle function is working, let's use it to clean more data!

```
[14]: VimeoVideo("656751853", h="da40b0a474", width=600)
```

[14]: <IPython.lib.display.VimeoVideo at 0x7fa9bf7f9d60>

Task 2.2.3: Use you revised wrangle function create a DataFrames frame2 from the file data/buenos-aires-real-estate-2.csv.

```
[15]: frame2 = wrangle('data/buenos-aires-real-estate-2.csv')
```

As you can see, using a function is much quicker than cleaning each file individually like we did in the last project. Let's combine our DataFrames so we can use then to train our model.

```
[17]: VimeoVideo("656751405", h="d1f95ab108", width=600)
```

[17]: <IPython.lib.display.VimeoVideo at 0x7fa9c19ec550>

Task 2.2.4: Use pd.concat to concatenate frame1 and frame2 into a new DataFrame df. Make sure you set the ignore_index argument to True.

• Concatenate two or more DataFrames using pandas.

```
[18]: df = pd.concat([frame1, frame2], ignore_index = True)
print(df.info())
df.head()
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 2658 entries, 0 to 2657
Data columns (total 17 columns):

Data	cordining (cordi ii cordining).		
#	Column	Non-Null Count	Dtype
0	operation	2658 non-null	object
1	<pre>property_type</pre>	2658 non-null	object
2	place_with_parent_names	2658 non-null	object
3	price	2658 non-null	float64
4	currency	2658 non-null	object
5	<pre>price_aprox_local_currency</pre>	2658 non-null	float64
6	<pre>price_aprox_usd</pre>	2658 non-null	float64
7	surface_total_in_m2	1898 non-null	float64
8	surface_covered_in_m2	2658 non-null	float64
9	price_usd_per_m2	1818 non-null	float64
10	price_per_m2	2658 non-null	float64
11	floor	769 non-null	float64
12	rooms	2137 non-null	float64
13	expenses	688 non-null	object
14	properati_url	2658 non-null	object
15	lat	2561 non-null	float64
16	lon	2561 non-null	float64

dtypes: float64(11), object(6)

memory usage: 353.1+ KB

None

[18]:		operation	property_type		place_with_p	arent_na	mes	price	\
	0	sell	apartment	Argentina	Capital Federal	Chacari	ta 12	29000.0	
	1	sell	apartment	Argentina	Capital Federal	Villa Lu	rol 8	37000.0	
	2	sell	apartment	Argentina	Capital Federal	Caballi	to 11	18000.0	
	3	sell	apartment	Argentina Ca	pital Federal Co	nstituci	ón 5	57000.0	
	4	sell	apartment	Arge	ntina Capital Fe	deral On	cel 9	90000.0	
		currency	<pre>price_aprox_l</pre>	ocal_currency	price_aprox_usd	surface	_total_	_in_m2	\
	0	USD		1955949.6	129000.0			76.0	
	1	USD		1319128.8	87000.0			48.0	
	2	USD		1789163.2	118000.0			NaN	
	3	USD		864256.8	57000.0			42.0	
	4	USD		1364616.0	90000.0			57.0	
		surface_c	covered_in_m2	price_usd_per_	m2 price_per_m2	floor	rooms	\	
	0		70.0	1697.3684	21 1842.857143	NaN	NaN		
	1		42.0	1812.5000	00 2071.428571	NaN	NaN		
	2		54.0	N	aN 2185.185185	NaN	2.0		
	3		42.0	1357.1428	57 1357.142857	5.0	2.0		
	4		50.0	1578.9473	68 1800.000000	NaN	3.0		

```
lat \
        expenses
                                                        properati_url
      0
                  http://chacarita.properati.com.ar/10qlv_venta_... -34.584651
             {\tt NaN}
      1
                  http://villa-luro.properati.com.ar/12m82_venta... -34.638979
                  http://caballito.properati.com.ar/11wqh_venta_... -34.615847
      2
      3
             364 http://constitucion.properati.com.ar/k2f0_vent... -34.625222
                  http://once.properati.com.ar/suwa_venta_depart... -34.610610
             450
               lon
      0 -58.454693
      1 -58.500115
      2 -58.459957
      3 -58.382382
      4 -58.412511
[19]: # Check your work
      assert df.shape == (2658, 17), f"'df' is the wrong size: {df.shape}"
```

1.2 Explore

In the last lesson, we built a simple linear model that predicted apartment price based on one feature, "surface_covered_in_m2". In this lesson, we're building a multiple linear regression model that predicts price based on two features, "lon" and "lat". This means that our data visualizations now have to communicate three pieces of information: Longitude, latitude, and price. How can we represent these three attributes on a two-dimensional screen?

One option is to incorporate color into our scatter plot. For example, in the Mapbox scatter plot below, the location of each point represents latitude and longitude, and color represents price.

```
[20]: VimeoVideo("656751031", h="367be02e14", width=600)
```

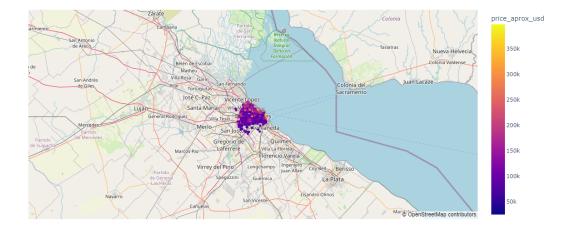
[20]: <IPython.lib.display.VimeoVideo at 0x7fa9bf7f92b0>

Task 2.2.5: Complete the code below to create a Mapbox scatter plot that shows the location of the apartments in df.

- What's a scatter plot?
- Create a Mapbox scatter plot in plotly express.

```
[21]: fig = px.scatter_mapbox(
    df, # Our DataFrame
    lat= 'lat',
    lon= 'lon',
    width=600, # Width of map
    height=600, # Height of map
    color= 'price_aprox_usd',
    hover_data=["price_aprox_usd"], # Display price when hovering mouse over_
    →house
)
```

```
fig.update_layout(mapbox_style="open-street-map")
fig.show()
```



Another option is to add a third dimension to our scatter plot. We can plot longitude on the x-axis and latitude on the y-axis (like we do in the map above), and then add a z-axis with price.

```
[22]: VimeoVideo("656750669", h="574287f687", width=600)
```

[22]: <IPython.lib.display.VimeoVideo at 0x7fa9c19ec850>

Task 2.2.6: Complete the code below to create a 3D scatter plot, with "lon" on the x-axis, "lat" on the y-axis, and "price_aprox_usd" on the z-axis.

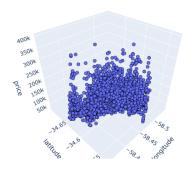
- What's a scatter plot?
- Create a 3D scatter plot in plotly express.

```
[23]: # Create 3D scatter plot
fig = px.scatter_3d(
    df,
    x= 'lon',
    y='lat',
    z='price_aprox_usd',
    labels={"lon": "longitude", "lat": "latitude", "price_aprox_usd": "price"},
    width=600,
    height=500,
)

# Refine formatting
```

```
fig.update_traces(
    marker={"size": 4, "line": {"width": 2, "color": "DarkSlateGrey"}},
    selector={"mode": "markers"},
)

# Display figure
fig.show()
```



Tip: 3D visualizations are often harder for someone to interpret than 2D visualizations. We're using one here because it will help us visualize our model once it's built, but as a rule, it's better to stick with 2D when your communicating with an audience.

In the last lesson, we represented our simple model as a line imposed on a 2D scatter plot.

How do you think we'll represent our multiple linear regression model in the 3D plot we just made?

1.3 Split

Even though we're building a different model, the steps we follow will be the same. Let's separate our features (latitude and longitude) from our target (price).

```
[24]: VimeoVideo("656750457", h="09f5fe3962", width=600)
```

[24]: <IPython.lib.display.VimeoVideo at 0x7fa9c1a212b0>

Task 2.2.7: Create the feature matrix named X_train. It should contain two features: ["lon", "lat"].

- What's a feature matrix?
- Subset a DataFrame by selecting one or more columns in pandas.

```
[25]: features = ["lon", "lat"]
   X_train = df[features]
   X_train.shape
```

```
[25]: (2658, 2)
```

```
[26]: VimeoVideo("656750323", h="1a82090b9b", width=600)
```

[26]: <IPython.lib.display.VimeoVideo at 0x7fa9bf7f9d30>

Task 2.2.8: Create the target vector named y_train, which you'll use to train your model. Your target should be "price_aprox_usd". Remember that, in most cases, your target vector should be one-dimensional.

- What's a target vector?
- Select a Series from a DataFrame in pandas.

```
[29]: target = "price_aprox_usd"
    y_train = df[target]
    y_train.shape
```

[29]: (2658,)

2 Build Model

2.1 Baseline

Again, we need to set a baseline so we can evaluate our model's performance. You'll notice that the value of y_mean is not exactly the same as it was in the previous lesson. That's because we've added more observations to our training data.

```
[30]: VimeoVideo("656750112", h="1ef669fe2b", width=600)
```

[30]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83df0>

Task 2.2.9: Calculate the mean of your target vector y_train and assign it to the variable y_mean.

• Calculate summary statistics for a DataFrame or Series in pandas.

```
[36]: y_mean = y_train.mean()
```

Task 2.2.10: Create a list named y_pred_baseline that contains the value of y_mean repeated so that it's the same length at y_train.

• Calculate the length of a list in Python.

```
[37]: y_pred_baseline = [y_mean] * len(y_train)
y_pred_baseline[:5]
```

```
[37]: [134732.9734048155,
134732.9734048155,
134732.9734048155,
134732.9734048155,
134732.9734048155]
```

```
[34]: VimeoVideo("656749994", h="50c71bf4e5", width=600)
```

[34]: <IPython.lib.display.VimeoVideo at 0x7fa9c19e46d0>

Task 2.2.11: Calculate the baseline mean absolute error for your predictions in y_pred_baseline as compared to the true targets in y_train.

- What's a performance metric?
- What's mean absolute error?
- Calculate the mean absolute error for a list of predictions in scikit-learn.

```
[38]: mae_baseline = mean_absolute_error(y_train, y_pred_baseline)

print("Mean apt price", round(y_mean, 2))
print("Baseline MAE:", round(mae_baseline, 2))
```

Mean apt price 134732.97 Baseline MAE: 45422.75

2.2 Iterate

Take a moment to scroll up to the output for df.info() and look at the values in the "Non-Null Count" column. Because of the math it uses, a linear regression model can't handle observations where there are missing values. Do you see any columns where this will be a problem?

In the last project, we simply dropped rows that contained NaN values, but this isn't ideal. Models generally perform better when they have more data to train with, so every row is precious. Instead, we can fill in these missing values using information we get from the whole column — a process called **imputation**. There are many different strategies for imputing missing values, and one of the most common is filling in the missing values with the mean of the column.

In addition to **predictors** like LinearRegression, scikit-learn also has **transformers** that help us deal with issues like missing values. Let's see how one works, and then we'll add it to our model.

```
[39]: VimeoVideo("656748776", h="014f943c46", width=600)
```

[39]: <IPython.lib.display.VimeoVideo at 0x7fa9bf7f96d0>

Task 2.2.12: Instantiate a SimpleImputer named imputer.

- What's imputation?
- Instantiate a transformer in scikit-learn.

```
[40]: imputer = SimpleImputer()
```

```
[41]: # Check your work assert isinstance(imputer, SimpleImputer)
```

Just like a predictor, a transformer has a fit method. In the case of our SimpleImputer, this is the step where it calculates the mean values for each numerical column.

```
[42]: VimeoVideo("656748659", h="fdaa8d0329", width=600)
```

[42]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83c70>

Task 2.2.13: Fit your transformer imputer to the feature matrix X.

• Fit a transformer to training data in scikit-learn.

```
[43]: imputer.fit(X_train)
```

[43]: SimpleImputer()

```
[44]: # Check your work check_is_fitted(imputer)
```

Here's where transformers diverge from predictors. Instead of using a method like predict, we use the transform method. This is the step where the transformer fills in the missing values with the means it's calculated.

```
[45]: VimeoVideo("656748527", h="d76e63760c", width=600)
```

[45]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83d60>

Task 2.2.14: Use your imputer to transform the feature matrix X_train. Assign the transformed data to the variable XT_train.

• Transform data using a transformer in scikit-learn.

```
[46]: XT_train = imputer.transform(X_train)
pd.DataFrame(XT_train, columns=X_train.columns).info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 2658 entries, 0 to 2657
Data columns (total 2 columns):
    # Column Non-Null Count Dtype
--- 0 lon 2658 non-null float64
1 lat 2658 non-null float64
dtypes: float64(2)
memory usage: 41.7 KB
```

Okay! Our data is free of missing values, and we have a good sense for how predictors work in scikit-learn. However, the truth is you'll rarely do data transformations this way. Why? A model may require multiple transformers, and doing all those transformations one-by-one is slow and likely to lead to errors. Instead, we can combine our transformer and predictor into a single object called a pipeline.

```
[48]: VimeoVideo("656748360", h="50b4643a26", width=600)
```

[48]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83b20>

Task 2.2.15: Create a pipeline named model that contains a SimpleImputer transformer followed by a LinearRegression predictor.

- What's a pipeline?
- Create a pipeline in scikit-learn.

```
[50]: assert isinstance(model, Pipeline), "Did you instantiate your model?"
```

With our pipeline assembled, we use the fit method, which will train the transformer, transform the data, then pass the transformed data to the predictor for training, all in one step. Much easier!

```
[51]: VimeoVideo("656748234", h="59ba7958d5", width=600)
```

[51]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83c10>

Task 2.2.16: Fit your model to the data, X_train and y_train.

• Fit a model to training data in scikit-learn.

```
[52]: model.fit(X_train, y_train)
```

```
[53]: # Check your work
check_is_fitted(model["linearregression"])
```

Success! Let's see how our trained model performs.

2.3 Evaluate

As always, we'll start by evaluating our model's performance on the training data.

```
[54]: VimeoVideo("656748155", h="5672ef44cb", width=600)
```

[54]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83d30>

Task 2.2.17: Using your model's predict method, create a list of predictions for the observations in your feature matrix X_train. Name this list y_pred_training.

• Generate predictions using a trained model in scikit-learn.

```
[55]: y_pred_training = model.predict(X_train)

[56]: # Check your work
   assert y_pred_training.shape == (2658,)

[57]: VimeoVideo("656748205", h="13144556a6", width=600)
```

[57]: <IPython.lib.display.VimeoVideo at 0x7fa9e8e83d90>

Task 2.2.18: Calculate the training mean absolute error for your predictions in y_pred_training as compared to the true targets in y_train.

• Calculate the mean absolute error for a list of predictions in scikit-learn.

```
[58]: mae_training = mean_absolute_error(y_train, y_pred_training)
print("Training MAE:", round(mae_training, 2))
```

Training MAE: 42962.72

It looks like our model performs a little better than the baseline. This suggests that latitude and longitude aren't as strong predictors of price as size is.

Now let's check our test performance. Remember, once we test our model, there's no more iteration allowed.

Task 2.2.19: Run the code below to import your test data buenos-aires-test-features.csv into a DataFrame and generate a Series of predictions using your model. Then run the following cell to submit your predictions to the grader.

- What's generalizability?
- Generate predictions using a trained model in scikit-learn.
- Calculate the mean absolute error for a list of predictions in scikit-learn.

```
[59]: X_test = pd.read_csv("data/buenos-aires-test-features.csv")[features]
y_pred_test = pd.Series(model.predict(X_test))
y_pred_test.head()
```

[59]: 0 136372.324695 1 168620.352353 2 130231.628267 3 102497.549527 4 123482.077850 dtype: float64

```
[60]: wqet_grader.grade("Project 2 Assessment", "Task 2.2.19", y_pred_test)
```

<IPython.core.display.HTML object>

Again, we want our test performance to be about the same as our training performance, but it's OK if it's not quite as good.

3 Communicate Results

Let's take a look at the equation our model has come up with for predicting price based on latitude and longitude. We'll need to expand on our formula to account for both features.

```
[61]: VimeoVideo("656747630", h="b90db6b373", width=600)
```

[61]: <IPython.lib.display.VimeoVideo at 0x7fa9c1a901c0>

Task 2.2.20: Extract the intercept and coefficients for your model.

- What's an intercept in a linear model?
- What's a coefficient in a linear model?
- Access an object in a pipeline in scikit-learn.

```
[64]: intercept = model.named_steps['linearregression'].intercept_
coefficients = model.named_steps['linearregression'].coef_
```

Task 2.2.21: Complete the code below and run the cell to print the equation that your model has determined for predicting apartment price based on latitude and longitude.

• What's an f-string?

```
price = 38113587.05164884 + (196709.41663631558 * longitude) +
(765466.5750201794 * latitude)
```

What does this equation tell us? As you move north and west, the predicted apartment price increases.

At the start of the notebook, you thought about how we would represent our linear model in a 3D plot. If you guessed that we would use a plane, you're right!

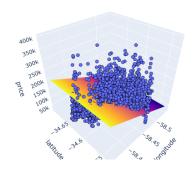
```
[71]: VimeoVideo("656746928", h="71bfe94764", width=600)
```

[71]: <IPython.lib.display.VimeoVideo at 0x7fa9bcdb95b0>

Task 2.2.22: Complete the code below to create a 3D scatter plot, with "lon" on the x-axis, "lat" on the y-axis, and "price_aprox_usd" on the z-axis.

- What's a scatter plot?
- Create a 3D scatter plot in plotly express.

```
[72]: # Create 3D scatter plot
      fig = px.scatter_3d(
          df,
          x='lon',
          y= 'lat',
          z='price_aprox_usd',
          labels={"lon": "longitude", "lat": "latitude", "price_aprox_usd": "price"},
          width=600,
         height=500,
      )
      # Create x and y coordinates for model representation
      x_plane = np.linspace(df["lon"].min(), df["lon"].max(), 10)
      y_plane = np.linspace(df["lat"].min(), df["lat"].max(), 10)
      xx, yy = np.meshgrid(x_plane, y_plane)
      # Use model to predict z coordinates
      z_plane = model.predict(pd.DataFrame({"lon": x_plane, "lat": y_plane}))
      zz = np.tile(z_plane, (10, 1))
      # Add plane to figure
      fig.add_trace(go.Surface(x=xx, y=yy, z=zz))
      # Refine formatting
      fig.update_traces(
          marker={"size": 4, "line": {"width": 2, "color": "DarkSlateGrey"}},
          selector={"mode": "markers"},
      # Display figure
      fig.show()
```



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