## ANLY 5336 Assignment 2

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```
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In [39]: # Standard Libraries
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
```

# **Question 1: Austin Airbnb Ratings**

In []: num\_missing\_rows = reviews\_full.isnull().any(axis=1).sum()

reviews\_subset.loc[:,'dataset'] = 'Subset'

```
In []: reviews_full = pd.read_csv('Datasets/review_ratings.csv') # Full dataset with missing values
    reviews_subset = pd.read_csv('Datasets/Reviews4Cluster.csv') # Subset of 28 listings to compare clustering results
    reviews_full.info()
```

The reviews data set contains 8 variables, 2 being strings and the rest being numerical values representing the listing's review score in a certain category on a scale of 1 to 10. There are 11792 records.

We'd like to create 3 clusters of listings: Good, Medium, and Bad based on their review scores. The two clustering method's we'll use are Hierarchical and K-Means clustering.

This data set also contains many records with missing values in one or more features. We'll handle the missing data with 2 different methods: dropping records with missing values and imputing the missing values using a central value, in this case the mode.

We'd like to examine the impact of the different clustering models and different handling methods on this data set. We'll fit four models in this study: Hierarchical-Dropped, Hierarchical-Impute, KMean-Dropped, and KMean-Impute.

To get a better look at the difference between models, we'll use a subset of 28 listings and examine which clusters they are assigned during each model and note any differences.

```
print(num_missing_rows)
        # Drop the string columns for clustering, we only want the numerical review scores
        reviews_full = reviews_full.drop(columns=['id', 'host_since'])
        # Expected 6 columns now
        # Create two copys of the full data set; one with missing values dropped and one with missing values imputed
        reviews_dropped = reviews_full.dropna() # expected to be 9136 rows
        reviews_imputed = reviews_full.fillna(reviews_full.mode().iloc[0])
        reviews_dropped.shape, reviews_imputed.shape
In [5]: # Hierarchical Clustering Libraries
        import scipy.cluster.hierarchy as sch
        from sklearn.cluster import AgglomerativeClustering
In [ ]: # Hierarchical Clustering - Dropped Missing Values
        # Fit models
        hc_full = AgglomerativeClustering(n_clusters=3, metric='euclidean', linkage='ward')
        hc_subset = AgglomerativeClustering(n_clusters=3, metric='euclidean', linkage='ward')
        reviews_dropped.loc[:,'cluster'] = hc_full.fit_predict(reviews_dropped)
        reviews_subset.loc[:,'cluster'] = hc_subset.fit_predict(reviews_subset)
        # Add a column to distinguish datasets
        reviews_dropped.loc[:,'dataset'] = 'Full Dataset'
```

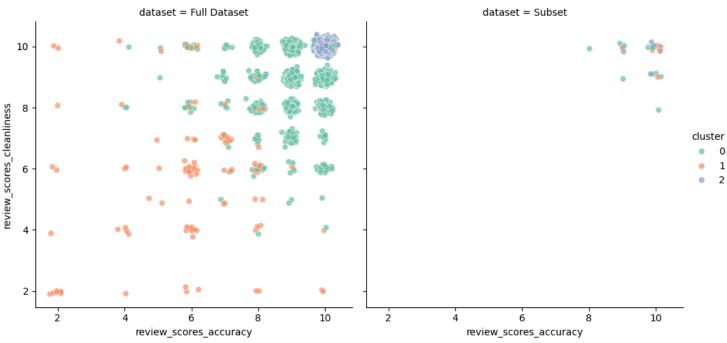
Because the variables are discrete, the clustering plot will display only single dots. We can add jitter to the scatter plot to help visualize the density of the individual points. Advice courtesy of Dr. Mendez:)

```
import seaborn as sns
# Combine for one plot
combined = pd.concat([reviews_dropped, reviews_subset])
# Add jitter to both columns
combined_jitter = combined.copy()
combined_jitter[combined.columns[0]] += np.random.normal(0, 0.1, len(combined))
combined_jitter[combined.columns[1]] += np.random.normal(0, 0.1, len(combined))
# Plot using seaborn
sns.relplot(
```

```
data=combined_jitter,
    x=combined.columns[0], # Use original column names for axis labels
    y=combined.columns[1],
    hue='cluster',
    col='dataset',
    palette='Set2',
    alpha=0.7,
    height=5,
    aspect=1
)

plt.suptitle("Hierarchical Clustering: Dropped Dataset vs. Subset", y=1.05)
plt.show()
```

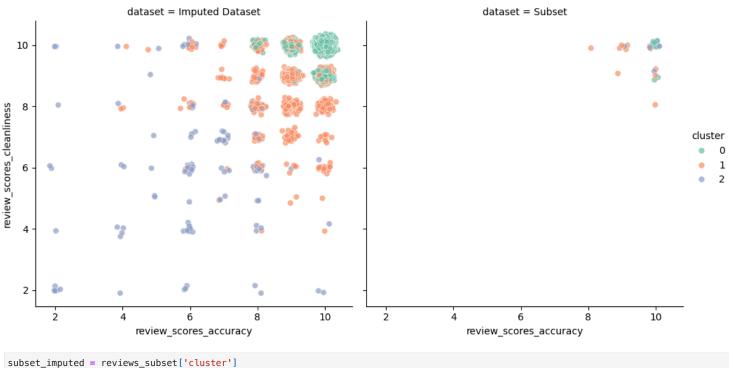
#### Hierarchical Clustering: Dropped Dataset vs. Subset



```
In [ ]: subset_dropped = reviews_subset['cluster']
         print(subset_dropped)
In [9]: # Refresh the subset data
         reviews_subset = pd.read_csv('Datasets/Reviews4Cluster.csv')
In [10]: # Hierarchical Clustering - Imputed Missing Values
         # Fit models
         hc_imputed = AgglomerativeClustering(n_clusters=3, metric='euclidean', linkage='ward')
         hc_subset2 = AgglomerativeClustering(n_clusters=3, metric='euclidean', linkage='ward')
         reviews_imputed.loc[:,'cluster'] = hc_imputed.fit_predict(reviews_imputed)
         reviews_subset.loc[:,'cluster'] = hc_subset2.fit_predict(reviews_subset)
         # Add a column to distinguish datasets
         reviews_imputed.loc[:,'dataset'] = 'Imputed Dataset'
         reviews_subset.loc[:,'dataset'] = 'Subset'
In [40]: # Combine for one plot
         combined = pd.concat([reviews_imputed, reviews_subset])
         # Add jitter to both columns
         combined_jitter = combined.copy()
         combined_jitter[combined.columns[0]] += np.random.normal(0, 0.1, len(combined))
         combined_jitter[combined.columns[1]] += np.random.normal(0, 0.1, len(combined))
         # Plot using seaborn
         sns.relplot(
             data=combined_jitter,
             x=combined.columns[0], # Use original column names for axis labels
             y=combined.columns[1],
             hue='cluster',
             col='dataset'
             palette='Set2',
             alpha=0.7,
             height=5,
             aspect=1
```

```
plt.suptitle("Hierarchical Clustering: Imputed Dataset vs. Subset", y=1.05)
plt.show()
```

## Hierarchical Clustering: Imputed Dataset vs. Subset



```
In [ ]: subset_imputed = reviews_subset['cluster']
         print(subset_dropped)
In [13]: # Refresh Data Sets
         reviews_full = pd.read_csv('Datasets/review_ratings.csv')
         reviews_full = reviews_full.drop(columns=['id', 'host_since'])
         reviews_dropped = reviews_full.dropna() # expected to be 9136 rows
         reviews_imputed = reviews_full.fillna(reviews_full.mode().iloc[0])
         reviews_subset = pd.read_csv('Datasets/Reviews4Cluster.csv')
In [14]: # KMeans Libraries
         from sklearn.cluster import KMeans
         # Define a random seed for reproducibility
         RSEED = 1216
In [15]: # KMeans Clustering - Dropped
         # Generate Elbow Plot
         wcss = []
         for i in range(1, 11):
             kmeans = KMeans(n_init=10, n_clusters=i, init='k-means++', random_state=42)
             kmeans.fit(reviews_dropped)
             wcss.append(kmeans.inertia_)
         plt.plot(range(1, 11), wcss)
         plt.title('K-Means for Dropped Missing Values')
         plt.xlabel('Number of clusters')
         plt.ylabel('WCSS')
         # The plot shows the elbow at 3 clusters
         plt.axvline(x=3, color='red', linestyle='--', label='Elbow at k=3')
         plt.legend()
         plt.show()
```

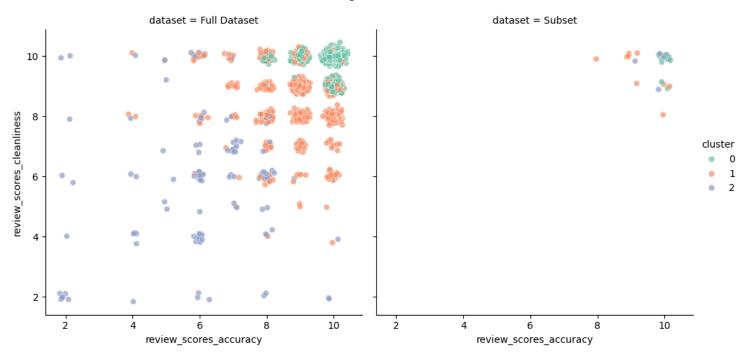
# 

Number of clusters

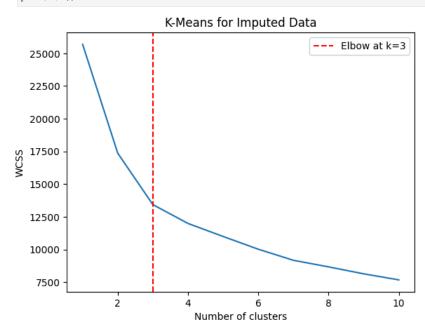
plt.suptitle("K-Means Clustering: Full Dataset vs. Subset", y=1.05)

plt.show()

```
In [ ]: # Fit KMeans (Dropped) with 3 Clusters
          kmeans_dropped = KMeans(n_init=10, n_clusters=3, init='k-means++', random_state=RSEED)
          reviews_dropped.loc[:,'cluster'] = kmeans_dropped.fit_predict(reviews_dropped)
          # Fit with Subset
          \label{lem:kmeans_subset} $$ $$ \mathsf{KMeans}(n_init=10, n_clusters=3, init='k-means++', random_state=RSEED)$$
          reviews_subset.loc[:,'cluster'] = kmeans_subset.fit_predict(reviews_subset)
In [38]: # Plot the results
          # Add columns to distinguish data sets
          reviews_dropped.loc[:,'dataset'] = 'Full Dataset'
reviews_subset.loc[:,'dataset'] = 'Subset'
          # Combine for one plot
          combined = pd.concat([reviews_dropped, reviews_subset])
          # Add jitter to both columns
          combined_jitter = combined.copy()
          combined_jitter[combined.columns[0]] += np.random.normal(0, 0.1, len(combined))
          combined_jitter[combined.columns[1]] += np.random.normal(0, 0.1, len(combined))
          # Plot using seaborn
          sns.relplot(
              data=combined_jitter,
              x=combined.columns[0], # Use original column names for axis labels
              y=combined.columns[1],
              hue='cluster',
              col='dataset',
              palette='Set2',
              alpha=0.7,
              height=5,
              aspect=1
```



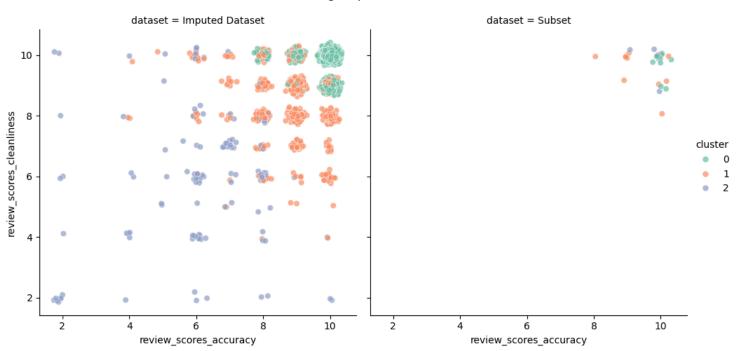
```
In [ ]: subset_dropped2 = reviews_subset['cluster']
         print(subset_dropped2)
In [19]: # KMeans Clustering - Imputed
         # Generate Elbow Plot
         wcss = []
         for i in range(1, 11):
             kmeans = KMeans(n_init=10, n_clusters=i, init='k-means++', random_state=42)
             kmeans.fit(reviews_imputed)
             wcss.append(kmeans.inertia_)
         plt.plot(range(1, 11), wcss)
         plt.title('K-Means for Imputed Data')
         plt.xlabel('Number of clusters')
         plt.ylabel('WCSS')
         # The plot shows the elbow at 3 clusters
         plt.axvline(x=3, color='red', linestyle='--', label='Elbow at k=3')
         plt.legend()
         plt.show()
```



```
In [20]: # Refresh the subset data
reviews_subset = pd.read_csv('Datasets/Reviews4Cluster.csv')
```

```
In [21]: # Fit KMeans (Imputed) with 3 Clusters
         kmeans\_imputed = KMeans(n\_init=10, n\_clusters=3, init='k\_means+++', random\_state=RSEED)
         reviews_imputed.loc[:,'cluster'] = kmeans_imputed.fit_predict(reviews_imputed)
         # Fit with Subset
         kmeans_subset = KMeans(n_init=10, n_clusters=3, init='k-means++', random_state=RSEED)
         reviews_subset.loc[:,'cluster'] = kmeans_subset.fit_predict(reviews_subset)
In [22]: # Plot the results
         # Add columns to distinguish data sets
         reviews_imputed.loc[:,'dataset'] = 'Imputed Dataset'
         reviews_subset.loc[:,'dataset'] = 'Subset'
         # Combine for one plot
         combined = pd.concat([reviews_imputed, reviews_subset])
         # Add jitter to both columns
         combined_jitter = combined.copy()
         combined_jitter[combined.columns[0]] += np.random.normal(0, 0.1, len(combined))
         combined_jitter[combined.columns[1]] += np.random.normal(0, 0.1, len(combined))
         # Plot using seaborn
         sns.relplot(
             data=combined_jitter,
             x=combined.columns[0], # Use original column names for axis labels
             y=combined.columns[1],
             hue='cluster',
             col='dataset',
             palette='Set2',
             alpha=0.7,
             height=5,
             aspect=1
         plt.suptitle("K-Means Clustering: Imputed Dataset vs. Subset", y=1.05)
```

#### K-Means Clustering: Imputed Dataset vs. Subset



```
In [ ]: subset_imputed2 = reviews_subset['cluster']
print(subset_imputed2)
```

Now that we've fit all our models and tested them with the subset data, let's compare how they sorted our subset of 28 listings:

```
In [24]: # Create a DataFrame to compare cluster assignments for the subset
    comparison_df = pd.DataFrame({
        'Hierarchical Dropped': subset_dropped.values,
        'Hierarchical Imputed': subset_imputed.values,
        'KMeans Dropped': subset_dropped2.values,
        'KMeans Imputed': subset_imputed2.values
})
```

	Hierarchical Dropped	Hierarchical Imputed	KMeans Dropped	KMeans Imputed
Listing				
0	0	0	1	1
1	0	0	1	1
2	0	0	1	1
3	0	0	0	0
4	0	0	2	2
5	1	1	0	0
6	2	2	1	1
7	0	0	1	1
8	0	0	1	1
9	0	0	0	0
10	0	0	2	2
11	1	1	0	0
12	2	2	1	1
13	0	0	1	1
14	0	0	1	1
15	0	0	2	2
16	1	1	1	1
17	2	2	1	1
18	0	0	0	0
19	0	0	2	2
20	1	1	0	0
21	2	2	1	1
22	0	0	2	2
23	1	1	0	0
24	2	2	0	0
25	0	0	2	2
26	2	2	2	2
27	1	1	0	0

# **Clustering Analysis**

Based on our hierarchical and KMeans clustering, we've found 3 clusters of listings based on their comprehensive review score. Cluster 0 is our 'Good' listings, with most of their scores equaling or within 1-2 points of 10. Cluster 1 is our 'Medium' listings, with some high scores but averaging around 7-8. Cluster 2 is our 'Bad' listings, with a variety of review scores that range from around 0-7.

Cluster 0 was incredibly dense in all models, showing that a lot of listings had good reviews with most of their scores equaling 10 or more. Cluster 1 began to spread out more while Cluster 2 was incredibly scattered. The density of a cluster represents the model was ble to more strongly consolidate observations. Because Cluster 2 and 1 are more scattered, it's more difficult to draw sweeping observations about the listings in them because their features are so different.

When comparing the clustering results of our subset with different methods, we see that many listings were clustered differently based on if the model was hierarchical or KMeans. There were no observations where the cluster changed between models with dropped data and models with imputed data.

Regarding the KMeans Within-Cluster-Sum-of-Squares, we can see that the WCSS is still rather high at 3 clusters. Even though the 'elbow' of the plot falls at x=3, the WCSS continues to fall with a decent slope. Another mini elbow appears at x-7. It might be worth experimenting with different numbers of clusters to see if we can further categorize our 'bad' listings.

## Question 2: How Does Weather Affect Traffic Volumes?

Working with data from: https://archive.ics.uci.edu/ml/datasets/Metro+Interstate+Traffic+Volume

```
In [25]: traffic_df = pd.read_csv('Datasets/Metro_Interstate_Traffic_AMPeak_cleaned.csv')
```

We want to examine the effect of various weather effects on traffic volume. The data set we are working with is a subset of the UCI Traffic Volume data set that is filtered down to only include observations at 8:00 AM only.

To examine this relationship, we'll construct 2 multivariate linear regression models; One model including more predictors than the other. Our response variable in both will be traffic volume. Our predictors will include: weekend (if the date is a weekend day or holiday), temperature, cloud coverage, and snowfall amount

The equations for our models can be represented as:

```
Model 1: traffic_volume = b0 + b1(weekend) + b2(clouds_all) + b3(temp) + b4(snow_1h)
```

Model 2: traffic\_volume = b0 + b1(weekend) + b2 (clouds\_all) + b3(snow\_1h)

We will compare the two models in terms of statistical significance with R<sup>2</sup> and Adjusted R<sup>2</sup> and predicting power with out-of-sample RMSE. We will partition the data into 80% training and 20% testing sets.

```
In [26]: # Libraries for Regression
        import statsmodels.api as sm
        from sklearn.model_selection import train_test_split
In [ ]: traffic_df.info()
In [28]: # Partition data into 80% training and 20% testing sets
        train_df, test_df = train_test_split(traffic_df, test_size=0.2, random_state=RSEED)
In [29]: \# Model 1: traffic_volume = b0 + b1(weekend) + b2(clouds_all) + b3(temp) + b4(snow_1h)
        x1 = train_df[['weekend', 'clouds_all', 'temp', 'snow_1h']]
        y1 = train_df['traffic_volume']
        x1 = sm.add\_constant(x1)
        model1 = sm.OLS(y1, x1).fit()
        print(model1.summary())
        # Calculate RMSE
        x1_test = test_df[['weekend', 'clouds_all', 'temp', 'snow_1h']]
        y1_test = test_df['traffic_volume']
        x1_test = sm.add_constant(x1_test)
        y1_pred = model1.predict(x1_test)
        rmse1 = np.sqrt(np.mean((y1_test - y1_pred) ** 2))
        print(f'Model 1 RMSE: {rmse1}')
                                OLS Regression Results
       Dep. Variable: traffic_volume
                                          R-squared:
                                                                        0.765
       Model:
                                     OLS Adj. R-squared:
                                                                         0.764
                           Least Squares
                                                                        716.2
       Method:
                                          F-statistic:
       Date:
                         Mon, 13 Oct 2025
                                          Prob (F-statistic):
                                                                     1.21e-274
                                13:09:03
                                          Log-Likelihood:
                                                                      -7152.4
       Time:
       No. Observations:
                                     883
                                          AIC:
                                                                     1.431e+04
       Df Residuals:
                                     878
                                          BIC:
                                                                     1.434e+04
       Df Model:
                                      4
       Covariance Type:
                                nonrobust
                    coef std err
                                                 P>|t| [0.025
                                                                       0.975]
                 3302.5368 635.456
                                       5.197
                                                   0.000
                                                         2055.346
                                                                     4549.728
       const
       weekend
               -3107,6189
                            58.387
                                      -53,225
                                                   0.000
                                                          -3222,212
                                                                    -2993.025
                           0.691 -1.984
       clouds_all -1.3700
                                                   0.048
                                                          -2.725
                                                                       -0.014
                                                   0.000
                                        3.556
                    8.0336
                               2.259
                                                             3.600
                                                                       12.467
       temp
               -2.218e+04 7170.330
                                                   0.002 -3.63e+04 -8105.800
                                       -3.093
       snow 1h
       ______
       Omnibus:
                                  560.211 Durbin-Watson:
                                                                        2.110
       Prob(Omnibus):
                                  0.000
                                          Jarque-Bera (JB):
                                                                      6137.247
                                   -2.778
                                          Prob(JB):
                                                                         0.00
       Skew:
       Kurtosis:
                                  14.659 Cond. No.
                                                                      7.56e+04
       ______
       [1] Standard Errors assume that the covariance matrix of the errors is correctly specified.
       [2] The condition number is large, 7.56e+04. This might indicate that there are
       strong multicollinearity or other numerical problems.
       Model 1 RMSE: 812.0742317483002
In [30]: # Model 2: traffic_volume = b0 + b1(weekend) + b2 (clouds_all) + b3(snow_1h)
        x2 = train_df[['weekend', 'clouds_all', 'snow_1h']]
        y2 = train_df['traffic_volume']
        x2 = sm.add_constant(x2)
```

model2 = sm.OLS(y2, x2).fit()
print(model2.summary())

y2\_test = test\_df['traffic\_volume']
x2\_test = sm.add\_constant(x2\_test)
y2\_pred = model2.predict(x2\_test)

print(f'Model 2 RMSE: {rmse2}')

x2\_test = test\_df[['weekend', 'clouds\_all', 'snow\_1h']]

rmse2 = np.sqrt(np.mean((y2\_test - y2\_pred) \*\* 2))

# Calculate RMSE

#### OLS Regression Results

Dep. Variab	ole:		traffi	.c_v			uared:		0.762		
Model: Method:			Longt	· C~.	0LS	_	R-squared: atistic:		0.761 938.3		
Date:		M	least on, 13				(F–statisti	(6)	1.94e-273		
Time:		1*	•		2023 09:03		Likelihood:	LC):	-7158.8		
No. Observa	tions:			13:6		AIC:	LIKE (IIIOOU:		1.433e+04		
Df Residual					879	BIC:			1.434e+04		
Df Model:					3	DIC.			1.4346+04		
Covariance	Tyne:		r	onro	_						
=========				====		====					
	C	oef	std	err		t	P> t	[0.025	0.975]		
const	5556.7	592	44.	866	123.	852	0.000	5468.702	5644.817		
weekend	-3111.1	.904	58.	763	-52	944	0.000	-3226.523	-2995.858		
clouds_all	-1.4	283	0.	695	-2.	055	0.040	-2.792	-0.064		
snow_1h	-2.315e	+04	7212.	490	-3.	209	0.001	-3.73e+04	-8989.487		
Omnibus:				568	====== 3.637	Durb	======= in-Watson:		2.119		
Prob(Omnibu	ıs):			(	0.000	Jarq	ue-Bera (JB)	:	6311.733		
Skew:				-2	2.831	Prob	(JB):		0.00		
Kurtosis:				14	4.811	Cond	. No.		1.56e+04		
========			=====	====					=========		

#### Notes:

- [1] Standard Errors assume that the covariance matrix of the errors is correctly specified.
- [2] The condition number is large, 1.56e+04. This might indicate that there are

strong multicollinearity or other numerical problems.

Model 2 RMSE: 811.2459499148594

After constructing our models, here are our final equations and significance and prediction values:

```
In [31]: # Model 1 Formula:
b0, b1, b2, b3, b4 = model1.params
print(f'Model 1 Equation: traffic_volume = {b0:.2f} + {b1:.2f}(weekend) + {b2:.2f}(clouds_all) + {b3:.2f}(temp) + {b4:.2f}(snow_1h)')

# Model 2 Formula:
b0, b1, b2, b3 = model2.params
print(f'Model 2 Equation: traffic_volume = {b0:.2f} + {b1:.2f}(weekend) + {b2:.2f}(clouds_all) + {b3:.2f}(snow_1h)')

# Significance and Prediction Values
print(f'Model 1: R-squared = {model1.rsquared:.2f}, Adjusted R-squared = {model1.rsquared_adj:.2f}, RMSE = {rmse1:.2f}')
print(f'Model 2: R-squared = {model2.rsquared:.2f}, Adjusted R-squared = {model2.rsquared_adj:.2f}, RMSE = {rmse2:.2f}')

Model 1 Equation: traffic_volume = 3302.54 + -3107.62(weekend) + -1.37(clouds_all) + 8.03(temp) + -22178.79(snow_1h)
Model 2 Equation: traffic_volume = 5556.76 + -3111.19(weekend) + -1.43(clouds_all) + -23145.20(snow_1h)
Model 1: R-squared = 0.77, Adjusted R-squared = 0.76, RMSE = 812.07
```

# **Regression Analysis**

In model 1, 77% of the variation in traffic volume could be explained by if it was a weekend day, the cloud coverage, temperature, and amount of snowfall.

In model 2, 76% of the variation in traffic volume could be explained by if it was a weekend day, the cloud coverage and amount of snowfall.

The models' statistical significance and prediction power are quite similar. Model 1's R<sup>2</sup> value is marginally higher, showing it better explains variance. Model 2 excludes temperature and had a lower RMSE, meaning it has better predicting power.

Model 1 is slightly better at explaining variability (R2), while Model 2 is slightly better for prediction (RMSE). The differences are minimal, so both models are comparable.

# Question 3: Can we Predict Average Weekly Temeprature?

Model 2: R-squared = 0.76, Adjusted R-squared = 0.76, RMSE = 811.25

```
In [32]: # Refresh our dataset
traffic_df = pd.read_csv('Datasets/Metro_Interstate_Traffic_AMPeak_cleaned.csv')
```

We'd like to construct a time-series of our temperature variable in order to predict the average weekly temperature.

First we'll resample the 'temp' variable based on weekly frequency. Our 'date' variable needs to be converted to date-time format first. We also need to set

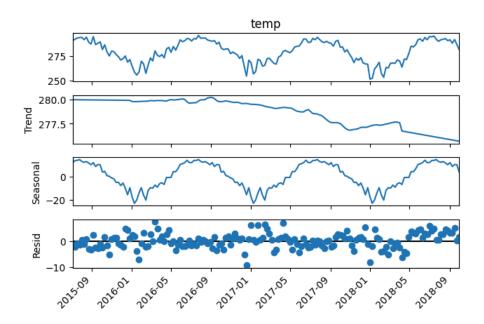
```
In []: # Convert to date-time and set as index
    traffic_df['date'] = pd.to_datetime(traffic_df['date'])
    traffic_df.set_index('date', inplace=True)

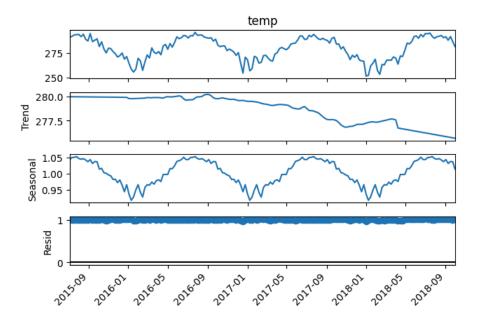
# Resample 'temp' variable based on weekly frequency and calculate the mean
    temp_df = traffic_df['temp'].resample('W').mean()
    temp_df.head()
```

Next, we'll decompose the time series using both the additive and multiplicitve forms to compare the results.

```
In [34]: from statsmodels.tsa.seasonal import seasonal_decompose
         # Additive Decomposition
         additive_decomp = seasonal_decompose(temp_df, model='additive', extrapolate_trend='freq')
         # Muiltiplicative Decomposition
         multiplicative_decomp = seasonal_decompose(temp_df, model='multiplicative', extrapolate_trend='freq')
         # Plot Additive
         fig1 = additive_decomp.plot()
         fig1.suptitle('Additive Decomposition of Weekly Average Temperature', y=1.02)
         # Rotate x-axis labels for each subplot
         for ax in fig1.axes:
             plt.setp(ax.get_xticklabels(), rotation=45, ha='right')
         fig1.tight_layout()
         plt.show()
         # Plot Multiplicative
         fig2 = multiplicative_decomp.plot()
         fig2.suptitle('Multiplicative Decomposition of Weekly Average Temperature', y=1.02)
         # Rotate x-axis labels for each subplot
         for ax in fig2.axes:
             plt.setp(ax.get_xticklabels(), rotation=45, ha='right')
         fig2.tight_layout()
         plt.show()
```

#### Additive Decomposition of Weekly Average Temperature





From these visuals, we can see that temperature tends to plataeu near 280 degrees K in the spring/summer months then gradually falls beginning around mid July.

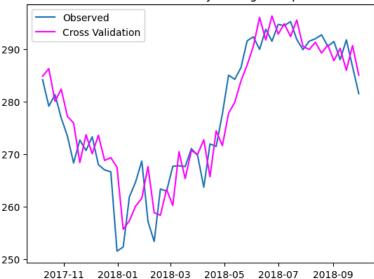
In the seasonal component, both methods display similar results. The seasonal amplitude remains constant, which indicates the additive model is the best fit.

In the residual component, the residuals for the additive model appear to be randomly scattered around 0 with no clear trend. In the multiplicative model, the residuals all fall near +1. This again indicates that the additive model is the best fit.

Next, we'll cross validate the RMSE on the latter 30% of the time-series. Cross-validation is done in order to evaluate how well our time-series can predict future values. Because we are concerned with predicting weekly average temperature, this step will help us judge how accurate our prediction may be.

```
In [35]: from statsmodels.tsa.ar_model import AutoReg, ar_select_order
         # Split the data (70% train, 30% test)
         train = temp_df.iloc[:int(0.7*len(temp_df))]
         test = temp_df.iloc[int(0.7*len(temp_df)):]
         train = train.tolist() # Convert to list for appending
         # Fit the model
         predictions = []
         for i in range(len(test)):
             sel = ar_select_order(train, 13, old_names=False)
             sel.ar_lags
             model_fit = sel.model.fit()
             pred = model_fit.predict(start=len(train), end=len(train), dynamic=False)
             predictions.append(pred[0])
             train.append(test.iloc[i])
         cross_val = pd.Series(predictions, index=test.index)
         # Plot the results
         plt.plot(test, label='Observed')
         plt.plot(cross_val, color='magenta', label='Cross Validation')
         plt.title('Cross Validation of Weekly Average Temperature')
         plt.legend()
         plt.show()
```

#### Cross Validation of Weekly Average Temperature



```
In [36]: from sklearn import metrics

# Calculate RMSE for cross-validation
rmse_cv = np.sqrt(metrics.mean_squared_error(test, cross_val))
print(f'Cross-Validation RMSE: {rmse_cv:.2f} degrees K')
```

Cross-Validation RMSE: 4.97 degrees K

On average, the predicted weekly temperature is about 5 K off, which is roughly 1.7% of the typical weekly temperature. This indicates the model is reasonably accurate for forecasting weekly temperatures.

We can see from the plot that the cross-validation line lines up fairly well with the observed temperatures.

Let's test out the model by predicting the average weekly temperature for the next year, starting on October 7th, 2018.

```
In [37]: # Predict the next year's weekly average temperature, starting from October 7th, 2018
         future_predictions = []
         future_train = temp_df.tolist() # Start with the full dataset
         future_dates = pd.date_range(start='2018-10-07', periods=52, freq='W')
         # Predict 52 weeks into the future
         for i in range(52):
             sel = ar_select_order(future_train, 13, old_names=False)
             sel.ar_lags
             model_fit = sel.model.fit()
             pred = model_fit.predict(start=len(future_train), end=len(future_train), dynamic=False)
             future_predictions.append(pred[0])
             future_train.append(pred[0])
         future_pred_series = pd.Series(future_predictions, index=future_dates)
         # Plot the future predictions
         plt.plot(temp_df, label='Observed')
         plt.plot(cross_val, color='magenta', label='Cross Validation')
         plt.plot(future_pred_series, color='green', label='Future Predictions')
         plt.title('Future Weekly Average Temperature Predictions')
         plt.xticks(rotation=45, ha='right')
         plt.legend()
         plt.show()
```

