

happiness_plots_and_regressions_v2

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0.1 Creating Visualizations, Correlation Matrices, a Brute-Force Best Subsets Regression, and Predictions using Python

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In this program, I will demonstrate how Python can be used to create scatter plot visualizations for different independent variables using a for loop. I will also create a correlation matrix; perform a brute-force best subsets regression; and apply the outcome of that regression to perform predictions for a selection of a dataset.

The dataset I am using is entirely fictional and in the public domain. I generated the data using a Python program that I also uploaded to GitHub (https://github.com/kburchfiel/dataset_generator).

The dataset shows happiness scores for 1600 respondents to a survey, along with various independent variables (income, marital status, etc.) that may predict happiness. This program demonstrates how Python can be used to easily perform visualizations, regressions, and predictions that might take significantly more time in Excel.

I am still a newcomer to Python, so the code below likely does not represent the most efficient or even most accurate method of performing analyses and visualizations. However, I hope this project may still help others learn how to incorporate Python into data analytics projects.

0.2 Part 1: Setup

First, I will import a series of libraries.

```
[1]: import pandas as pd
import statsmodels.api as sm
import matplotlib.pyplot as plt
import time
import itertools
import scipy.stats as stats
import numpy as np
```

Next, I will import the CSV file (which had been produced within another Python program) and copy its data into two separate DataFrames. This will allow me to test a regression model trained on df_happiness on the data stored in df_happiness_test.

```
[2]: df_csv = pd.read_csv('happiness_data.csv', index_col='id')
df_happiness = df_csv[0:1200].copy() # IDs 1-1200. df_csv[0] refers to ID 1,
↳ since the IDs start at 1 instead of 0.
df_happiness_test = df_csv[1200:1600].copy() # IDs 1201-1600. Because the last
↳ number in a range is not included, df_happiness and df_happiness_test do not
↳ overlap, even though the number 1200 appears in both of their slices.
```

```
[3]: df_happiness
```

```
[3]:
```

	0_female	1_age	2_num_chronic	3_married	4_urban	5_hours_tv	\
id							
1	1	50	1	1	1	7.2	
2	1	68	4	0	0	7.0	
3	1	60	5	0	1	11.4	
4	0	24	3	0	0	13.1	
5	1	30	1	1	0	6.1	
...		
1196	1	50	3	1	1	10.4	
1197	1	75	4	0	0	7.6	
1198	0	57	0	1	0	11.0	
1199	1	27	0	0	1	14.1	
1200	0	65	5	0	0	14.8	

	6_hours_sm	7_num_sunny	8_avg_temp	9_close_friends	10_worship_days	\
id						
1	7.9	136	55.6	8	78	
2	5.5	104	54.9	7	22	
3	7.0	132	60.0	8	55	
4	5.7	139	56.7	5	0	
5	1.7	108	64.2	0	73	
...	
1196	3.9	71	66.1	9	119	
1197	4.6	124	59.0	6	60	
1198	6.9	124	64.7	0	36	
1199	7.5	140	55.1	3	78	
1200	5.7	108	62.5	4	0	

	11_years_edu	12_employed_ft	13_income	14_happiness
id				
1	12	1	60607	44
2	16	0	27155	26
3	20	1	56371	31
4	10	1	53930	26
5	10	1	53575	41
...
1196	16	1	57497	41
1197	18	1	52038	34

1198	18	1	63872	40
1199	14	1	49685	32
1200	16	1	59024	29

[1200 rows x 15 columns]

It will be useful to store the independent variables from the DataFrame into a list. These variables are stored in `df_happiness.columns`:

```
[4]: df_happiness.columns
```

```
[4]: Index(['0_female', '1_age', '2_num_chronic', '3_married', '4_urban',
          '5_hours_tv', '6_hours_sm', '7_num_sunny', '8_avg_temp',
          '9_close_friends', '10_worship_days', '11_years_edu', '12_employed_ft',
          '13_income', '14_happiness'],
          dtype='object')
```

Using a for loop, I can next add each independent variable from `df_happiness.columns` into a list.

```
[5]: iv_list = []
      for i in range(len(df_happiness.columns)-1): # The final element in the list is
          ↳ the dependent variable and is therefore excluded from this independent
          ↳ variables list.
          iv_list.append(df_happiness.columns[i])

      iv_list
```

```
[5]: ['0_female',
      '1_age',
      '2_num_chronic',
      '3_married',
      '4_urban',
      '5_hours_tv',
      '6_hours_sm',
      '7_num_sunny',
      '8_avg_temp',
      '9_close_friends',
      '10_worship_days',
      '11_years_edu',
      '12_employed_ft',
      '13_income']
```

0.3 Part 2: Creating scatter plot visualizations using a formula and a for loop

One of the benefits of creating visualizations in Python is that, once the code for a particular visualization is in place, it is easy to iterate through a list of variables and then perform that same visualization for other variables.

The formula below takes series of data for a particular independent and dependent variable; pro-

duces a scatter plot showing their relationship; generates and plots a best fit line; and displays various statistics within the plot.

```
[6]: def scatter_and_best_fit(iv_column,dv_column):
    xset = iv_column
    yset = dv_column
    plt.scatter(xset,yset)
    # Creating regression data:
    xreg = xset
    xreg = sm.add_constant(xreg)
    yreg = yset
    output = sm.OLS(yreg,xreg)
    results = output.fit()
    regression_dict = {}
    rsquared = results.rsquared
    # results.params() returns a tuple containing the coefficient (beta) and
    →the intercept (alpha), so the following two lines of code access those
    →elements of the tuple for the purposes of creating a best fit line
    beta = results.params[1] # coefficient
    alpha = results.params[0] # intercept
    adj_rsquared = results.rsquared_adj
    width = iv_column.max()-iv_column.min()
    left = iv_column.min() + width/30 # Used to position chart labels
    top = dv_column.max() # Used to position chart labels
    height = dv_column.max()-dv_column.min()
    height_inc = height/15 # This creates an offset that can be used to
    →appropriately space chart labels so that they don't overlap. It is meant to
    →be useful for many different axis heights.
    # Creating coordinates of best fit line:
    xfit = np.linspace(iv_column.min(), iv_column.max(), 2) # x range for the
    →best fit line. The range is based on the minimum and maximum independent
    →variable values. Only two points are needed since the best fit line is
    →linear.
    yfit = alpha + beta * xfit
    #The above line of code multiplies the given x value by the stock's beta
    →and adds the product to the stock's alpha. The resulting xfit and yfit
    →coordinates form the regression's best fit line.
    plt.plot(xfit, yfit)
    background = (1, 1, 1, 0.5) # This variable will be used to set the
    →background color of the text below to white with an alpha of 0.5 (making it
    →translucent). See https://matplotlib.org/stable/tutorials/colors/colors.html
    →and https://matplotlib.org/stable/api/\_as\_gen/matplotlib.pyplot.text
    →html#matplotlib.pyplot.text
    plt.text(left, top-height_inc, "Coeff:␣
    →"+str(round(beta,3)),backgroundcolor=background)
    plt.text(left, top-height_inc*2, "Intercept:␣
    →"+str(round(alpha,3)),backgroundcolor=background)
```

```

plt.text(left, top-height_inc*3, "R^2:␣
↪"+str(round(rsquared,3)),backgroundcolor=background)
plt.text(left, top-height_inc*4, "Adj. R^2:␣
↪"+str(round(adj_rsquared,3)),backgroundcolor=background)
plt.text(left, top-height_inc*5, "Coefficient P value: "+str(round(results.
↪pvalues[1],4)),backgroundcolor=background)
plt.xlabel(iv_column.name) # I believe .name works in this case because␣
↪iv_column and dv_column are each columns in the DataFrame.
plt.ylabel(dv_column.name)
plt.title("Relationship between "+ iv_column.name+" and "+dv_column.name)
plt.show()

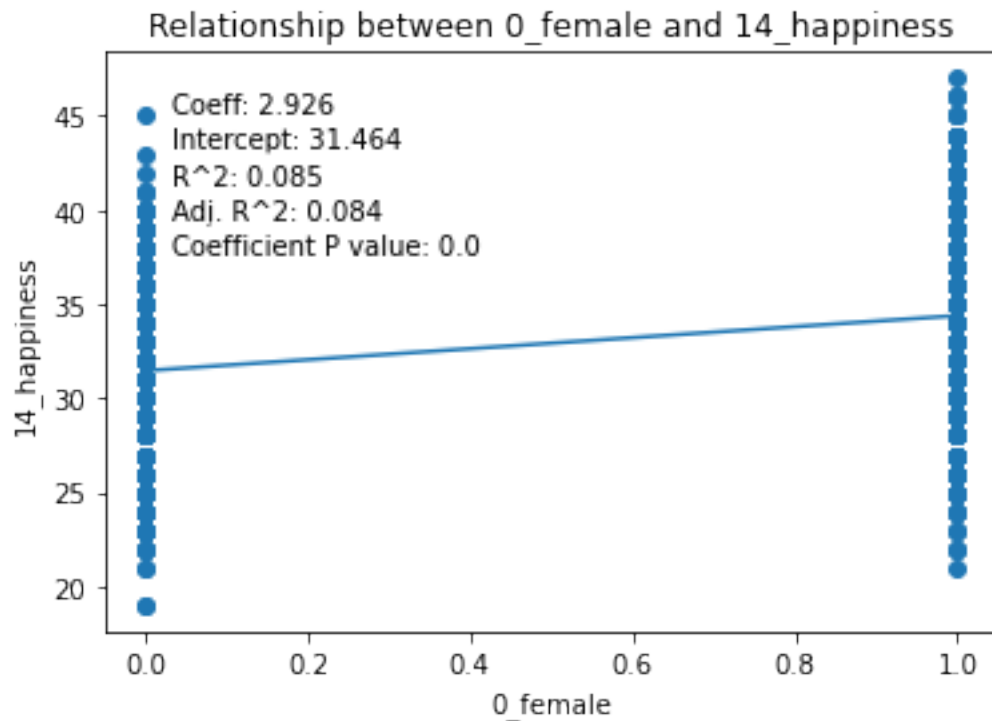
```

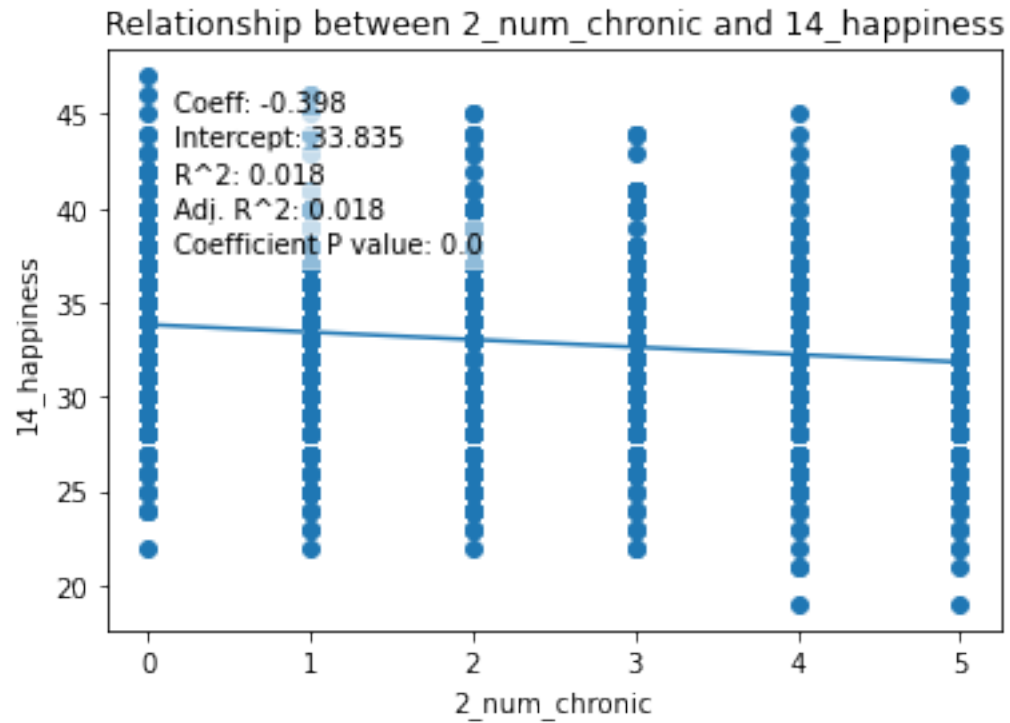
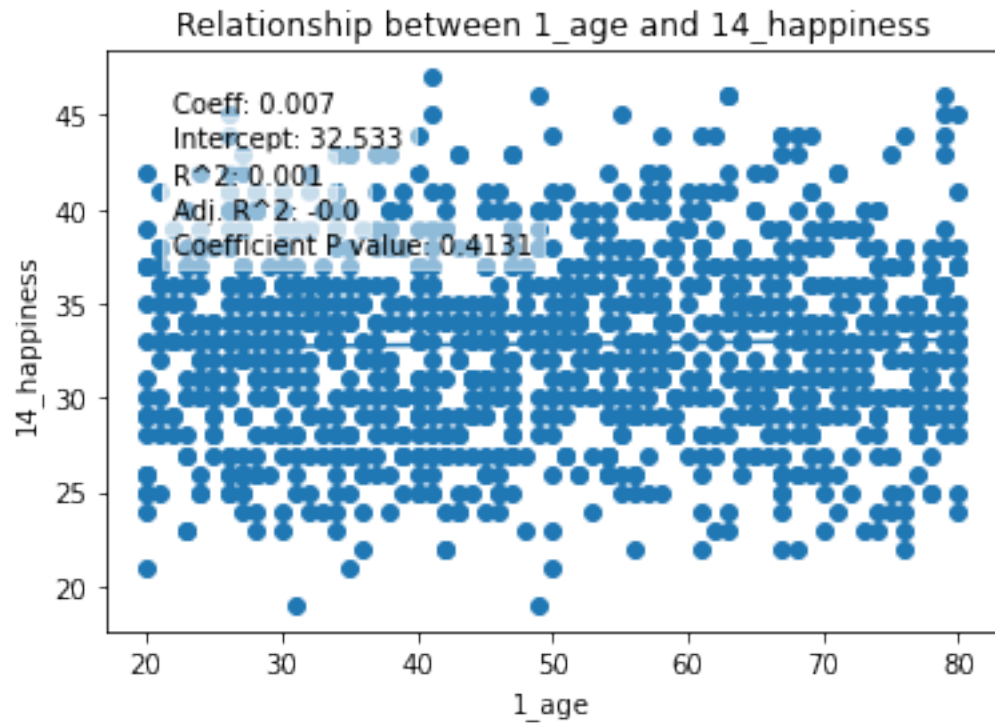
Now that the formula has been created, I can use it to produce a scatter plot showing the relationship between each independent variable and the dependent variable (happiness). The graphs are not the most aesthetically pleasing, and some of the data are covered by the regression statistics, but they provide an overview of how different variables are correlated with the happiness data.

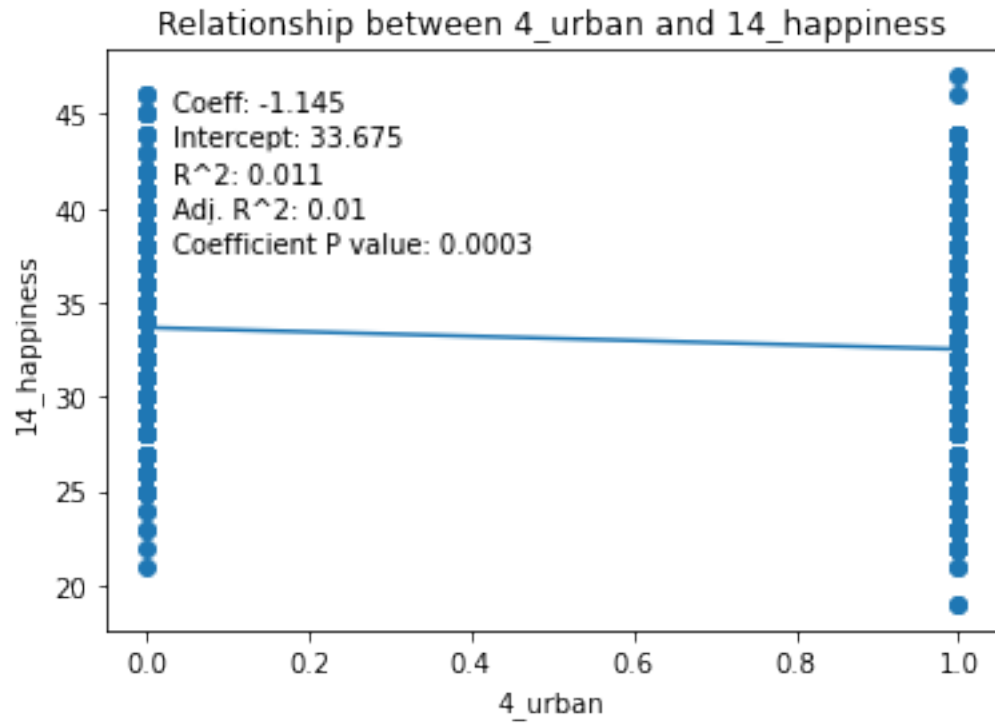
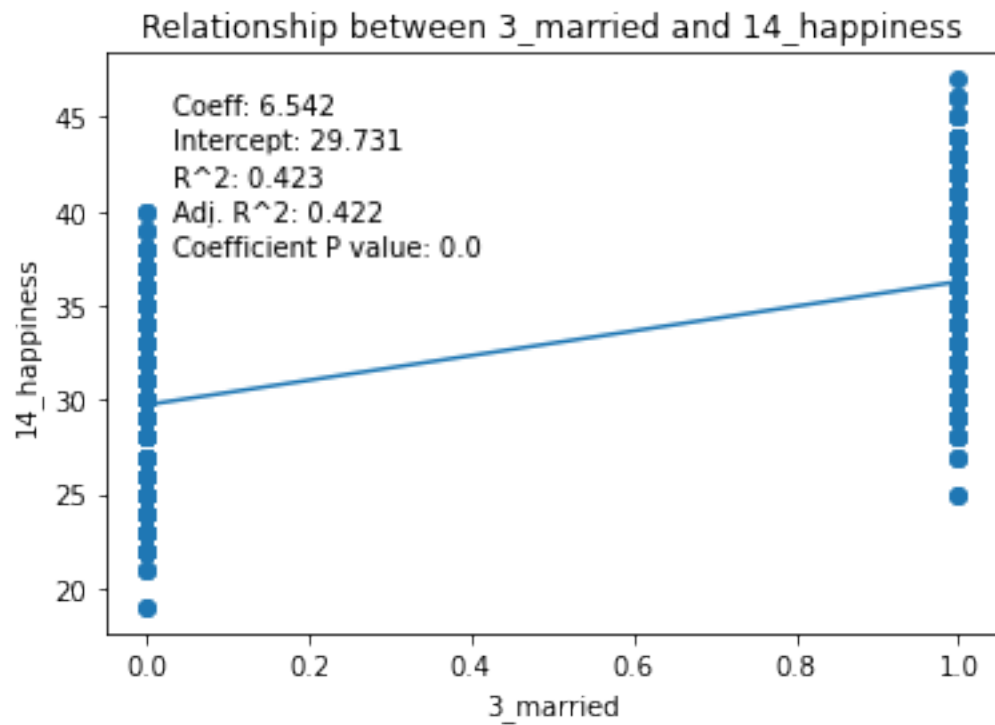
```

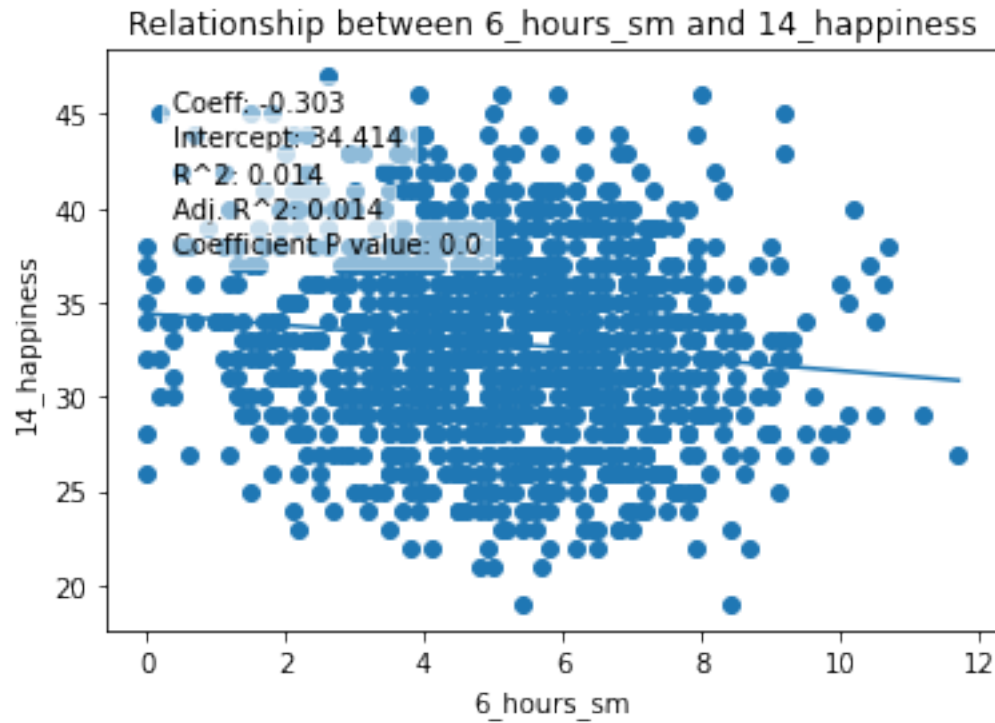
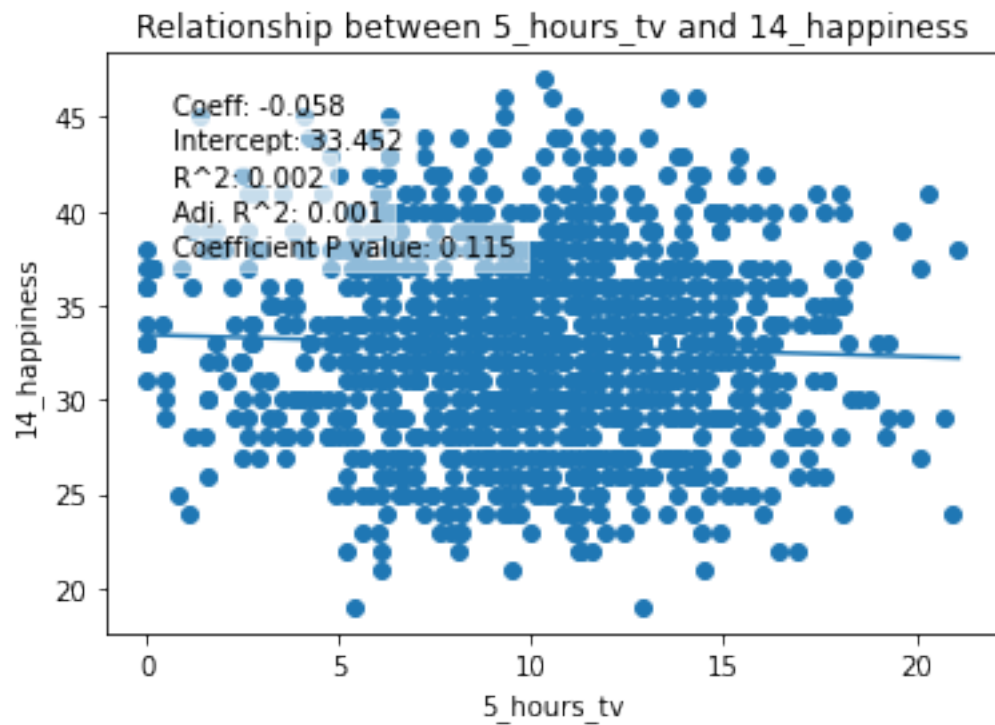
[7]: for iv in iv_list:
      scatter_and_best_fit(df_happiness[iv],df_happiness['14_happiness'])

```

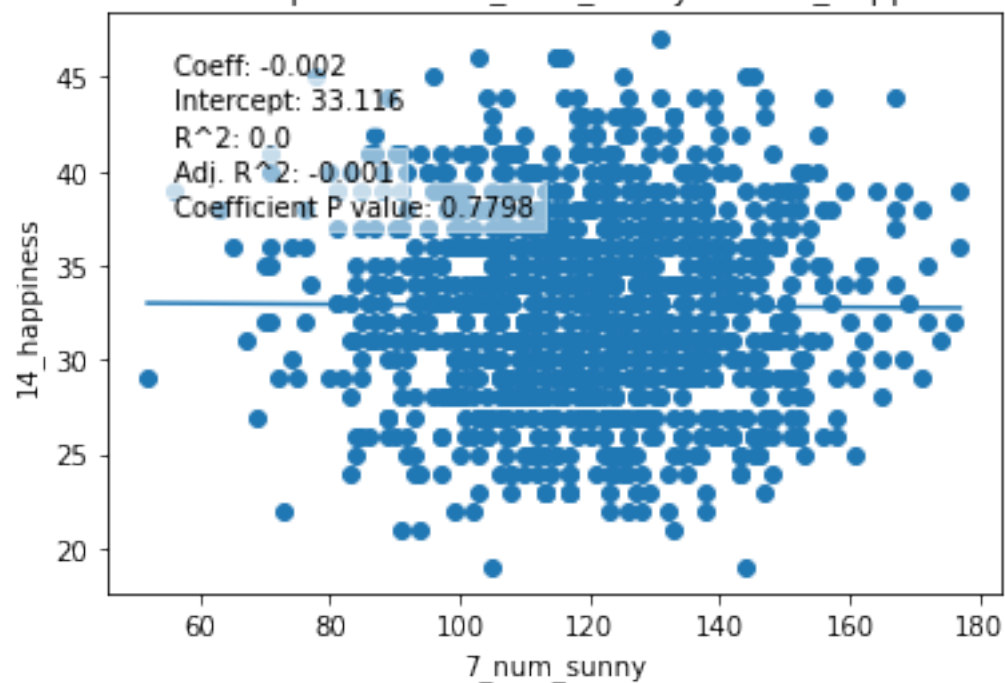




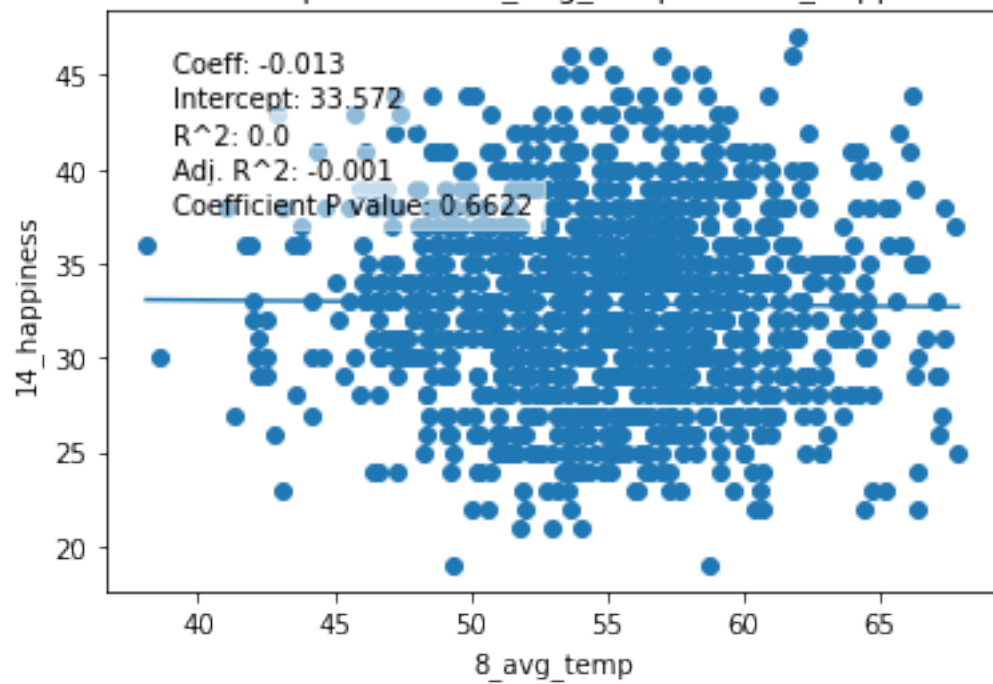




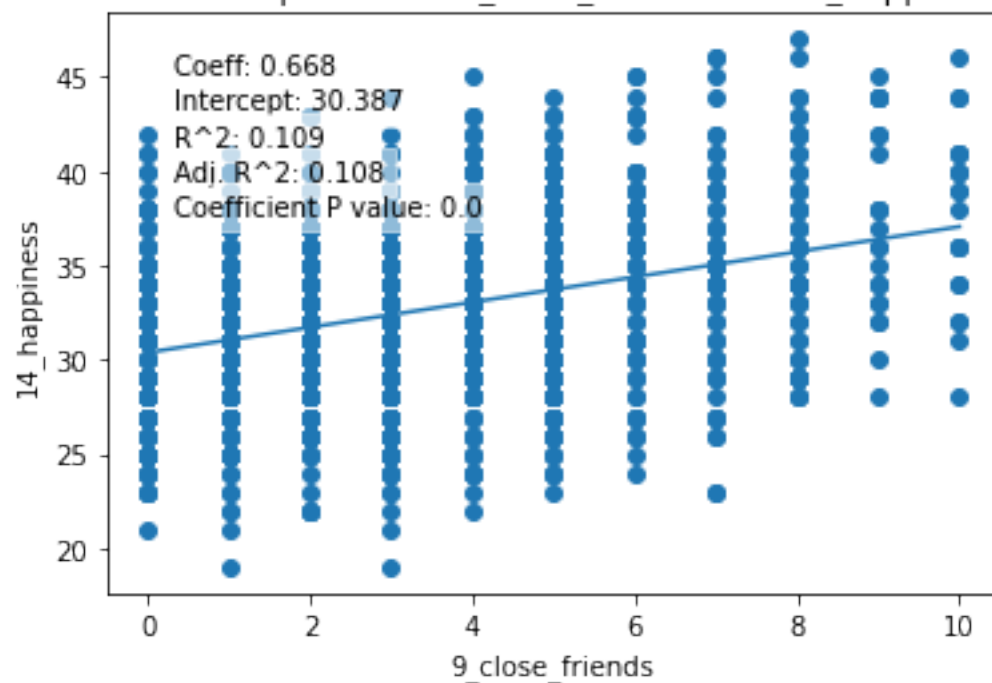
Relationship between 7_num_sunny and 14_happiness



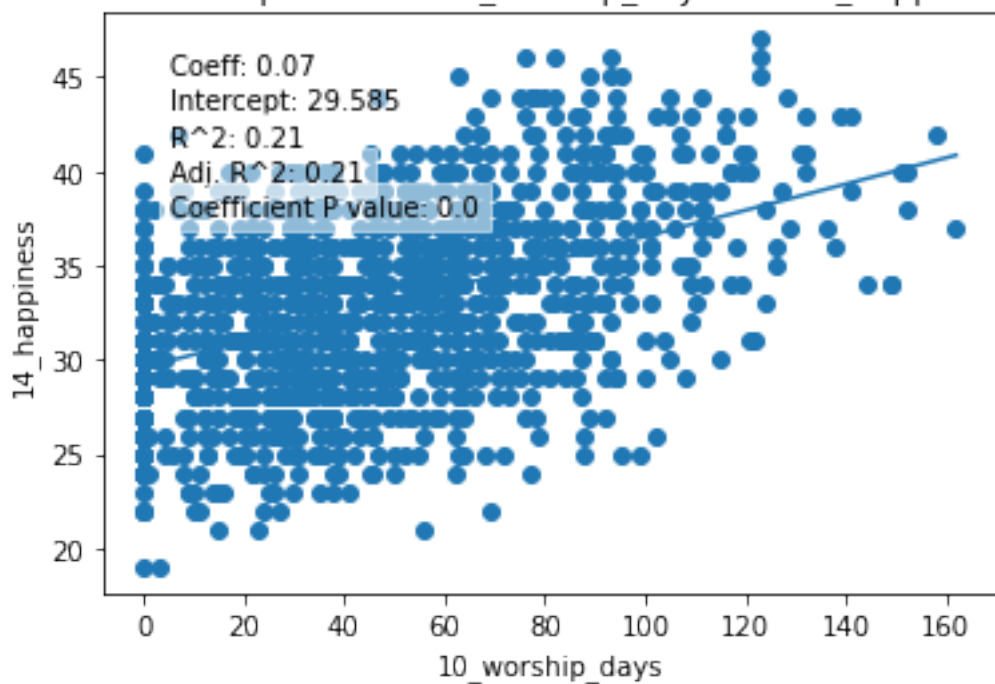
Relationship between 8_avg_temp and 14_happiness

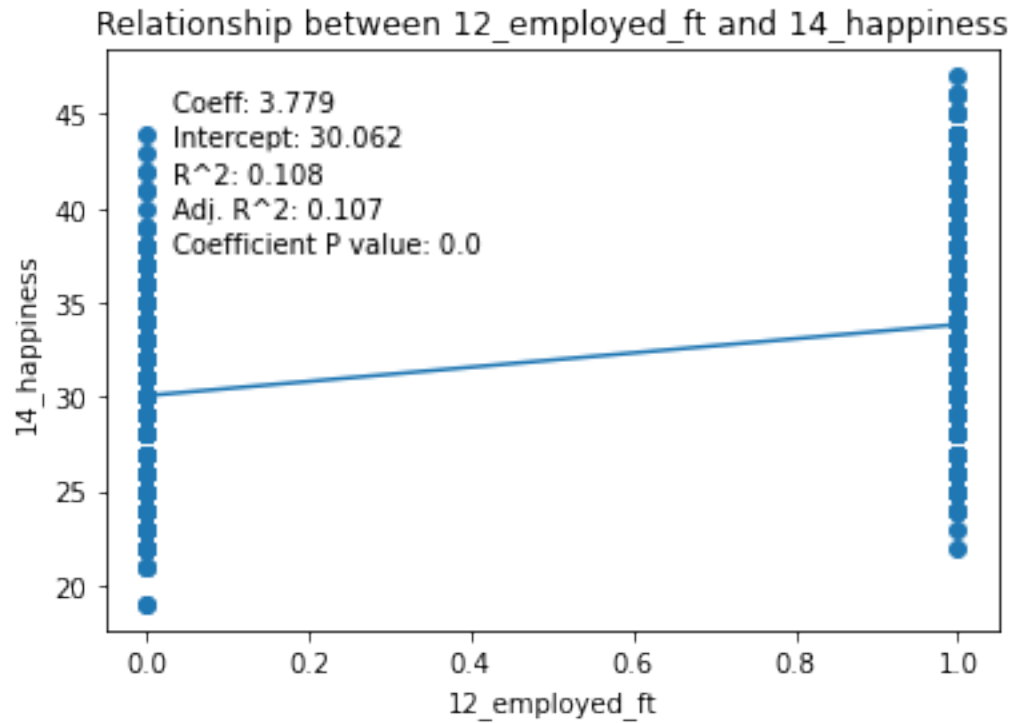
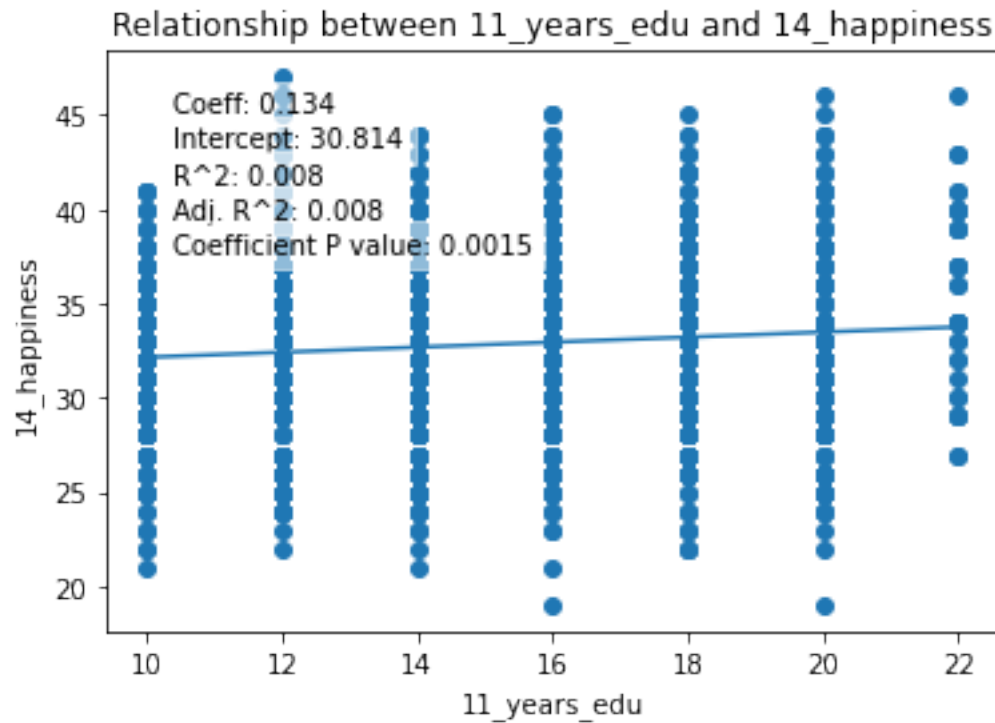


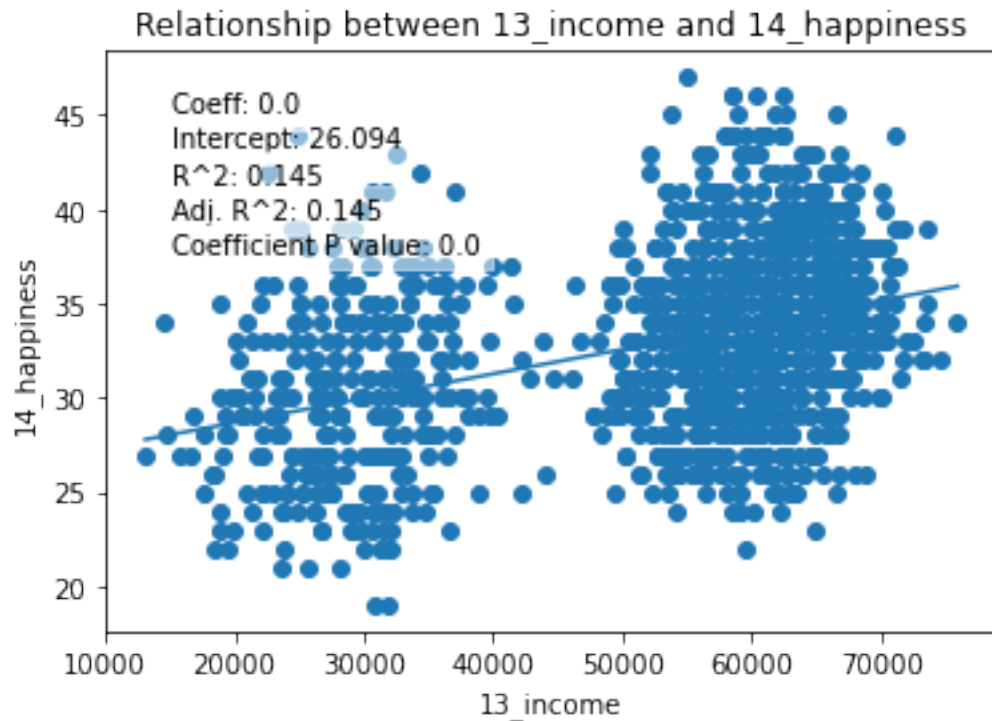
Relationship between 9_close_friends and 14_happiness



Relationship between 10_worship_days and 14_happiness







0.4 Part 3: Developing a correlation matrix

I will now create a correlation matrix in order to identify strong relationships between certain variables. This will help me determine which variables, if any, I can remove from my independent variables list without causing much reduction in the regression models' explanatory power.

```
[8]: # Creating the structure of the matrix:
df_corr_matrix = pd.DataFrame(index=iv_list, columns=iv_list)
df_corr_matrix
```

```
[8]:
```

	0_female	1_age	2_num_chronic	3_married	4_urban	5_hours_tv	\
0_female	NaN	NaN	NaN	NaN	NaN	NaN	
1_age	NaN	NaN	NaN	NaN	NaN	NaN	
2_num_chronic	NaN	NaN	NaN	NaN	NaN	NaN	
3_married	NaN	NaN	NaN	NaN	NaN	NaN	
4_urban	NaN	NaN	NaN	NaN	NaN	NaN	
5_hours_tv	NaN	NaN	NaN	NaN	NaN	NaN	
6_hours_sm	NaN	NaN	NaN	NaN	NaN	NaN	
7_num_sunny	NaN	NaN	NaN	NaN	NaN	NaN	
8_avg_temp	NaN	NaN	NaN	NaN	NaN	NaN	
9_close_friends	NaN	NaN	NaN	NaN	NaN	NaN	
10_worship_days	NaN	NaN	NaN	NaN	NaN	NaN	
11_years_edu	NaN	NaN	NaN	NaN	NaN	NaN	
12_employed_ft	NaN	NaN	NaN	NaN	NaN	NaN	

13_income	NaN	NaN	NaN	NaN	NaN	NaN
-----------	-----	-----	-----	-----	-----	-----

	6_hours_sm	7_num_sunny	8_avg_temp	9_close_friends	\
0_female	NaN	NaN	NaN	NaN	
1_age	NaN	NaN	NaN	NaN	
2_num_chronic	NaN	NaN	NaN	NaN	
3_married	NaN	NaN	NaN	NaN	
4_urban	NaN	NaN	NaN	NaN	
5_hours_tv	NaN	NaN	NaN	NaN	
6_hours_sm	NaN	NaN	NaN	NaN	
7_num_sunny	NaN	NaN	NaN	NaN	
8_avg_temp	NaN	NaN	NaN	NaN	
9_close_friends	NaN	NaN	NaN	NaN	
10_worship_days	NaN	NaN	NaN	NaN	
11_years_edu	NaN	NaN	NaN	NaN	
12_employed_ft	NaN	NaN	NaN	NaN	
13_income	NaN	NaN	NaN	NaN	

	10_worship_days	11_years_edu	12_employed_ft	13_income
0_female	NaN	NaN	NaN	NaN
1_age	NaN	NaN	NaN	NaN
2_num_chronic	NaN	NaN	NaN	NaN
3_married	NaN	NaN	NaN	NaN
4_urban	NaN	NaN	NaN	NaN
5_hours_tv	NaN	NaN	NaN	NaN
6_hours_sm	NaN	NaN	NaN	NaN
7_num_sunny	NaN	NaN	NaN	NaN
8_avg_temp	NaN	NaN	NaN	NaN
9_close_friends	NaN	NaN	NaN	NaN
10_worship_days	NaN	NaN	NaN	NaN
11_years_edu	NaN	NaN	NaN	NaN
12_employed_ft	NaN	NaN	NaN	NaN
13_income	NaN	NaN	NaN	NaN

```
[9]: # Filling the matrix with correlations. The code below can be summarized as
      follows:
      # "For each column and row of the DataFrame, calculate the correlation between
      the IV (independent variable) shown in the column and the IV shown in the
      row, then store that correlation in the cell where those rows and columns
      overlap."
      df_corr_matrix.iloc[0,0]
      for i in range(len(df_corr_matrix.columns)):
          for j in range(len(df_corr_matrix.index)):
              df_corr_matrix.iloc[j,i] = np.corrcoef(df_happiness[df_corr_matrix.
              columns[i]],df_happiness[df_corr_matrix.columns[j]])[0][1] #NumPy's corrcoef
              function produces a 2x2 output, so the [0][1] at the end of the function
              selects just the r value from that output.
```

```
df_corr_matrix
```

```
[9]:
```

	0_female	1_age	2_num_chronic	3_married	4_urban	\
0_female	1.0	0.066019	0.007988	-0.016559	0.006047	
1_age	0.066019	1.0	0.026141	-0.038348	0.031517	
2_num_chronic	0.007988	0.026141	1.0	-0.00035	0.006196	
3_married	-0.016559	-0.038348	-0.00035	1.0	-0.009632	
4_urban	0.006047	0.031517	0.006196	-0.009632	1.0	
5_hours_tv	0.049844	-0.054318	0.033192	-0.010124	0.011326	
6_hours_sm	-0.041771	-0.010271	-0.049861	-0.047214	0.01898	
7_num_sunny	-0.037528	0.002902	0.032072	0.013167	0.009429	
8_avg_temp	-0.004746	0.050934	0.007365	-0.008905	0.018352	
9_close_friends	0.554715	0.042292	0.002144	-0.007204	0.011045	
10_worship_days	0.450675	0.033328	0.046796	0.019581	-0.005401	
11_years_edu	0.101627	-0.015659	-0.009264	0.018956	-0.029306	
12_employed_ft	-0.037816	0.025801	-0.040997	0.022301	0.02241	
13_income	-0.195162	0.009397	-0.054176	0.21024	0.119008	

	5_hours_tv	6_hours_sm	7_num_sunny	8_avg_temp	9_close_friends	\
0_female	0.049844	-0.041771	-0.037528	-0.004746	0.554715	
1_age	-0.054318	-0.010271	0.002902	0.050934	0.042292	
2_num_chronic	0.033192	-0.049861	0.032072	0.007365	0.002144	
3_married	-0.010124	-0.047214	0.013167	-0.008905	-0.007204	
4_urban	0.011326	0.01898	0.009429	0.018352	0.011045	
5_hours_tv	1.0	0.036733	-0.008012	-0.004566	0.024048	
6_hours_sm	0.036733	1.0	0.008893	-0.061539	-0.009153	
7_num_sunny	-0.008012	0.008893	1.0	0.045883	-0.033196	
8_avg_temp	-0.004566	-0.061539	0.045883	1.0	-0.008132	
9_close_friends	0.024048	-0.009153	-0.033196	-0.008132	1.0	
10_worship_days	-0.008807	-0.049425	0.007797	0.000605	0.219928	
11_years_edu	0.000254	-0.028895	-0.052693	-0.023132	0.101009	
12_employed_ft	0.075713	-0.028662	-0.010055	0.000108	-0.010945	
13_income	0.018777	-0.05875	-0.008556	-0.001642	-0.086563	

	10_worship_days	11_years_edu	12_employed_ft	13_income
0_female	0.450675	0.101627	-0.037816	-0.195162
1_age	0.033328	-0.015659	0.025801	0.009397
2_num_chronic	0.046796	-0.009264	-0.040997	-0.054176
3_married	0.019581	0.018956	0.022301	0.21024
4_urban	-0.005401	-0.029306	0.02241	0.119008
5_hours_tv	-0.008807	0.000254	0.075713	0.018777
6_hours_sm	-0.049425	-0.028895	-0.028662	-0.05875
7_num_sunny	0.007797	-0.052693	-0.010055	-0.008556
8_avg_temp	0.000605	-0.023132	0.000108	-0.001642
9_close_friends	0.219928	0.101009	-0.010945	-0.086563
10_worship_days	1.0	0.019612	-0.037563	-0.106874
11_years_edu	0.019612	1.0	0.046025	0.207388

12_employed_ft	-0.037563	0.046025	1.0	0.926072
13_income	-0.106874	0.207388	0.926072	1.0

[]:

In reviewing the matrix, I see that some variables appear to have significant correlations with one another (female and # of close friends, for instance.) In fact, the correlation between full-time employment and income is very strong (0.926), indicating that I could safely remove full-time employment from my model without sacrificing much, if any explanatory power.

However, in order to show what a full brute-force best subsets regression on this data looks like, I will leave this variable in.

0.5 Part 4: Performing a brute-force best subsets regression

Given n independent variables, the number of unique combinations of those variables equals $2^n - 1$, since each variable can either be included or not included. (1 is subtracted from 2^n to remove the empty subset from the total.)

In this example, there are $2^{14} - 1 = 16,383$ possible subsets of the 14 independent variables in the dataset. Using a brute-force approach, it is possible to determine which of these subsets produces the highest adjusted R^2 when entered into a regression formula. Although a stepwise regression or the lasso method (as pointed out by Professor David Guetta) might make more sense in a real-world application, it's still interesting to see how Python can make a brute-force approach possible.

First, I will create a function that, given a list of variables, produces a list of all possible subsets of that variable list.

```
[10]: def create_subset_list(iv_list):
    # This formula creates a list of all possible independent variable subsets
    # that can be created from iv_list. Each subset is stored in list form. The
    # method shown in the formula was suggested by my Python professor at CBS
    # (Mattan Griffel).
    subset_list = []
    for i in range(len(iv_list)+1): # I needed to add the +1 to len(iv_list) in
    # order for the formula to include the subset containing all
    # variables--probably because range loops don't contain the last element in
    # the range.
        combinations_list = itertools.combinations(iv_list,i) # Returns an
    # element containing tuples with type "itertools.combinations." It's possible
    # to iterate through this element and retrieve each tuple within it, which
    # I'll do below.
        # itertools.combinations() documentation: https://docs.python.org/3/
    # library/stdtypes.html#list
        # print(type(combinations_list))
        for element in combinations_list:
            # print(element,type(element)) # Shows that each element created by
    # combinations_list is a tuple
            if len(element) > 0:
```

```

        subset_list.append(list(element)) # https://docs.python.org/3/
        ↪library/stdtypes.html#list # Converts each tuple in combinations_list other
        ↪than the empty tuple (i.e. the tuple with len(0)) into a list, then appends
        ↪that list to subset_list. This will make it easier for the regression
        ↪function below to use each element of the combinations list as a set of
        ↪independent variables.
    return(subset_list)

```

Next, I will apply this formula to the independent variable list created earlier.

```

[11]: subset_list = create_subset_list(iv_list)
      print(len(subset_list)) # shows how many independent variable subsets our list
      ↪contains

max_len = 0
for item in subset_list:
    if len(item) > max_len:
        max_len = len(item)
print(max_len) # Verifies that the subset with all variables was included in
      ↪subset_list

```

16383

14

A selection of the subset list: (Note that each element of the list is itself a list)

```

[12]: for i in range(0,17000,1000):
      print(subset_list[i])

['0_female']
['2_num_chronic', '3_married', '7_num_sunny', '9_close_friends']
['0_female', '4_urban', '5_hours_tv', '11_years_edu', '12_employed_ft']
['2_num_chronic', '8_avg_temp', '9_close_friends', '12_employed_ft',
'13_income']
['0_female', '2_num_chronic', '3_married', '4_urban', '11_years_edu',
'12_employed_ft']
['1_age', '2_num_chronic', '5_hours_tv', '8_avg_temp', '9_close_friends',
'11_years_edu']
['2_num_chronic', '7_num_sunny', '8_avg_temp', '10_worship_days',
'12_employed_ft', '13_income']
['0_female', '1_age', '3_married', '8_avg_temp', '9_close_friends',
'10_worship_days', '11_years_edu']
['0_female', '4_urban', '5_hours_tv', '6_hours_sm', '8_avg_temp',
'10_worship_days', '11_years_edu']
['1_age', '4_urban', '6_hours_sm', '8_avg_temp', '9_close_friends',
'12_employed_ft', '13_income']
['0_female', '1_age', '2_num_chronic', '3_married', '5_hours_tv', '6_hours_sm',
'8_avg_temp', '12_employed_ft']
['0_female', '2_num_chronic', '3_married', '5_hours_tv', '7_num_sunny',

```



```
'8_avg_temp', '11_years_edu', '13_income']
['1_age', '2_num_chronic', '4_urban', '9_close_friends', '10_worship_days',
'11_years_edu', '12_employed_ft', '13_income']
['0_female', '1_age', '2_num_chronic', '3_married', '4_urban', '6_hours_sm',
'11_years_edu', '12_employed_ft', '13_income']
['0_female', '2_num_chronic', '5_hours_tv', '6_hours_sm', '7_num_sunny',
'8_avg_temp', '9_close_friends', '11_years_edu', '13_income']
['0_female', '1_age', '2_num_chronic', '3_married', '4_urban', '6_hours_sm',
'7_num_sunny', '10_worship_days', '12_employed_ft', '13_income']
['0_female', '1_age', '2_num_chronic', '3_married', '5_hours_tv', '6_hours_sm',
'7_num_sunny', '8_avg_temp', '9_close_friends', '11_years_edu',
'12_employed_ft']
```

Next, I will perform a regression on each subset; append various statistics from that regression to a dictionary; and append each dictionary to a list of dictionaries.

It can take a while to evaluate thousands of regressions, so this function also provides periodic updates on its progress and estimates of how much longer it will take to finish.

```
[13]: def subset_regressions(subset_list, dv, df):
    start_time = time.time() # https://docs.python.org/3/library/time.
    ↪html#time.time
    previous_time = time.time()
    regression_dict_list = []
    batch_count = 2000 # Determines how often an update on the function's
    ↪progress appears
    for i in range(len(subset_list)):
        y = dv
        x = df[subset_list[i]] # This method of adding a list of IVs is
    ↪based on a Stack Overflow answer by unutbu: https://stackoverflow.com/a/
    ↪29186780/13097194 .
        x = sm.add_constant(x)
        output = sm.OLS(y,x)
        results = output.fit()
        regression_dict = {}
        regression_dict['IVs']=subset_list[i] # Stores the list of
    ↪independent variables used in the regression into the dictionary
        regression_dict['IV_count']=len(subset_list[i])
        regression_dict['rsquared']=results.rsquared
        regression_dict['adj_rsquared']=results.rsquared_adj
        # regression_dict['summary']=results.summary() It is possible
    ↪to store each regression summary into the output, but an easier method is to
    ↪generate the summary output as needed for a given independent variable list.
    ↪This method will be shown below.
        regression_dict_list.append(regression_dict)
        # The following code calculates various statistics about the
    ↪length of the program's duration and its rate of progress, then outputs
    ↪those statistics to a print() statement.
```

```

        if (i+1) % batch_count == 0: # At this stage in the code, i is
→one less than the number of regressions created so far; thus, 1 is added to
→i to compensate for this difference. Note that, without the parentheses, the
→expression on the left will be interpreted as i + (1 % batch_count).
            regressions_created = i+1
            current_time = time.time()
            time_elapsed = current_time - start_time
            time_since_last_set = current_time - previous_time
            proportion_complete = regressions_created/

→len(subset_list)
            regressions_per_second = regressions_created/

→time_elapsed
            regressions_per_second_last_set = batch_count/

→time_since_last_set
            regressions_left = len(subset_list)-regressions_created
            estimated_seconds_left = regressions_left/

→regressions_per_second
            estimated_seconds_left_based_on_last_set =
→regressions_left/regressions_per_second_last_set
            print("Total regressions appended to list:
→",regressions_created,
                  "\nPercent complete:",'{:.2%}'.
→format(proportion_complete),
                  "\nSeconds elapsed:",'{:.2f}'.format(time_elapsed),
                  "\nRegressions per second (cumulative):",'{:.2f}'.
→format(regressions_per_second),
                  "\nTime last",batch_count,"regressions took:",'{:.2f}'.
→format(time_since_last_set),
                  "\nRegressions per second for
→last",batch_count,"regressions:",'{:.2f}'.
→format(regressions_per_second_last_set),
                  "\nRegressions left:",regressions_left,
                  "\nEstimated seconds left:",'{:.2f}'.
→format(estimated_seconds_left),
                  "\nEstimated seconds left based on time needed for
→last",batch_count,"regressions:",'{:.2f}'.
→format(estimated_seconds_left_based_on_last_set),
                  '\n\n\n\n\n')
            previous_time = current_time # Stores current_time as
→previous time so that the next set of time calculations can reference it
            if i+1 == len(subset_list):
                regressions_created = i+1
                current_time = time.time()
                time_elapsed = current_time - start_time
                regressions_per_second = regressions_created/

→time_elapsed

```

```

        print("Regression list complete.",
              "\nTotal regressions appended to list:
↳",regressions_created,
              "\nSeconds elapsed:",'{:.2f}'.format(time_elapsed),
              "\nRegressions per second (cumulative):",'{:.2f}'.
↳format(regressions_per_second))
        return regression_dict_list

```

```

[14]: # Useful for testing updates to the above formula on just a small section of
↳subset_list:
# subset_regressions(subset_list[0:
↳100],df_happiness['14_happiness'],df_happiness)

```

Having defined my subset_regressions function, I can now feed my list of independent variable subsets into it, then convert the output of the function into a DataFrame. This will allow me to determine which subset has the highest adjusted R^2 .

```

[15]: regression_table =
↳subset_regressions(subset_list,df_happiness['14_happiness'],df_happiness)
df_regressions = pd.DataFrame(regression_table)

```

```

Total regressions appended to list: 2000
Percent complete: 12.21%
Seconds elapsed: 13.74
Regressions per second (cumulative): 145.59
Time last 2000 regressions took: 13.74
Regressions per second for last 2000 regressions: 145.59
Regressions left: 14383
Estimated seconds left: 98.79
Estimated seconds left based on time needed for last 2000 regressions: 98.79

```

```

Total regressions appended to list: 4000
Percent complete: 24.42%
Seconds elapsed: 30.37
Regressions per second (cumulative): 131.69
Time last 2000 regressions took: 16.64
Regressions per second for last 2000 regressions: 120.22
Regressions left: 12383
Estimated seconds left: 94.03
Estimated seconds left based on time needed for last 2000 regressions: 103.00

```

Total regressions appended to list: 6000
Percent complete: 36.62%
Seconds elapsed: 47.12
Regressions per second (cumulative): 127.34
Time last 2000 regressions took: 16.74
Regressions per second for last 2000 regressions: 119.44
Regressions left: 10383
Estimated seconds left: 81.54
Estimated seconds left based on time needed for last 2000 regressions: 86.93

Total regressions appended to list: 8000
Percent complete: 48.83%
Seconds elapsed: 64.75
Regressions per second (cumulative): 123.55
Time last 2000 regressions took: 17.63
Regressions per second for last 2000 regressions: 113.42
Regressions left: 8383
Estimated seconds left: 67.85
Estimated seconds left based on time needed for last 2000 regressions: 73.91

Total regressions appended to list: 10000
Percent complete: 61.04%
Seconds elapsed: 83.46
Regressions per second (cumulative): 119.82
Time last 2000 regressions took: 18.71
Regressions per second for last 2000 regressions: 106.90
Regressions left: 6383
Estimated seconds left: 53.27
Estimated seconds left based on time needed for last 2000 regressions: 59.71

Total regressions appended to list: 12000
Percent complete: 73.25%
Seconds elapsed: 102.74
Regressions per second (cumulative): 116.79
Time last 2000 regressions took: 19.28

```
Regressions per second for last 2000 regressions: 103.72
Regressions left: 4383
Estimated seconds left: 37.53
Estimated seconds left based on time needed for last 2000 regressions: 42.26
```

```
Total regressions appended to list: 14000
Percent complete: 85.45%
Seconds elapsed: 124.48
Regressions per second (cumulative): 112.47
Time last 2000 regressions took: 21.74
Regressions per second for last 2000 regressions: 92.01
Regressions left: 2383
Estimated seconds left: 21.19
Estimated seconds left based on time needed for last 2000 regressions: 25.90
```

```
Total regressions appended to list: 16000
Percent complete: 97.66%
Seconds elapsed: 146.85
Regressions per second (cumulative): 108.95
Time last 2000 regressions took: 22.37
Regressions per second for last 2000 regressions: 89.40
Regressions left: 383
Estimated seconds left: 3.52
Estimated seconds left based on time needed for last 2000 regressions: 4.28
```

```
Regression list complete.
Total regressions appended to list: 16383
Seconds elapsed: 151.15
Regressions per second (cumulative): 108.39
```

The output above shows the function's progress. It makes sense that the regressions per second metric decreases over the length of the function, as the subsets in `subset_list` are ordered from shortest to longest, and I imagine that regressions with more independent variables usually take longer to compute.

```
[16]: df_regressions # The DataFrame conversion of subset_regressions
```

```
[16]:
```

	IVs	IV_count	rsquared	\
0	[0_female]	1	0.084560	
1	[1_age]	1	0.000559	
2	[2_num_chronic]	1	0.018436	
3	[3_married]	1	0.422604	
4	[4_urban]	1	0.010837	
...	
16378	[0_female, 1_age, 2_num_chronic, 4_urban, 5_ho...	13	0.634970	
16379	[0_female, 1_age, 3_married, 4_urban, 5_hours_...	13	0.810464	
16380	[0_female, 2_num_chronic, 3_married, 4_urban, ...	13	0.829694	
16381	[1_age, 2_num_chronic, 3_married, 4_urban, 5_h...	13	0.830077	
16382	[0_female, 1_age, 2_num_chronic, 3_married, 4_...	14	0.830078	

	adj_rsquared
0	0.083796
1	-0.000275
2	0.017617
3	0.422122
4	0.010011
...	...
16378	0.630969
16379	0.808386
16380	0.827827
16381	0.828215
16382	0.828070


```
[16383 rows x 4 columns]
```

The following code block sorts the Dataframe so that the regressions with the highest adjusted R^2 will appear on top.

```
[17]: df_regressions.sort_values('adj_rsquared', ascending=False, inplace=True)
df_regressions
```

```
[17]:
```

	IVs	IV_count	rsquared	\
15659	[1_age, 2_num_chronic, 3_married, 4_urban, 5_h...	10	0.829954	
16219	[1_age, 2_num_chronic, 3_married, 4_urban, 5_h...	11	0.830031	
16216	[1_age, 2_num_chronic, 3_married, 4_urban, 5_h...	11	0.830001	
15945	[0_female, 1_age, 2_num_chronic, 3_married, 4_...	11	0.829975	
16211	[1_age, 2_num_chronic, 3_married, 4_urban, 5_h...	11	0.829958	
...	
7	[7_num_sunny]	1	0.000065	
33	[1_age, 8_avg_temp]	2	0.000751	
32	[1_age, 7_num_sunny]	2	0.000626	
84	[7_num_sunny, 8_avg_temp]	2	0.000216	
228	[1_age, 7_num_sunny, 8_avg_temp]	3	0.000808	

	adj_rsquared
--	--------------

```

15659      0.828524
16219      0.828457
16216      0.828427
15945      0.828400
16211      0.828383
...
7          -0.000769
33         -0.000919
32         -0.001044
84         -0.001455
228        -0.001699

```

```
[16383 rows x 4 columns]
```

Given the length of time needed to produce this DataFrame, it is a good idea to store it in a .csv file so that the data can be accessed again without re-running subset_regressions.

```
[18]: df_regressions.to_csv('df_regressions_output.csv')
```

Next, I will store the independent variable subset that produced the regression with the highest R^2 into its own list.

```
[19]: max_rsquared_iv_row = df_regressions.loc[df_regressions['adj_rsquared'] ==
↳ max(df_regressions['adj_rsquared'])] # Retrieves the row of df_regressions
↳ whose adj_rsquared is the highest of any rows. I believe multiple rows will
↳ be returned if there is a tie for the highest adjusted r^2.
max_rsquared_iv_list = max_rsquared_iv_row.iloc[0,0] # Retrieves the list of
↳ independent variables from this row. If multiple rows are stored in
↳ max_rsquared_iv_row, only the list from the top row will be stored in
↳ max_rsquared_iv_list.
max_rsquared_iv_list
```

```
[19]: ['1_age',
       '2_num_chronic',
       '3_married',
       '4_urban',
       '5_hours_tv',
       '6_hours_sm',
       '9_close_friends',
       '10_worship_days',
       '12_employed_ft',
       '13_income']
```

Using this list, I will now run a regression on that list in order to display that list's summary statistics.

```
[20]: y = df_happiness['14_happiness']
```

```
x = df_happiness[max_rsquared_iv_list] # This method of adding a list of IVs is
↳ based on a Stack Overflow answer by unutbu: https://stackoverflow.com/a/
↳ 29186780/13097194
x = sm.add_constant(x)
output = sm.OLS(y,x)
max_adj_rsquared_results = output.fit()
max_adj_rsquared_results.summary()
```

```
[20]: <class 'statsmodels.iolib.summary.Summary'>
      """
```

```

                                OLS Regression Results
=====
Dep. Variable:          14_happiness      R-squared:                0.830
Model:                  OLS              Adj. R-squared:           0.829
Method:                 Least Squares    F-statistic:             580.3
Date:                  Sat, 24 Apr 2021   Prob (F-statistic):       0.00
Time:                  16:16:12          Log-Likelihood:          -2577.6
No. Observations:      1200             AIC:                    5177.
Df Residuals:          1189             BIC:                    5233.
Df Model:              10
Covariance Type:       nonrobust
=====
===
                                coef      std err          t      P>|t|      [0.025
0.975]
-----
---
const                24.1576      0.550      43.943      0.000      23.079
25.236
1_age                 0.0056      0.003       1.614      0.107     -0.001
0.012
2_num_chronic        -0.4133      0.035     -11.731      0.000     -0.482
-0.344
3_married             6.1632      0.144      42.762      0.000       5.880
6.446
4_urban              -1.2626      0.140      -9.044      0.000     -1.537
-0.989
5_hours_tv           -0.0666      0.016      -4.285      0.000     -0.097
-0.036
6_hours_sm           -0.1468      0.030      -4.821      0.000     -0.206
-0.087
9_close_friends       0.5200      0.025      20.486      0.000       0.470
0.570
10_worship_days       0.0626      0.002      32.791      0.000       0.059
0.066
12_employed_ft        2.6738      0.459       5.824      0.000       1.773
3.574
```


13_income	3.64e-05	1.41e-05	2.590	0.010	8.83e-06
6.4e-05					
=====					
Omnibus:	627.133	Durbin-Watson:	2.048		
Prob(Omnibus):	0.000	Jarque-Bera (JB):	66.275		
Skew:	-0.021	Prob(JB):	4.06e-15		
Kurtosis:	1.849	Cond. No.	6.01e+05		
=====					

Notes:

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.

[2] The condition number is large, 6.01e+05. This might indicate that there are strong multicollinearity or other numerical problems.

""

This regression output includes 10 out of the 14 individual variables examined, indicating that the other 4 (gender; number of sunny days; aveage temperature; and years of education) did not add true predictive power to the model.

The output of the model shows that, on average, higher happiness is positively correlated with (1) being older*; (2) having fewer chronic conditions; (2) being married; (3) not living in an urban area; (4) spending less time watching TV and browsing social media; (5) attending worship services more often; (6) being employed full-time; and (7) having a higher income. (Again, however, these 'results' are based on **fictional** data.)

* This variable is not statistically significant, but still appears useful for generating happiness score predictions.

0.6 Part 5: Using the regression model with the highest adjusted R^2 to make predictions, then evaluating the accuracy of those predictions

Now that I know which of the 16,383 models has the highest adjusted R^2 , I can use that model to make predictions about the 400 participants in `df_happiness_tese`, then evaluate how accurate those predictions were.

First, I will store the coefficients from the regression results above in a list:

```
[21]: df_coefficients = pd.DataFrame(max_adj_rsquared_results.params) # These_
      ↪ coefficients are taken from the model with the highest adjusted R^2.
      df_coefficients.columns=['Coefficients']
      df_coefficients
```

```
[21]:
```

	Coefficients
const	24.157604
1_age	0.005607
2_num_chronic	-0.413271
3_married	6.163165
4_urban	-1.262609

```

5_hours_tv      -0.066611
6_hours_sm      -0.146759
9_close_friends  0.519994
10_worship_days  0.062556
12_employed_ft   2.673759
13_income        0.000036

```

These coefficients were ‘trained’ on participants 1 through 1200 in the survey. To test their accuracy, I will now ‘test’ the regression model on participants 1201 through 1600, whose survey results are stored in df_happiness_test.

```
[22]: df_happiness_test
```

```

[22]:      0_female  1_age  2_num_chronic  3_married  4_urban  5_hours_tv  \
id
1201         0    36           5           1         1         7.1
1202         0    26           5           1         1         8.2
1203         0    72           4           0         0         3.4
1204         1    52           4           1         1         3.0
1205         0    72           2           1         1         8.7
...
1596         1    20           2           1         1         6.1
1597         1    75           3           0         1         8.9
1598         1    29           0           0         1         4.5
1599         1    77           0           0         1         7.5
1600         0    21           0           0         1         6.7

      6_hours_sm  7_num_sunny  8_avg_temp  9_close_friends  10_worship_days  \
id
1201         4.4         147        54.7              1          25
1202         2.0         142        51.3              1          26
1203         1.1         127        57.6              4          37
1204         1.0         114        54.2              6          56
1205         6.5         150        57.0              0          27
...
1596         9.7         105        51.3              7          55
1597         5.2          86        59.9              2          43
1598         5.4         137        53.5              6          61
1599         5.1         143        57.4              0           4
1600         4.0         140        59.7              2          38

      11_years_edu  12_employed_ft  13_income  14_happiness
id
1201             10              0    31457          28
1202             14              0    31254          33
1203             10              1    59662          33
1204             18              1    61731          36
1205             20              1    70222          33

```

...
1596	18	1	67835	37
1597	18	1	59798	29
1598	16	1	61423	34
1599	10	0	18404	25
1600	10	1	59181	32

[400 rows x 15 columns]

Producing the predictions for each user will involve matrix multiplication. The two series to be multiplied are (1) the coefficients from the best-performing regression and (2) the survey results from each participant in `df_happiness_test`.

`df_happiness_test` includes all independent variables, including some that are not part of the best-performing regression model. Fortunately, it is possible to select only the columns containing the best-performing parameters using the following approach:

1. Select the list of variables from the best-performing regression model (generated earlier as `max_rsquared_iv_list`).
2. Use this list as a parameter in a `.loc` expression

```
[23]: max_rsquared_iv_list # List of variables from best-performing regression model
```

```
[23]: ['1_age',
       '2_num_chronic',
       '3_married',
       '4_urban',
       '5_hours_tv',
       '6_hours_sm',
       '9_close_friends',
       '10_worship_days',
       '12_employed_ft',
       '13_income']
```

```
[24]: df_happiness_test.loc[df_happiness_test.index[0],max_rsquared_iv_list] # This
      ↪ line selects data from df_happiness_test that (1) is in row 0 (as specified
      ↪ by .index[0] and (2) exists within one of the columns in
      ↪ max_rsquared_iv_list. See https://pandas.pydata.org/pandas-docs/stable/
      ↪ user_guide/indexing.html#combining-positional-and-label-based-indexing
```

```
[24]: 1_age                36.0
      2_num_chronic        5.0
      3_married            1.0
      4_urban              1.0
      5_hours_tv           7.1
      6_hours_sm           4.4
      9_close_friends      1.0
      10_worship_days      25.0
```

```
12_employed_ft      0.0
13_income            31457.0
Name: 1201, dtype: float64
```

```
[ ]: # The independent variable coefficients themselves can be retrieved from
      ↪ df_coefficients as follows:
```

```
[25]: df_coefficients.iloc[1:,0] # Skipping row 1, which contains the constant/
      ↪ intercept
```

```
[25]: 1_age      0.005607
      2_num_chronic -0.413271
      3_married    6.163165
      4_urban     -1.262609
      5_hours_tv   -0.066611
      6_hours_sm   -0.146759
      9_close_friends 0.519994
      10_worship_days 0.062556
      12_employed_ft 2.673759
      13_income    0.000036
      Name: Coefficients, dtype: float64
```

Having shown how to retrieve the two series to be multiplied for the purpose of making predictions, I will now generate predictions for each participant in `df_happiness_test`.

```
[28]: df_happiness_test['prediction']=0 # Creates a column in df_happiness_test in
      ↪ which to store the predictions
      for i in range(len(df_happiness_test)):
          prediction = np.matmul(df_happiness_test.loc[df_happiness_test.
          ↪ index[i],max_rsquared_iv_list],df_coefficients.iloc[1:,0])+df_coefficients.
          ↪ iloc[0,0]
          # For a given participant, the above line multiplies each participant's
          ↪ independent variable values by that variable's coefficients (stored in
          ↪ df_coefficients). As discussed earlier, only the variables included in the
          ↪ regression with the highest R^2 factor into this matrix multiplication. The
          ↪ intercept (stored in df_coefficients.iloc[0,0]) is then added to the project
          ↪ to produce the final prediction.
          df_happiness_test.loc[df_happiness_test.index[i],'prediction'] = prediction
          ↪ # Stores the prediction for that respondent in the prediction column

      df_happiness_test
```

```
[28]:      0_female  1_age  2_num_chronic  3_married  4_urban  5_hours_tv  \
id
1201         0    36         5         1         1         7.1
1202         0    26         5         1         1         8.2
1203         0    72         4         0         0         3.4
1204         1    52         4         1         1         3.0
```

1205	0	72	2	1	1	8.7
...
1596	1	20	2	1	1	6.1
1597	1	75	3	0	1	8.9
1598	1	29	0	0	1	4.5
1599	1	77	0	0	1	7.5
1600	0	21	0	0	1	6.7

	6_hours_sm	7_num_sunny	8_avg_temp	9_close_friends	10_worship_days	\
id						
1201	4.4	147	54.7		1	25
1202	2.0	142	51.3		1	26
1203	1.1	127	57.6		4	37
1204	1.0	114	54.2		6	56
1205	6.5	150	57.0		0	27
...
1596	9.7	105	51.3		7	55
1597	5.2	86	59.9		2	43
1598	5.4	137	53.5		6	61
1599	5.1	143	57.4		0	4
1600	4.0	140	59.7		2	38

	11_years_edu	12_employed_ft	13_income	14_happiness	prediction
id					
1201	10	0	31457	28	29.303869
1202	14	0	31254	33	29.581912
1203	10	1	59662	33	31.760241
1204	18	1	61731	36	38.893830
1205	20	1	70222	33	34.020632
...
1596	18	1	67835	37	38.737255
1597	18	1	59798	29	29.299950
1598	16	1	61423	34	33.810692
1599	10	0	18404	25	22.998805
1600	10	1	59181	32	30.224383

[400 rows x 16 columns]

The predictions for each user are now stored in the above DataFrame. In order to evaluate how accurate these predictions are, I will now run a regression with the actual happiness scores as the y variable and the predictions as the x variable.

```
[29]: y = df_happiness_test['14_happiness']
x = df_happiness_test['prediction'] # This method of adding a list of IVs is
↳ based on a Stack Overflow answer by unutbu: https://stackoverflow.com/a/
↳ 29186780/13097194
x = sm.add_constant(x)
```

```
output = sm.OLS(y,x)
prediction_results = output.fit()
prediction_results.summary()
```

```
[29]: <class 'statsmodels.iolib.summary.Summary'>
      """
```

```

                                OLS Regression Results
=====
Dep. Variable:          14_happiness      R-squared:                0.827
Model:                  OLS              Adj. R-squared:           0.827
Method:                 Least Squares    F-statistic:             1909.
Date:                  Sat, 24 Apr 2021   Prob (F-statistic):       6.16e-154
Time:                  16:16:14          Log-Likelihood:          -864.44
No. Observations:      400              AIC:                    1733.
Df Residuals:          398              BIC:                    1741.
Df Model:               1
Covariance Type:       nonrobust
=====
               coef      std err          t      P>|t|      [0.025      0.975]
-----
const          -0.5719      0.769      -0.743      0.458      -2.084      0.941
prediction       1.0202      0.023     43.687      0.000       0.974      1.066
=====
Omnibus:                 171.532    Durbin-Watson:           1.964
Prob(Omnibus):             0.000    Jarque-Bera (JB):         22.203
Skew:                      0.057    Prob(JB):                 1.51e-05
Kurtosis:                   1.851    Cond. No.                  241.
=====
```

Notes:

```
[1] Standard Errors assume that the covariance matrix of the errors is correctly
specified.
      """
```

The adjusted R^2 from this regression output is 0.827, indicating that the prediction model created earlier explains about 82.7% of the variation in happiness scores among participants in `df_happiness_test` (the test set). This is only slightly less than the 82.9% of the variation explained by the model for participants in `df_happiness` (the training set).

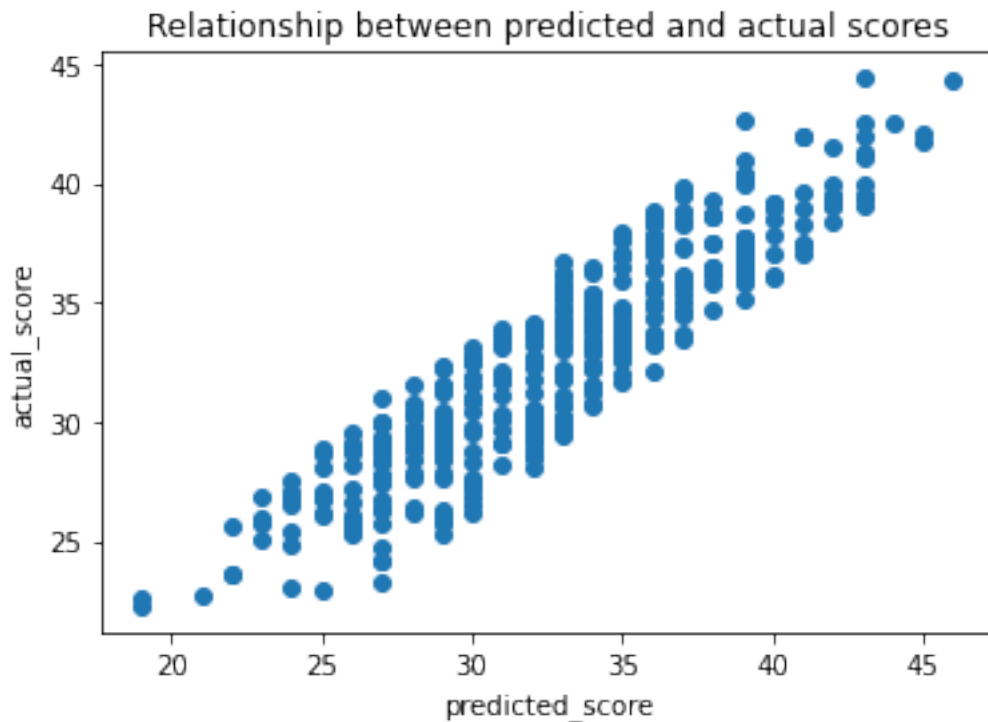
It is expected that the test set's adjusted R^2 would be lower than the training set because the coefficients were 'trained' on that training set.

The relationship between predicted scores and actual scores can be portrayed as a scatter plot:

```
[31]: xset = df_happiness_test['14_happiness']
      yset = df_happiness_test['prediction']

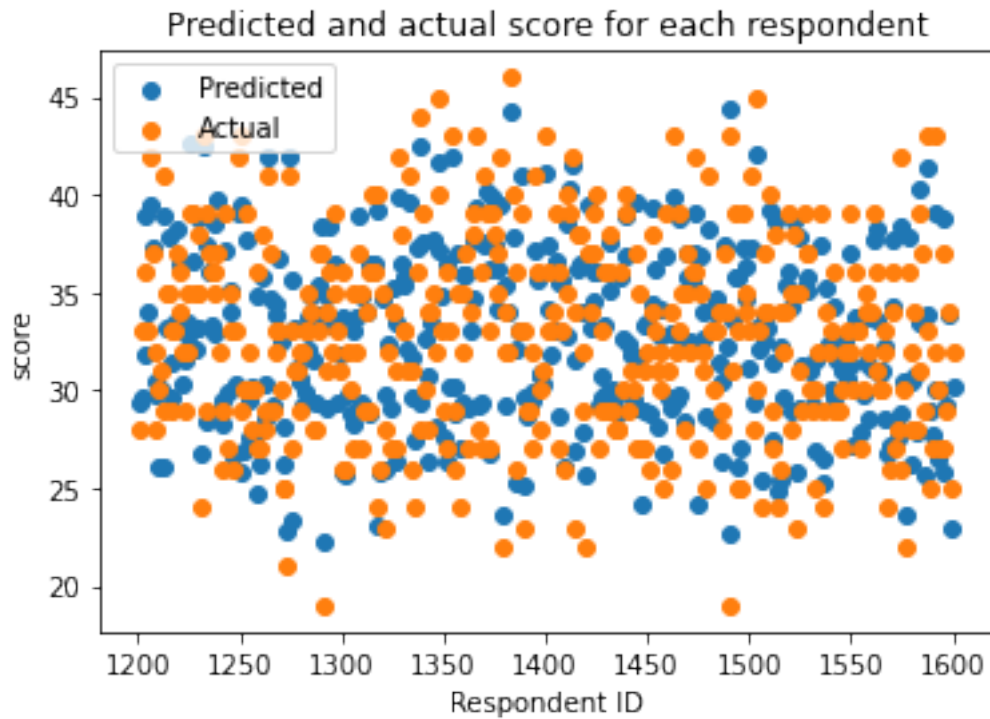
      plt.scatter(xset,yset)
      plt.xlabel('predicted_score')
```

```
plt.ylabel('actual_score')
plt.title("Relationship between predicted and actual scores")
plt.show()
```



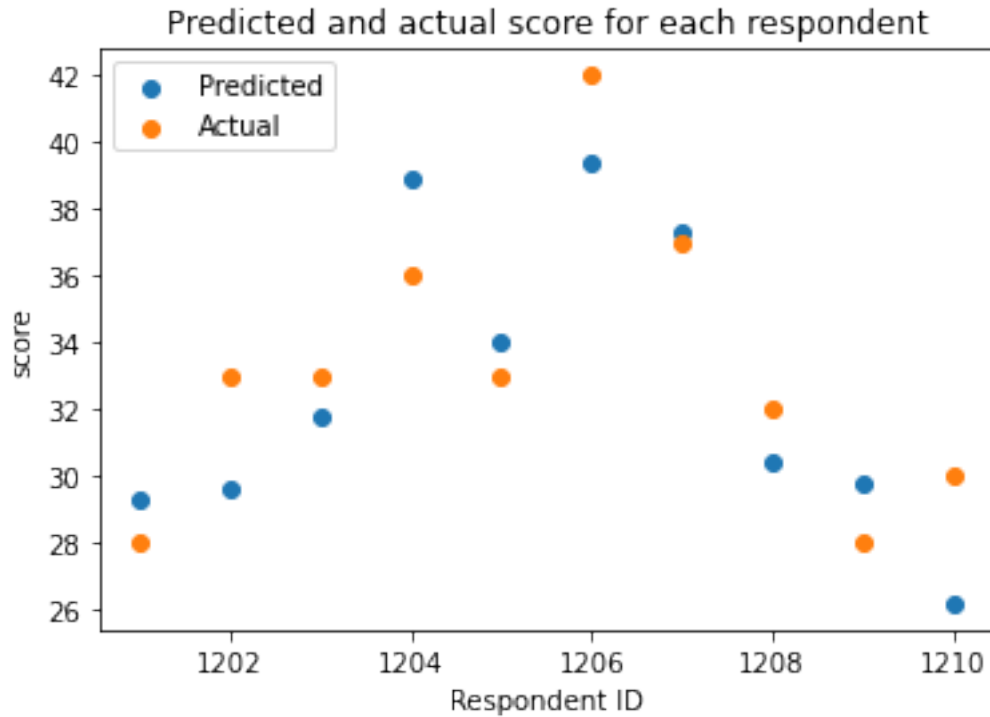
Alternately, a scatter plot can be generated with the participant number as the x variable and both predicted and actual happiness scores as the y variables. However, with 400 data points, this graph becomes difficult to interpret.

```
[41]: respondent_list = df_happiness_test.index
yset1 = df_happiness_test['prediction']
yset2 = df_happiness_test['14_happiness']
plt.scatter(respondent_list,yset1,label='Predicted')
plt.scatter(respondent_list,yset2,label='Actual')
plt.xlabel('Respondent ID')
plt.ylabel('score')
plt.legend(loc='upper left')
plt.title("Predicted and actual score for each respondent")
plt.show()
```



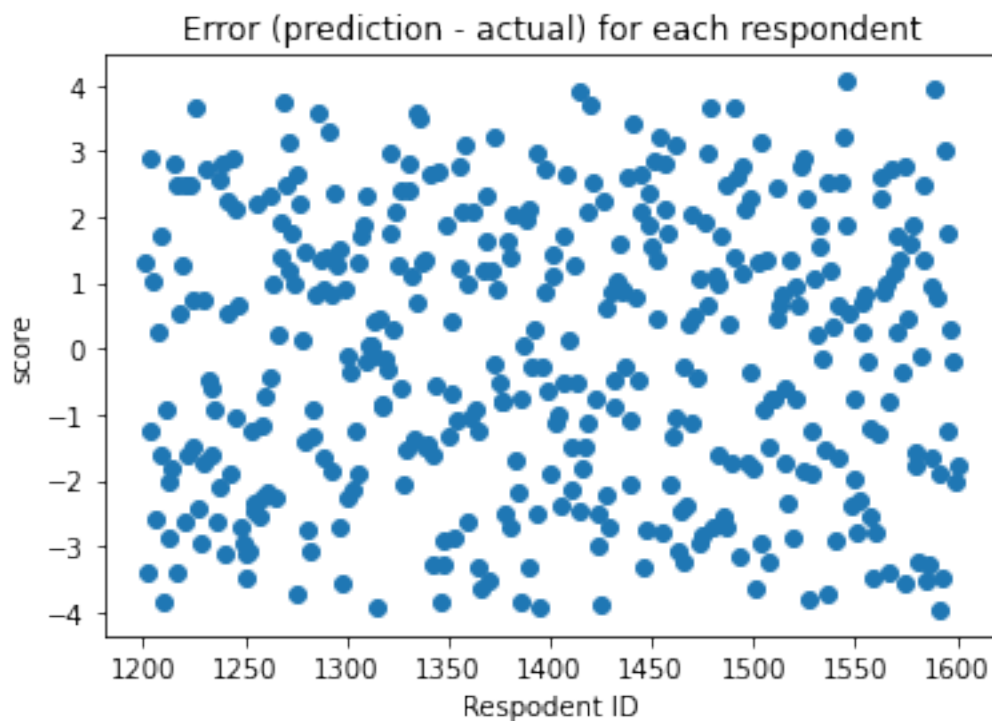
This graph is easier to interpret when looking at only a subset of the respondents, such as the first 10 in the DataFrame:

```
[42]: respondent_list = df_happiness_test.index[0:10]
      yset1 = df_happiness_test['prediction'][0:10]
      yset2 = df_happiness_test['14_happiness'][0:10]
      plt.scatter(respondent_list,yset1,label='Predicted')
      plt.scatter(respondent_list,yset2,label='Actual')
      plt.xlabel('Respondent ID')
      plt.ylabel('score')
      plt.legend(loc='upper left')
      plt.title("Predicted and actual score for each respondent")
      plt.show()
```

Another method of visualizing these predictions is to create a scatter plot with the X variable as the respondent ID and the Y variable as the prediction's error (measured as predicted score - actual score). This plot (shown below) demonstrates that all predicted happiness scores were within roughly 4 points of participants' actual happiness scores.

```
[33]: respondent_list = df_happiness_test.index
      residual = df_happiness_test['prediction']-df_happiness_test['14_happiness']
      plt.scatter(respondent_list,residual)
      plt.xlabel('Respondent ID')
      plt.ylabel('score')
      plt.title("Error (prediction - actual) for each respondent")
      plt.show()
```



0.7 Conclusion

Although this program uses fictional data, the concepts it demonstrates (correlation matrices; scatter plot visualizations; best subset regressions; and predictions using regression coefficients) can be applied in real-world scenarios. I hope you found it useful!

[]: