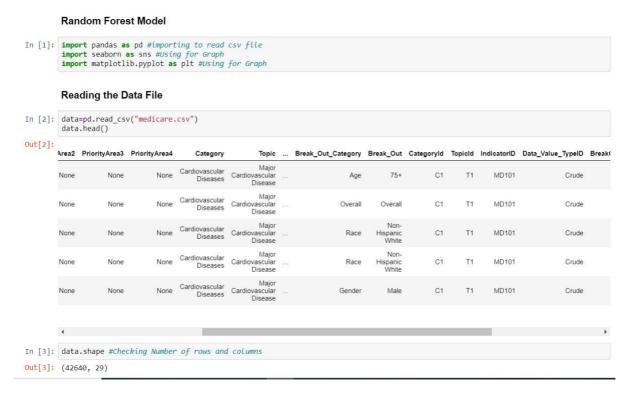
Classification Model.

Dataset:https://catalog.data.gov/dataset/center-for-medicare-medicaid-services-cms-medicare-claims-data

The dataset selected for the Classification Model is the Medicare dataset. The dataset is about Cardiovascular Disease. The reason for choosing the dataset is because healthcare is one of the major sectors where prediction is required. From this dataset, we can predict the Break Out column where the disease is more likely to occur in the category of people. The dataset is also selected because it has categorical as well as numeric value, and for classification model we need the target variable as categorical variable. The Algorithm used to build the model is the Random Forest Algorithm as it had the highest training accuracy among the rest of the algorithms.

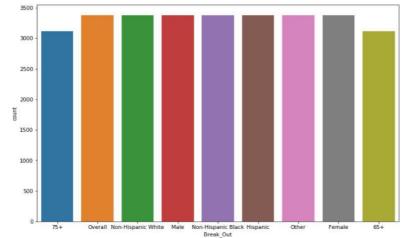


The libraries and datasets were imported in the Jupyter Notebook. The dataset was not clean and pre-processed. So, I had to remove the multiple columns which were similar to columns already present and were holding the same value as the other columns (for example Category and Category ID, Topic and Topic ID). Also, some columns had None or the same values throughout the columns. Hence, they were also dropped.

Droping the columns which are not useful data.head() Out[4]: Year LocationDesc PriorityArea1 PriorityArea3 Topic Indicator Data_Value_Unit Data_Value LowConfidenceLimit HighConfidenceLimit Breal Prevalence of Major 21.7 22.7 0 2008 New Mexico None None Cardiovascula Percent (%) 22.2 cardiovascular Disease disease hos... 2008 Percent (%) 23.2 Prevalence of Major 2 2008 New York Percent (%) 23.2 23.1 23.3 Disease disease hos Major 21.9 3 2008 None Cardiovascular Disease Percent (%) 22.4 22.8 New Mexico disease hos.. Major ovascular Disease 25.7 26.0 4 2008 Percent (%)

The Count plot of Target Variable was taken to see the difference between the different categories of the output variable. The ratio was 1:1.5, which is not suitable, so random sampling was done and the ratio was brought to 1:1 So that the predictions are not biased. After balancing the target variable, the shape of the data was 29900 rows and 12 columns. The NA values were also dropped.





There were 2 columns (PriorityArea1 and PriorityArea3) which had multiple None values and when one of the columns had certain value the other was always None. So, I merged the two columns using the data frame. I could have also used PCA for dimension reduction, but I used a simple data frame code for it. After creating a new column (Priority Area), I dropped the old columns (PriorityArea1 and PriorityArea3).

As 7 columns had a categorical variable, I had to use label encoding on it, to change from categorical variable to Numeric one. After label encoding, I checked the correlation of the dataset as

well as the input variable with the target variable. After the correlation, I didn't do feature scaling on the data, because for building a tree-based model and it does not always require feature scaling. Feature extraction was not done as it had only 10 columns.

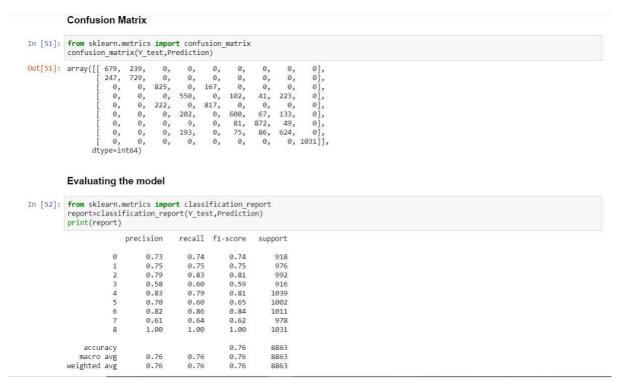
Using Label Encoder to Change the Categorical variable to Numeric

```
In [38]: from sklearn.preprocessing import LabelEncoder
               le=LabelEncoder()
               data['Break Out']=le.fit_transform(data['Break_Out'])
               data| 'LocationDesc']=le.fit_transform(data| 'LocationDesc'])
data| 'LocationDesc']=le.fit_transform(data| 'LocationDesc'])
data| 'Topic']=le.fit_transform(data| 'Topic'])
data| 'Jata Value_Unit']=le.fit_transform(data| 'Indicator')])
data| 'Break_Out_Category']=le.fit_transform(data| 'Break_Out_Category']
data| 'Priority Area']=le.fit_transform(data| 'Priority Area'])
               data.drop('Break Out',axis=1,inplace=True)
Out[38]:
                                                                                                                                                                                                                        Break
Out
                    Year LocationDesc Topic Indicator Data_Value_Unit Data_Value LowConfidenceLimit HighConfidenceLimit Break_Out_Category
                1 2008
                                         31
                                                                                         0
                                                                                                     23.2
                                                                                                                                 23.1
                                                                                                                                                              23.4
                                        22 2 0
                                                                                  0
               2 2012
                                                                                                     18.4
                                                                                                                                 18.2
                                                                                                                                                              18.7
                                                                                                                                                                                            0
                3 2004
                                          25
               4 2004
                                                                                                       7.6
                                                                                                                                   7.5
                                                                                                                                                               7.7
```

After this process, the data was divided into features and targets with a break out column taken as a target variable. Another set of libraries was used like train test split, KFold, Cross Val score, Random Forest Classifier and accuracy score to fit and evaluate the model. The dataset was divided into training (70%) and testing (30%).

KFold cross-validation was used because it was easy to understand and easy to implement. It is a technique to evaluate a model on some random samples. With splits randomly kept at 10. The n estimator in the Random Forest model is the number of trees to be used. Since Random Forest is built on by multiple Decision Trees, hence parameter is set on how many trees are required. The Accuracy of the training score was around 75 percent.

The result of predictions was saved and testing accuracy was calculated to be almost 76 percent. The Actual and Predicted values were compared. For evaluating, further Confusion Matrix, Precision, Recall, and F1 score were also calculated.



The other classification models which were used are Decision tree, Naïve Bayes and KNN. The training accuracy of the Decision tree was good, but Random forest is an ensemble model, I wanted to give it a try. I learned how to build a Model from scratch. The dataset was not clean and required pre-processing. I completed all the steps required to build a classification model.

```
Decision Tree

In [29]: from sklearn.tree import DecisionTreeClassifier # Import Decision Tree Classifier from sklearn.model_selection import train_test_split # Import train_test_split function from sklearn import metrics #Import scikit-learn metrics module for accuracy calculation

In [30]: Features_train, Features_test, Target_train, Target_test = train_test_split(Features, Target, test_size=0.3, random_state=1) # 7

In [31]: from sklearn.model_selection import KFold from sklearn.model_selection import cross_val_score

In [73]: Kfoldobj=KFold(n_splits=10) model = DecisionTreeClassifier()

In [74]: Result_model=cross_val_score(model,Features_train,Target_train,cv=Kfoldobj) Result_model

Out[74]: array([0.77747626, 0.78515468, 0.77510176, 0.79647218, 0.79613297, 0.77815468, 0.76756023, 0.78147268, 0.78724126])

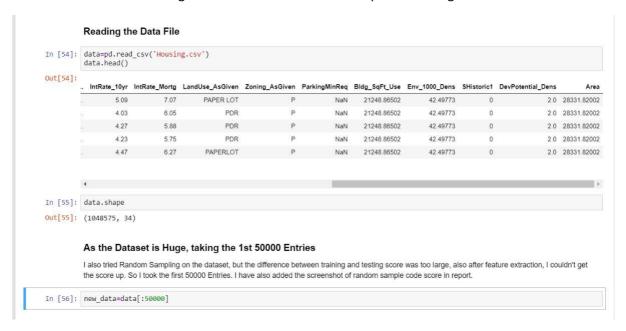
In [75]: Result_model.mean()

Out[75]: 0.7823384082149637
```


Regression Model

Dataset:https://catalog.data.gov/dataset/regression-data-for-inclusionary-housing-simulation-model

The dataset selected for the Regression model is the Housing dataset. The dataset for the regression model requires continuous values. The Housing dataset has multiple columns and more than 1 million records. The dataset was selected because it had multiple columns that had continuous variables. The algorithm which was used is Multiple Linear Regression.



The important libraries and datasets were loaded in the Jupyter Notebook. As the dataset had 1 million records, I took the first 50K records. I also tried the random sample on the data, but the score difference between training and testing was too high. I also tried feature extraction on the random sample, but still, it didn't work well. So, I selected the first 50K records to go ahead. The dummy

columns which were present in the excel sheet were directly removed from the excel sheet. After removing the dummy and unwanted columns, 34 columns were left.

Changing the Categorical Variable to Numeric In [61]: from sklearn.preprocessing import LabelEncoder trom sklearn.preprocessing impore laureleneous les landuse asgiven']) new_data['tanduse_Asgiven']=le.fit_transform(new_data['tanduse_Asgiven']) new_data['toning_Asgiven']=le.fit_transform(new_data['taning_Asgiven']) new_data['MapBlkLot_Master']=le.fit_transform(new_data['MapBlkLot_Master']) new data['MapBlkLot Year']=le.fit transform(new data['MapBlkLot Year']) Out[61]: year Dev_Year MapBlkLot_Master MapBlkLot_Year Res_Dummy Price_DEA Inc_CostSqFt Inc_UnitFee1000 Price_Zillow RentComm_YrEnd ... 0.000000 15 2001 0 1973 2068 0 50.561216 0.00000 49.021000 93.55560 16 2002 1973 2068 0 53.644685 28.046393 29.23575 52.208197 0 97.52959 2068 0 54.746212 26.674754 29.23575 55.933722 85.59270 17 2003 0 1973 1973 18 2004 0 2068 0 60.970784 25.900682 29.23575 64.821391 105.09890 19 2005 0 1973 2068 0 70.412462 32.254786 29.23575 74.219141 119.20560 4995 2001 0 1966 2061 1 50.561216 0.00000 0.00000 49.021000 93.55560 ...

1 53 644685

1 60.970784

1 54.746212 26.674754

28.046393

25.900682

1 70.412462 32.254786 29.23575 74.219141

29 23575 52 208197

29.23575 64.821391

29.23575 55.933722

97 52959

85.59270

105.09890

119.20560

The NA values from the dataset were removed and the head and shape of the dataset were checked. There was 4 categoric variable in the dataset, they were changed to numeric with the help of label encoder. Correlation of the data was checked with each other as well as the target variable.

49996 2002

49997 2003

49998 2004

49999 2005 0

49536 rows × 34 columns

0

0

0

1966

1966

1966

1966

2061

2061

2061

2061

At first, I thought of giving a try without feature extraction as I had around 50K records and 34 columns. The data was divided into Features and Targets. And the feature scaling was done to get the mean as 0 and variance as 1.

After feature scaling, the data were divided into training (70%) and testing (30%) set. The Linear Regression model was used to fit the model and the predicted values where stored in a new variable. As the Multiple Linear Regression follows the formula (see image below), The coefficient and intercept were calculated.

The Formula for Multiple Linear Regression Is

```
y_i = \beta_0 + \beta_1 x_{i1} + \beta_2 x_{i2} + ... + \beta_p x_{ip} + \epsilon
where, for i = n observations:
y_i = \text{dependent variable}
x_i = \text{expanatory variables}
\beta_0 = \text{y-intercept (constant term)}
\beta_p = \text{slope coefficients for each explanatory variable}
\epsilon = \text{the model's error term (also known as the residuals)}
```

The training and testing score were calculated and they came out as 82% and 80% respectively. Also, another evaluation score like Mean Absolute Error, Mean Squared Error, Root Mean Squared Error, and Variance score were calculated.

```
Training and Testing Score
In [72]: print('Train Score :', model.score(X_train,Y_train))
    print('Test Score:', model.score(X_test,Y_test))

    Train Score : 0.8255039289336635
    Test Score: 0.8026019980467649

In [73]: from sklearn import metrics
    from sklearn.metrics import r2_score
    print('MAE :', metrics.mean_absolute_error(Y_test, y_pred))
    print('MSE :', metrics.mean_squared_error(Y_test,y_pred))
    print('RMSE :', np.sqrt(metrics.mean_squared_error(Y_test,y_pred)))
    print('Variance score: %.2f' % r2_score(Y_test,y_pred))

MAE : 1223.8721616224163
    MSE : 13765321.152345994
    RMSE : 3842.567000371756
    Variance score: 0.80
```

Just to compare, I also tried to use the feature extraction technique to check if the model underfits or not. For doing the same, I used the Recursive Feature Elimination technique. The 16 best features where selected. The rank was generated based on the RFE algorithm. The unwanted columns were dropped and the same process from above was followed. Like splitting the data into features and targets, doing the feature scaling, Splitting the data into train and test set. The model was fitted and the prediction was stored in the variable.

Recursive Features Elimination for Feature Extraction

```
In [76]: from sklearn.feature_selection import RFE
from sklearn.linear_model import LinearRegression

array = new_data.values
X = array[:,0:33]
Y = array[:,333]

model=LinearRegression()
rfe=RFE(model,16)
k=rfe.fit(X,Y)

In [77]: print("Number of features"+" "+ str(k.n_features_))
Number of features 16

In [78]: print("Number of features"+" "+ str(k.support_))
Number of features [ True True False False True True False Fals
```

The Actual and predicted value table was created, scores of testing and training were 75% and 79% respectively. After doing the feature extraction, the evaluation scores of Mean Absolute Error, Mean Squared Error, Root Mean Squared Error were increased, but the variance decreased from 80 to 75 percent.

Training and Testing Score

```
In [89]: print('Train Score :', model.score(X_train,Y_train))
    print('Test Score:', model.score(X_test,Y_test))

Train Score : 0.7901975358319431
    Test Score: 0.7506136034985831

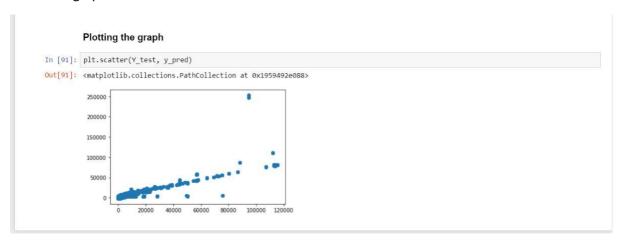
Evaluating the model

In [90]: from sklearn import metrics
    from sklearn.metrics import r2_score
    print('MAE :', metrics.mean_absolute_error(Y_test, y_pred))
    print('MSE :', metrics.mean_squared_error(Y_test,y_pred))
    print('RMSE :', np.sqrt(metrics.mean_squared_error(Y_test,y_pred)))

    print('Variance score: %.2f' % r2_score(Y_test,y_pred))

MAE : 1431.133044229348
    MSE : 18654040.05579586
    RMSE : 4319.032305481849
    Variance score: 0.75
```

The scatter plot of Actual and Predicted value was created and it showed a somewhat linear line in the graph.



Also, I tried to use Random Sample for 50K values, and I have added the snapshots of the code below. But the score was too less. I also tried it with feature extraction, but was not able to decrease the score between them.

```
In [4]:
    new_data = data.sample(frac=0.05,random_state=2)
    new_data.shape

Out[4]: (52429, 34)
```

Without Feature Extraction

```
In [59]: print('Train Score :', regressor.score(X_train,Y_train))
print('Test Score:', regressor.score(X_test,Y_test))

Train Score : 0.3080660117951125
Test Score: 0.18877771004185395

In [60]:

from sklearn import metrics
from sklearn.metrics import r2_score

print('MSE :', metrics.mean_squared_error(Y_test,y_pred))

print('RMSE :', np.sqrt(metrics.mean_squared_error(Y_test,y_pred)))

print('Variance score: %.2f' % r2_score(Y_test,y_pred))

MSE : 108348010.7587905
RMSE : 10433.025005183803
Variance score: 0.19
```

With Feature Extraction

```
In [75]: print('Train Score :', regressor.score(X_train,Y_train))
    print('Test Score:', regressor.score(X_test,Y_test))

Train Score : 0.30481761281672803
Test Score: 0.17029229785728217

In [76]:

from sklearn import metrics
from sklearn.metrics import r2_score

print('MSE :', metrics.mean_squared_error(Y_test,y_pred))

print('RMSE :', np.sqrt(metrics.mean_squared_error(Y_test,y_pred)))

print('Variance score: %.2f' % r2_score(Y_test,y_pred)))

MSE : 111328342.43760908
RMSE : 10551.2246889927
Variance score: 0.17
```

I learned how to build a model from scratch. The dataset was not clean and required preprocessing. I completed all the steps required to build a regression model. The task of selecting the dataset from the site was difficult, but somehow, I managed to find the dataset which can be used to work on and complete the model.