# Predicting Crime Rates Based on Population Demographics and Environmental Factors Nick Wawee

12/04/2020

#### **Abstract**

Predicting crime rates based on various factors within a population has the potential of helping law enforcement allocate resources efficiently. Investigating correlations of factors and crime rates are also of interest to decipher their importance. Population demographics and environmental factors have been measured previously as a function of crime rate. Aspects investigated in this paper include nitrogen oxide concentration, transportation, education, and median values of homes within the Boston area.

A backward stepwise linear regression approach was employed to predict the power-transformed crime rate. Five statistically significant regression coefficients were used to measure their importance and influence on the model. Model assumptions, outliers, distributions of variables, and relationships were inspected graphically.

Nitrogen oxide concentrations showed to have the greatest impact. Availability of education to the local population also presented to be a substantial factor. Housing values influenced the model the least, which was contrary to other studies. Positive correlations were found between highway accessibility and crime rate, which affirms that transportation is a factor when predicting crime rates. Future work includes the application of a model that evaluates crime at an individual basis rather than at a population level to effectively predict crime rates in real time.

#### Introduction

Analyzing demographics within a specific geographic location has many uses. Investigating how population demographics are related to crime rates is one of them. This type of analysis is useful for making real-time predictions as to what the crime rate would be in a specific area. Generating models would also aid in the allocation of resources regarding crime prevention in specific areas [1].

Narrowing down which factors are responsible for crime is not a new idea. Educational factors such as percent of people with less than a high school education have been modeled to have a significant positive impact on crime rates [2]. The distance traveled to the crime scene has also been of interest but was shown to be statistically insignificant [3]. The inverse relationship between crime and housing values has always been a topic of interest and has been researched thoroughly [4] [5]. Additionally, evidence has been provided that air pollution (from nitrogen oxides and carbon monoxide) has a direct effect on crime [6].

Deciphering which factors impact crime rate the most would aid in the decision making as to where police resources should be deployed. Modeling crime rates based on housing and neighborhood characteristics would be beneficial to the police force as it would increase visibility on the whereabouts of crime. This analysis will model crime rates within different areas of Boston using characteristics of each neighborhood [5]. It will investigate which factors are impact the crime rate the most and propose a tool to predict the crime rate given characteristics of a neighborhood.

#### Methods

A backwards stepwise multiple linear regression approach was employed to fit the crime rate to regressor variables in the model. The response variable was transformed by finding the power at which the log-likelihood function is maximized, which is known as the BoxCox method [7]. Each of the regressor variables were deemed to not be colinear after showing they have a variance inflation factor less than four, with the exception of the interaction term. The intercept was removed from the model because it did not make sense to have a negative crime rate, which improved the adjusted R<sup>2</sup>. **Table 1** below shows all variables used in the model as well as their explanation [5].

**Table 1:** Variables Utilized in Regression Model

Variable Name	Explanation	Type
Crime Rate	Per capita crime rate per town	Response
Radial Highway Accessibility	Measures how accessible the highway is within the specific town	Regressor
Employment Distance	Weighted distance to five employment centers in the Boston region	Regressor
Pupil Teacher Ratio	The ratio of students to teachers within the town's school district	Regressor
Median Value of Home (in \$1000's)	Median value of owner-occupied homes in 1978	Regressor
NO <sub>x</sub> Concentration (in parts per ten million)	Nitrogen oxides concentration in the air of the town	Regressor

**Figure 1** depicts the distribution of each of these variables where the median is depicted by the dashed red line.

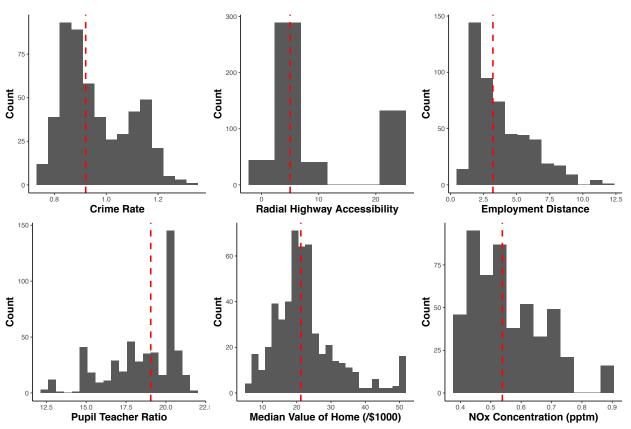


Figure 1: Distribution of Model Variables

Crime rate has a distinct subpopulation which causes the right skew in the distribution, which indicates there are a group of towns which have a high crime rate. Interestingly, there is a group of towns where poor highway accessibility is prevalent. There is a subpopulation of towns that have a short (2.0-2.5) distance to the employment centers, perhaps this is in the downtown Boston area. A pupil teacher ratio of 20-21 also frequently occurs for a group of towns, maybe this is representative of the downtown area as well. Additionally, a cluster of towns where the median house value is \$50,000+ in 1978 dollars is revealed in the histogram.

The independence of errors, linearity, bias, scedasticity, and normality of residuals assumptions were all checked via visual inspection of **Figure 2** on the succeeding page. The figure displays plots that check the assumptions of the regression model of the transformed response variable.

The errors do not appear to be independent where the index is around 300 for employment distance regressor. There are mild groupings in the independence of errors plot in radial highway accessibility,  $NO_x$  concentration, and pupil teacher ratio. The model violates the linearity assumption for employment distance after 8.0 because of the residuals all being below zero. When the pupil teacher ratio is equal to 12.7, there appears to be a weighted mean above zero. Additionally, the  $NO_x$  concentration is weighted below zero around the maximum. The model appears to be mostly unbiased and homoscedastic. Errors appear to be normal in the qqplot, but the Shapiro Wilks [8] test fails with p <= 0.05.

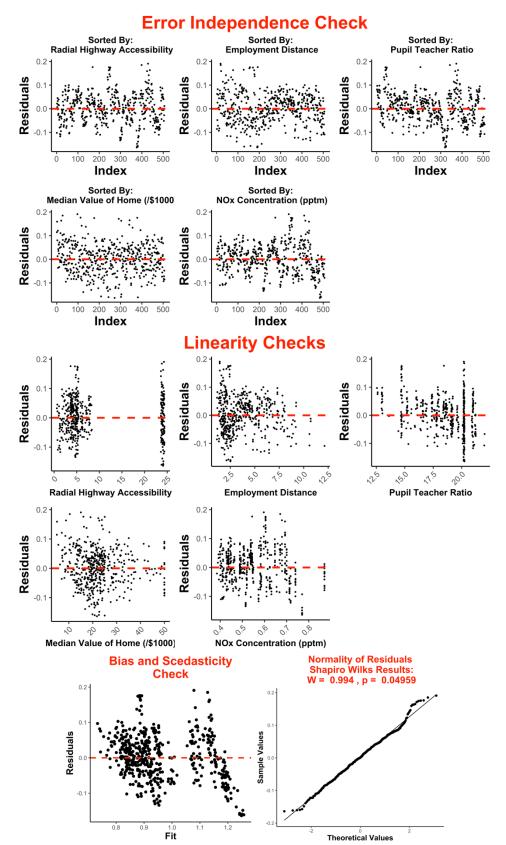


Figure 2: Depiction of Model Assumption Inspection

# **Influential Point Analysis**

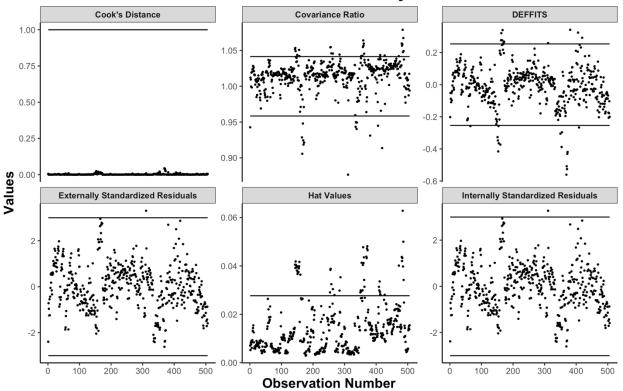


Figure 3: Influential Point Analysis

**Figure 3** illustrates leverage, outlier, and influential points based on their evaluation above or below thresholds indicated by the black horizontal line. Several leverage points appear to be in clusters above the hat value threshold. Outlier wise, there appears to be one observation that is above both thresholds for the standardized residuals. The covariance ratio and DEFFITS depict several points as influential. These points could be caused by the irregular distributions seen in **Figure 1**.

# **Results**

**Table 2** below displays the statistics and metrics for model evaluation and **Figure 4** depicts the relationship between each regressor variable and the power transformed crime rate.

**Table 2:** Regressor Estimates of Crime Rate

Regressor	Point	t-value	P-value	95% C.I.
	Estimate			
NO <sub>x</sub> Concentration	0.8209	29.447	< 2*10 <sup>-16</sup>	(0.7662, 0.8757)
Pupil Teacher Ratio	0.0187	18.712	< 2*10 <sup>-16</sup>	(0.0168, 0.0207)
Employment Distance	0.0104	6.295	6.73*10 <sup>-10</sup>	(0.0072, 0.0137)
Radial Highway Accessibility	0.0066	15.622	< 2*10 <sup>-16</sup>	(0.0057, 0.0074)
Median Value of Home	0.0025	8.498	2.23*10 <sup>-16</sup>	(0.0019, 0.0031)

 $R^2$  adj. = 0.9958; RMSE = 0.0623; AIC = -1360.626; BIC = -1335.257

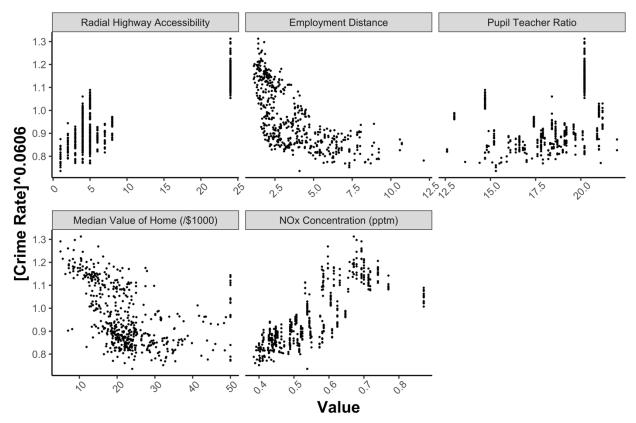


Figure 4: Relationships Between Regressor Variables and Crime Rate

 $NO_x$  concentration has the largest linear impact on the crime rate for this study. Additionally, there is a subpopulation where  $NO_x$  concentration is maximum where the transformed crime rate is not maximum. **Figure 4** reveals that there is an asymptotic relationship between the transformed crime rate and employment distance. The median value of homes appears to have the least impact in the model however, there may be a non-linear relationship as shown in **Figure 4**.

# **Discussion**

The strong linear relationship  $NO_x$  emissions in this model parallel with the findings that air pollution have an effect on crime rates [6]. Since this has been found in two different studies, one could question as to why this is occurring. Do the emissions have a physiological effect on individuals that make them more likely to commit a crime? Or do crimes just happen in areas where emissions are elevated?

In this study as well as in [2], the crime rate and availability of education are linearly associated. Is this because the local population is less educated on the impact of crime on their communities? Do teachers not want to live in the high crime areas because of their own safety concerns? One invested in this area could survey individuals to dig deeper.

Surprisingly, the median value of the homes showed to have little to no linear influence on crime rate based on the model coefficient. However, there appears to be a non-linear inverse relationship shown in **Figure 4**. Since the findings in **Table 2** and **Figure 4** conflict with each other, a

conclusion cannot be reached and the anticipated anticorrelated relationship found in [4] [5]. This could be because the strength of the other regressor variables, as well as the groupings of leverage points.

A positive correlation was found between crime rate and radial highway accessibility. This finding may confirm the idea that crime rates are influenced by the ease of travel to and from the crime scene [3]. Does readily available highway access make it easier for the perpetrators to commit the crimes? Is there a distance component to and from crime scenes that is missing from this study? These questions could be investigated further to develop a story.

#### Conclusion

Five regressor variables were found to be statistically significant in the model to predict crime rates in Boston. NO<sub>x</sub> concentration showed to have the greatest impact, which replicated the findings that air emissions are correlated with crime rate [6]. Availability of education to the local population also showed that it was substantial factor in this model and in [2]. Housing values displayed the least significant impact, contrary to what was found in other studies [4] [5]. A positive correlation was found between the accessibility of highways and crime rate, which reintroduces the idea that transportation is a factor when predicting crime rates.

Further work includes the investigation of the factors discussed in this paper but at an individual level. Data in this study were binned at a population basis and did not include specific crimes or individuals. Additional data including the specific individual involved in the crime, geographic coordinates of places involved, distance traveled, level of education of perpetrator, employment status of individual, and NO<sub>x</sub> emissions specific to the place at which the culprit decided to commit the crime would be ideal. A real-time model (such as logistic regression) that has the ability to predict the probability based on attributes at an individual level would be helpful to law enforcement efficiently allocate resources.

#### References

- [1] J. W. &. E. Z. M. Todd Henderson, "Predicting Crime," 2010. [Online]. Available: https://chicagounbound.uchicago.edu/cgi/viewcontent.cgi?article=2514&context=journal\_articles. [Accessed 16 November 2020].
- [2] M. Montepagano and A. Younkes, "Predicting Denver Crime with Linear Regression: Using Tree Canopy, Poverty, & Community Demographics," 2018. [Online]. Available: http://digital.auraria.edu/content/AA/00/00/70/44/00001/posterFINAL5\_29\_montepagano.pdf. [Accessed 16 November 2020].
- [3] L. Wang, G. Lee and I. Williams, "The Spatial and Social Patterning of Property and Violent Crime in Toronto Neighbourhoods: A Spatial-Quantitative Approach," *International Journal of Geo-Information*, vol. 8, no. 51, 2019.
- [4] K. Ihlanfeldt and T. Mayock, "Crime and Housing Prices," February 2009. [Online]. Available: https://coss.fsu.edu/dmc/wp-content/uploads/sites/8/2020/09/02.2009-Crime-and-Housing-Prices.pdf. [Accessed 16 November 2020].
- [5] D. Harrison Jr. and D. Rubinfeld, "Hedonic Housing Prices and the Demand for Clean Air," *JOURNAL OF ESVIRONMENTAL ECONOMICS AND MANAGEMENT*, no. 5, pp. 81-102, 1978.
- [6] E. Herrnstadt and E. Muehlegger, "Air Pollution and Criminal Activity: Evidence from Chicago Microdata," 8 December 2015. [Online]. Available: https://energy.ucdavis.edu/wp-content/uploads/2017/03/07-20-2016-Herrnstadt\_Muehlegger\_Chicago\_v10.pdf. [Accessed 16 November 2020].
- [7] G. E. P. Box and D. R. Cox, "An analysis of transformations (with discussion)," *Journal of the Royal Statistical Society*, vol. B, no. 26, pp. 211-252, 1964.
- [8] P. Royston, "An extension of Shapiro and Wilk's W test for normality to large samples," *Applied Statistics*, no. 31, pp. 115-124.

# Appendix: R Code Utilized in Crime Rate Analysis

#### Nick Wawee

# 12/04/2020

```
Loading and Inspecting
data(Boston)
df
                                                                             Boston
for
                       (col
                                                                     colnames(df)){
                                               in
  cat("Number of Missing values in ", col,": ", as.character(length(which(is.
na(df[,col])))),
}
##
       Number
                  of
                         Missing
                                      values
                                                  in
                                                              crim
                                                                                   0
##
       Number
                   of
                          Missing
                                       values
                                                   in
                                                                zn
                                                                                   0
##
       Number
                  of
                         Missing
                                      values
                                                 in
                                                             indus
                                                                                   0
##
       Number
                  of
                         Missing
                                      values
                                                  in
                                                              chas
                                                                                   0
                                                                                   0
##
       Number
                  of
                          Missing
                                       values
                                                  in
                                                               nox
##
       Number
                   of
                          Missing
                                       values
                                                   in
                                                               rm
                                                                                   0
##
                                                  in
                                                                                   0
       Number
                  of
                          Missing
                                       values
                                                               age
##
       Number
                  of
                                                                                   0
                          Missing
                                       values
                                                  in
                                                               dis
##
       Number
                  of
                                       values
                                                                                   0
                          Missing
                                                  in
                                                               rad
##
       Number
                  of
                          Missing
                                       values
                                                  in
                                                               tax
                                                                                   0
##
       Number
                  of
                         Missing
                                                                                   0
                                     values
                                                in
                                                            ptratio
##
       Number
                  of
                         Missing
                                      values
                                                             black
                                                                                   0
                                                 in
##
       Number
                  of
                         Missing
                                      values
                                                 in
                                                             lstat
                                                                                   0
## Number of Missing values in medv : 0
str(df)
       'data.frame':
                                      506
##
                                              obs.
                                                       of
                                                                  14
                                                                         variables:
##
                               0.00632
                                         0.02731
                                                   0.02729
                                                             0.03237
                                                                      0.06905
                        num
##
                          num
                                 18
                                     0
                                         0
                                            0
                                               0
                                                   0
                                                      12.5
                                                             12.5
                                                                   12.5
##
    $ indus
                       2.31 7.07 7.07 2.18 2.18 2.18 7.87 7.87 7.87
                 num
##
        $
                              int
                                           0
                                                        0
                                                            0
                                                                0
                                                                        0
            chas
                                       0
                                               0
                                                   0
              : num
##
    $ nox
                     0.538 0.469 0.469 0.458 0.458 0.458 0.524 0.524 0.524 0.5
24
##
        $
                                                     6.42
                                                             7.18
                                                                    7
             rm
                                    num
                                              6.58
                                                                         7.15
##
                        65.2 78.9 61.1 45.8 54.2 58.7 66.6 96.1 100 85.9
     $ age
                : num
##
                                                  4.97
                                                          4.97
                                                                 6.06
                                                                         6.06
        $
             dis
                                 num
                                           4.09
##
                               int
                                            2
                                                2
                                                    3
                                                        3
                                                                        5
            rad
                                        1
##
                      num
                             296
                                  242
                                       242 222 222
                                                      222 311 311 311
                       15.3 17.8 17.8 18.7 18.7 18.7 15.2 15.2 15.2 15.2
##
    $ ptratio: num
##
                                            397
                                                   397
                                                           393
                                                                  395
                                                                         397
          $
               black
                                 num
                                                                                 . . .
                                                                         5.33
##
              lstat
                                         4.98
                                                 9.14
                                                         4.03
                                                                 2.94
                               num
##
                     24 21.6 34.7 33.4 36.2 28.7 22.9 27.1 16.5 18.9 ...
    $ medv
              : num
df
                                                                 as.data.frame(df)
head(df)
```

##	crim	zn	indus	chas	nox	rm	age	dis	rad	tax	ptratio	black	lst
at ## 98	1 0.00632	18	2.31	0	0.538	6.575	65.2	4.0900	1	296	15.3	396.90	4.
	2 0.02731	0	7.07	0	0.469	6.421	78.9	4.9671	2	242	17.8	396.90	9.
	3 0.02729	0	7.07	0	0.469	7.185	61.1	4.9671	2	242	17.8	392.83	4.
	4 0.03237	0	2.18	0	0.458	6.998	45.8	6.0622	3	222	18.7	394.63	2.
	5 0.06905	0	2.18	0	0.458	7.147	54.2	6.0622	3	222	18.7	396.90	5.
	6 0.02985	0	2.18	0	0.458	6.430	58.7	6.0622	3	222	18.7	394.12	5.
## ## ## ## ##	6 28.7					1 2 3 4 5						<u>.</u>	medv 24.0 21.6 34.7 33.4 36.2
Mo	del Fitting												
mlr sum	mary(mlr)		=		1	m(crim	<b>~</b> .,			dat	a	=	=df)
## ##												Ca	all:
## ##	lm(fo	orm	ula	=	С	rim	~	٠,		da	nta	=	df)
## ## ## ##	-9.	M 924	in	-2.	120	•	Media 0.353	n			3Q 1.019	Residua 75	Max .051
######################################	(Interce zn indus chas nox rm age dis rad tax ptratio black lstat medv	ept)		17.03	0. -0. -10.3 -0.9 0.58 -0.2 -0.0 0.1	044855 .06385 0.74913 313535 0.4301 0.0014 87176 38209 0.0037 271081 07538 26211	7.25 5 5 34 .31 52	34903 0.0187 0.0 1.1 5.2755 0.6 0.03 0.28181 0.088049 0.18 0.0036 0.07572	734 8340 8014 536 1283 1792! 7 9 0051! 6450	2 7 -7 -0 5 -3, 6	t value .354 0 2.394 0 -0.766 -0.635 1.955 0 0.081 .503 0.0 .680 6.4	.018949 0.017025 0.444 0.525 0.051152 0.483 0.935 000502 46e-11 0.463 0.146 0.040702	t )  * 4294 5867 2 3089 5488  *** 3793 6611 4 8
##	illeu v				-6.1	2000/		כשטש. ש	10	- 3	.20/ 0.	ONTRO \	- •

```
##
                    0 '***' 0.001 '**' 0.01 '*'
                                                   0.05 '.' 0.1 ' ' 1
## Signif. codes:
##
             standard error: 6.439
                                                   degrees
##
    Residual
                                             492
                                                            of
                                                                 freedom
                                        on
##
    Multiple
              R-squared:
                            0.454,
                                        Adjusted
                                                   R-squared:
                                                                  0.4396
## F-statistic: 31.47 on 13 and 492 DF, p-value: < 2.2e-16
Stepwise Regression
sbi = stepwise(df, y = 'crim', selection = "backward", select = 'AIC')
sbi$variate
## [1] "intercept" "zn"
                            "nox"
                                        "dis"
                                                   "rad"
                                                               "ptratio"
                            "medv"
## [7] "black"
                "lstat"
mlr2 = lm(crim~ zn + nox + dis + rad + ptratio + black + lstat + medv, data =
summary(mlr2)
##
##
                                                                   Call:
## lm(formula = crim \sim zn + nox + dis + rad + ptratio + black +
##
                           lstat
                                     +
                                           medv,
                                                     data
##
##
                                                              Residuals:
##
             Min
                              1Q
                                   Median
                                                       3Q
                                                                    Max
##
        -9.860
                                  -0.363
                                                      0.895
                                                                  75.702
                     -2.102
##
##
                                                           Coefficients:
##
                               Estimate Std. Error t value Pr(>|t|)
                                    6.086010
##
    (Intercept)
                    19.683128
                                                    3.234
                                                           0.001301
##
   zn
                            0.043293
                                         0.017977
                                                      2.408 0.016394
                                        4.760157
                                                    -2.679 0.007623
##
   nox
                         -12.753708
##
   dis
                         -0.918318
                                        0.261932
                                                   -3.506 0.000496
##
                                                           < 2e-16 ***
   rad
                          0.532617
                                       0.049727
                                                  10.711
##
    ptratio
                                        0.182941
                                                    -1.697
                                                            0.090229
                         -0.310541
##
    black
                          -0.007922
                                         0.003615
                                                     -2.191 0.028897
##
    lstat
                             0.110173
                                           0.069219
                                                         1.592
                                                                0.112097
##
   medv
                          -0.174207
                                         0.053988
                                                    -3.227 0.001334
##
                    0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
## Signif. codes:
##
##
    Residual
              standard error: 6.428
                                             497
                                                   degrees of
                                                                 freedom
                                        on
    Multiple
               R-squared: 0.4505, Adjusted
                                                  R-squared:
##
                                                                 0.4416
## F-statistic: 50.92 on 8 and 497 DF, p-value: < 2.2e-16
Colinearity Check
vif(mlr2)
```

nox

dis

rad ptratio

## 2.148871 3.719176 3.718604 2.291669 1.917428 1.331764 2.986626 3.013693

black

lstat

# Correlation between regressors:

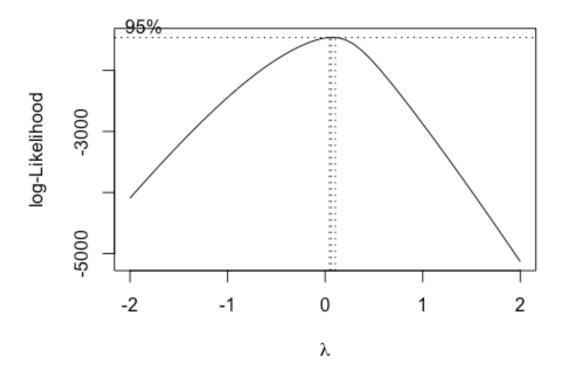
```
cor(df[,which(colnames(df)%in%sbi$variate)])
                                                                           black
##
                                                      rad
                                                              ptratio
                    zn
                               nox
                                          dis
## zn
             1.0000000 -0.5166037
                                    0.6644082 -0.3119478 -0.3916785
                                                                       0.1755203
## nox
            -0.5166037
                        1.0000000 -0.7692301
                                                0.6114406
                                                           0.1889327 -0.3800506
## dis
             0.6644082 -0.7692301
                                    1.0000000 -0.4945879 -0.2324705
                                                                       0.2915117
## rad
            -0.3119478
                        0.6114406 -0.4945879
                                               1.0000000
                                                           0.4647412 -0.4444128
## ptratio -0.3916785
                        0.1889327 -0.2324705
                                                0.4647412
                                                           1.0000000 -0.1773833
## black
             0.1755203 -0.3800506
                                    0.2915117 -0.4444128 -0.1773833
                                                                       1.0000000
## lstat
            -0.4129946
                        0.5908789 -0.4969958
                                                0.4886763
                                                           0.3740443 -0.3660869
## medv
             0.3604453 -0.4273208
                                    0.2499287 -0.3816262 -0.5077867
                                                                       0.3334608
##
                                                1stat
                                                                            medv
##
                                                -0.4129946
        zn
                                                                       0.3604453
##
                                                                      -0.4273208
         nox
                                                      0.5908789
##
         dis
                                               -0.4969958
                                                                       0.2499287
##
         rad
                                                      0.4886763
                                                                      -0.3816262
##
                                                0.3740443
                                                                      -0.5077867
               ptratio
##
           black
                                           -0.3660869
                                                                       0.3334608
##
           1stat
                                                    1.0000000
                                                                      -0.7376627
## medv
           -0.7376627 1.0000000
```

We see that the intercept is not statistically significant and it doesnt make any sense to have a negative crime rate, so we remove it.

### Power Transformation

```
mlr4 = lm(crim \sim 0 +
                        rad*dis + ptratio + black+medv+rad*nox , data = df)
summary(mlr4)
##
##
                                                                              Call:
##
                   crim ~
                             0
                                + rad
                                            dis
                                                    ptratio
                                                              + black
                                                                            medv +
##
                                  rad
                                                   nox,
                                                              data
                                                                                df)
##
##
                                                                         Residuals:
##
               Min
                                          Median
                                   10
                                                                 30
                                                                                Max
##
       -11.810
                        -1.238
                                         -0.291
                                                              0.707
                                                                             71.213
##
##
                                                                     Coefficients:
##
                                  Estimate
                                              Std.
                                                     Error
                                                              t
                                                                  value
                                                                           Pr(>|t|)
##
                         2.352948
                                           0.323698
                                                            7.269
                                                                     1.41e-12
     rad
##
     dis
                                           0.227568
                                                            6.215
                                                                     1.09e-09
                         1.414262
##
                                                               -1.501
       ptratio
                    -0.176981
                                            0.117935
                                                                           0.134077
##
      black
                      -0.005616
                                           0.003354
                                                            -1.674
                                                                      0.094688
                                           0.033120
##
     medv
                       -0.161579
                                                          -4.879
                                                                    1.44e-06
##
                                            3.313172
                                                              1.970
                                                                       0.049393
     nox
                           6.526916
                                                                                ***
##
     rad:dis
                 -0.349350
                                     0.036138
                                                     -9.667
                                                                   <
                                                                       2e-16
                                                                                ***
##
      rad:nox
                  -1.597729
                                        0.425654
                                                         -3.754
                                                                   0.000195
##
```

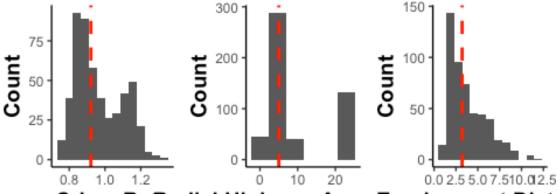
```
## Signif. codes:
                     0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
##
    Residual
               standard
                          error:
                                   6.047
                                           on
                                                498
                                                      degrees
                                                               of
                                                                    freedom
##
     Multiple
                R-squared:
                                0.5859,
                                          Adjusted
                                                     R-squared:
                                                                     0.5792
## F-statistic: 88.06 on 8 and 498 DF, p-value: < 2.2e-16
bc = boxcox(mlr4, data = df)
```



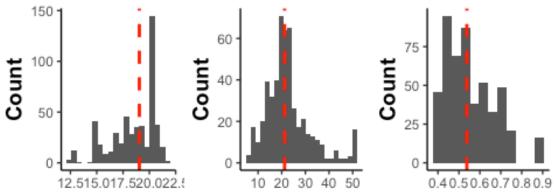
```
lambda
                                                       bc$x[which.max(bc$y)]
lambda
## [1] 0.06060606
dfnew
                                                                         df
dfnew$crim = df$crim^lambda
mlr5 = lm(crim~ 0 + rad*dis + ptratio + medv + nox, data = dfnew)
summary(mlr5)
##
##
                                                                      Call:
## lm(formula = crim ~ 0 + rad * dis + ptratio + medv + nox, data = dfnew)
##
                                                                 Residuals:
##
```

```
##
               Min
                                 10
                                           Median
                                                                30
                                                                               Max
      -0.158766
##
                    -0.037238
                                       0.002491
                                                        0.043698
                                                                          0.177525
##
##
                                                                     Coefficients:
##
                                  Estimate
                                              Std.
                                                     Error t
                                                                value Pr(>|t|)
                                                                       2e-16
##
     rad
                         0.0098229
                                        0.0008806
                                                       11.154
                                                                   <
                                                                               ***
##
     dis
                         0.0169361
                                         0.0022508
                                                           7.525
                                                                    2.48e-13
     ptratio
                                                                      2e-16
##
                    0.0183480
                                    0.0009885
                                                     18.561
                                                                  <
##
     medv
                                      0.0002924
                                                                   < 2e-16
                       0.0024981
                                                        8.543
##
     nox
                         0.8045297
                                        0.0277055
                                                       29.039
                                                                   <
                                                                       2e-16
##
     rad:dis
                  -0.0014372
                                     0.0003429
                                                       -4.191
                                                                  3.28e-05
##
                       0 '***' 0.001 '**' 0.01
                                                     '*' 0.05 '.' 0.1 '
##
    Signif. codes:
##
##
     Residual
                standard
                                     0.06163
                                                     500
                                                           degrees
                                                                      of
                                                                           freedom
                            error:
                                                on
     Multiple R-squared:
                                  0.996,
                                               Adjusted
                                                           R-squared:
                                                                             0.996
## F-statistic: 2.084e+04 on 6 and 500 DF, p-value: < 2.2e-16
Distribution of Variables
               dfnew[,c('crim','rad','dis', 'ptratio', 'medv', 'nox')]
dfnew2
colnames(dfnew2) = c('Crime Rate', 'Radial Highway Accessibility', 'Employmen
t Distance', 'Pupil Teacher Ratio', "Median Value of Home (/$1000)", 'NOx Conc
entration
                                                                          (pptm)')
mlr6 = lm(`Crime Rate` ~ 0 + Radial Highway Accessibility`+ Employment Distan
ce` + `Pupil Teacher Ratio` + `Median Value of Home (/$1000)` + `NOx Concentr
                                          data
ation
                   (pptm),
                                                                           dfnew2)
                        "/Users/nickwawee/Desktop/BGSU/MSA
                                                                    6701/plots/"
outp
distplot
                        plotdists(dfnew2,outp,
                                                                             'FD')
                                                       brtype
```

distplot



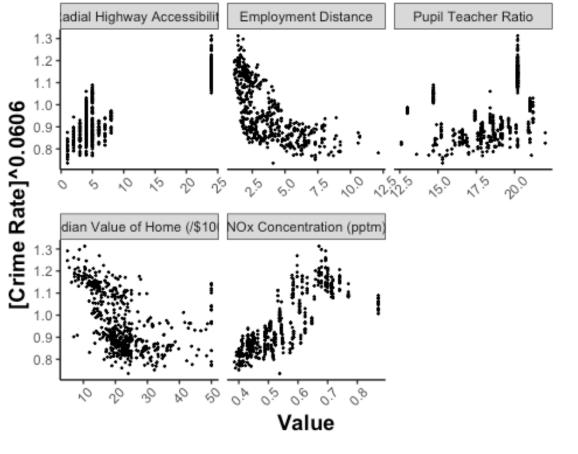
Crime Rafeadial Highway Acce Employment Dist



Pupil Teach Median Value of HonNox Concentration

# Scatter Plot of All Variables

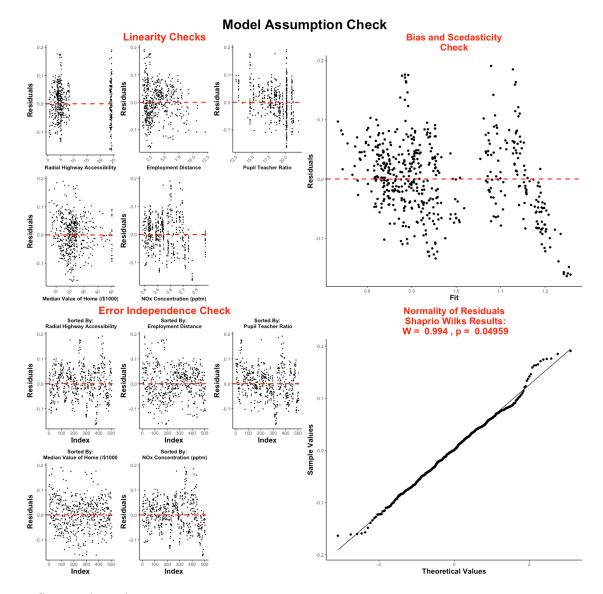
```
df.m
                      melt(dfnew2,id.vars
                                                             'Crime
                                                                           Rate')
colnames(df.m)
                            c('Crime
                                           Rate',
                                                        'Variable',
                                                                         'Value')
#df.m$Variable = apply(strsplit2(df.m$Variable,
collapse
ggplot(data=df.m,
                        aes(x=Value,
                                                            `Crime
                                            У
                                                                         Rate<sup>)</sup>)+
  geom_point(size = 0.25)+plot_opts+facet_wrap(~Variable, scales = 'free_x')+
  ylab(paste('[Crime Rate]^', as.character(round(lambda,4)), sep = ""))+theme
(axis.text.x=element_text(angle =45, vjust = 0.7))
```



ggsave(filename = paste(outp,'scatter.png',sep=""), dpi = 600, width = 1.5\*5,
height = 5, units = 'in')

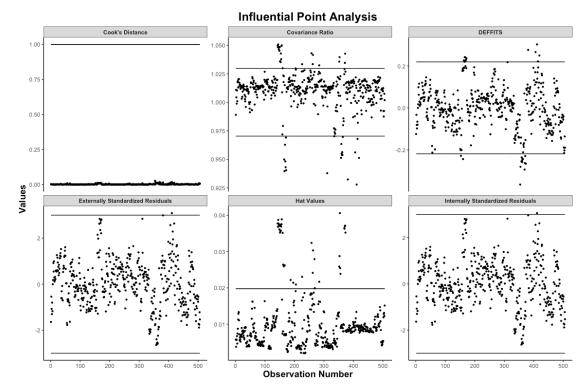
# **Assumption Check**

pf = Assumption\_Check(mlr6, outp)
pf

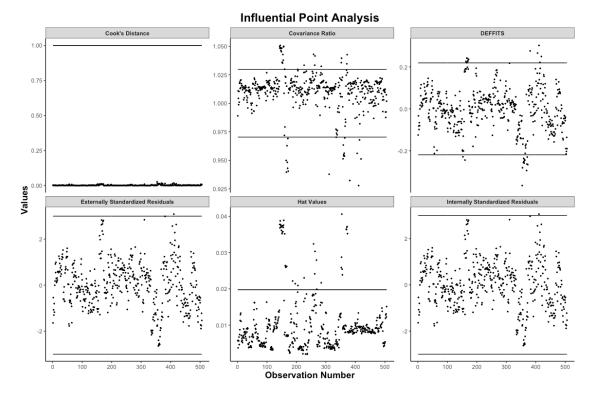


# Influential Analysis

```
ret_df
                                                           infl_analysis(mlr6)
ret_df
                                         cbind(ret_df,
                                                                        dfnew2)
          ggplot(data=
                          ret_df,
                                     aes(x=
                                               Row_Num,
                                                                      Values))+
  geom_point(size
  facet_wrap(~Type, scales = "free_y")+plot_opts+geom_line(aes(y=Bound1))+geo
m_line(aes(y=Bound2))+
  #geom_label_repel(aes(label=Label),
                                                size
  labs(title = 'Influential Point Analysis', x = 'Observation Number')+ theme
(strip.text
                                element_text(face
                                                                       'bold'))
```



```
ggsave(filename = '/Users/nickwawee/Desktop/BGSU/MSA 6701/plots/infl.png', pl
ot = p, width = 1.5*10, height = 10, units = 'in', limitsize = F)
          ggplot(data=
                        ret_df,
                                     aes(x=
                                               Row_Num,
                                                                    Values))+
р
  geom_point(size
  facet_wrap(~Type, scales = "free_y")+plot_opts+geom_line(aes(y=Bound1))+geo
m_line(aes(y=Bound2))+
  #geom_label_repel(aes(label=Label),
                                                size
  labs(title = 'Influential Point Analysis', x = 'Observation Number')+ theme
                                element_text(face
                                                                      'bold'))
(strip.text
```



ggsave(filename = '/Users/nickwawee/Desktop/BGSU/MSA 6701/plots/infl.png', pl
ot = p, width = 1.5\*6, height = 6, units = 'in', limitsize = F)

# Hypothesis Testing

Test for significance of regression: H0: All regression coefficients are equal to zero. H1: At least one regression coefficient is not equal to 0.

```
linearHypothesis(mlr5, c('rad = 0', 'dis = 0', 'ptratio = 0', 'medv = 0', 'no
x = 0')
##
                      Linear
                                                hypothesis
                                                                               test
##
##
                                                                       Hypothesis:
##
                           rad
##
                           dis
                                                                                  0
##
                          ptratio
                                                                                  0
##
                                                                                  0
                           medv
##
                           nox
                                                                                  0
##
                                                     restricted
##
                Model
                                                                              model
                                    1:
##
    Model
             2:
                 crim
                                    rad
                                              dis
                                                       ptratio
                                                                     medv
                                                                                nox
##
         Res.Df
##
                            RSS
                                  Df
                                      Sum
                                            of
                                                 Sq
                                                                             Pr(>F)
##
                                                             505
                                                                            127.341
    2
                500
                          1.899
                                     5
                                                         6604.9
                                                                      2.2e-16
##
                                                125.44
## Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
```

# Confidence Intervals

```
rmse
                                                   sqrt(mean(mlr6$residuals^2))
knitr::kable(confint(mlr6))
                                2.5 %
                                           97.5 %
 Radial Highway Accessibility
                                0.0057384 0.0073894
 Employment Distance
                                0.0071787 0.0136930
 Pupil Teacher Ratio
                                0.0167573  0.0206891
 Median Value of Home (/$1000)
                                0.0019411
                                           0.0031086
 NOx Concentration (pptm)
                                0.7661554  0.8756984
Other Metrics
rmse
                                                   sqrt(mean(mlr6$residuals^2))
rmse
## [1] 0.0623321
AIC(mlr6)
## [1] -1360.616
BIC(mlr6)
## [1] -1335.257
```