

# Assignment 3: Probabilistic Definitions of Fairness and Bayesian Networks

Machine Learning

Fall 2021

## 🔗 Learning Objectives

- Learn about metrics for algorithmic fairness.
- Learn about different sources of bias in machine learning.
- Understand the difference between discriminative models and generative models.
- Revisit the Naïve Bayes algorithm with a Titanic dataset example.

Another thanks to two former students, Micah Reid (currently a CA) and Miranda Lao for their contributions to this and the previous assignment. As part of their final project, they explored metrics of fairness and disparity and proposed assignment extensions (pieces of which appear in this and the following assignment).

## 1 Reflecting on COMPAS and Algorithmic Fairness

In assignment 1 of this module we discussed how Bayesian methods can be used to reason about algorithmic fairness. In class, we discussed fairness within the context of the COMPAS algorithm and the United States justice system.

### Exercise 1 (15 minutes)

Please reflect on the conversation in class about the COMPAS algorithm, the US justice system, race in the US, and algorithms and fairness. You can reflect on these topics and/or on the conversation itself (meta). We look forward to hearing your thoughts and appreciate any ideas you have to improve these types of conversations in the future. We are all learning together.

Additionally, if you would like to share something anonymously, here is an [anonymous survey](#).

## 2 Measures of Bias

In the last assignment, we looked at confusion matrices and different metrics that can be calculated for a single confusion matrix. Now, we will look at some metrics for comparing two confusion matrices (e.g., if we break our results up to look at the outcomes for two different groups).

As we saw in the COMPAS debate, confusion matrix metrics are often used to measure fairness and bias. Note that when we say algorithmic bias and fairness, we are referring to the phenomenon of models discriminating against protected or underprivileged groups (based on attributes such as race and gender), which often arises as a factor of bias that is integrated into the dataset used for training. This is common, because datasets often measure phenomena that are already subject to systemic bias and may include additional (usually unintended) bias introduced by the collectors and analysts of the data.

When detecting algorithmic bias, we typically identify a protected class (such as people of color or women). Many of the popular measures of bias compare the confusion matrix metrics we went over in the last assignment between the protected and privileged class, either by taking a straightforward difference, or by taking a ratio between the values of

the two metrics. These are often referred to as parity of a given metric, for example False Positive Rate Parity, which measures the difference in False Positives of the two groups. Many of the most commonly used metrics have a second name, for example the Equal Opportunity Difference is the same as True Positive Rate Parity.

There are many measures of bias, but today we will be focusing on the five common metrics. By understanding these metrics, you will have the tools to understand other, similar metrics that you may want to use in the future. It may be helpful to refer to the [loan example visualization from Google Research](#) again to wrap your head around this.

- **Statistical Parity Difference** is computed as the difference of the rate of favorable outcomes received by the unprivileged group to the privileged group. (Statistical parity is also called Independence or Demographic Parity.)
  - The ideal value of this metric is 0.
  - Fairness for this metric is between -0.1 and 0.1.
  - Calculated as the difference between predicted positive rates of the privileged and unprivileged groups.
  - A value of  $< 0$  implies higher benefit for the privileged group and a value  $> 0$  implies higher benefit for the unprivileged group.
- **Equal Opportunity Difference** is computed as the difference of true positive rates between the unprivileged and the privileged groups.
  - The ideal value of this metric is 0.
  - A value of  $< 0$  implies higher benefit for the privileged group and a value  $> 0$  implies higher benefit for the unprivileged group.
  - Fairness for this metric is between -0.1 and 0.1
  - Calculated as the difference between the privileged TPR and unprivileged TPR.
- **Average Odds Difference** is computed as the average difference of false positive rate and true positive rate between unprivileged and privileged groups.
  - The ideal value of this metric is 0.
  - A value of  $< 0$  implies higher benefit for the privileged group and a value  $> 0$  implies higher benefit for the unprivileged group.
  - Fairness for this metric is between -0.1 and 0.1
  - Calculated as the average of the difference between the privileged FPR and unprivileged FPR and the difference between the unprivileged TPR and privileged TPR
- **Disparate Impact** is computed as the ratio between rate of favorable outcomes for the unprivileged group to that of the privileged group.
  - The ideal value of this metric is 1.0.
  - A value  $< 1$  implies higher benefit for the privileged group and a value  $> 1$  implies a higher benefit for the unprivileged group.
  - Fairness for this metric is between 0.8 and 1.2.
  - Calculated as unprivileged predicted positive/privileged predicted positive.

- **Theil Index** is computed as the generalized entropy of benefit for all individuals in the dataset, with  $\alpha = 1$ . It measures the inequality in benefit allocation for individuals. This is a measure of non-randomness or redundancy.
  - A value of 0 implies perfect fairness.
  - Fairness is indicated by lower scores, higher scores are problematic.
  - We will not focus on this metric, but [Wikipedia has a decent article about it](#).

Sometimes these metrics conflict, so we need to choose carefully based on our application which ones to minimize.

### Exercise 2 (40 Minutes)

- (a) Calculate the Statistical Parity Difference, Equal Opportunity Difference, Average Odds Difference, and Disparate Impact of the confusion matrices below. What do you notice? Is this model “fair”?

Privileged Class		Actual Positive	Actual Negative
	Predicted Positive	100	20
	Predicted Negative	10	40

Unprivileged Class		Actual Positive	Actual Negative
	Predicted Positive	40	18
	Predicted Negative	12	100

## ☆ Solution

### Statistical Parity Difference

$= (\text{TP} + \text{FP})/(\text{total population})$  of privileged group -  $(\text{TP} + \text{FP})/(\text{total population})$  of unprivileged group

$$= (40 + 18)/(40 + 18 + 12 + 100) - (100 + 20)/(100 + 20 + 10 + 40)$$

$$= 58/170 - 120/170$$

$$\approx -0.36$$

By this metric, the model is quite unfairly biased against the unprivileged group.

### Equal Opportunity Difference

$= \text{TP}/(\text{TP} + \text{FN})$  of unprivileged group -  $\text{TP}/(\text{TP} + \text{FN})$  of privileged group

$$= 40/52 - 100/110$$

$$\approx -0.14$$

This is close to the window of fairness, but there is still bias against the unprivileged group.

### Average Odds Difference

$= (\text{unprivileged TPR} - \text{privileged TPR})/2 + (\text{privileged FPR} - \text{unprivileged FPR})/2$

$= (\text{TP}/(\text{TP} + \text{FN}) \text{ of unprivileged group} - \text{TP}/(\text{TP} + \text{FN}) \text{ of privileged group})/2 + (\text{FP}/(\text{FP} + \text{TN}) \text{ of privileged group} - \text{FP}/(\text{FP} + \text{TN}) \text{ of unprivileged group})/2$

$$= -.14/2 + (20/60 - 18/100)/2$$

$$\approx 0.007$$

By this definition the model is fair, since the privileged class has a worse False Positive Rate which cancels out the fact that the unprivileged class has a worse True Positive Rate.

### Disparate Impact

$= ((\text{TP} + \text{FP})/\text{total population of unprivileged group})/((\text{TP} + \text{FP})/\text{total population of privileged group})$

$$= (58/170)/(120/170)$$

$$\approx .48$$

By this metric, our model is strongly biased against our unprivileged group.

As we can see, it is good to check a variety of metrics, because sometimes a model can be strongly biased by most metrics, but still fall within the window of fairness for one or two metrics.

- (b) The Data Science and Public Policy group at Carnegie Mellon University created a decision tree with proposed guidance about which metrics of fairness might be desirable in different situations. Take a look at [their decision tree](#). Try to understand why each decision leads to the metrics that it does.
- (c) Based on the decision tree above, what metric would they suggest for fairness in attempting to predict if a person will be arrested again? What about banks offering loans? Does this align with the metrics you would

choose?

### *The Impossibility Theorem of Fairness (15 minutes)*

As we explored in the previous problems, we often cannot satisfy every fairness metric at the same time. This leads to an interesting ethical discussion about when it is appropriate to use a given metric, and when it is okay to accept a failing score on a given fairness metric. Above we linked to a decision tree for certain metrics that we took from [Aequitas](#), a bias detection toolkit created by the University of Chicago Center for Data Science and Public Policy (now at Carnegie Mellon).

Choosing a fairness metric in a way that is ethical is a subjective task. Even though decision trees exist to help policymakers and model creators evaluate their models, this is an active area of research and discussion. One great resource for learning about up and coming developments in this field is [the FAccT conference](#), where researchers and technologists discuss and present research on Fairness, Accountability, and Transparency in ML. At the heart of these debates is the Impossibility Theorem of Fairness, which essentially says that there are many fairness metrics that are mutually exclusive in the vast majority of cases.

#### Exercise 3

Look up group and individual fairness. This [video from the FAccT Conference \(formerly called the FAT conference\)](#) may be helpful, though it doesn't clearly lay out definitions. We encourage you to practice finding your own resources.

What is group fairness? What is individual fairness? Why/When are these two notions of fairness in conflict?

#### ☆ Solution

Group fairness is focused on comparing metrics between privileged and unprivileged groups to ensure that they have comparable outcomes. Individual fairness is focused on treating the same data and situations the same way across individuals regardless of group affiliation. These can be in conflict because often times to achieve equal representation of positive outcomes between groups, the each group needs to have different criteria for triggering a positive outcome, under the assumption that their average input data or situations are not the same.

#### 🔗 External Resource(s)

The following are OPTIONAL extensions if you are passionate about this topic. You might also return to these in your final project.

- (a) If you want to make a deeper connection between the probability topics of statistical independence and metrics of fairness, then you may want to read [Fairness and Machine Learning Chapter 2](#). Start at the section *Formal non-discrimination criteria* and read up to (but not including) the section *Calibration and sufficiency*.
- (b) If you want to listen to someone talk about fairness metrics in more depth, [this lecture on the tradeoffs of different fairness metrics](#) talks about the societal impact of different fairness metrics, and explains the Impossibility Theorem of Fairness in more depth.

- (c) [This website from the University of Buffalo](#) looks to have a beautiful walk-through of fairness and direct references to COMPAS. This was created since we last taught the class, and I just found it (so we haven't had a chance to do a deep check... let us know what you think if you take a look.)

### *Bias Mitigation (5 minute read)*

Now that we have discussed different ways to detect bias, we want to briefly think about how we can reduce bias and algorithmic discrimination. There are various toolboxes that have been designed to help mitigate bias in algorithms and data, including [Aequitas \(from Carnegie Mellon - this also includes a more detailed decision tree\)](#) and the [IBM AI Fairness 360 \(which you can see a demo of here\)](#). We won't dig into these strategies specifically, but this is a great area to dig deeper (including through your next assignment and final project).

For now, we just want to mention that there are a number of bias mitigation strategies, and each has several variations, but all bias mitigation strategies can be broken up into three categories.

#### *Pre-processing*

Pre-processing is the practice of modifying a dataset before training a model. Models learn bias from uneven representation in datasets, stemming from problems with sampling distribution, or from existing social phenomena that create uneven distribution of input situations and outcomes between demographic groups. The theory behind preprocessing is that if a dataset represents a fair distribution of outcomes between demographic groups, any model trained on that data will learn to classify in a fair manner. Preprocessing is often the preferred method of bias mitigation, since it allows for transparency in the bias mitigation process (it's easy to document which data points you are excluding or estimating data for), and it does not change the model training process. It also allows for those who release datasets to evaluate the fairness of the dataset before sharing them, which will help improve the fairness of resulting models. However, it requires foresight to use since it needs to be implemented before the model is trained. Additionally, it is not always possible to create a dataset that is both accurate and provides a "fair" look at the world.

#### *In-processing*

In-processing is the practice of considering notions of fairness while training a model. This is often done by integrating fairness metrics into the error or optimization function while training. In-processing is popular because it builds fairness directly into the model design, unlike pre-processing that only builds fairness into the training data.

#### *Post-processing*

Post processing is the practice of modifying an existing model's output to satisfy notions of fairness. Post-processing only focuses on group fairness, and it does not consider individual fairness. For this reason, post-processing is often less preferable than the other types of bias mitigation algorithms, which have the ability to consider both group fairness and individual fairness. However, post-processing is a good choice when a model is already trained and cannot be rebuilt.

### 3 Generative versus Discriminative Models (5 minutes)

Now, we will shift gears back to applying probability to models. So far, we have built up some machinery that allows us to work with probabilities. Next we're going to take this machinery and turn back towards machine learning. Specifically, we'll be looking at the classification problem and using probability theory to see it in a whole new light.

[This short video](#) provides a quick overview of generative versus discriminative models, which may be helpful prep for reading the next sections. Please watch it.

#### 3.1 Discriminative Models: a Look Back at Logistic Regression (10 minute read)

Let's think back to the logistic regression model for binary classification that we learned about in module 1. Given an input point  $\mathbf{x}_i$ , the logistic regression algorithm applied a weight vector  $\mathbf{w}$  to compute the probability that the corresponding output  $y_i$  was 1 via the formula  $\sigma(\mathbf{w}^\top \mathbf{x}_i) = \frac{1}{1+e^{-\mathbf{w}^\top \mathbf{x}_i}}$  (recall that  $\sigma$  is known as the sigmoid function and serves to squash its input into a number between 0 and 1, which can serve as a valid probability). While we didn't quite have the vocabulary for it then, what we were really doing was computing a conditional probability. We can think of  $Y_i$  as a random variable that represents the output corresponding to the input  $\mathbf{x}_i$  (in the case of binary classification  $Y_i$  is either 0 or 1). We can also think of the input as a random variable  $X_i$  (thinking of the input as a random variable will be helpful later in this section). Framed in this way the logistic regression algorithm computes the following conditional probability:

$$p(Y_i = 1 | X_i = \mathbf{x}_i) = \sigma(\mathbf{w}^\top \mathbf{x}_i) . \quad (1)$$

We defined a loss function to specify which weights were better or worse given a training set  $(\mathbf{x}_1, y_1), (\mathbf{x}_2, y_2), \dots, (\mathbf{x}_n, y_n)$ . The details of how we did this are not important to the point we are trying to make now, so it'll suffice to say that learning in a logistic regression model meant tuning the conditional distribution of the outputs (the  $Y_i$ 's) given the inputs ( $\mathbf{x}_i$ 's) to fit the training data the best. This type of model is what is known as a *discriminative model* (the [Wikipedia article on discriminative models](#) has more details if you are interested).

#### ✓ Understanding Check

Intuitively, why does being able to accurately estimate  $p(Y = 1 | X = \mathbf{x})$  allow you to classify unseen test data?

##### ☆ Solution

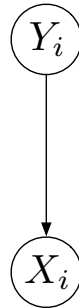
In a classification problem we are interested in predicting the output for a given input,  $\mathbf{x}$ . If we can accurately calculate  $p(Y = 1 | X = \mathbf{x})$ , then we can simply threshold this value at 0.5 (or whatever makes sense given our application) and predict  $Y = 1$  if this condition is met and  $Y = 0$  otherwise.

#### 3.2 Generative Models (10 minute read)

The approach outlined above is great, but it's not the only way to approach binary classification (and supervised learning in general). Since we are interested in predicting  $Y_i$  given some inputs  $\mathbf{x}_i$ , it of course makes sense, for example for a binary classification problem, to want to determine  $p(Y_i = 1 | \mathbf{x}_i)$ . However, instead of modeling that distribution directly, we can use Bayes' rule.

$$\begin{aligned}
 p(Y_i = 1|X_i = \mathbf{x}_i) &= \frac{p(X_i = \mathbf{x}_i|Y_i = 1)p(Y_i = 1)}{p(X_i = \mathbf{x}_i)} \\
 &= \frac{p(X_i = \mathbf{x}_i|Y_i = 1)p(Y_i = 1)}{p(X_i = \mathbf{x}_i|Y_i = 1)p(Y_i = 1) + p(X_i = \mathbf{x}_i|Y_i = 0)p(Y_i = 0)}
 \end{aligned}
 \tag{2}$$

These equations tell us that if we have a model of the probability of the output being 1 *a priori*,  $p(Y_i = 1)$ , and a model of the inputs  $\mathbf{x}_i$  given the output  $y_i$ ,  $p(X_i = \mathbf{x}_i|Y_i = y_i)$ , then we can compute  $p(Y_i = 1|X_i = \mathbf{x}_i)$ . This amounts to adopting the perspective that the hidden output  $Y_i$  causes the input  $X_i$ . We call this sort of model a [probabilistic generative model](#) (PGM). The BN corresponding to this model is given below.



The natural question is *why*? Here are some potential advantages of using probabilistic generative models.

- Suppose you found out that  $p(Y_i)$  changed for some reason (any thoughts on when this might happen? Share on discord!). Incorporating this change into a probabilistic graphical model would be very straightforward (just modify  $p(Y_i = 1)$  in Equation 2).
- Suppose you found out that  $p(X_i = \mathbf{x}_i|Y_i = y_i)$  changed for some reason. For example, if one of the elements of  $X_i$  represents a result obtained by running some sort of medical test, the sensitivity of that medical test might change (any other examples on when this might happen? Post here on NB.).
- Suppose that instead of classifying data (i.e., predicting  $Y_i$ ), you instead wanted to generate samples  $\mathbf{x}_i$  conditioned on a particular value of  $Y_i$  (e.g., you might want to [synthesize samples of hand written digits](#) based on training a probabilistic graphical model). This can be done naturally with a PGM. More modern versions of this idea are generative adversarial networks (GANs), which are behind such work as this [person does not exist](#) and [better language models and their implications](#) (the second link is the work of a former Oliner!).

### ✓ Understanding Check

What are the probabilities needed to classify input data in a discriminative model? What are the probabilities needed to classify input data in a generative model? How does Bayes' rule connect these two models?

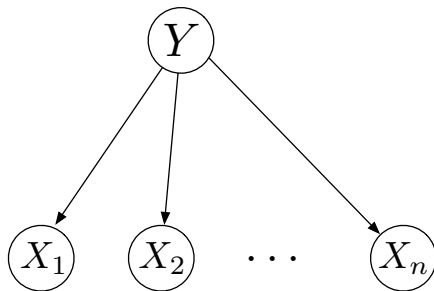
#### ☆ Solution

For a discriminative model you need  $p(Y = 1|X = \mathbf{X})$ . For a generative model you need  $p(Y = 1)$  and  $p(X = \mathbf{x}|Y = 1)$ . Bayes' rule provides the linkage between these two models since one can be transformed into the other simply by applying Bayes' rule.

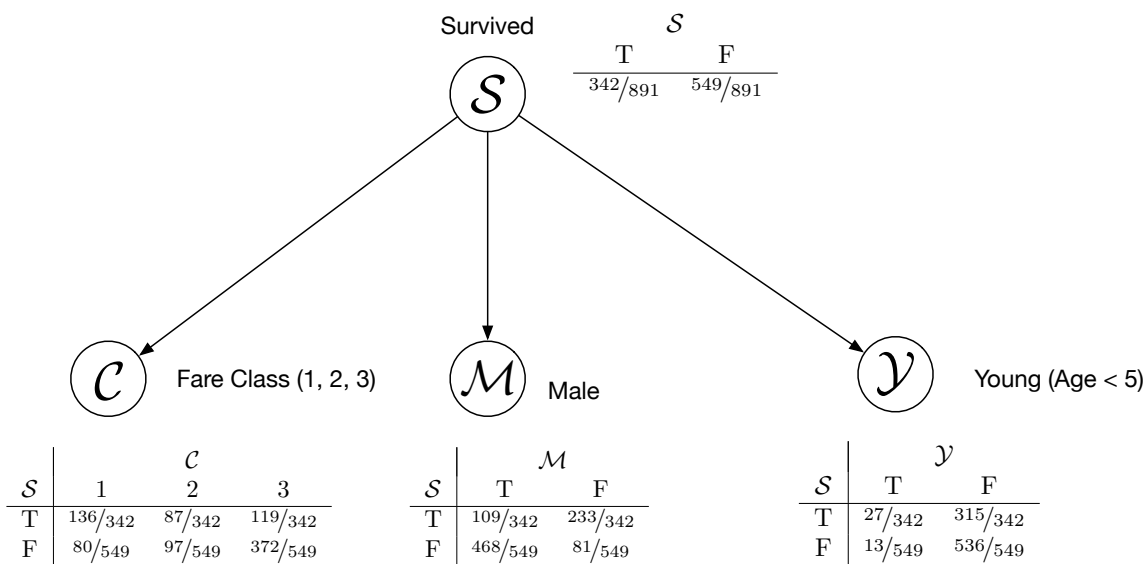


## 4 Meet the Naïve Bayes Algorithm

Now that we've learned the basic concept of a probabilistic graphical model, let's make things concrete and learn about a specific PGM. For our first PGM, we're going to learn about the Naïve Bayes algorithm (we'll be doing some work with Naïve Bayes in the next assignment as well, so you'll have some time to get accustomed to it). The reason it is called Naïve Bayes is that it assumes that all of the observed data  $(X_1, X_2, \dots, X_n)$  are conditionally independent given  $\mathcal{Y}$ . The BN for the Naïve Bayes algorithm is shown below.



As a motivating example, let's look back at the Titanic dataset from the last module. A potential BN for the Titanic dataset is shown below.



The probabilities in this BN were computed by looking at the training set and counting the appropriate passengers that fell into each category. For instance, to compute  $p(\mathcal{Y}|\mathcal{S})$  since  $p(\mathcal{Y}|\mathcal{S}) = \frac{p(\mathcal{Y}, \mathcal{S})}{p(\mathcal{S})}$ , we can approximate this probability by counting the number of passengers under 5 who survived and dividing by the total number who survived (note that there are some subtle and important modifications to this method of fitting these probabilities that we'll discuss in the next assignment). This process was repeated for each conditional probability. Since we assume that all of the features are conditionally independent given the output ( $\mathcal{S}$  in this case), this process is done independently for each feature.

### 4.1 Inference

While the Naïve Bayes Algorithm might sound fancy, once we have the BN, all we need to do to run the algorithm is to use Bayes' rule. We'll let you work through this on your own via an exercise.

### Exercise 4 (45 minutes)

- (a) Using the BN shown above, what is the probability that a young, male in first class would survive the Titanic disaster? Hint: write this as a conditional probability and then use Bayes' rule. Hint 2: leverage the fact that  $\mathcal{C}, \mathcal{Y}, \mathcal{M}$  are all conditionally independent of each other given  $\mathcal{S}$ .

You have just derived the Naïve Bayes inference rule!

#### ☆ Solution

$$\begin{aligned}
 p(\mathcal{S}|\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}) &= \frac{p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}|\mathcal{S})p(\mathcal{S})}{p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M})} \\
 &= \frac{p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}|\mathcal{S})p(\mathcal{S})}{p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}|\mathcal{S})p(\mathcal{S}) + p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}|\neg\mathcal{S})p(\neg\mathcal{S})} \\
 &= \frac{p(\mathcal{Y}|\mathcal{S})p(\mathcal{C} = 1|\mathcal{S})p(\mathcal{M}|\mathcal{S})p(\mathcal{S})}{p(\mathcal{Y}|\mathcal{S})p(\mathcal{C} = 1|\mathcal{S})p(\mathcal{M}|\mathcal{S})p(\mathcal{S}) + p(\mathcal{Y}|\neg\mathcal{S})p(\mathcal{C} = 1|\neg\mathcal{S})p(\mathcal{M}|\neg\mathcal{S})p(\neg\mathcal{S})} \\
 &= \frac{\left(\frac{27}{342} \times \frac{136}{342} \times \frac{109}{342} \times \frac{342}{891}\right)}{\left(\frac{27}{342} \times \frac{136}{342} \times \frac{109}{342} \times \frac{342}{891}\right) + \left(\frac{13}{549} \times \frac{80}{549} \times \frac{468}{549} \times \frac{549}{891}\right)} \\
 &= 0.6794
 \end{aligned}$$

- (b) Naïve Bayes is often more conveniently expressed using odds ratios. Instead of computing  $p(\mathcal{S}|\mathcal{Y}, \mathcal{C} = 1, \mathcal{M})$  let's compute the following.

$$\begin{aligned}
 \frac{p(\mathcal{S}|\mathcal{Y}, \mathcal{C} = 1, \mathcal{M})}{p(\neg\mathcal{S}|\mathcal{Y}, \mathcal{C} = 1, \mathcal{M})} &= \frac{\frac{p(\mathcal{Y}, \mathcal{C}=1, \mathcal{M}|\mathcal{S})p(\mathcal{S})}{p(\mathcal{Y}, \mathcal{C}=1, \mathcal{M})}}{\frac{p(\mathcal{Y}, \mathcal{C}=1, \mathcal{M}|\neg\mathcal{S})p(\neg\mathcal{S})}{p(\mathcal{Y}, \mathcal{C}=1, \mathcal{M})}} \\
 &= \frac{p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}|\mathcal{S})p(\mathcal{S})}{p(\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}|\neg\mathcal{S})p(\neg\mathcal{S})} \\
 &= \frac{p(\mathcal{Y}|\mathcal{S})p(\mathcal{C} = 1|\mathcal{S})p(\mathcal{M}|\mathcal{S})p(\mathcal{S})}{p(\mathcal{Y}|\neg\mathcal{S})p(\mathcal{C} = 1|\neg\mathcal{S})p(\mathcal{M}|\neg\mathcal{S})p(\neg\mathcal{S})}
 \end{aligned}$$

What must be true about this odds ratio in order to predict that the passenger survived?

#### ☆ Solution

The odds ratio must be greater than 1, which implies that

$$p(\mathcal{S}|\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}) > p(\neg\mathcal{S}|\mathcal{Y}, \mathcal{C} = 1, \mathcal{M}) .$$