CS 5565

INTRODUCTION TO STATISTICAL LEARNING

US Household income statistics Project Report

Team Members:

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https://www.kaggle.com/goldenoakresearch/us-household-income-stats-geo-locations

Description of the Dataset:

The dataset originally developed for real estate and business investment research. Income is a vital element when determining both quality and socioeconomic features of a given geographic location. The data was derived from over +36,000 files and covers 348,893 location records. The database contains 32,000 records on US Household Income Statistics & Geo Locations. To access, all 348,893 records on a scale roughly equivalent to a neighborhood. The dataset has 32527 rows and 19 columns. Below are the features that the dataset uses to classify the income.

Household & Geographic Statistics:

Mean Household Income (double)

Median Household Income (double)

Standard Deviation of Household Income (double)

Number of Households (double)

Square area of land at location (double)

Square area of water at location (double)

Geographic Location:

Longitude (double)

Latitude (double)

State Name (character)

State abbreviated (character)

State_Code (character)

County Name (character)

City Name (character)

Name of city, town, village or CPD (character)

Primary, Defines if the location is a track and block group.

Zip Code (character)

Area Code (character)

Importing all the required libraries and reading the dataset into a data frame. The data frame contains 1000 rows and 19 columns.

```
[1] from mpl_toolkits.mplot3d import Axes3D
    from sklearn.preprocessing import StandardScaler
    import matplotlib.pyplot as plt # plotting
    import numpy as np # linear algebra
    import os # accessing directory structure
    import pandas as pd # data processing, CSV file I/O (e.g. pd.read_csv)

[2] nRowsRead = 1000 # specify 'None' if want to read whole file
    # kaggle_income.csv may have more rows in reality, but we are only loading/previewing the first 1000 rows
    df1 = pd.read_csv('kaggle_income.csv', delimiter=',', nrows = nRowsRead)
    df1.dataframeName = 'kaggle_income.csv'
    nRow, ncol = df1.shape
    print(f'There are {nRow} rows and {ncol} columns')

There are 1000 rows and 19 columns
```

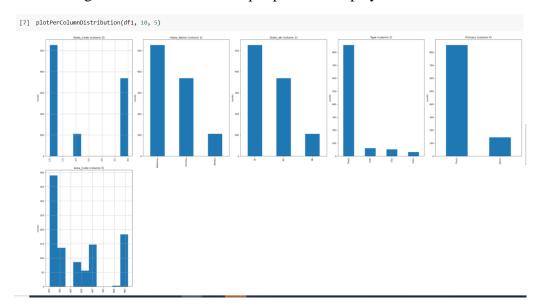
Displaying the top 5 rows of the dataset.

|] | df1. | head(5) | | | | | | | | | | | | | |
|---|------|---------|------------|------------|----------|-------------------|-------------------|-------------------|------|---------|----------|-----------|----------|-----------|-----------|
| | | id | State_Code | State_Name | State_ab | County | City | Place | Туре | Primary | Zip_Code | Area_Code | ALand | AWater | Lat |
| | 0 | 1011000 | 1 | Alabama | AL | Mobile County | Chickasaw | Chickasaw city | City | place | 36611 | 251 | 10894952 | 909156 | 30.771450 |
| | 1 | 1011010 | 1 | Alabama | AL | Barbour County | Louisville | Clio city | City | place | 36048 | 334 | 26070325 | 23254 | 31.708516 |
| | 2 | 1011020 | 1 | Alabama | AL | Shelby County | Columbiana | Columbiana city | City | place | 35051 | 205 | 44835274 | 261034 | 33.191452 |
| | 3 | 1011030 | 1 | Alabama | AL | Mobile County | Satsuma | Creola city | City | place | 36572 | 251 | 36878729 | 2374530 | 30.874343 |
| | 4 | 1011040 | 1 | Alabama | AL | Mobile County | Dauphin Island | Dauphin Island | Town | place | 36528 | 251 | 16204185 | 413605152 | 30.250913 |

Plotting per column distribution plots if the column value is numerical then we are plotting the bar graph else we are plotting the histogram plots

```
# Distribution graphs (histogram/bar graph) of column data
def plotPerColumnDistribution(df, nGraphShown, nGraphPerRow):
    nunique = df.nunique()
    df = df[[col for col in df if nunique[col] > 1 and nunique[col] < 50]] # For displaying purposes, pick columns that have between 1 and 50 ur
    nRow, nCol = df.shape
    columnNames = list(df)
    nGraphRow = (nCol + nGraphPerRow - 1) / nGraphPerRow plt.figure(num = None, figsize = (6 * nGraphPerRow, 8 * nGraphRow), dpi = 80, facecolor = 'w', edgecolor = 'k')
    for i in range(min(nCol, nGraphShown)):
        plt.subplot(nGraphRow, nGraphPerRow, i + 1)
        columnDf = df.iloc[:, i]
        if (not np.issubdtype(type(columnDf.iloc[0]), np.number)):
            valueCounts = columnDf.value_counts()
            valueCounts.plot.bar()
        else:
            columnDf.hist()
        plt.ylabel('counts')
        plt.xticks(rotation = 90)
        plt.title(f'{columnNames[i]} (column {i})')
    plt.tight_layout(pad = 1.0, w_pad = 1.0, h_pad = 1.0)
```

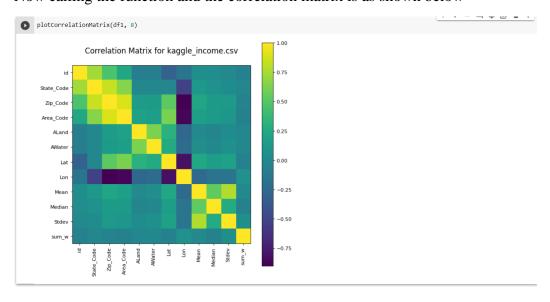
Now calling the function and the output plots are displayed as below.



Plotting a correlation matrix dropping the Nan columns

```
[5] # Correlation matrix
     def plotCorrelationMatrix(df, graphWidth):
    filename = df.dataframeName
         df = df.dropna('columns') # drop columns with NaN
          df = df[[col\ for\ col\ in\ df\ if\ df[[col].nunique()\ >\ 1]]\ \#\ keep\ columns\ where\ there\ are\ more\ than\ 1\ unique\ values
         if df.shape[1] < 2:
             print(f'No correlation plots shown: The number of non-NaN or constant columns ({df.shape[1]}) is less than 2')
             return
         corr = df.corr()
         \verb|plt.figure(num=None, figsize=(graphWidth, graphWidth), dpi=80, facecolor='w'|, edgecolor='k')|
         corrMat = plt.matshow(corr, fignum = 1)
         plt.xticks(range(len(corr.columns)), corr.columns, rotation=90)
         plt.yticks(range(len(corr.columns)), corr.columns)
         plt.gca().xaxis.tick_bottom()
         plt.colorbar(corrMat)
         plt.title(f'Correlation Matrix for {filename}', fontsize=15)
         plt.show()
```

Now calling the function and the correlation matrix is as shown below

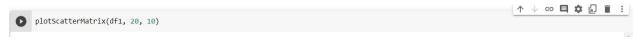


Now plotting the scatter and density plots and the plots are as shown below. These plots show the relation between each column to the other

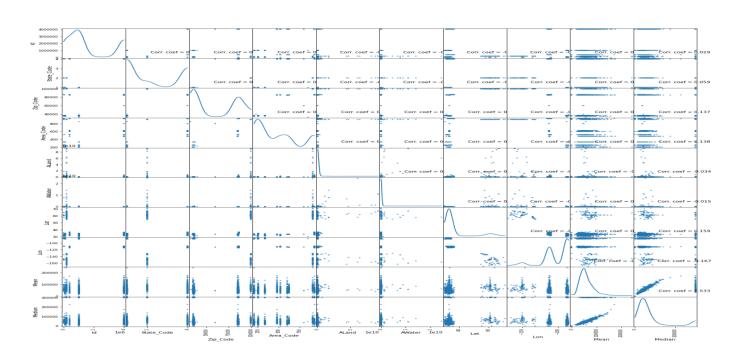
```
[6] # Scatter and density plots

def plotScatterMatrix(df, plotSize, textSize):
    df = df.select_dtypes(include =[np.number]) # keep only numerical columns
    # Remove rows and columns that would lead to df being singular
    df = df.dropna('columns')
    df = df[[col for col in df if df[col].nunique() > 1]] # keep columns where there are more than 1 unique values
    columnNames = list(df)
    if len(columnNames) > 10: # reduce the number of columns for matrix inversion of kernel density plots
        columnNames = columnNames[:10]
    df = df[columnNames]
    ax = pd.plotting.scatter_matrix(df, alpha=0.75, figsize=[plotSize, plotSize], diagonal='kde')
    corrs = df.corr().values
    for i, j in zip("plt.np.triu_indices_from(ax, k = 1)):
         ax[i, j].annotate('Corr. coef = %.3f' % corrs[i, j], (0.8, 0.2), xycoords='axes fraction', ha='center', va='center', size=textSize)
    plt.suptitle('Scatter and Density Plot')
    plt.show()
```

Plotting the scatter matrix plot



Scatter and Density Plot



Again, reading the data using a particular encoding and looking at the summary of the data

```
import numpy as np
import pandas as pd
import mapletib.pyplot as plt
import os

Loading the data and look at the data fields

df_income = pd_read_csv('kaggle_income.csv', encoding='ISO-8859-1')

df_income.info()

dif_income = pd_read_csv('kaggle_income.csv', encoding='ISO-8859-1')

df_income.info()

df_income = pd_read_csv('kaggle_income.csv', encoding='ISO-8859-1')

df_income.info()

df_income = pd_read_csv('kaggle_income.csv', encoding='ISO-8859-1')

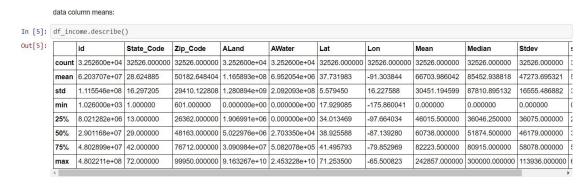
df_income.info()

df_income = pd_read_csv('kaggle_income.csv', encoding='ISO-8859-1')

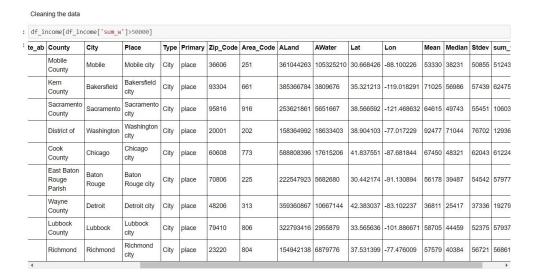
df_income.info()

df_income.info
```

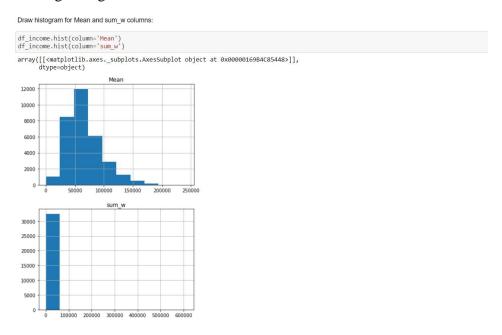
Looking at statistical values of all the columns.



Only taking the data with column sum_w>50000



Plotting histograms for the Mean and sum_w to remove the outliers and data of less frequency.



As we have seen that most data is below 2000 so we are taking the rows with sum_w values less than 2000 and plotting them to observe their distribution.

As we found there are very few sum_w greater than 2000 so we remove all the rows with huge sum_w value

: df_income = df_income[df_income['sum_w'] < 2000]
df_income.hist(column='sum_w')

: array([[<matplotlib.axes._subplots.AxesSubplot object at 0x00000169AF41EB08>]],
dtype=object)

sum_w

10000

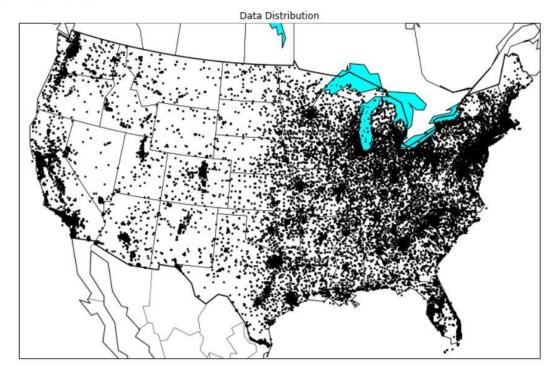
8000

4000

2000

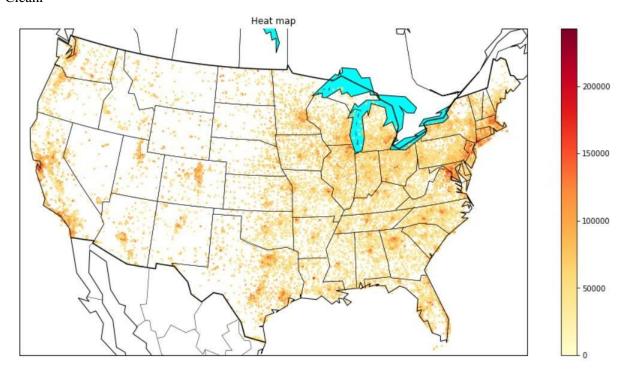
1000 1250 1500 1750

Now Using the Lat Long values in the data set plotting the values to find out the data distribution across the US map.



Now Using the sum_w values in the data set plotting the values to know the density of distribution using heat map across the US map.

Cleani



Cleaning and splitting the data set like drop the categorical columns and fill the empty values with zeros.

Cleaning the data and Spliting the data

Cleaning the data and then we are spliting the data into training data and test data:

```
from sklearn.model_selection import train_test_split

# Convert string to NaN

df_income['Area_Code_Num'] = pd.to_numeric(df_income['Area_Code'], errors='coerce')

# Convert NaN to 0

df_income['Area_Code_Num'].fillna(0, inplace=True)

# Convert string to number

dummies_Type = pd.get_dummies(df_income['Type'], prefix= 'Type')

dummies_Primary = pd.get_dummies(df_income['Primary'], prefix= 'Primary')

# Add number columns

df_income_new = pd.concat([df_income, dummies_Type, dummies_Primary], axis=1)

# Drop string columns

df_income_new = pd.concat([df_income, dummies_Type, dummies_Primary], axis=1)

# Drop string columns

df_income_new.drop(['id', 'state_Name', 'state_ab', 'County', 'City', 'Place', 'Type', 'Primary', 'Median', 'stdev', 'Area_Code', 'Mea

n'], axis=1, inplace=True)

# Split data into training data and cross validation data

X = df_income_new

y = df_income_new

y = df_income_['Mean']]

X.train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.1, random_state=3)

X_train.head(10)
```

| | State_Code | Zip_Code | ALand | AWater | Lat | Lon | sum_w | sum_w_n | Area_Code_Num | Type_Borough | Type_CDP | Type_City | 1 |
|-------|------------|----------|-----------|--------|-----------|-------------|-------------|-----------|---------------|--------------|----------|-----------|----|
| 4324 | 6 | 95843 | 1905258 | 0 | 38.721477 | -121.372725 | 1383.759579 | 71.288422 | 916.0 | 0 | 0 | 0 | (|
| 4961 | 8 | 80120 | 1852818 | 1620 | 39.596541 | -104.996668 | 754.663244 | 36.902432 | 303.0 | 0 | 0 | 0 | (|
| 17873 | 34 | 7652 | 4521063 | 7133 | 40.940233 | -74.054245 | 986.407272 | 49.569407 | 201.0 | 0 | 0 | 0 | (|
| 20030 | 36 | 14590 | 183852269 | 219965 | 43.171268 | -76.832549 | 263.424794 | 10.051663 | 315.0 | 0 | 0 | 0 | (|
| 25234 | 42 | 15902 | 874032 | 36914 | 40.296098 | -78.912390 | 462.085718 | 20.910337 | 814.0 | 0 | 0 | 0 | (|
| 1713 | 6 | 93292 | 1647669 | 0 | 36.485694 | -119.224771 | 98.198801 | 1.020519 | 559.0 | 0 | 1 | 0 | (|
| 1297 | 5 | 71941 | 1693718 | 0 | 34.234145 | -92.918641 | 77.430112 | -0.114684 | 501.0 | 0 | 0 | 0 | (|
| 813 | 4 | 85345 | 2569200 | 0 | 33.588530 | -112.228887 | 1607.183433 | 83.500622 | 623.0 | 0 | 0 | 0 | (|
| | _ | | | _ | | | | | | _ | _ | _ | Γ. |

Normalizing values of training and testing before applying them to a model.

Linear Regression Model

Before running linear regression, we have to normalize data.

```
from sklearn_pandas import DataFrameMapper
from sklearn.preprocessing import StandardScaler

mapper = DataFrameMapper([(X_train.columns, StandardScaler())])
scaled_features = mapper.fit_transform(X_train.copy())
X_train_scaled = pd.DataFrame(scaled_features, index=X_train.index, columns=X_train.columns)
scaled_features_test = mapper.fit_transform(X_test.copy())
X_test_scaled = pd.DataFrame(scaled_features_test, index=X_test.index, columns=X_test.columns)
X_train_scaled.head(10)
```

| | State_Code | Zip_Code | ALand | AWater | Lat | Lon | sum_w | sum_w_n | Area_Code_Num | Type_Borough | Type_CDP | Type_City | Туре |
|-------|------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|---------------|--------------|-----------|-----------|-------|
| 4324 | -1.393014 | 1.556447 | -0.093160 | -0.032725 | 0.174187 | -1.856751 | 2.564539 | 2.564539 | 1.392686 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 4961 | -1.270040 | 1.021685 | -0.093203 | -0.032717 | 0.331065 | -0.847246 | 0.844670 | 0.844670 | -1.246068 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 17873 | 0.328626 | -1.443057 | -0.091055 | -0.032691 | 0.571957 | 1.060206 | 1.478229 | 1.478229 | -1.685143 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 20030 | 0.451600 | -1.207086 | 0.053287 | -0.031686 | 0.971929 | 0.888937 | -0.498313 | -0.498313 | -1.194413 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 25234 | 0.820523 | -1.162463 | -0.093990 | -0.032550 | 0.456479 | 0.760725 | 0.044801 | 0.044801 | 0.953611 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 1713 | -1.393014 | 1.469684 | -0.093368 | -0.032725 | -0.226636 | -1.724340 | -0.950020 | -0.950020 | -0.144076 | -0.060799 | 5.850546 | -0.160521 | -0.02 |
| 1297 | -1.454501 | 0.743505 | -0.093331 | -0.032725 | -0.630286 | -0.102694 | -1.006799 | -1.006799 | -0.393747 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 813 | -1.515988 | 1.199395 | -0.092626 | -0.032725 | -0.746029 | -1.293078 | 3.175351 | 3.175351 | 0.131422 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 3130 | -1.393014 | 1.556447 | -0.093107 | -0.032725 | 0.171684 | -1.856601 | -0.165430 | -0.165430 | 1.392686 | -0.060799 | -0.170924 | -0.160521 | -0.02 |
| 26190 | 1.004984 | -0.706539 | -0.087384 | -0.032249 | -0.504653 | 0.578739 | 0.211881 | 0.211881 | 1.168844 | -0.060799 | -0.170924 | -0.160521 | -0.02 |

Applying the Linear regression model on the dataset and calculated the Variance, MSE and r^2 values.

Linear regression is a Linear approach of modelling the relationship between a dependent variable and one or more explanatory variables.

```
: from sklearn.linear_model import LinearRegression
from sklearn.metrics import explained_variance_score, mean_squared_error, r2_score
from sklearn.metrics import accuracy_score

model = LinearRegression()
model.fit(X_train_scaled, y_train)
y_pred = model.predict(X_test_scaled)

print('Explained variance score: %.2f' % explained_variance_score(y_test, y_pred))
print('Mean squared error: %.2f' % mean_squared_error(y_test, y_pred))
print('Variance score: %.2f' % r2_score(y_test, y_pred))

Explained variance score: -474365370888521252864.00

Mean squared error: 445689146398956562382430666752.00
Variance score: -474365370888521252864.00

The result is not so good, Linear regression is not suit for this dataset.
```

Applying Random forest regressor for the data set.

Random forest fits several classifying decision trees on various sub samples of the dataset and uses averaging to improve the predictive accuracy and control overfitting.

Random Forest Regressor Model

```
from sklearn.ensemble import RandomForestRegressor
from sklearn.metrics import explained_variance_score, mean_squared_error, r2_score

model = RandomForestRegressor(random_state=0, n_jobs=-1)
model.fit(X_train, y_train.values.ravel())
y_pred = model.predict(X_test)

print('Explained variance score: %.2f' % explained_variance_score(y_test, y_pred))
print('Mean squared error: %.2f' % mean_squared_error(y_test, y_pred))
print('Variance score: %.2f' % r2_score(y_test, y_pred))

Explained variance score: 0.52
Mean squared error: 452790907.35
Variance score: 0.52
We got a score of 0.52. Seems much better now.
```

Applying the KNN model on the dataset.

It is a supervised machine learning algorithm and is easy to implement that can be used to solve both classification and regression problems.

K Nearest Neighbors

```
from sklearn.neighbors import KNeighborsRegressor
knn = KNeighborsRegressor(n_neighbors=18)
knn.fit(X_train, y_train)
y_pred = knn.predict(X_test)
print('Explained variance score: %.2f' % explained_variance_score(y_test, y_pred))
print('Mean squared error: %.2f' % mean_squared_error(y_test, y_pred))
print('Variance score: %.2f' % r2_score(y_test, y_pred))

Explained variance score: 0.05
Mean squared error: 894799775.82
Variance score: 0.05
```

I tried the nearest neighbour algorithm, but still did not get a better result.

Applying the Naïve Bayes algorithms using Gaussian kernel.

It is a classification technique based on Bayes Theorem with an assumption of independence among the predictors. In simple terms, a Naïve Bayes classifier assumes that the presence of a particular feature in a class is unrelated to the presence of any other feature.

Naive Bayes algorithm

```
from sklearn.naive_bayes import GaussianNB

#Applying implement Naive Bayes algorithm
gnb_model = GaussianNB()
gnb_model.fit(X_train, y_train)
y_predict = gnb_model.predict(X_test)
print('Explained variance score: %.2f' % explained_variance_score(y_test, y_predict))
print('Mean squared error: %.2f' % mean_squared_error(y_test, y_predict))
print('Variance score: %.2f' % r2_score(y_test, y_predict))
C:\Users\bharg\anaconda3\lib\site-packages\sklearn\utils\validation.py:72: DataConversionWarning: A column-vector y was passed when a 1d
array was expected. Please change the shape of y to (n_samples, ), for example using ravel().
    return f(**kwargs)

Explained variance score: -0.63
Mean squared error: 1529959829.78
Variance score: -0.63
```

Applying the SVM model on the dataset.

SVM is a supervised machine learning algorithm, which can be used for classification or regression problems. SVM find the optimal boundary between the possible inputs.

```
#Create a svm Classifier
mode = svm.SVC(kernel='linear') # Linear Kernel
#Train the model using the training sets
model.fit(X_train, y_train)

#Predict the response for test dataset
y_pred = model.predict(X_test)
print('Explained variance score: %2f' % explained_variance_score(y_test,y_pred))
print('Mean squared error: %2f' % mean_squared_error(y_test,y_pred))
print('Wean squared error: %2f' % r2_score(y_test,y_pred))

//usr/local/lib/python3.6/dist-packages/sklearn/naive_bayes.py:206: DataConversionWarning: A column-vector y was passed when a 1d array was expected. Please change the shape of y to (n_y = column_or_id(y, warn=True)
Explained variance score: -0.642465
Mean_squared error: 152412048.178912
Variance score: -0.642469
```

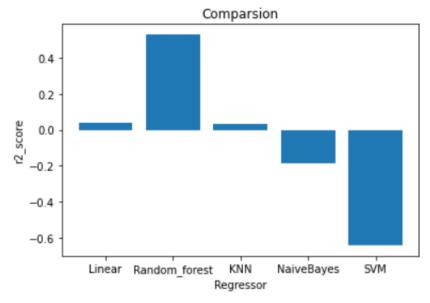
Comparing the results:

Variance, MSE and R^2 values are calculated for each model. Compared the variance r2_score for all the models.

```
mport numpy as np
mport matplotlib.pyplot as plt

= np.array([r2_score(y_test,y_pred_linear),r2_score(y_test,y_pred_rf),r2_score(y_test,y_pred_knn),r2_score(y_test,y_pred_nb),r2_score(y_test,y_stational content of the stational content of th
```

Text(0, 0.5, 'r2_score')



Conclusion:

We have applied regression as well as classification techniques for predicting the mean household income from the US income household dataset. From the above observation it is evident that Random forest regressor outperforms all the other applied models in this data set. Whereas SVM has high negative impact on the variable's correlation.

GitHub link: Click here for GitHub link for Code.

YouTube link: Click here for YouTube link for Project Video Presentation.