# Raw House Data Analysis

•••

By Ram Sunder on March 24, 2025

## **Table of Content**

- 1. Overview
- 2. Libraries used for EDA
- 3. Understanding Colums
- 4. Potential Issues to Address
- 5. Final Classification
- 6. Challenges(Future Warning)
- 7. Data Visualization
- 8. Summary
- 9. Question and Answers

## Overview

## **Initial Observations from the Dataset**

- Total Records: 5,000 rows
- Columns: 16
- Data Types:
  - Numerical: MLS, sold\_price, zipcode, longitude, latitude, lot\_acres, taxes, year\_built, bedrooms, fireplaces,bathrooms,garage,sqrt\_ft
  - Categorical (Objects): kitchen\_features, floor\_covering, HOA
- Missing Values:
  - lot\_acres (10 missing)
  - fireplaces (25 missing)
  - sqrt\_ft, garage, and HOA have None values (Need conversion to NaN)

## **Technology used in EDA**

- Google Collab
- Python
- Libraries
  - Pandas: Read, clean, and manipulate data
  - NumPy: Handle numerical operations
  - Matplotlib & Seaborn: Create plots

# **Understanding Dataset Columns**

Column Name	Description
MLS	Listing ID
sold_price	Sale price of the house
zipcode	Location identifier
longitude/latitude	Geographic location
lot_acres	Land area in acres
taxes	Annual property tax
year_built	Year house was built
bedrooms	Number of bedrooms
bathrooms	Number of bathrooms

Column Name	Description
sqrt_ft	Total square footage
garage	Number of garage spaces
kitchen_features	Kitchen specifications
fireplaces	Number of fireplaces
floor_covering	Type of flooring
НОА	Homeowners Association fee

## **Potential Issues to Address**

- 1. Bathrooms, Square Footage (sqrt\_ft), and Garage columns are objects
  - Convert them to appropriate numerical types.
- 2. Missing Values Handling
  - lot\_acres and fireplaces can be imputed or removed.
- 3. HOA contains None, which might indicate missing values
  - Need to check whether None means "No HOA" or a missing value.
- 4. Kitchen Features and Floor Covering are categorical
  - Need to encode or analyze further.

## **Potential Issues to Address**

## **Missing Values Summary:**

- lot\_acres → 10 missing
- bathrooms  $\rightarrow$  6 missing
- sqrt\_ft  $\rightarrow$  56 missing
- garage  $\rightarrow$  7 missing
- fireplaces  $\rightarrow$  25 missing

<del>→</del> MLS int64 sold price float64 zipcode int64 longitude float64 float64 latitude lot acres float64 taxes float64 year built int64 int64 bedrooms bathrooms float64 float64 sart ft float64 garage kitchen features object fireplaces float64 floor covering object HOA object dtype: object

[119] print(df.dtypes)

• HOA  $\rightarrow$  580 missing (possibly because many properties don't have HOA fees)

## **Potential Issues to Address**

## **Handle missing values:**

- lot\_acres, bathrooms, sqrt\_ft, garage, and fireplaces  $\rightarrow$  Fill with median or mode.
- $HOA \rightarrow Treat missing values as zero (if None means no HOA).$

## **Final Classification**

### **Numerical (Continuous & Discrete)**

• sold\_price, longitude, latitude, lot\_acres, taxes, year\_built, bedrooms, fireplaces, bathrooms, sqrt\_ft, garage, HOA

### **Categorical**

kitchen\_features, floor\_covering

### **Drop / Ignore**

MLS (just an ID, not useful for predictions)

## **Pandas/Seaborn Future Warning Fix**

```
Instead of: df['lot_acres'].fillna(df['lot_acres'].median(), inplace=True)
```

```
Use: df['lot_acres'] = df['lot_acres'].fillna(df['lot_acres'].median())
```

Instead of: sns.kdeplot(df['sold\_price'], shade= True, color= 'green')

Use: sns.kdeplot(df['sold\_price'], shade= True, color= 'green')

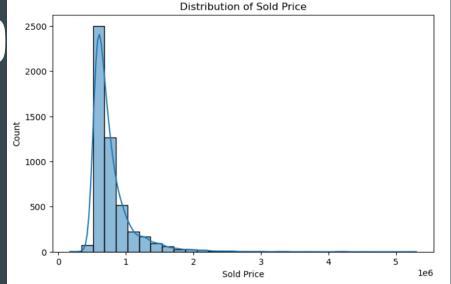
# Histogram (Frequency Plot)

Used for: Checking the distribution of a numerical variable.

- The X-axis: Value of the variable (e.g., sold\_price).
- The Y-axis: Count (frequency) of how many times a value appears.

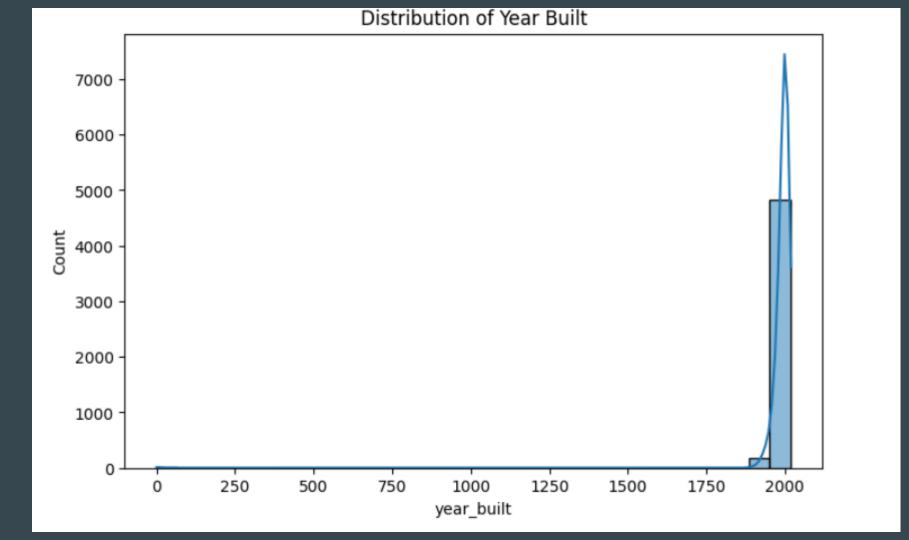
#### **Explanation**

- sns.histplot()  $\rightarrow$  Creates a histogram.
- bins=30  $\rightarrow$  Divides the data into 30 bins (smaller bins mean lower counts).
- ullet kde=True ullet Adds a smooth curve (Kernel Density Estimation) to show distribution shape.



#### **\*** Example:

If sold\_price values range from 100K to 1M, this plot shows how many houses fall in each price range.



## **Distribution Plot**

Used for: Checking if the data follows a normal distribution.

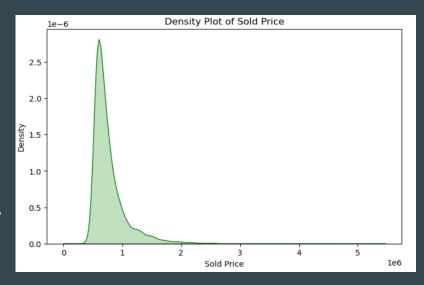
Similar to a histogram but focuses more on smooth curves.

#### **Explanation**

- sns.kdeplot()  $\rightarrow$  Creates a density plot.
- $\bullet$  shade=True  $\rightarrow$  Fills the area under the curve.
- This helps check if the data is skewed (left/right) or normally distributed.

#### **Example:**

If most house prices are between 200K-500K, the curve will peak there.



## **Pair Plot**

Used for: Checking relationships between multiple numerical variables.

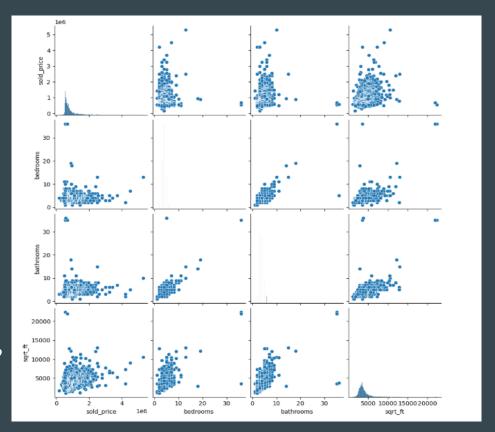
• It creates scatter plots + histograms for every combination.

#### **Explanation**

- sns.pairplot(df[columns])  $\rightarrow$  Plots all numerical columns.
- Helps detect correlations (e.g., larger houses have higher prices?).

#### **Example:**

- lacktriangle Sold Price vs Bedrooms ightarrow Do more bedrooms increase price?
- Sold Price vs sqrt\_ft  $\rightarrow$  Bigger houses  $\rightarrow$  Higher price?



## **Box and Whisker Plot (Boxplot)**

**Used for: Identifying outliers in numerical data.** 

Shows median, quartiles, and extreme values.

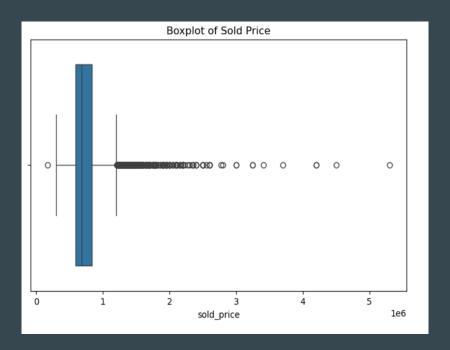
### **Explanation**

- sns.boxplot()  $\rightarrow$  Creates a box plot.
- The box shows Q1 (25%), median (50%), and Q3 (75%).
- Outliers appear as individual dots beyond whiskers.

#### **Example:**

If most houses are under 500K, but some are 5M+,

those 5M+ values will appear as outliers.



## **Outlier Detection with Boxplot**

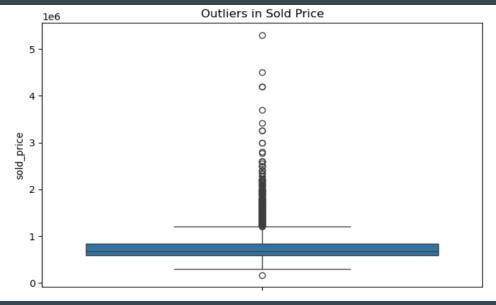
Used for: Identifying extreme values in specific columns.

#### **Explanation**

- sns.boxplot(y=df['sold\_price'])  $\rightarrow$  Detects extreme price points.
- Outliers = Dots beyond whiskers (data points far from median).

#### **Example:**

If 90% of house prices are below 1M, but some are 10M, those 10M houses are outliers



# **Correlation Matrix (Heatmap)**

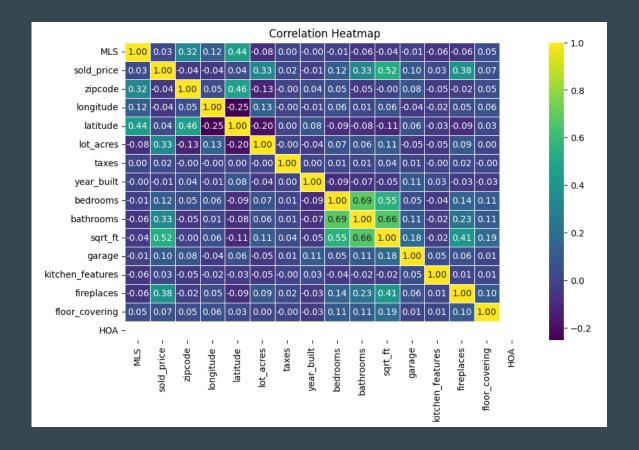
- Used for: Finding relationships between numerical columns.
- Shows which variables affect each other.

### **Explanation**

- $\circ$  df.corr()  $\rightarrow$  Calculates correlation between numerical columns.
- $\circ$  sns.heatmap()  $\rightarrow$  Displays it as a color-coded matrix.
- $\circ$  Closer to +1  $\rightarrow$  Strong positive correlation (e.g., more sqft  $\rightarrow$  higher price).
- $\circ$  Closer to -1  $\rightarrow$  Strong negative correlation.
- $\circ$  0 means no relation.

#### **Example:**

- $\circ$  Sold Price & Square Feet = 0.85  $\rightarrow$  Bigger houses cost more.
- $\circ$  Sold Price & Bedrooms = 0.40  $\to$  Weak relation (more bedrooms don't always mean higher price).



## **Summary of Exploratory Data Analysis (EDA)**

### **Key Insights & Steps**

- **✓** Understanding Data: Identified numerical & categorical columns
- ✓ Handling Missing Values: Used Mean/Median/Mode for imputation
- ✓ Data Distribution: Checked skewness & outliers using histograms & boxplots
- ✓ Correlation Analysis: Found relationships using heatmaps & pair plots
- ✓ Outlier Detection: Used boxplots method to detect extreme values

#### **Visualizations Used**

✓ Histogram , Boxplot, Pairplot, Heatmap

### **Conclusion**

✓ The dataset has been successfully cleaned and saved as a CSV file, ensuring it is ready for further data analysis and insights.

# **Question and Answer**