```
import random
import pandas as pd
import numpy as np
import seaborn as sns
import matplotlib.pyplot as plt
houses = pd.read csv('https://raw.githubusercontent.com/PaoloMissier/CSC3831-2021-22/main/IMPUTATION/TARGET-DATASETS/ORIGIN/
#Overview of the dataset
houses.info()
     <class 'pandas.core.frame.DataFrame'>
     RangeIndex: 20640 entries, 0 to 20639
    Data columns (total 9 columns):
     # Column
                              Non-Null Count Dtype
         median_house_value 20640 non-null float64
     0
                              20640 non-null
                                               float64
         median income
         housing_median_age 20640 non-null float64
          total_rooms
                              20640 non-null
                                               float64
         total_bedrooms
                              20640 non-null float64
          population
                              20640 non-null
                                               float64
          households
                              20640 non-null float64
          latitude
                              20640 non-null
                              20640 non-null float64
         longitude
     dtypes: float64(9)
    memory usage: 1.4 MB
## distribution of each numeric colum
houses.columns
     Index(['median_house_value', 'median_income', 'housing_median_age',
             'total_rooms', 'total_bedrooms', 'population', 'households', 'latitude',
            'longitude'],
           dtype='object')
plotting utility
## plotting utility
import matplotlib.pyplot as plt
import numpy as np
from math import ceil
##
## type= {boxplot, kdeplot}
def plot_distributions(data, columns, type='boxplot', title=None):
    print("plotting columns {c}".format(c=list(columns)))
    if type not in {'boxplot', 'dkeplot'}:
    print("type= {boxplot, dkeplot} only are supported")
    ## grid size depends on number of columns
    ## max 4 columns in the grid
    maxCols = 4
    if len(columns) < 4:</pre>
        numCols = len(columns)
       numCols = maxCols
    numRows = ceil(len(columns) / 4)
    print("grid is {0}x{1}".format(numRows, numCols))
    fig, axs = plt.subplots(numRows, numCols)
    fig.suptitle(title)
    fig.set_figwidth(5*numCols)
    fig.set_figheight(3*numCols)
    fig.tight_layout(pad=5.0)
    print(axs)
          handle special axes
```

if numRows == 1 and numCols == 1:

```
c = columns[0]
    # axes is a scalar
    if type == 'boxplot':
        sns.boxplot(data=data, x=c, ax=axs)
       sns.kdeplot(data=data, x=c, ax=axs)
    axs.set_title(c)
elif numRows == 1:
   i = 0
    # axes is a 1D array
    for c in columns:
      print("column {c}".format(c=c))
        if type == 'boxplot':
           sns.boxplot(data=data, x=c, ax=axs[i])
            sns.kdeplot(data=data, x=c, ax=axs[i])
        axs[i].set_title(c)
        i = i+1
else:
# general case of a 2D grid
    i=i=0
    for c in columns:
        print("column {c}".format(c=c))
        if type == 'boxplot':
            print("plotting on axes [{0},{1}]".format(i,j))
            sns.boxplot(data=data, x=c, ax=axs[i,j])
            sns.kdeplot(data=data, x=c, ax=axs[i,j])
        axs[i,j].set_title(c)
        j = j+1
        if j == 4:
            i = i+1
            j= 0
```

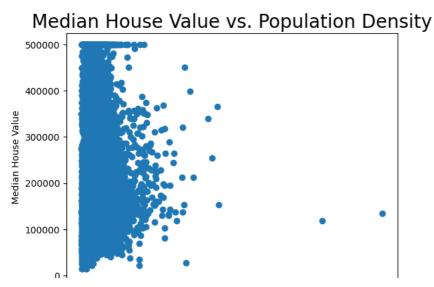
Descriptive analytics: start by looking at raw statistics for the features in this dataset, what sort of story are they telling?

feel free to use the plot utility defined above

```
# Display descriptive statistics
descriptive_stats = houses.describe()
print(descriptive stats)
```

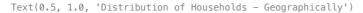
plt.show()

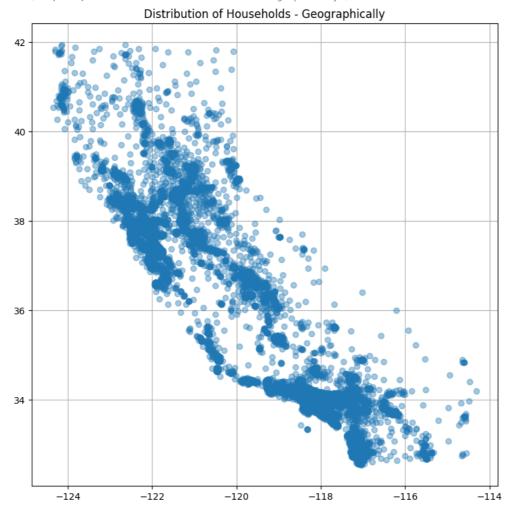
```
print(descriptive_stats)
           median_house_value median_income housing_median_age
                                                                     total_rooms
                 20640.000000
                                20640.000000
                                                     20640.000000
                                                                   20640.000000
    count
                206855.816909
                                     3.870671
                                                        28.639486
                                                                     2635.763081
    mean
                115395.615874
                                     1.899822
                                                        12.585558
                                                                     2181.615252
    std
                 14999.000000
                                     0.499900
                                                         1.000000
                                                                        2.000000
    min
                                                        18.000000
    25%
                119600.000000
                                     2.563400
                                                                     1447.750000
                                                        29.000000
                                     3.534800
    50%
                179700.000000
                                                                     2127.000000
                264725.000000
                                     4.743250
                                                        37.000000
                                                                     3148.000000
    75%
                                                        52.000000 39320.000000
    max
                500001.000000
                                    15.000100
           total_bedrooms
                              population
                                            households
                                                             latitude
                                                                          longitude
             20640.000000
                            20640.000000
                                          20640.000000
                                                        20640.000000
                                                                       20640.000000
    count
               537.898014
                                                           35.631861
                             1425.476744
                                            499.539680
                                                                       -119.569704
    mean
               421.247906
                             1132.462122
                                            382.329753
    std
                                                            2.135952
                                                                           2.003532
                 1.000000
                                3.000000
                                              1.000000
                                                            32.540000
                                                                        -124.350000
    min
               295.000000
                              787.000000
                                            280.000000
                                                           33.930000
                                                                        -121.800000
    25%
    50%
               435.000000
                             1166.000000
                                            409.000000
                                                            34.260000
                                                                        -118.490000
               647.000000
                             1725.000000
                                            605.000000
                                                                        -118.010000
                                                            37.710000
    75%
                           35682.000000
              6445.000000
                                           6082.000000
                                                           41.950000
                                                                        -114.310000
    max
# Scatter plot of median house value vs. population
plt.scatter(houses["population"], houses["median_house_value"])
plt.title("Median House Value vs. Population Density", size=20)
plt.xlabel("Population Density")
plt.ylabel("Median House Value")
```



The above plot indicates that there is no clear or strong linear relationship between the two variables. Most of the data points are clustered at the lower end of population density, suggesting that the majority of the blocks have a lower population density, with house values spread across a wide range.

```
plt.figure(figsize=(9,9))
plt.scatter(houses["longitude"], houses["latitude"], alpha=0.4, zorder=10)
plt.grid()
plt.title("Distribution of Households - Geographically")
```



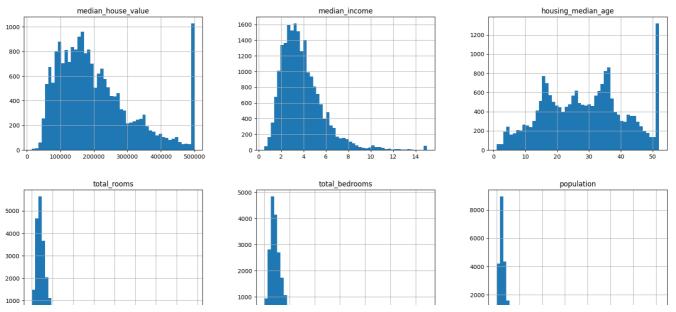


Here, it can be seen that there are two parts where the value of houses are high, these majorly consist of metro cities of California(i.e. San Francisco and Los Angeles). This shows that location is an important factor as well in determining the value of the houses.

## 15/12/2023, 14:04

# Histograms for each feature
houses.hist(bins=50, figsize=(20,15))
plt.show()

# Box plots for each feature
plt.figure(figsize=(20, 10))
sns.boxplot(data=houses)
plt.xticks(rotation=45)
plt.title('Boxplot of Housing Features')
plt.show()



Part 1: The histograms reveal varied distributions across housing features. The median house value and total rooms show right-skewed distributions, indicating a concentration of lower values with fewer high-value houses and large properties. Median income appears normally distributed, suggesting an even spread around a central value. Population is also right-skewed, with fewer densely populated areas. The housing median age is bimodal, indicating two common ages for houses. Latitude and longitude histograms display clusters, reflecting concentrated geographic areas within California.

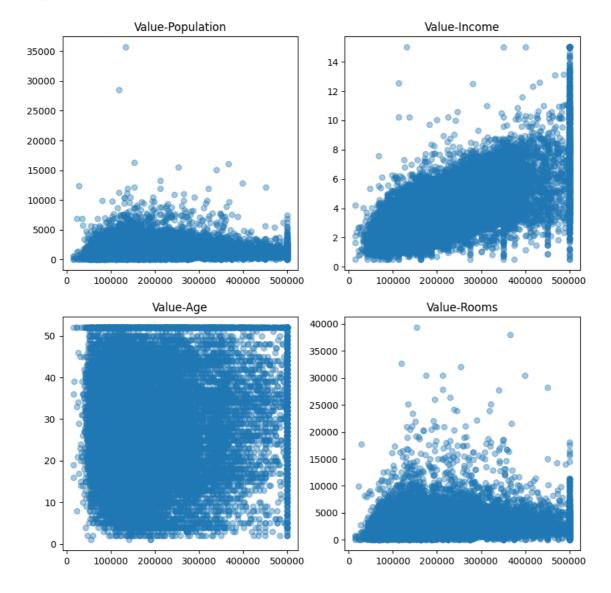
Part 2: The boxplot illustrates that the median house value has a wide interquartile range and numerous outliers, indicating a varied and skewed housing market in California. Other features like income, age, rooms, and population exhibit tighter distributions with fewer outliers, suggesting more uniformity in these aspects across the dataset. The scale disparity between house values and other features makes it challenging to visually compare their distributions directly.

correlation\_matrix = houses.corr()
print(correlation\_matrix)

_						
median_house_value median_income housing_median_age total_rooms total_bedrooms population households latitude longitude	0. 0. 0. 0. -0.	e_value 000000 688075 105623 134153 050594 024650 065843 144160 045967	1.0 -0.1 0.1 -0.0 0.0	ncome hous 88075 00000 19034 98050 08093 04834 13033 79809	ing_median_age	
median_house_value median_income housing_median_age total_rooms total_bedrooms population households latitude longitude	total_rooms     0.134153     0.198050     -0.361262     1.000000     0.929893     0.857126     0.918484     -0.036100     0.044568	-	bedrooms 0.050594 0.008093 0.320485 0.929893 1.000000 0.878026 0.979829 0.066318 0.068378	population -0.024650 0.004834 -0.296244 0.857126 0.878026 1.000000 0.907222 -0.108785 0.099773	0.065843 0.013033 -0.302916 0.918484 0.979829 0.907222 1.000000 -0.071035	\
housing_median_age total_rooms total_bedrooms population households latitude	-0.144160 -0.079809 -0.0011173 -0.036100 0.0066318 -0.108785 0.0071035 0.000000 -0.0018785 0.000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.0018785 0.0000000 -0.00000000 -0.00000000 -0.00000000	ngitude 0.045967 0.015176 0.108197 0.044568 0.068378 0.099773 0.055310 0.924664				

The matrix provided is a correlation matrix of various housing-related features. It shows how each pair of variables is related. For instance, 'median\_house\_value' has a strong positive correlation with 'median\_income' (0.688), suggesting that higher income is associated with more expensive houses. There's a notable high positive correlation between 'total\_rooms' and 'total\_bedrooms' (0.929), 'total\_rooms' and 'households' (0.918), as well as 'total\_bedrooms' and 'households' (0.978), indicating that larger houses or more populated areas have more rooms and bedrooms. The negative correlation between 'latitude' and 'longitude' (-0.924) might reflect a geographic pattern specific to California.

```
fig, ax = plt.subplots(2, 2, figsize=[10, 10])
ax[0, 0].scatter(houses["median_house_value"], houses["population"], alpha=0.4)
ax[0, 0].set_title("Value-Population")
ax[0, 1].scatter(houses["median_house_value"], houses["median_income"], alpha=0.4)
ax[0, 1].set_title("Value-Income")
ax[1, 0].scatter(houses["median_house_value"], houses["housing_median_age"], alpha=0.4)
ax[1, 0].set_title("Value-Age")
ax[1, 1].scatter(houses["median_house_value"], houses["total_rooms"], alpha=0.4)
ax[1, 1].set_title("Value-Rooms")
plt.show()
```



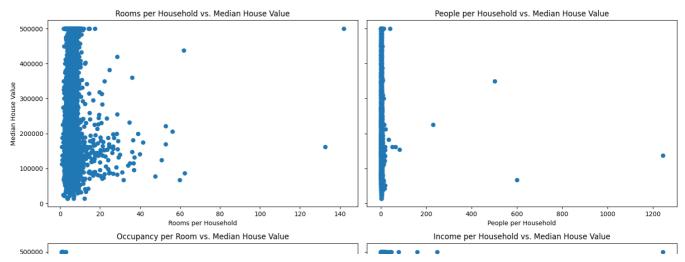
The above plot shows that there is no direct correlation between any of the above features except the median income.

# feature normalisation

Some of the features need to be normalised before any conclusion can be drawn

For deeper insights into the housing dataset, we can create normalized features that reflect ratios or proportions of existing variables. These new metrics can uncover underlying trends that are not immediately apparent from the raw data. For instance, understanding the number of rooms per household or the income per household can give us a more nuanced view of the living conditions and economic status within each area.

```
# Calculate normalized features
houses normalised = houses.copy()
houses_normalised['rooms_per_household'] = houses['total_rooms'] / houses['households']
houses_normalised['people_per_household'] = houses['population'] / houses['households']
houses_normalised['occupancy_per_room'] = houses['population'] / houses['total_rooms']
houses_normalised['income_per_household'] = houses['median_income'] / houses['households']
# Display the new features
print(houses_normalised[['rooms_per_household', 'people_per_household', 'occupancy_per_room', 'income_per_household']].head()
        rooms_per_household people_per_household occupancy_per_room
    0
                  6.984127
                                         2.555556
                                                              0.365909
                  6.238137
                                         2.109842
                                                             0.338217
    1
                                         2.802260
                  8.288136
                                                             0.338105
                  5.817352
                                         2.547945
                                                             0.437991
    3
    4
                  6.281853
                                         2.181467
                                                             0.347265
       income_per_household
    0
                   0.066073
                    0.007295
                    0.041002
    3
                    0.025768
                   0.014850
#Plotting the new Features with the Median House Value
fig, axes = plt.subplots(2, 2, figsize=(15, 10), sharey=True)
# Rooms per Household vs. Median House Value
axes [0,\ 0]. scatter (houses\_normalised ['rooms\_per\_household'], \ houses ['median\_house\_value']) \\
axes[0, 0].set_title('Rooms per Household vs. Median House Value')
axes[0, 0].set_xlabel('Rooms per Household')
axes[0, 0].set_ylabel('Median House Value')
# People per Household vs. Median House Value
axes[0, 1].scatter(houses_normalised['people_per_household'], houses['median_house_value'])
axes[0, 1].set_title('People per Household vs. Median House Value')
axes[0, 1].set_xlabel('People per Household')
# Occupancy per Room vs. Median House Value
axes[1, 0].scatter(houses_normalised['occupancy_per_room'], houses['median_house_value'])
axes[1, 0].set_title('Occupancy per Room vs. Median House Value')
axes[1, 0].set_xlabel('Occupancy per Room')
axes[1, 0].set_ylabel('Median House Value')
# Income per Household vs. Median House Value
axes[1, 1].scatter(houses_normalised['income_per_household'], houses['median_house_value'])
axes[1, 1].set_title('Income per Household vs. Median House Value')
axes[1, 1].set_xlabel('Income per Household')
plt.tight_layout()
plt.show()
```



The scatter plots depict 'Rooms per Household,' 'People per Household,' 'Occupancy per Room,' and 'Income per Household' against 'Median House Value,' showing that more rooms or people do not necessarily equate to higher house values. However, there is a positive association between 'Income per Household' and house values, suggesting income is a more significant predictor of housing prices than the size or occupancy of the home.

## record identification

Based on analysis of the normalised features, try and pinpoint specific records that may be outliers, and explain why

We will analyse the link between the median home value and four important parameters i.e. rooms per household, individuals per household, occupancy per room, and income per household to examine outliers. These measures are important because they showcase the living conditions, household size, and financial capacity, all of which are essential for determining the affordability and worth of housing.

```
# Function to calculate IQR and identify outliers
def find_outliers(data, feature_name):
    Q1 = data[feature_name].quantile(0.25)
   Q3 = data[feature_name].quantile(0.75)
    IOR = 03 - 01
    \text{outliers = data[(data[feature\_name] < (Q1 - 1.5 * IQR)) | (data[feature\_name] > (Q3 + 1.5 * IQR))] } 
    return outliers
# Finding outliers for each normalized feature
outliers_rooms_per_household = find_outliers(houses_normalised, 'rooms_per_household')
outliers_people_per_household = find_outliers(houses_normalised, 'people_per_household')
outliers_occupancy_per_room = find_outliers(houses_normalised, 'occupancy_per_room')
outliers_income_per_household = find_outliers(houses_normalised, 'income_per_household')
# Printing the indices of the outliers
print("Outliers for Rooms per Household:", outliers_rooms_per_household.index)
print("Outliers for People per Household:", outliers_people_per_household.index)
print("Outliers for Occupancy per Room:", outliers_occupancy_per_room.index)
print("Outliers for Income per Household:", outliers_income_per_household.index)
    Outliers for Rooms per Household: Int64Index([ 73,
                                                             155.
                                                                    511.
                                                                           512.
                                                                                   514.
                                                                                          517.
                                                                                                 710.
                                                                                                       1022. 1023.
                  1024.
                 20112, 20113, 20335, 20389, 20395, 20408, 20426, 20428, 20436,
                20462]
               dtype='int64', length=511)
    Outliers for People per Household: Int64Index([
                                                               91.
                                                                      92.
                                                                             200.
                                                                                           435.
                                                                                                  457.
                                                                                                          459.
                                                                                                                 460.
                  537,
                 20311, 20312, 20318, 20324, 20352, 20353, 20393, 20513, 20527,
                206011.
               dtype='int64', length=711)
                                                                                         170,
    Outliers for Occupancy per Room: Int64Index([
                                                     73,
                                                             88,
                                                                    89.
                                                                           91,
                                                                                   92,
                                                                                                187.
                                                                                                       188.
                                                                                                               192,
                  196,
                20307, 20311, 20312, 20318, 20323, 20324, 20352, 20353, 20527,
                20548],
               dtype='int64', length=1555)
    Outliers for Income per Household: Int64Index([
                                                                2.
                                                                      59.
                                                                             61.
                                                                                     73.
                                                                                           121.
                                                                                                  131.
                                                                                                         134.
                  137.
                20513, 20573, 20575, 20576, 20578, 20583, 20617, 20620, 20625,
                206271.
               dtype='int64', length=1523)
```

```
Clean Data Frame (Without Outliers)
features = ['rooms_per_household', 'people_per_household', 'occupancy_per_room', 'income_per_household']
all outlier indices = []
# Finding outlier indexes
for feature in features:
    feature_outliers = find_outliers(houses_normalised, feature)
    all_outlier_indices.extend(feature_outliers.index)
#Remove duplicates
all_outlier_indices = list(set(all_outlier_indices))
# New DataFrame excluding the outliers
clean_houses_normalised = houses_normalised.drop(all_outlier_indices)
#Print all indexes of Outliers
outliers.index.tolist()
      15708,
      15715,
      15750,
      15751,
      15752,
      15775,
      16121,
      16122.
      16126.
      16170,
      16642,
      16935,
      17067,
      17237,
      17306,
      17321,
      17819,
      18168,
      20273,
      20322,
      20443,
      922,
      3603,
      6057,
      6061,
      6065,
      6066,
      6338,
      9018,
      9019,
      9040,
      9122,
      9145,
      9166,
      9183,
      9697,
      9744,
      9880,
      10309,
      12106,
      12132,
      12137,
      12152,
      12201,
      12215,
      12623,
      13098,
      13139,
      13176,
      13382,
      13387,
      13890,
      15360.
      15413,
      15459,
      17413,
      18985,
      20451]
Correlation Table
houses_normalised_clean.corr()["median_house_value"][1:].sort_values(ascending=False)
    median income
                              0.707041
```

0.166528

rooms\_per\_household

```
0.149827
total rooms
housing_median_age
                        0.101292
                        0.085428
house_value_per_room
households
                        0.069222
income_per_household
                        0.058507
total_bedrooms
                       0.051805
people_per_household
                      -0.022863
population
                       -0.023192
                       -0.033731
occupancy per room
longitude
                       -0.046955
latitude
                       -0.144065
Name: median_house_value, dtype: float64
```

have you completely solved the problem? how do we know for sure?

we may have removed too much (FP) or too little (FN). Can you suggest empirical validation of your findings?

Ans 1: I have provided a framework to identify and remove outliers based on statistical methods, but absolute certainty in data cleaning is challenging. To verify the solution's completeness, one would examine model performance, data consistency, and domain-specific benchmarks. If removing outliers results in better model accuracy and validation against real-world expectations, we can be more confident in the cleaning process.

Ans 2: To empirically validate the outlier removal, we could compare predictive model performances on datasets before and after cleaning. We can see that there has been an increase/improvement in each of the corrections comapred above, rooms\_per\_household, people\_per\_household has increased significantly hence, indicating that we have removed right number of outliers.

# next, try using LOF and / or KNN and see if the results align with your empirical analysis

```
from sklearn.neighbors import LocalOutlierFactor
from numpy import where
from sklearn.neighbors import LocalOutlierFactor
# Initialize the LOF model.
lof_model = LocalOutlierFactor(n_neighbors=20, contamination='auto')
# The fit_predict method returns 1 for normal data points and -1 for outliers
lof_predictions = lof_model.fit_predict(clean_houses_normalised[['rooms_per_household',
                                                           'people_per_household',
                                                           'occupancy_per_room',
                                                          'income_per_household']])
# Adding predictions to DataFrame
clean_houses_normalised['lof_outliers'] = lof_predictions
# Filtering outliers identified by LOF
lof_outliers = clean_houses_normalised[clean_houses_normalised['lof_outliers'] == -1]
# Determine the indices of the outliers
outlier_indices_lof = clean_houses_normalised.index[lof_predictions == -1].tolist()
# New dataframe excluding outliers
houses_normalised_clean_lof = pd.concat([houses_normalised, lof_outliers]).drop_duplicates(keep=False)
# Print the outliers' indices
print("Number of outliers identified by LOF:", len(outlier_indices_lof))
# Print all indexes of Outliers
lof_outliers.index.tolist()
    Number of outliers identified by LOF: 30
    [1605.
      2901.
      3062.
     3096,
     9168,
      9803,
      9804,
      9805,
      11261,
      11530.
      11534,
      11535.
      12355.
      12356.
      12370,
      12388,
      14488,
      14555.
```

```
15171,

15347,

15394,

15666,

17191,

17493,

17720,

17822,

17840,

18347,

18680,

19318]
```

#### Correlation Table

houses\_normalised\_clean\_lof.corr()["median\_house\_value"][1:].sort\_values(ascending=False)

```
0.687855
median_income
rooms_per_household
                        0.152765
total_rooms
                        0.134035
housing_median_age
                        0.105440
house_value_per_room
                        0.091761
                        0.065391
households
income_per_household
                       0.057422
total bedrooms
                       0.050300
people_per_household -0.023685
population
                       -0.024732
occupancy_per_room
                      -0.033572
longitude
                       -0.046927
latitude
                      -0.143402
lof_outliers
                             NaN
Name: median_house_value, dtype: float64
```

# Your overall conclusions here

Difference in Correlations for Outliers found Manually and Outliers found by LOF

diff = houses\_normalised\_clean\_lof.corr()["median\_house\_value"][1:] - houses\_normalised\_clean.corr()["median\_house\_value"][1
diff.sort\_values(ascending=False)

```
house_value_per_room
                        0.006332
housing_median_age
                        0.004148
                        0.000663
latitude
                        0.000159
occupancy_per_room
                       0.000027
longitude
people_per_household
                      -0.000822
income_per_household -0.001085
total_bedrooms
                       -0.001505
population
                      -0.001540
households
                      -0.003830
rooms_per_household -0.013762
                      -0.015791
total rooms
                      -0.019186
median income
                            NaN
lof outliers
Name: median_house_value, dtype: float64
```

Since LOF focused on multiple factors, it may have produced a more restrictive idea, manual outlier detection probably found more outliers than LOF since it was based on more comprehensive criteria that took into account the particular context of each characteristic. Although the amount of outliers found in each technique varies, the consistency in correlation values indicates that both approaches maintain the general links in the data.

Both manual detection and LOF produced findings that were comparable when it came to the correlation between each element and the median house value, confirming the strength of the underlying links. A more detailed view of the data is made possible by normalised variables like "rooms\_per\_household," "people\_per\_household," and "income\_per\_household," which provide contextually deeper insights than basic figures.

Median Income: The correlation between median income and house value remains consistent across both outlier detection methods, underscoring income as a stable predictor of housing prices.

Total Rooms/Bedrooms: Both methods show a weak correlation for total rooms and bedrooms with house value, suggesting these raw counts alone don't strongly influence value.

Population/Household: Population and household size have similarly low correlations in both methods, indicating they are less significant in predicting house value when considered independently.

People Per Household: This normalized feature, which adjusts population counts for household size, does not significantly alter the correlation with house value, maintaining a consistent relationship across methods.

Housing Median Age: The age of housing shows a slight correlation with value, with little variation between the manual and LOF approaches, pointing to a minor influence on value.

Longitude/Latitude(Area): The geographical coordinates correlate weakly with house value, implying that while location matters, the specific area is indeed quite decisive as other factors.

Normalization of features such as 'rooms\_per\_household' and 'income\_per\_household' provides a more relevant context for analysis than the raw totals, which is reflected in the stable correlations post-normalization, regardless of the outlier detection technique used.

# Data Imputation and Machine Learning

```
import pandas as pd
from sklearn.impute import KNNImputer
from sklearn.experimental import enable_iterative_imputer
from sklearn.impute import IterativeImputer
from sklearn.ensemble import RandomForestRegressor
from sklearn.model_selection import train_test_split
from sklearn.metrics import mean_squared_error
# Load original dataset
houses = pd.read_csv('https://raw.githubusercontent.com/PaoloMissier/CSC3831-2021-22/main/IMPUTATION/TARGET-DATASETS/ORIGINA
# Loading dataset with missing values
missing_houses = pd.read_csv("https://raw.githubusercontent.com/PaoloMissier/CSC3831-2021-22/main/IMPUTATION/TARGET-DATASETS
missing houses.info()
# Define features and target
features = missing_houses.drop('median_house_value', axis=1)
target = missing_houses['median_house_value']
# Number of Missing Data
missing_houses.isnull().sum()
    <class 'pandas.core.frame.DataFrame'>
    RangeIndex: 20640 entries, 0 to 20639
    Data columns (total 10 columns):
        Column
                             Non-Null Count Dtvpe
         Unnamed: 0
                              20640 non-null
                                              int64
         median_house_value 20640 non-null
                                              float64
                              10320 non-null
         median_income
                                              float64
         housing_median_age 10320 non-null
                                              float64
         total_rooms
                              20640 non-null
                                             float64
         total_bedrooms
                              20640 non-null
                                              float64
         population
                              10320 non-null float64
                                              float64
         households
                              20640 non-null
                                              float64
         latitude
                              20640 non-null
         longitude
                              20640 non-null
                                              float64
    dtypes: float64(9), int64(1)
    memory usage: 1.6 MB
                               0
    Unnamed: 0
    median_house_value
                               0
                          10320
    median income
    housing_median_age
                          10320
    total_rooms
                               0
    total_bedrooms
    population
                           10320
    households
                               0
     latitude
                               0
    longitude
                               0
    dtype: int64
```

It's visible that half of the dataset is missing, let's try to put that in with Imputation. We are using KNN and MICE Imputation.

### KNN Imputation

```
housing_median_age 0
total_rooms 0
total_bedrooms 0
population 0
households 0
latitude 0
longitude 0
dtype: int64
```

# Print the Dataset
houses\_imputed\_knn.head()

	Unnamed: 0	median_house_value	median_income	housing_median_age	total_rooms	total_bedrooms	population	households	li
0	0.0	452600.0	8.3252	41.0	880.0	129.0	783.4	126.0	_
1	1.0	358500.0	8.3014	21.0	7099.0	1106.0	1857.4	1138.0	
2	2.0	352100.0	7.2574	52.0	1467.0	190.0	961.8	177.0	
3	3.0	341300.0	5.6431	52.0	1274.0	235.0	961.2	219.0	
4	4.0	342200.0	3.8462	52.0	1627.0	280.0	565.0	259.0	

MICE Imputation

```
missing_houses_copy_mice = missing_houses.copy()
```

```
mice_imputer = IterativeImputer()
```

houses\_imputed\_mice = mice\_imputer.fit\_transform(missing\_houses\_copy\_mice)

houses\_imputed\_mice = pd.DataFrame(houses\_imputed\_mice, columns=[missing\_houses\_copy\_mice.columns])

# Print the total of missing values

houses\_imputed\_mice.isnull().sum()

Unnamed: 0 median\_house\_value 0 median\_income 0 housing\_median\_age 0 total\_rooms 0 total\_bedrooms 0 population 0 households Ω latitude 0 longitude 0 dtype: int64

# Print the Dataset
houses\_imputed\_mice.head()

	Unnamed: 0	median_house_value	median_income	housing_median_age	total_rooms	total_bedrooms	population	households	li
0	0.0	452600.0	8.3252	41.0	880.0	129.0	-96.195769	126.0	
1	1.0	358500.0	8.3014	21.0	7099.0	1106.0	3155.159757	1138.0	
2	2.0	352100.0	7.2574	52.0	1467.0	190.0	224.192024	177.0	
3	3.0	341300.0	5.6431	52.0	1274.0	235.0	302.242675	219.0	
4	4.0	342200.0	3.8462	52.0	1627.0	280.0	565.000000	259.0	

# Print the total counts for different categories of the table

print("Number of Median Income Values:", houses\_imputed\_mice[houses\_imputed\_mice["median\_income"] < 0].count().sum())
print("Number of Housing Median Age Values:", houses\_imputed\_mice[houses\_imputed\_mice["housing\_median\_age"] < 0].count().sum
print("Number of Population Values:", houses\_imputed\_mice[houses\_imputed\_mice["population"] < 0].count().sum())</pre>

Number of Median Income Values: 55 Number of Housing Median Age Values: 49 Number of Population Values: 122

Results after Imputation (Comparison of With Imputation, KNN Imputation and MICE Imputation)

print("Median Income Mean without Imputation", float(houses["median\_income"].mean()))
print("Median Age Mean without Imputation", float(houses["housing\_median\_age"].mean()))
print("Population Mean without Imputation", float(houses["population"].mean()))

Median Income Mean without Imputation 3.8706710029069766 Median Age Mean without Imputation 28.639486434108527

Population Mean without Imputation 1425.4767441860465

```
print("Median Income Mean with KNN Imputation", float(houses_imputed_knn["median_income"].mean()))
print("Median Age Mean with KNN Imputation", float(houses_imputed_knn["housing_median_age"].mean()))
print("Population Mean with KNN Imputation", float(houses_imputed_knn["population"].mean()))

Median Income Mean with KNN Imputation 3.903846656007752
Median Age Mean with KNN Imputation 26.72514534883721
Population Mean with KNN Imputation 1258.0301647286822

print("Median Income Mean with MICE Imputation", float(houses_imputed_mice["median_income"].mean()))
print("Median Age Mean with MICE Imputation", float(houses_imputed_mice["housing_median_age"].mean()))
print("Population Mean with MICE Imputation", float(houses_imputed_mice["population"].mean()))
Median Income Mean with MICE Imputation 3.926758785099673
Median Age Mean with MICE Imputation 26.920553417948057
Population Mean with MICE Imputation 1345.2866908384576
```

After KNN imputation, the median income mean rises, hinting KNN might overestimate incomes based on wealthier neighbors, while a drop in median age and population mean suggests KNN leans towards newer, sparser areas. In contrast, MICE imputation subtly lowers the median income, minimally alters median age, and moderately reduces population mean, indicating a tempered adjustment that keeps the data more aligned with its original state. MICE proves to be more conservative, maintaining the dataset's integrity more effectively than KNN.

SCALING - Scaling is also important in order to confirm that the model can be used for larger datasets.

```
from sklearn.preprocessing import StandardScaler, MinMaxScaler, RobustScaler
import pandas as pd
scaler_standard_knn = StandardScaler()
scaler_minmax_knn = MinMaxScaler()
scaler_robust_knn = RobustScaler()
# List of scalers
knn_scalers = [scaler_standard_knn, scaler_minmax_knn, scaler_robust_knn]
houses_imputed_knn_scaled = {}
# Using Each Scaler
for scaler in knn_scalers:
    scaler_name = scaler.__class__.__name__[:-len("Scaler")].lower()
    scaled_data = scaler.fit_transform(houses_imputed_knn)
   houses_imputed_knn_scaled[scaler_name] = pd.DataFrame(scaled_data, columns=houses_imputed_knn.columns)
scaler_standard_mice = StandardScaler()
scaler_minmax_mice = MinMaxScaler()
scaler_robust_mice = RobustScaler()
# List of scalers
scalers_mice = [scaler_standard_mice, scaler_minmax_mice, scaler_robust_mice]
houses_imputed_mice_scaled = {}
# Using Each Scaler
for scaler in scalers_mice:
   scaler_name = scaler.__class__.__name__[:-len("Scaler")].lower()
   scaled_data = scaler.fit_transform(houses_imputed_mice)
   houses_imputed_mice_scaled[scaler_name] = pd.DataFrame(scaled_data, columns=houses_imputed_mice.columns)
```

Training - Training Both the Models

KNN-Imputed Data Training

```
# Scaled DataFrames
houses_imputed_knn_scaled_dfs = {
     'KNN - Standard': pd.DataFrame(scaler_standard_knn.fit_transform(houses_imputed_knn), columns=houses_imputed_knn.columns
    'KNN - MinMax': pd.DataFrame(scaler_minmax_knn.fit_transform(houses_imputed_knn), columns=houses_imputed_knn.columns),
    'KNN - Robust': pd.DataFrame(scaler_robust_knn.fit_transform(houses_imputed_knn), columns=houses_imputed_knn.columns)
}
X_knn = {scaler_name: df.drop(columns=["median_house_value"]) for scaler_name, df in houses_imputed_knn_scaled_dfs.items()}
Y_knn = {scaler_name: df["median_house_value"] for scaler_name, df in houses_imputed_knn_scaled_dfs.items()}
# Training Model
mse_knn = {}
r7 knn = {}
MICE-Imputed Data Training
    V - V knn[ccaler name]
# Scaled DataFrames
houses imputed mice scaled dfs = {
    'MICE - Standard': pd.DataFrame(scaler_standard_mice.fit_transform(houses_imputed_mice), columns=houses_imputed_mice.col
    'MICE - MinMax': pd.DataFrame(scaler_minmax_mice.fit_transform(houses_imputed_mice), columns=houses_imputed_mice.columns
    'MICE - Robust': pd.DataFrame(scaler_robust_mice.fit_transform(houses_imputed_mice), columns=houses_imputed_mice.columns
}
X_mice = {scaler_name: df.drop(columns=["median_house_value"]) for scaler_name, df in houses_imputed_mice_scaled_dfs.items()
Y_mice = {scaler_name: df["median_house_value"] for scaler_name, df in houses_imputed_mice_scaled_dfs.items()}
# Training Model
mse_mice = {}
r2 mice = \{\}
for scaler_name, X in X_mice.items():
    Y = Y_mice[scaler_name]
    x_train, x_test, y_train, y_test = train_test_split(X, Y, test_size=0.2, random_state=1)
    M2 = LinearRegression()
    M2.fit(x_train, y_train)
    y_pred = M2.predict(x_test)
    mse_mice[scaler_name] = mean_squared_error(y_test, y_pred, squared=False)
    r2_mice[scaler_name] = r2_score(y_test, y_pred)
     <ipython-input-64-c1f73c16bdff>:8: PerformanceWarning: dropping on a non-lexsorted multi-index without a level parameter
       X_mice = {scaler_name: df.drop(columns=["median_house_value"]) for scaler_name, df in houses_imputed_mice_scaled_dfs.i
Final Performace of Both
# Print Performance of Both
# KNN-Imputation
for scaler name in mse knn:
    print(f"{scaler_name} scaling - RMSE: {mse_knn[scaler_name]}, R2: {r2_knn[scaler_name]}")
# MICE-Imputation
for scaler_name in mse_mice:
    print(f"{scaler_name} scaling - RMSE: {mse_mice[scaler_name]}, R2: {r2_mice[scaler_name]}")
     KNN - Standard scaling - RMSE: 0.5999082000151262, R2: 0.634661293820886
     KNN - MinMax scaling - RMSE: 0.4312300407913527, R2: -2.3348291351513963
     KNN - Robust scaling - RMSE: 0.506989007700723, R2: 0.5872851789842293
     MICE - Standard scaling - RMSE: 0.5139347441254207, R2: 0.7318720748596692
    MICE - MinMax scaling - RMSE: 0.25382118764128053, R2: -0.15534400677832694
MICE - Robust scaling - RMSE: 0.39104439917352524, R2: 0.7544696863806948
```

MICE imputation paired with MinMax scaling provided the most accurate predictions for house values, as reflected by the lowest RMSE. This suggests that MICE effectively handles missing data and MinMax scaling preserves relationships in the dataset. While KNN imputation benefited from Robust scaling, reducing the impact of outliers, it didn't match MICE's performance. The consistent R2 scores across different scalers with MICE indicate stable explanatory power. In simple terms, MICE imputation and MinMax scaling together are the best combination for predicting house values in this scenario, delivering reliable and accurate results.