Lab No. 6

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1. Prune the data to all of the variables that are type = int about which you have some reasonable intuition for what they mean. This must include the variable SalePrice. Save this new dataset as Ames. Produce documentation for this object in the form of a .txt file. This must describe each of the preserved variables, the values it can take (e.g., can it be negative?) and your interpretation of the variable.

```
# list class of each var in ameslist & get indexes of vars in ameslist where class = int
b <- which(sapply(ameslist, class) %in% c('integer'))
length(b) # expect 38 variables</pre>
```

[1] 38

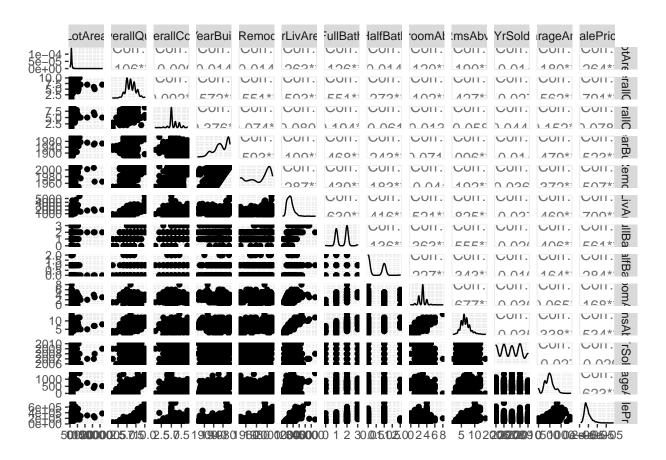
```
# get list of vars in ameslist of type int
names(ameslist[b])
```

```
##
   [1] "Id"
                         "MSSubClass"
                                         "LotFrontage"
                                                          "LotArea"
##
    [5] "OverallQual"
                         "OverallCond"
                                         "YearBuilt"
                                                          "YearRemodAdd"
  [9] "MasVnrArea"
                         "BsmtFinSF1"
                                         "BsmtFinSF2"
                                                          "BsmtUnfSF"
## [13] "TotalBsmtSF"
                         "X1stFlrSF"
                                         "X2ndFlrSF"
                                                          "LowQualFinSF"
                                                          "FullBath"
## [17] "GrLivArea"
                                         "BsmtHalfBath"
                         "BsmtFullBath"
## [21] "HalfBath"
                         "BedroomAbvGr"
                                         "KitchenAbvGr"
                                                          "TotRmsAbvGrd"
## [25] "Fireplaces"
                         "GarageYrBlt"
                                         "GarageCars"
                                                          "GarageArea"
## [29] "WoodDeckSF"
                         "OpenPorchSF"
                                         "EnclosedPorch" "X3SsnPorch"
## [33] "ScreenPorch"
                         "PoolArea"
                                         "MiscVal"
                                                          "MoSold"
                         "SalePrice"
## [37] "YrSold"
```

```
##
      Variable.Name Description
                                                     Interpretation
## 1
                 Td
                         Nominal
                                             House identification #
## 2
         MSSubClass
                         Nominal
                                         House Classification Code
## 3
        LotFrontage
                      Continuous
                                   Length street touching property
##
                      Continuous
            LotArea
                                                           Lot size
                         Ordinal
## 5
        OverallQual
                                   Rating overall quality of house
## 6
        OverallCond
                         Ordinal Rating overall condition of house
## 7
          YearBuilt
                        Discrete
                                            Year property was built
##
       YearRemodAdd
  8
                        Discrete
                                        year remodel/addition done
## 9
         MasVnrArea
                      Continuous
                                                         area of ??
## 10
         BsmtFinSF1
                      Continuous
                                       Finished area of bsmt(ft^2)
## 11
         BsmtFinSF2
                      Continuous Diff finished area of bsmt?(ft^2)
## 12
          BsmtUnfSF
                      Continuous
                                     Unfinished area of bsmt(ft^2)
## 13
                                      Total area of basement(ft^2)
        TotalBsmtSF
                      Continuous
                      Continuous
                                          Area of first floor(ft^2)
## 14
          X1stFlrSF
## 15
                      Continuous
                                         Area of second floor(ft^2)
          X2ndFlrSF
## 16
       LowQualFinSF
                      Continuous
                                         Low Quality ?? Area(ft^2)
## 17
          GrLivArea
                      Continuous
                                    Combined area 1st & 2nd floors
                                      # Full bathrooms in basement
## 18
       BsmtFullBath
                       Discrete
                                      # Half bathrooms in basement
## 19
       BsmtHalfBath
                       Discrete
## 20
                                       # Full baths above basement
           FullBath
                       Discrete
## 21
           HalfBath
                       Discrete
                                       # Half baths above basement
## 22
       BedroomAbvGr
                        Discrete
                                          # bedrooms above basement
  23
       KitchenAbvGr
                       Discrete
                                          # Kitchens above basement
   24
##
       TotRmsAbvGrd
                        Discrete
                                      Total # rooms above basement
## 25
         Fireplaces
                        Discrete
                                                       # Fireplaces
## 26
        GarageYrBlt
                        Discrete
                                                  Year Garage Built
## 27
         GarageCars
                        Discrete
                                               # cars fit in garage
## 28
         GarageArea
                      Continuous
                                                     Area of garage
## 29
         WoodDeckSF
                      Continuous
                                            Area of wood deck(ft^2)
        OpenPorchSF
## 30
                                         Area of open porch?(ft^2)
                      Continuous
##
  31 EnclosedPorch
                                            Area of enclosed porch?
                      Continuous
## 32
         X3SsnPorch
                                     Area of another type of porch
                      Continuous
## 33
        ScreenPorch
                     Continuous
                                         Area of screened-in porch
                                                       Area of Pool
## 34
           PoolArea
                      Continuous
## 35
            MiscVal
                     Continuous
                                                 Value of something
## 36
             MoSold
                       Discrete
                                                         Month Sold
## 37
                                                          Year Sold
             YrSold
                        Discrete
## 38
          SalePrice Continuous
                                                 Price sold for($)
##
            Values.Can.Take
## 1
            int from 1-1460
   2
      mult of 5 btwn 20-190
##
## 3
       0 - all pos integers
## 4
               all pos ints
## 5
                      1 - 10
## 6
                      1 - 10
```

```
## 7
                    any year
## 8
                    any year
## 9
           0 - all pos ints
## 10
           0 - all pos ints
## 11
           0 - all pos ints
## 12
           0 - all pos ints
## 13
           0 - all pos ints
           0 - all pos ints
## 14
## 15
           0 - all pos ints
## 16
           0 - all pos ints
## 17
           0 - all pos ints
## 18
           0 - all pos ints
## 19
           0 - all pos ints
## 20
           0 - all pos ints
## 21
           0 - all pos ints
## 22
           0 - all pos ints
## 23
           0 - all pos ints
## 24
               all pos ints
## 25
           0 - all pos ints
## 26
                    any year
## 27
           0 - all pos ints
## 28
           0 - all pos ints
## 29
           0 - all pos ints
## 30
           0 - all pos ints
## 31
           0 - all pos ints
## 32
           0 - all pos ints
## 33
           0 - all pos ints
## 34
           0 - all pos ints
## 35
           0 - all pos ints
## 36
                      1 - 12
## 37
        Any year>year built
           0 - all pos ints
## 38
```

2. Produce a scatterplot matrix which includes 12 of the variables that are type = int in the data set. Choose those that you believe are likely to be correlated with SalePrice.



3. Compute a matrix of correlations between these variables using the function cor(). Does this match your prior beliefs? Briefly discuss the correlation between the miscellaneous variables and SalePrice.

All of the variables that are positively correlated with SalePrice match my prior beliefs of what their direction of correlation would be. OverallQual has the strongest correlation to SalePrice (both negative and positive) of all the variables chosen, with a positive correlation of r=0.79. I believed that there would be a high positive correlation between those two variables. GrLivArea also has a strong positive correlation (r=0.71), which I expected. I thought LotArea and SalePrice would have a stronger positive correlation than r=0.26. GarageArea and SalePrice have a stronger correlation than I expected (r=0.62), but I expected it to be moderate and positive. I am surprised that BedroomAbvGr and SalePrice are not strongly correlated (r=0.17), and more so that it is weaker than the correlation between HalfBath and SalePrice (r=0.28). I would have expected it to be similar to, if not greater than, the correlation between SalePrice and FullBath, which I also expected to be a strong correlation, but is slightly weaker than expected (r=0.56). The correlation between YearBuilt and SalePrice is similar to what I expected (r=0.52).

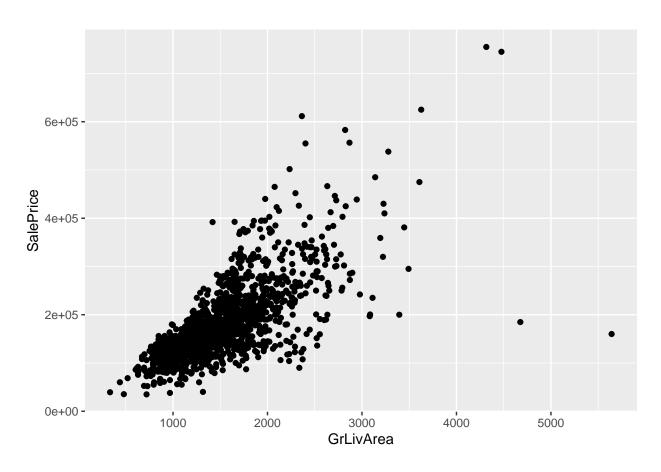
The only negatively correlated variables are also pretty weakly correlated. I thought that YrSold might be more correlated with SalePrice, but it appears to have no correlation (r = -0.03), and I expected OverallCond and SalePrice to have a positive and stronger correlation than the very weak, negative correlation they have (r = -0.08).

```
##
                    LotArea OverallQual OverallCond
                                                        YearBuilt YearRemodAdd
## LotArea
                 1.00000000
                             0.10580574 -0.00563627
                                                       0.01422765
                                                                    0.01378843
## OverallQual
                 0.10580574
                             1.00000000 -0.09193234
                                                      0.57232277
                                                                    0.55068392
## OverallCond
                -0.00563627 -0.09193234
                                         1.00000000
                                                     -0.37598320
                                                                    0.07374150
                                                       1.0000000
## YearBuilt
                 0.01422765
                             0.57232277 -0.37598320
                                                                    0.59285498
## YearRemodAdd
                 0.01378843
                             0.55068392 0.07374150
                                                                    1.00000000
                                                      0.59285498
## GrLivArea
                 0.26311617
                             0.59300743 -0.07968587
                                                       0.19900971
                                                                    0.28738852
## FullBath
                 0.12603063
                             0.55059971 -0.19414949
                                                       0.46827079
                                                                    0.43904648
## HalfBath
                 0.01425947
                             0.27345810 -0.06076933
                                                      0.24265591
                                                                    0.18333061
## BedroomAbvGr
                 0.11968991
                             0.10167636
                                         0.01298006
                                                     -0.07065122
                                                                   -0.04058093
## TotRmsAbvGrd
                 0.19001478
                             0.42745234 -0.05758317
                                                      0.09558913
                                                                    0.19173982
## YrSold
                -0.01426141 -0.02734671
                                         0.04394975
                                                     -0.01361768
                                                                    0.03574325
## GarageArea
                 0.18040276
                             0.56202176 -0.15152137
                                                      0.47895382
                                                                    0.37159981
## SalePrice
                 0.26384335
                             0.79098160 -0.07785589
                                                      0.52289733
                                                                    0.50710097
##
                  GrLivArea
                                FullBath
                                            HalfBath BedroomAbvGr TotRmsAbvGrd
                             0.12603063
                                          0.01425947
                                                       0.11968991
                                                                     0.19001478
## LotArea
                 0.26311617
## OverallQual
                 0.59300743
                             0.55059971
                                          0.27345810
                                                        0.10167636
                                                                     0.42745234
                                                       0.01298006
## OverallCond
                -0.07968587 -0.19414949
                                         -0.06076933
                                                                    -0.05758317
## YearBuilt
                 0.19900971
                              0.46827079
                                          0.24265591
                                                       -0.07065122
                                                                     0.09558913
                                          0.18333061
## YearRemodAdd
                 0.28738852
                             0.43904648
                                                       -0.04058093
                                                                     0.19173982
## GrLivArea
                 1.00000000
                             0.63001165
                                                       0.52126951
                                                                     0.82548937
                                          0.41577164
## FullBath
                 0.63001165
                             1.00000000
                                          0.13638059
                                                       0.36325198
                                                                     0.55478425
## HalfBath
                 0.41577164
                                                        0.22665148
                                                                     0.34341486
                             0.13638059
                                          1.00000000
## BedroomAbvGr
                 0.52126951
                             0.36325198
                                          0.22665148
                                                        1.0000000
                                                                     0.67661994
                                                       0.67661994
## TotRmsAbvGrd
                 0.82548937
                              0.55478425
                                          0.34341486
                                                                     1.0000000
## YrSold
                -0.03652582 -0.01966884 -0.01026867
                                                       -0.03601389
                                                                    -0.03451635
```

##	GarageArea	0.46899748	0.40565621	0.16354936	0.06525253	0.33782212
##	SalePrice	0.70862448	0.56066376	0.28410768	0.16821315	0.53372316
##		YrSold	GarageArea	SalePrice		
##	LotArea	-0.01426141	0.18040276	0.26384335		
##	OverallQual	-0.02734671	0.56202176	0.79098160		
##	OverallCond	0.04394975	-0.15152137	-0.07785589		
##	YearBuilt	-0.01361768	0.47895382	0.52289733		
##	${\tt YearRemodAdd}$	0.03574325	0.37159981	0.50710097		
##	GrLivArea	-0.03652582	0.46899748	0.70862448		
##	FullBath	-0.01966884	0.40565621	0.56066376		
##	HalfBath	-0.01026867	0.16354936	0.28410768		
##	${\tt BedroomAbvGr}$	-0.03601389	0.06525253	0.16821315		
##	${\tt TotRmsAbvGrd}$	-0.03451635	0.33782212	0.53372316		
##	YrSold	1.00000000	-0.02737794	-0.02892259		
##	GarageArea	-0.02737794	1.00000000	0.62343144		
##	SalePrice	-0.02892259	0.62343144	1.00000000		

4. Produce a scatterplot between SalePrice and GrLivArea. Run a linear model using lm() to explore the relationship. Finally, use the abline() function to plot the relationship that you've found in the simple linear regression.

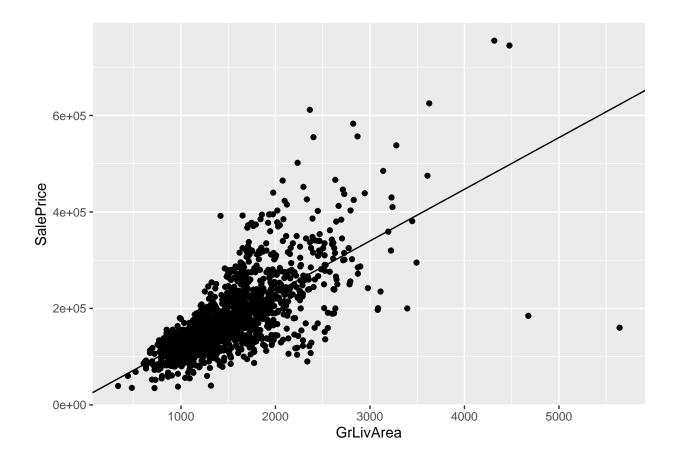
```
ggplot(Ames, aes(x = GrLivArea, y = SalePrice)) +
  geom_point()
```



```
price_livarea_reg <- lm(SalePrice ~ GrLivArea, data = Ames)
tidy(price_livarea_reg, conf.int = TRUE)</pre>
```

```
## # A tibble: 2 x 7
##
    term
                 estimate std.error statistic
                                                 p.value conf.low conf.high
     <chr>>
                           <dbl>
                                        <dbl>
                                                   <dbl>
                                                            <dbl>
                                                                      <dbl>
##
                    <dbl>
                   18569.
                                         4.14 3.61e- 5
                                                            9780.
                                                                     27358.
## 1 (Intercept)
                            4481.
## 2 GrLivArea
                     107.
                               2.79
                                        38.3 4.52e-223
                                                             102.
                                                                       113.
```

```
ggplot(Ames, aes(x = GrLivArea, y = SalePrice)) +
geom_point() +
geom_abline(intercept = 18569.0, slope = 107.1)
```



4b. What is the largest outlier that is above the regression line? Produce the other information about this house.

Largest outlier ABOVE the regression line is a house with GrLivArea of 4316 and SalePrice of \$755,000

```
out_above <- Ames[which.max(Ames$SalePrice),]
out_above</pre>
```

```
Id MSSubClass LotFrontage LotArea OverallQual OverallCond YearBuilt
##
  692 692
                                104
                                      21535
##
       YearRemodAdd MasVnrArea BsmtFinSF1 BsmtFinSF2 BsmtUnfSF TotalBsmtSF
## 692
                1995
                           1170
                                       1455
                                                      0
                                                               989
##
       X1stFlrSF X2ndFlrSF LowQualFinSF GrLivArea BsmtFullBath BsmtHalfBath
## 692
            2444
                       1872
                                        0
                                                4316
                                                                 0
       FullBath HalfBath BedroomAbvGr KitchenAbvGr TotRmsAbvGrd Fireplaces
##
## 692
              3
                                      4
                                                                 10
                        1
                                                    1
       {\tt GarageYrBlt\ GarageCars\ GarageArea\ WoodDeckSF\ OpenPorchSF\ EnclosedPorch}
##
## 692
               1994
                             3
                                       832
                                                   382
                                                                 50
       X3SsnPorch ScreenPorch PoolArea MiscVal MoSold YrSold SalePrice
##
## 692
                                       0
                                                0
                                                           2007
                                                                    755000
```

Largest outlier BELOW the regression line (also house with greatest distance from regression line) is a house with GrLivArea of 5642 and SalePrice of \$160,000.

```
out_below <- Ames[which.max(Ames$GrLivArea),]
out_below</pre>
```

Id MSSubClass LotFrontage LotArea OverallQual OverallCond YearBuilt
1299 1299 60 313 63887 10 5 2008

YearRemodAdd MasVnrArea BsmtFinSF1 BsmtFinSF2 BsmtUnfSF TotalBsmtSF
1299 2008 796 5644 0 466 6110

X1stFlrSF X2ndFlrSF LowQualFinSF GrLivArea BsmtFullBath BsmtHalfBath
1299 4692 950 0 5642 2 0

FullBath HalfBath BedroomAbvGr KitchenAbvGr TotRmsAbvGrd Fireplaces
1299 2 1 3 1 12 3

GarageYrBlt GarageCars GarageArea WoodDeckSF OpenPorchSF EnclosedPorch
1299 2008 2 1418 214 292 0

X3SsnPorch ScreenPorch PoolArea MiscVal MoSold YrSold SalePrice
1299 0 0 480 0 1 2008 160000