## Lab 3 Write-Up

Kurtis Potier, Nick Hiller, Zane Shango 2/11/2020

#### Exercise 1

1. Load the Ames data. Drop the variables OverallCond and OverallQual.

```
library(ggplot2)
library(reshape2)
#functions
rmse = function(model){
  sqrt(mean(resid(model)^2))
get_complexity = function(model) {
 length(coef(model)) - 1
ameslist <- as.data.frame(read.table("https://msudataanalytics.github.io/SSC442/Labs/data/ames.csv",hea
#identifies columns with NA values
na cols <- names(which(colSums(is.na(ameslist))>0))
#fixes for these columns
ameslist$Alley <- addNA(ameslist$Alley) #lot is not on an alley</pre>
ameslist$MasVnrType[is.na(ameslist$MasVnrType)] <- "None" #replace NA with None
ameslist$MasVnrArea[is.na(ameslist$MasVnrArea)] <- 0 #replace NA with 0
ameslist$Electrical <- addNA(ameslist$Electrical)</pre>
ameslist$GarageType <- addNA(ameslist$GarageType)</pre>
ameslist$GarageFinish <- addNA(ameslist$GarageFinish)</pre>
ameslist$PoolQC <- addNA(ameslist$PoolQC)</pre>
ameslist$Fence <- addNA(ameslist$Fence)</pre>
ameslist$MiscFeature <- addNA(ameslist$MiscFeature)</pre>
#delete overallcond and overallqual
#additionally, delete variables with unuseable NA (continuous variables that describe factor variables
ameslist <- within(ameslist,rm("OverallCond","OverallQual","LotFrontage","BsmtQual",</pre>
                                 "BsmtCond", "BsmtExposure", "BsmtFinType1", "BsmtFinType2", "FireplaceQu",
                                 "GarageYrBlt", "GarageQual", "GarageCond"))
head(ameslist)
```

2. Using forward selection—see Lecture 6 for details—create a series of models up to complexity length 15. You may use all variables, including categorical variables.

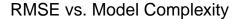
```
#forward selection
#null model
null_model <- lm(SalePrice~NULL,data=ameslist)</pre>
#one variable
rmse_lm1 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~column,data=ameslist))))</pre>
rmse1<-rmse_lm1[2]
lm1 <-lm(SalePrice~Alley,data=ameslist)</pre>
#two variable
rmse_lm2 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+column,data=ameslist))))</pre>
rmse2<-rmse_lm2[2]</pre>
lm2 <- lm(SalePrice~Alley+Neighborhood,data=ameslist)</pre>
#three variable
rmse_lm3 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+column,data=ames
rmse3<-rmse_lm3[2]
lm3 <-lm(SalePrice~Alley+Neighborhood+GrLivArea,data=ameslist)</pre>
#four variable
rmse_lm4 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                              column,data=ameslist))))
rmse4<-rmse_lm4[2]
lm4 <-lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual,data=ameslist)</pre>
#five variable
rmse_lm5 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                              KitchenQual+column,data=ameslist))))
rmse5<-rmse_lm5[2]</pre>
lm5 <- lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl,data=ameslist)</pre>
#six variable
rmse_lm6 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                               KitchenQual+RoofMatl+column,data=ameslist))
rmse6<-rmse_lm6[2]
lm6 <-lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF,data=ameslist)
#seven variable
rmse_lm7 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                              KitchenQual+RoofMatl+TotalBsmtSF+
                                                               column,data=ameslist))))
rmse7<-rmse lm7[2]</pre>
lm7<-lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1,data=ameslis
#eight variable
rmse_lm8 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                              KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1
                                                              column,data=ameslist))))
rmse8<-rmse lm8[2]
```

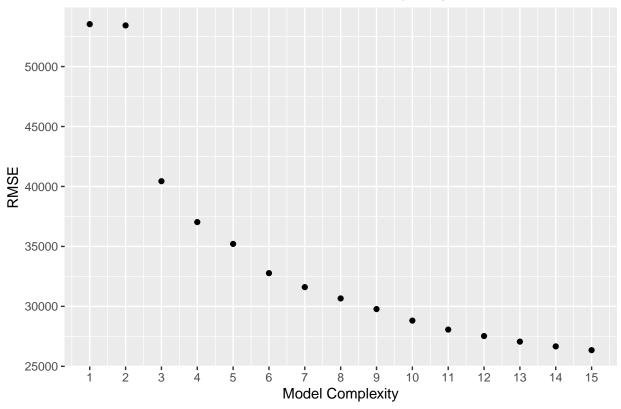
```
lm8<- lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+BldgType,da
#nine variable
rmse_lm9 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                             KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1
                                                             BldgType+
                                                             column,data=ameslist))))
rmse9<-rmse lm9[2]
lm9<-lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+BldgType+
          ExterQual,data=ameslist)
#ten variable
rmse_lm10 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                             KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1
                                                             BldgType+ExterQual+
                                                             column,data=ameslist))))
rmse10<-rmse_lm10[2]
lm10<-lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+
           BldgType+ExterQual+Condition2,data=ameslist)
#elven variable
rmse_lm11 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                             KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF
                                                              BldgType+ExterQual+Condition2+
                                                              column,data=ameslist))))
rmse11<-rmse lm11[2]</pre>
lm11<-lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+
           BldgType+ExterQual+Condition2+YearBuilt,data=ameslist)
#twelve variable
rmse_lm12 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                              KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF
                                                              BldgType+ExterQual+Condition2+YearBuilt+
                                                              column,data=ameslist))))
rmse12<-rmse_lm12[2]
lm12<- lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+
            BldgType+ExterQual+Condition2+YearBuilt+Functional,data=ameslist)
#thirteen variable
rmse_lm13 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                             KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF
                                                              BldgType+ExterQual+Condition2+YearBuilt+Fu
                                                              column,data=ameslist))))
rmse13<-rmse lm13[2]
lm13 <- lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+
             BldgType+ExterQual+Condition2+YearBuilt+Functional+SaleCondition,data=ameslist)
#fourteen variable
rmse_lm14 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                              KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF
                                                              BldgType+ExterQual+Condition2+YearBuilt+Fu
                                                              SaleCondition+
                                                              column,data=ameslist))))
```

```
rmse14<-rmse_lm14[2]
lm14 <- lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+
             BldgType+ExterQual+Condition2+YearBuilt+Functional+SaleCondition+LotArea,data=ameslist)
#fifteen variable
rmse_lm15 <- sort(sapply(ameslist,function(column) rmse(lm(SalePrice~Alley+Neighborhood+GrLivArea+
                                                               KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF
                                                               BldgType+ExterQual+Condition2+YearBuilt+Fu
                                                               SaleCondition+LotArea+
                                                               column,data=ameslist))))
rmse15<-rmse_lm15[2]
lm15 <- lm(SalePrice~Alley+Neighborhood+GrLivArea+KitchenQual+RoofMatl+TotalBsmtSF+BsmtFinSF1+
             BldgType+ExterQual+Condition2+YearBuilt+Functional+SaleCondition+LotArea+GarageCars,data=action=1.
rmse_all <- c(rmse1,rmse2,rmse3,rmse4,rmse5,rmse6,rmse7,rmse8,rmse9,rmse10,rmse11,rmse12,rmse13,rmse14,
lm_all \leftarrow c(lm1,lm2,lm3,lm4,lm5,lm6,lm7,lm8,lm9,lm10,lm11,lm12,lm13,lm14,lm15)
rmse_complex <- c(1:15)</pre>
rmse_df <-data.frame(rmse_all,rmse_complex)</pre>
```

3. Create a chart plotting the model complexity as the xx-axis variable and RMSE as the yy-axis variable.

```
ggplot(rmse_df,aes(x=rmse_complex,y=rmse_all))+ylab("RMSE")+ggtitle("RMSE vs. Model Complexity")+
  geom_point()+scale_x_continuous(("Model Complexity"),labels=rmse_complex,breaks=rmse_complex)+
  theme(plot.title=element_text(hjust=0.5))
```





As the complexity of the model increases the RMSE value seems to decrease, with a weird result for complexity level 2. We think we should use the full size model, because it minimizes the RMSE.

### Exercise 2

1. Plot the Train and Test RMSE for the 15 models you fit in Exercise 1.

```
rmse_pred <- function(actual, predicted) {
    sqrt(mean((actual - predicted) ^ 2))
}

set.seed(9)
num_obs <- nrow(ameslist)

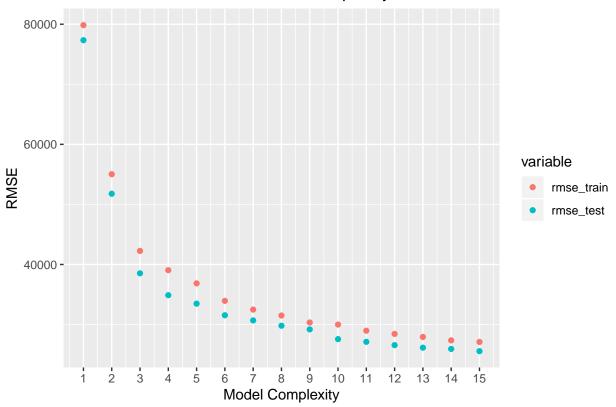
train_index <- sample(num_obs, size = trunc(0.50 * num_obs))
train_data <- ameslist[train_index, ]
test_data <- ameslist[-train_index, ]

fit_0 = lm(SalePrice ~ 1, data = train_data)
get_complexity(fit_0)</pre>
```

**##** [1] 0

```
#simplified function as SalePrice is the only response variable for this exercise
get_rmse = function(model, data) {
 rmse pred(actual = subset(data, select = "SalePrice", drop = TRUE),
       predicted = predict(model, data))
}
get_rmse(model = fit_0, data = train_data) # train RMSE
## [1] 80875.98
get_rmse(model = fit_0, data = test_data) # test RMSE
## [1] 77928.62
rmse train <-c(get rmse(lm1, train data), get rmse(lm2, train data), get rmse(lm3, train data),
               get_rmse(lm4,train_data),get_rmse(lm5,train_data),get_rmse(lm6,train_data),
               get_rmse(lm7,train_data),get_rmse(lm8,train_data),get_rmse(lm9,train_data),
               get_rmse(lm10,train_data),get_rmse(lm11,train_data),get_rmse(lm12,train_data),
               get_rmse(lm13,train_data),get_rmse(lm14,train_data),get_rmse(lm15,train_data))
rmse_test <-c(get_rmse(lm1,test_data),get_rmse(lm2,test_data),get_rmse(lm3,test_data),</pre>
              get_rmse(lm4,test_data),get_rmse(lm5,test_data),get_rmse(lm6,test_data),
              get_rmse(lm7,test_data),get_rmse(lm8,test_data),get_rmse(lm9,test_data),
              get_rmse(lm10,test_data),get_rmse(lm11,test_data),get_rmse(lm12,test_data),
              get_rmse(lm13,test_data),get_rmse(lm14,test_data),get_rmse(lm15,test_data))
rmse_df_2 <- data.frame(rmse_train,rmse_test,rmse_complex)</pre>
rmse_df_2_melted <- melt(rmse_df_2,id="rmse_complex")</pre>
ggplot(rmse_df_2_melted,aes(x=rmse_complex,y=value,color=variable))+
  ylab("RMSE")+
  ggtitle("RMSE vs. Model Complexity")+
  geom point()+
  scale_x_continuous(("Model Complexity"),labels=rmse_complex,breaks=rmse_complex)+
  theme(plot.title=element text(hjust=0.5))
```

#### RMSE vs. Model Complexity



2. This question is the most time-consuming question. Using any method you choose and any number of regressors, predict SalePrice. Calculate the Train and Test RMSE.

```
optimizer <- function(var){</pre>
  if (class(var) == "integer"){
    linear_rmse<-get_rmse(lm(SalePrice~var,data=train_data),train_data)</pre>
    x2_rmse<-get_rmse(lm(SalePrice~(var^2),data=train_data),train_data)</pre>
    ifelse((min(var)>0),ln_rmse<-get_rmse(lm(SalePrice~log(var),data=train_data),train_data),ln_rmse<-9
    recip_rmse<-get_rmse(lm(SalePrice~(1/var),data=train_data),train_data)</pre>
    power_.2_rmse<-get_rmse(lm(SalePrice~I(var^.2),data=train_data),train_data)</pre>
    power_.4_rmse<-get_rmse(lm(SalePrice~I(var^.4),data=train_data),train_data)</pre>
    power_.5_rmse<-get_rmse(lm(SalePrice~I(var^.5),data=train_data),train_data)</pre>
    power_.6_rmse<-get_rmse(lm(SalePrice~I(var^.6),data=train_data),train_data)</pre>
    power_.8_rmse<-get_rmse(lm(SalePrice~I(var^.8),data=train_data),train_data)</pre>
    #vector of results
    rmse_comp<-c(linear_rmse,x2_rmse,ln_rmse,recip_rmse,power_.2_rmse,</pre>
                  power_.4_rmse,power_.5_rmse,power_.6_rmse,power_.8_rmse)
    names(rmse_comp) <- c("linear", "x^2", "ln", "reciprocal", "power_.2_rmse", "power_.4_rmse",</pre>
                            "power_.5_rmse", "power_.6_rmse", "power_.8_rmse")
    rmse_comp[which.min(rmse_comp)]
  }
}
```

# #applies the optimization function to determine the best transformation sapply(train\_data,optimizer)

```
## $Id
## power_.2_rmse
        80815.88
##
## $MSSubClass
##
   linear
## 80682.55
##
## $MSZoning
## NULL
##
## $LotArea
## power_.2_rmse
        74575.93
##
## $Street
## NULL
## $Alley
## NULL
##
## $LotShape
## NULL
## $LandContour
## NULL
## $Utilities
## NULL
##
## $LotConfig
## NULL
## $LandSlope
## NULL
##
## $Neighborhood
## NULL
## $Condition1
## NULL
##
## $Condition2
## NULL
## $BldgType
## NULL
## $HouseStyle
## NULL
```

```
##
## $YearBuilt
## linear
## 68699.42
## $YearRemodAdd
## linear
## 69196.8
##
## $RoofStyle
## NULL
## $RoofMatl
## NULL
##
## $Exterior1st
## NULL
##
## $Exterior2nd
## NULL
##
## $MasVnrType
## NULL
## $MasVnrArea
## NULL
##
## $ExterQual
## NULL
##
## $ExterCond
## NULL
##
## $Foundation
## NULL
##
## $BsmtFinSF1
## linear
## 75023.28
##
## $BsmtFinSF2
## power_.2_rmse
       80758.9
##
## $BsmtUnfSF
## linear
## 79401.7
##
## $TotalBsmtSF
## power_.8_rmse
##
     65914.75
##
## $Heating
## NULL
```

```
##
## $HeatingQC
## NULL
##
## $CentralAir
## NULL
## $Electrical
## NULL
##
## $X1stFlrSF
## power_.6_rmse
       64880.14
##
## $X2ndFlrSF
## linear
## 76366.74
##
## $LowQualFinSF
## power_.2_rmse
##
       80673.22
##
## $GrLivArea
## power_.6_rmse
##
       57968.43
## $BsmtFullBath
## power_.2_rmse
       78517.82
##
## $BsmtHalfBath
## power_.2_rmse
##
       80871.28
##
## $FullBath
## linear
## 64897.25
##
## $HalfBath
## power_.2_rmse
     77091.4
##
## $BedroomAbvGr
## linear
## 79573.2
##
## $KitchenAbvGr
##
        ln
## 80061.97
##
## $KitchenQual
## NULL
##
## $TotRmsAbvGrd
```

```
## linear
## 68743.86
##
## $Functional
## NULL
##
## $Fireplaces
## power_.6_rmse
##
        71137.62
##
## $GarageType
## NULL
##
## $GarageFinish
## NULL
##
## $GarageCars
   linear
## 62451.04
##
## $GarageArea
   linear
## 64535.09
## $PavedDrive
## NULL
##
## $WoodDeckSF
## power_.6_rmse
##
        76568.33
##
## $OpenPorchSF
## power_.2_rmse
##
        73726.23
## $EnclosedPorch
## power_.2_rmse
##
        79301.58
##
## $X3SsnPorch
   linear
## 80674.51
## $ScreenPorch
## power_.6_rmse
##
        80169.54
##
## $PoolArea
## power_.2_rmse
##
        80267.39
##
## $PoolQC
## NULL
```

##

```
## $Fence
## NUT.T.
##
## $MiscFeature
## NULL
##
## $MiscVal
## power_.2_rmse
##
        80786.35
##
## $MoSold
## power_.8_rmse
##
       80752.77
##
## $YrSold
##
## 80872.48
## $SaleType
## NULL
## $SaleCondition
## NULL
## $SalePrice
         linear
## 2.190679e-10
#all the variables in a linear regression
benchmark_lm <- lm(SalePrice~.,data=train_data)
get_rmse(benchmark_lm,train_data)
## Warning in predict.lm(model, data): prediction from a rank-deficient fit
## may be misleading
## [1] 20314.17
#knocked out variables that cause errors, linear, used as a benchmark
benchmark_simple <- lm(SalePrice~(MSSubClass)+(MSZoning)+log(LotArea)+ (Street)+(Alley)+(LotShape)+(Lan
    (Utilities)+(LotConfig)+(LandSlope)+(Condition1)+(BldgType)+(HouseStyle)+
    (YearBuilt)+(YearRemodAdd)+(RoofStyle)+(MasVnrType)+(MasVnrArea)+
    (ExterQual)+(Foundation)+(BsmtFinSF1)+I(BsmtFinSF2)+(BsmtUnfSF)+(TotalBsmtSF)+
    (HeatingQC)+(CentralAir)+(X1stFlrSF)+(X2ndFlrSF)+(LowQualFinSF)+(GrLivArea)+(BsmtFullBath)+
    (BsmtHalfBath)+(FullBath)+(HalfBath)+(BedroomAbvGr)+(KitchenAbvGr)+(KitchenQual)+(TotRmsAbvGrd)+(Fu
    (Fireplaces)+(GarageType)+(GarageCars)+(GarageArea)+(PavedDrive)+(WoodDeckSF)+(OpenPorchSF)+
    (EnclosedPorch)+(X3SsnPorch)+(ScreenPorch)+(PoolArea)+(PoolQC)+(Fence)+(MiscVal)+
    (MoSold) + (YrSold) + (SaleType), data=train_data)
get_rmse(benchmark_simple,train_data)
## Warning in predict.lm(model, data): prediction from a rank-deficient fit
## may be misleading
```

```
## [1] 24179.2
```

##

##

##

##

71

80

KitchenAbvGr

KitchenQualTA

```
get_rmse(benchmark_simple,test_data)
## Warning in predict.lm(model, data): prediction from a rank-deficient fit
## may be misleading
## [1] 66616.17
#knocked out droplevels variables, KitchenAbvGr had a 0 in the test data set,
#so log so was not used, although it was optimal
#many variables with added levels in the test data set had to be removed due to errors
master1_lm <- lm(SalePrice~(MSSubClass)+(MSZoning)+I(LotArea^.2)+ (Street)+(Alley)+(LotShape)+(LandCont
         (LotConfig)+(LandSlope)+(Condition1)+(BldgType)+(HouseStyle)+
         (YearBuilt)+(YearRemodAdd)+(RoofStyle)+(MasVnrType)+(MasVnrArea)+
         (ExterQual)+(Foundation)+(BsmtFinSF1)+I(BsmtFinSF2^.2)+(BsmtUnfSF)+I(TotalBsmtSF^.8)+
         (HeatingQC)+(CentralAir)+I(X1stFlrSF.6)+poly(X2ndFlrSF,2)+I(LowQualFinSF.2)+I(GrLivArea.6)+I(Bsm
         \begin{tabular}{ll} I (BsmtHalfBath^{2}) + (FullBath) + I (HalfBath^{2}) + (BedroomAbvGr) + (KitchenAbvGr) + (KitchenQual) + (TotRmsAbvGr) + (KitchenQual) + (TotRmsAbvGr) + (KitchenQual) 
        I(Fireplaces ^.6) + (GarageType) + (GarageCars) + (GarageArea) + (PavedDrive) + I(WoodDeckSF ^.6) + I(OpenPorchSF
        I(EnclosedPorch^.2)+(X3SsnPorch)+I(ScreenPorch^.6)+I(PoolArea^.2)+(PoolQC)+(Fence)+I(MiscVal^.2)+
         I(MoSold^.8)+log(YrSold)+(SaleType),data=train_data)
get_rmse(master1_lm,train_data)
## [1] 24259.3
get_rmse(master1_lm,test_data)
## [1] 53720.31
which(summary(master1_lm)$coefficients[,4]<.1)</pre>
##
                           (Intercept)
                                                                           MSZoningFV
                                                                                                                           MSZoningRH
##
                                                                                                3
##
                            MSZoningRL
                                                                           MSZoningRM
                                                                                                                  I(LotArea^0.2)
##
##
                    LandContourLvl
                                                                  Condition1Norm
                                                                                                             HouseStyle1Story
##
                                               16
##
                        YearRemodAdd
                                                            MasVnrTypeBrkFace
                                                                                                                  MasVnrTypeNone
##
                                                                                                                                             50
##
                                                                           MasVnrArea
                                                                                                                        ExterQualFa
                 MasVnrTypeStone
##
                                                                                             52
                                                                                                                                             53
                                               51
##
                          ExterQualGd
                                                                          ExterQualTA
                                                                                                                  FoundationSlab
##
                                                                                              55
                                                                                                                                             58
           I(TotalBsmtSF^0.8)
                                                                                                             I(X1stFlrSF<sup>0.6</sup>)
##
                                                                          CentralAirY
##
                                               64
                                                                                             69
                                                                                                                                             70
##
        poly(X2ndFlrSF, 2)1
                                                       poly(X2ndFlrSF, 2)2
                                                                                                                      BedroomAbvGr
```

KitchenQualFa

I(Fireplaces^0.6)

79

KitchenQualGd

GarageTypeAttchd

```
##
                       83
                                              91
                                                                      92
##
      GarageTypeBuiltIn
                               GarageTypeDetchd
                                                           GarageTypeNA
##
                                              96
                                                                      97
   I(EnclosedPorch^0.2)
                             I(ScreenPorch^0.6)
                                                       I(PoolArea^0.2)
##
                                                                    107
##
                      104
                                             106
##
                PoolQCFa
                                       PoolQCGd
                                                               PoolQCNA
##
                      108
                                             109
                                                                     110
##
             SaleTypeCon
                                    SaleTypeCWD
                                                            SaleTypeNew
##
                      118
                                             122
                                                                     123
##
              SaleTypeWD
##
                      125
```

```
get_rmse(master2_lm,test_data)
```

## [1] 53044.87

## [1] 27302.5

3. In a PDF write-up, describe the resulting model. Discuss how you arrived at this model, what interactions you're using (if any) and how confident you are that your group's prediction will perform well, relative to other groups.

We created an optimizer function that calculated the rmse for each integer type variable and told us the optimal transformation for each variable. We applied that function to the train\_data and found which transformation was best for each variable. After seeing the rmse for the benchmark regression (with all variables regressed linearly), we applied the optimal transformation to each variable and regressed again. The transformations we used include: linear, power\_.2, power\_.6, power\_.8, poly of the second degree, and log. We initially intended to to multiple degrees of poly, but it ended up overfitting out data by quite a bit so we had to cut it back. After doing this regression (master1), we restricted the model to only the variables with p-values less than .1 (master2). This returned our final rmse results. We believe we fit the model fairly well, but there is room to improve; however we did to quite a bit better than the benchmark of a strictly linear regression. Overall we are happy with the results and we believe our rmse will compare pretty well with the results from the rest of the class, considering we were able to improve on the benchmark while avoiding the overfitting problem we ran into initially.