

# Towards Equitable Machine Learning Driven Housing Price Prediction

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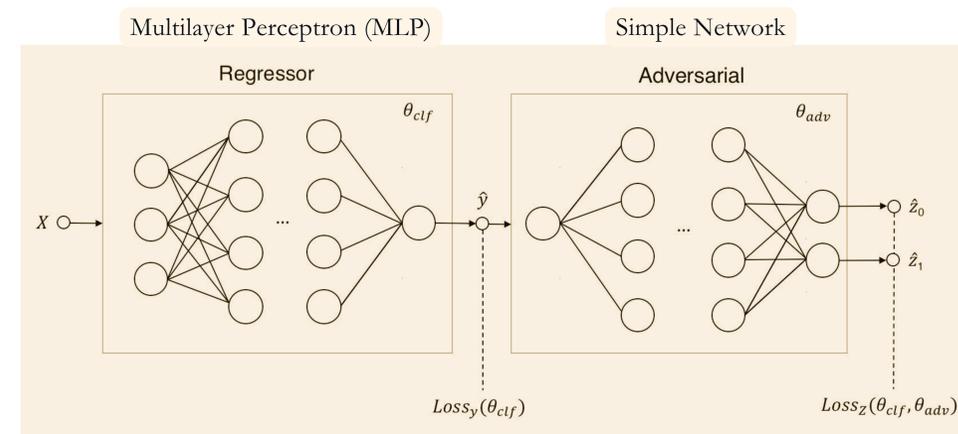
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## Abstract

- A well informed public policy is needed.
- Artificial Intelligence Models are popular in production, however there is an increased bias concern.
- Fair housing price prediction may be accomplished through bias mitigation.
- How effective is Adversarial Training mitigating race bias?

## Methods



Adversarial Training Objective Function

$$\min_{\theta_{reg}} [Loss_y(\theta_{reg}) - \alpha Loss_z(\theta_{reg}, \theta_{adv})]$$

Dataset

232,057 houses across San Antonio from publicly-available sources.

Protected attribute

Two race groups are considered (white vs non-white).

## Results

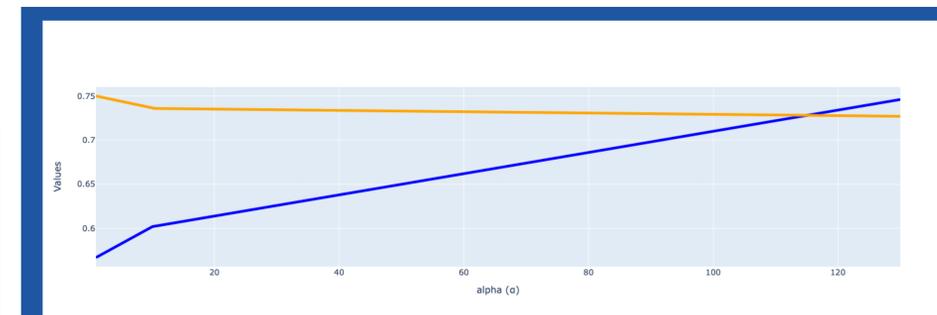
Model	MLP	MLP+AT ( $\alpha=3$ )
Independence	1.326	1.188
Separation	1.274	1.208
Sufficiency	1.018	1.15

**Table 1.** Fairness criterion values for original model and adversarial trained model

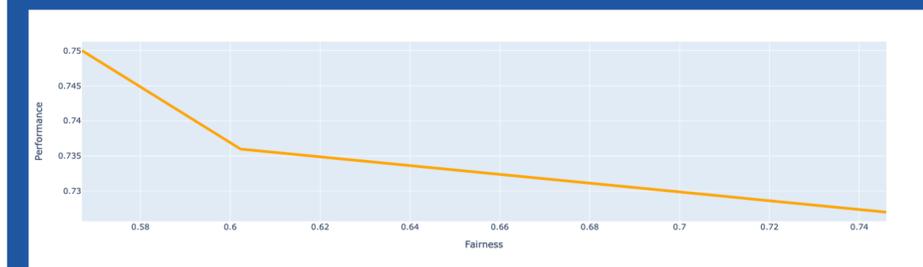
**Independence:** Equality of outcomes/selection

**Separation:** Equality of Errors (Equality of outcomes given a threshold)

**Sufficiency:** Choices reflect same accuracy per group (calibration)



**Fig 1.** Fairness (blue) and performance (orange) through different  $\alpha$  values.



**Fig 2.** Fairness (x axis) against performance (y axis)

- The initial model presents significant bias on race.
- There is some fairness improvement after Adversarial Training.
- When increasing the adversarial loss weight ( $\alpha$ ), fairness improves but accuracy of the model is sacrificed.

## Conclusions

- Adversarial training proves to be an alternative for bias mitigation in ML models.
- However, fairness improvement is not significant and requires to sacrifice the model performance.
- For future work it would be recommended to modify the adversarial model and verify the impact on bias mitigation.

## References

Almajed, A., Tabar, M. & Najafirad, P. (2024). *Modeling Diversity in Urban Growth: A Machine Learning Case Study on Housing Price Prediction in America's Expanding Metropolises* [Unpublished manuscript]. School of Data Science, The University of Texas at San Antonio.

Tonk, S., & Tonk, S. (2024). *Towards fairness in ML with adversarial networks*. Xebia. <https://xebia.com/blog/towards-fairness-in-ml-with-adversarial-networks/>



## Background

- Housing plays an important role in human life, yet it has become barely accessible.
- People rely blindly on AI algorithms, forgetting they are flawed.
- Researchers have raised concerns towards race and ethnicity unfairness on AI models.
- An equitable price prediction could lead to a best informed urban development.
- There have been attempts on mitigating bias using Correlation Remover and Reduction-based Algorithms with good results.

## Main Goal

- Provide an accurate prediction of house pricing in San Antonio.
- Improve the regressor model fairness on ethnicity and race criterion.