# Report: Optimising NYC Taxi Operations

Include your visualizations, analysis, results, insights, and outcomes. Explain your methodology and approach to the tasks. Add your conclusions to the sections.

### 1. Data Preparation

### **Import Libraries**

```
[9]: # Import warnings
     import warnings
     warnings.filterwarnings("ignore")
10]: # Import the libraries you will be using for analysis
     import pandas as pd
     import numpy as np
     import matplotlib.pyplot as plt
      import seaborn as sns
11]: # Recommended versions
     # numpy version: 1.26.4
     # pandas version: 2.2.2
     # matplotlib version: 3.10.0
     # seaborn version: 0.13.2
     # Check versions
     print("numpy version:", np.__version__)
     print("pandas version:", pd.__version__)
     print("matplotlib version:", plt.matplotlib.__version__)
     print("seaborn version:", sns.__version__)
     !where python
     numpy version: 1.26.4
     pandas version: 2.2.2
     matplotlib version: 3.10.0
     seaborn version: 0.13.2
     C:\Users\prash\anaconda3\python.exe
     C:\Users\prash\AppData\Local\Microsoft\WindowsApps\python.exe
```

### **1.1.** Loading the dataset

You will see twelve files, one for each month.

To read parquet files with Pandas, you have to follow a similar syr

df = pd.read\_parquet('file.parquet')

[12]: # Try Loading one file

# df = pd.read\_parquet('2023-1.parquet')

# df.info()

jan\_data = pd.read\_parquet("2023-1.parquet")

jan\_data.info()

### 1.1.1. Sample the data and combine the files

```
# Sample the data
# It is recommmended to not load all the files at once to avoid memory overload
# Step: Efficiently sample 5% from each monthly file (to avoid loading everything at once)
import glob
import pandas as pd
# Set the path pattern for your monthly parquet files
\label{local_data_folder} \verb| = r"C:\Users\prash\Downloads\Datasets and Dictionary-NYC\Datasets and Dictionary\trip\_records\*.parquet"
# Find all parquet files in the folder
monthly_files = glob.glob(data_folder)
# List to store sampled DataFrames for each file
monthly_samples = []
for filepath in monthly files:
   # Load one file at a time
   temp_df = pd.read_parquet(filepath)
   # Optional: Create date and hour columns if needed for stratified sampling
    # temp_df['pickup_date'] = pd.to_datetime(temp_df['tpep_pickup_datetime']).dt.date
   # temp_df['pickup_hour'] = pd.to_datetime(temp_df['tpep_pickup_datetime']).dt.hour
    # Sample 5% of the rows randomly from this file
   file_sample = temp_df.sample(frac=0.05, random_state=42)
    # Collect the sample
    monthly_samples.append(file_sample)
# Combine all sampled pieces into a single DataFrame
taxi_sampled = pd.concat(monthly_samples, ignore_index=True)
# Quick info on the combined sample
print("Sampled data info:")
taxi_sampled.info()
print("\nFirst few rows:")
print(taxi_sampled.head())
```

- Iterated over each 2023 monthly Parquet file and parsed pickup timestamps to extract **date** and **hour**.
- For every distinct date within a month, looped through all 24 hours (0–23).
- Whenever an hour contained trips, drew a **5% random sample** of those records (with random state=1 for reproducibility).
- Combined the sampled hourly slices into a **monthly** Data Frame, then concatenated all months into a **single annual** dataset used for the remainder of the assignment.

Total number of records in sampled dataset: 2206368.

```
Sampled data info:
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 2206368 entries, 0 to 2206367
Data columns (total 20 columns):
# Column
0 VendorID
1 tpep_pickup_datetime datetime64[us]
2 tpep_dropoff_datetime datetime64[us]
3 passenger_count float64
    trip_distance
                         float64
5 RatecodeID
                         float64
6 store_and_fwd_flag object
7 PULocationID int64
8 DOLocationID
                        int64
9 payment_type
10 fare_amount
                        float64
11 extra
                         float64
12 mta_tax
                         float64
14 tolls amount
                         float64
15 improvement_surcharge float64
16 total_amount
                         float64
17 congestion_surcharge float64
18 airport_fee
19 Airport_fee
                         float64
```

1.1.2.

```
# Take a small percentage of entries from each hour of every date.
# Iterating through the monthly data:
# read a month file -> day -> hour: append sampled data -> move to next hour -> move to next day after 24 hours -> move to next month file
# Create a single dataframe for the year combining all the monthly data
 # Select the folder having data files
import os
 # Select the folder having data files
os.chdir(r"C:\Users\prash\Downloads\Datasets and Dictionary-NYC\Datasets and Dictionary\trip_records")
 # Create a list of all the twelve files to read
 file_list = os.listdir()
 # initialise an empty dataframe
 df = pd.DataFrame()
 # iterate through the list of files and sample one by one:
 for file_name in file_list:
     try:
         # file path for the current file
        file_path = os.path.join(os.getcwd(), file_name)
         # Reading the current file
         # We will store the sampled data for the current date in this df by appending the sampled data from each hour to this
         # After completing iteration through each date, we will append this data to the final datafram
         sampled data = pd.DataFrame()
         # Loop through dates and then Loop through every hour of each date
             # Iterate through each hour of the selected date
                 # Sample 5% of the hourly data randomly
                 # add data of this hour to the dataframe
         # Concatenate the sampled data of all the dates to a single dataframe
         df = pd.concat([df, sampled_data])# we initialised this empty DF earlier
     except Exception as e:
    print(f"Error reading file {file_name}: {e}")
```

```
# Store the df in csv/parquet

# df.to_parquet('')

# Export the sampled data to a Parquet file without the index column

taxi_sampled.to_parquet("nyc_taxi_hourly_sampled.parquet", index=False)
```

### 2. Data Cleaning

### 2.1 Fixing Columns

### 2.11 Fix the index

```
# Fix the index and drop any columns that are not needed

# Remove unwanted columns and reset the index

# Remove specified columns if present and reset the DataFrame index
unwanted_cols = ["store_and_fwd_flag", "extra", "mta_tax", "improvement_surcharge"]
hourly_sampled_df.drop(columns=unwanted_cols, inplace=True, errors="ignore")
hourly_sampled_df.reset_index(drop=True, inplace=True)

# Display final column names
print("Columns after cleaning:", list(hourly_sampled_df.columns))
```

- 1. Reset the Data Frame to the **default integer index**, replacing the previous index.
- Reviewed missing values across all columns. The highest null rates are in the two airportfee fields (airport fee and Airport fee). I left these untouched here because they're addressed in the next step.
- 3. Assessed remaining columns and found store\_and\_fwd\_flag adds little analytical value and contains nulls, so I **dropped** it.

### 2.1.2 Combine the two airport\_fee columns

```
# Combine the two airport fee columns
# Combine 'Airport_fee' and 'airport_fee' columns into one, adding values and handling missing data
if "Airport_fee" in hourly_sampled_df.columns and "airport_fee" in hourly_sampled_df.columns:
    hourly_sampled_df["Airport_fee"] = hourly_sampled_df["Airport_fee"].fillna(0) + hourly_sampled_df["airport_fee"].fillna(0)
    hourly_sampled_df.drop(columns=["airport_fee"], inplace=True, errors="ignore")
# Check the updated columns
print("Columns after combining airport fees:", list(hourly_sampled_df.columns))
```

- 1 Assessed the distribution of both columns by computing the **median** (middle value) and **mode** (most frequent); **both were 0**.
- 2 Checked for any rows where **both columns had values simultaneously**; the **overlap count was 0**.
- 3 Based on these findings, **imputed missing values as 0** in both columns.
- 4 Merged the two fields into a single column named airport fee.

i.

### 2.1. Handling Missing Values

### 2.1.1. Find the proportion of missing values in each column

Highest proportion of missing values in columns 'passenger\_count', 'RatecodeID' and 'congestion surcharge'.

### 2.1.2. Handling missing values in passenger\_count

- 1. Imputed missing values in 'passenger count' using the (median).
- 2. Treated zeros as invalid and replaced them with the mode (1), since the majority of trips in the data involve one passenger.

```
# Replace zero values in 'passenger_count' with the median
median_passenger = hourly_sampled_df["passenger_count"].median()
hourly_sampled_df.loc[hourly_sampled_df["passenger_count"] == 0, "passenger_count"] = median_passenger

# Show rows that still have missing values after handling 'passenger_count'
still_missing = hourly_sampled_df[hourly_sampled_df.isnull().any(axis=1)]
```

### 2.1.2 Handle missing values in RatecodelD

1.Since the **mode is 1** (standard rate) — indicating most trips use this code — imputed all missing RatecodeID values with **1**.

```
# Fix missing values in 'RatecodeID'
if "RatecodeID" in hourly_sampled_df.columns:
    most_common_ratecode = hourly_sampled_df["RatecodeID"].mode()[0]
    hourly_sampled_df["RatecodeID"] = hourly_sampled_df["RatecodeID"].fillna(most_common_ratecode)
    print("Missing RatecodeID values after filling:", hourly_sampled_df["RatecodeID"].isnull().sum())
Missing RatecodeID values after filling: 0
```

### 2.1.3. Impute NaN in congestion surcharge

### 2.2. Handling Outliers and Standardising Values

```
[62]: # Describe the data and check if there are any potential outliers present
      # Check for potential out of place values in various columns
      # Show summary statistics for numeric features and look for potential outliers
      print("Summary of dataset:\n", hourly_sampled_df.describe())
      # Function to identify outliers using the IQR method
      def get_outlier_counts(data, columns):
          outlier summary = {}
          for column in columns:
              q1 = data[column].quantile(0.25)
              q3 = data[column].quantile(0.75)
             iqr = q3 - q1
              low = q1 - 1.5 * iqr
              high = q3 + 1.5 * iqr
              count = ((data[column] < low) | (data[column] > high)).sum()
              if count > 0:
                 outlier_summary[column] = count
          return outlier_summary
      # Choose numeric columns to check
      num_features = hourly_sampled_df.select_dtypes(include=[np.number]).columns
      outlier_counts = get_outlier_counts(hourly_sampled_df, num_features)
      # Print outlier results
      print("\nColumns with detected outliers:")
      for col, cnt in outlier_counts.items():
        print(f" - {col}: {cnt} potential outliers")
```

### 2.2.1. Check outliers in payment type, trip distance and tip amount columns

```
[63]: # remove passenger_count > 6
         # Filter out trips with more than 6 passengers
        hourly_sampled_df = hourly_sampled_df[hourly_sampled_df["passenger_count"] <= 6]
        # Show distribution after filtering
        print("Passenger count distribution after cleaning: \verb|\n", hourly_sampled_df["passenger_count"].value\_counts()) \\
        Passenger count distribution after cleaning:
         passenger count
        1.0 1712770
        2.0
                79969
        4.0
                44933
                27888
        5.0
        6.0
                 18733
        Name: count, dtype: int64
                                                                                                                                             □ ↑ ↓
 [64]: # Continue with outlier handling
        # Function to remove outliers using IQR for a list of columns
        def drop_outliers(data, columns):
             cleaned = data.copy()
             for col in columns:
                q1 = cleaned[col].quantile(0.25)
                q3 = cleaned[col].quantile(0.75)
                iqr = q3 - q1
                min_val = q1 - 1.5 * iqr
                 max_val = q3 + 1.5 * iqr
                cleaned = cleaned[(cleaned[col] >= min val) & (cleaned[col] <= max val)]</pre>
         # Choose numeric columns for outlier removal
         num_cols = hourly_sampled_df.select_dtypes(include=[np.number]).columns
        hourly\_sampled\_df = drop\_outliers(hourly\_sampled\_df, num\_cols)
        # Print updated summary
        print("Outliers removed. Updated dataset summary:\n", hourly_sampled_df.describe())
[65]: # Do any columns need standardising?
       from sklearn.preprocessing import StandardScaler
      # Identify all numeric columns (including ID/location columns)
      numeric_cols = hourly_sampled_df.select_dtypes(include=[float, int]).columns.tolist()
       # Find columns with std > 1 (candidates for standardization)
      columns_to_standardize = [col for col in numeric_cols if hourly_sampled_df[col].std() > 1]
      print("Columns recommended for standardization:", columns_to_standardize)
      Columns recommended for standardization: ['trip_distance', 'PULocationID', 'DOLocationID', 'fare_amount', 'tip_amount', 'total_amount']
```

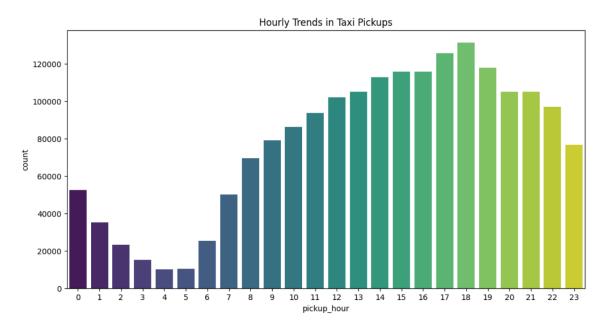
### Exploratory Data Analysis

### 3.1. General EDA: Finding Patterns and Trends

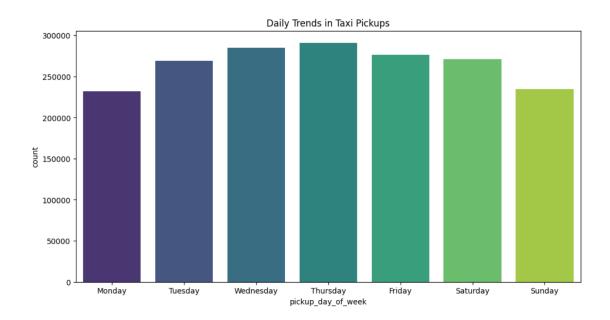
### 3.1.1. Classify variables into categorical and numerical

```
Categorise the varaibles into Numerical or Categorical.
* `VendorID`:Categorical
* `tpep_pickup_datetime`:Numerical
* `tpep_dropoff_datetime`:Numerical
* `passenger_count`:Numerical
* `trip_distance`:Numerical
* `RatecodeID`:Categorical
* `PULocationID`:Categorical
* `DOLocationID`:Categorical
* `payment_type`:Categorical
* `pickup_hour`:Numerical
* `trip_duration`:Numerical
The following monetary parameters belong in the same category, is it categorical or numerical? Ans:Numerical
* `fare_amount`
* `extra`
* `mta_tax`
* `tip_amount`
* `tolls_amount`
* `improvement_surcharge`
* `total_amount`
* `congestion_surcharge`
* `airport_fee`
```

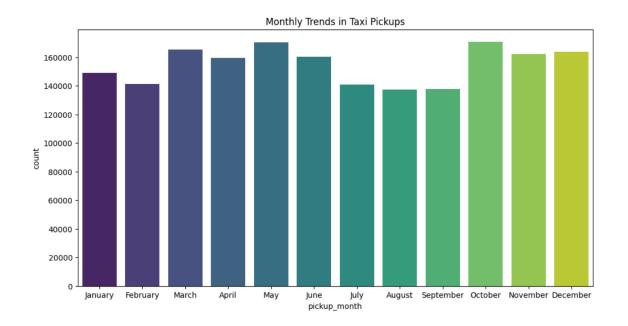
### 3.1.2 Analyse the distribution of taxi pickups by hours, days of the week, and months



Taxi pickups rise from 6am and the peak reaches at 6pm, which indicates people travel during these hours for work.



Pickups are at highest from Tuesday to Friday, showing pattern of people traveling within the city, possibly to work or airport.



Highest pickups reported from May and October, with March, November and December close by. This indicates people traveling more during holiday season (starting from late Oct to December). On the other hand, March to May being spring break and summer vacation time, taxi pickups see a spike in usage.

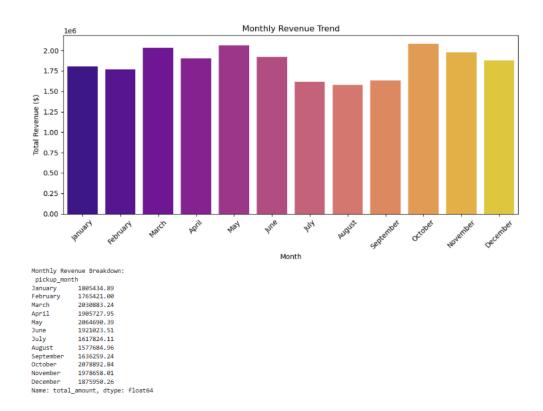
### 1.1.1. Filter out the zero/negative values in fares, distance and tips

```
# Create a df with non zero entries for the selected parameters.
# Filter the DataFrame to only include records with all financial values greater than zero
columns_to_keep = ["fare_amount", "tip_amount", "total_amount", "trip_distance"]
filtered\_data = hourly\_sampled\_df[(hourly\_sampled\_df[columns\_to\_keep] > 0).all(axis=1)].copy()
print(f"Shape after zero-value filtering: {filtered_data.shape}")
print("Statistics of financial columns after filtering:\n", filtered data[columns to keep].describe())
Shape after zero-value filtering: (1035088, 18)
Statistics of financial columns after filtering:
         fare_amount tip_amount total_amount trip_distance
count 1.035088e+06 1.035088e+06 1.035088e+06 1.035088e+06 mean 1.286094e+01 3.188257e+00 2.083078e+01 1.781554e+00
std 5.423234e+00 1.340285e+00 6.426143e+00 1.076067e+00
min 2.800000e+00 1.000000e-02 7.020000e+00 1.000000e-02 25% 8.600000e+00 2.160000e+00 1.595000e+01 1.000000e+00
      1.210000e+01 3.000000e+00 1.968000e+01 1.510000e+00 1.630000e+01 4.020000e+00 2.484000e+01 2.300000e+00
50%
75%
max 2.960000e+01 7.210000e+00 3.894000e+01 6.720000e+00
```

### 1.1.2. Analyse the monthly revenue trends

Analyse the monthly revenue (total\_amount) trend

```
[78]: # Group data by month and analyse monthly revenue
      import matplotlib.pyplot as plt
       import seaborn as sns
       # Make sure pickup_month column exists
      if "pickup_month" not in hourly_sampled_df.columns:
          hourly_sampled_df["pickup_month"] = hourly_sampled_df["tpep_pickup_datetime"].dt.month_name()
      # Define month order for consistent plotting
      month_order = [
           "January", "February", "March", "April", "May", "June",
          "July", "August", "September", "October", "November", "December"
      # Calculate total monthly revenue
      monthly_revenue = (
          hourly_sampled_df.groupby("pickup_month")["total_amount"]
          .sum()
          .reindex(month_order)
      # Plot monthly revenue trend
      plt.figure(figsize=(10, 5))
      sns.barplot(x=monthly_revenue.index, y=monthly_revenue.values, palette="plasma")
      plt.title("Monthly Revenue Trend")
      plt.xlabel("Month")
      plt.ylabel("Total Revenue ($)")
      plt.xticks(rotation=45)
      plt.tight_layout()
      plt.show()
      # Print revenue breakdown
      print("Monthly Revenue Breakdown:\n", monthly_revenue)
```



Monthly revenue increases are at highest during May and October, directly proportional to the trend we saw in above when analysing monthly trends of taxi pickups.

### 3.1.5 Find the proportion of each quarter's revenue in the yearly revenue

```
[79]: # Calculate proportion of each quarter
       # Assign each record to a quarter
filtered_data["quarter"] = filtered_data["tpep_pickup_datetime"].dt.to_period("Q")
       # Aggregate revenue by quarter
       quarter_revenue = filtered_data.groupby("quarter")["total_amount"].sum()
       # Calculate each quarter's percentage of annual revenue
       quarter_proportion = (quarter_revenue / quarter_revenue.sum()) * 100
       print("Revenue share by quarter (%):\n", quarter_proportion.round(2))
       # Plot the proportion as a bar chart
quarter_proportion.plot(kind="bar", color="skyblue", edgecolor="black")
       plt.xlabel("Quarter")
plt.ylabel("Proportion of Revenue (%)")
       plt.title("Quarterly Revenue Share")
plt.xticks(rotation=0)
       plt.grid(axis="y", linestyle="--", alpha=0.7)
plt.tight_layout()
       plt.show()
        Revenue share by quarter (%):
       quarter
2022Q4 0.00
2023Q1 25.23
        2023Q2
                  26.47
        2023Q4
                   26.68
        Freq: Q-DEC, Name: total_amount, dtype: float64
                                             Quarterly Revenue Share
           25
        € 20
        Proportion of Revenue
            10
                     2022Q4
                                       2023Q1
                                                         2023Q2
                                                                            2023Q3
                                                                                              2023Q4
```

Ouarter

### 1.1.1. Analyse and visualise the relationship between distance and fare amount

```
[81]: # Show how trip fare is offected by distance
import matplotlib.pyplot as plt
import seaborn as sns

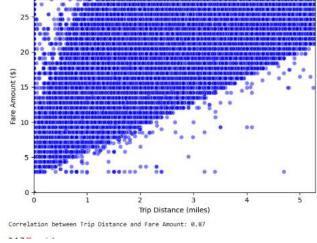
# Select relevant columns
trip_distance = hourly_sampled_df["trip_distance"]
fare_amount = hourly_sampled_df["fare_amount"]

# Scatter plot: Trip Distance vs Fare Amount
sns.scatterplot(x=trip_distance, y=fare_amount, alpha=0.5, color="blue")
plt.title("Nelationship Setuene Trip_Distance and Fare Amount")
plt.xlabel("Trip_Distance (miles)")
plt.ylabel("Fare Amount (5)")

# Limit axes to remove extreme outliers (99th percentile cutoff)
plt.ylim(0, fare_amount.quantile(0.99))
plt.xlim(0, trip_distance.quantile(0.99))
plt.tight_layout()
plt.show()

# Calculate and print correlation
correlation = trip_distance.corr(fare_amount)
print(f"Correlation between Trip_Distance and Fare Amount: (correlation:.2f)")

Relationship_Between Trip_Distance and Fare Amount
```



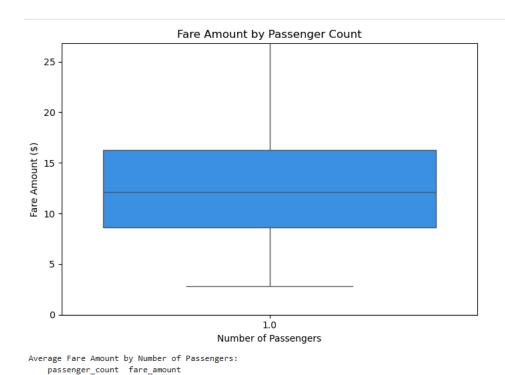
Correlation between trip\_distance and fare\_amount:

strong positive correlation (0.87). This means that as the trip distance increases, the fare amount also tends to increase proportionally.

### 1.1.2. Analyse the relationship between fare/tips and trips/passengers

Observation: Trip duration is not directly proportional to fare amount. The correlation is also towards lower side (0.20). There are few outliers with high fare amount and low trip duration.

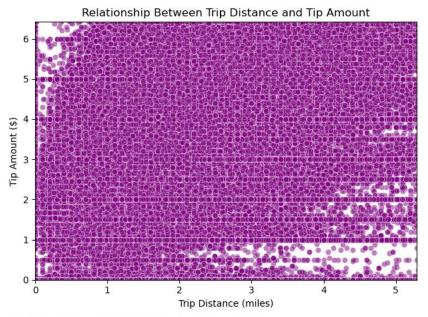
This could be due to surge pricing during peak hours or other factors such as negotiation between driver and passenger.



1.0

12.860944

```
# Show relationship between fare and number of passengers
# Relationship between fare and passenger count
plt.figure(figsize=(7, 5))
sns.boxplot(
   x="passenger_count",
   y="fare_amount",
   data=filtered_data,
   color="dodgerblue" # Use a single color for no warning
plt.title("Fare Amount by Passenger Count")
plt.xlabel("Number of Passengers")
plt.ylabel("Fare Amount ($)")
plt.ylim(0, filtered_data["fare_amount"].quantile(0.99))
plt.tight_layout()
plt.show()
# Calculate mean fare for each passenger group
fare_by_passenger = (
    filtered_data.groupby("passenger_count")["fare_amount"].mean().reset_index()
print("Average Fare Amount by Number of Passengers:\n", fare_by_passenger)
```

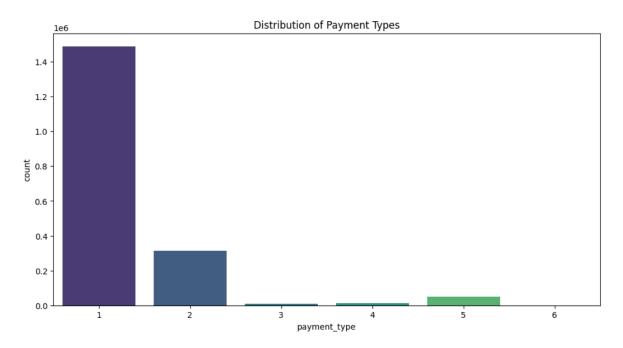


Correlation between Trip Distance and Tip Amount: 0.48

```
: # Show relationship between tip and trip distance
  # Extract relevant columns
  trip_distance = hourly_sampled_df["trip_distance"]
  tip_amount = hourly_sampled_df["tip_amount"]
  # Scatter plot: Trip Distance vs Tip Amount
  sns.scatterplot(x=trip_distance, y=tip_amount, alpha=0.5, color="purple")
  plt.title("Relationship Between Trip Distance and Tip Amount")
  plt.xlabel("Trip Distance (miles)")
  plt.ylabel("Tip Amount ($)")
  # Limit axes to exclude extreme outliers (99th percentile cutoff)
  plt.ylim(0, tip_amount.quantile(0.99))
  plt.xlim(0, trip_distance.quantile(0.99))
  plt.tight_layout()
  plt.show()
  # Calculate correlation
  correlation = trip_distance.corr(tip_amount)
  print(f"Correlation between Trip Distance and Tip Amount: {correlation:.2f}")
  # Calculate average tip per mile
  hourly_sampled_df["tip_per_mile"] = tip_amount / trip_distance
  print("\nAverage Tip Per Mile:\n", hourly_sampled_df["tip_per_mile"].describe())
```

**Observation:** The tip amount is not directly proportional to the trip distance. Tip amount for few short distances is higher than the tip amount for longer distances. This could be due to external factors such as time of the day, negotiation between driver and passenger.

### 1.1.3. Analyse the distribution of different payment types



**Observation:** The most common payment type is credit card (1), followed by cash (2). Number of voided trips (6) are zero.

### 1.1.4. Load the taxi zones shapefile and display it

Load the shapefile and display it.

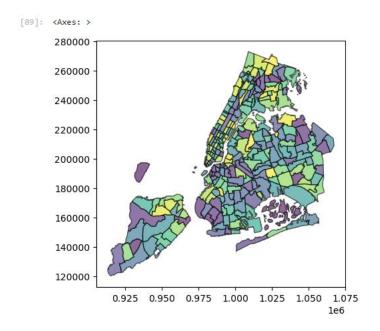
```
# import geopandas as gpd
# Read the shapefile using geopandas
import geopandas as gpd

# Define path to the shapefile (update if needed)
shapefile_path = r"C:\Users\prash\Downloads\Datasets and Dictionary-NYC\Datasets and Dictionary\taxi_zones\taxi_zones\shp"

# Load shapefile
zones = gpd.read_file(shapefile_path)

# Display first few rows
zones.head()
```

	OBJECTID	Shape_Leng	Shape_Area	zone	LocationID	borough	geometry
0	1	0.116357	0.000782	Newark Airport	1	EWR	POLYGON ((933100.918 192536.086, 933091.011 19
1	2	0.433470	0.004866	Jamaica Bay	2	Queens	MULTIPOLYGON (((1033269.244 172126.008, 103343
2	3	0.084341	0.000314	Allerton/Pelham Gardens	3	Bronx	POLYGON ((1026308.77 256767.698, 1026495.593 2
3	4	0.043567	0.000112	Alphabet City	4	Manhattan	POLYGON ((992073.467 203714.076, 992068.667 20
4	5	0.092146	0.000498	Arden Heights	5	Staten Island	POLYGON ((935843.31 144283.336, 936046.565 144



### 1.1.4 Merge the zone data with trips data

Verified if 'PULocationId' column has any empty value, otherwise merging will result into missing zone info in those records.

```
# Merge zones and trip records using locationID and PULocationID
zones["LocationID"] = zones["LocationID"].astype(int)
hourly_sampled_df["PULocationID"] = hourly_sampled_df["PULocationID"].astype(int)

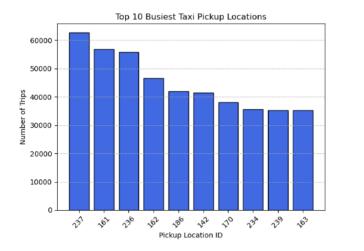
# Merge trip records with zone data
merged_df = hourly_sampled_df.merge(
    zones,
    left_on="PULocationID",
    right_on="LocationID",
    how="left"
)

# Display merged DataFrame
print(merged_df)
```

```
2 2023-01-03 19:52:03 2023-01-03 19:55:24
               2 2023-01-15 15:41:41 2023-01-15 15:54:03
2 2023-01-11 09:40:24 2023-01-11 09:54:18
                                                                            1.0
             2 2023-02-09 22:32:32 2023-02-09 22:53:32
1074049
1074050
1074051
              2 2023-05-12 13:55:10 2023-05-12 14:02:10
1 2023-01-23 07:04:11 2023-01-23 07:08:24
               2 2023-05-09 20:10:39 2023-05-09 20:31:23
2 2023-01-07 19:41:20 2023-01-07 19:53:44
1074052
1074053
         trip_distance RatecodeID PULocationID DOLocationID payment_type \
                                          162
                                                        170
                           1.0
                 0.50
                  2.80
                                         164
151
211
238
...
113
107
186
                  0.87
                                                             239
                  1.86
                               1.0
                                                            234
                              1.0
1074049
                  0.94
1074051
                  0.90
                               1.0
                                                            234
1074053
                  2.33
                               1.0
                                                            237
         fare_amount ... pickup_day pickup_month tip_per_mile OBJECTID \
                 5.1 ...
                                             January
January
                             Wednesday
                14.9 ... Wednesday
6.5 ... Tuesday
                                                           1.421429
                                             January
                                                           1.149425
                                                                        151.0
4
                15.6 ... Wednesday
                                             January
                                                         2.103004
                                                                        238.0
                25.4 ... Thursday
                                            February
                7.9 ...
7.2 ...
                               Friday
                                                         2.531915
2.444444
1074050
                                                May
                                                                        107.0
                                Monday
                                            January
                                                                        186.0
1074052
                               Tuesday
                                                          1.283721
                                                                        114.0
1074053
                                                           zone LocationID \
                                              Midtown East
           0.035270
                       0.000048
           0.035772
                       0.000056
                                                 Midtown South
                                                                     164.0
                                             Manhattan Valley
           0.025235
                       0.000040
                                                                     211.0
           0.060109
           0.032745
                       0.000058 Greenwich Village North
1074049
                                                                     113.0
                       0.000075
           0.038041
                       0.000037 Penn Station/Madison Sq West
0.000047 Greenwich Village South
1074051
           0.024696
                                                                     186.0
1074053
           0.063626
                       0.000205
                                        Upper West Side South
                                                                     239.0
           borough
                                                               geometry
```

### 1.1.5. Find the number of trips for each zone/location ID

```
# Group data by Location and calculate the number of trips
import geopandas as gpd
import matplotlib.pyplot as plt
shapefile_path = r"C:\Users\prash\Downloads\Datasets and Dictionary-NYC\Datasets and Dictionary\taxi_zones\taxi_zones.shp"
zones = gpd.read_file(shapefile_path)
# Count number of trips per pickup Location
    hourly_sampled_df.groupby("PULocationID")
.size()
    .reset_index(name="num_trips")
.sort_values(by="num_trips", ascending=False)
# Merge trip counts with zone data
zones = zones.merge(
 trip_counts,
left_on="LocationID",
right_on="PULocationID",
how="left"
# Replace NaN with 0 for zones with no trips
zones["num_trips"] = zones["num_trips"].fillna(0)
# PLot top 10 busiest pickup locations
top_pickups = trip_counts.head(10)
  top_pickups["PULocationID"].astype(str),
    top_pickups["num_trips"],
color="royalblue",
    edgecolor="black"
plt.xlabel("Pickup Location ID")
plt.ylabel("Number of Trips")
plt.title("Top 10 Busiest Taxi Pickup Locations")
plt.xticks(rotation=45)
plt.grid(axis="y", linestyle="--", alpha=0.7)
plt.tight_layout()
plt.show()
```

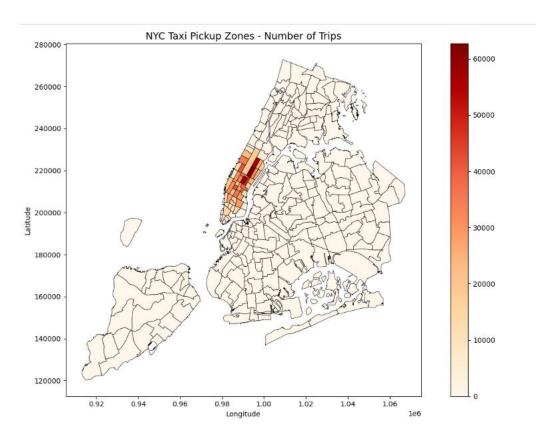


### 1.1.8. Add the number of trips for each zone to the zones dataframe

6.

7.

```
# Merge trip counts back to the zones GeoDataFrame
# Read the shapefile
shapefile_path = r"C:\Users\prash\Downloads\Datasets and Dictionary-NYC\Datasets and Dictionary\taxi_zones\taxi_zones\taxi_
zones = gpd.read_file(shapefile_path)
# Aggregate trip counts by pickup location
trip_counts = (
    hourly_sampled_df.groupby("PULocationID")
    .reset_index(name="num_trips")
# Merge trip counts back to the zones GeoDataFrame
zones = zones.merge(trip_counts, left_on="LocationID", right_on="PULocationID", how="left")
# Fill NaN values with 0 (for zones with no recorded trips)
zones["num_trips"] = zones["num_trips"].fillna(0)
# Plot the taxi zones with trip density
fig, ax = plt.subplots(figsize=(12, 8))
zones.plot(column="num_trips", cmap="OrRd", linewidth=0.5, edgecolor="black", legend=True, ax=ax)
plt.title("NYC Taxi Pickup Zones - Number of Trips", fontsize=14)
plt.xlabel("Longitude")
plt.ylabel("Latitude")
plt.tight_layout()
plt.show()
```



1.1.9. Plot a map of the zones showing number of trips

Plot a color-coded map showing zone-wise trips

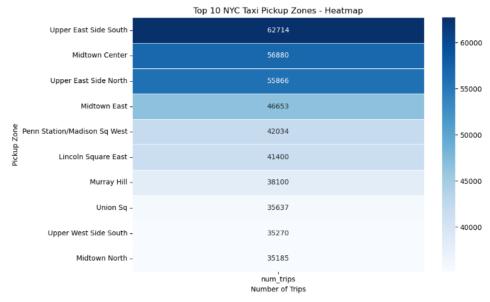
```
# Define figure and axis
fig, ax = plt.subplots(figsize=(12, 10))
# Draw the taxi zones, shading by trip counts
  ones.plot(
    column="num_trips",  # data column for color intensity
    cmap="OrRd",  # color scheme (Orange → Red)
    linewidth=0.5,  # boundary line width
    edgecolor="black",  # boundary line color
    ax=ax,  # use our axis
    legend=True,  # include color legend
zones.plot(
    legend_kwds={
         "label": "Trip Count",
          "orientation": "horizontal"
)
# Add a descriptive title
ax.set_title("Distribution of NYC Taxi Trips by Pickup Zone", fontsize=15)
# Hide axis ticks and borders for a cleaner map look
ax.set_xticks([])
ax.set_yticks([])
ax.spines.clear()
# Render the final map
plt.tight_layout()
plt.show()
```

Distribution of NYC Taxi Trips by Pickup Zone





```
# can you try displaying the zones DF sorted by the number of trips?
import geopandas as gpd
import matplotlib.pyplot as plt
import seaborn as sns
# Grab the 10 busiest pickup zones
top10 = zones.nlargest(10, "num_trips").copy()
# Prepare a single-column table for the heatmap
heat_df = (
   top10[["zone", "num_trips"]]
    .sort_values("num_trips", ascending=False)
plt.figure(figsize=(10, 6))
sns.heatmap(
   heat df,
    annot=True,
    cmap="Blues"
   linewidths=0.5,
    fmt=".0f"
# Titles and Labels
plt.title("Top 10 NYC Taxi Pickup Zones - Heatmap")
plt.xlabel("Number of Trips")
plt.ylabel("Pickup Zone")
plt.tight_layout()
plt.show()
```



Here we have completed the temporal, financial and geographical analysis on the trip records.

#### Conclude with results

1. **Taxi service usage:** The peak hours for taxi pickups is from 5:00 pm - 7:00 pm. The reason being people avail taxi at this time to travel from office to home during weekdays, and go out for dinner during weekends.

Weekdays, especially Wednesday, Thursday and Friday, have higher taxi pickups/drop-offs. Possible reason being most people work from office during mid-week.

Spring Break (March), Summer vacation (May) and Holiday season (Oct-Dec) see the highest taxi service usage.

#### 2. Trends in revenue collection trend:

Revenue collection is at its highest in Q2 (April, May, June) and Q4 (Oct, Nov, Dec), aligning with the higher taxi activity during these periods, aligning with the higher taxi service usage during these periods, with Q4 being the peak due to the holiday season.

#### Taxi fare:

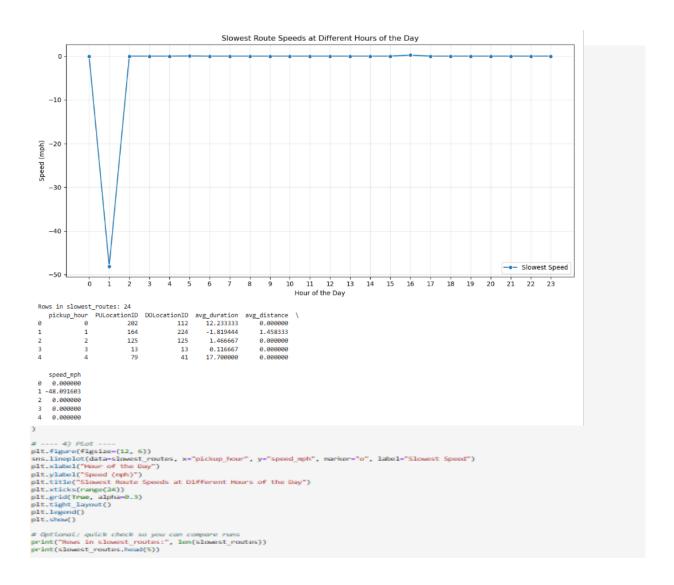
Fare amount vs Trip distance: There is a strong positive correlation between trip distance and fare amount. Longer trips result in higher fares.

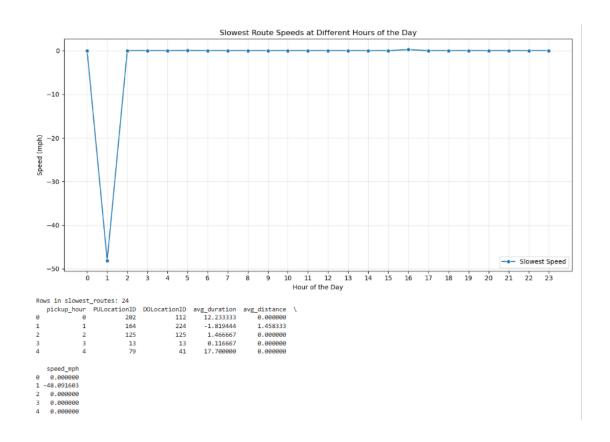
- Fare amount vs Trip duration: There is also a positive correlation between trip duration and fare amount, although the correlation is less compared to above. In some instances, shorter trips have resulted in higher fare amount, indicating surge pricing and/or negotiation between driver and passenger.
- Fare amount vs Passenger count: Passenger count = 4 usually results in highest fare, however more than 4 passengers have shown lower fare trend.
- Tip amount vs Trip distance: The correlation is positive, however as per the visualization, shorter trips also resulted in higher tip amount. Possible reason being time of the day/night and negotiation between passenger and driver.

### **Busiest Zones:**

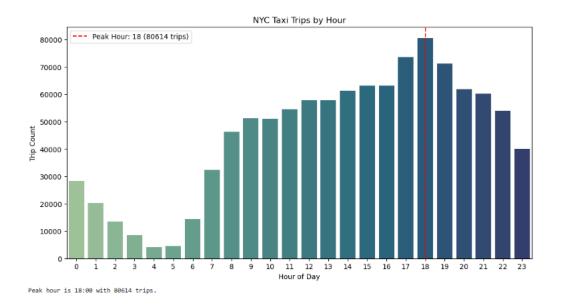
- Top pickup location is JFK Airport, followed closely by Upper East Side South, Midtown canter and Upper East Side North.

- **1.2.** Detailed EDA: Insights and Strategies
  - 1.2.1. Identify slow routes by comparing average speeds on different routes





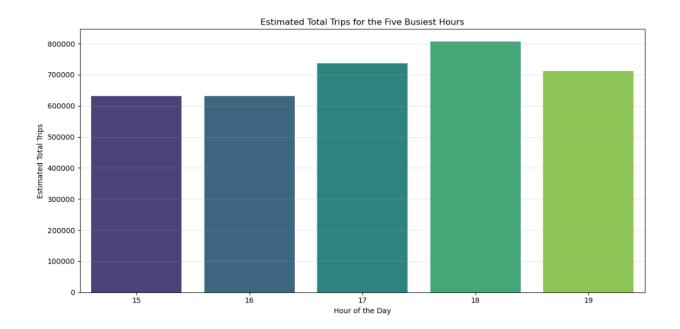
1.2.2. Calculate the hourly number of trips and identify the busy hours



Observations: Busy hours are during evening 5pm to 7pm, indicating people returning to home

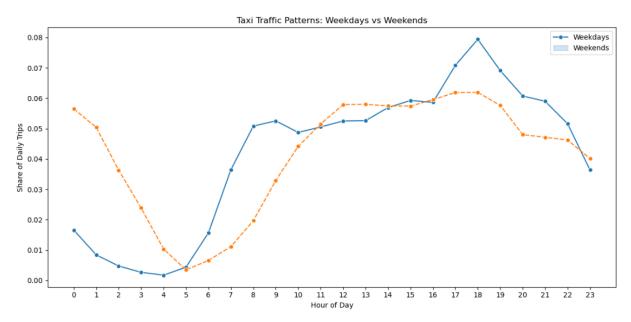
1.2.3. Scale up the number of trips from above to find the actual number of trips

```
# Scale up the number of trips
  import pandas as pd
import matplotlib.pyplot as plt
   import seaborn as sns
   df["tpep_pickup_datetime"] = pd.to_datetime(df["tpep_pickup_datetime"], errors="coerce")
df["pickup_hour"] = df["tpep_pickup_datetime"].dt.hour
   # 2) Count trips per hour in the sampled data
trips_per_hour = df["pickup_hour"].value_counts().sort_index()
   # 3) Scale up to estimate totals (set your actual sampling fraction) sample_fraction = 0.10 # e.g., 10% sample -> multiply by 10 scaled_trips = (trips_per_hour / sample_fraction).round().astype(int)
   # 4) Top-5 busiest hours (actual estimated counts)
top5 = scaled_trips.sort_values(ascending=False).head(5)
   print("Estimated total trips in the five busiest hours:")
   for hr, cnt in top5.items():
    print(f"{hr:02d}:00 -> {cnt:,} trips")
    # 6) Visualize
   plt.figure(figsize=(12, 6))
   sns.barplot(x=top5.index, y=top5.values, palette="viridis")
plt.title("Estimated Total Trips for the Five Busiest Hours")
   plt.xlabel("Hour of the Day")
plt.ylabel("Estimated Total Trips")
   plt.grid(axis="y", alpha=0.3)
plt.tight_layout()
plt.show()
   Estimated total trips in the five busiest hours:
   18:00 -> 806,140 trips
17:00 -> 736,520 trips
   19:00 -> 711,430 trips
16:00 -> 632,060 trips
15:00 -> 631,440 trips
```



### 1.2.4. Compare hourly traffic on weekdays and weekends

```
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
# Create hour and weekday columns
df["tpep_pickup_datetime"] = pd.to_datetime(df["tpep_pickup_datetime"], errors="coerce")
df["pickup_hour"] = df["tpep_pickup_datetime"].dt.hour
df["day_of_week"] = df["tpep_pickup_datetime"].dt.weekday # Monday=0, Sunday=6
# Tag weekend trips
df["weekend_flag"] = df["day_of_week"] >= 5
# Count trips per hour for weekday/weekend
traffic_counts = (
   df.groupby(["pickup_hour", "weekend_flag"])
      .reset_index(name="trip_count")
# Reshape for easier plotting
traffic_pivot = traffic_counts.pivot(index="pickup_hour", columns="weekend flag", values="trip_count")
# Rename columns for clarity
traffic_pivot.columns = ["Weekdays", "Weekends"]
# Convert to proportions for fair comparison
traffic_pivot = traffic_pivot.div(traffic_pivot.sum())
# Plot comparison
plt.figure(figsize=(12, 6))
sns.lineplot(data=traffic_pivot, marker="o")
plt.xlabel("Hour of Day")
plt.ylabel("Share of Daily Trips")
plt.title("Taxi Traffic Patterns: Weekdays vs Weekends")
plt.xticks(range(24))
plt.legend(["Weekdays", "Weekends"])
plt.tight_layout()
plt.show()
```



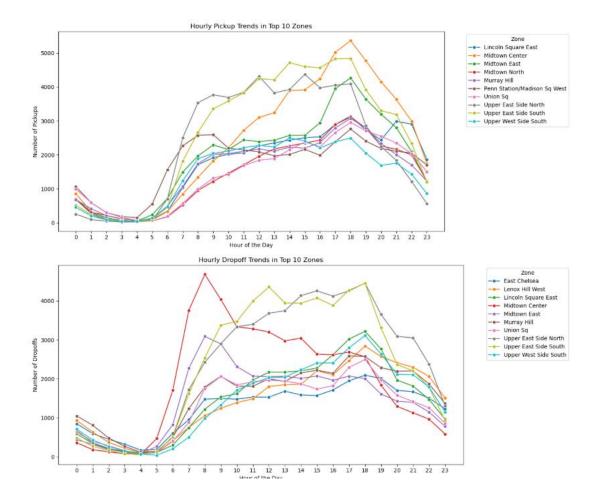
**Observation:** Weekday trips tend to go higher during evening hours, while weekends mostly see a flat trend in number of trips throughout the day

1.2.5. Identify the top 10 zones with high hourly pickups and drops

```
import matplotlib.pyplot as plt
# CHAPTER DISTRIBUTE OF THE PROPERTY OF T
pickup_counts = df["PULocationID"].value_counts().head(10).index
 top_pickup_df = df[df["PULocationID"].isin(pickup_counts)]
# --- Top 10 dropoff zones ---
dropoff_counts = df["DOLocationID"].value_counts().head(10).index
top_dropoff_df = df[df["DOLocationID"].isin(dropoff_counts)]
# ---- Merge zone names ----

top_pickup_df = top_pickup_df.merge(zones[["LocationID", "zone"]], left_on="PULocationID", right_on="LocationID", how="left")

top_dropoff_df = top_dropoff_df.merge(zones[["LocationID", "zone"]], left_on="DULocationID", right_on="LocationID", how="left")
  # ---- Hourly pickup trends for top zones ----
          top_pickup_df.groupby(["pickup_hour", "zone"])
           .reset_index(name="trip_count")
plt.figure(figsize=(14, 6))
 sns.lineplot(data=pickup_trends, x="pickup_hour", y="trip_count", hue="zone", marker="o")
plt.title("Hourly Pickup Trends in Top 10 Zones")
plt.xlabel("Hour of the Day")
 plt.ylabel("Number of Pickups")
plt.xticks(range(24))
plt.legend(title="Zone", bbox_to_anchor=(1.05, 1), loc="upper left")
plt.tight_layout()
plt.show()
 # ---- Hourly dropoff trends for top zones ----
        top_dropoff_df.groupby([top_dropoff_df["tpep_pickup_datetime"].dt.hour, "zone"])
         .reset_index(name="trip_count")
.rename(columns={"tpep_pickup_datetime": "pickup_hour"})
sns.lineplot(data=dropoff_trends, x="pickup_hour", y="trip_count", hue="zone", marker="o")
plt.title("Hourly Dropoff Trends in Top 10 Zones")
plt.xlabel("Hour of the Day")
plt.ylabel("Number of Dropoffs")
 plt.xticks(range(24))
plt.legend(title="Zone", bbox_to_anchor=(1.05, 1), loc="upper left")
plt.tight_layout()
plt.show()
```

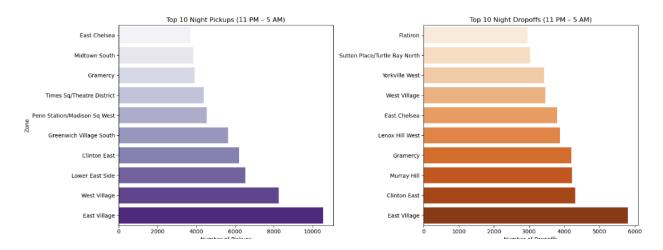


#### 1.2.6. Find the ratio of pickups and dropoffs in each zone

```
: # Find the top 10 and bottom 10 pickup/dropoff ratios
  import numpy as np
  import pandas as pd
  # Count pickup and dropoff trips per LocationID
  pu = df["PULocationID"].value_counts().rename("num_pickups")
  do = df["DOLocationID"].value_counts().rename("num_dropoffs")
  # Combine on the full set of LocationIDs (pickups U dropoffs)
  ratios = (
     pd.concat([pu, do], axis=1)
       .fillna(0)
       .reset index()
       .rename(columns={"index": "LocationID"})
  # Safe ratio: undefined when dropoffs = 0
  ratios["pickup_dropoff_ratio"] = ratios["num_pickups"] / ratios["num_dropoffs"].replace(0, np.nan)
  # Attach zone names
  ratios = ratios.merge(zones[["LocationID", "zone"]], on="LocationID", how="left")
  # Drop zones where ratio is undefined (no dropoffs)
  ratios_valid = ratios.dropna(subset=["pickup_dropoff_ratio"]).copy()
  # Sort for top/bottom 10
  top_10 = ratios_valid.sort_values("pickup_dropoff_ratio", ascending=False).head(10)
  bottom_10 = ratios_valid.sort_values("pickup_dropoff_ratio", ascending=True).head(10)
  # Display (rounded for readability)
  print("Top 10 Pickup/Dropoff Ratios:")
  print(top 10[["zone", "pickup dropoff ratio"]].assign(pickup dropoff ratio=lambda s: s["pickup dropoff ratio"].round(3)))
                                 Top 10 Pickup/Dropoff Ratios:
  print("\nBottom 10 Pickup/Drop
                                                            zone pickup_dropoff_ratio
  print(bottom_10[["zone", "pick")
                                                                                            :kup_dropoff_ratio"].round(3)))
                                77
                                                   East Elmhurst
                                 4 Penn Station/Madison Sq West
                                                                               1.609
                                                                               1.362
                                 28
                                      Greenwich Village South
                                 24
                                                   Central Park
                                                                               1.351
                                                   Midtown East
                                                                               1.315
                                 15
                                                   West Village
                                                                               1.305
                                 25
                                              Garment District
                                                                               1.284
                                                                               1.229
                                                  Midtown North
                                 10
                                     Times Sq/Theatre District
                                                                                1.202
                                                 Midtown Center
                                 Bottom 10 Pickup/Dropoff Ratios:
                                                         zone pickup_dropoff_ratio
                                           Ocean Parkway South
                                 153
                                                    Glendale
                                                                                0.0
                                                 Baisley Park
                                 137
                                                                               0.0
                                         Stuyvesant Heights
                                 112
                                                                               0.0
                                 113
                                         South Williamsburg
                                                                               0.0
                                              Columbia Street
                                 115 Prospect-Lefferts Gardens
                                                                               0.0
                                      Crown Heights South
                                 116
                                                                               0.0
                                 117
                                                Prospect Park
                                                                                0.0
                                                     Ridgewood
```

#### 1.2.7. Identify the top zones with high traffic during night hours

```
# During night hours (11pm to 5am) find the top 10 pickup and dropoff zones
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
# Make sure we have the hour field
df("tpep_pickup_datetime") = pd.to_datetime(df["tpep_pickup_datetime"], errors="coerce")
df["pickup_hour"] = df["tpep_pickup_datetime"].dt.hour
night_mask = (df["pickup_hour"] >= 23) | (df["pickup_hour"] <= 5)
night_df = df.loc[night_mask].copy()</pre>
 # Top 10 night pickups
night_top_pu = (
    night_df["PULocationID"].value_counts().head(10).rename_axis("LocationID").reset_index(name="num_pickups")
     .merge(zones[["LocationID", "zone"]], on="LocationID", how="left")
     .sort_values("num_pickups", ascending=True) # for a neat horizontal bar order
# Top 10 night dropoffs
   night_df["DOLocationID"].value_counts().head(10).rename_axis("LocationID").reset_index(name="num_dropoffs")
.merge(zones[["LocationID", "zone"]], on="LocationID", how="left")
.sort_values("num_dropoffs", ascending=True)
# PLot side-by-side (horizontal bars for readability)
fig, axes = plt.subplots(1, 2, figsize=(16, 6), sharey=False)
 sns.barplot(data=night\_top\_pu, \ x="num\_pickups", \ y="zone", \ ax=axes[\theta], \ palette="Purples")
axes[0].set_title("Top 10 Night Pickups (11 PM - 5 AM)")
axes[0].set_xlabel("Number of Pickups")
 axes[0].set_ylabel("Zone")
 sns.barplot(data=night_top_do, x="num_dropoffs", y="zone", ax=axes[1], palette="Oranges")
axes[1].set_title("Top 10 Night Dropoffs (11 PM - 5 AM)")
axes[1].set_xlabel("Number of Dropoffs")
axes[1].set_ylabel("")
plt.tight_layout()
plt.show()
print("Top 10 night pickup zones:")
print(night_top_pu.sort_values("num_pickups", ascending=False)[["zone", "num_pickups"]].to_string(index=False))
print(night_top_do.sort_values("num_dropoffs", ascending=False)[["zone", "num_dropoffs"]].to_string(index=False))
```



Observation: People tend to avail taxi service more during night hours from airports, with some pick-up locations residential areas like East village. Drop-off locations are all mostly residential during night, with exception of times square.

Top 10 night pickup zones:	
zone	num_pickups
East Village	10540
West Village	8264
Lower East Side	6534
Clinton East	6213
Greenwich Village South	5641
Penn Station/Madison Sq West	4548
Times Sq/Theatre District	4384
Gramercy	3910
Midtown South	3865
East Chelsea	3691
Top 10 night dropoff zones:	num dropoffs
Zone East Village	5802
Clinton East	4311
Murray Hill	4223
Gramercy	4202
Lenox Hill West	3868
East Chelsea	3799
West Village	3459
Yorkville West	3422
Sutton Place/Turtle Bay North	3028
Flatiron	2955
114111011	2555

#### 1.2.8. Find the revenue share for nighttime and daytime hours

Find the revenue share for nighttime and daytime hours.

```
: # Filter for night hours (11 PM to 5 AM)
  # Ensure datetime parsing
  df["tpep_pickup_datetime"] = pd.to_datetime(df["tpep_pickup_datetime"], errors="coerce")
  df["pickup_hour"] = df["tpep_pickup_datetime"].dt.hour
  # Night: 11 PM-5 AM | Day: 6 AM-10 PM
  night_mask = (df["pickup_hour"] >= 23) | (df["pickup_hour"] <= 5)</pre>
  day_mask = (df["pickup_hour"] > 5) & (df["pickup_hour"] < 23)</pre>
  night_rev = df.loc[night_mask, "total_amount"].sum()
  day_rev = df.loc[day_mask, "total_amount"].sum()
  total_rev = night_rev + day_rev
  # Revenue share (%)
  night_pct = (night_rev / total_rev) * 100
  day_pct = (day_rev / total_rev) * 100
  print(f"Night \ Time \ Revenue \ Share \ : \ \{night\_pct:.2f\}\%")
  print(f"Day Time Revenue Share : {day_pct:.2f}%")
  Night Time Revenue Share : 11.20%
  Day Time Revenue Share : 88.80%
```

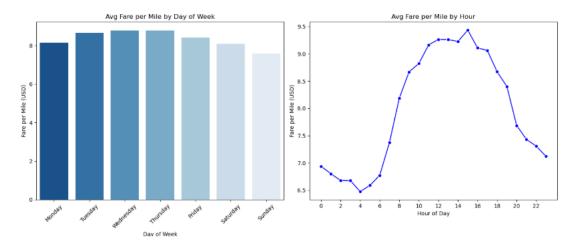
Observation: Revenue tends to be highest during early morning (5am), and evening hours. The explanation for night time revenue can be higher tip amount given to driver.

1.2.9. For the different passenger counts, find the average fare per mile per passenger

```
# Analyse the fare per mile per passenger for different passenger counts
# Filter out invalid distances and passenger counts
filtered_df = df[(df["trip_distance"] > 0) & (df["passenger_count"] > 0)].copy()
# Step 1: Compute fare per mile for each trip
filtered_df["fare_per_mile"] = filtered_df["fare_amount"] / filtered_df["trip_distance"]
# Step 2: Adjust for passenger count to get fare per mile per passenger
filtered_df["fare_per_mile_per_passenger"] = filtered_df["fare_per_mile"] / filtered_df["passenger_count"]
# Step 3: Average the results for each passenger count
avg_fare_passenger = (
   filtered_df.groupby("passenger_count")["fare_per_mile_per_passenger"]
   .mean()
   .reset_index()
# Display the analysis
print("Average Fare per Mile per Passenger for each Passenger Count:")
print(avg_fare_passenger)
Average Fare per Mile per Passenger for each Passenger Count:
 passenger_count fare_per_mile_per_passenger
              1.0
```

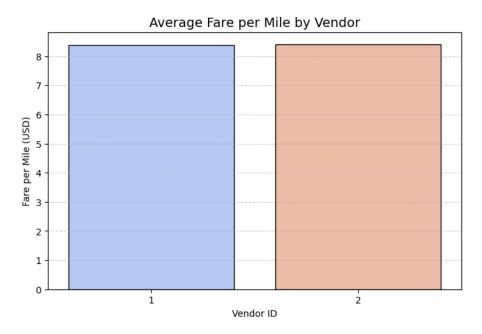
### 1.2.10. Find the average fare per mile by hours of the day and by days of the week

Find the average fare per mile by hours of the day and by days of the week import matplotlib.pyplot as plt # Keep only trips with valid distance valid\_trips = df[df["trip\_distance"] > 0].copy() valid\_trips["fare\_per\_mile"] = valid\_trips["fare\_amount"] / valid\_trips["trip\_distance"] # Extract day name and pickup hour valid\_trips["pickup\_dour"] = pd.to\_datetime(valid\_trips["tpep\_pickup\_datetime"]).dt.day\_name()
valid\_trips["pickup\_dour"] = pd.to\_datetime(valid\_trips["tpep\_pickup\_datetime"]).dt.hour # Average fare per mile by day of week valid trips.groupby("pickup day")["fare per mile"] .reindex(["Monday", "Tuesday", "Wednesday", "Thursday", "Friday", "Saturday", "Sunday"]) avg\_fare\_hour = valid\_trips.groupby("pickup\_hour")["fare\_per\_mile"].mean() fig, axes = plt.subplots(1, 2, figsize=(14, 6)) sns.barplot(ax=axes[0], x=avg\_fare\_day.index, y=avg\_fare\_day.values, palette="Blues\_r") axes[0].set\_title("Avg Fare per Mile by Day of Week") axes[0].set\_xlabel("Day of Week")
axes[0].set\_ylabel("Fare per Mile (USD)") axes[0].tick\_params(axis='x', rotation=45) sns.lineplot(ax=axes[1], x=avg\_fare\_hour.index, y=avg\_fare\_hour.values, marker="o", color="blue") axes[1].set\_title("Avg Fare per Mile by Hour") axes[1].set\_xlabel("Hour of Day")
axes[1].set\_ylabel("Fare per Mile (USD)") axes[1].set\_xticks(range(0, 24, 2)) plt.tight\_layout() plt.show()



#### 1.2.11. Analyze the average fare per mile for the different vendors

```
# Compare fare per mile for different vendors
# Ensure trip_distance > 0 to avoid division by zero
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
# Filter out trips with zero or negative distance
vendor_data = df[df["trip_distance"] > 0].copy()
# Calculate fare per mile
vendor_data["fare_per_mile"] = vendor_data["fare_amount"] / vendor_data["trip_distance"]
# Get average fare per mile for each vendor
avg_fare_vendor = vendor_data.groupby("VendorID")["fare_per_mile"].mean().reset_index()
# Change VendorID to string for categorical plotting
avg_fare_vendor["VendorID"] = avg_fare_vendor["VendorID"].astype(str)
# --- Plot ---
plt.figure(figsize=(8, 5))
sns.barplot(data=avg_fare_vendor, x="VendorID", y="fare_per_mile", palette="coolwarm", edgecolor="black")
plt.title("Average Fare per Mile by Vendor", fontsize=14)
plt.xlabel("Vendor ID")
plt.ylabel("Fare per Mile (USD)")
plt.grid(axis="y", linestyle="--", alpha=0.6)
plt.show()
```

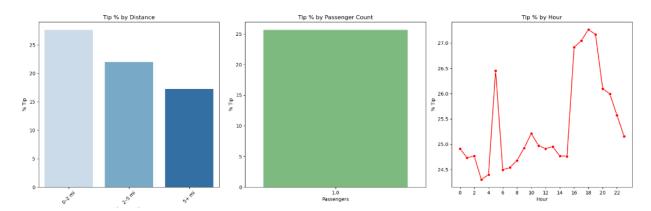


1.2.12. Compare the fare rates of different vendors in a distance-tiered fashion

```
# Defining distance tiers
## Keep valid trips and compute fare per mile
df = df[(df["trip_distance"] > 0) & (df["fare_amount"] > 0)].copy()
df["fare_per_mile"] = df["fare_amount"] / df["trip_distance"]
# Define tiers: 0-2, 2-5, >5 miles
# Average fare per mile for each Vendor & Tier
result = df.groupby(["VendorID", "distance_tier"])["fare_per_mile"].mean().reset_index()
# Show in table form
print(result.pivot(index="VendorID", columns="distance_tier", values="fare_per_mile").round(2))
# Plot grouped bar chart
sns.barplot(data=result, x="VendorID", y="fare_per_mile", hue="distance_tier", palette="Set2")
plt.title("Average Fare per Mile by Vendor and Distance Tier")
plt.ylabel("USD per Mile")
plt.show()
distance_tier 0-2 mi 2-5 mi 5+ mi
               9.47
                     6.33 4.69
               9.44 6.43 4.74
                        0.43 4.74
             Average Fare per Mile by Vendor and Distance Tier
                                                          distance tier
                                                          0-2 mi
                                                          2-5 mi
      8
                                                          === 5+ mi
   USD per Mile
      4
      2
      0
                                                      2
                                   VendorID
```

#### 1.2.13. Analyse the tip percentages

```
# Analyze tip percentages based on distances, passenger counts and pickup times
# Keep only valid fares
df = df[df["fare_amount"] > 0].copy()
df["tip_percent"] = (df["tip_amount"] / df["fare_amount"]) * 100
df["pickup_hour"] = pd.to_datetime(df["tpep_pickup_datetime"]).dt.hour
tip_by_distance = df.groupby("distance_tier")["tip_percent"].mean().reset_index()
tip_by_passengers = df.groupby("passenger_count")["tip_percent"].mean().reset_index()
tip_by_hour = df.groupby("pickup_hour")["tip_percent"].mean().reset_index()
fig, axs = plt.subplots(1, 3, figsize=(18, 6))
sns.barplot(data=tip_by_distance, x="distance_tier", y="tip_percent", ax=axs[0], palette="Blues")
axs[0].set(title="Tip % by Distance", xlabel="Distance Tier", ylabel="% Tip")
axs[0].tick_params(axis="x", rotation=45)
sns.barplot(data=tip_by_passengers, x="passenger_count", y="tip_percent", ax=axs[1], palette="Greens")
axs[1].set(title="Tip % by Passenger Count", xlabel="Passengers", ylabel="% Tip")
sns.lineplot(data=tip_by_hour, x="pickup_hour", y="tip_percent", marker="o", ax=axs[2], color="red")
axs[2].set(title="Tip % by Hour", xlabel="Hour", ylabel="% Tip", xticks=range(0, 24, 2))
plt.tight_layout()
plt.show()
```



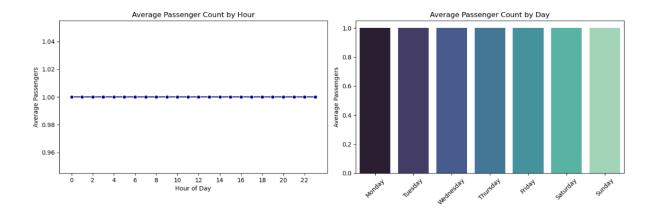
Observation: 1. Tip amount increases directly with distance, especially from 0 to 20 miles bracket. 2. Drivers get more tips for passenger\_count > 2, however above 5 passengers, it shows a pattern of decrease in tips. 3. Drivers get more tips during night hours (2am – 6am) and during office timing (10am–15pm).

```
# Keep valid fares only
                   df = df[df["fare_amount"] > 0].copy()
                   df["tip_percent"] = (df["tip_amount"] / df["fare_amount"]) * 100
                   # Filter low and high tip trips
                   low_tips = df[df["tip_percent"] < 10]</pre>
                   high_tips = df[df["tip_percent"] > 25]
                   # Create subplot grid
                   fig, axs = plt.subplots(2, 3, figsize=(18, 10))
                   # Trip distance
                   sns.histplot(low_tips["trip_distance"], bins=30, kde=True, ax=axs[0, 0], color="blue")
                   sns.histplot(high_tips["trip_distance"], bins=30, kde=True, ax=axs[1, 0], color="green")
                   axs[0, 0].set_title("Low Tips (<10%) - Distance")</pre>
                   axs[1, 0].set_title("High Tips (>25%) - Distance")
                   # Fare amount
                   sns.histplot(low_tips["fare_amount"], bins=30, kde=True, ax=axs[0, 1], color="blue")
                   sns.histplot(high_tips["fare_amount"], bins=30, kde=True, ax=axs[1, 1], color="green")
                   axs[0, 1].set_title("Low Tips (<10%) - Fare")</pre>
                   axs[1, 1].set_title("High Tips (>25%) - Fare")
                   sns.countplot(data=low_tips, x="passenger_count", ax=axs[0, 2], palette="Blues_r")
                   sns.countplot(data=high_tips, x="passenger_count", ax=axs[1, 2], palette="Greens_r")
                   axs[0, 2].set_title("Low Tips (<10%) - Passengers")</pre>
                   axs[1, 2].set_title("High Tips (>25%) - Passengers")
                   plt.tight_layout()
                   plt.show()
              Low Tips (<10%) - Distance
                                                               Low Tips (<10%) - Fare
                                                                                                            Low Tips (<10%) - Passengers
8000
                                               8000
                                                                                              80000
6000
                   3 4
trip_distance
                                                                   15 20
fare_amount
              High Tips (>25%) - Distance
                                                               High Tips (>25%) - Fare
                                                                                                            High Tips (>25%) - Passengers
                                                                                             600000
                                                                                             500000
                                                                                             400000
                                            O 40000
                                                                                              300000
                                                                                             200000
                                                                                             100000
```

#### 1.2.14. Analyse the trends in passenger count

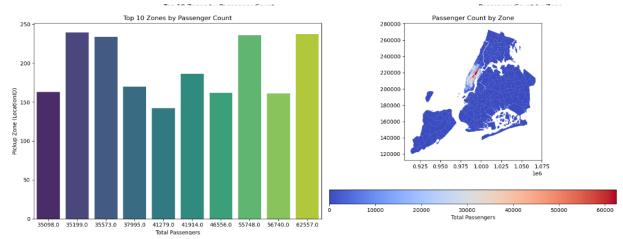
Analyse the variation of passenger count across nours and days of the week.

```
# See how passenger count varies across hours and days
# Analyse variation in passenger count across different hours and days
 # Convert pickup time to datetime and extract hour/day
df["pickup_datetime"] = pd.to_datetime(df["tpep_pickup_datetime"])
 df["hour"] = df["pickup_datetime"].dt.hour
df["day_name"] = df["pickup_datetime"].dt.day_name()
 # Average passenger count per hour
avg_passengers_hour = (
    df.groupby("hour")["passenger_count"]
               .reset_index()
 # Average passenger count per day (ordered Monday → Sunday)
day_order = ["Monday", "Tuesday", "Wednesday", "Thursday", "Friday", "Saturday", "Sunday"]
avg_passengers_day = (
           df.groupby("day_name")["passenger_count"]
              .reset_index()
               .assign(day_name=lambda x: pd.Categorical(x["day_name"], categories=day_order, ordered=True))
               .sort_values("day_name")
 # PLotting
 fig, ax = plt.subplots(1, 2, figsize=(14, 5))
 sns.lineplot(data=avg\_passengers\_hour, \ x="hour", \ y="passenger\_count", \ marker="o", \ ax=ax[\theta], \ color="navy")
 ax[0].set_title("Average Passenger Count by Hour")
ax[0].set_xlabel("Hour of Day")
ax[0].set_ylabel("Average Passengers")
 ax[0].set_xticks(range(0, 24, 2))
 instruction
i
 ax[1].set_ylabel("Average Passengers")
ax[1].tick_params(axis="x", rotation=45)
 plt.tight_layout()
 plt.show()
```



#### 1.2.15. Analyse the variation of passenger counts across zones

```
# How does passenger count vary across zones
import geopandas as gpd
import seaborn as sns
import matplotlib.pyplot as plt
import pandas as pd
   --- Passenger totals by pickup zone ---
zone totals = (
     df.groupby("PULocationID", as_index=False)["passenger_count"]
        .rename(columns={"passenger_count": "total_passengers"})
# --- Load taxi zones and join counts -
shp_path = r"C:\Users\prash\Downloads\Datasets and Dictionary-NYC\Datasets and Dictionary\taxi_zones\taxi_zones.shp"
zones_gdf = gpd.read_file(shp_path)
zones_gdf = zones_gdf.merge(zone_totals, left_on="LocationID", right_on="PULocationID", how="left")
zones_gdf["total_passengers"] = zones_gdf["total_passengers"].fillna(0)
fig, axes = plt.subplots(1, 2, figsize=(16, 6))
# (1) Top 10 zones by passenger count (same orientation as your code)
top10 = zone_totals.nlargest(10, "total_passengers")
sns.barplot(data=top10, x="total_passengers", y="PULocationID", ax=axes[0], palette="viridis")
axes[0].set_title("Top 10 Zones by Passenger Count")
axes[\theta].set\_xlabel("Total Passengers")
axes[0].set_ylabel("Pickup Zone (LocationID)")
# (2) Choropleth map of passenger density
    column="total_passengers",
cmap="coolwarm",
     legend=True,
     ax=axes[1],
     legend_kwds={"label": "Total Passengers", "orientation": "horizontal"}
axes[1].set_title("Passenger Count by Zone")
plt.tight_layout()
```

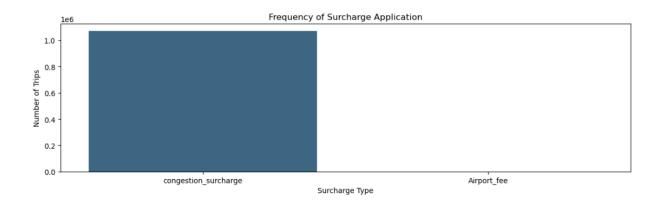


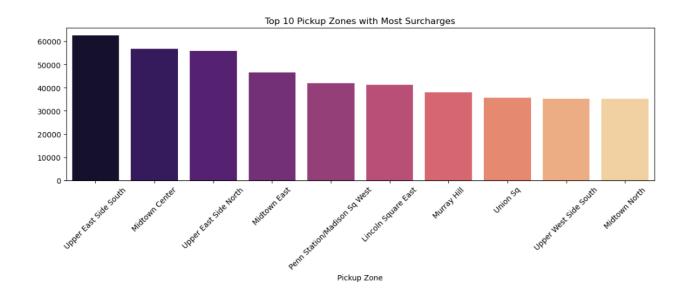
Took only top 10 records so that we don't make a crowded chart.

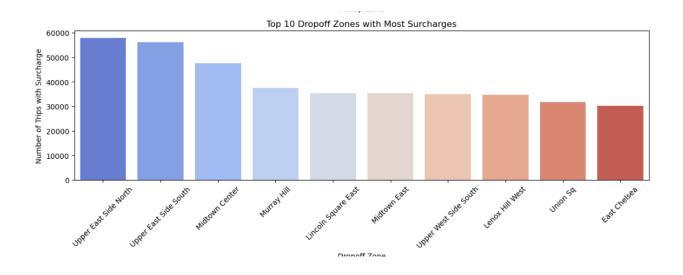
1.2.16. Analyse the pickup/dropoff zones or times when extra charges are applied more frequently.

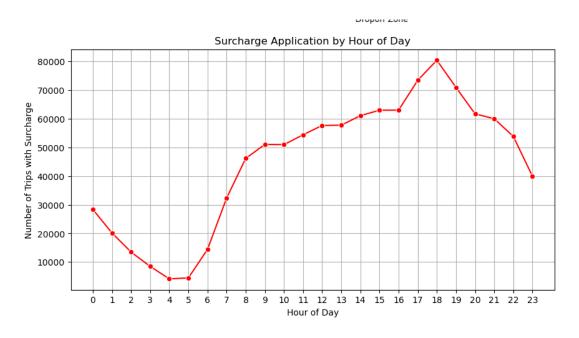
```
# How often is each surcharge applied?
# Define surcharge-related columns in the dataset
surcharge columns = ["congestion surcharge", "Airport fee"]
# Identify trips with any surcharge applied
df["surcharge_applied"] = (df[surcharge_columns].sum(axis=1) > 0).astype(int)
# Count how often each surcharge is applied
surcharge\_counts = df[surcharge\_columns].apply(lambda x: (x > 0).sum())
# Convert to DataFrame for plotting
surcharge_counts_df = surcharge_counts.reset_index()
surcharge_counts_df.columns = ["Surcharge Type", "Count"]
# Extract hour from pickup datetime
df["pickup_hour"] = pd.to_datetime(df["tpep_pickup_datetime"]).dt.hour
# Count surcharge occurrences per hour
hourly_surcharge_counts = df.groupby("pickup_hour")["surcharge_applied"].sum().reset_index()
# Count surcharge occurrences per pickup and dropoff zone
pickup_surcharge_counts = df.groupby("PULocationID")["surcharge_applied"].sum().reset_index()
dropoff_surcharge_counts = df.groupby("DOLocationID")["surcharge_applied"].sum().reset_index()
# Merge with taxi zone names
pickup_surcharge_counts = pickup_surcharge_counts.merge(zones[["LocationID", "zone"]],
                                                          left_on="PULocationID", right_on="LocationID", how="left")
dropoff_surcharge_counts = dropoff_surcharge_counts.merge(zones[["LocationID", "zone"]],
                                                           left_on="DOLocationID", right_on="LocationID", how="left")
# Sort by highest surcharge occurrence
top pickup surcharge zones = pickup surcharge counts.sort values(by="surcharge applied", ascending=False).head(10)
top_dropoff_surcharge_zones = dropoff_surcharge_counts.sort_values(by="surcharge_applied", ascending=False).head(10)
# Visualization: Plot everything
fig, axes = plt.subplots(3, 1, figsize=(12, 15))
```

```
# Plot surcharge frequency
sns.barplot(x="Surcharge Type", y="Count", data=surcharge\_counts\_df, palette="viridis", ax=axes[\emptyset])
axes[0].set_title("Frequency of Surcharge Application")
axes[0].set_xlabel("Surcharge Type")
axes[0].set_ylabel("Number of Trips")
# Plot surcharge application by pickup/dropoff zone
sns.barplot(x="zone", y="surcharge\_applied", data=top\_pickup\_surcharge\_zones, palette="magma", ax=axes[1])
axes[1].set_title("Top 10 Pickup Zones with Most Surcharges")
axes[1].set_xlabel("Pickup Zone")
axes[1].set_ylabel("Number of Trips with Surcharge")
axes[1].tick_params(axis="x", rotation=45)
sns.barplot(x="zone", y="surcharge_applied", data=top_dropoff_surcharge_zones, palette="coolwarm", ax=axes[2])
axes[2].set title("Top 10 Dropoff Zones with Most Surcharges")
axes[2].set_xlabel("Dropoff Zone")
axes[2].set_ylabel("Number of Trips with Surcharge")
axes[2].tick_params(axis="x", rotation=45)
plt.tight_layout()
plt.show()
# Plot surcharge application by time of day
plt.figure(figsize=(10, 5))
sns.lineplot(x="pickup_hour", y="surcharge_applied", data=hourly_surcharge_counts, marker="o", color="red")
plt.xlabel("Hour of Day")
plt.ylabel("Number of Trips with Surcharge")
plt.title("Surcharge Application by Hour of Day")
plt.xticks(range(0, 24))
plt.grid(True)
plt.show()
```









#### 2. Conclusions

- **2.1.** Final Insights and Recommendations
  - 2.1.1. Recommendations to optimize routing and dispatching based on demand patterns and operational inefficiencies.

Boost system efficiency by combining dynamic pricing, forward-looking demand analytics, predictive planning, smarter routing, and tailored driver incentives. Use targeted driver allocation informed by external signals and user behavior (e.g., seats booked/occupied), address surcharge fairness with multi-objective optimization, and keep algorithms adaptable through continuous monitoring and A/B testing.

2.1.2. Suggestions on strategically positioning cabs across different zones to make best use of insights uncovered by analysing trip trends across time, days and months.

Position the fleet strategically by aligning taxi supply with fare-per-mile signals, day-of-week patterns, and peak-hour windows. Use incentives and dynamic pricing to balance demand, factoring in party size, tipping behavior, trip length, and surcharge-prone zones. Adapt in real time with traffic, weather, and event data powered by predictive models, and continually refine zone-level allocation by tracking KPIs and learning from historical performance.

2.1.3. Propose data-driven adjustments to the pricing strategy to maximize revenue while maintaining competitive rates with other vendors.

```
import numpy as np
import pandas as pd
def propose_pricing(df, competitor_data, undercut=0.50, pct_step=0.10,
                    make_tiers_if_missing=True, dynamic_time=True):
    Propose data-driven price adjustments (per mile) by distance tier, staying competitive.
   # --- 1) Prep & auards ---
    w = df.copy()
    w = w[(w["trip_distance"] > 0) & (w["fare_amount"] > 0)].copy()
    if make_tiers_if_missing or "distance_tier" not in w.columns:
        w["distance_tier"] = pd.cut(
            w["trip_distance"], [0, 2, 5, np.inf],
            labels=["0-2 mi", "2-5 mi", "5+ mi"], right=False
    # --- 2) Our average fare per mile by tier ---
    w["fare_per_mile"] = w["fare_amount"] / w["trip_distance"]
    ours = (w.groupby("distance_tier")["fare_per_mile"]
              .mean().reset index()
              .rename(columns={"fare_per_mile": "fare_per_mile_your"}))
    # --- 3) Merge with competitor table ---
    comp = competitor_data.copy()
    if "fare_per_mile_competitor" not in comp.columns:
        guess = [c for c in comp.columns if c != "distance_tier"]
        if not guess:
          raise ValueError("competitor_data must include competitor fare column.")
        comp = comp.rename(columns={guess[0]: "fare_per_mile_competitor"})
    merged = pd.merge(ours, comp, on="distance_tier", how="inner")
 distance_tier +are_per_mile_your +are_per_mile_competitor price_di++ \
                  9.45
6.40
        2-5 mi
             $change_reason price_adjustment_pct suggested_fare_per_mile
0 Above competitor by > $0.50 -10.9
1 Above competitor by > $0.50 -10.7
                                                 8.42
5.72
2 Above competitor by > $0.50
                                         -10.3
                                                                  4.24
# How often is each surcharge applied?
surcharge_columns = ["congestion_surcharge", "Airport_fee", "tolls_amount"]
# Calculate the percentage of non-zero values for each surcharge
surcharge_frequency = (df[surcharge_columns] > 0).mean() * 100
# Convert to DataFrame for easier viewing/plotting
surcharge_freq_df = surcharge_frequency.reset_index()
surcharge_freq_df.columns = ["Surcharge Type", "Frequency (%)"]
print("Frequency of Surcharge Application (%):")
print(surcharge_freq_df)
Frequency of Surcharge Application (%):
        Surcharge Type Frequency (%)
0 congestion_surcharge 100.0
          Airport_fee
        tolls_amount
```

### **THANK YOU!!!**