



Battle of Neighborhoods

CHICAGO, ILLINOIS

BY
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Problem Statement

- ▶ To recommend the best neighborhood to live, to buy a house, to rent an apartment or build a restaurant etc in Chicago, Illinois .
- ▶ To understand the similarities and differences between the neighborhoods using Unsupervised K-Mean Clustering Algorithm.

Objective

- ▶ Collecting the top trending venues in the using Foursquare API(Beautiful Soup, http request)
- ▶ Forming neighborhood clusters based on venue categories using unsupervised k-mean clustering algorithm(sklearn)
- ▶ Identifying and understanding the similarities and differences between two chosen neighborhoods to retrieve more insights and to conclude which neighborhood wins over other.

Python packages and Dependencies:

- ▶ Pandas - Library for Data Analysis
- ▶ NumPy - Library to handle data in a vectorized manner
- ▶ JSON - Library to handle JSON files
- ▶ Geopy - To retrieve Location Data
- ▶ Requests - Library to handle http requests
- ▶ Matplotlib - Python Plotting Module
- ▶ Sklearn - Python machine learning Library
- ▶ Folium - Map rendering Library

Work flow

- ▶ Web Scraping and Data Wrangling
- ▶ Top Trending Places Extraction and Clustering
- ▶ Decision Making based on the clustered neighborhoods, Population Distribution, School Ratings, Median House Price Analysis

Web Scraping and Data Wrangling

Beautiful Soup

Collecting
Neighborhood/Postal code

<http://seattlearea.com/zip-codes/>

Google Maps API

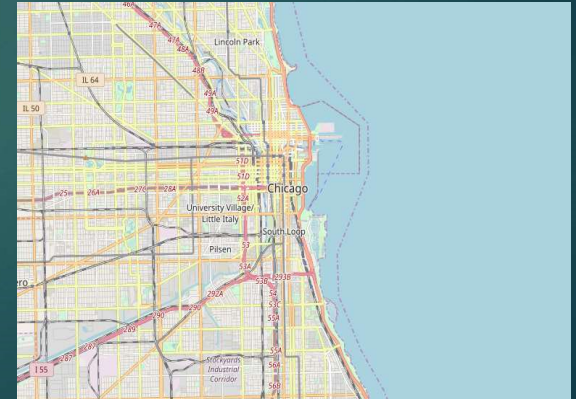
To Collect
Geographical
Data



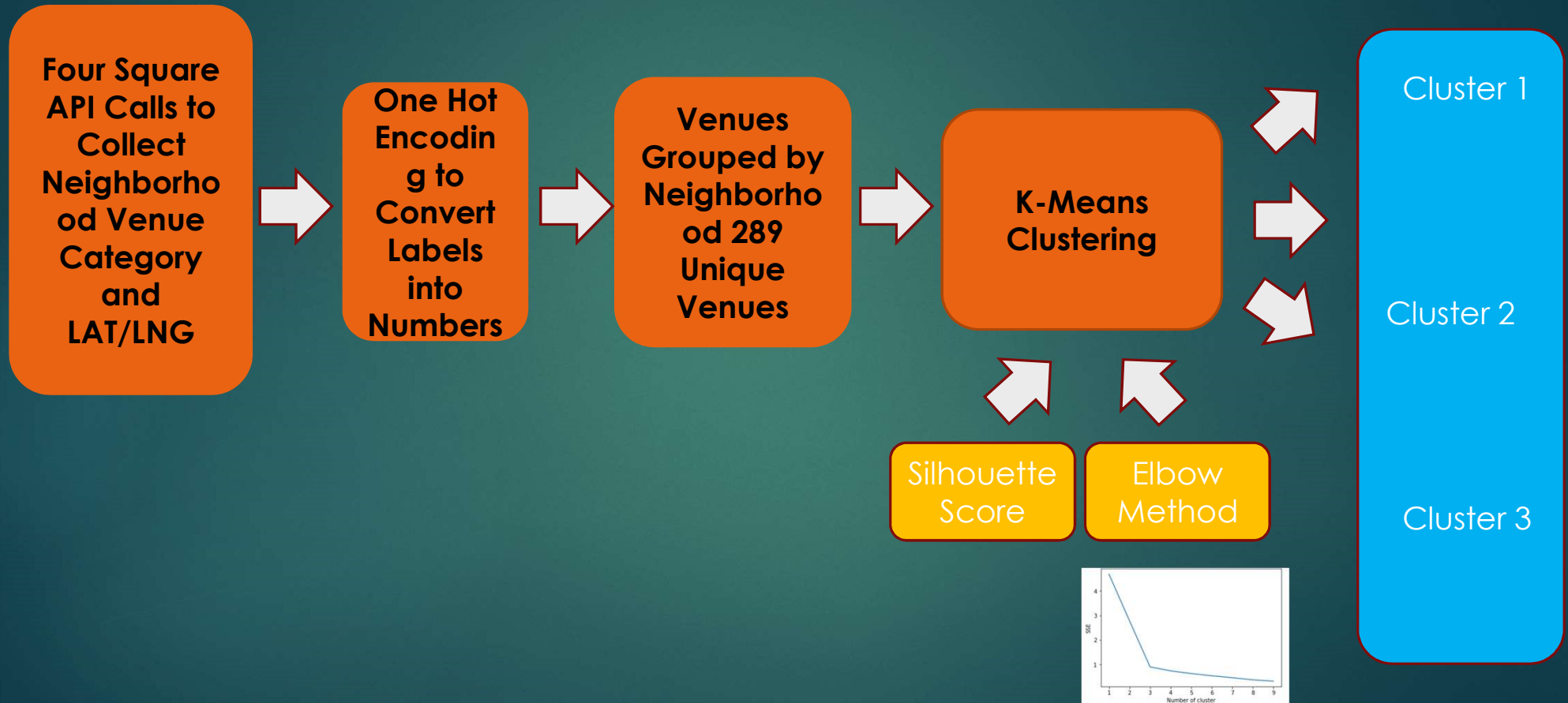
| | PostalCode | Neighborhood | Latitude | Longitude |
|---|------------|------------------|-----------|------------|
| 0 | 60625 | Albany Park | 41.971107 | -87.702482 |
| 1 | 60630 | Mayfair | 41.972079 | -87.751729 |
| 2 | 60630 | North Mayfair | 41.972079 | -87.751729 |
| 3 | 60625 | Ravenswood Manor | 41.971107 | -87.702482 |
| 4 | 60632 | Archer Heights | 41.807469 | -87.707409 |

| | PostalCode | Neighborhood |
|---|------------|------------------|
| 0 | 60625 | Albany Park |
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| 2 | 60630 | North Mayfair |
| 3 | 60625 | Ravenswood Manor |
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Folium
Visualization for
Chicago
Neighborhood

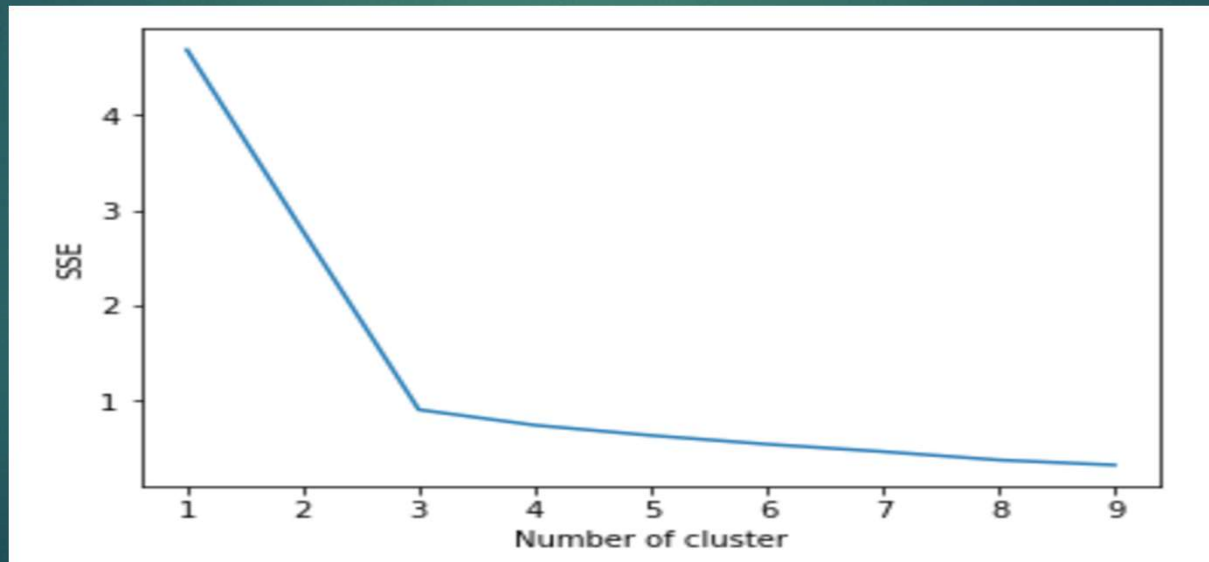


Venues Extraction using Four Square API and Clustering



Elbow Criterion Method

Elbow method is to run k-means clustering on a given dataset for a range of values of k and for each value of k and calculate sum of squared errors (SSE).



sklearn.metrics.silhouette_s core

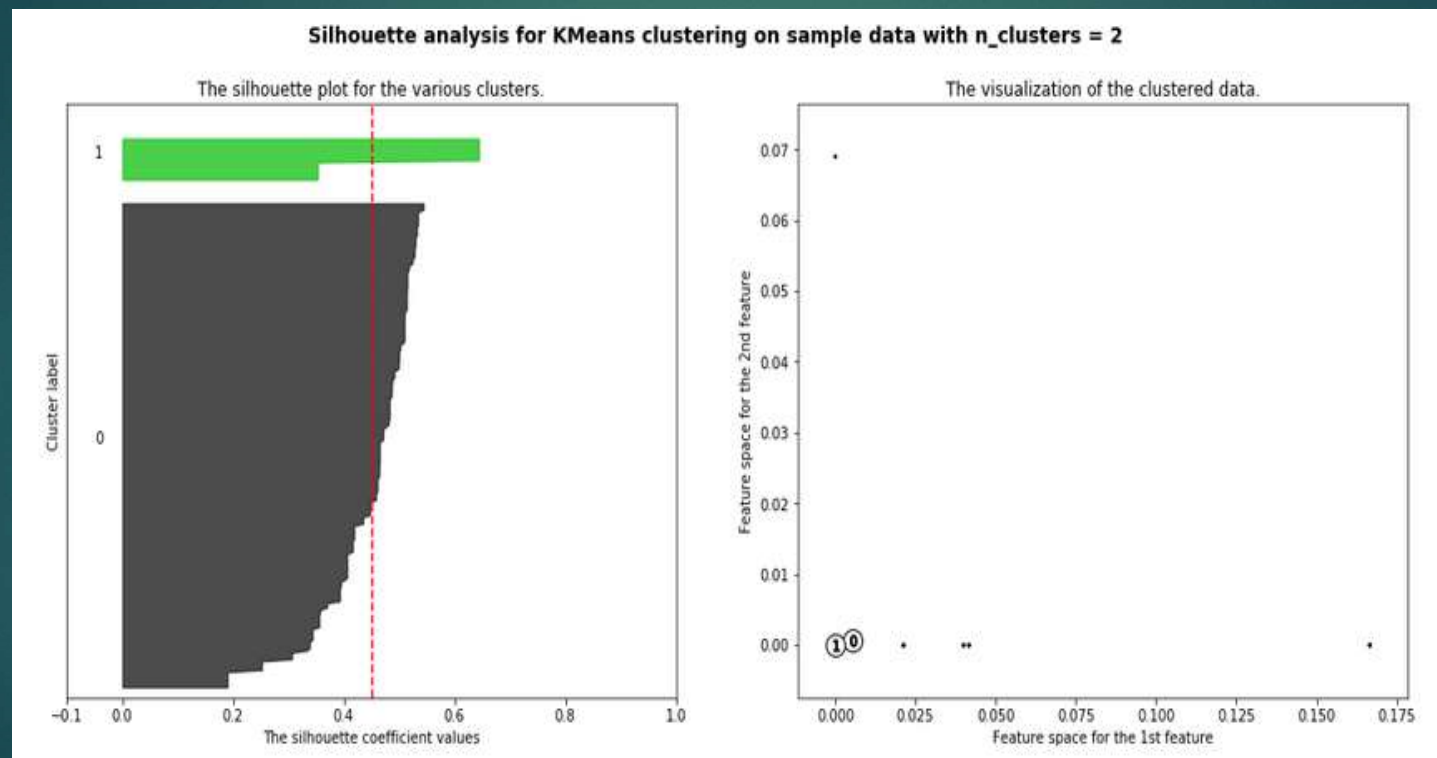
The Silhouette Coefficient is calculated using the mean intra-cluster distance (a) and the mean nearest-cluster distance (b) for each sample.

The formula for the Silhouette Coefficient of a sample is
$$(b - a) / \max(a, b).$$

The best value is 1 and the worst value is -1. Values near 0 indicate overlapping clusters. Negative values generally indicate that a sample has been assigned to the wrong cluster.

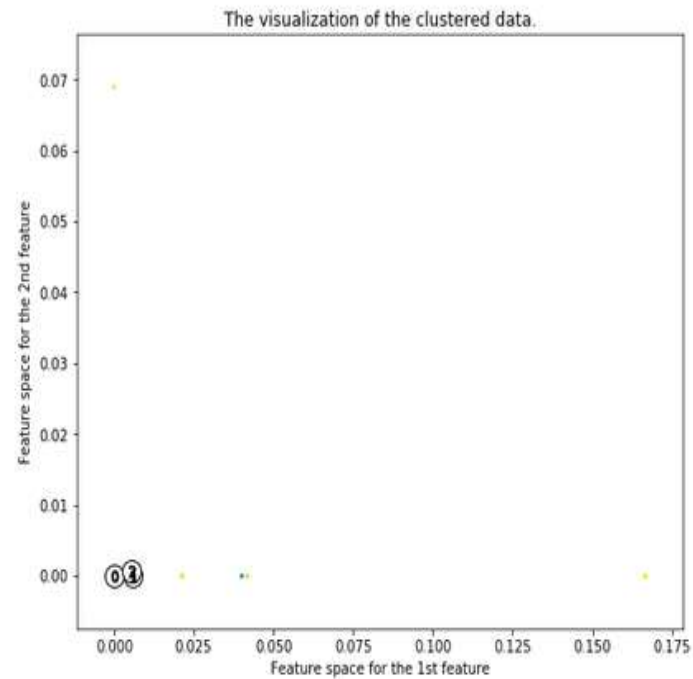
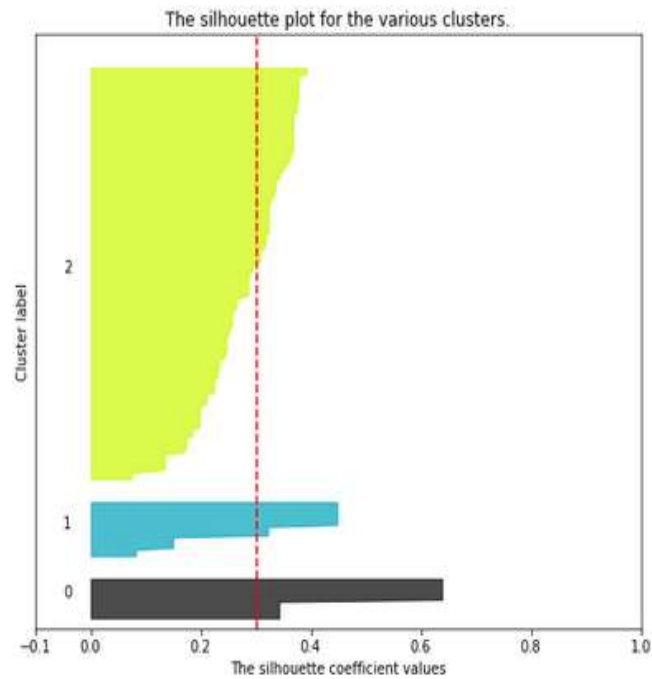
Silhouette Score and Cluster Visualizations

```
For 2 Clusters the average silhouette_score is : 0.45129474688303467
For 3 Clusters the average silhouette_score is : 0.30224267891889856
For 4 Clusters the average silhouette_score is : 0.3449303029949109
For 5 Clusters the average silhouette_score is : 0.3858319904775224
```

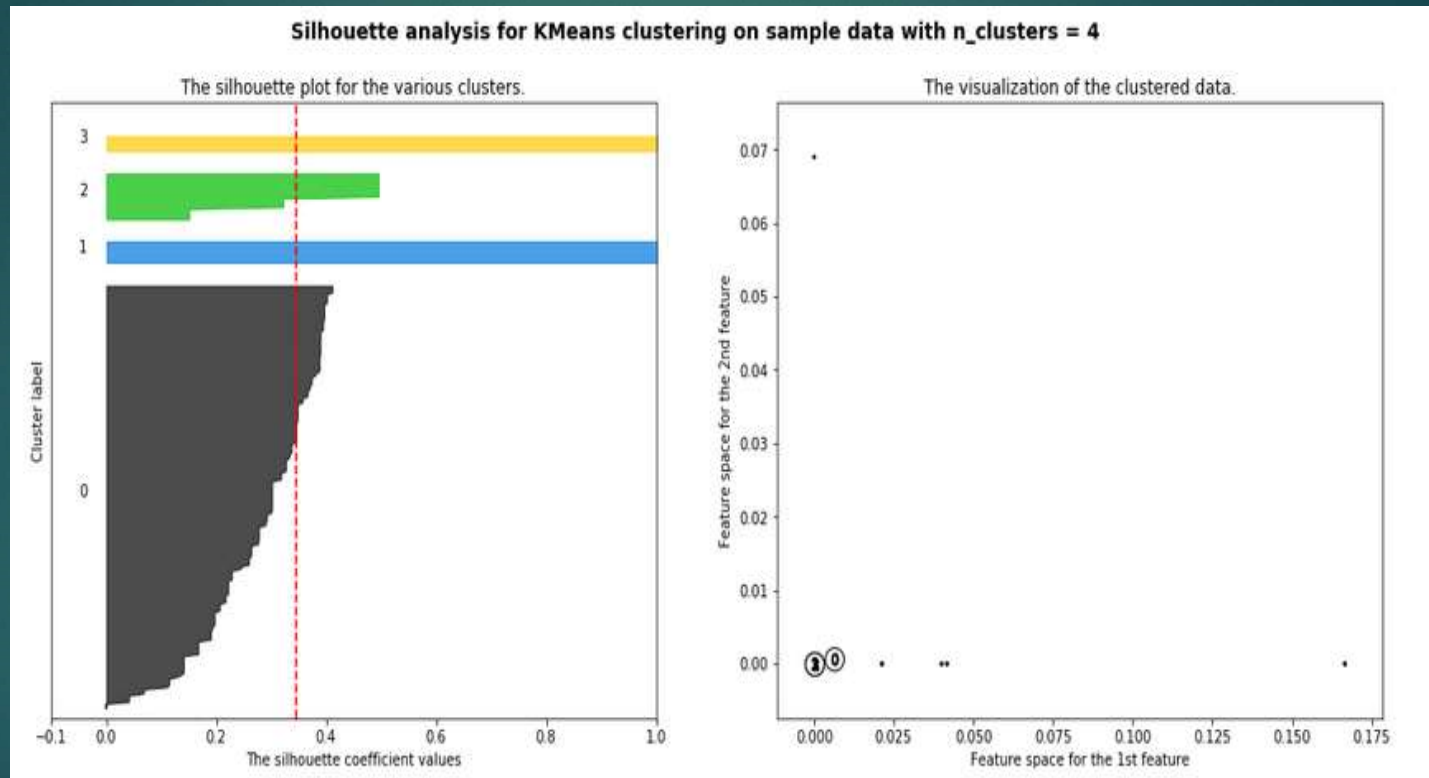


Silhouette Score and Cluster Visualizations

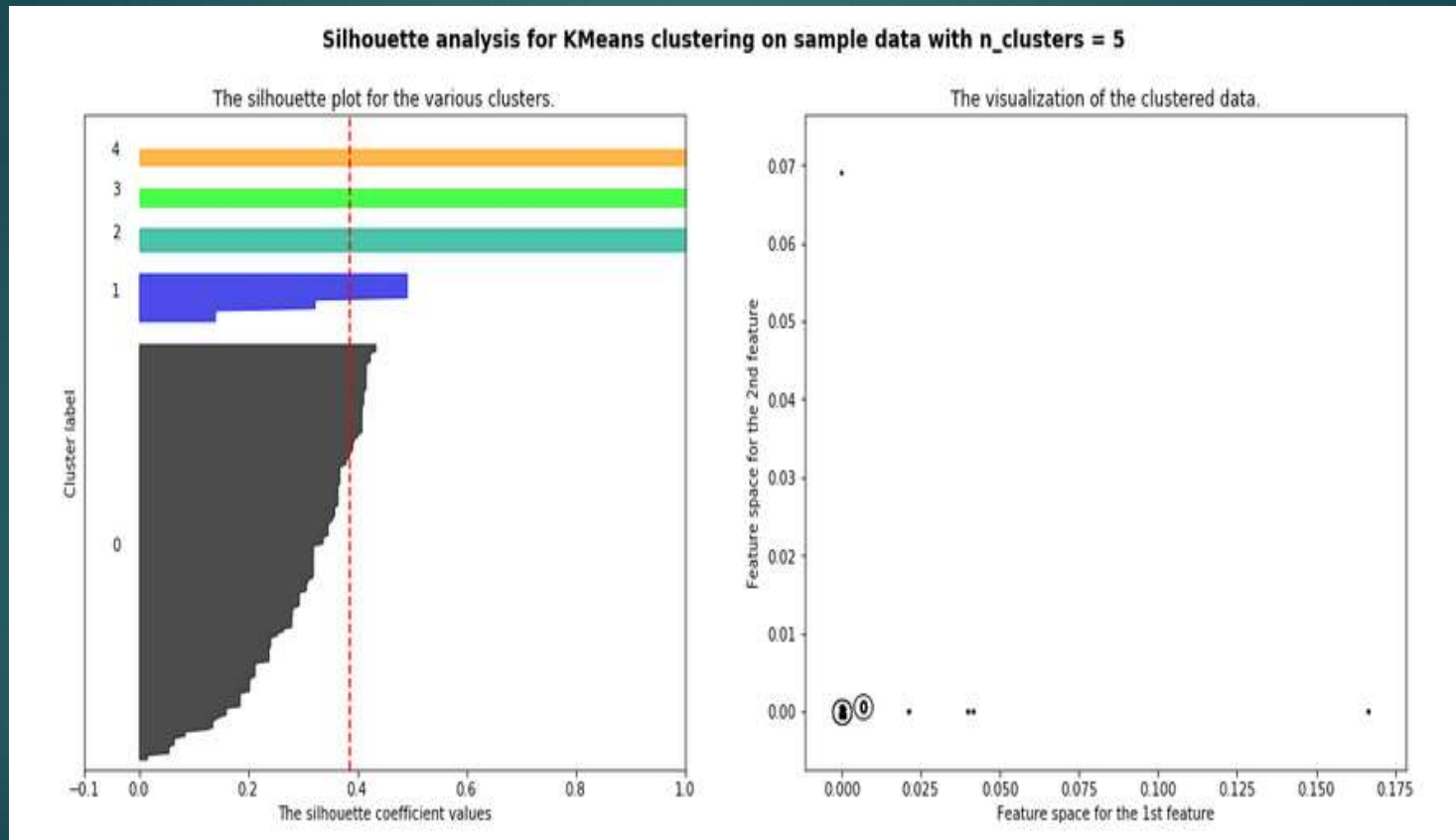
Silhouette analysis for KMeans clustering on sample data with $n_clusters = 3$



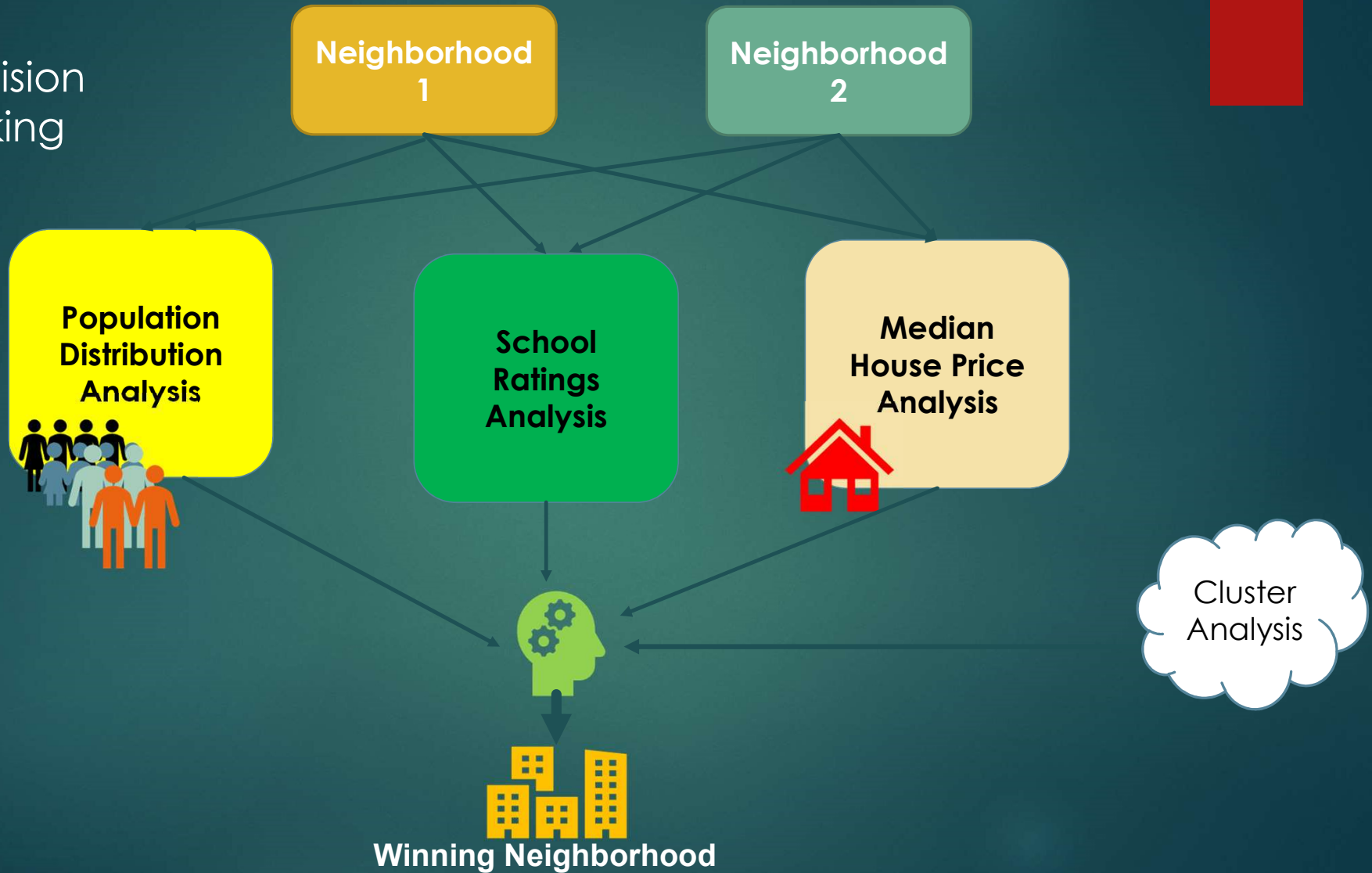
Silhouette Score and Cluster Visualizations



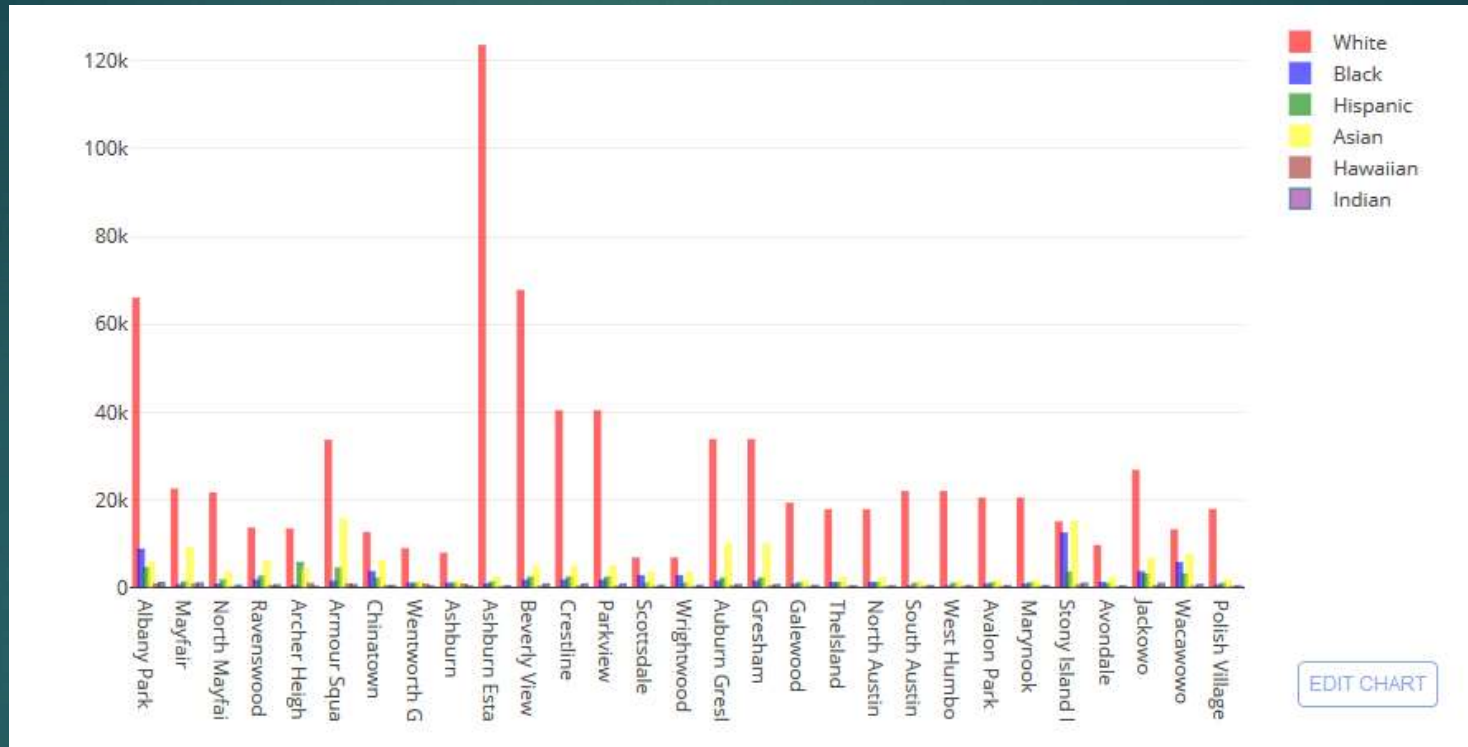
Silhouette Score and Cluster Visualizations



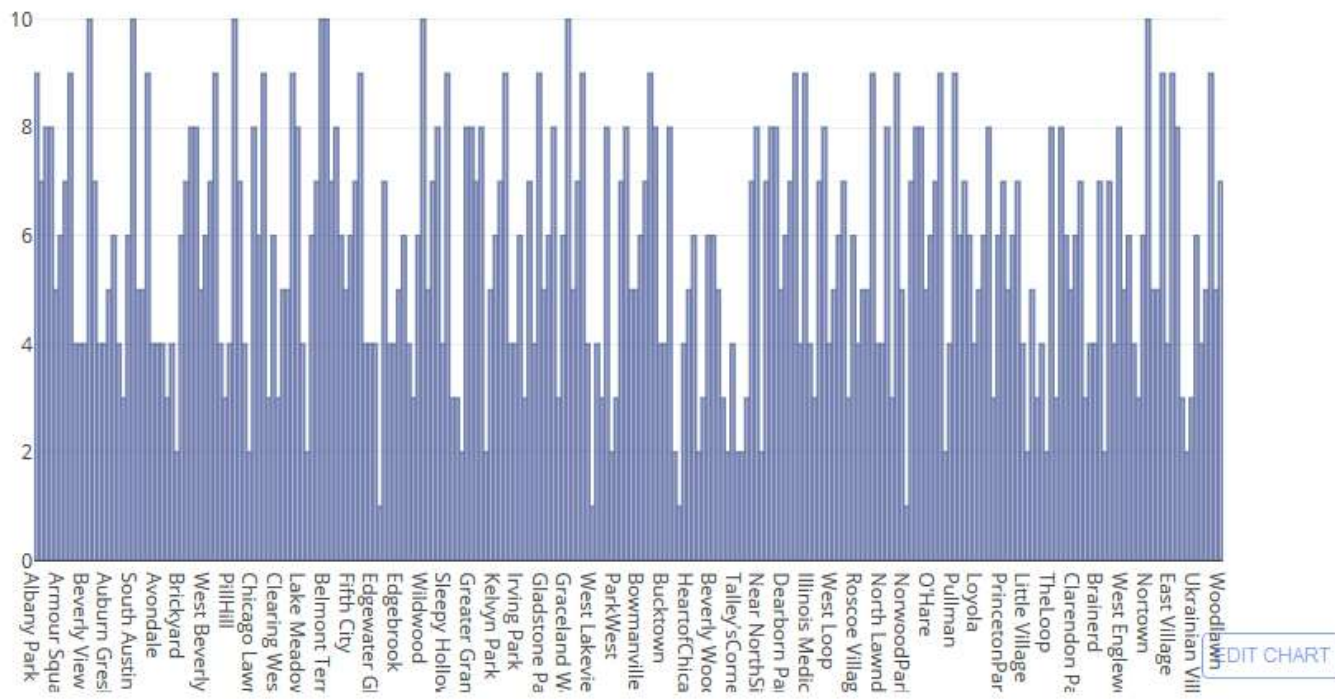
Decision
Making



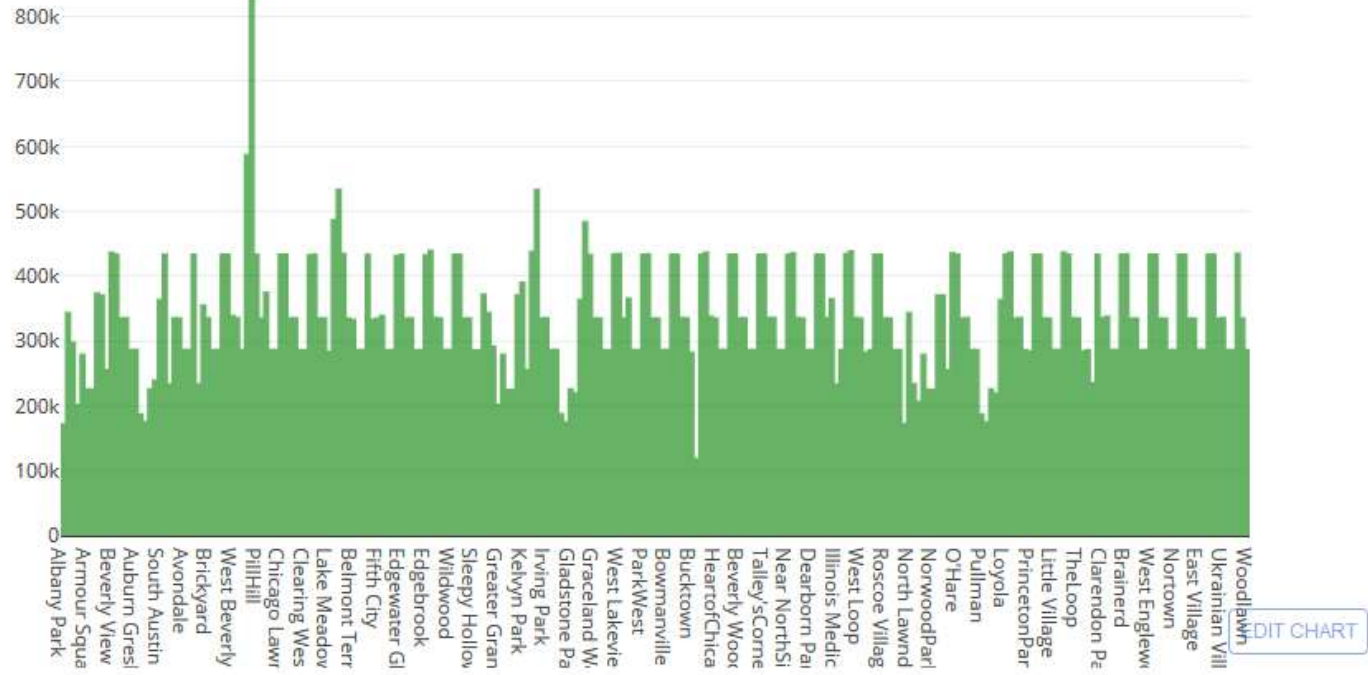
POPULATION DISTRIBUTION



AVERAGE SCHOOL RATINGS



MEDIAN HOUSE PRICE



Comparison between Neighborhoods - Chicago

Armour Square and Parkview

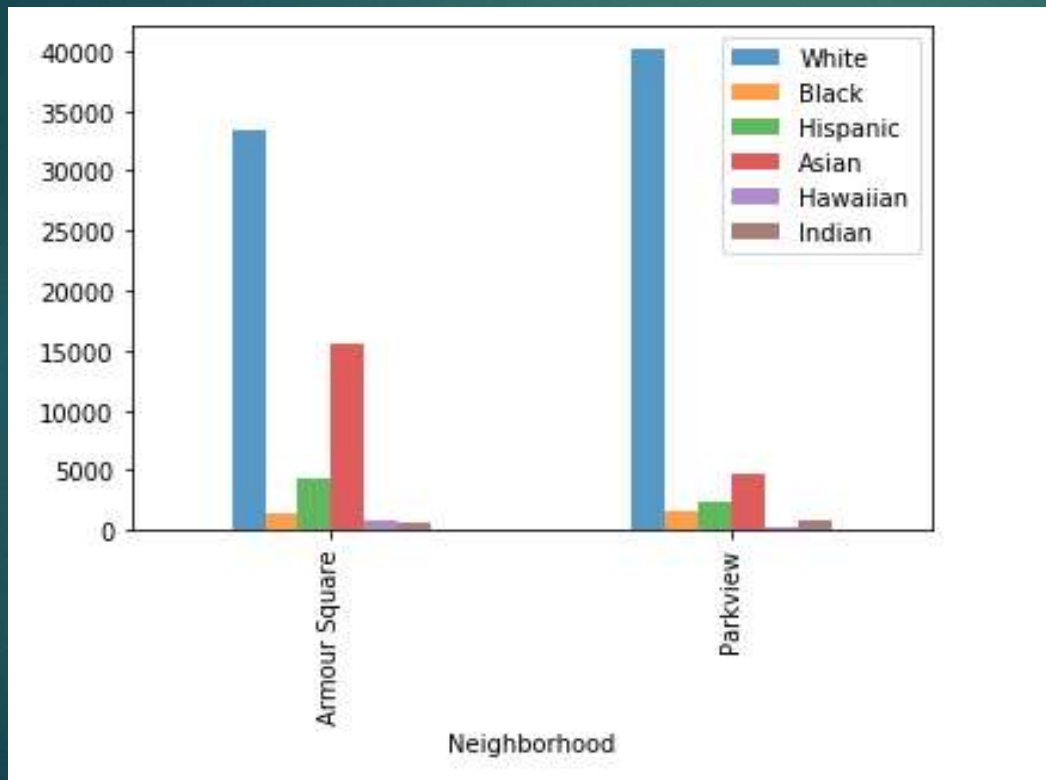
Now lets compare 2 neighborhoods to choose one that best matches our requirements as given below

1. More Indian Population
2. Higher School Rating
3. Reasonable Housing Price in the Range of 300k to 500k
4. Comfortable Neighborhoods

Neighborhood Venues

| Neighborhood | Armour Square | Parkview |
|------------------------|-----------------------------|---------------------|
| PostalCode | 60609 | 60652 |
| Latitude | 41.8063 | 41.7429 |
| Longitude | -87.6482 | -87.7123 |
| Cluster Labels | 1 | 1 |
| 1st Most Common Venue | Discount Store | Gas Station |
| 2nd Most Common Venue | Donut Shop | Italian Restaurant |
| 3rd Most Common Venue | Pharmacy | American Restaurant |
| 4th Most Common Venue | Coffee Shop | Liquor Store |
| 5th Most Common Venue | Supermarket | Clothing Store |
| 6th Most Common Venue | Event Space | Train Station |
| 7th Most Common Venue | Dry Cleaner | Park |
| 8th Most Common Venue | Dumpling Restaurant | Yoga Studio |
| 9th Most Common Venue | Eastern European Restaurant | Electronics Store |
| 10th Most Common Venue | Electronics Store | Donut Shop |

Population distribution



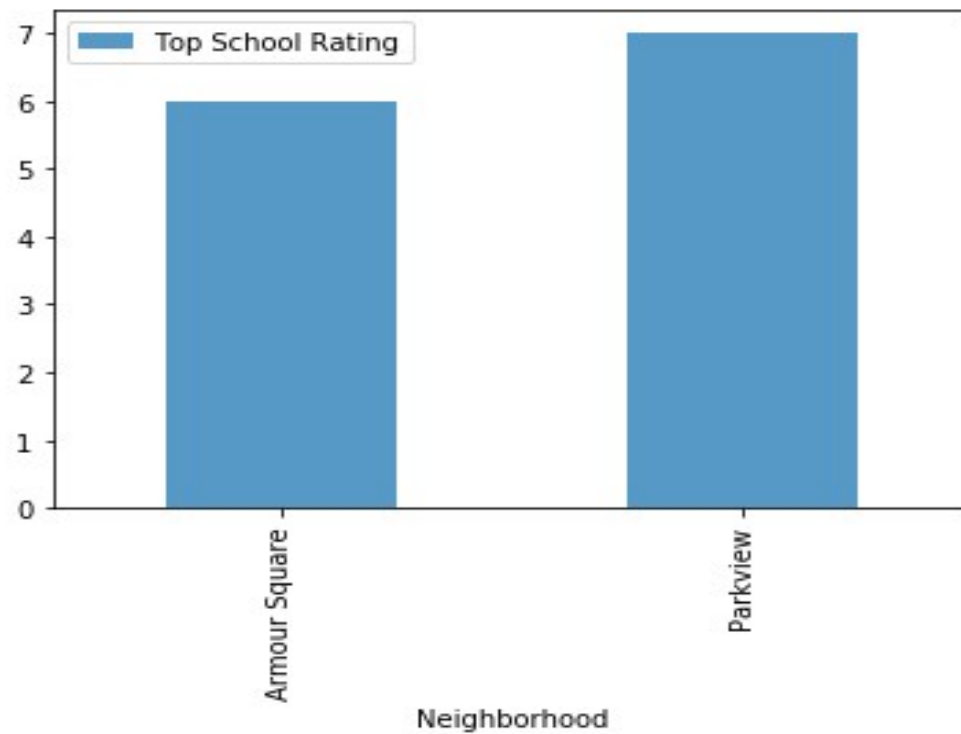
`Population_Comparison['Indian']`

Neighborhood

Armour Square 618

Parkview 783

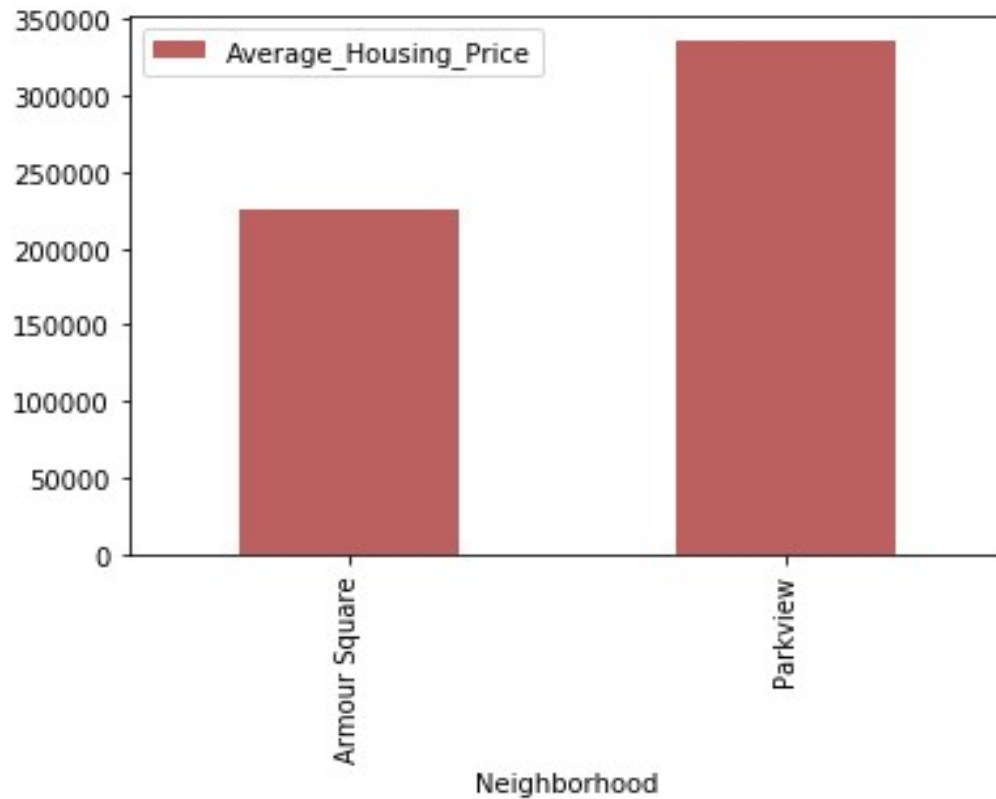
School ratings



School_rating_comparison

| | Top School Rating |
|---------------|-------------------|
| Neighborhood | |
| Armour Square | 6 |
| Parkview | 7 |

Average housing price



| | Average_Housing_Price |
|---------------|-----------------------|
| Neighborhood | |
| Armour Square | 225740.0 |
| Parkview | 335060.0 |

Conclusion

- ▶ This Analysis concludes that compared to Bellevue ,
- ▶ Parkview has the higher number of population (including Indians)
- ▶ Good school rating of 7
- ▶ Reasonable average housing price of approximately 330k
- ▶ also top 10 common venues shows Parview has got a good neighborhood with Gas station, Italian and American Restautrant, Train Station, Clothing Store , Park, Donut Shop and many more.

Hence Parview wins over Armour Square!



Thank
you!!