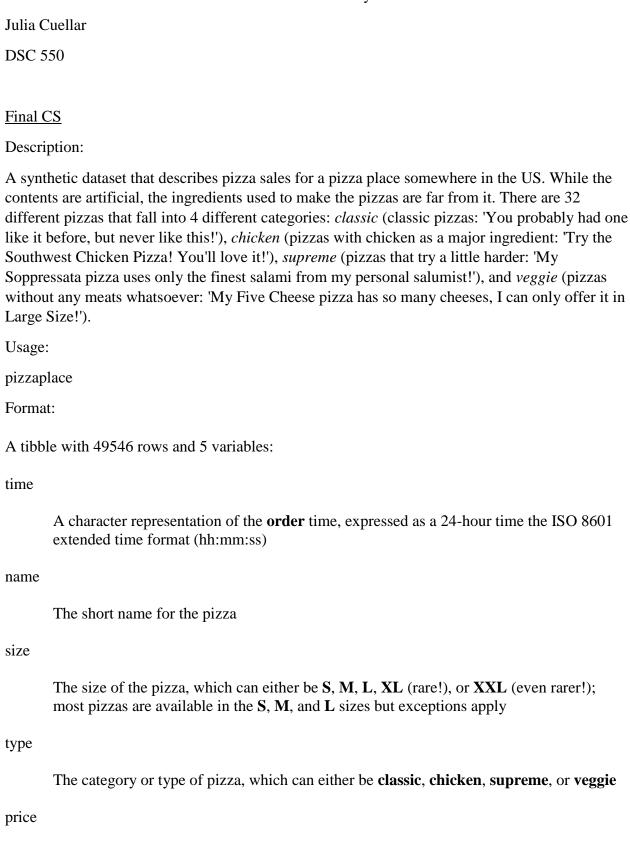
Final Case Study



The price of the pizza and the amount that it sold for (in USD)

EDA:

I dropped the unnamed, **id**, and **date** columns because they were irrelevant from the year of 2015. I also removed the rows of prices that ranged from \$35 or greater because they were outliers.

<u>Updated Pizza Place Data</u>

	time	name	size	type	price
0	11:38:36	hawaiian	M	classic	13.25
1	11:57:40	classic_dlx	M	classic	16.00
2	11:57:40	mexicana	M	veggie	16.00
3	11:57:40	thai_ckn	L	chicken	20.75
4	11:57:40	five cheese	L	veggie	18.50

Statistical questions:

- 1) Is there a relationship between the size of a pizza versus the type of pizza purchased?
- 2) Is there a relationship between the name of a pizza versus the price of pizza purchased?

Hypotheses:

- 1. There will be more large classic pizzas purchased.
- 2. There will be more classic dlx pizzas purchased at \$12 or \$16.

Multiple linear regression model for size of pizza vs type of pizza purchased:

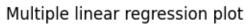
OLS Regression Results

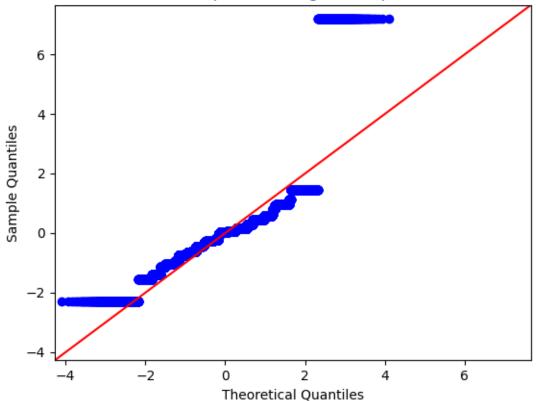
========		.========
=======		
Dep. Variable:	price R-squared:	0.847
Model:	OLS Adj. R-squared:	0.847
Method:	Least Squares F-statistic:	4.570e+04
Date:	Wed, 17 Feb 2021 Prob (F-statistic):	0.00
Time:	14:44:08 Log-Likelihood:	-87171.
No. Observation	ns: 49546 AIC:	1.744e+05
Df Residuals:	49539 BIC:	1.744e+05
Df Model:	6	

Covariance Type: nonrobust							
coef std err t P> t [0.025 0.975]							
Intercept 20.5052 0.015 1343.493 0.000 20.475 20.535							
C(size)[T.M] -3.8127 0.015 -250.543 0.000 -3.843 -3.783							
C(size)[T.S] -7.1114 0.016 -448.156 0.000 -7.143 -7.080							
C(size)[T.XL] 7.0274 0.062 113.857 0.000 6.906 7.148							
C(type)[T.classic] -2.0326 0.018 -112.266 0.000 -2.068 -1.997							
C(type)[T.supreme] 0.1538 0.019 8.277 0.000 0.117 0.190							
C(type)[T.veggie] -1.0795 0.019 -57.800 0.000 -1.116 -1.043							
========							
Omnibus: 38426.463 Durbin-Watson: 2.006							
Prob(Omnibus): 0.000 Jarque-Bera (JB): 1319807.442							
Skew: 3.452 Prob(JB): 0.00							
Kurtosis: 27.324 Cond. No. 11.7							

Notes:

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.





Cross table of size of pizza vs type of pizza purchased:

type chicken classic supreme veggie

size

Simple linear regression model for name of pizza vs price of pizza purchased:

OLS Regression Results

Dep. Variable: price R-squared: 0.315

Model: OLS Adj. R-squared: 0.314

Method: Least Squares F-statistic: 733.8

Date: Wed, 17 Feb 2021 Prob (F-statistic): 0.00

Time: 14:44:17 Log-Likelihood: -1.2431e+05

No. Observations: 49546 AIC: 2.487e+05

Df Residuals: 49514 BIC: 2.490e+05

Df Model: 31

Covariance Type: nonrobust

coef std err t P>|t| [0.025 0.975]

Intercept	17.5855	0.060	291.4	68 0.0	00 17.4	467 17.°	704
C(name)[T.big_me	at] -5.	5855	0.091	-61.436	0.000	-5.764	-5.407
C(name)[T.brie_ca	rre] 6.0)645 (0.147	41.161	0.000	5.776	6.353
C(name)[T.calabre	se] -0.5	5799 (0.114	-5.069	0.000	-0.804	-0.356
C(name)[T.cali_ck	n] -0.1	132	0.086	-1.318	0.188	-0.281	0.055
C(name)[T.ckn_alf	redo] -0	.4627	0.112	-4.120	0.000	-0.683	-0.243
C(name)[T.ckn_pe	sto] -0	4203	0.113	-3.724	0.000	-0.642	-0.199
C(name)[T.classic_	_dlx] -2.	0207	0.085	-23.733	0.000	-2.188	-1.854
C(name)[T.five_ch	eese] 0	.9145	0.100	9.180	0.000	0.719	1.110
C(name)[T.four_ch	neese] -(0.6214	0.091	-6.823	0.000	-0.800	-0.443
C(name)[T.green_g	garden] -	3.5878	0.112	-32.065	5 0.000	-3.807	-3.368
C(name)[T.hawaiia	n] -4.	2605	0.085	-49.881	0.000	-4.428	-4.093
C(name)[T.ital_cpc	cllo] -0.1	1349 (0.099	-1.363	0.173	-0.329	0.059
C(name)[T.ital_sup	or] 0.1	834 0	.091	2.009	0.045	0.004	0.362
C(name)[T.ital_veg	ggie] -1.	2560	0.113	-11.161	0.000	-1.477	-1.035
C(name)[T.mediter	raneo] -	1.1396	0.115	-9.950	0.000	-1.364	-0.915
C(name)[T.mexica	na] 0.	4608	0.098	4.702	0.000	0.269	0.653
C(name)[T.napolita	ana] -1.	1327	0.098	-11.508	0.000	-1.326	-0.940

C(name)[T.pep_msh_pep]] -3.7264	0.101	1 -36.98	0.00	0 -3.92	4 -3.529
C(name)[T.pepperoni]	-5.1117	0.085	-59.821	0.000	-5.279	-4.944
C(name)[T.peppr_salami]	0.0694	0.099	0.702	0.483	-0.124	0.263
C(name)[T.prsc_argla]	-0.9807	0.099	-9.949	0.000	-1.174	-0.787
C(name)[T.sicilian] -	1.6204	0.091 -1	7.885	0.000	-1.798	-1.443
C(name)[T.soppressata]	-0.4932	0.113	-4.350	0.000	-0.715	-0.271
C(name)[T.southw_ckn]	0.5187	0.091	5.707	0.000	0.341	0.697
C(name)[T.spicy_ital]	0.5180	0.091	5.706	0.000	0.340	0.696
C(name)[T.spin_pesto]	-1.5072	0.113	-13.339	0.000	-1.729	-1.286
C(name)[T.spinach_fet]	-1.4920	0.099	-15.100	0.000	-1.686	-1.298
C(name)[T.spinach_supr]	-1.5037	0.114	-13.209	0.000	-1.727	-1.281
C(name)[T.thai_ckn]	0.7334	0.086	8.541	0.000	0.565	0.902
C(name)[T.the_greek]	2.1325	0.100	21.325	0.000	1.937	2.329
C(name)[T.veggie_veg]	-1.6126	0.097	-16.596	0.000	-1.803	-1.422

Omnibus: 4627.087 Durbin-Watson: 1.993

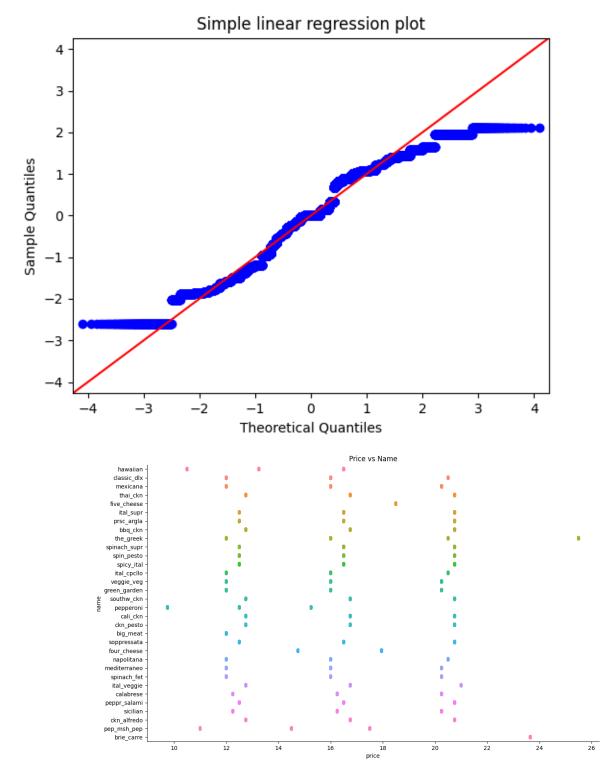
Prob(Omnibus): 0.000 Jarque-Bera (JB): 1698.323

Skew: -0.211 Prob(JB): 0.00

Kurtosis: 2.197 Cond. No. 26.7

Notes:

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.



Cross table of price of pizza vs name of pizza purchased:

name bbq_ckn big_meat brie_carre ... thai_ckn the_greek veggie_veg

price			•••			
9.75	0	0	0	0	0	0
10.50	0	0	0	0	0	0
11.00	0	0	0	0	0	0
12.00	0	1914	0	0	304	464
12.25	0	0	0	0	0	0
12.50	0	0	0	0	0	0
12.75	484	0	0	480	0	0
13.25	0	0	0	0	0	0
14.50	0	0	0	0	0	0
14.75	0	0	0	0	0	0
15.25	0	0	0	0	0	0
16.00	0	0	0	0	281	635
16.25	0	0	0	0	0	0
16.50	0	0	0	0	0	0
16.75	956	0	0	481	0	0
17.50	0	0	0	0	0	0
17.95	0	0	0	0	0	0
18.50	0	0	0	0	0	0
20.25	0	0	0	0	0	427
20.50	0	0	0	0	255	0
20.75	992	0	0	1410	0	0
21.00	0	0	0	0	0	0
23.65	0	0	490	0	0	0
25.50	0	0	0	0	552	0

[24 rows x 32 columns]

Conclusion:

A regression model was made for both size of pizza vs type of pizza purchased, and name of pizza vs price of pizza purchased. For the first regression model (multiple linear), the relationship between size and type of pizza is concluded with more small classic pizzas were purchased. For the second regression model (simple linear), the relationship between name and price of pizza is concluded with more classic_dlx pizzas purchased at \$12.

Summary:

From the conclusion of the first regression model (small classic pizzas) for size of pizza vs type of pizza purchased, it can be determined that customers would prefer to purchase smaller pizzas with meats and several different vegetables. From the conclusion of the second regression model (classic_dlx pizzas purchased at \$12) for name of pizza vs price of pizza purchased, it can be determined that customers would prefer to purchase classic_dlx pizzas at \$12.

Final results:

Customers at this pizza place would prefer purchasing small classic deluxe pizzas that are worth \$12. This classic pizza encompasses the ingredients of pepperoni, mushrooms, red onions, red peppers, and bacon. If the trend of customers is purchasing the smallest size of pizza with a mix of meats and vegetables at the somewhat cheapest price for a pizza at this pizza place, then the pizza place is doing well off for what they charge as well as the variety of their menu.

R: A year of pizza sales from a pizza place (vincentarelbundock.github.io)