A logo for college computing

Description automatically generated

**Assessment Cover Page**

|  |  |
| --- | --- |
| *Student Full Name* | Francisca Andrea Argandona Alvarado |
| *Student Number* | 2024247 |
| *Module Title* | Strategic Thinking |
| *Assessment Title* | CA 1 – Capstone Project Proposal |
| *Assessment Due Date* | Sunday, 27 October 2024, 11:59 PM |
| *Date of Submission* | Sunday, 27 October 2024 |

**Declaration**

By submitting this assessment, I confirm that I have read the CCT policy on academic misconduct and understand the implications of submitting work that is not my own or does not appropriately reference material taken from a third party or other source.

I declare it to be my own work and that all material from third parties has been appropriately referenced.

I further confirm that this work has not previously been submitted for assessment by myself or someone else in CCT College Dublin or any other higher education institution.

Contents

[Introduction 1](#_Toc180776949)

[Objectives 2](#_Toc180776950)

[Problem definition 3](#_Toc180776951)

[Scope 4](#_Toc180776952)

[Problem definition 4](#_Toc180776953)

[Data collection 4](#_Toc180776954)

[Discovery 4](#_Toc180776955)

[Data Preparation 4](#_Toc180776956)

[Model Planning and Building 4](#_Toc180776957)

[Results 5](#_Toc180776958)

[Data sources 6](#_Toc180776959)

[Ethics 7](#_Toc180776960)

[References 8](#_Toc180776961)

# Introduction

The economy of a country can be influenced by different sectors such as manufacturing, agriculture, construction, and tourism, among others.

One of the countries that has been positively affected by tourism is Iceland. It is a Nordic country located in the Atlantic Ocean. The variety of its landscapes, like geysers, volcanoes, hot springs, and glaciers, catch the attention of people all over the world, regardless of which season it is.

In the last decades, Iceland's economy has been diversifying into manufacturing and service industries, where tourism belongs. Although it was hugely negatively affected by the COVID-19 pandemic, the number of tourists increased even more after it.

As we can see in the following graphic that shows the “Percentage change in the number of international visitor arrivals to Iceland from 2010 to 2022”, the international tourism volume has experienced every year growth of 146% in 2022.

Tourism in Iceland was not a big topic to talk about 10 years ago. Due to the development that this area has grown up too fast, it can be important to predict how many tourists will visit the island in the upcoming years, so that the country, the airport, accommodation, means of transport, and travel agencies, among others, can get prepared in a better way to receive the new visitors and they can also get a good experience on their trip.

A graph with blue and white bars

Description automatically generated

# Objectives

The main purpose of the following assignment is to predict how many tourists will visit Iceland per year in the next 5 years. Each year will be split into two main seasons (Winter- Autumn/ Summer- Spring).

The hypothesis is that every year the number of visitors will increase exponentially. As a consequence of this increase, the country needs to be prepared in order to welcome the tourists. The knowledge of the number of visitors will have a positive impact on different facilities, because they can get prepared in a better way to receive them.

Also, this can help to optimise the budget that each facility can spend each year to improve their service, as well as to know the number of employees they need to hire.

On the other hand, a better marketing strategy can be implemented if companies know the number of tourists it is expected to be.

# Problem definition

Because tourism in Iceland is a new topic that has been more mentioned in the last ten years and it has increased exponentially, it may be a problem for the country in different aspects such as, budget, infrastructure, and services among others.

If the number of visitors continues increasing exponentially, the country needs to get more knowledge on how to approach this new area.

It is important to address this problem because it can avoid a saturation of sources in the facilities. For instance, the international airport could have a better flow on the landings and arrivals so that there will not be delays. Accommodations can hire the exact amount of employees in relation to get a profit.

# Scope

This project will analyse the data for the last 20 years regarding the amount of people who visited Iceland as tourists with the purpose of predicting the visitors in the next 5 years. The data must be collected from people who entered the island by aeroplane or ferry. People who have visited the country with a different purpose, for instance, work, will not be considered. Due to Iceland's recent development of tourism, the data collected will be no more than 20 years old.

Following a timeline and determined steps is crucial to reach the objective of the project in the two semesters given for it.

## Problem definition

Having a clear idea of the problem that must be solved is important for not doing extra work or collecting useless information.

## Data collection

The data has to be collected from reliable and updated sources.

## Discovery

Once we get the necessary data to reach our objective, it must be analysed to see any patterns it follows. EDA can be applied at this stage to make any complex data to a more understandable one.

## Data Preparation

The data must be cleaned to make an accurate prediction. Missing data must be eliminated or filled using different methods. Normalisation or PCA, can also be applied on this step if it is required.

## Model Planning and Building

On this step, the best model for the project must be selected. First, make clear if a supervised or unsupervised model will be needed.

Once the model is trained, make sure that it is not overfit or underfitted.

Jupyter Notebook will be used to build the model with Python language.

## Results

After the model is trained, communicate the results in a presentation at the end of the second semester. 

# Data sources

The data that will be collected must include the number of tourists that have arrived in the country in the last 20 years, and it must be monthly or seasonally specified.

For this project, the data will be collected from different online sources. One of them will be Statistics Iceland. It is a website for official statistics in Iceland. They collect information from different aspects that affect the country, including tourism.

Another source will be [Ferðamálastofa Icelandic Tourist Board](https://www.ferdamalastofa.is/en), which is an independent authority under the Ministry of Culture and Business Affairs. One of the ways they collect the data is through surveys among domestics and foreign tourists.

# Ethics

It is important to analyse any ethical consideration that can affect the result of the project.

Personal information is not required for this project, except for nationality, which may be positive data to make sure it does not belong to just one group of people from one area.

Being aware of past events such as, economic crises, pandemics, or natural disasters is important to understand that it can affect the results.

The government and public and private companies will be positively affected by the result of the project so that they can get a better budget spend, but it is crucial to understand that the prediction of the model will not have 100% accuracy.

New international treaties or visas can affect the prediction of the model.

# References

Bjarki Bents­son, J. (2024). *Will tourist numbers rise this year?* [online] www.islandsbanki.is. Available at: <https://www.islandsbanki.is/en/news/will-tourist-numbers-rise-this-year>.

Dirección General de Comunicación, Diplomacia Pública y Redes de España (2024). *Islandia Islandia OFICINA DE INFORMACIÓN DIPLOMÁTICA FICHA PAÍS*. [online] Available at: <https://www.exteriores.gob.es/Documents/FichasPais/ISLANDIA_FICHA%20PAIS.pdf>.

Government of Iceland (n.d.). *Government of Iceland | Tourism in Iceland*. [online] www.government.is. Available at: <https://www.government.is/topics/business-and-industry/tourism-in-iceland/>.

López, A.M. (2024). *Change in international tourism in Iceland 2022*. [online] Statista. Available at: <https://www.statista.com/statistics/694121/tourism-industry-international-visitor-growth-iceland/>.