## **Step 1: Business and Data Understanding**

### 1. What decisions needs to be made?

Ans: Perform an analysis to recommend the city for Pawdacity's newest store, based on predicted yearly sales. But this project is just to get the data ready before the prediction.

: Awesome: Good job identifying the key decision to be made.

#### 2. What data is needed to inform those decisions?

Ans: The manager gives 4 csv files with the following info:

- 1. monthly sales for all Pawdacity stores in 2010
- 2. NAICS(North American Industry Classification System) data of competitors
- 3. partially parsed data for population
- 4. demographic data in wyoming

: Awesome: These data mentioned should be sufficient to carry out the analysis.

## **Step 2: Building the Training Set**

Column	Sum	Mean	median
Census Population	213,862	19,442	12,359
Total Pawdacity Sales	3,773,304	290,254	273,024
Households with Under 18	34,064	3096.73	2646.0
Land Area	33,071	3006.49	2748.85
Population Density	63	5.71	2.78
Total Families	62,653	5695.71	5556.49

: Awesome: The correct averages have been reported for each column.

The calucation details are as follows

```
In [1]: import pandas as pd
   import matplotlib.pyplot as plt
   import seaborn as sns
   % matplotlib inline
   store = pd.read_csv("p2-2010-pawdacity-monthly-sales.csv")
   nakes = pd.read_csv("p2-wy-453910-naics-data.csv")
   popul = pd.read_csv("p2-partially-parsed-wy-web-scrape.csv")
   demog = pd.read_csv("p2-wy-demographic-data.csv")
```

## calculate total Pawdacity sales and collect city names

```
In [2]: print(store.iloc[:,5:].sum(axis=1).sum()) # 3773304
        print(store.iloc[:,5:].sum(axis=1).median()) # 290254
        3773304
        273024.0
In [3]: store["CITY"].value_counts()
                         2
Out[3]: Cheyenne
        Gillette
                         2
        Riverton
                         1
        Buffalo
                         1
        Casper
        Powell
                         1
        Evanston
                         1
        Sheridan
                         1
        Douglas
                         1
        Cody
        Rock Springs
        Name: CITY, dtype: int64
In [4]: cities = store["CITY"].unique() # nump array of shape 11
```

## calculate census population

```
In [5]: popul.dropna(axis=0, how='any', thresh=None, subset=None, inplace=True)
In [6]: popul['Pawdacity'] = False
In [7]: popul.tail()
```

Out[7]:

	City County	2014 Estimate	2010 Census	2000 Census	Pawdacity
94	Wamsutter Sweetwater	503	451	261	False
95	Wheatland ? Platte	3,659	3,627	3,548	False
96	Worland ? Washakie	5,366	5,487	5,250	False
97	Wright Campbell	1,847	1,807	1,347	False
98	Yoder Goshen	161	151	169	False

```
In [8]: import re
        s="|".join(cities)
        s="^("+s+")"
        pool = re.compile(s)
        from bs4 import BeautifulSoup
        def parsenum(text):
            if str(text).isnumeric():
                return text
            soup = BeautifulSoup(text, 'html.parser')
            num =""
            for digit in soup.find("td").text:
                if digit.isnumeric():
                     num += digit
                if digit =="[":
                    break
            if num.isnumeric():
                return int(num)
            else:
                return 0
        for i in range(popul.shape[0]):
            row = popul.iloc[i,:]
            popul.set_value(i,"2014 Estimate",parsenum(row["2014 Estimate"]))
            popul.set_value(i,"2010 Census",parsenum(row["2010 Census"]))
            popul.set_value(i,"2000 Census",parsenum(row["2000 Census"]))
            if pool.search(row["City|County"]):
                popul.set_value(i, "Pawdacity", True)
```

In [9]: census = popul.drop("City|County", axis=1).astype(int)

In [10]: census.groupby("Pawdacity").sum()

Out[10]:

	2014 Estimate	2010 Census	2000 Census
Pawdacity			
0	155443	151098	134817
1	227191	213862	184026

In [11]: census.groupby("Pawdacity").median()

Out[11]:

	2014 Estimate	2010 Census	2000 Census
Pawdacity			
0	529.5	526.5	446.0
1	12190.0	12359.0	11507.0

## calcualte demographic info

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In [13]: demog.groupby("Pawdacity").sum()

Out[13]:

	Land Area	Households with Under 18	Population Density	Total Families
Pawdacity				
False	48884.539141	23589	50.64	51039.57
True	33071.380389	34064	62.80	62652.79

In [14]: demog.groupby("Pawdacity").median()

Out[14]:

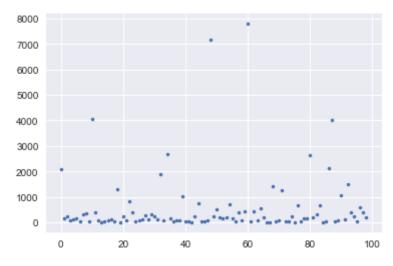
	Land Area	Households with Under 18	Population Density	Total Families
Pawdacity				
False	218.720727	124.5	0.285	274.735
True	2748.852900	2646.0	2.780	5556.490

## **Step 3: Dealing with Outliers**

# Are there any cities that are outliers in the training set? Which outlier have you chosen to remove or impute?

Ans: The outlier is the City "Cheyenne", whose "Population Density" and "Total Families" much larger than average.

```
In [16]: plt.plot(demog["Households with Under 18"],'.')
Out[16]: [<matplotlib.lines.Line2D at 0x1161998d0>]
```

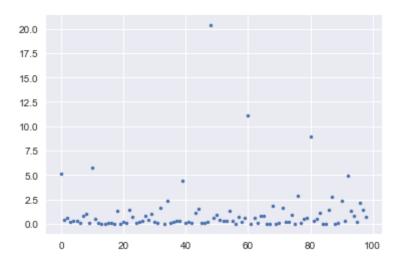


: Required: Please note that the rubric requires you to mention all the outliers in the dataset. There is at least one more outlier in the dataset. Also, note that you need to discuss which outlier you choose to remove or impute. Remember that you are allowed to remove only one outlier, so be sure to appropriately justify your final decision.

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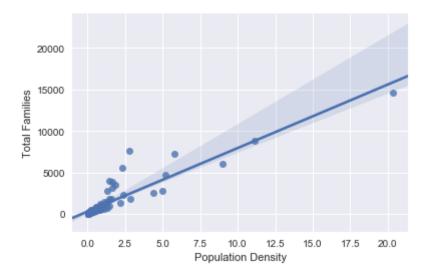
In [19]: plt.plot(demog["Population Density"],'.')

Out[19]: [<matplotlib.lines.Line2D at 0x1175f3b38>]



In [25]: sns.regplot(demog["Population Density"],demog["Total Families"])

Out[25]: <matplotlib.axes.\_subplots.AxesSubplot at 0x116c274e0>



In [30]: demog[demog["Households with Under 18"]>7000]

Out[30]:

	City	County	Land Area	Households with Under 18	Population Density	Total Families	Pawdacity
48	Cheyenne	Laramie	1500.1784	7158	20.34	14612.64	True
60	Casper	Natrona	3894.3091	7788	11.16	8756.32	True

# Next up •

I expect there is a follow-up project to do the actual prediction. But it seems to be removed. So my steps for such prediciton is:

- 1. With the demographic statistics, figure out which city is above the average but without a Pawdacity store
- 2. Dig into NAICS to see whether competitors are already in the market of target cities.
- 3. Use existing data to predict the sales in the target cities, figure out which one will have the best sales.

```
In [38]: | nakes["SALES VOLUME"].describe()
Out[38]: count
                       32.000000
                  173630.875000
         mean
         std
                  222548.908781
         min
                        0.000000
         25%
                    65500.000000
         50%
                   86000.000000
         75%
                  147743.250000
                  890000.000000
         max
         Name: SALES VOLUME, dtype: float64
```

In [39]: | nakes[nakes["SALES VOLUME"]>150e3]

Out[39]:

	BUSINESS NAME	PHYSICAL CITY NAME	SALES VOLUME	CASS_LastLine
0	Mile High Mobile Pet LLC	Cheyenne	300000	Cheyenne, WY 82007- 3528
1	Pets City Inc	Cheyenne	640000	Cheyenne, WY 82009- 4851
7	Don Bruner Sales LLC	Torrington	750000	Torrington, WY 82240- 3516
19	L and C Pets and Gifts LLC	Evansville	210000	Evansville, WY 82636
20	All Gods Creatures	Gillette	450000	Gillette, WY 82716-2919
21	Camelot Pet Castle	Gillette	230000	Gillette, WY 82716-1704
23	Pet Food Outlet	Gillette	450000	Gillette, WY 82718-6330
26	Zoobecks Inc	Rock Springs	890000	Rock Springs, WY 82901- 5105

In [ ]:

: Comment: You'll be doing this in the next project -"Recommend a City"