Opening a Gym where Best seems Fit

Chris Hamian

Introduction

- I'm helping a client decide the best and proper area to open a gym in Manhattan
- Location is primitive especially when considering a massive and populated city like Manhattan
- Data on Manhattan will be divided by postal code
- The plan is to research and gather information on every individual zip code
- This data will be utilized to weave out the locations that don't seem fit our objective

Data

- Source #1: Foursquare
- Used to identify the venues in each area
- Will help us total the number of gyms in each zip code
- Available at https://foursquare.com/

- Source #2: ZipAtlas
- Contains all the essential information on each area
- Dataset includes, latitude/longitude, population, and average household income
- Dataset available at <u>http://zipatlas.com/us/ny/new-york/zip-code-comparison/m</u> <u>edian-household-income.htm</u>

Sample of our Condensed Dataset

	Zip Code	Population	Avg Income	Gyms
7	10022	30642	80406.0	2
9	10024	61414	78066.0	7
10	10028	44987	77565.0	3
11	10021	102078	75472.0	4
12	10023	62206	72424.0	3

"Gyms" refers to the number of existing gyms in that Zip Code

Segmenting our Dataset by # of Gyms

Areas with <3 Gyms

	Zip Code	Population	Avg Income	Gyms
7	10022	30642	80406.0	2
21	10019	36012	55869.0	1
23	10025	97086	49733.0	2
25	10036	18751	41002.0	1
26	10001	17310	40932.0	2
29	10033	58259	31348.0	2
31	10034	41756	29479.0	0

(7 Areas)

Areas with 3 Gyms

	Zip Code	Population	Avg Income	Gyms (
10	10028	44987	77565.0	3
12	10023	62206	72424.0	3
16	10016	51217	66342.0	3
20	10012	26000	58313.0	3
27	10009	58595	40176.0	3

(5 Areas)

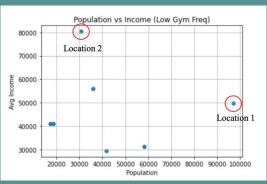
Areas with 3> Gyms

9	Zip Code	Population	Avg Income	Gyms	(
_ a	10024				
		61414	78066.0	7	
11	10021	102078	75472.0	4	
13	10128	59856	70031.0	5	
14	10017	16201	69273.0	4	
15	10014	32667	66601.0	5	
17	10010	26408	62467.0	7	
18	10011	46669	61986.0	8	
19	10003	53673	60891.0	6	
28	10013	25042	38304.0	4	

(9 Areas)

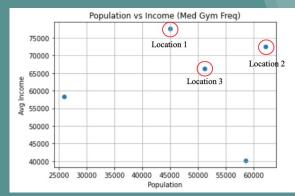
Analyzing the Different Segments

Areas with <3 Gyms



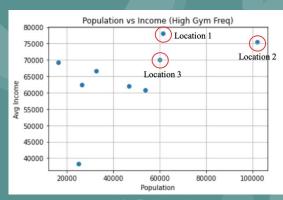
(2 Points)

Areas with 3 Gyms



(3 Points)

Areas with 3> Gyms



(3 Points)

Assessing our Final Points (High Freq)

Population Rank	Income Rank	# of Gyms (least)
Location 2	Location 1	Location 2
Location 1	Location 2	Location 3
Location 3	Location 3	Location 1

High Freq- Location 1 comparison to Location 2 Population Difference: -40664 Average Income Difference: 2594.0 Total Gyms Difference: 3

High Freq- Location 1 comparison to Location 3 Population Difference: 1558

Average Income Difference: 8035.0

Total Gyms Difference: 2

High Freq- Location 2 comparison to Location 3 Population Difference: 42222 Average Income Difference: 5441.0 Total Gyms Difference: -1

Location 2 is the most optimal.

Assessing our Final Points (Med Freq)

Population Rank	Income Rank	# of Gyms (least)
Location 2	Location 3	N/A
Location 3	Location 2	N/A
Location 1	Location 1	N/A

Med Freq- Location 1 comparison to Location 2

Population Difference: -17219

Average Income Difference: 5141.0

Med Freq- Location 1 comparison to Location 3

Population Difference: -6230

Average Income Difference: 11223.0

Med Freq- Location 2 comparison to Location 3

Population Difference: 10989

Average Income Difference: 6082.0

Location 2 is the most optimal.

Assessing our Final Points (Low Freq)

Population Rank	Income Rank	# of Gyms (least)
Location 2	Location 1	Same
Location 1	Location 2	Same

Low Freq- Location 1 comparison to Location 2

Population Difference: -66444

Average Income Difference: 30673.0

Total Gyms Difference: (

Neither location is optimal.

Final Comparison

Zip Code	Population	Average Income	# of Existing Gyms
10021	102,078	\$75,472	4
10023	62,206	\$72,424	3

Conclusion: Zip Code 10021 is the most optimal area to open a new gym.

Conclusions (cont'd) and Future Directions

- Accurately found the best location for the client with the given data
- Final location would've been more accurate if we had the full (purchased) dataset
- With a few minor adjustments, this program/process could be used for any type of venue
- Could look into more specifics about each gym in an area (ex. company, type of gym, offered services, etc.)