Capstone Project - The Battle of Neighborhoods

A description of the problem and a discussion of the background.

Compare Neighborhoods in the city of Los Angeles to find the Best Place to start a restaurant business.

Introduction and business problem selection:

City of Los Angeles often known by its initials L.A., being the most popular city in California, and culturally very diverse, starting any kind of a restaurant business would be a great business opportunity.

Los Angeles is the cultural, financial, and commercial center of Southern California. The city is known for its Mediterranean climate, ethnic diversity, Hollywood, the entertainment industry, and its sprawling metropolis. [1]

Los Angeles lies in a basin, adjacent to the Pacific Ocean, with mountains as high as 10,000 feet (3,000 m), and deserts. The city, which covers about 469 square miles (1,210 km2). [1]

In this project I will explore the opportunities to start a new restaurant business and understand the City of Los Angeles, by its demography, population and the current restaurants businesses located in and around the city. Furthermore, I will investigate on current popular or most liked restaurants in each neighborhood.

My stakeholders looking for data to prove if it is worth to start a new restaurant business in L.A. and to help them to better understand the city using following criteria's.

- Population of the city and its ethnically-diversity
 - o Compare Los Angeles Population by Year.
 - Demonstrating population by Race and segregating it based on Hispanic and Non-Hispanic population.
 - Compare Los Angeles Population by Age
- Income of the people
 - Visualize Income by Household Type
- Weather conditions
 - o Hottest and coldest, wettest and driest averages for a month
- Restaurants
 - Number of restaurants in each neighborhood
 - o Number of restaurants based on cuisines in each neighborhood
 - List of top 100 restaurants
 - List of trending or liked restaurants
- Overall Comparison of the restaurants
 - o Conclusion on if it is worth opening a restaurant in L.A. and
 - Best Neighborhood(s) to start the business

A description of the data and how it will be used to solve the problem.

Data section:

The city is divided into many different districts and neighborhoods, some of which were incorporated cities that merged with Los Angeles.[2] These neighborhoods were developed piecemeal and are well-defined enough that the city has signage marking nearly all of them.[1] LA city has 15 districts and 272 neighborhoods. Just targeting one district Central LA. More-than 450,000 people living in this district aged between 19 to 49 and these are considered as the spending population who like to visit restaurants.

81.4% of households are renters. The neighborhood with the highest rental rate is Westlake, and the neighborhood with the lowest rental rate is Hollywood Hills West.[3] Renters are considered as moving and relocating population with higher rented population has some advantage on restaurant businesses.

Based on the criteria's I will be using the approaches such as web scraping, segmentation, clustering and creating data visualization to get a better understanding of the city. All the data for the project is collected from different sources list of data source as follows.

Data description and data source that will be used to solve the problem

Population of the city and its ethnically-diversity are analyzed by comparing Population by Year trend. This will help in visualizing the growth of the city by population.
 Source: Annual Estimates of the Resident <u>Population</u>: April 1, 2010 to July 1, 2018
 Sample:

| Geography | April 1, 2010 | | Population Estimate (as of July 1) | | | | | | | | | |
|----------------------|---------------|----------------|------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--|
| | Census | Estimates Base | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | |
| United States | 308,745,538 | 308,758,105 | 309,326,085 | 311,580,009 | 313,874,218 | 316,057,727 | 318,386,421 | 320,742,673 | 323,071,342 | 325,147,121 | 327,167,434 | |
| Alabama | 4,779,736 | 4,780,138 | 4,785,448 | 4,798,834 | 4,815,564 | 4,830,460 | 4,842,481 | 4,853,160 | 4,864,745 | 4,875,120 | 4,887,871 | |
| Alaska | 710,231 | 710,249 | 713,906 | 722,038 | 730,399 | 737,045 | 736,307 | 737,547 | 741,504 | 739,786 | 737,438 | |
| Arizona | 6,392,017 | 6,392,288 | 6,407,774 | 6,473,497 | 6,556,629 | 6,634,999 | 6,733,840 | 6,833,596 | 6,945,452 | 7,048,876 | 7,171,646 | |
| Arkansas | 2,915,918 | 2,916,028 | 2,921,978 | 2,940,407 | 2,952,109 | 2,959,549 | 2,967,726 | 2,978,407 | 2,990,410 | 3,002,997 | 3,013,825 | |
| California | 37,253,956 | 37,254,523 | 37,320,903 | 37,641,823 | 37,960,782 | 38,280,824 | 38,625,139 | 38,953,142 | 39,209,127 | 39,399,349 | 39,557,045 | |
| Colorado | 5,029,196 | 5,029,316 | 5,048,281 | 5,121,771 | 5,193,721 | 5,270,482 | 5,351,218 | 5,452,107 | 5,540,921 | 5,615,902 | 5,695,564 | |
| Connecticut | 3,574,097 | 3,574,147 | 3,579,125 | 3,588,023 | 3,594,395 | 3,594,915 | 3,594,783 | 3,587,509 | 3,578,674 | 3,573,880 | 3,572,665 | |
| Delaware | 897,934 | 897,934 | 899,595 | 907,316 | 915,188 | 923,638 | 932,596 | 941,413 | 949,216 | 957,078 | 967,171 | |
| District of Columbia | 601,723 | 601,766 | 605,085 | 619,602 | 634,725 | 650,431 | 662,513 | 675,254 | 686,575 | 695,691 | 702,455 | |
| Florida | 18,801,310 | 18,804,580 | 18,845,785 | 19,093,352 | 19,326,230 | 19,563,166 | 19,860,330 | 20,224,249 | 20,629,982 | 20,976,812 | 21,299,325 | |
| Georgia | 9,687,653 | 9,688,709 | 9,711,810 | 9,801,578 | 9,901,496 | 9,973,326 | 10,069,001 | 10,181,111 | 10,304,763 | 10,413,055 | 10,519,475 | |
| Hawaii | 1,360,301 | 1,360,307 | 1,363,963 | 1,379,252 | 1,394,905 | 1,408,453 | 1,414,862 | 1,422,484 | 1,428,105 | 1,424,203 | 1,420,491 | |
| Idaho | 1,567,582 | 1,567,657 | 1,570,773 | 1,583,828 | 1,595,441 | 1,611,530 | 1,631,479 | 1,651,523 | 1,682,930 | 1,718,904 | 1,754,208 | |
| Illinois | 12,830,632 | 12,831,572 | 12,840,762 | 12,867,291 | 12,884,119 | 12,898,269 | 12,888,962 | 12,864,342 | 12,826,895 | 12,786,196 | 12,741,080 | |
| Indiana | 6,483,802 | 6,484,061 | 6,490,436 | 6,516,045 | 6,537,640 | 6,568,367 | 6,593,533 | 6,608,296 | 6,633,344 | 6,660,082 | 6,691,878 | |
| lowa | 3,046,355 | 3,046,872 | 3,050,767 | 3,066,054 | 3,076,097 | 3,093,078 | 3,109,504 | 3,121,460 | 3,131,785 | 3,143,637 | 3,156,145 | |

 Demonstrating population by Race and segregating it based on Hispanic and Non-Hispanic population are compared to show what kind of people live in the city and how to cater them and to analyze what kind of food they may prefer.

Source:

US Census 2018 Estimate ACS 1-Year Survey- Hispanic or Latino origin by race (<u>Table B03002</u>) **Sample:**

| | Los Angeles County, California |
|--|--------------------------------|
| | Estimate |
| Total: | 10,105,510 |
| ✓ Not Hispanic or Latino: | 5,190,23 |
| White alone | 2,619,70 |
| Black or African American alone | 783,93 |
| American Indian and Alaska Native alone | 18,87 |
| Asian alone | 1,473,46 |
| Native Hawaiian and Other Pacific Islander alone | 25,30 |
| Some other race alone | 30,76 |
| ✓ Two or more races: | 238,18 |
| Two races including Some other race | 12,52 |
| Two races excluding Some other race, and three or more races | 225,61 |
| Hispanic or Latino: | 4,915,28 |
| White alone | 2,564,40 |
| Black or African American alone | 27,54 |
| American Indian and Alaska Native alone | 57,21 |
| Asian alone | 19,05 |
| Native Hawaiian and Other Pacific Islander alone | 3,07 |
| Some other race alone | 2,045,78 |
| d Feedback 8 g | 198.17 |

Compare Los Angeles Population by Age, this comparison will help to understand the age group of people living in the city and what kind of food choice they may make.
 Source: US Census 2018 Estimate ACS 1-Year Survey- Age and Sex (<u>Table S0101</u>)
 Sample:

| | Los Angeles County, California | | | | | | | | |
|--------------------|--------------------------------|----------|-----------|--------------|-----------|--|--|--|--|
| | Total | Percent | Male | Percent Male | Female | | | | |
| | Estimate | Estimate | Estimate | Estimate | Estimate | | | | |
| ✓ Total population | 10,105,518 | (X) | 4,982,529 | (X) | 5,122,989 | | | | |
| ✓ AGE | | | | | | | | | |
| Under 5 years | 602,507 | 6.0% | 309,399 | 6.2% | 293,108 | | | | |
| 5 to 9 years | 575,136 | 5.7% | 293,989 | 5.9% | 281,147 | | | | |
| 10 to 14 years | 640,817 | 6.3% | 328,518 | 6.6% | 312,299 | | | | |
| 15 to 19 years | 628,872 | 6.2% | 319,566 | 6.4% | 309,306 | | | | |
| 20 to 24 years | 701,010 | 6.9% | 352,945 | 7.1% | 348,065 | | | | |
| 25 to 29 years | 856,123 | 8.5% | 435,807 | 8.7% | 420,316 | | | | |
| 30 to 34 years | 783,915 | 7.8% | 401,667 | 8.1% | 382,248 | | | | |
| 35 to 39 years | 721,419 | 7.1% | 370,758 | 7.4% | 350,661 | | | | |
| 40 to 44 years | 659,703 | 6.5% | 321,754 | 6.5% | 337,949 | | | | |
| 45 to 49 years | 686,881 | 6.8% | 340,062 | 6.8% | 346,819 | | | | |
| 50 to 54 years | 661,688 | 6.5% | 327,277 | 6.6% | 334,411 | | | | |
| 55 to 59 years | 637,656 | 6.3% | 307,249 | 6.2% | 330,407 | | | | |
| 60 to 64 years | 573,832 | 5.7% | 277,115 | 5.6% | 296,717 | | | | |
| 65 to 69 years | 450,513 | 4.5% | 210,929 | 4.2% | 239,584 | | | | |
| 70 to 74 years | 334 608 | 9.9% | 147 555 | 2.0% | 107 143 | | | | |

 Income of the people is one of the most crucial criteria for any business to analyze the spending capacity of the people and to analyze group of people belong to each income category.

Source:

US Census 2018 Estimate ACS 1-Year Survey- Income in the past 12 months (<u>Table S1901</u>) **Sample:**

| | Los Angeles County, California | | | | | | | | |
|------------------------|--------------------------------|-----------|-------------------------|----------------------|--|--|--|--|--|
| | Households | Families | Married-couple families | Nonfamily households | | | | | |
| | Estimate | Estimate | Estimate | Estimate | | | | | |
| ✓ Total | 3,313,908 | 2,193,349 | 1,475,430 | 1,120,559 | | | | | |
| Less than \$10,000 | 6.0% | 3.8% | 1.8% | 11.6% | | | | | |
| \$10,000 to \$14,999 | 4.6% | 2.3% | 1.4% | 9.5% | | | | | |
| \$15,000 to \$24,999 | 8.2% | 7.4% | 5.6% | 10.9% | | | | | |
| \$25,000 to \$34,999 | 7.8% | 7.7% | 6.0% | 8.8% | | | | | |
| \$35,000 to \$49,999 | 11.2% | 11.3% | 9.7% | 11.0% | | | | | |
| \$50,000 to \$74,999 | 16.2% | 16.5% | 15.2% | 15.6% | | | | | |
| \$75,000 to \$99,999 | 12.3% | 12.9% | 13.0% | 10.5% | | | | | |
| \$100,000 to \$149,999 | 16.0% | 17.5% | 20.2% | 11.9% | | | | | |
| \$150,000 to \$199,999 | 7.6% | 8.6% | 10.8% | 4.5% | | | | | |
| \$200,000 or more | 10.2% | 12.0% | 16.3% | 5.6% | | | | | |

 Weather conditions will help the stakeholders to understand the pattern of the city weather such that they can accommodate the infrastructure needed to cater to different weather conditions and investment they may have to make to build such infrastructure.
 Hottest and coldest, wettest and driest averages for a month From 1895–2019 <u>Source</u>: Wikimedia Foundation, Inc.

Sample:

Hottest and coldest, wettest and driest averages for a month (f/inch), 1895–2019^[92]

| | | | | | | _ | | | • | • • | | |
|---------|-------|-------|-------|------|------|------|------|------|------|------|------|-------|
| Month | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec |
| Hottest | 63.9 | 64.2 | 67.5 | 68.2 | 71.5 | 75.9 | 79.8 | 79.0 | 80.3 | 75.4 | 66.9 | 62.2 |
| Coldest | 46.7 | 51.1 | 52.0 | 55.2 | 57.2 | 62.9 | 66.2 | 66.3 | 63.1 | 57.8 | 55.2 | 49.4 |
| Wettest | 14.43 | 15.23 | 10.44 | 7.31 | 3.83 | 0.98 | 0.43 | 2.54 | 5.13 | 5.13 | 9.96 | 11.46 |
| Driest | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Analyzing current restaurants established in each neighborhood, the current cuisines they
offer and to know the top 100 restaurants and its trends will help the stakeholder to get
more clarity of the market and its conditions.

Source:

Sample:

https://en.wikipedia.org/wiki/List of districts and neighborhoods of Los Angeles#Notes , Wikimedia Foundation, Inc. (Retrieved Nov, 2019) with Foursquare location data

| Angelino Heights^[TG] | Cahuenga Pass ^[TG] | Elysian Park ^[MLA] | Highland Park^{[MLA][TG]} |
|---|---|---|---|
| Arleta ^{[MLA][TG]} | Canoga Park ^{[MLA][TG]} | Elysian Valley^[MLA] | Historic Core^[1] |
| Arlington Heights ^[MLA] | Canterbury Knolls ^[9] | Encino^{[MLA][TG]} | Hollywood^{[MLA][TG]} |
| Arts District ^[1] | Carthay ^[MLA] | Exposition Park^{[MLA][TG]} | Hollywood Dell^[18] |
| Atwater Village ^[MLA] | Castle Heights | Faircrest Heights [14] | Hollywood Hills^{[MLA][TG]} |
| Baldwin Hills ^[TG] | Central-Alameda^[MLA] | Fairfax ^[MLA] | Hollywood Hills West^[MLA] |
| Baldwin Hills/Crenshaw ^[MLA] | Central City ^[TG] | Fashion District^[1] | Holmby Hills^[TG] |
| Baldwin Village ^[TG] | Century City ^{[MLA][TG]} | Filipinotown, Historic^[15] | Hyde Park[MLA][TG] |
| Baldwin Vista ^[2] | Chatsworth ^{[MLA][TG]} | Financial District^[1] | Jefferson Park^{[MLA][TG]} |
| Beachwood Canyon ^[3] | Chesterfield Square[MLA][TG] | Florence^{[MLA][TG]} | Jewelry District^[19] |
| Bel Air, Bel-Air or Bel Air Estates^{[MLA][TG]} | Cheviot Hills ^{[MLA][TG]} | Flower District^[16] | Kinney Heights^[20] |
| Benedict Canyon ^[4] | Chinatown ^{[MLA][TG]} | Franklin Hills ^[17] | Koreatown^{[MLA][TG]} |
| Beverly Crest ^[MLA] | Civic Center ^[10] | Gallery Row^[1] | Ladera^{[21][22]} |
| Beverly Glen ^[TG] | Crenshaw ^[TG] | Garvanza ^[TG] | Lafayette Square^[TG] |
| Beverly Grove ^[MLA] | Crestwood Hills ^[11] | Glassell Park^{[MLA][TG]} | Lake Balboa^{[MLA][TG]} |
| Beverly Hills Post Office^[5] | Cypress Park[MLA][TG] | Gramercy Park ^[MLA] | Lake View Terrace^{[MLA][TG]} |
| Beverly Park ^[6] | Del Rey ^{[MLA][TG]} | Granada Hills ^{[MLA][TG]} | Larchmont ^[MLA] |
| Beverlywood ^[MLA] | Downtown ^[MLA] | Green Meadows^[MLA] | Laurel Canyon^[23] |
| | | | |

Finally, an overall Comparison of the restaurants will be drawn, and a conclusion will be provided based on findings, if it is a viable option to open a restaurant in L.A. if so which are the best Neighborhood(s) to start the business.

Criteria's are analyzed using following approaches.

- Transform the data into a pandas data-frame
- Using geopy library to get the latitude and longitude values
- Creating a map of LA with neighborhoods superimposed on top.
- Segment and cluster only the neighborhoods
- The script queries the official Foursquare API to search for venues, and then query additional metadata for each unique venue.
- Finding the top 100 venues that are in LA within a radius of 500 meters.
- Extracting the category of the venue
- Exploring neighborhood along with the top 5 most common venues
- Finding the top 10 venues for each neighborhood
- Clustering Neighborhoods by k-means to cluster the neighborhood into 5 clusters and visualizing the resulting clusters

Reference:

- 1. https://en.wikipedia.org/wiki/Los Angeles, Wikimedia Foundation, Inc. (Retrieved Nov, 2019)
- 2. Neighborhoods list: http://maps.latimes.com/neighborhoods/neighborhood/list/, Mapping L.A. Los Angeles Times and
 - https://en.wikipedia.org/wiki/List of districts and neighborhoods of Los Angeles#Notes, Wikimedia Foundation, Inc. (Retrieved Nov, 2019)
- "Central L.A.," Mapping L.A. Los Angeles Times (Retrieved Nov, 2019), http://maps.latimes.com/neighborhoods/region/central-la/, Mapping L.A. Los Angeles Times (Retrieved Nov, 2019).