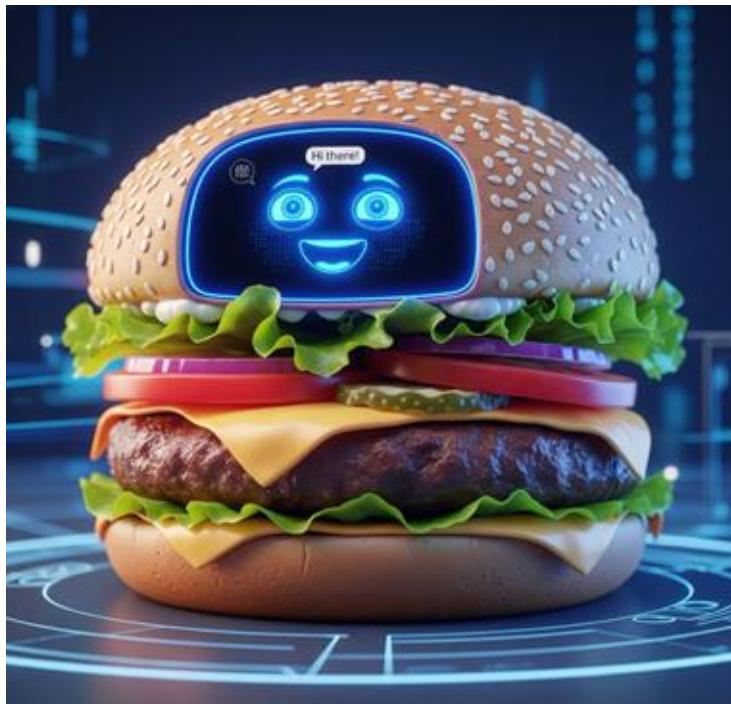


# Build an AI Chatbot with RAG

Hands-On Workshop • Central NJ Data Science Meetup



Gus Cavanaugh • AI Literacy Educator • February 2026



# Setup (5 Minutes)

## 1 Get Anthropic API Key

Go to [console.anthropic.com](https://console.anthropic.com)  
Sign up (free evaluation!)  
Click 'Get API Keys'  
Create new key  
Copy it (won't see again!)

## 2 Fork Replit Project

Click:  
<https://replit.com/@guscavanaugh/replitappzip?v=1>  
Create account & 'Remix'  
Add Secret: ANTHROPIC\_API\_KEY  
Paste your API key  
Click 'Run' button!



Links in chat! Takes ~2 minutes. Raise hand if you need help.

01

# The Opportunity

Why you're here to build, not just learn

# The Challenges Are Real

Heightened competition in every market

Economic uncertainty and inflation

Expectations for instant results

Technology changing faster than ever

Viewpoints | January 28, 2026

# VALUING AI: EXTREME BUBBLE, NEW GOLDEN ERA, OR BOTH

*By Jeremy Grantham and Edward Chancellor*

## PART 1

### VALUING AI: EXTREME BUBBLE, NEW GOLDEN ERA, OR BOTH

*By Jeremy Grantham*

At GMO, we have always defined a bubble as a two-standard deviation divergence of the price of any asset class above its long-term real price trend. The U.S. stock market has now been in bubble territory for a prolonged period. Sooner or later, the bubble will burst and the price will return to its historic level.

TECHNOLOGY | ARTIFICIAL INTELLIGENCE [Follow](#)

# Claude Is Taking the AI World by Storm, and Even Non-Nerds Are Blown Away

Developers and hobbyists are comparing the viral moment for Anthropic's Claude Code to the launch of generative AI

By [Bradley Olson](#) [Follow](#)

Jan. 17, 2026 12:00 pm ET



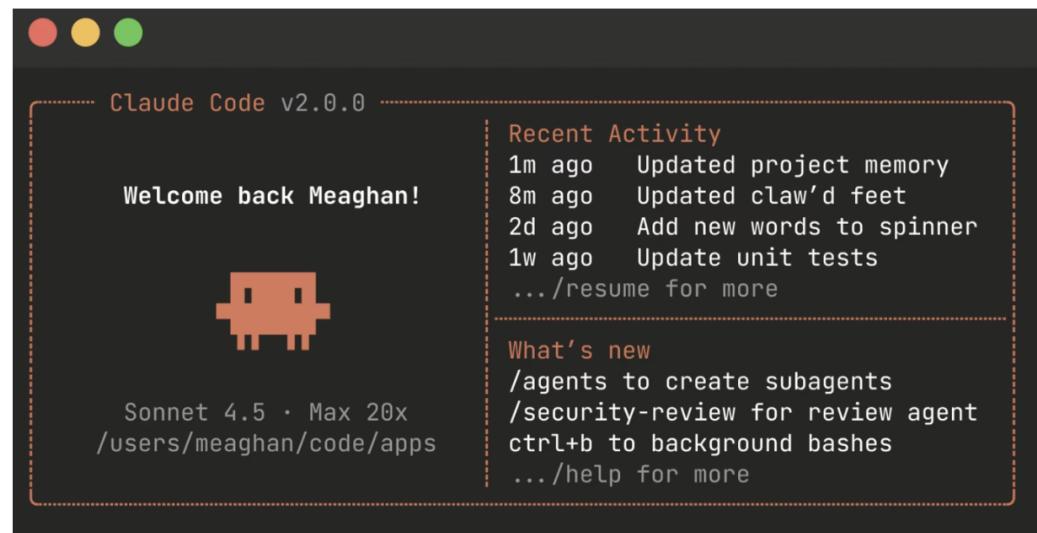
364



Gift unlocked article



Listen (5 min)



# CEOs Say AI Is Making Work More Efficient. Employees Tell a Different Story.

How much time workers say the technology saves them on the job is vastly different from what executives report

By [Lindsay Ellis](#) [Follow](#)

Jan. 21, 2026 5:00 am ET



126



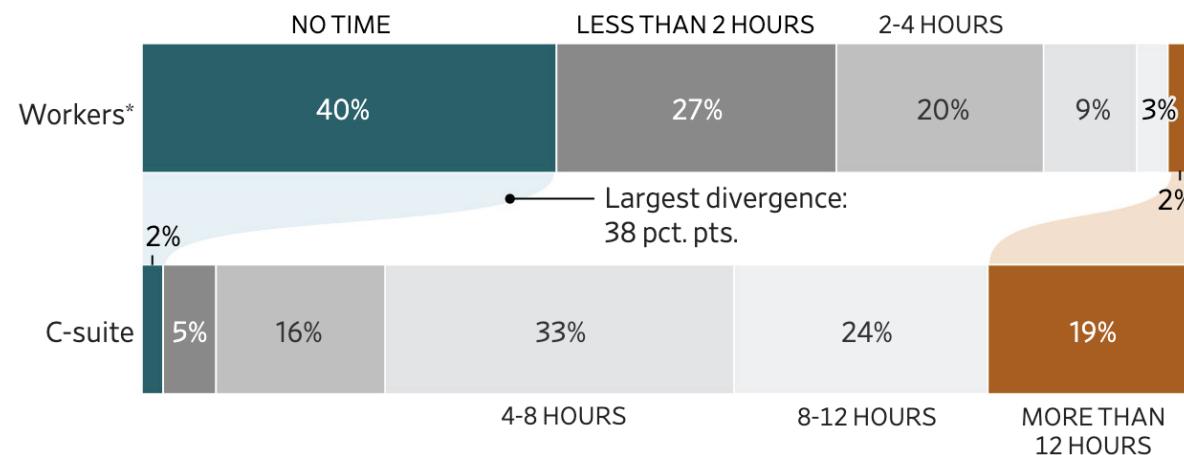
Gift unlocked article



Listen (6 min)



## How much time do you think you are saving each week by using AI?



TECHNOLOGY | ARTIFICIAL INTELLIGENCE | HEARD ON THE STREET [Follow](#)

# AI Won't Kill the Software Business, Just Its Growth Story

Fears that software companies are facing an extinction event are exaggerated, but other dangers are real

By [Dan Gallagher](#) [Follow](#)

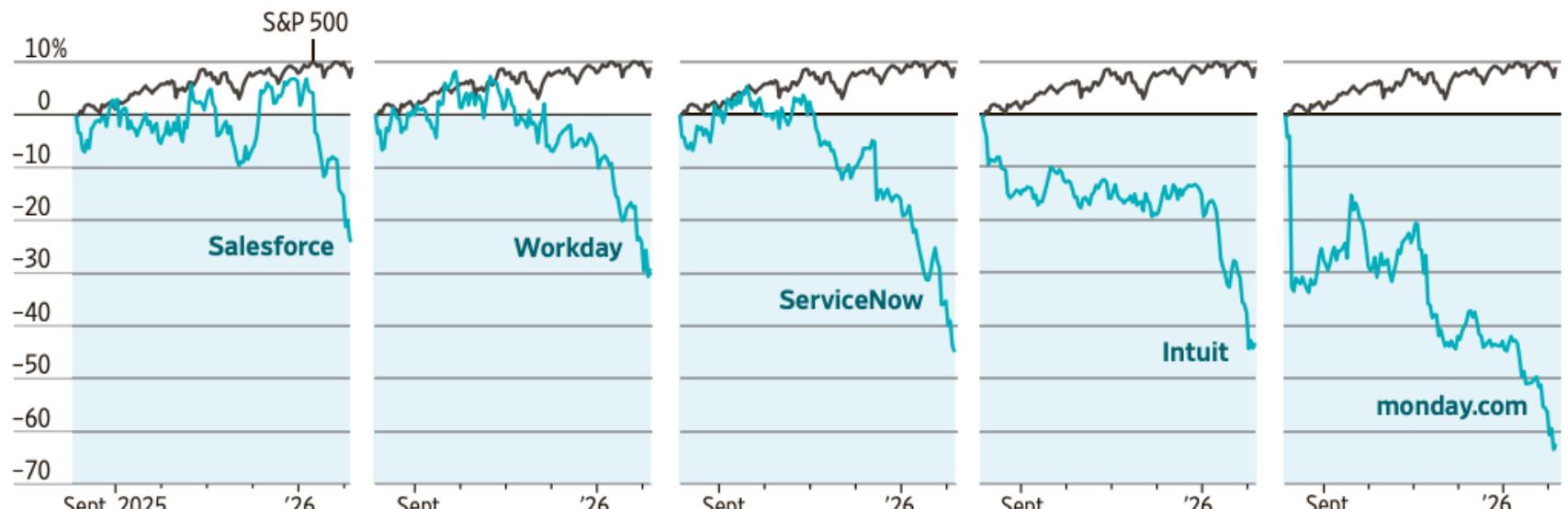
Feb. 4, 2026 11:49 am ET



92

[Gift unlocked article](#)[Listen \(5 min\)](#)

## Key software companies' share-price vs. index performance, past six months



Source: FactSet

# **But So Is the Opportunity**

Technology is no longer owned by IT

Analysis is no longer owned by  
Quants

Design is no longer owned by  
Designers

Applications are no longer owned by  
Developers

**Every SME is now a  
developer, designer, analyst,  
builder**

02

# Your Mission

Build a chatbot for Dairi-O restaurant



# You're the New Chief AI Officer of Dairi-O

**The CEO wants:**

A chatbot to help health-conscious parents

**The Goal:**

Grow revenue through personalized nutrition guidance

**Your Task:**

Build it. Today. In this workshop.

**The Catch:**

You've never built a chatbot before...

**The Good News:**

Neither had ChatGPT's users before they tried it! 😊

# What We're Building

- ✓ AI chatbot with document upload (RAG)
- ✓ Answers nutrition questions from Dairi-O menu
- ✓ Web search for current information
- ✓ Professional branded interface
- ✓ Deployed and shareable immediately
- ✓ Portfolio-ready code

# How It Works

User asks a question



Is it about the menu? → Search documents



Is it about current events? → Search Google



Combine everything into one prompt



Send to Claude AI



Get response back



Display to user

# 03

## Building the Chatbot

Let's code!



# LIVE DEMO

Open your Replit and follow along!



# Setup (5 Minutes)

## 1 Get Anthropic API Key

Go to [console.anthropic.com](https://console.anthropic.com)  
Sign up (free evaluation!)  
Click 'Get API Keys'  
Create new key  
Copy it (won't see again!)

## 2 Fork Replit Project

Click:  
<https://replit.com/@guscavanaugh/replitappzip?v=1>  
Create account & 'Remix'  
Add Secret: ANTHROPIC\_API\_KEY  
Paste your API key  
Click 'Run' button!



## Download Dairi-O Menu

<https://dairio.com/wp-content/uploads/2023/11/Dairi-O-Nutritional-Table.pdf>



Links in chat! Takes ~2 minutes. Raise hand if you need help.

# 🤖 AI Chatbot with RAG & Search

Built from scratch in Python! (Replit Version)

## Chat



What are the macros for the Dairio Plain Grilled Chicken Sandwich?



I don't have access to documents about Dairio menu items or nutritional information. Let me search for that information for you.

Unfortunately, I'm not finding specific nutritional data for a "Dairio Plain Grilled Chicken Sandwich" in my search results. This could be because:

1. Dairio might be a local or regional restaurant that doesn't have widely published nutritional information online
2. The exact name might be slightly different than what I'm searching for
3. The information might not be publicly available online

Here are some suggestions:

- Check the restaurant's official website or menu if they have one
- Call the restaurant directly and ask for nutritional information
- Look on food delivery apps (like DoorDash, Uber Eats, etc.) if they deliver, as these often list macros
- Check if they have a nutrition facts sheet available in-store

If you can provide more context about where Dairio is located or if it's a specific chain, I'd be happy to search again!

# 04

## Problem: RAG Isn't Working!

Tables are breaking our chatbot

If you can provide more context about where Dairio is located or if it's a specific chain, I'd be happy to search again!



What are the macros for the Dairio Plain Grilled Chicken Sandwich?



I apologize for the confusion in my previous response. Looking back at the document I have access to, I can see **Grilled Chicken Wrap (Plain)** listed, mentioned in the nutritional information provided.

However, I do see a **Crispy Chicken Sandwich (Plain)** with these macros:

**Crispy Chicken Sandwich (Plain):**

- Calories: 610
- Fat: 35g
- Saturated Fat: 9g
- Trans Fat: 1g
- Cholesterol: 110mg
- Sodium: 1200mg
- Carbs: 47g
- Fiber: 3g
- Sugars: 15g
- Protein: 27g

Could you clarify if you're looking for the **Crispy Chicken Sandwich**, or were you asking about a different item? If there's a **Grilled Chicken Sandwich** access to.



How to use this chatbot

Type your message here...

# Why Basic RAG Fails on Tables

- ✗ Text chunking splits table rows from headers
- ✗ Item names get separated from their values
- ✗ Context is lost when chunks break mid-row
- ✗ The AI sees '280' but doesn't know it's calories
- ✗ **Result:** Confident but incorrect answers

# What's Actually Happening

PyPDF2 extracts:

Grilled Chicken Sandwich (Plain) 280 5 1 0 60 920 23 3 3 38

Then chunks at 500 characters → might split the row!

Headers are on page 1, data on page 2 → separated!

AI sees: "280" but which nutrient is it? 🤔



Key Insight:

Without column headers, numbers are meaningless.

With headers: 'Calories: 280' vs just '280' - huge difference!

# 05

## The Solution

Better table handling for accurate RAG

# How We'll Fix It

- ✓ Use pdfplumber instead of PyPDF2 (built for tables!)
- ✓ Keep table rows intact during chunking
- ✓ Include column headers with each data row
- ✓ Increase chunk size (500 → 1000 characters)
- ✓ Retrieve more chunks (3 → 5) for better coverage

# The Transformation

## Before (PyPDF2):

Grilled Chicken Sandwich (Plain) 280 5 1 0 60 920 23 3 3 38

## After (pdfplumber with headers):

Item: Grilled Chicken Sandwich (Plain) | Calories: 280 |  
Total Fat (g): 5 | Sat. fat (g): 1 | Trans Fat (g): 0 |  
Chol. (mg): 60 | Sodium (mg): 920 | Carbs (g): 23 |  
Fiber (g): 3 | Sugars (g): 3 | Protein (g): 38



# LIVE DEMO

Open your Replit and follow along!



# Setup (5 Minutes)

## 1 Get Anthropic API Key

Go to [console.anthropic.com](https://console.anthropic.com)  
Sign up (free evaluation!)  
Click 'Get API Keys'  
Create new key  
Copy it (won't see again!)

## 2 Fork Replit Project

Click:  
<https://replit.com/@guscavanaugh/WorkshopImprovedRAGRUN>  
Create account & 'Remix'  
Add Secret: ANTHROPIC\_API\_KEY  
Paste your API key  
Click 'Run' button!



## Download Dairi-O Menu

<https://dairio.com/wp-content/uploads/2023/11/Dairi-O-Nutritional-Table.pdf>



Links in chat! Takes ~2 minutes. Raise hand if you need help.



Voilà! Accurate answers!



# Key Learning Points

Not all text is equal - tables need special handling

Context is everything in RAG - headers matter!

Retrieval is a trade-off - balance precision vs recall

The right tool for the job - pdfplumber vs PyPDF2

RAG isn't magic - it's thoughtful engineering

# 06

# Making It Professional

Brand it for your portfolio

# From Demo to Portfolio-Ready

Custom branding (Dairi-O green color scheme)

Domain-specific prompts (nutrition assistant)

Quick question buttons for UX

Professional disclaimers

Clean, modern interface

Shareable URL immediately

# The Power of Prompting

## Generic:

"You are a helpful assistant. Be conversational!"

## Domain-Specific:

"You are a nutrition assistant for Dairi-O.

- Help customers understand nutritional info
- Compare menu options
- Suggest items based on dietary goals
- Be accurate with numbers
- Cite specific calories, protein, carbs
- Use friendly emojis sparingly"



# LIVE DEMO

Open your Replit and follow along!



# Setup (5 Minutes)

## 1 Get Anthropic API Key

Go to [console.anthropic.com](https://console.anthropic.com)  
Sign up (free evaluation!)  
Click 'Get API Keys'  
Create new key  
Copy it (won't see again!)

## 2 Fork Replit Project

Click:  
<https://replit.com/@guscavanaugh/WorkshopImprovedRAGBrandedApp>  
Create account & 'Remix'  
Add Secret: ANTHROPIC\_API\_KEY  
Paste your API key  
Click 'Run' button!



## Download Dairi-O Menu

<https://dairio.com/wp-content/uploads/2023/11/Dairi-O-Nutritional-Table.pdf>



Links in chat! Takes ~2 minutes. Raise hand if you need help.

Menu Navigator

Load Nutritional Data

Upload Dairi-O nutritional PDF

Drag and drop file here  
Limit 200MB per file • PDF

Browse files

Dairi-O-Nutritional-T...  
256.7KB

Process Menu Data

Nutritional data ready!

Quick Questions

Click to ask:

What's the highest protein item?

What are the healthiest options?

# Dairi-O Nutrition Assistant

Your AI-powered guide to making informed choices

⚠ Educational Demo Only

This is an unofficial AI assistant created for workshop demonstration purposes. Not affiliated with Dairi-O. Always verify nutritional information with official sources.

Hi! I'm your Dairi-O Nutrition Assistant! I can help you:

Find nutritional info for menu items 🍔 Compare different options 🥗 Suggest items based on your dietary goals 🌈 Answer questions about calories, protein, carbs, and more!

What would you like to know?

Compare burger vs. chicken

Ask about nutrition, compare items, or get recommendations...

Made with Replit

# What You Built Today

-  Cloud-deployed AI chatbot
-  RAG with document understanding
-  Table handling for structured data
-  Professional branding and UX
-  Portfolio-ready code
-  Real understanding of how AI systems work

# What's Next?

-  Customize your chatbot (change colors, prompts, features)
-  Try with your own documents (resumes, reports, data)
-  Learn local deployment with Ollama (free forever!)
-  Add more advanced features (SQL, vision, audio)
-  Share your work on LinkedIn and GitHub

# Advanced Improvements to Try

- Pre-process tables into SQLite database
- Hybrid search (keyword + semantic)
- Custom chunking strategies by content type
- Vision-based PDF extraction with multimodal models
- Memory across sessions
- Multi-document comparison features

# Thank You!



- ✉️ LinkedIn: [linkedin.com/in/gustafrcavanaugh](https://linkedin.com/in/gustafrcavanaugh)
- 💻 GitHub: [https://github.com/Gcav66/-Dairi-O\\_Nutrition\\_Assistant](https://github.com/Gcav66/-Dairi-O_Nutrition_Assistant)
- 📎 All code & resources in chat
- 🎓 Keep building, keep learning!