## Activity Course 7 Salifort Motors project lab

May 15, 2025

## 1 Capstone project: Providing data-driven suggestions for HR

## 1.1 Description and deliverables

This capstone project is an opportunity for you to analyze a dataset and build predictive models that can provide insights to the Human Resources (HR) department of a large consulting firm.

Upon completion, you will have two artifacts that you would be able to present to future employers. One is a brief one-page summary of this project that you would present to external stakeholders as the data professional in Salifort Motors. The other is a complete code notebook provided here. Please consider your prior course work and select one way to achieve this given project question. Either use a regression model or machine learning model to predict whether or not an employee will leave the company. The exemplar following this actiivty shows both approaches, but you only need to do one.

In your deliverables, you will include the model evaluation (and interpretation if applicable), a data visualization(s) of your choice that is directly related to the question you ask, ethical considerations, and the resources you used to troubleshoot and find answers or solutions.

## 2 PACE stages

## 2.1 Pace: Plan

Consider the questions in your PACE Strategy Document to reflect on the Plan stage.

In this stage, consider the following:

#### 2.1.1 Understand the business scenario and problem

The HR department at Salifort Motors wants to take some initiatives to improve employee satisfaction levels at the company. They collected data from employees, but now they don't know what to do with it. They refer to you as a data analytics professional and ask you to provide data-driven suggestions based on your understanding of the data. They have the following question: what's likely to make the employee leave the company?

Your goals in this project are to analyze the data collected by the HR department and to build a model that predicts whether or not an employee will leave the company.

If you can predict employees likely to quit, it might be possible to identify factors that contribute to their leaving. Because it is time-consuming and expensive to find, interview, and hire new employees, increasing employee retention will be beneficial to the company.

## 2.1.2 Familiarize yourself with the HR dataset

The dataset that you'll be using in this lab contains 15,000 rows and 10 columns for the variables listed below.

**Note:** you don't need to download any data to complete this lab. For more information about the data, refer to its source on Kaggle.

| Variable              | Description   |
|-----------------------|---|
| satisfaction_level    | Employee-reported job satisfaction level [0–1]                    |
| last_evaluation       | Score of employee's last performance review [0-1]                 |
| number_project        | Number of projects employee contributes to                        |
| average_monthly_hours | Average number of hours employee worked per month                 |
| time_spend_company    | How long the employee has been with the company (years)           |
| Work_accident         | Whether or not the employee experienced an accident while at work |
| left                  | Whether or not the employee left the company                      |
| promotion_last_5years | Whether or not the employee was promoted in the last 5 years      |
| Department            | The employee's department   |
| salary                | The employee's salary (U.S. dollars)                              |

### Reflect on these questions as you complete the plan stage.

- Who are your stakeholders for this project?
- What are you trying to solve or accomplish?
- What are your initial observations when you explore the data?
- What resources do you find yourself using as you complete this stage? (Make sure to include the links.)
- Do you have any ethical considerations in this stage?

[Double-click to enter your responses here.]

## 2.2 Step 1. Imports

• Import packages

• Load dataset

## 2.2.1 Import packages

```
[1]: # Import packages
     ### YOUR CODE HERE ###
     # For data manipulation
     import numpy as np
     import pandas as pd
     # For data visualization
     import matplotlib.pyplot as plt
     import seaborn as sns
     # For displaying all of the columns in dataframes
     pd.set option('display.max columns', None)
     # For data modeling
     from xgboost import XGBClassifier
     from xgboost import XGBRegressor
     from xgboost import plot_importance
     from sklearn.linear_model import LogisticRegression
     from sklearn.tree import DecisionTreeClassifier
     from sklearn.ensemble import RandomForestClassifier
     # For metrics and helpful functions
     from sklearn.model_selection import GridSearchCV, train_test_split
     from sklearn.metrics import accuracy score, precision score, recall score,\
     f1_score, confusion_matrix, ConfusionMatrixDisplay, classification_report
     from sklearn.metrics import roc auc score, roc curve
     from sklearn.tree import plot_tree
     # For saving models
     import pickle
```

#### 2.2.2 Load dataset

Pandas is used to read a dataset called HR\_capstone\_dataset.csv. As shown in this cell, the dataset has been automatically loaded in for you. You do not need to download the .csv file, or provide more code, in order to access the dataset and proceed with this lab. Please continue with this activity by completing the following instructions.

```
[2]: # RUN THIS CELL TO IMPORT YOUR DATA.

# Load dataset into a dataframe
```

```
### YOUR CODE HERE ###
     df0 = pd.read_csv("HR_capstone_dataset.csv")
     # Display first few rows of the dataframe
     ### YOUR CODE HERE ###
     df0.head()
[2]:
        satisfaction_level last_evaluation number_project average_montly_hours
                      0.38
                                        0.53
                                                                                 157
                      0.80
                                        0.86
                                                            5
     1
                                                                                 262
     2
                      0.11
                                        0.88
                                                            7
                                                                                 272
                      0.72
     3
                                        0.87
                                                            5
                                                                                 223
                                        0.52
                                                            2
     4
                      0.37
                                                                                 159
                           Work_accident left promotion_last_5years Department
        time_spend_company
     0
                                                                       0
                          3
                                                1
                                                                               sales
     1
                          6
                                         0
                                                1
                                                                       0
                                                                               sales
                                         0
     2
                          4
                                                1
                                                                       0
                                                                               sales
     3
                          5
                                         0
                                                                       0
                                                                               sales
                                                1
     4
                          3
                                                                               sales
                                                1
        salary
```

## Step 2. Data Exploration (Initial EDA and data cleaning)

• Understand your variables

0

1

3

low

low low

medium 2 medium

• Clean your dataset (missing data, redundant data, outliers)

### 2.3.1 Gather basic information about the data

```
[3]: # Gather basic information about the data
     ### YOUR CODE HERE ###
    df0.info()
    <class 'pandas.core.frame.DataFrame'>
    RangeIndex: 14999 entries, 0 to 14998
    Data columns (total 10 columns):
         Column
                                Non-Null Count Dtype
         satisfaction_level
     0
                               14999 non-null float64
```

```
last_evaluation
                          14999 non-null float64
1
2
   number_project
                          14999 non-null int64
3
   average_montly_hours
                          14999 non-null int64
4
   time_spend_company
                          14999 non-null int64
5
   Work_accident
                          14999 non-null int64
6
   left
                          14999 non-null int64
7
   promotion_last_5years 14999 non-null int64
   Department
                          14999 non-null object
   salary
                          14999 non-null object
```

dtypes: float64(2), int64(6), object(2)

memory usage: 1.1+ MB

## 2.3.2 Gather descriptive statistics about the data

```
[4]: # Gather descriptive statistics about the data
    ### YOUR CODE HERE ###
```

|      |                      | scribe()             |                 |                             |              |   |
|------|----------------------|----------------------|-----------------|-----------------------------|--------------|---|
| [4]: |                      | satisfaction_level   | last_evaluation | <pre>number_project \</pre> |              |   |
|      | count                | 14999.000000         | 14999.000000    | 14999.000000                |              |   |
|      | mean                 | 0.612834             | 0.716102        | 3.803054                    |              |   |
|      | std                  | 0.248631             | 0.171169        | 1.232592                    |              |   |
|      | min                  | 0.090000             | 0.360000        | 2.000000                    |              |   |
|      | 25%                  | 0.440000             | 0.560000        | 3.000000                    |              |   |
|      | 50%                  | 0.640000             | 0.720000        | 4.000000                    |              |   |
|      | 75%                  | 0.820000             | 0.870000        | 5.000000                    |              |   |
|      | max                  | 1.000000             | 1.000000        | 7.000000                    |              |   |
|      |                      |                      |                 |                             |              |   |
|      |                      | average_montly_hours |                 | · · · · ·                   | left         | \ |
|      | count                | 14999.000000         | 14999.000       | 14999.000000                | 14999.000000 |   |
|      | mean                 | 201.050337           | 3.498           | 3233 0.144610               | 0.238083     |   |
|      | std                  | 49.943099            | 1.460           | 0.351719                    | 0.425924     |   |
|      | min                  | 96.000000            | 2.000           | 0.00000                     | 0.000000     |   |
|      | 25%                  | 156.000000           | 3.000           | 0.00000                     | 0.000000     |   |
|      | 50%                  | 200.000000           | 3.000           | 0.00000                     | 0.000000     |   |
|      | 75%                  | 245.000000           | 4.000           | 0.00000                     | 0.000000     |   |
|      | max                  | 310.000000           | 10.000          | 1.000000                    | 1.000000     |   |
|      |                      |                      |                 |                             |              |   |
|      | promotion_last_5yea: |                      | S               |                             |              |   |
|      | count                | 14999.00000          | 0               |                             |              |   |
|      | mean                 | 0.02126              | 8               |                             |              |   |
|      |                      |                      |                 |                             |              |   |

std 0.144281 min 0.000000 25% 0.000000 50% 0.000000 75% 0.000000 1.000000

#### 2.3.3 Rename columns

As a data cleaning step, rename the columns as needed. Standardize the column names so that they are all in snake\_case, correct any column names that are misspelled, and make column names more concise as needed.

```
[5]: # Display all column names
### YOUR CODE HERE ###
df0.columns
```

## 2.3.4 Check missing values

Check for any missing values in the data.

```
[7]: # Check for missing values
### YOUR CODE HERE ###
df0.isnull().sum()
```

```
[7]: satisfaction_level 0
last_evaluation 0
number_project 0
average_monthly_hours 0
tenure 0
```

## 2.3.5 Check duplicates

Check for any duplicate entries in the data.

```
[8]: # Check for duplicates
### YOUR CODE HERE ###
df0.duplicated().sum()
```

[8]: 3008

```
[9]: # Inspect some rows containing duplicates as needed
### YOUR CODE HERE ###
df0[df0.duplicated()].head()
```

```
[9]:
           satisfaction_level last_evaluation number_project
                                                                 \
     396
                         0.46
                                           0.57
                                           0.46
                                                               2
     866
                         0.41
     1317
                         0.37
                                           0.51
                                                               2
                                                               2
                         0.41
                                           0.52
     1368
                                           0.53
     1461
                         0.42
           average_monthly_hours tenure work_accident left
     396
                              139
                                        3
                                                              1
     866
                                                        0
                                                              1
                              128
                                        3
     1317
                              127
                                        3
                                                        0
                                                              1
     1368
                              132
                                        3
                                                        0
                                                              1
     1461
                              142
                                        3
                                                              1
           promotion_last_5years
                                  department
                                               salary
     396
                                        sales
                                                  low
```

```
[10]: # Drop duplicates and save resulting dataframe in a new variable as needed
### YOUR CODE HERE ###
df1 = df0.drop_duplicates(keep='first')
```

```
# Display first few rows of new dataframe as needed
### YOUR CODE HERE ###
df1.head()
```

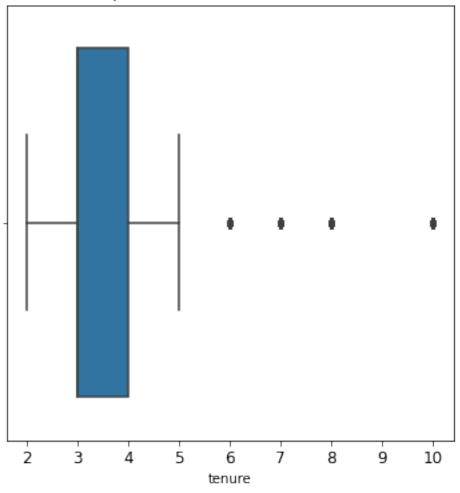
| [10]: |   | satisfa | ction level  | last ev | valuation | number_project | t average m | nonthly h | nours | \ |
|-------|---|---------|--------------|---------|-----------|----------------|-------------|-----------|-------|---|
| [10]. | 0 | Davibia | 0.38         | 1450_0  | 0.53      |                | 2           | 101101111 | 157   | ` |
|       | 1 |         | 0.80         |         | 0.86      | Į.             | 5           |           | 262   |   |
|       | 2 |         | 0.11         |         | 0.88      | -              | 7           |           | 272   |   |
|       | 3 |         | 0.72         |         | 0.87      | į              | 5           |           | 223   |   |
|       | 4 |         | 0.37         |         | 0.52      | 2              | 2           |           | 159   |   |
|       |   |         |              |         |           |                |             |           |       |   |
|       |   | tenure  | work_acciden | t left  | : promoti | on_last_5years | department  | salary    |       |   |
|       | 0 | 3       |              | 0 1     | _         | 0              | sales       | low       |       |   |
|       | 1 | 6       |              | 0 1     | _         | 0              | sales       | medium    |       |   |
|       | 2 | 4       |              | 0 1     | _         | 0              | sales       | medium    |       |   |
|       | 3 | 5       |              | 0 1     | L         | 0              | sales       | low       |       |   |
|       | 4 | 3       |              | 0 1     | L         | 0              | sales       | low       |       |   |

## 2.3.6 Check outliers

Check for outliers in the data.

```
[11]: # Create a boxplot to visualize distribution of `tenure` and detect any outliers
### YOUR CODE HERE ###
plt.figure(figsize=(6,6))
plt.title('Boxplot to detect outliers for ternure', fontsize=12)
plt.xticks(fontsize=12)
plt.yticks(fontsize=12)
sns.boxplot(x=df1['tenure'])
plt.show()
```

## Boxplot to detect outliers for ternure



```
[12]: # Determine the number of rows containing outliers
### YOUR CODE HERE ###
percentile25 = df1['tenure'].quantile(0.25)

percentile75 = df1['tenure'].quantile(0.75)

iqr = percentile75 - percentile25

upper_limit = percentile75 + 1.5 * iqr
lower_limit = percentile25 - 1.5 * iqr
print('Upper Limit:', upper_limit)
print('Lower Limit:', lower_limit)

outliers = df1[(df1['tenure'] > upper_limit) | (df1['tenure'] < lower_limit)]</pre>
```

```
print('Number of rows in the data containing outliers in tenure:',⊔

→len(outliers))
```

```
Upper Limit: 5.5
Lower Limit: 1.5
Number of rows in the data containing outliers in tenure: 824
```

Certain types of models are more sensitive to outliers than others. When you get to the stage of building your model, consider whether to remove outliers, based on the type of model you decide to use.

## 3 pAce: Analyze Stage

• Perform EDA (analyze relationships between variables)

### Reflect on these questions as you complete the analyze stage.

- What did you observe about the relationships between variables?
- What do you observe about the distributions in the data?
- What transformations did you make with your data? Why did you chose to make those decisions?
- What are some purposes of EDA before constructing a predictive model?
- What resources do you find yourself using as you complete this stage? (Make sure to include the links.)
- Do you have any ethical considerations in this stage?

[Double-click to enter your responses here.]

## 3.1 Step 2. Data Exploration (Continue EDA)

Begin by understanding how many employees left and what percentage of all employees this figure represents.

```
[13]: # Get numbers of people who left vs. stayed
### YOUR CODE HERE ###
print(df1['left'].value_counts())
# Get percentages of people who left vs. stayed
### YOUR CODE HERE ###
print(df1['left'].value_counts(normalize=True))
```

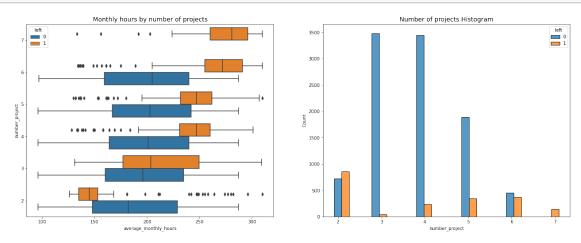
```
0 10000
1 1991
Name: left, dtype: int64
0 0.833959
1 0.166041
```

Name: left, dtype: float64

#### 3.1.1 Data visualizations

Now, examine variables that you're interested in, and create plots to visualize relationships between variables in the data.

```
[14]: # Create a plot as needed
      ### YOUR CODE HERE ###
      #Set figures and axes
      fig, ax = plt.subplots(1, 2, figsize = (22,8))
      # Create boxplot showing `average monthly hours` distributions for
      → `number project`, comparing employees who stayed versus those who left
      sns.boxplot(data=df1, x='average_monthly_hours', y='number_project',
      →hue='left', orient='h', ax=ax[0])
      ax[0].invert_yaxis()
      ax[0].set_title('Monthly hours by number of projects', fontsize='14')
      # Create histogram showing distribution of `number_project`, comparing_
      →employees who stayed versus those who left
      ternure_stay = df1[df1['left'] == 0]['number_project']
      ternure_left = df1[df1['left'] == 1]['number_project']
      sns.histplot(data=df1, x='number_project', hue='left', multiple='dodge', u
      \rightarrowshrink=2, ax=ax[1])
      ax[1].set_title('Number of projects Histogram', fontsize='14')
      #Display the plots
      plt.show()
```



## 3.1.2 Insights

From the plots above, it shows that people that has more projects or things to work, has left the company. Thus, we remark a few things that stands out from the graphics:

1. It seems that there are two people that left the company. (A) There are employees with few

projects that left the company, then, an assumption from this scenario is that people that has entered to the company recently has been fired, or people that knew that they were going to be fired, the company reduced the work amount. (B) On the other hand, people that contributes more to the project, left due to the number of projects that they are working on it.

- 2. Everyone with seven projects left the company, and the interquartile ranges of this group and those who left with six projects was  $\sim 255-295$  hours/month—much more than any other group.
- 3. The optimal number of projects for employees to work on seems to be 3-4.
- 4. If you assume a work week of 40 hours and two weeks of vacation per year, then the average number of working hours per month of employees working Monday-Friday = 50 weeks \* 40 hours per week / 12 months = 166.67 hours per month. Since the average monthly hour is 200 hours, it means that the employees has been overworking.

As the next step, you could confirm that all employees with seven projects left.

```
[15]: df1[df1['number_project']==7]['left'].value_counts()
```

[15]: 1 145 Name: left, dtype: int64

This confirms that all the employes that works on 7 projects has left the company.

Next, you could examine the average monthly hours versus the satisfaction levels.

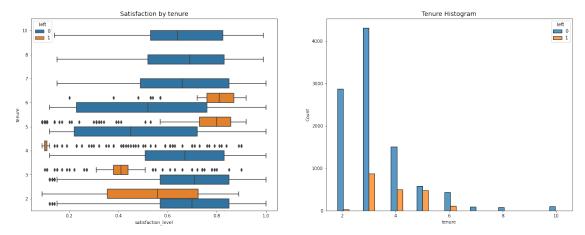
[16]: Text(0.5, 1.0, 'Monthly hours by last evaluation score')



The scatterplot shows three sections of people who left the company:

- 1. There is a sector of employees who worked around  $\sim$ 240–310 hours per month and their satisfaction level was almost 0.
- 2. The second sector was employees that works below the ideal working hours by month. There could be several assumptions, one of them could be the pressure to work more, or other factors that could led to satisfaction levels of  $\sim 0.4$ .
- 3. Then, there is a sector that worked around  $\sim 200-260$  hours that has a satisfaction levels is closest to 1.

Note the strange shape of the distributions here. This is indicative of data manipulation or synthetic data.



There are many observations you could make from this plot. - There are two categories: Satisfied employes with longer ternure and dissastified employees with shorter time stayed in the company - There is a unusual that requires further details, and is the one which 4-years employeers that left and their satisfaction level are low. - The longest-tenured employees didn't leave. Their satisfaction levels aligned with those of newer employees who stayed. - The histogram shows that there are relatively few longer-tenured employees. It's possible that they're the higher-ranking, higher-paid employees.

```
[18]: # Calculate mean and median satisfaction scores of employees who left and those → who stayed df1.groupby(['left'])['satisfaction_level'].agg([np.mean, np.median])
```

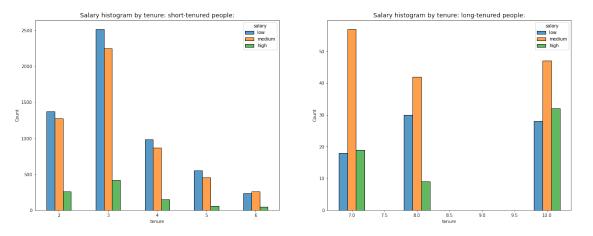
```
[18]: mean median left 0 0.667365 0.69 1 0.440271 0.41
```

The mean and median satisfaction scores of employees who left are lower than those of employees who stayed. Between the employees who stayed, the mean is lower than the media, idnicatint that satisfaction levels among those who stayed might be skewed to the left.

Next, you could examine salary levels for different tenures.

```
[19]: # Create a plot as needed
      ### YOUR CODE HERE ###
      # Set figure and axes
      fig, ax = plt.subplots(1, 2, figsize = (22,8))
      # Define short-tenured employees
      tenure short = df1[df1['tenure'] < 7]</pre>
      # Define long-tenured employees
      tenure_long = df1[df1['tenure'] > 6]
      # Plot short-tenured histogram
      sns.histplot(data = tenure short, x = 'tenure', hue = 'salary', discrete = 1,
                   hue_order=['low', 'medium', 'high'], multiple='dodge', shrink=0.5,_
       \rightarrowax=ax[0])
      ax[0].set_title('Salary histogram by tenure: short-tenured people:', u
       →fontsize=14)
      # Plot long-tenured histogram
      sns.histplot(data = tenure_long, x = 'tenure', hue = 'salary', discrete = 1,
                   hue_order=['low', 'medium', 'high'], multiple='dodge', shrink=0.4,__
       \rightarrowax=ax[1])
      ax[1].set_title('Salary histogram by tenure: long-tenured people:', fontsize=14)
```

[19]: Text(0.5, 1.0, 'Salary histogram by tenure: long-tenured people:')

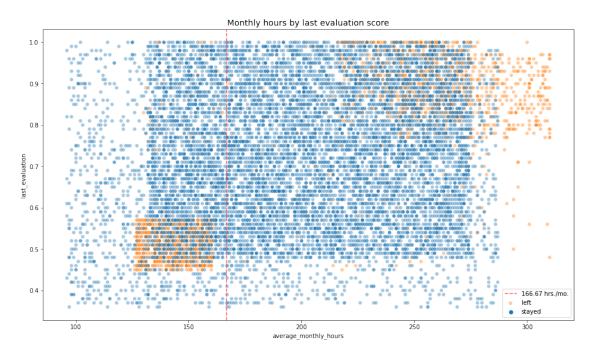


The plots above show that low salary is frequent for short-ternured employees, while mediumd salary was predominant for those that were long-ternured employees.

Next, you could explore whether there's a correlation between working long hours and receiving high evaluation scores. You could create a scatterplot of average\_monthly\_hours versus last\_evaluation.

```
[20]: # Create a plot as needed
### YOUR CODE HERE ###
```

[20]: Text(0.5, 1.0, 'Monthly hours by last evaluation score')



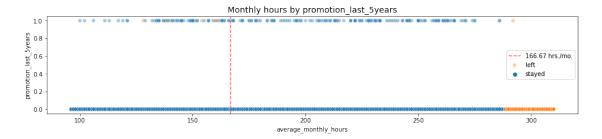
The following observations can be made from the scatterplot above: - We can observe two groups that left, ones that were working below the ideal average monthly hour and those that left the company when working more hours. - It looks disperse the satisfaction score, meaning that working more hour doesn't guarante higher scores, and viceversa. - In the ideal average monthly hour. it looks that most employes stayed. - There is a correlation between the hours worked and evaluation score (?)

Next, you could examine whether employees who worked very long hours were promoted in the last five years.

```
[21]: # Create a plot as needed
### YOUR CODE HERE ###

# Create plot to examine relationship between `average_monthly_hours` and
→ `promotion_last_5years`
plt.figure(figsize=(16,3))
```

#### [21]: Text(0.5, 1.0, 'Monthly hours by promotion\_last\_5years')



The plot above shows the following:

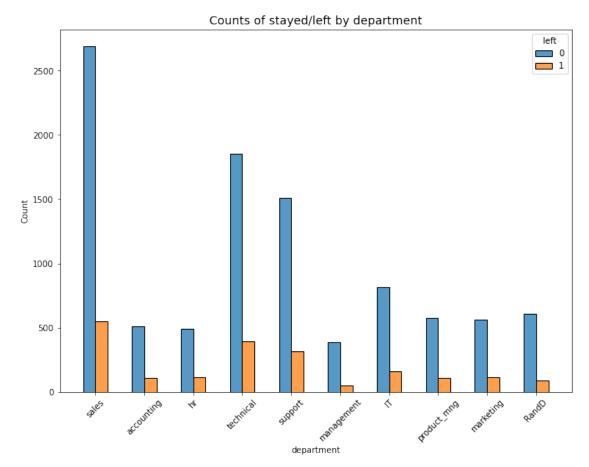
- When the employees were promoted, it seems just few from the left.
- Most of the employees that were working more hours, a fet of them were promoted.
- All the employees that work more, left the company.

Next, you could inspect how the employees who left are distributed across departments.

```
[22]: df1['department'].value_counts()
[22]: sales
                      3239
      technical
                      2244
      support
                      1821
      ΙT
                       976
      RandD
                       694
      product_mng
                       686
      marketing
                       673
      accounting
                       621
      hr
                       601
                       436
      management
      Name: department, dtype: int64
[23]: # Create a plot as needed
      ### YOUR CODE HERE ###
      # Create stacked histogram to compare department distribution of employees who
       \rightarrow left to that of employees who didn't
      plt.figure(figsize=(11,8))
      sns.histplot(data=df1, x='department', hue='left', discrete=1,
```

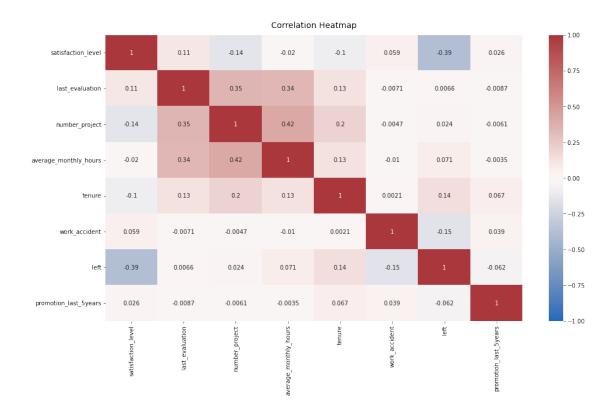
hue\_order=[0, 1], multiple='dodge', shrink=0.5)

```
plt.xticks(rotation='45')
plt.title('Counts of stayed/left by department', fontsize=14);
```



The plot above doesn't show any relevant info because there is not big difference between the employees who left to those who stayed.

Lastly, you could check for strong correlations between variables in the data.



There is atrong correlation bewteen the number of projects, working hours and score evaluation. Also, it seems that scores and employees that left correlate each other.

### 3.1.3 Insights

It appears that employees are leaving the company as a result of poor management. Leaving is tied to longer working hours, many projects, and generally lower satisfaction levels. It can be ungratifying to work long hours and not receive promotions or good evaluation scores. There's a sizeable group of employees at this company who are probably burned out. It also appears that if an employee has spent more than six years at the company, they tend not to leave.

## 4 paCe: Construct Stage

- Determine which models are most appropriate
- Construct the model
- Confirm model assumptions
- Evaluate model results to determine how well your model fits the data

For the next visualization, it might be interesting to visualize satisfaction levels by tenure.

## Recall model assumptions

Logistic Regression model assumptions - Outcome variable is categorical - Observations are independent of each other - No severe multicollinearity among X variables - No extreme outliers - Linear relationship between each X variable and the logit of the outcome variable - Sufficiently large sample size

### Reflect on these questions as you complete the constructing stage.

- Do you notice anything odd?
- Which independent variables did you choose for the model and why?
- Are each of the assumptions met?
- How well does your model fit the data?
- Can you improve it? Is there anything you would change about the model?
- What resources do you find yourself using as you complete this stage? (Make sure to include the links.)
- Do you have any ethical considerations in this stage?

[Double-click to enter your responses here.]

## 4.1 Step 3. Model Building, Step 4. Results and Evaluation

- Fit a model that predicts the outcome variable using two or more independent variables
- Check model assumptions
- Evaluate the model

## 4.1.1 Identify the type of prediction task.

Our task is to identify or create a model to predict if a employee left or not. Then, it requires binary classification since left variable uses 0 (employees who stay) and 1 (employees that left)

## 4.1.2 Identify the types of models most appropriate for this task.

Since the variable that we want to predict is categorical, we can use regression model or random forest. Although, we can create both models and compare them.

## 4.1.3 Modeling Approach: Logistic Regression Model

This approach covers Logistic Regression

**Logistic regression** Note that binomial logistic regression suits the task because it involves binary classification.

Before splitting the data, encode the non-numeric variables. There are two: department and salary.

department is a categorical variable, which means you can dummy it for modeling.

salary is categorical too, but it's ordinal. There's a hierarchy to the categories, so it's better not to dummy this column, but rather to convert the levels to numbers, 0–2.

```
[25]: ### YOUR CODE HERE ###
      df_enc = df1.copy()
      # Encode the `salary` column as an ordinal numeric category
      df enc['salary'] = (
          df_enc['salary'].astype('category')
          .cat.set categories(['low', 'medium', 'high'])
          .cat.codes)
      # Dummy encode the `department` column
      df_enc = pd.get_dummies(df_enc, drop_first=True)
      # Display the new dataframe
      df_enc.head()
[25]:
         satisfaction_level last_evaluation number_project average_monthly_hours \
                        0.38
                                          0.53
                                                                                     157
      1
                        0.80
                                          0.86
                                                              5
                                                                                    262
      2
                        0.11
                                          0.88
                                                              7
                                                                                     272
                        0.72
                                          0.87
                                                                                    223
      3
                                                              5
      4
                        0.37
                                          0.52
                                                              2
                                                                                     159
                 work_accident
                                 left promotion_last_5years
      0
              3
                                                                      0
                                                             0
      1
              6
                              0
                                     1
                                                                      1
      2
              4
                              0
                                     1
                                                             0
                                                                      1
      3
              5
                              0
                                                             0
                                     1
                                                                      0
      4
              3
                              0
                                     1
                                                                      0
         department_RandD
                            department_accounting
                                                    department_hr
      0
      1
                         0
                                                 0
                                                                 0
      2
                         0
                                                 0
                                                                 0
      3
                         0
                                                 0
                                                                 0
                         0
      4
                                                 0
                                                                 0
         department_management
                                 department_marketing
                                                         department_product_mng
      0
                                                                               0
      1
                              0
                                                      0
                                                                               0
                                                      0
      2
                              0
                                                                               0
      3
                              0
                                                      0
                                                                               0
      4
                                                                               0
         department_sales department_support department_technical
      0
                                              0
      1
                         1
                                              0
                                                                      0
      2
                         1
                                              0
                                                                      0
```

```
3 1 0 0 0
4 1 0 0
```

Create a heatmap to visualize how correlated variables are. Consider which variables you're interested in examining correlations between.



Create a stacked bart plot to visualize number of employees across department, comparing those who left with those who didn't.

```
[27]: # Create a stacked bart plot to visualize number of employees across

department, comparing those who left with those who didn't

# In the legend, 0 (purple color) represents employees who did not leave, 1

(red color) represents employees who left

pd.crosstab(df1['department'], df1['left']).plot(kind='bar',color='mr')

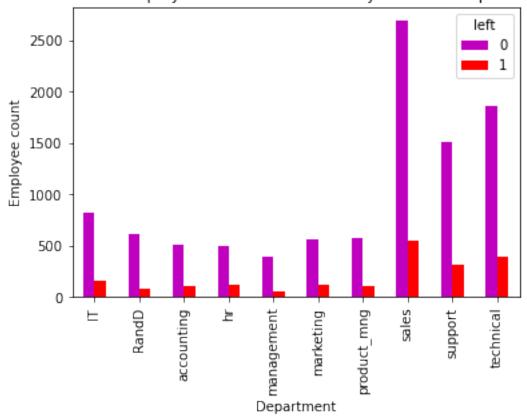
plt.title('Counts of employees who left versus stayed across department')

plt.ylabel('Employee count')

plt.xlabel('Department')

plt.show()
```

## Counts of employees who left versus stayed across department



Since logistic regression is quite sensitive to outliers, it would be a good idea at this stage to remove the outliers in the tenure column that were identified earlier.

```
[28]: # Select rows without outliers in `tenure` and save resulting dataframe in a

→new variable

df_logreg = df_enc[(df_enc['tenure'] >= lower_limit) & (df_enc['tenure'] <=

→upper_limit)]

# Display first few rows of new dataframe

df_logreg.head()
```

```
[28]:
         satisfaction_level last_evaluation number_project average_monthly_hours \
      0
                         0.38
                                           0.53
                                                                                       157
      2
                         0.11
                                           0.88
                                                                7
                                                                                       272
      3
                         0.72
                                           0.87
                                                                5
                                                                                       223
                                                                2
      4
                         0.37
                                           0.52
                                                                                       159
                         0.41
                                                                2
      5
                                           0.50
                                                                                       153
                  work_accident
                                  left promotion_last_5years
         tenure
      0
               3
                                                                        0
                               0
                                      1
                                                               0
      2
               4
                               0
                                      1
                                                                        1
      3
               5
                               0
                                                               0
                                                                        0
                                      1
      4
               3
                               0
                                      1
                                                               0
                                                                        0
      5
               3
                               0
                                      1
                                                               0
                                                                        0
         department_RandD
                             department_accounting
                                                     department_hr
      0
      2
                          0
                                                   0
                                                                   0
      3
                          0
                                                   0
                                                                   0
      4
                          0
                                                   0
                                                                   0
      5
                          0
                                                   0
                                                                   0
         department_management department_marketing department_product_mng \
      0
      2
                               0
                                                       0
                                                                                 0
      3
                               0
                                                       0
                                                                                 0
      4
                               0
                                                       0
                                                                                  0
      5
                               0
                                                       0
                                                                                 0
                             department_support
         department_sales
                                                  department_technical
      0
      2
                                               0
                                                                        0
                          1
      3
                          1
                                               0
                                                                        0
      4
                          1
                                               0
                                                                        0
      5
                          1
                                               0
                                                                        0
```

Isolate the outcome variable, which is the variable you want your model to predict.

```
[29]: # Isolate the outcome variable
y = df_logreg['left']
# Display first few rows of the outcome variable
y.head()
```

```
[29]: 0 1 2 1 3 1 4 1 5 1
```

Name: left, dtype: int64

Select the features you want to use in your model. Consider which variables will help you predict the outcome variable, left.

```
[30]: # Select the features you want to use in your model
      X = df_logreg.drop('left', axis=1)
      # Display the first few rows of the selected features
      X.head()
[30]:
         satisfaction_level last_evaluation number_project
                                                                   average_monthly_hours
      0
                         0.38
                                           0.53
                                                                2
                                                                                       157
      2
                         0.11
                                           0.88
                                                                7
                                                                                       272
      3
                         0.72
                                           0.87
                                                                5
                                                                                       223
                                                                2
      4
                         0.37
                                           0.52
                                                                                       159
      5
                         0.41
                                           0.50
                                                                2
                                                                                       153
                                  promotion_last_5years
                                                                    department_RandD
         tenure
                  work_accident
                                                           salary
      0
               3
                                                                                     0
      2
               4
                               0
                                                        0
                                                                 1
                                                                                     0
      3
               5
                               0
                                                        0
                                                                                     0
                                                                 0
      4
               3
                               0
                                                        0
                                                                 0
                                                                                     0
      5
               3
                               0
                                                        0
                                                                 0
                                                                                     0
         department_accounting
                                  department_hr
                                                   department_management
      0
      2
                               0
                                                0
                                                                         0
      3
                               0
                                                0
                                                                         0
      4
                               0
                                                0
                                                                         0
      5
                               0
                                                0
                                                                         0
         department_marketing
                                 department_product_mng
                                                           department_sales
      0
                                                                            1
      2
                              0
                                                        0
                                                                            1
      3
                              0
                                                        0
                                                                            1
      4
                              0
                                                        0
                                                                            1
      5
                              0
                                                        0
                                                                            1
         department_support
                               department_technical
      0
                                                    0
      2
                            0
      3
                            0
                                                    0
      4
                            0
                                                    0
      5
                            0
                                                    0
```

Split the data into training set and testing set. Don't forget to stratify based on the values in y, since the classes are unbalanced.

```
[31]: # Split the data into training set and testing set
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.25, □
→stratify=y, random_state=42)
```

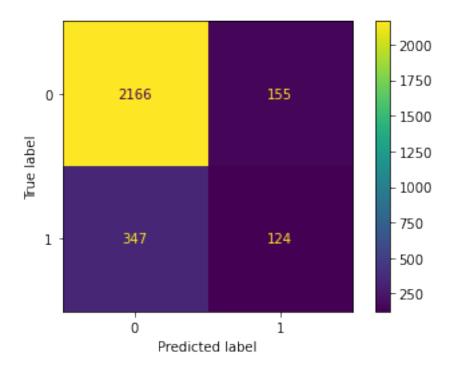
Construct a logistic regression model and fit it to the training dataset.

Test the logistic regression model: use the model to make predictions on the test set.

```
[33]: # Use the logistic regression model to get predictions on the test set y_pred = log_clf.predict(X_test)
```

Create a confusion matrix to visualize the results of the logistic regression model.

[34]: <module 'matplotlib.pyplot' from '/opt/conda/lib/python3.7/site-packages/matplotlib/pyplot.py'>



The plot above shows:

- Upper-left (True Positives): The number of people who left and the model accurately predicted as leaving.
- Upper-right (False Positive): The number of people who didn't leave and the model predicted as leaving.
- The bottom-left(False Negative): The number of people who left and the model predicted as staying.
- The bottom-right(True Negatives): The number of people who stayed and the model accurately predicted as staying.

Create a classification report that includes precision, recall, f1-score, and accuracy metrics to evaluate the performance of the logistic regression model.

Check the class balance in the data. In other words, check the value counts in the left column. Since this is a binary classification task, the class balance informs the way you interpret accuracy metrics.

[35]: df\_logreg['left'].value\_counts(normalize=True)

[35]: 0 0.831468 1 0.168532

Name: left, dtype: float64

There is an 83.14-16.85 split, meaning that the data is not perfectly balanced.

```
[36]: # Create classification report for logistic regression model target_names = ['Predicted would not leave', 'Predicted would leave'] print(classification_report(y_test, y_pred, target_names=target_names))
```

|                           | precision | recall | f1-score | support |
|---------------------------|-----------|--------|----------|---------|
|                           | •         |        |          | 11      |
| Predicted would not leave | 0.86      | 0.93   | 0.90     | 2321    |
| Predicted would leave     | 0.44      | 0.26   | 0.33     | 471     |
|                           |           |        |          |         |
| accuracy                  |           |        | 0.82     | 2792    |
| macro avg                 | 0.65      | 0.60   | 0.61     | 2792    |
| weighted avg              | 0.79      | 0.82   | 0.80     | 2792    |

The classification report above shows that the logistic regression model achieved a precision of 79%, recall of 82%, f1-score of 80% (all weighted averages), and accuracy of 82%. However, if it's most important to predict employees who leave, then the scores are significantly lower.

### 4.1.4 Modeling Approach B: Tree-based Model

This approach covers implementation of Decision Tree and Random Forest.

Isolate the outcome variable.

```
[37]: # Isolate the outcome variable
y = df_enc['left']
# Display first few rows of the outcome variable
y.head()
```

[37]: 0 1 1 1 2 1 3 1 4 1

Name: left, dtype: int64

Select the features

```
[38]: # Select the features you want to use in your model
X = df_enc.drop('left', axis=1)
# Display the first few rows of the selected features
X.head()
```

```
[38]:
         satisfaction_level last_evaluation number_project
                                                              average_monthly_hours \
                       0.38
                                         0.53
      0
                                                                                  157
      1
                       0.80
                                         0.86
                                                            5
                                                                                  262
      2
                       0.11
                                         0.88
                                                            7
                                                                                  272
      3
                       0.72
                                         0.87
                                                            5
                                                                                  223
```

```
4
                  0.37
                                     0.52
                                                          2
                                                                                  159
           work_accident promotion_last_5years
                                                     salary department_RandD
0
1
        6
                         0
                                                   0
                                                            1
                                                                                0
2
        4
                         0
                                                   0
                                                                                0
                                                            1
3
        5
                         0
                                                   0
                                                            0
                                                                                0
4
        3
                         0
                                                   0
                                                            0
                                                                                0
   department_accounting
                            department_hr
                                             department_management
0
1
                         0
                                                                   0
2
                         0
                                          0
                                                                   0
3
                         0
                                          0
                                                                   0
4
                         0
                                          0
                                                                   0
   department_marketing
                           department_product_mng department_sales
0
                        0
                                                   0
1
                                                                       1
2
                        0
                                                   0
                                                                       1
3
                                                   0
                        0
                                                                       1
4
                        0
                                                   0
                                                                       1
   department_support department_technical
0
1
                      0
                                              0
2
                                              0
                      0
3
                      0
                                              0
                      0
```

Split the data into training set and testing set.

**Decision tree - Round 1** Construct a decision tree model and set up cross-validated grid-search to exhuastively search for the best model parameters.

```
# Instantiate GridSearch
tree1 = GridSearchCV(tree, cv_params, scoring=scoring, cv=4, refit='roc_auc')
```

Fit the decision tree model to the training data.

```
[41]: %%time
      tree1.fit(X_train, y_train)
     CPU times: user 3.08 s, sys: 0 ns, total: 3.08 s
     Wall time: 3.08 s
[41]: GridSearchCV(cv=4, error_score=nan,
                   estimator=DecisionTreeClassifier(ccp_alpha=0.0, class_weight=None,
                                                     criterion='gini', max_depth=None,
                                                     max features=None,
                                                     max leaf nodes=None,
                                                     min_impurity_decrease=0.0,
                                                     min_impurity_split=None,
                                                     min_samples_leaf=1,
                                                     min_samples_split=2,
                                                     min_weight_fraction_leaf=0.0,
                                                     presort='deprecated',
                                                     random_state=0, splitter='best'),
                   iid='deprecated', n_jobs=None,
                   param_grid={'max_depth': [4, 6, 8, None],
                                'min_samples_leaf': [2, 5, 1],
                                'min_samples_split': [2, 4, 6]},
                   pre_dispatch='2*n_jobs', refit='roc_auc', return_train_score=False,
                   scoring={'recall', 'f1', 'precision', 'roc_auc', 'accuracy'},
                   verbose=0)
```

Identify the optimal values for the decision tree parameters.

```
[42]: # Check best parameters tree1.best_params_
```

```
[42]: {'max_depth': 6, 'min_samples_leaf': 2, 'min_samples_split': 6}
```

Identify the best AUC score achieved by the decision tree model on the training set.

```
[43]: # Check best AUC score on CV tree1.best_score_
```

#### [43]: 0.9757623078283226

It's a good AUC score, meaning that the model can accurately predict the employes who will leave or not.

Next, you can write a function that will help you extract all the scores from the grid search.

```
[44]: def make results(model_name:str, model_object, metric:str):
          Arguments:
              model\_name (string): what you want the model to be called in the output_\(\sigma\)
       \hookrightarrow table
              model_object: a fit GridSearchCV object
              metric (string): precision, recall, f1, accuracy, or auc
          Returns a pandas of with the F1, recall, precision, accuracy, and auc scores
          for the model with the best mean 'metric' score across all validation folds.
          111
          # Create dictionary that maps input metric to actual metric name in
       \rightarrow GridSearchCV
          metric_dict = {'auc': 'mean_test_roc_auc',
                          'precision': 'mean_test_precision',
                          'recall': 'mean_test_recall',
                          'f1': 'mean_test_f1',
                          'accuracy': 'mean_test_accuracy'
          # Get all the results from the CV and put them in a df
          cv_results = pd.DataFrame(model_object.cv_results_)
          # Isolate the row of the df with the max(metric) score
          best estimator results = cv results.iloc[cv results[metric dict[metric]].
       \rightarrowidxmax(), :]
          # Extract Accuracy, precision, recall, and f1 score from that row
          auc = best_estimator_results.mean_test_roc_auc
          f1 = best_estimator_results.mean_test_f1
          recall = best estimator results.mean test recall
          precision = best_estimator_results.mean_test_precision
          accuracy = best_estimator_results.mean_test_accuracy
          # Create table of results
          table = pd.DataFrame()
          table = pd.DataFrame({'model': [model_name],
                                 'precision': [precision],
                                 'recall': [recall],
                                 'F1': [f1],
                                 'accuracy': [accuracy],
                                  'auc': [auc]
                               })
          return table
```

Use the function just defined to get all the scores from grid search.

```
[45]: tree1_cv_results = make_results('decision tree cv', tree1, 'auc')
tree1_cv_results
```

```
[45]: model precision recall F1 accuracy auc 
0 decision tree cv 0.96758 0.918956 0.942626 0.98143 0.975762
```

The scores obtained from the decission seems strong, since they are above 90%.

Although, this model is sensible to overfitting, therefore, we're going to create a random forest model because it solves this problem.

Random forest - Round 1 Construct a random forest model and set up cross-validated gridsearch to exhuastively search for the best model parameters.

Fit the random forest model to the training data.

Specify path to where you want to save your model.

```
[48]: # Define a path to the folder where you want to save the model
path = '/home/jovyan/work/'
```

Define functions to pickle the model and read in the model.

Use the functions defined above to save the model in a pickle file and then read it in.

```
[51]: # Write pickle
write_pickle(path, rf1, 'hr_rf1')
```

```
[52]: # Read pickle
rf1 = read_pickle(path, 'hr_rf1')
```

Identify the best AUC score achieved by the random forest model on the training set.

```
[53]: # Check best AUC score on CV rf1.best_score_
```

[53]: 0.9819470349290095

Identify the optimal values for the parameters of the random forest model.

```
[54]: # Check best params
rf1.best_params_
```

```
[54]: {'max_depth': 5,
    'max_features': 1.0,
    'max_samples': 0.7,
    'min_samples_leaf': 2,
    'min_samples_split': 2,
    'n_estimators': 300}
```

Collect the evaluation scores on the training set for the decision tree and random forest models.

```
[55]: # Get all CV scores
rf1_cv_results = make_results('random forest cv', rf1, 'auc')
print(tree1_cv_results)
print(rf1_cv_results)
```

```
        model
        precision
        recall
        F1 accuracy
        auc

        0 decision tree cv
        0.96758
        0.918956
        0.942626
        0.98143
        0.975762

        model
        precision
        recall
        F1 accuracy
        auc

        0 random forest cv
        0.945895
        0.912254
        0.928698
        0.97676
        0.981947
```

It seems that the decision tree is slightly better than the random forest mode, except for the auc score.

Define a function that gets all the scores from a model's predictions.

```
model\_name (string): How you want your model to be named in the output_\(\sigma\)
\hookrightarrow table
       model:
                               A fit GridSearchCV object
                               numpy array of X_test data
       X_test_data:
       y_test_data:
                               numpy array of y_test data
   Out: pandas of of precision, recall, f1, accuracy, and AUC scores for your
\hookrightarrow model
   111
   preds = model.best_estimator_.predict(X_test_data)
   auc = roc_auc_score(y_test_data, preds)
   accuracy = accuracy_score(y_test_data, preds)
   precision = precision_score(y_test_data, preds)
   recall = recall_score(y_test_data, preds)
   f1 = f1_score(y_test_data, preds)
   table = pd.DataFrame({'model': [model_name],
                           'precision': [precision],
                           'recall': [recall],
                           'f1': [f1],
                           'accuracy': [accuracy],
                           'AUC': [auc]
                         })
   return table
```

Now use the best performing model to predict on the test set.

```
[57]: # Get predictions on test data
rf1_test_scores = get_scores('random forest1 test', rf1, X_test, y_test)
rf1_test_scores
```

```
[57]: model precision recall f1 accuracy AUC 0 random forest1 test 0.960499 0.927711 0.94382 0.981654 0.960055
```

The test scores are slightly higher than the validation scores. Then, it appears that this is a good model, meaning that our model on this data is representative of how it will perform on new, unseen data.

**Feature Engineering** Due to high score values obtained from our models, there is a chance that data leakage is occurring. Data leakage is data to train your model that shouldn't be used.

In this case, the company won't have satisfaction levels reported for all of its employees. Another column for data leakage could be average\_monthly\_hours.

The first round of decision tree and random forest models included all variables as features. This

next round will incorporate feature engineering to build improved models.

You could proceed by dropping satisfaction\_level and creating a new feature that roughly captures whether an employee is overworked. You could call this new feature overworked. It will be a binary variable.

```
[58]: # Drop `satisfaction_level` and save resulting dataframe in new variable
      df2 = df_enc.drop('satisfaction_level', axis=1)
      # Display first few rows of new dataframe
      df2.head()
[58]:
         last_evaluation number_project
                                            average_monthly_hours
      0
                     0.53
                                          2
                                                                 157
                                                                           3
                     0.86
                                          5
                                                                 262
      1
                                                                           6
                     0.88
                                          7
                                                                272
      2
                                                                           4
      3
                     0.87
                                          5
                                                                 223
                                                                           5
      4
                     0.52
                                          2
                                                                 159
                                                                           3
         work_accident left promotion_last_5years
                                                        salary department RandD
      0
                      0
                                                              0
                      0
                                                     0
                                                              1
                                                                                  0
      1
                             1
      2
                      0
                                                     0
                                                                                  0
                             1
                                                              1
                                                              0
      3
                      0
                             1
                                                     0
                                                                                  0
      4
                      0
                             1
                                                     0
                                                              0
                                                                                  0
         department_accounting
                                  department_hr
                                                  department_management
      0
                               0
                                               0
                                                                        0
                                               0
                               0
                                                                        0
      1
      2
                               0
                                               0
                                                                        0
                                               0
                                                                        0
      3
                               0
      4
                               0
                                               0
                                                                        0
                                department_product_mng
                                                           department_sales
         department_marketing
      0
                              0
                              0
                                                        0
      1
                                                                           1
      2
                                                        0
                              0
                                                                           1
      3
                              0
                                                        0
                                                                           1
      4
                              0
                                                        0
                                                                           1
         department_support department_technical
      0
                                                   0
                            0
      1
                            0
                                                   0
      2
                            0
                                                   0
      3
                            0
                                                   0
      4
                            0
                                                   0
[59]: # Create `overworked` column. For now, it's identical to average monthly hours.
      df2['overworked'] = df2['average_monthly_hours']
```

```
# Inspect max and min average monthly hours values
print('Max hours', df2['overworked'].max())
print('Min hours', df2['overworked'].min())
```

Max hours 310 Min hours 96

166.67 is approximately the average number of monthly hours for someone who works 50 weeks per year, 5 days per week, 8 hours per day.

We defined overworked as working more than 175 hours per month on average.

To make the overworked column binary, you could reassign the column using a boolean mask. - df3['overworked'] > 175 creates a series of booleans, consisting of True for every value > 175 and False for every values 175 - .astype(int) converts all True to 1 and all False to 0

```
[60]: # Define `overworked` as working > 175 hrs/week
df2['overworked'] = (df2['overworked'] > 175).astype(int)
# Display first few rows of new column
df2['overworked'].head()
```

[60]: 0 0 1 1 2 1 3 1

Name: overworked, dtype: int64

Drop the average\_monthly\_hours column.

```
[61]: # Drop the `average_monthly_hours` column
df2 = df2.drop('average_monthly_hours', axis=1)
# Display first few rows of resulting dataframe
df2.head()
```

```
[61]:
          last_evaluation number_project
                                                        work_accident
                                                                         left
                                               tenure
                      0.53
                                            2
                                                     3
                      0.86
                                            5
                                                     6
                                                                      0
                                                                             1
      1
      2
                      0.88
                                            7
                                                     4
                                                                      0
                                                                             1
      3
                                            5
                                                     5
                                                                      0
                                                                             1
                      0.87
                                            2
      4
                      0.52
                                                     3
                                                                      0
                                                                             1
```

```
promotion_last_5years
                            salary department_RandD
                                                         department_accounting \
0
                         0
                                  0
                                                      0
                                                                               0
1
                         0
                                  1
                                                      0
                                                                               0
2
                         0
                                  1
                                                      0
                                                                               0
3
                         0
                                  0
                                                      0
                                                                               0
4
                         0
                                  0
                                                      0
                                                                               0
```

```
department_hr
                   department_management
                                            department_marketing
0
                0
1
                                         0
                                                                 0
2
                0
                                         0
                                                                 0
3
                0
                                         0
                                                                 0
                0
                                         0
                                                                 0
   department_product_mng
                            department_sales department_support
0
1
                          0
                                              1
                                                                    0
2
                          0
                                                                    0
                                              1
3
                          0
                                              1
                                                                    0
4
                                                                    0
   department_technical overworked
0
                        0
                                     1
1
2
                        0
                                     1
3
                                     1
4
```

Again, isolate the features and target variables

```
[62]: # Isolate the outcome variable
y = df2['left']
# Select the features
X = df2.drop('left', axis=1)
```

Split the data into training and testing sets.

```
[63]: # Create test data

X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.25, □

→stratify=y, random_state=0)
```

#### Decision tree - Round 2

```
[65]: %%time
      tree2.fit(X_train, y_train)
     CPU times: user 2.56 s, sys: 0 ns, total: 2.56 s
     Wall time: 2.56 s
[65]: GridSearchCV(cv=4, error_score=nan,
                   estimator=DecisionTreeClassifier(ccp_alpha=0.0, class_weight=None,
                                                     criterion='gini', max_depth=None,
                                                     max features=None,
                                                     max_leaf_nodes=None,
                                                     min_impurity_decrease=0.0,
                                                     min_impurity_split=None,
                                                     min_samples_leaf=1,
                                                     min_samples_split=2,
                                                     min_weight_fraction_leaf=0.0,
                                                     presort='deprecated',
                                                     random_state=0, splitter='best'),
                   iid='deprecated', n_jobs=None,
                   param_grid={'max_depth': [4, 6, 8, None],
                                'min_samples_leaf': [2, 5, 1],
                               'min_samples_split': [2, 4, 6]},
                   pre_dispatch='2*n_jobs', refit='roc_auc', return_train_score=False,
                   scoring={'recall', 'f1', 'precision', 'roc_auc', 'accuracy'},
                   verbose=0)
[66]: #Check Best Params
      tree2.best_params_
[66]: {'max_depth': 6, 'min_samples_leaf': 2, 'min_samples_split': 6}
[67]: # Check best AUC score on CV
      tree2.best_score_
[67]: 0.9594361127439034
     The model performs well without the average monthly hours and satisfaction levels.
     Next, check the other scores.
[68]: # Get all CV scores
      tree2_cv_results = make_results('decision tree2 cv', tree2, 'auc')
      print(tree1_cv_results)
      print(tree2_cv_results)
                   model precision
                                        recall
                                                      F1 accuracy
                                                                         auc
       decision tree cv
                            0.96758 0.918956 0.942626
                                                           0.98143 0.975762
                    model precision
                                         recall
                                                       F1
                                                           accuracy
     O decision tree2 cv 0.856693 0.903553 0.878882 0.958523 0.959436
```

The scores fell which is expected since we removed some features. Although, these are good scores.

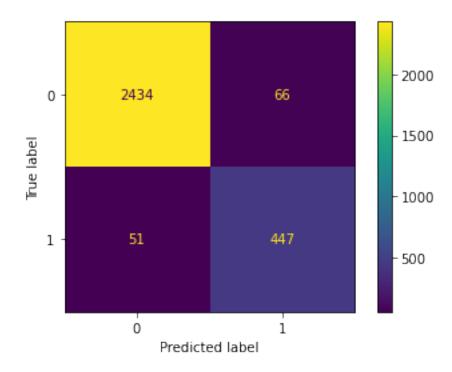
# Random forest - Round 2 [69]: # Instantiate model rf = RandomForestClassifier(random\_state=0) # Assign a dictionary of hyperparameters to search over cv\_params = {'max\_depth': [3,5, None], 'max\_features': [1.0], 'max\_samples': [0.7, 1.0], 'min\_samples\_leaf': [1,2,3], 'min\_samples\_split': [2,3,4], 'n\_estimators': [300, 500], # Assign a dictionary of scoring metrics to capture scoring = {'accuracy', 'precision', 'recall', 'f1', 'roc\_auc'} # Instantiate GridSearch rf2 = GridSearchCV(rf, cv\_params, scoring=scoring, cv=4, refit='roc\_auc') [70]: %%time rf2.fit(X\_train, y\_train) CPU times: user 7min 28s, sys: 0 ns, total: 7min 28s Wall time: 7min 28s [70]: GridSearchCV(cv=4, error\_score=nan,

```
estimator=RandomForestClassifier(bootstrap=True, ccp_alpha=0.0,
                                 class weight=None,
                                 criterion='gini', max_depth=None,
                                 max features='auto',
                                 max leaf nodes=None,
                                 max samples=None,
                                 min_impurity_decrease=0.0,
                                 min_impurity_split=None,
                                 min_samples_leaf=1,
                                 min_samples_split=2,
                                 min_weight_fraction_leaf=0.0,
                                 n_estimators=100, n_jobs=None,...
                                 verbose=0, warm_start=False),
iid='deprecated', n_jobs=None,
param_grid={'max_depth': [3, 5, None], 'max_features': [1.0],
            'max_samples': [0.7, 1.0],
            'min_samples_leaf': [1, 2, 3],
            'min_samples_split': [2, 3, 4],
            'n estimators': [300, 500]},
pre_dispatch='2*n_jobs', refit='roc_auc', return_train_score=False,
scoring={'recall', 'f1', 'precision', 'roc auc', 'accuracy'},
verbose=0)
```

```
[71]: # Write pickle
      write_pickle(path, rf2, 'hr_rf2')
[72]: # Read in pickle
      rf2 = read_pickle(path, 'hr_rf2')
[73]: # Check best params
      rf2.best_params_
[73]: {'max_depth': 5,
       'max_features': 1.0,
       'max_samples': 0.7,
       'min_samples_leaf': 3,
       'min_samples_split': 2,
       'n estimators': 500}
[74]: # Get all CV scores
      rf2_cv_results = make_results('random forest2 cv', rf2, 'auc')
      print(tree2_cv_results)
      print(rf2 cv results)
                     model precision
                                          recall
                                                         F1
                                                             accuracy
                                                                             auc
                                        0.903553 0.878882
        decision tree2 cv
                             0.856693
                                                             0.958523
                                                                       0.959436
                     model precision
                                          recall
                                                         F1
                                                             accuracy
                                                                           auc
        random forest2 cv
                             0.867692 0.876747 0.871905
                                                               0.9573 0.9649
     Again, the scores fell but this time, there are some scores that are higher in the random forest than
     the decision tree, which it didn't appear in the first models.
     Score the champion model on the test set now.
[75]: # Get predictions on test data
      rf2_test_scores = get_scores('random forest2 test', rf2, X_test, y_test)
      rf2_test_scores
[75]:
                                                                              AUC
                       model precision
                                            recall
                                                               accuracy
                                                          f1
      0 random forest2 test
                                0.871345   0.89759   0.884273   0.960974   0.935595
     Plot a confusion matrix to visualize how well it predicts on the test set.
[76]: # Generate array of values for confusion matrix
      preds = rf2.best_estimator_.predict(X_test)
      cm = confusion_matrix(y_test, preds, labels=rf2.classes_)
      # Plot confusion matrix
      disp = ConfusionMatrixDisplay(confusion_matrix=cm,
                                    display labels=rf2.classes )
```

disp.plot(values format='')

[76]: <sklearn.metrics.\_plot.confusion\_matrix.ConfusionMatrixDisplay at 0x76c2f13134d0>



This model predicts more false positives than false negatives, meaning that some employeers may be identified as at risk or getting fired.

We inspect the splits of the decision tree and the important features of random forest.

## Decision tree splits

```
[77]: # Plot the tree

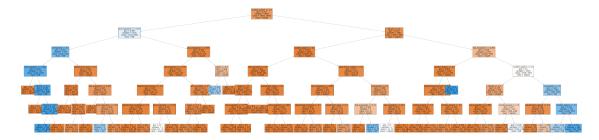
plt.figure(figsize=(82,20))

plot_tree(tree2.best_estimator_, max_depth=6, fontsize=14, feature_names=X.

→columns,

class_names={0:'stayed', 1:'left'}, filled=True);

plt.show()
```



**Decision tree feature importance** You can also get feature importance from decision trees (see the DecisionTreeClassifier scikit-learn documentation for details).

```
[78]:
                            gini_importance
      last evaluation
                                   0.344043
     number_project
                                   0.343470
      tenure
                                   0.215627
      overworked
                                    0.093521
      department_support
                                   0.001142
                                   0.000911
      salary
      department_sales
                                   0.000607
      department_technical
                                   0.000418
      work_accident
                                    0.000183
      department_marketing
                                   0.000078
```

You can then create a barplot to visualize the decision tree feature importances.

```
[79]: sns.barplot(data=tree2_importances, x='gini_importance', y=tree2_importances.

→index, orient='h')

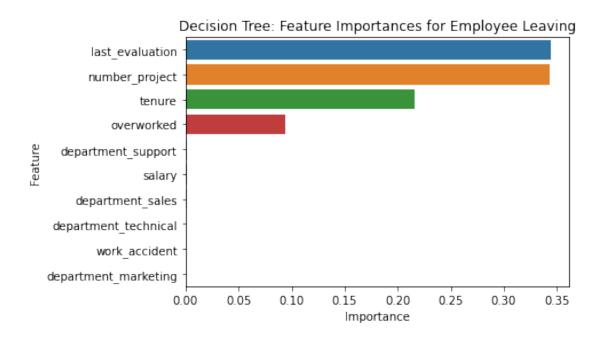
plt.title("Decision Tree: Feature Importances for Employee Leaving", □

→fontsize=12)

plt.ylabel("Feature")

plt.xlabel("Importance")

plt.show()
```



The barplot above shows that the features with the highest importances are last\_evaluation, number\_project, ternure, overworked

## 4.1.5 Random forest feature importance

Now, plot the feature importances for the random forest model.

```
[80]: # Get feature importances
    feat_impt = rf2.best_estimator_.feature_importances_

# Get indices of top 10 features
    ind = np.argpartition(rf2.best_estimator_.feature_importances_, -10)[-10:]

# Get column labels of top 10 features
    feat = X.columns[ind]

# Filter `feat_impt` to consist of top 10 feature importances
    feat_impt = feat_impt[ind]

y_df = pd.DataFrame({"Feature":feat,"Importance":feat_impt})
    y_sort_df = y_df.sort_values("Importance")
    fig = plt.figure()
    ax1 = fig.add_subplot(111)

y_sort_df.plot(kind='barh',ax=ax1,x="Feature",y="Importance")
```

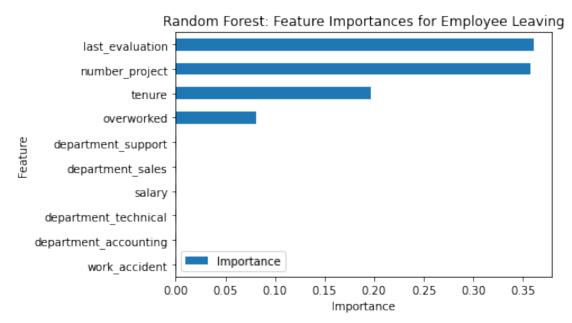
```
ax1.set_title("Random Forest: Feature Importances for Employee Leaving",⊔

→fontsize=12)

ax1.set_ylabel("Feature")

ax1.set_xlabel("Importance")

plt.show()
```



The plot above shows that in this random forest model, last\_evaluation, number\_project, tenure, and overworked have the highest importance, in that order. These variables are most helpful in predicting the outcome variable, left, and they are the same as the ones used by the decision tree model.

## 5 pacE: Execute Stage

- Interpret model performance and results
- Share actionable steps with stakeholders

### ## Recall evaluation metrics

- **AUC** is the area under the ROC curve; it's also considered the probability that the model ranks a random positive example more highly than a random negative example.
- **Precision** measures the proportion of data points predicted as True that are actually True, in other words, the proportion of positive predictions that are true positives.
- Recall measures the proportion of data points that are predicted as True, out of all the data points that are actually True. In other words, it measures the proportion of positives that are correctly classified.
- Accuracy measures the proportion of data points that are correctly classified.

• **F1-score** is an aggregation of precision and recall.

### Reflect on these questions as you complete the executing stage.

- What key insights emerged from your model(s)?
- What business recommendations do you propose based on the models built?
- What potential recommendations would you make to your manager/company?
- Do you think your model could be improved? Why or why not? How?
- Given what you know about the data and the models you were using, what other questions could you address for the team?
- What resources do you find yourself using as you complete this stage? (Make sure to include the links.)
- Do you have any ethical considerations in this stage?

Double-click to enter your responses here.

## 5.1 Step 4. Results and Evaluation

- Interpret model
- Evaluate model performance using metrics
- Prepare results, visualizations, and actionable steps to share with stakeholders

### 5.1.1 Summary of model results

[Double-click to enter your summary here.]

## 5.1.2 Conclusion, Recommendations, Next Steps

[Double-click to enter your conclusion, recommendations, and next steps here.]

Congratulations! You've completed this lab. However, you may not notice a green check mark next to this item on Coursera's platform. Please continue your progress regardless of the check mark. Just click on the "save" icon at the top of this notebook to ensure your work has been logged.