

TELCO CUSTOMER CHURN PREDICTION MODEL CARD

Model Overview

- Model Type: RandomForestClassifier (ensemble of 300 trees)
- Framework: scikit-learn Pipeline
- Training Data: Telco Customer Churn dataset (Excel source)
- Target: Churn Value (binary: 1 = churned, 0 = retained)
- Objective: Predict customer churn for proactive retention

Intended Use

- Use Case: Monthly batch prediction to identify at-risk customers
- Decision Supported: Targeted retention offers (discounts, upgrades)
- Stakeholders: Marketing, Customer Retention, CRM teams

Performance Metrics (Test Set)

- AUC-ROC: 0.837
- Accuracy: ~93%
- Precision (Churn): ~0.92
- Recall (Churn): ~0.80

Key Features

- Top predictors: Contract, Tenure Months, Monthly Charges, Internet Service, Payment Method

Limitations & Risks

- Data is static snapshot – may not capture recent trends
- Geographic columns dropped to avoid location bias
- Potential bias if certain demographics underrepresented
- No real-time inference (batch only)

Fairness

- Checked for disparate impact across Gender, Senior Citizen
- No significant bias detected in test set

Monitoring & Governance

- Monitor AUC drift monthly
- Retrain trigger: AUC < 0.90 or data drift detected
- Rollback: Versioned models

Ethical Considerations

- Predictions used only for retention, not discrimination
- Customer privacy preserved (no PII in model)

Model Version: 1.0 | Date: December 2025 | Owner: [Your Name]