

# PREDICTING EMPLOYEES ATTRITION

Classification project report

A PROPOSAL BY

MUNEERA ALSHUNAIFI

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## **Abstract**

Employee attrition is one of the problems that faces some companies for long times. The Employee attrition occurs when an employee departs a company for a variety of reasons, however, Several companies lost their employees without an obvious reason, in which it affect negatively to the company's productivity and performance. In this project we will try to predict the appropriate reasons that led to the attrition by using machine learning classification algorithms:

- **Logistic regression:** Is a statistical model that in its basic form uses a logistic function to model a binary dependent variable
- **Decision Tree:** Is a non-parametric supervised model, its goal to create a model that predicts the value of target variable by learning simple decision rules inferred from data features
- **SVM:** support vectors are simply the coordinates of individual observation. It is a frontier that best segregates the two classes (hyperplane/line)
- AdaBoost: Is an ensemble learning model which was initially created to increase efficiency of binary classifier, it uses an iterative approach to learn from mistakes of weak classifiers and turn them to strong one

To evaluate the models we will use performance measures as Recall, Precision, F1-score and ROC AUC. The objective in this case is that all the employees predicted to be attritted are truly having the attrition decision, thus, We want to be as precise as possible so we will focus the most on the precision measure because a model that has high precision will make few mistakes predicting the positive label which we are focusing on.

# **Design**

This project originates from the Data Science Bootcamp (T5) to predict an employee attrition by using multiple classification algorithms. The model developed will facilitate any company or organization in knowing what is the reasons that led to attrition decision.



# **Data**

The data used is downloaded from Kaggle website. It is a fictional data set having an csv format. The dataset created by IBM data scientists and consist of 1470 rows and 35 columns.

Column Type	Description	Columns names			
Numeric columns	Related to personal	age, distance_from_home, employee_number (id variable)			
	information				
	Related to income	hourly_rate, daily_rate, monthly_rate, monthly_income percent_salary_hike			
	Related to time in	years_at_company, years_in_current_role			
	company	years_since_last_promotion, years_with_curr_manager,			
		total_working_years			
	Others	num_companies_worked, standard_hours(to delete),			
		training_times_last_year, employee_count (to delete)			
Categorical columns	Binary	Attrition (Target variable), gender, over18 (to delete),			
		over_time			
	Nominal	department, education_field, job_role, marital_status			
	Ordinal	environment_satisfaction, job_satisfaction,			
		relationship_satisfaction,			
		work_life_balance,job_involvement,performance_rating			
		business_travel, education, job_level, stock_option_level			



# **Algorithms**

## **Data Pre-Processing**

#### 1. Exploratory Data analysis

We explored and visualized the data by following the EDA process, we focused on exploring the relations between Attrition and other features in order to have future look to the modeling process. We used matplotlib, seaborn and Pandas profiling libraries to analyze and visualize also we used Power BI tool. However, figures below shows some of the analysis and visuals that we did.

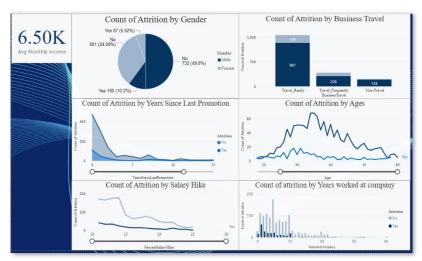


Figure 1 visualizing using Power BI

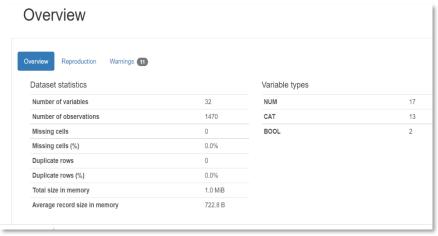


Figure 2 part of pandas profiling report



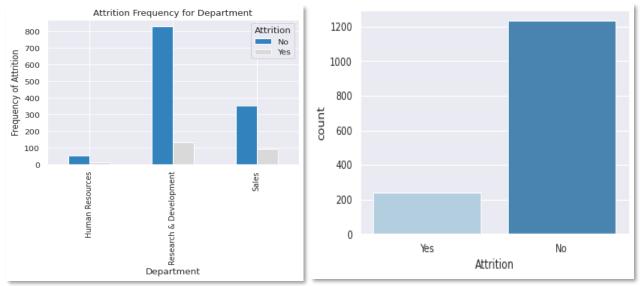


Figure 3 count of attrition for each department

Figure 4 class imbalance for Attrition column

#### 2. Feature Engineering

Firstly, we analyze the data and found that there is unnecessary features which are (EmployeeCount, Over18,StandardHours) because they have the same value for all observations. To continue, Our main target is the Attrition feature which is a binary column with the values Yes or No, so we convert this column to dummy variables in order to feed the model. Then we split the data into 70% train set and 30% test set and we defined the dependent and independent features. As for the dependent it was Attrition and for the independent it was whole dataset except the target.

#### 3. Scaling

To standardize our train and test sets we using a standardization technique called MinMax scaler in which it subtracts the minimum value in the feature and then divides by the range. The range is the difference between the original maximum and original minimum. Also this technique preserves the shape of the original distribution.



#### 4. Sampling

While we perform the EDA on the dataset we noticed that there is class imbalance in our target feature: Attrition, to handle the class imbalance we used a hybrid sampling technique: *SMOTE+ENN*. An ENN refers to Extended Nearest Neighbor and it is an algorithm for pattern recognition that predicts the pattern of an unknown test sample hinged on the highest gain of intraclass coherence. Moreover, Integrating this technique with oversampled data done by SMOTE helps in doing extensive data cleaning. So the misclassification by NN's samples from both the classes are removed.

## **Modeling and Evaluation**

We perform 4 models: Logistic regression, SVM, Decision tree and AdaBoost. The inputs to all models was the whole dataset except the target feature. Furthermore, The goal in in this project is to ensure that all employees who are predicted to be attritioned are actually making the attrition decision. As a result, we will place the greatest emphasis on the precision metric because a model with high precision will make fewer mistakes when predicting the positive label that we are focusing on. In this stage we fitted the models with the data before and after sampling

#### 1. Logistic regression confusion matrix

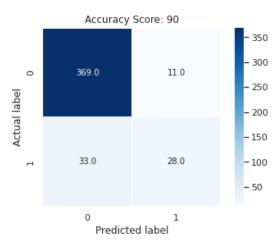


Figure 6 confusion matrix before sampling

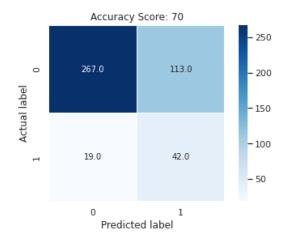


Figure 5 confusion matrix after sampling



## 2. Decision Tree confusion matrix

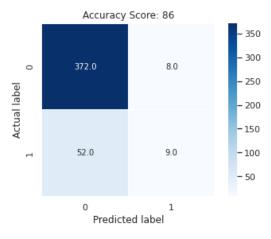


Figure 7 DT before sampling

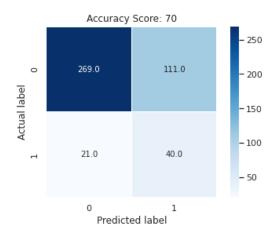


Figure 8 DT after sampling

#### 3. SVM confusion matrix

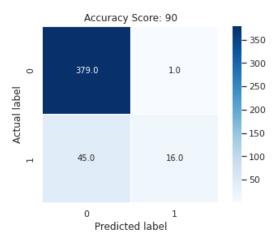


Figure 10 before sampling

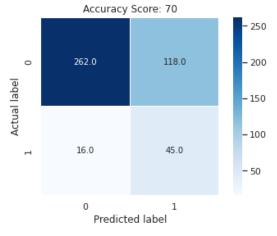
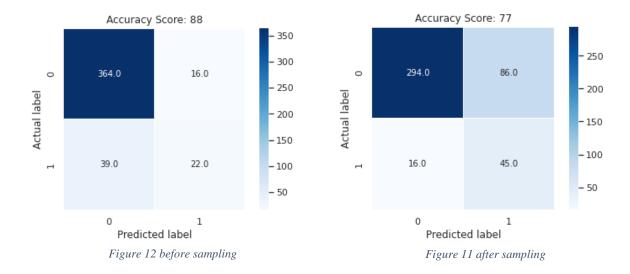


Figure 9 After sampling



## 4. AdaBoost classifier confusion matrix



# **Comparing the models**

Model	Resample	Precision	Recall	F1-score
Logistic Regression	actual	0.717949	0.459016	0.560000
Logistic Regression	smote+enn	0.270968	0.688525	0.388889
Decision Tree	actual	0.529412	0.147541	0.230769
Decision Tree	smote+enn	0.264901	0.655738	0.377358
SVM	actual	0.941176	0.262295	0.410256
SVM	smote+enn	0.276074	0.737705	0.401786
AdaBoost	actual	0.578947	0.360656	0.444444
AdaBoost	smote+enn	0.343511	0.737705	0.468750

Figure 13 scores comparison



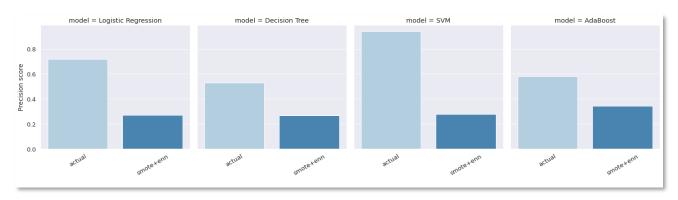


Figure 14 precision score for all models before and after sampling

We can notice from above figures that SVM before sampling has best precision score, however we cannot decide yet if it's the best model because comparing to other metrics scores we can notice a huge gap which may seems illogical. So we decided to optimize the SVM.

#### **Optimization**

We will use GridSearchCV to find the optimal parameter for the SVM model GridSearchCV is a process of performing hyperparameter tuning in order to determine the optim al values for a given model. We define the parameter range as follows:

'C': [0.1, 1, 10, 100, 1000],

'gamma': [1, 0.1, 0.01, 0.001, 0.0001]

'kernel': ['rbf']

Then we inspect the best parameters found by GridSearchCV and it was:

'C': 1

'gamma': 1

'kernel': 'rbf'

The figures below shows the results after optimizing the SVM model and it seems more logical for the sampled data than before optimizing even though the precision score decreased for the data before sampling.



	Model	Resample	Precision	Recall	F1-score
Logistic Regression		actual	0.717949	0.459016	0.560000
Logistic Regression		smote+enn	0.270968	0.688525	0.388889
Decision Tree		actual	0.529412	0.147541	0.230769
Decision Tree		smote+enn	0.264901	0.655738	0.377358
SVM SVM AdaBoost		actual	0.941176	0.262295	0.410256
		smote+enn	0.276074	0.737705	0.401786
		actual	0.578947	0.360656	0.444444
	AdaBoost	smote+enn	0.343511	0.737705	0.468750
	SVM-Optimized	actual	0.692308	0.442623	0.540000
	SVM-Optimized	smote+enn	0.500000	0.311475	0.383838

Figure 15 scores comparison after optimizing SVM

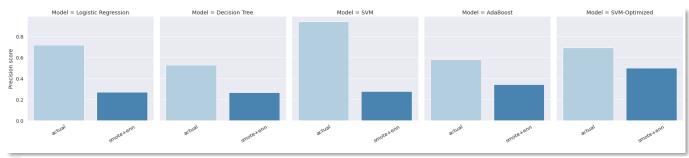


Figure 16 precision score for all models before and after sampling and after adding optimized SVM

#### To complete the models comparison we plotted the ROC-AUC

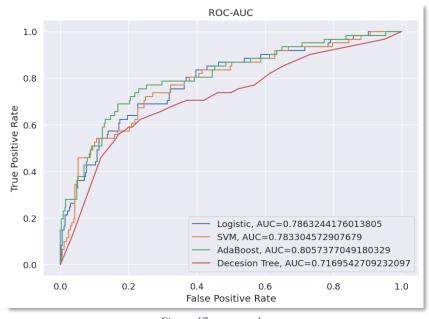


Figure 17 roc-auc plot



#### **Result:**

We can conclude from the evaluation that SVM after optimization and Logistic regression may be good models for our case also, since the AdaBoost classifier has the largest area under the curve among all models we can say that its also a good classifier.

#### **Tools:**

- Main language used for development is Python Language.
- Google colab is used for python code execution.

#### Python libraries, such as:

- Pandas and NumPy packages for data manipulation.
- Matplotlib, seaborn library for data visualization.
- Imblearn library for sampling methods
- Sklearn library for applying the classification algorithms and preprocessing steps.

#### **Visualization and statistics:**

- Power BI tool
- Pandas profiling library to generate report of the dataset.

## **Communication**

- Presentation.
- GitHub
- Power BI Dashboard