Zichen Pan Report on excel assignment

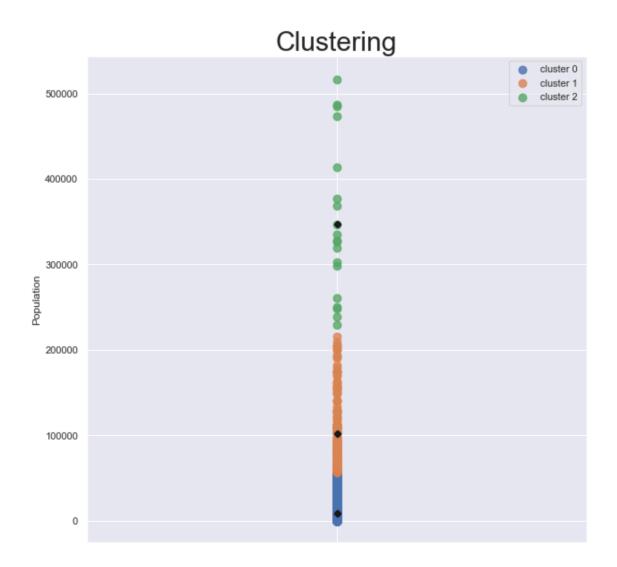
Task 1: Identify the city types by population data

1. cluster the population data with K-means, k=3



The different colors represent different city types, and the black dot is the cluster center. It is obvious that there are 5 outliers and it must have a great impact on the clustering, especially the highest one. Even so, I saved the cluster results as Population.xslx for back up. In the following report, the five outliers are called 'extreme big cities'.

2. To eliminate the impact of outliers, we drop out the extreme big cities and redo the clustering with K-means. This time we have got a more reasonable result.



The symbols and legends are the same as previous picture.

We add the extreme big cities to the big city cluster and get the following result:

City Type	Small	Medium	Big
Number	1290	168	24

It is reasonable. And we will use this cluster results for the next task.

Task 2: Average data after grouping by city type and real estate type

1. The idea is basically to join the two raw tables: Population and Raw real estate data. But I discover that the name of city in Population dataset is in lowercase while it is in uppercase. Also, some of the city name in Population have a ', CA' tail. These are two obstacles in the way of joining tables. Thus we deal with them first. And the result is shown below:

Original Population data:

	Name	Population	City Type
0	Acalanes Ridge	1137	small
1	Acampo	341	small
2	Acton, CA	7596	small
3	Adelanto	32728	small
4	Adin-Lookout	789	small

Population data for joining tables:

	Name	Population	City Type
0	ACALANES RIDGE	1137	small
1	ACAMPO	341	small
2	ACTON	7596	small
3	ADELANTO	32728	small
4	ADIN-LOOKOUT	789	small

2. Left join table Population and Raw real estate data, we get the results as below:

	street	city	zip	state	beds	baths	sq_ft	type	sale_date	price	latitude	longitude	Name	City Type
0	3526 HIGH ST	SACRAMENTO	95838	CA	2	1	836	Residential	Wed May 21 00:00:00 EDT 2008	59222	38.631913	-121.434879	SACRAMENTO	big
1	51 OMAHA CT	SACRAMENTO	95823	CA	3	1	1167	Residential	Wed May 21 00:00:00 EDT 2008	68212	38.478902	-121.431028	SACRAMENTO	big
2	2796 BRANCH ST	SACRAMENTO	95815	CA	2	1	796	Residential	Wed May 21 00:00:00 EDT 2008	68880	38.618305	-121.443839	SACRAMENTO	big
3	2805 JANETTE WAY	SACRAMENTO	95815	CA	2	1	852	Residential	Wed May 21 00:00:00 EDT 2008	69307	38.616835	-121.439146	SACRAMENTO	big
4	6001 MCMAHON DR	SACRAMENTO	95824	CA	2	1	797	Residential	Wed May 21 00:00:00 EDT 2008	81900	38.519470	-121.435768	SACRAMENTO	big

3. But when I check the null values, there are five rows with null values, which means the city name does not appear in the population dataset, so we drop the rows out. Also, we drop the duplicate city name to save space. And we get the result:

	street	city	zip	state	beds	baths	sq_ft	type	sale_date	price	latitude	longitude	City Type
0	3526 HIGH ST	SACRAMENTO	95838	CA	2	1	836	Residential	Wed May 21 00:00:00 EDT 2008	59222	38.631913	-121.434879	big
1	51 OMAHA CT	SACRAMENTO	95823	CA	3	1	1167	Residential	Wed May 21 00:00:00 EDT 2008	68212	38.478902	-121.431028	big
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4. Group by city type and real estate type and calculate the average:

		beds	sqft	price
City Type	type			
big	Condo	1.703704	871.629630	137690.703704
	Multi-Family	4.600000	2118.300000	214189.700000
	Residential	3.077114	1411.350746	201359.584577
medium	Condo	1.900000	722.200000	156214.450000
	Multi-Family	5.000000	2233.500000	246027.000000
	Residential	3.186047	1575.108527	296489.941860
small	Condo	0.857143	440.714286	180357.142857
	Multi-Family	2.000000	960.000000	285000.000000
	Residential	2.567460	979.412698	238943.464286
	Unkown	0.000000	0.000000	275000.000000

5. I find a strange classification as unknown, so I check the number of unknown:

```
In [48]: len(new_info.loc[new_info['type'] == 'Unkown'])
Out[48]: 1
```

Since it only contains one row, I just ignore it. Save the result to Average Data.xslx.

6. I do the following operations directly in excel: calculate the average price per bed and price per square footage. The result is as follows:

	Α	В	С	D	Е	F	G
1	City Type	type	beds	sqft	price	price/bed	price/sqft
2	big	Condo	1.703704	871.6296	137690.7	80818.46	157.9693
3		Multi-Family	4.6	2118.3	214189.7	46562.98	101.114
4		Residential	3.077114	1411.351	201359.6	65437.8	142.6715
5	medium	Condo	1.9	722.2	156214.5	82218.13	216.3036
6		Multi-Family	5	2233.5	246027	49205.4	110.1531
7		Residential	3.186047	1575.109	296489.9	93058.89	188.2346
8	small	Condo	0.857143	440.7143	180357.1	210416.7	409.2382
9		Multi-Family	2	960	285000	142500	296.875
10		Residential	2.56746	979.4127	238943.5	93066.08	243.9661
11		Unkown	0	0	275000		
12							

Assumption: one bed in one bedroom, thus the average beds are the same as average bedrooms.

Conclusions:

(I just ignore some common discoveries and focus on the discoveries that seems counter-intuitive)

1. Comparison between city types:

The average bedrooms in medium cities is slightly more than that of big cities, for each type of real estate. Generally the price in small cities are highest and much higher than the counterpart of medium and big cities.

2. Comparison between real estate types:

Multi-Family type has more bedrooms than Condo and Residential, with Condo the least. The area of Multi-family and Residential is much more than that of Condo. For price per square footage, Condo is the most expensive. Residential in big and medium cities is more expensive than Multi-Family, while it is the opposite situation in small cities.

Suggestions for real estate agent:

If a condo is to be sold, the target customers should be those with relatively high and stable incomes because condo is the most expensive real estate type among all.

Generally speaking, the real estate price in small cities is high, irrespective of the total price or unit price, which reflects the trend that real estate in small cities has the largest market and is most popular among citizens. The relatively low price in big cities indicates the cooling down of real estate in these areas.