The Battle of Neighborhoods

Finding a Suitable Location to Open A New Restaurant

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Dec 28, 2020

Introduction

There was a time when eating out at a restaurant was considered a luxury only the chosen could afford but thankfully the time has passed and eating out at a restaurant has become a daily habit in the life of New Yorkers. New York has been described as the cultural, financial, media and entertainment capital of the world. New York being the cultural hub is home to many ethical backgrounds, which drives the city's diverse style of restaurant – these include restaurants serving Chinese, Italian, French, Korean Cuisines.... etc. New Restaurants are continuously opening up around the city to meet the high demand and appetite. Although eating out is a popular habit there are certain restaurants that are unfortunately unsuccessful in keep the shop running – perhaps because of poor restaurant location. When opening a new restaurant there are many factors to keep in mind about the location where you set the shop.

Problem

This research project aims to provide a recommendation for the style and location of a new restaurant in New York. There are many factors to consider when creating this recommendation project such as: the number of existing restaurants and their popularity, the popularity of different types of cuisines in New York

Data Acquisition and Utilization

Data Sources

To explore the city of New York and get an understanding of neighborhoods it includes, json file of neighborhoods and their corresponding locations was downloaded. The following table provides a snapshot of the data collected:

*For the sake of simplicity, we will only use boroughs with Manhattan in it

Table 1: New York Neighborhood data

	Borough	Neighborhood	Latitude	Longitude
0	Bronx	Wakefield	40.894705	-73.847201
1	Bronx	Co-op City	40.874294	-73.829939
2	Bronx	Eastchester	40.887556	-73.827806
3	Bronx	Fieldston	40.895437	-73.905643
4	Bronx	Riverdale	40.890834	-73.912585
5	Bronx	Kingsbridge	40.881687	-73.902818
6	Manhattan	Marble Hill	40.876551	-73.910660
7	Bronx	Woodlawn	40.898273	-73.867315

Table 2: Manhattan Neighborhood Data

	Borough	Neighborhood	Latitude	Longitude
0	Manhattan	Marble Hill	40.876551	-73.910660
1	Manhattan	Chinatown	40.715618	-73.994279
2	Manhattan	Washington Heights	40.851903	-73.936900
3	Manhattan	Inwood	40.867684	-73.921210
4	Manhattan	Hamilton Heights	40.823604	-73.949688
5	Manhattan	Manhattanville	40.816934	-73.957385
6	Manhattan	Central Harlem	40.815976	-73.943211
7	Manhattan	East Harlem	40.792249	-73.944182
8	Manhattan	Upper East Side	40.775639	-73.960508
9	Manhattan	Yorkville	40.775930	-73.947118
10	Manhattan	Lenox Hill	40.768113	-73.958860

Foursquare information services were utilized, via an API connection, to retrieve data on popular venues across Manhattan, New York. This dataset returned all recorded venue in the searched proximity, including restaurants, gas stations, convenience stores, pubs, etc.

How the data will be used

The Manhattan neighborhood data will be utilized to retrieve venue information from the FourSquare API. With this API, we can easily match neighborhoods with available venues, and filter out the venues we are interested in – restaurant venues.

With the FourSquare data, we can understand the different types of restaurants that currently exist in Manhattan, which neighborhood have the most and least number of restaurants, and which restaurants are the most popular based on occurrence frequency. This information allows to cluster popular restaurants, and get an idea of how restaurant taste vary across the neighborhoods.

Methodology

The data collected was cleaned and organized into a pandas dataframe that could be further used in exploratory data analysis methods. A number of bar graphs were produced to visualize the data, and help guide the exploratory data analysis in order to draw useful results from the data

Data Cleaning and Exploratory Data Analysis

The json file containing New York Neighborhood data was converted into a pandas dataframe.

Figure 1: Data from json file, prior to any filtering or cleaning

The first data cleaning step taken was to filter the dataset to remove any information not pertaining to the city of New York. Only Borough, Neighborhood Name, Neighborhood latitude and longitude value were kept for clarity.

	Borough	Neighborhood	Latitude	Longitude
ø	Bronx	Wakefield	40.894705	-73.847201
1	Bronx	Co-op City	40.874294	-73.829939
2	Bronx	Eastchester	40.887556	-73.827806
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6	Manhattan	Marble Hill	40.876551	-73.910660
7	Bronx	Woodlawn	40.898273	-73.867315

Figure 2: New York Neighborhood data, cleaned from figure 1

This dataset was explored on a map using the folium library in order to get a better understanding of the number of neighborhoods in the New York City, and their distribution in the City.



Figure 3: New York neighborhood exploratory analysis with folium

^{*}To simplify our work, we only used the Manhattan borough data and performed exploratory analysis on it similar to the figure above

	Borough	Neighborhood	Latitude	Longitude
0	Manhattan	Marble Hill	40.876551	-73.910660
1	Manhattan	Chinatown	40.715618	-73.994279
2	Manhattan	Washington Heights	40.851903	-73.936900
3	Manhattan	Inwood	40.867684	-73.921210
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5	Manhattan	Manhattanville	40.816934	-73.957385
6	Manhattan	Central Harlem	40.815976	-73.943211
7	Manhattan	East Harlem	40.792249	-73.944182
8	Manhattan	Upper East Side	40.775639	-73.960508
9	Manhattan	Yorkville	40.775930	-73.947118
LØ	Manhattan	Lenox Hill	40.768113	-73.958860



The FourSquare API was called upon to retrieve information on venues local to each of these neighborhoods

(3230, 7)										
	Neighborhood	Neighborhood Latitude	Neighborhood Longitude	Venue	Venue Latitude	Venue Longitude	Venue Category			
0	Marble Hill	40.876551	-73.91066	Arturo's	40.874412	-73.910271	Pizza Place			
1	Marble Hill	40.876551	-73.91066	Bikram Yoga	40.876844	-73.906204	Yoga Studio			
2	Marble Hill	40.876551	-73.91066	Tibbett Diner	40.880404	-73.908937	Diner			
3	Marble Hill	40.876551	-73.91066	Dunkin'	40.877136	-73.906666	Donut Shop			
4	Marble Hill	40.876551	-73.91066	Starbucks	40.877531	-73.905582	Coffee Shop			

Figure 4 Manhattan Neighborhood venues retrieved using the FourSquare API

Linking this dataset back to the business problem of determining a suitable location for a restaurant, I filtered this dataset to only include venues that included the term 'Restaurant'.

I utilized the 'group-by' data analysis method to understand how many different 'Restaurant' venues there are in Manhattan, and how they are distributed among the various neighborhoods. I utilized a bar graph visual to enhance my understanding.

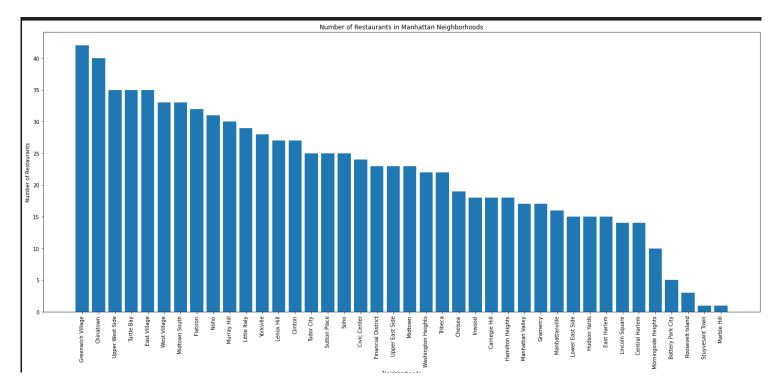


Figure 5: Number of Restaurants in all Manhattan Neighborhoods

Further examining the restaurants in each neighborhood, the dataset was further refined to display the frequency of each type of restaurant in each community. This information is critical to understand when answering both Where to open a new restaurant and What type of restaurant to open.

The one-hot encoding methodology was applied in order to sort the dataset. The five most popular restaurant types in each neighborhood were displayed.

```
----Carnegie Hill----
venue freq
0 Japanese Restaurant 0.11
1 Indian Restaurant 0.11
2 French Restaurant 0.11
3 Kosher Restaurant 0.06
4 Fast Food Restaurant 0.06
```

Figure 6: Example of the Five most popular types of restaurants

The Clustering machine learning technique was utilized to group Manhattan neighborhoods based on the top ten most popular restaurants in each neighborhood. Six cluster categories were used for simplicity

	Borough	Neighborhood	Latitude	Longitude	Cluster Labels	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue	7th Most Common Venue	8th Most Common Venue	9th Most Common Venue
ø	Manhattan	Marble Hill	40.876551	-73.910660	1	Seafood Restaurant	Vietnamese Restaurant	Gluten-free Restaurant	Ethiopian Restaurant	Falafel Restaurant	Fast Food Restaurant	Filipino Restaurant	French Restaurant	German Restaurant
1	Manhattan	Chinatown	40.715618	-73.994279		Chinese Restaurant	American Restaurant	Vietnamese Restaurant	Asian Restaurant	Dim Sum Restaurant	Dumpling Restaurant	Greek Restaurant	Hotpot Restaurant	Malay Restaurant
2	Manhattan	Washington Heights	40.851903	-73.936900		Chinese Restaurant	Italian Restaurant	New American Restaurant	Tapas Restaurant	Latin American Restaurant	Spanish Restaurant	Sushi Restaurant	Caribbean Restaurant	Restaurant
3	Manhattan	Inwood	40.867684	-73.921210		Mexican Restaurant	Restaurant	Spanish Restaurant	Caribbean Restaurant	Chinese Restaurant	Empanada Restaurant	American Restaurant	Latin American Restaurant	Fast Food Restaurant
4	Manhattan	Hamilton Heights	40.823604	-73.949688		Mexican Restaurant	Latin American Restaurant	Indian Restaurant	Sushi Restaurant	Caribbean Restaurant	Chinese Restaurant	Italian Restaurant	Fast Food Restaurant	Japanese Restaurant
5	Manhattan	Manhattanville	40.816934	-73.957385		Italian Restaurant	Mexican Restaurant	Seafood Restaurant	Dumpling Restaurant	Spanish Restaurant	Indian Restaurant	Falafel Restaurant	Ramen Restaurant	Cuban Restaurant
6	Manhattan	Central Harlem	40.815976	-73.943211		Chinese Restaurant	African Restaurant	American Restaurant	French Restaurant	Seafood Restaurant	Tapas Restaurant	Ethiopian Restaurant	Southern / Soul Food Restaurant	Caribbean Restaurant
7	Manhattan	East Harlem	40.792249	-73.944182		Mexican Restaurant	Thai Restaurant	Latin American Restaurant	Spanish Restaurant	New American Restaurant	Cuban Restaurant	French Restaurant	Restaurant	Hawaiian Restaurant
8	Manhattan	Upper East Side	40.775639	-73.960508		Italian Restaurant	French Restaurant	American Restaurant	Sushi Restaurant	Japanese Restaurant	Vegetarian / Vegan Restaurant	Tapas Restaurant	Latin American Restaurant	Seafood Restaurant
9	Manhattan	Yorkville	40.775930	-73.947118		Italian Restaurant	Sushi Restaurant	Japanese Restaurant	Mexican Restaurant	Vietnamese Restaurant	Thai Restaurant	Latin American Restaurant	Peruvian Restaurant	French Restaurant
10	Manhattan	Lenox Hill	40.768113	-73.958860	9	Italian Restaurant	Sushi Restaurant	Thai Restaurant	Afghan Restaurant	Chinese Restaurant	Greek Restaurant	Mexican Restaurant	Middle Eastern Restaurant	Eastern European Restaurant

Figure 7: Cluster labels applied to dataset of most popular restaurants types in Manhattan Neighborhoods

The dataset was later separated by cluster, in order to try and understand the data attributes that make up each cluster group:

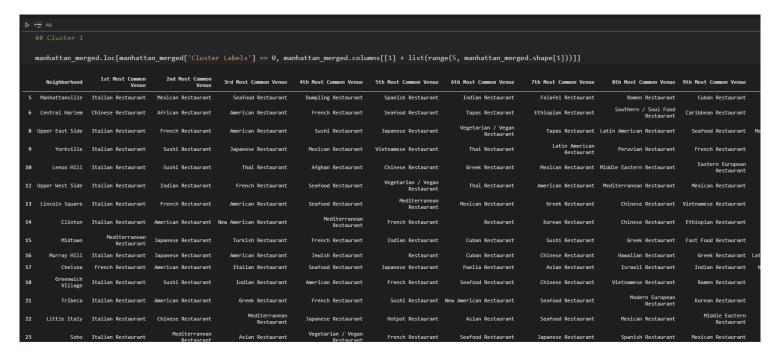


Figure 8: Cluster 1

Neighborhood 1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue 3rd Most Common Venue 4th Most Common Venue 5th Most Common Venue 6th Most Common Venue 7th Most Common Venue 8th Most Common Venue 9th Most Common Venue 18th Most Common Venue 9th Most Common Venue 18th Most Common Venue 9th Most Common Venue 9th Most Common Venue 18th Most Common Venue 9th Most Common Venue 18th Most Common Venue 18th Most Common Venue 9th Most Common Venue 18th Most Common Venue 1

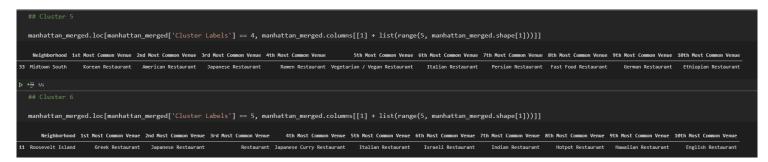
Figure 9: Cluster 2

Neighborhood 1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue 3rd Most Common Venue 4th Most Common Venue 5th Most Common Venue 6th Most Common Venue 7th Most Common Venue 8th Most Common Venue 9th Most Common Venue 9th Most Common Venue 10th Most Common Ven

Figure 10:Cluster 3

	Neighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue	7th Most Common Venue	8th Most Common Venue	9th Most Common Venue
	l Chinatown	Chinese Restaurant	American Restaurant	Vietnamese Restaurant	Asian Restaurant	Dim Sum Restaurant	Dumpling Restaurant	Greek Restaurant	Hotpot Restaurant	Malay Restaurant
	Washington Heights	Chinese Restaurant	Italian Restaurant	New American Restaurant	Tapas Restaurant	Latin American Restaurant	Spanish Restaurant	Sushi Restaurant	Caribbean Restaurant	Restaurant
	3 Inwood	Mexican Restaurant	Restaurant	Spanish Restaurant	Caribbean Restaurant	Chinese Restaurant	Empanada Restaurant	American Restaurant	Latin American Restaurant	Fast Food Restaurant
	Hamilton Heights	Mexican Restaurant	Latin American Restaurant	Indian Restaurant	Sushi Restaurant	Caribbean Restaurant	Chinese Restaurant	Italian Restaurant	Fast Food Restaurant	Japanese Restaurant
	7 East Harlem	Mexican Restaurant	Thai Restaurant	Latin American Restaurant	Spanish Restaurant	New American Restaurant	Cuban Restaurant	French Restaurant	Restaurant	Hawaiian Restaurant
1	East Village	Mexican Restaurant	Korean Restaurant	Vegetarian / Vegan Restaurant	Seafood Restaurant	American Restaurant	Chinese Restaurant	Italian Restaurant	Japanese Restaurant	Ramen Restaurant
2	Dower East Side	Chinese Restaurant	Japanese Restaurant	Ramen Restaurant	Caribbean Restaurant	Latin American Restaurant	Mediterranean Restaurant	French Restaurant	Filipino Restaurant	Vietnamese Restaurant
2	Manhattan Valley	Thai Restaurant	Indian Restaurant	Mexican Restaurant	Vietnamese Restaurant	Peruvian Restaurant	Caribbean Restaurant	Ethiopian Restaurant	French Restaurant	Hawaiian Restaurant
3	5 Tudor City	Mexican Restaurant	Vietnamese Restaurant	Sushi Restaurant	Thai Restaurant	Seafood Restaurant	Greek Restaurant	Spanish Restaurant	Restaurant	French Restaurant

Figure 11: Cluster 4



Again, utilizing the Folium library, these clusters were displayed on a map of Calgary to gain an appreciation for any geographical influences on this dataset. Note: red circles represent Cluster 0; purple circles represent Cluster 1, blue circles represent Cluster 2, light green circles represent Cluster 3, yellow circles represent Cluster 4, Orange circle represents Cluster 5.

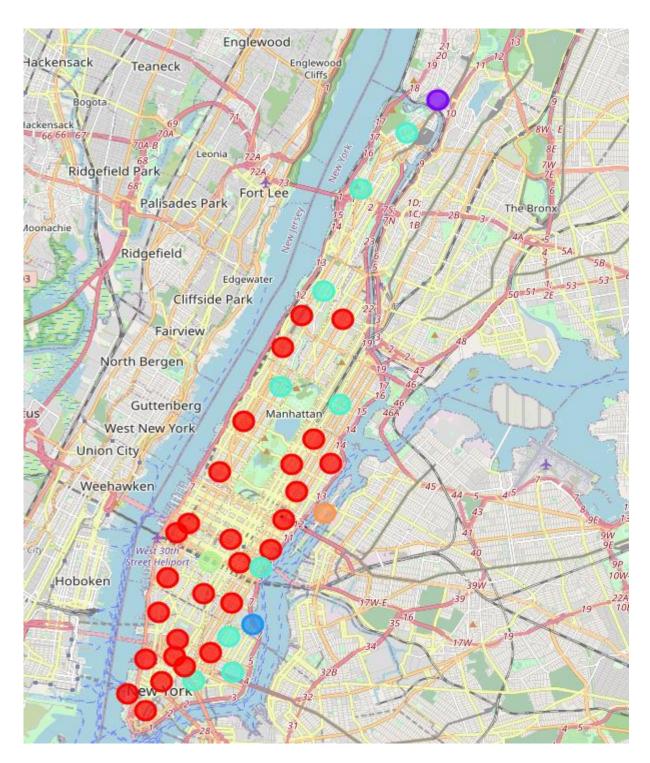


Figure 13: Clustered map of the most popular restaurants among Manhattan Neighborhoods

Result

From the data presented and analyzed, it is clear that there is demand for Category 0 (Cluster 0) – type restaurants, which are most likely to serve European-Asian Cuisine such as Italian, Chinese, French options.

There is an obvious lack of restaurants near Cluster 1. From these results, it has been recommended that European – Asian cuisine restaurant should be opened

Discussion

Most of the neighborhoods in Manhattan that had FourSquare restaurant data associated with them appear to have been categorized into Cluster 0. Based off of Figure 8, this cluster appears to show a high frequency of European-Asian cuisine options, including Italian, Chinese, Japanese, Korean, French.