

# Cab Fare Prediction

By, Sandeep A C

## INTRODUCTION

Now a day's cab rental services are expanding with the multiplier rate. The use of Data Science can help the enterprise to provide their customers a better service than before.

## PROBLEM STATEMENT

You are a cab rental start-up company. You have successfully run the pilot project and now want to launch your cab service across the country. You have collected the historical data from your pilot project and now have a requirement to apply analytics for fare prediction. You need to design a system that predicts the fare amount for a cab ride in the city.

## DATA

Number of attributes: 6

- pickup\_datetime - timestamp value indicating when the cab ride started.
- pickup\_longitude - float for longitude coordinate of where the cab ride started.
- pickup\_latitude - float for latitude coordinate of where the cab ride started.
- dropoff\_longitude - float for longitude coordinate of where the cab ride ended.
- dropoff\_latitude - float for latitude coordinate of where the cab ride ended.
- passenger\_count - an integer indicating the number of passengers in the cab ride.

Missing Values: Yes

## SYSTEM REQUIREMENTS

### Hardware Requirements:

Micro Processor: Intel processor

Main memory/RAM: 4GB

Hard Disk: 40 GB HHD/SSD

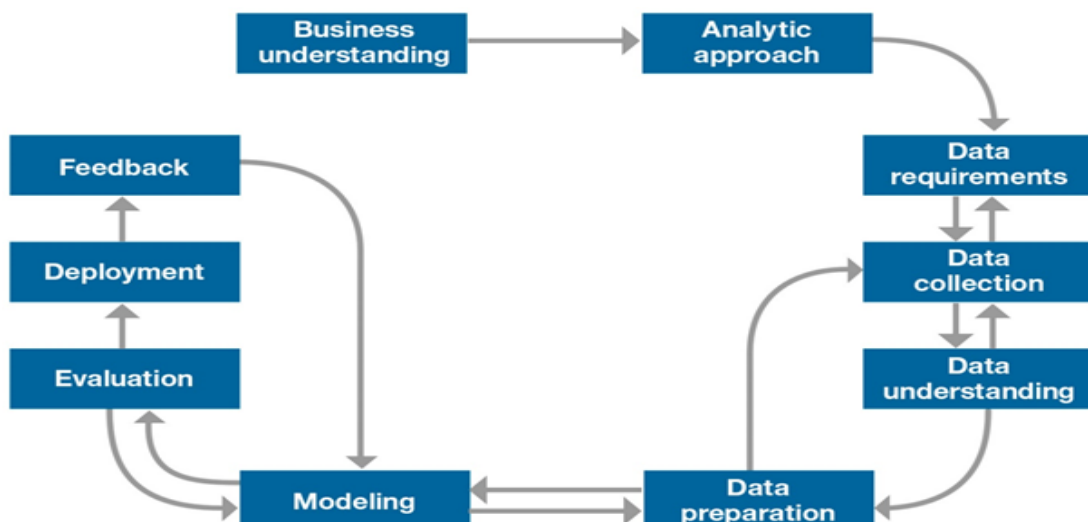
### Software Requirements:

Operating system: windows, mac, Linux

Framework: Anaconda, Jupyter Notebook

Programming Language: Python 3

## METHODOLOGY



# DESIGN AND IMPLEMENTATION

## 1. Collect the Data

Typical information-gathering methods include:

- Face-to-face or telephone interviews
- Surveys
- General research using published information about market categories
- Focus groups

In our case the dataset is already provided, which has 16067 rows and 7 columns.

## 2. Data Pre-Processing

It includes many phases. Considering Python code as base for explanation,

### *i. Missing Value Analysis*

Missing data can occur because of nonresponse, no information is provided for one or more items or for a whole unit. Sometimes missing values are caused by the researcher. For example, when the data collection is done improperly or mistakes are made in data entry, it is called Human Error.

There are different ways to deal with missing values in the data.

- **Imputation**

We can impute the missing values with its mean, median or mode.

There is also another method called KNN imputation, which is available in both R and Python.

- **Partial deletion**

When the missing values in the data are less, we can delete them since they do not affect the model accuracy as they are in less number.

In our case, we are doing partial deletion, since only 80 rows contain null, which is 0.49% of 16067 rows. By doing so, Number of rows reduced from 16067 to 15987.

### *ii. Outlier Analysis*

An **Outlier** is an object that deviates significantly from the rest of the objects. They can be caused by measurement or execution error. The analysis of outlier data is referred to as outlier analysis or outlier mining.

A simple way to way to detect outlier is to use boxplot.

For our data, the below images show the box plot, which are drawn in both R and Python.

If there is too much of data in outlier, then deleting them is not an efficient way, because we will lose lot of data.

- Latitudes range from -90 to 90 and longitudes range from -180 to 180. In the latitude and longitudes columns, there might be outliers. Remove them by using the function `outOfRangeValues(<dataframe>)`
- If there are any values equal to zero, even they are considered as outliers. Remove them by using the function `dropRowsWithValuesEqualToZero(<dataframe>)`
- Remove all outliers from passenger\_count variable using the function `cleanPassengerCount(<dataframe>)`

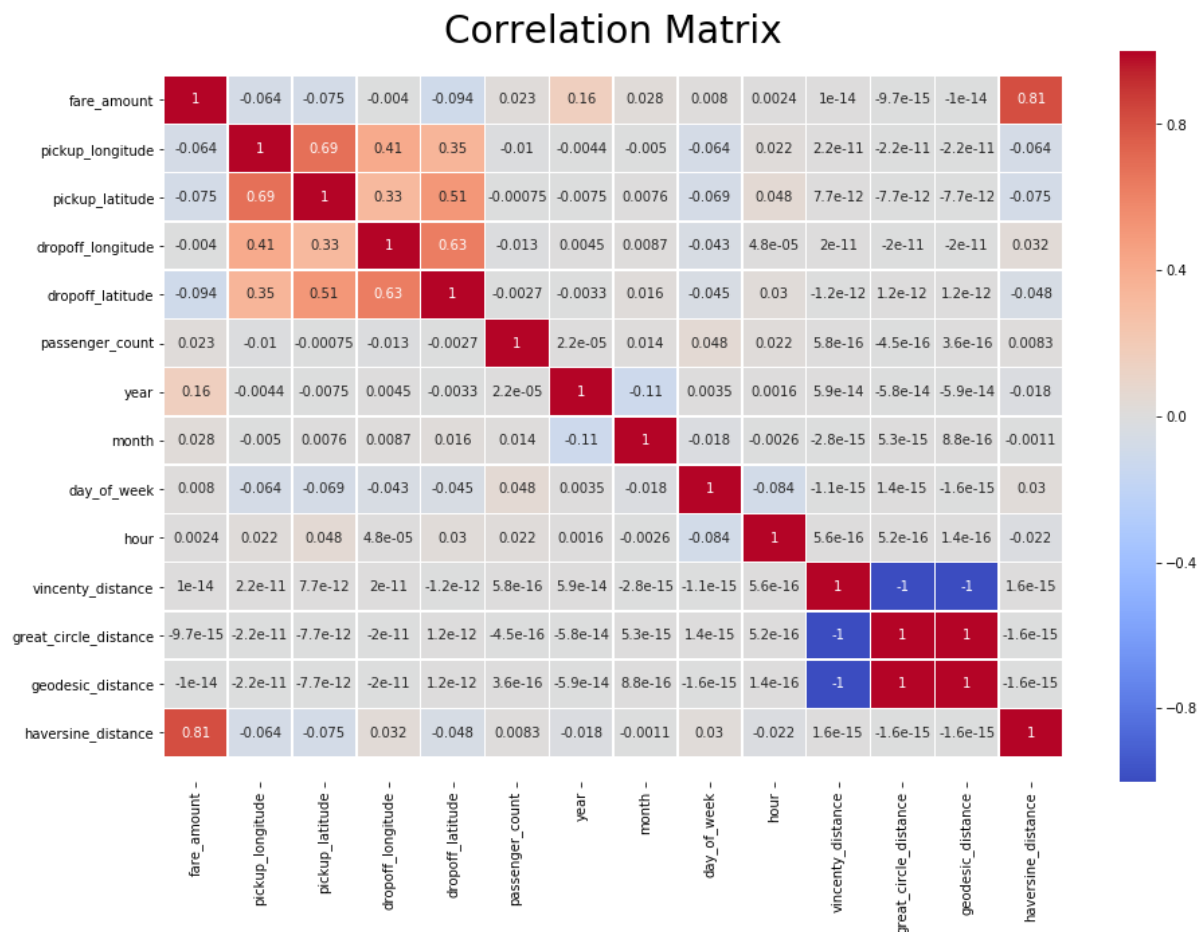
- Remove all outliers from fare\_amount variable using the function `cleanFareAmount(<dataframe>)`
- Removing all other outliers from all other variables using the function `outliers_treatment(<dataframe>)`

By doing outlier analysis, we have reduced the number of rows to 13353.

### iii. Feature Selection

For modelling, we have to select the columns or independent variables that will highly contribute to the dependent variable.

If there is no dependent variable, we have to find the collinearity between all the variables and if there is high collinearity between two variables, we can remove any one variable and keep the other.



**Fig: Correlation Matrix for Variables**

We are not removing any columns during feature selection.

### iv. Feature Scaling

**Feature Scaling** is a technique to standardize the independent **features** present in the data in a fixed range. There are different methods used in feature scaling,

- Rescaling (min-max normalization)
- Mean Normalization
- Standardization (Z-score Normalization)
- Scaling to Unit etc.

Standardization has to be applied when the data is normally/uniformly distributed.

In our case, we are taking the log of variables.

### 3. Model Creation

Sometimes the data or the business objectives lend themselves to a specific algorithm or model. Other times the best approach is not so clear-cut. As you explore the data, run as many algorithms as you can; compare their outputs. Base your choice of the final model on the overall results. Sometimes you're better off running an ensemble of models simultaneously on the data and choosing a final model by comparing their outputs.

## Results

#### i. Linear Regression

Mean Absolute Percentage Error: 20.70335519304837

Which means model is  $(100 - 20.70) = 79.29664480695163\%$  correct.

#### ii. Logistic Regression

Logistic regression can be applied only when there is binary output.

#### iii. Random Forest

Mean Absolute Percentage Error: 23.034737419577784

Which means model is  $(100 - 23.03) = 77.71\%$  correct.

#### iv. Decision Tree

Mean Absolute Percentage Error: 28.03719176058775

Which means model is  $(100 - 28.03) = 71.96280823941225\%$  correct.

#### v. SVR

Mean Absolute Percentage Error: 20.818938161417417

Which means model is  $(100 - 20.81) = 79.18106183858258\%$  correct.

#### vi. K Neighbour Regressor

Mean Absolute Percentage Error: 26.352797895559853

Which means model is  $(100 - 26.35) = 73.64720210444014\%$  correct.

#### vii. Gradient Boosting Regressor

Mean Absolute Percentage Error: 20.98421890922855

Which means model is  $(100 - 20.99) = 79.01578109077145\%$  correct.