

Problem Statement

- To recommend the best neighborhood to live, to buy a house, to rent an apartment or build a restaurant etc in Chicago, Illinois.
- To understand the similarities and differences between the neighborhoods using Unsupervised K-Mean Clustering Algorithm.

Objective

- Collecting the top trending venues in the using Foursquare API(Beautiful Soup, http request)
- Forming neighborhood clusters based on venue categories using unsupervised k-mean clustering algorithm(sklearn)
- Identifying and understanding the similarities and differences between two chosen neighborhoods to retrieve more insights and to conclude which neighborhood wins over other.

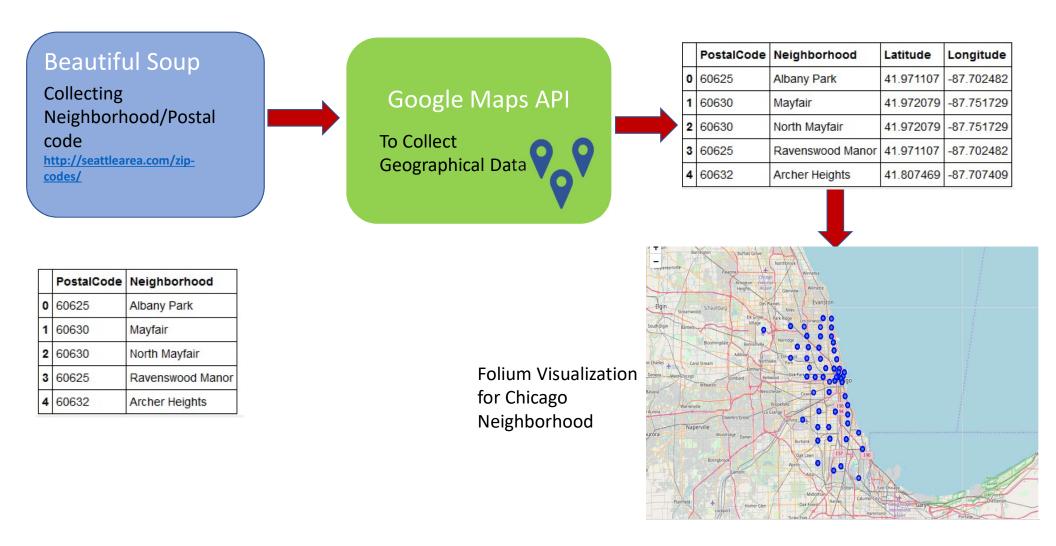
Python packages and Dependencies:

- Pandas Library for Data Analysis
- NumPy Library to handle data in a vectorized manner
- JSON Library to handle JSON files
- Geopy To retrieve Location Data
- Requests Library to handle http requests
- Matplotlib Python Plotting Module
- Sklearn Python machine learning Library
- Folium Map rendering Library

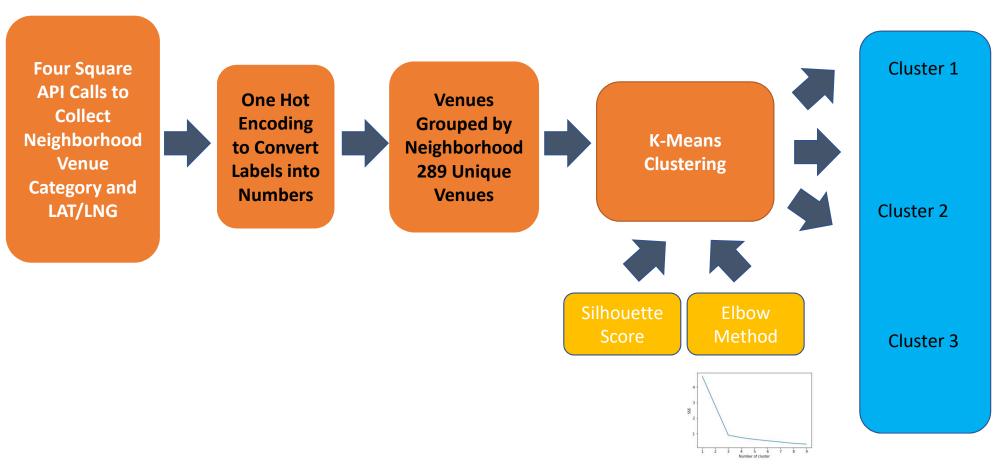
Work flow

- Web Scraping and Data Wrangling
- Top Trending Places Extraction and Clustering
- Decision Making based on the clustered neighborhoods, Population Distribution, School Ratings, Median House Price Analysis

Web Scraping and Data Wrangling

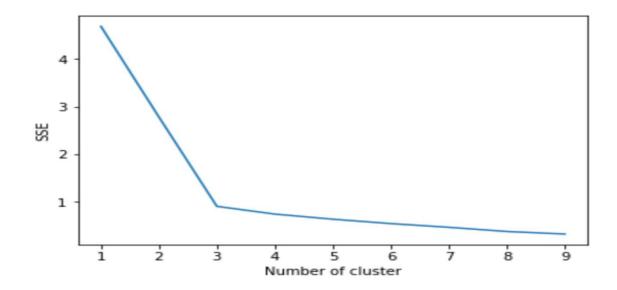


Venues Extraction using Four Square API and Clustering

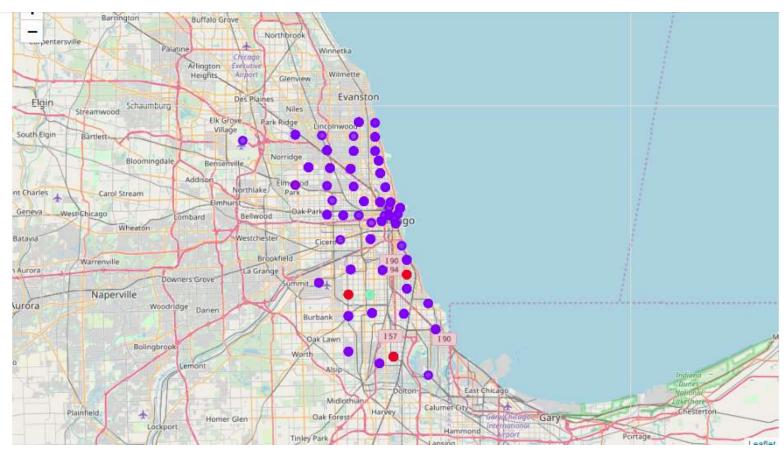


Elbow Criterion Method

Elbow method is to run k-means clustering on a given dataset for a range of values of k and for each value of k and calculate sum of squared errors (SSE).



Cluster Neighborhood



sklearn.metrics.silhouette_scor e

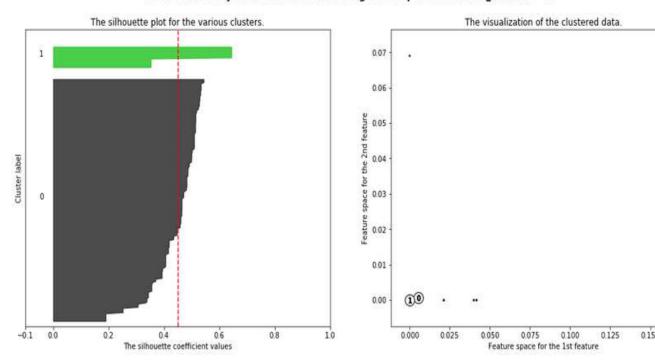
The Silhouette Coefficient is calculated using the mean intra-cluster distance (a) and the mean nearest-cluster distance (b) for each sample.

The formula for the Silhouette Coefficient of a sample is (b - a) / max(a, b).

The best value is 1 and the worst value is -1. Values near 0 indicate overlapping clusters. Negative values generally indicate that a sample has been assigned to the wrong cluster.

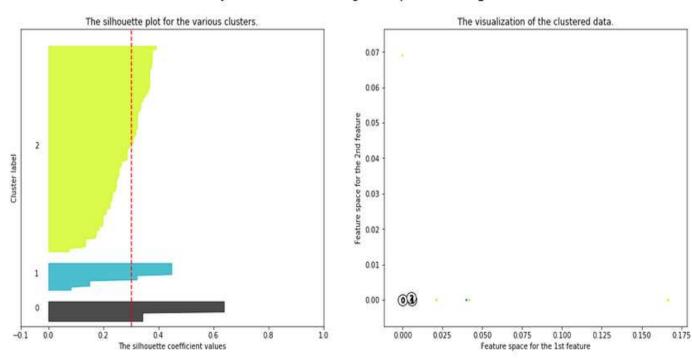
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For 2 Clusters the average silhouette_score is: 0.45129474688303467
For 3 Clusters the average silhouette_score is: 0.30224267891889856
For 4 Clusters the average silhouette_score is: 0.3449303029949109
For 5 Clusters the average silhouette score is: 0.3858319904775224
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Silhouette analysis for KMeans clustering on sample data with n_clusters = 2

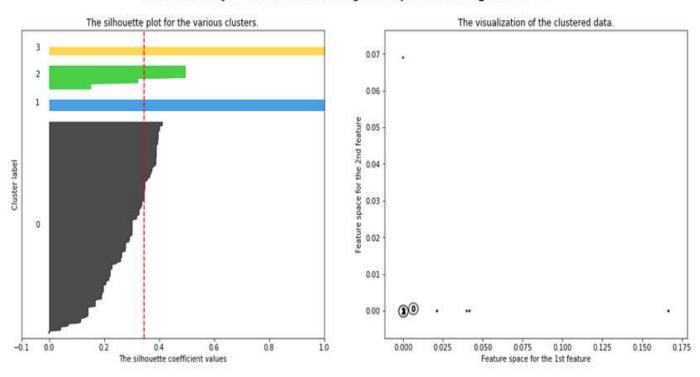


0.175

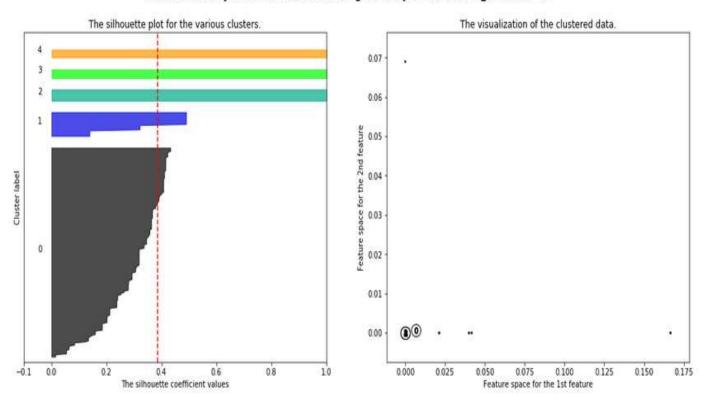
Silhouette analysis for KMeans clustering on sample data with n_clusters = 3

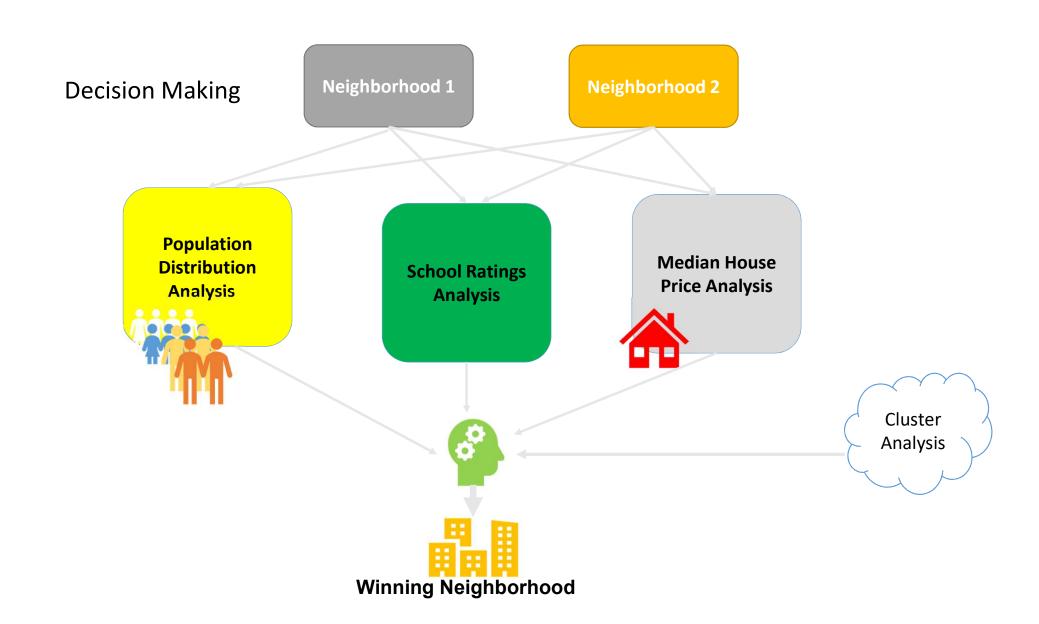


Silhouette analysis for KMeans clustering on sample data with n_clusters = 4

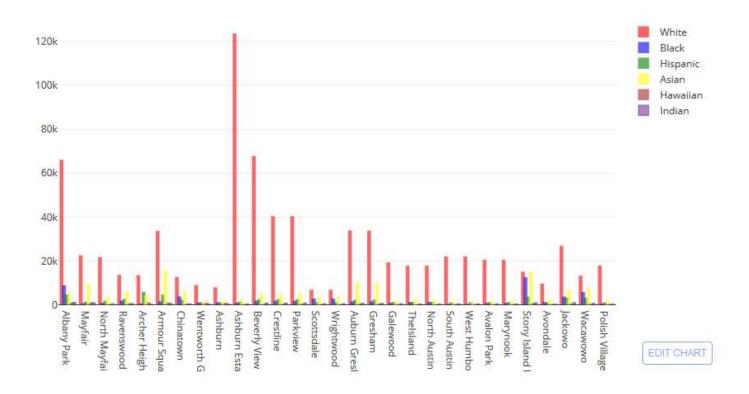


Silhouette analysis for KMeans clustering on sample data with n_clusters = 5

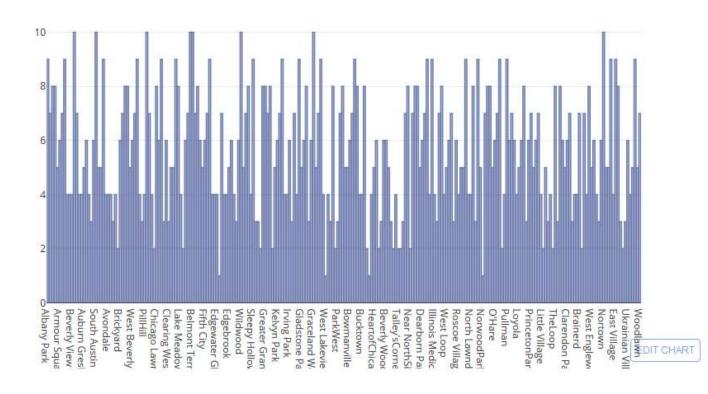




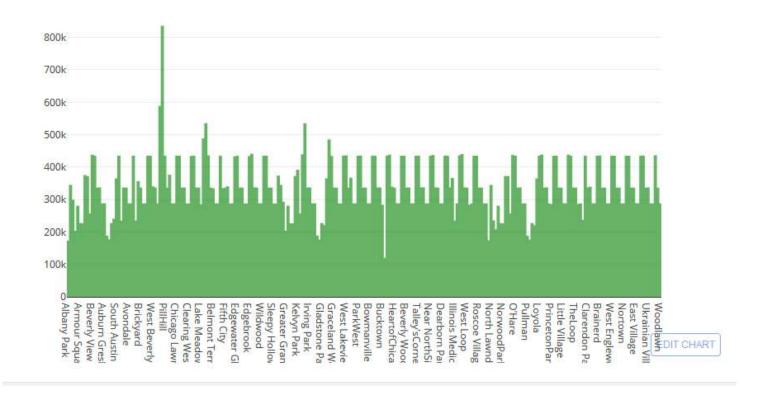
POPULATION DISTRIBUTION



AVERAGE SCHOOL RATINGS



MEDIAN HOUSE PRICE



Comparison between Neighborhoods - Chicago

Armour Square and Parkview

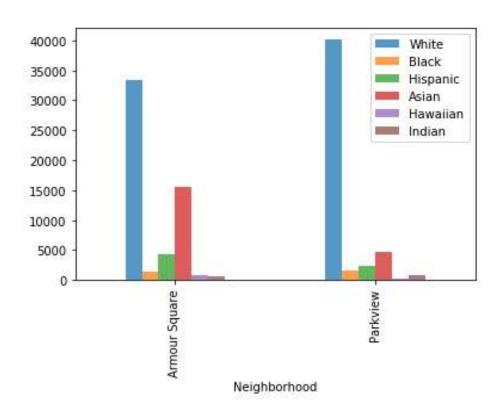
Now lets compare 2 neighborhoods to choose one that best matches our requirements as given below

- 1. More Indian Population
- 2. Higher School Rating
- 3. Reasonable Housing Price in the Range of 300k to 500k
- 4. Comfortable Neighborhoods

Neighborhood Venues

Neighborhood	Armour Square	Parkview
PostalCode	60609	60652
Latitude	41.8063	41.7429
Longitude	-87.6482	-87.7123
Cluster Labels	1	1
1st Most Common Venue	Discount Store	Gas Station
2nd Most Common Venue	Donut Shop	Italian Restaurant
3rd Most Common Venue	Pharmacy	American Restaurant
4th Most Common Venue	Coffee Shop	Liquor Store
5th Most Common Venue	Supermarket	Clothing Store
6th Most Common Venue	Event Space	Train Station
7th Most Common Venue	Dry Cleaner	Park
8th Most Common Venue	Dumpling Restaurant	Yoga Studio
9th Most Common Venue	Eastern European Restaurant	Electronics Store
10th Most Common Venue	Electronics Store	Donut Shop

Population distribution



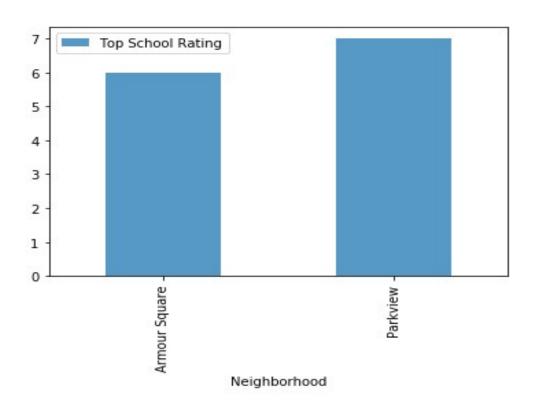
Population_Comparison['Indian']

Neighborhood

Armour Square 618

Parkview 783

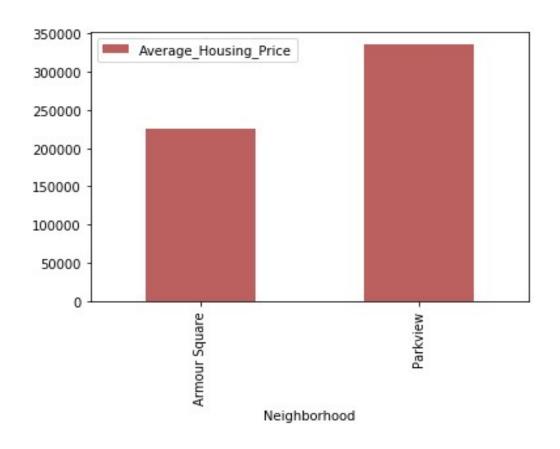
School ratings



School rating_comparison

	Top School Rating
Neighborhood	
Armour Square	6
Parkview	7

Average housing price



	Average_Housing_Price	
Neighborhood		
Armour Square	225740.0	
Parkview	335060.0	

Conclusion

- This Analysis concludes that compared to Bellevue,
- Parkview has the higher number of population (including Indians)
- Good school rating of 7
- Reasonable average housing price of approximately 330k
- also top 10 common venues shows Parview has got a good neighborhood with Gas station, Italian and American Restautrant, Train Station, Clothing Store, Park, Donut Shop and many more.

Hence Parview wins over Armour Square!

