



SEOUL BIKE RENTAL CASE STUDY



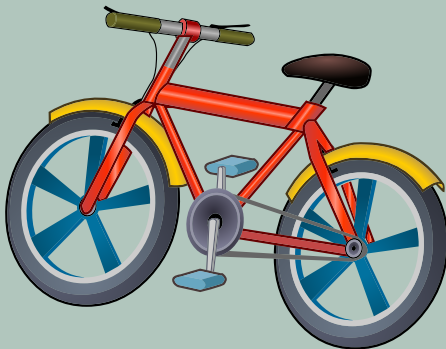
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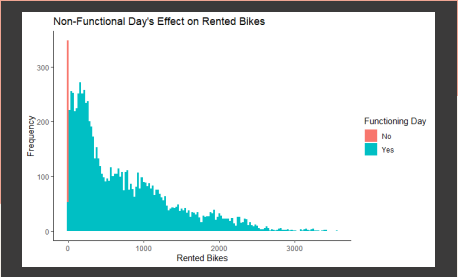
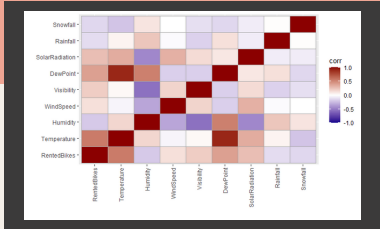
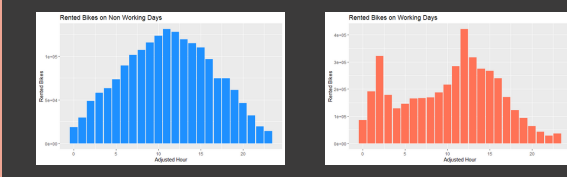
STEP 1. INTRODUCTION

- Brief background about rental bikes
- When do people in Seoul use bikes?
- Our process



STEP 2. DATA CLEANING

- Extracted Dates from the Date Column
- Dropped Dew Point because of Multicollinearity
- Dropped Nonfunctioning days because it wasn't relevant to our question
- Adjusted Hours to better model rental bike usage.
- Created additional variables to model behavior.

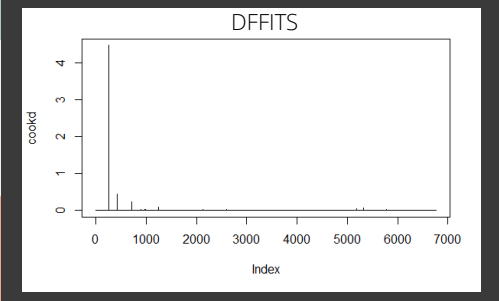
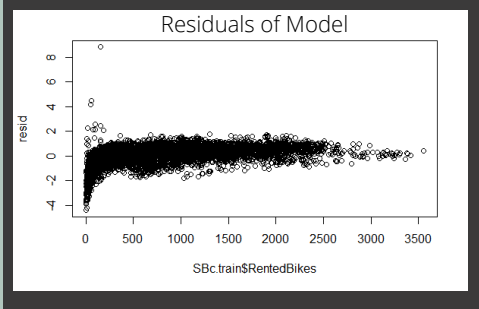


STEP 3. MODEL SELECTION

We first broke the data into train and test.
We ended up predicting $\log(\text{RentedBikes})$ using:

- **Hour + I(Hour²)**
- **Temperature + Humidity + Rainfall**
- **Working + RushHour**

We chose this model because it provided a good balance between having a low number of predictors and a high adjusted R² (0.63)

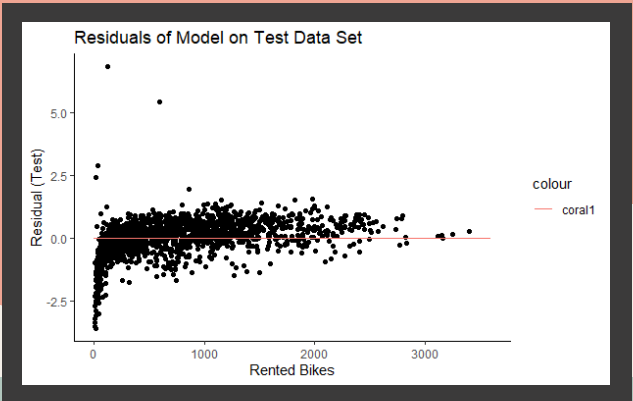


STEP 4. MODEL VALIDATION

We used the model on the validation data set and got:

- Adjusted R² = 0.55
- RMSE = 965.24
- MAE = 718.96

Our model has problems...



STEP 5. CONCLUSION

- Model Conclusions
- Limitations

