Project Report On HR-Employee-Attrition

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AIT-580 Analytics: Big Data to Information

1. Abstract

Employee attrition is a circumstance which an organization or employer is faced with when employees quit. People tend to change occupations to other organizations where they are dissatisfied with their current job or have issues with the office facilities and culture. In general, when there is high demand for people in an industry due to mass retirements or organizational expansion, employee attrition will be very high. When there are more job opportunities on the market, there will be a higher attrition rate. Due to the demand for software goods across all industries, the software industry once suffered a significant attrition rate from employers due to large openings globally in the software business. The Human Resources Department maintains the records of employees in-order to identify and mitigate the factors causing attrition.

2.Introduction

The dataset I've chosen is that of HR-Employee-Attrition. I've always been wanting to understand the working of an organization (i.e. What all are the attributes of an employee that are tracked by an organization). By using this dataset for my project, I will understand the factors considered in a particular decision-making process.

The Questions which I want to answer through this dataset are:

- i) Is there higher attrition in a particular department?
- ii) How is the attrition being influenced by the Percentage of Salary Hike?
- iii) What are major factors causing employees to quit?
- iv) To which field do the most educated people belong to?

By Answering these questions, organizations can take measures to improve the retention rate of their employees.

3.Literature Review

Employee attrition is a circumstance in which an organization or employer is faced with when employees quit. People tend to change occupations to other organizations where they are dissatisfied with their current job or have issues with the office facilities and cultureWhen there are more job opportunities on the market, there will be a higher attrition rate. Due to the demand for software goods across all industries, the software industry once suffered a significant attrition rate from employers due to large openings globally in the software business.

The above thread explains the topic and briefly states a few factors causing Employee attrition.

The concept of employee attrition & retention is the representation of employee movement in an organization, which is thought of by HR researchers. They are two sides of same coin. Employee attrition & retention may be result of the negative or positive influence of the various factors. The needs and wants of employees are ever-changing. Their expectation can be expressed as their wish to be employed at a place to work to that of being employed at a Great place to work. The organizations that are able to cope up with these varying factors of employee profile will be able to improve employee commitment, reduce attrition and hence will be able to retain their employees.

In the 1980s, a great deal of literature evolved calling for a strategic role for human resources. The increased interest in HR stems from the assumption that employees and the way they are managed are critically important to the achievement of organizational goals, and provide an edge which can sustain a competitive advantage over the competition. Research and professionals agree that HR management will play an increasingly important role in the future. HR will need to identify the relevant factors and take steps to minimize attrition in order to maintain high performer talent pools.

The above thread explains the topic and also implies the importance of HR management in the analysis and control of Employee attrition.

The majority of voluntary turnovers are caused by people who hunt for more money, better benefits, an improved work/life balance, more opportunities for career advancement, time for health problems or relocations, greater flexibility, or to escape toxic or ineffective managers or workplaces.

Exit interviews should be facilitated by Human Resources for all departing employees. Developing a deeper understanding of the causes of voluntary turnover -and finding solutions to those problems -is an essential part of talent management. Assuring employees that their answers will remain confidential and that they won't affect the company's response to references or employment confirmation requests can encourage them to be honest in exit interviews.

The above thread briefly sheds light on some of the factors causing Employee attrition. Our Analysis of the dataset for this project will help us attain a clearer idea on the topic.

4. Data Pre-Processing

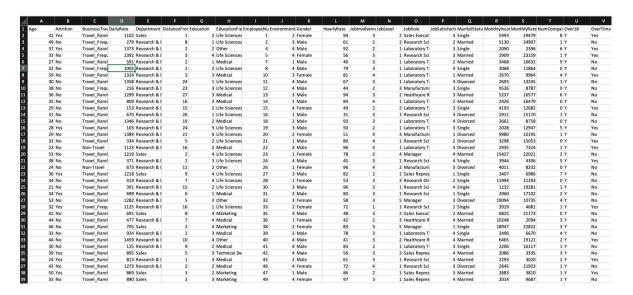
Data preprocessing refers to the modification of data before it is used in order to enhance performance during its analysis and model building. It is an important step in the data mining process. The Data which we have used for the project is in the form of a csv file. It contains 1470 rows and 33 columns.

Our data contains few Categorical variables like Attrition, Gender, Department and EducationField.

It also contains some numeric variables like MonthlyIncome, DistanceFromHome and YearsAtCompany

Data Cleaning: Data cleaning is the process of modifying the data in order to analyze or build models using the data.

Before Data Cleaning:



The steps I have followed for Data cleaning are:

i) I have checked for Null values and Duplicate rows. There were no such values.

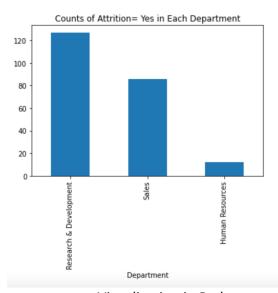
- ii) I have removed the following columns (Over18, EmployeeNumber, HourlyRate, MonthlyRate, DailyRate) as they had a single value or they were of no use in predicting the attrition.
- iii) I have checked and removed the outliers using Boxplot visualization from the library matplotlib

After Data Cleaning:

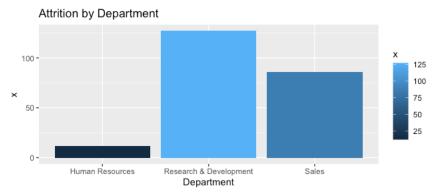
ge Attrition	BusinessTrav Department	DistanceFror Education	EducationFie Environment Gender		JobInvolvem (JobLevel	JobRole	JobSatisfacti MaritalStatu MonthlyIncoi NumCompar OverTime			PercentSalar Performance Relationship StockOptionI			
41 Yes	Travel_Rarel Sales	1	2 Life Sciences	2 Female	3	2 Sales Execut	4 Single	5993	8 Yes	11	3	1	0
49 No	Travel_Frequ Research &	[8	1 Life Sciences	3 Male	2	2 Research Sc	i 2 Married	5130	1 No	23	4	4	1
37 Yes	Travel_Rarel Research &	[2	2 Other	4 Male	2	1 Laboratory T	3 Single	2090	6 Yes	15	3	2	(
33 No	Travel_Frequ Research &	[3	4 Life Sciences	4 Female	3	1 Research Sc	i 3 Married	2909	1 Yes	11	3	3	(
27 No	Travel_Rarel Research &	[2	1 Medical	1 Male	3	1 Laboratory T	2 Married	3468	9 No	12	3	4	1
32 No	Travel_Frequ Research &	[2	2 Life Sciences	4 Male	3	1 Laboratory T	4 Single	3068	0 No	13	3	3	(
59 No	Travel_Rarel Research &	1 3	3 Medical	3 Female	4	1 Laboratory T	1 Married	2670	4 Yes	20	4	1	- 3
30 No	Travel_Rarel Research &	[24	1 Life Sciences	4 Male	3	1 Laboratory T	3 Divorced	2693	1 No	22	4	2	
38 No	Travel_Frequ Research &	[23	3 Life Sciences	4 Male	2	3 Manufacturi	i 3 Single	9526	0 No	21	4	2	(
36 No	Travel_Rarel Research &	[27	3 Medical	3 Male	3	2 Healthcare F	R 3 Married	5237	6 No	13	3	2	2
35 No	Travel_Rarel Research &	[16	3 Medical	1 Male	4	1 Laboratory T	2 Married	2426	0 No	13	3	3	1
29 No	Travel_Rarel Research &	[15	2 Life Sciences	4 Female	2	2 Laboratory T	3 Single	4193	0 Yes	12	3	4	(
31 No	Travel_Rarel Research &	[26	1 Life Sciences	1 Male	3	1 Research Sc	i 3 Divorced	2911	1 No	17	3	4	
34 No	Travel_Rarel Research &	[19	2 Medical	2 Male	3	1 Laboratory T	4 Divorced	2661	0 No	11	3	3	
28 Yes	Travel_Rarel Research &	[24	3 Life Sciences	3 Male	2	1 Laboratory T	3 Single	2028	5 Yes	14	3	2	-
29 No	Travel_Rarel Research &	[21	4 Life Sciences	2 Female	4	3 Manufacturi	1 Divorced	9980	1 No	11	3	3	
32 No	Travel_Rarel Research &	[5	2 Life Sciences	1 Male	4	1 Research Sc	i 2 Divorced	3298	0 Yes	12	3	4	2
22 No	Non-Travel Research &	[16	2 Medical	4 Male	4	1 Laboratory T	4 Divorced	2935	1 Yes	13	3	2	- 1
38 No	Travel_Rarel Research &	[2	3 Life Sciences	4 Male	3	1 Research Sc	i 4 Single	3944	5 Yes	11	3	3	(
24 No	Non-Travel Research &	[11	2 Other	1 Female	4	2 Manufacturi	3 Divorced	4011	0 No	18	3	4	1
36 Yes	Travel_Rarel Sales	9	4 Life Sciences	3 Male	2	1 Sales Repres	s 1 Single	3407	7 No	23	4	2	(
21 No	Travel_Rarel Research &	[15	2 Life Sciences	3 Male	3	1 Research Sc	i 4 Single	1232	1 No	14	3	4	(
34 Yes	Travel_Rarel Research &	[6	1 Medical	2 Male	3	1 Research Sc	i 1 Single	2960	2 No	11	3	3	(
32 Yes	Travel_Frequ Research &	[16	1 Life Sciences	2 Female	1	1 Research Sc	i 1 Single	3919	1 Yes	22	4	2	(
42 No	Travel_Rarel Sales	8	4 Marketing	3 Male	3	2 Sales Execut	2 Married	6825	0 No	11	3	4	
44 No	Travel_Rarel Research &	1 7	4 Medical	1 Female	2	3 Healthcare F	R 4 Married	10248	3 No	14	3	4	
33 No	Travel_Rarel Research &	[2	3 Medical	3 Male	3	1 Laboratory T	4 Single	2496	4 No	11	3	4	(
44 No	Travel_Rarel Research &	[10	4 Other	4 Male	3	2 Healthcare F	R 4 Married	6465	2 Yes	13	3	4	- (
30 No	Travel_Rarel Research &	[9	2 Medical	4 Male	2	1 Laboratory T	3 Single	2206	1 No	13	3	1	(
39 Yes	Travel_Rarel Sales	5	3 Technical De	4 Male	3	2 Sales Repres	s 4 Married	2086	3 No	14	3	3	
24 Yes	Travel_Rarel Research &	[1	3 Medical	2 Male	3	1 Research Sc	i 4 Married	2293	2 Yes	16	3	1	
43 No	Travel_Rarel Research &	[2	2 Medical	4 Female	4	1 Research Sc	i 3 Divorced	2645	1 No	12	3	4	
50 Yes	Travel_Rarel Sales	3	2 Marketing	1 Male	2	1 Sales Repres	s 3 Married	2683	1 Yes	14	3	3	(

Answering the Research Questions:

1) Is there higher attrition in a particular department?



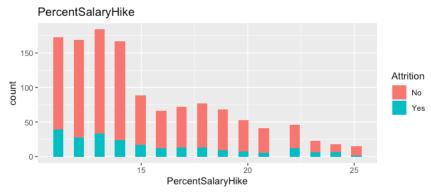
Visualization in Python



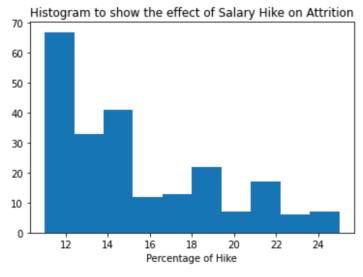
Visualization in R

From the above visualizations we can say that there is higher attrition in Research and Development Department.

2) How is the attrition being influenced by the Percentage of Salary Hike?



Visualization in R



Visualization in Python

From the above visualizations we can say that as the Salary Hike increases Attrition Decreases.

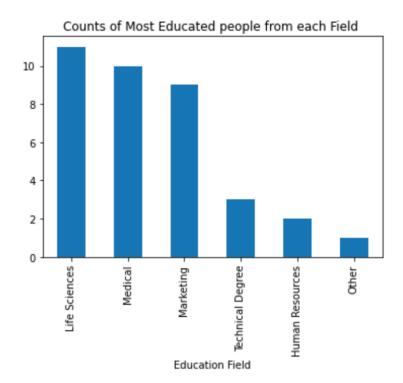
3) What are major factors causing employees to quit?

This can be known by using the function dataframe.corr(). After looking at the output we can conclude that the major factors influencing attrition are:

- i) Did the employee work Overtime
- ii) Years in Current Role
- iii) Years with Current Manager
- iv) Years At company
- v) Job Level

-ve Correlation indicates Inversely proportional and +ve correlation indicates directly proportional

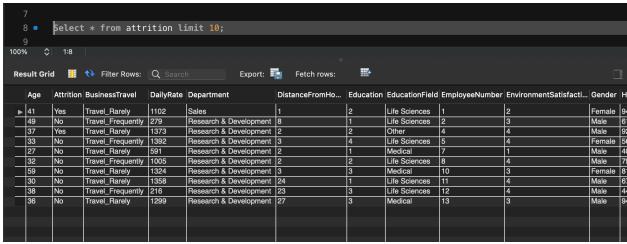
4) To which field do the most educated people belong to?



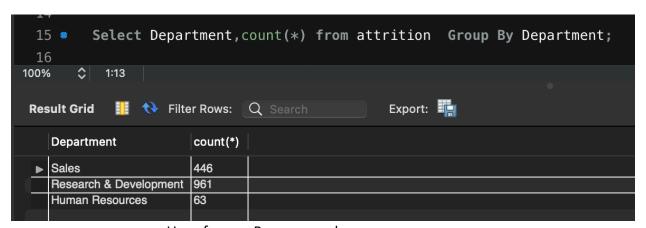
Most Educated people belong to Life Sciences.

I have also built a Decision Tree Classifier to implement the learnings of my course. The code and its output has been attached in python file attached in the submission(.ipynb)

5. SQL Commands



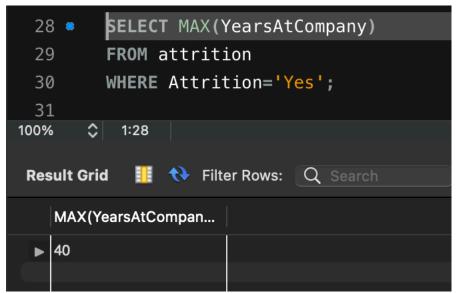
Brief Overview of data



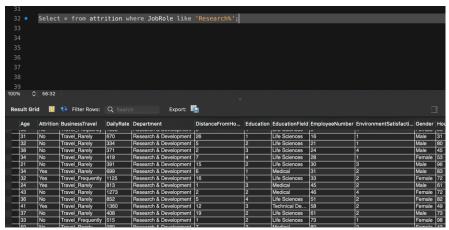
Use of group By command

```
19 • SELECT COUNT(Gender) as Count, Gender
       FROM attrition
 20
       where Attrition='Yes'
 21
    GROUP BY Gender ;
 22
 23
      $
100%
         1:17
                                            Export:
           Filter Rows: Q Search
Result Grid
   Count Gender
   87
        Female
   150
        Male
```

Use of Count and Group by Function



Use of max function



Use of 'Like' command

6. Conclusion

The outcomes of the Research Questions can be analyzed and incorporated into the values of an organization by the human resources department in order to improve the retention rate of employees .

Citations:

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- viii) GGPLOT2 histogram plot: Quick Start Guide R Software and Data Visualization. STHDA. (n.d.). Retrieved May 8, 2022, from http://www.sthda.com/english/wiki/ggplot2-histogram-plot-quick-start-guide-r-software-and-data-visualization
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