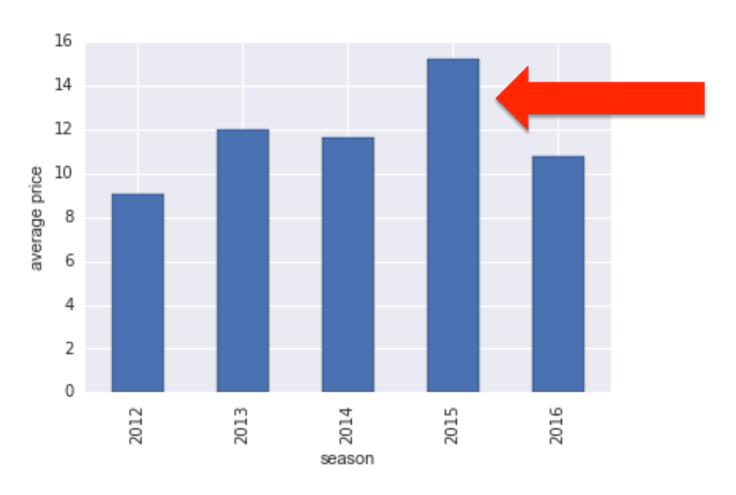


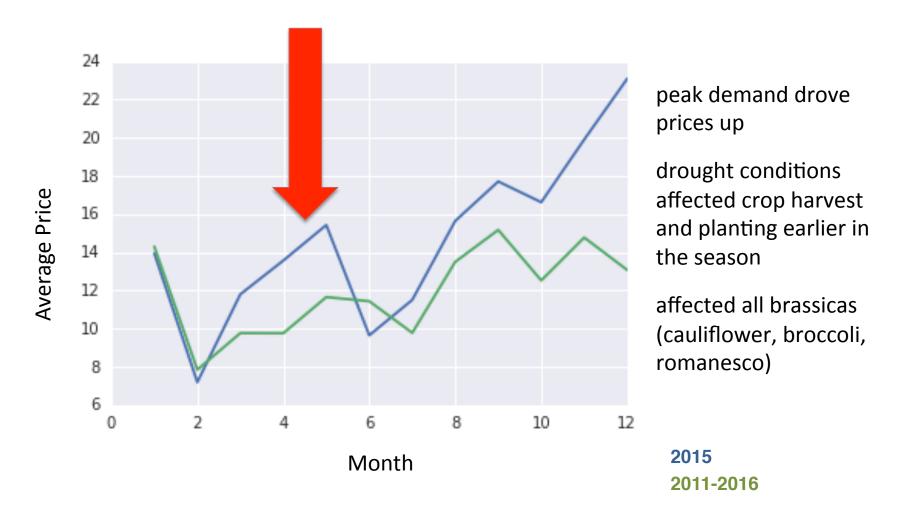
the great California brassica crisis of 2015

what the hell happened in 2015?



average broccoli price by season

higher than average price spike in September



contract structures for produce

- pay market price
- contract
 - we pay x\$ a pound, no matter what, for the agreed upon time frame
 - we'll buy XX number of pounds at x\$ over an agreed upon period of time
 - farmers don't love this for obvious reasons

contract plus

- contract plus a percentage if market value goes above an agreed upon amount
 - example: we agree to pay \$12 a pound unless the price goes above \$15, then we'll add a dollar to our base price for every dollar the market raises (if market is \$18, we would then be paying \$15)
- protection for the buyer and the farmer, a compromise
- where do you set the trigger?

THE DATA

brought to you by the United States Department of Agriculture

8744 rows by date and sale point 2011-2015

- city (in CA)
- package (case size) demand tone
- variety (crown cut or
- low price
- high price
- mostly low price
- mostly high price

- season (year)

 - market tone

- 32 columns total with a lot of nulls and empty columns
 - market and demand tones were entered as strings with typos and no formatting

cleaning the data

INCHED FAIL® Y standardize the varieties and turn into integers HED FAIRLY GOOD, CROWN CUT GOOD, ',

```
#convert variety strings to categories for bunch = 0, and crown cut = 1)
b['variety'] = b.variety.map({'BUNCH':0, 'CROWN CUT':1})
b['variety'].unique()
array([0, 1])
              create an average price column and an average mostly column (just in case)
#adding 2 coloumns with the average price for each data point, both 'mostly" and straight price
b['avg price'] = b[['low price', 'high price']].mean(axis=1)
b['avq mostly price'] = b[['mostly low', 'mostly high']].mean(axis=1)
#replace all isnulls with overall average
b['avg price'].mean()
11.80257815419112
b['avg mostly price'].mean()
11.493161428135432
b['avg price'].fillna(11.80,inplace=True)
b['avg mostly price'].fillna(11.49,inplace=True)
```

LOWER PR. • E Standardized and shorten the column names, drop empty columns, fill nulls LOWER

LOBS 1 BUNCLWITH averages, added a month column CHED VERY LIGHT, CROWN CUT LIGHT 1 BUNCHED FAIR

cleaning the data

market and demand tone, the messiest bits

• not standardized, entered by hand (with typos), strings, with an unintuitive hierarchy structure (is fairly light, better than moderate or mostly moderate?

```
breaks demand tone into 3 categories, bunched, crown cut and general based on a 5 pt scale

VERY LIGHT = 0

LIGHT = 1

FAIRLY LIGHT = 2

MODERATE = 3

FAIRLY GOOD = 4

GOOD = 5

VERY GOOD = 6

and then fill any na with the coloumn average
```

'\nbreaks demand tone into 3 categories, bunched, crown cut and general based on a 5 pt scale\nVERY LIGHT = 0\nLIGHT = 1\nFAIRLY LIGHT = 2\nMODERATE = 3\nFAIRLY GOOD = 4\nGOOD = 5\nVERY GOOD = 6 \nand then fill any na with the coloumn average\n'

```
#breaks "bunched" demand out of demand tone
def f(x):
    if 'BUNCHED VERY LIGHT' in str(x):
        return 0
    elif 'BUNCHED LIGHT' in str(x):
        return 1
    elif 'BUNCHED FAIRLY LIGHT' in str(x):
        return 2
    elif 'BUNCHED MODERATE' in str(x):
    elif 'BUNCHED FAIRLY GOOD' in str(x):
        return 4
    elif 'BUNCHED GOOD' in str(x):
        return 5
    elif 'BUNCHED VERY GOOD' in str(x):
        return 6
b['demand bunch'] = b['demand tone'].apply(f)
```

b['demand_bunch'].mean()

3.152444870565676

'MUCH HIGHER.'

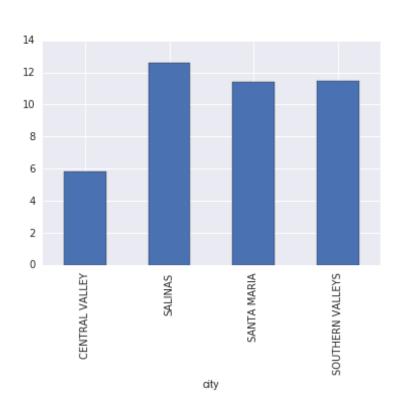


models: trees, lines and buckets

- 3 machine learning models
 - decision tree (rmse 4.69, with 3 splits)
 - curious what a random forest would look like with more splits and more options to work through the noise
 - linear regression (27% accurate)
 - too difficult to predict the price exactly
 - this was a little heartbreaking
 - logistic regression (60% accurate, with no tuning)
 - split it into 5 price buckets to predict
 - worked much better but the range was still very high
 - with more tuning, i can dial this in for a better prediction

surprises

- correlations were not what I expected
 - high correlation between season, month and price were not surprising
 - low correlation between market tone and weather
 - possible data integrity issue?
- low linear regression score
- high variation by location



challenges

- data cleaning was the largest challenge
- finding a model that worked well
- choosing the best parameter was more challenging than I thought it would be
- integrity and scope of the initial dataset
 - first time I worked with data too big to look at the whole thing reasonably for patterns before I started, had to rely on the machine learning models

\$18.75

projected price of broccoli in September 2016