Darian Gurrola D209 Task2

March 7, 2024

1 D209 Performance Assessment Task 2

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1.3 A1.

The question I will pose for this analysis is "What factors contribute the most to customer tenure?". We will answer this question using a random forest regression model.

1.4 A2.

One of the goals of this analysis is to develop a random forest model to accurately predict the length of a customer's tenure with the telecommunications company.

1.5 B1.

Random forest is a supervised learning method that can be used to solve both classification and regression problems. It works by constructing multiple decision trees at training time and outputting the mean or mode of predictions of the individual trees (Raj, 2020). The premise behind random forest is that a collection of decision trees will provide more accurate predictions than a single tree. The expected outcome of this analysis is to develop a a random forest model that can predict the length of a patient's initial hospital stay with reasonable accuracy.

1.6 B2.

Random forest models utilize a technique called bootstrap aggregation. Each decision tree in the random forest model in trained on a different subset of data, called a bag, and the results of each tree are aggregated to generate a prediction. One of the assumptions about bootstrapping, which extends to random forest models, is that the samples used are representative of the population (Frost).

1.7 B3.

I used a variety of python libraries to develop and refine my random forest regression model. I used pandas to import and manipulate the churn dataset. Numpy was used to perform basic calculations during the data cleaning process. Seaborn was used to generate data visualizations and explore the data. Lastly, I imported a variety of methods from the Sklearn library to instantiate the random forest regression model, select the best feaures for the model, split the data, perform hyperparameter tuning, and calculate various performance metrics.

1.8 C1.

One of the preprocessing goals for this analysis is to clean the churn dataset. This process will involve detecting and treating any duplicates, missing values, or outliers. Data cleaning is required to produce consistent, structured, and accurate data for use in an analysis. Failure to treat data quality issues could cause the regression model to produce misleading results and render any insights useless. We must ensure that the data is reliable so that the model can achieve optimal accuracy.

1.9 C2.

The variables below will be used to perform the analysis.

Tenure - Numerical

Population - Numerical

Children - Numerical

Age - Numerical

Income - Numerical

Outage sec perweek - Numerical

Yearly_equip_failure - Numerical

Techie - Categorical

Contract - Categorical

TechSupport - Categorical

MonthlyCharge - Numerical

Bandwidth GB Year - Numerical

Item1 - Categorical

Item2 - Categorical

Item3 - Categorical

Item4 - Categorical

1.10 C3.

Data preprocessing is a necessary element in developing a random forest model because it transforms the data in a way that makes it compatible with machine learning algorithms. For this analysis, I took various steps to prepare the data and ensure an accurate model. My approach was to import the initial data, explore the data using summary statistics, detect and treat any data quality issues, re-express categorical variables, select features for the model, and lastly, scale the data.

I imported the initial data by using the pandas "read_csv()" method on the "churn_clean.csv" file. The data was assigned to a pandas dataframe called "df_churn". I printed the first five rows and the data types of "df_churn" to understand what the data looks before any manipulation took place.

```
df_churn = pd.read_csv('churn_clean.csv')
     df churn.head()
[3]:
        CaseOrder Customer_id
                                                            Interaction
     0
                 1
                       K409198
                                 aa90260b-4141-4a24-8e36-b04ce1f4f77b
                 2
                                 fb76459f-c047-4a9d-8af9-e0f7d4ac2524
     1
                       S120509
     2
                 3
                                 344d114c-3736-4be5-98f7-c72c281e2d35
                       K191035
     3
                 4
                        D90850
                                 abfa2b40-2d43-4994-b15a-989b8c79e311
                 5
                       K662701
                                 68a861fd-0d20-4e51-a587-8a90407ee574
                                       UTD
                                                    City State
                                                                                  County
        e885b299883d4f9fb18e39c75155d990
                                                                 Prince of Wales-Hyder
                                             Point Baker
                                                             AK
                                             West Branch
     1
        f2de8bef964785f41a2959829830fb8a
                                                             ΜI
                                                                                  Ogemaw
     2
                                                                                 Yamhill
        f1784cfa9f6d92ae816197eb175d3c71
                                                 Yamhill
                                                             OR
        dc8a365077241bb5cd5ccd305136b05e
                                                 Del Mar
                                                                              San Diego
     3
                                                             CA
        aabb64a116e83fdc4befc1fbab1663f9
                                               Needville
                                                             TX
                                                                              Fort Bend
          Zip
                     Lat
                                          MonthlyCharge Bandwidth_GB_Year Item1
                                 Lng
     0
        99927
                56.25100 -133.37571
                                             172.455519
                                                                904.536110
                                                                                 5
     1
        48661
                44.32893
                          -84.24080
                                             242.632554
                                                                800.982766
                                                                                 3
     2
        97148
                45.35589 -123.24657
                                             159.947583
                                                               2054.706961
                                                                                 4
        92014
                32.96687 -117.24798
                                             119.956840
                                                               2164.579412
                                                                                 4
        77461
                29.38012
                          -95.80673
                                             149.948316
                                                                271.493436
                              Item5 Item6 Item7 Item8
       Item2
               Item3
                      Item4
     0
           5
                   5
                           3
                                  4
                                         4
     1
           4
                   3
                           3
                                  4
                                        3
                                               4
                                                     4
     2
           4
                   2
                           4
                                  4
                                        3
                                               3
                                                     3
     3
            4
                   4
                           2
                                         4
                                               3
                                                     3
                                  5
                                                     5
           4
                   4
                           3
                                         4
                                               4
                                  4
```

[5 rows x 50 columns]

After importing the initial csv file, I decided to explore the data. For the categorical variables,

I used the "value_counts()" method and multiplied by 100 to obtain percentages for each category. I used the "describe()" method on numerical variables to obtain basic statistical information such as the mean and standard deviation.

```
[4]: #Describe dependent variable, Tenure
     df_churn['Tenure'].describe()
[4]: count
              10000.000000
     mean
                 34.526188
                 26.443063
     std
                  1.000259
    min
     25%
                  7.917694
    50%
                 35.430507
     75%
                 61.479795
    max
                 71.999280
    Name: Tenure, dtype: float64
[5]: df_churn["Tenure"].median()
[5]: 35.430506995
[6]: #Describe independent variable, Population
     df_churn['Population'].describe()
[6]: count
               10000.000000
    mean
                9756.562400
               14432.698671
     std
    min
                   0.00000
    25%
                 738.000000
     50%
                2910.500000
     75%
               13168.000000
     max
              111850.000000
    Name: Population, dtype: float64
[7]: #Describe independent variable, Children
     df_churn['Children'].describe()
[7]: count
              10000.0000
                  2.0877
    mean
                  2.1472
     std
    min
                  0.0000
     25%
                  0.0000
     50%
                  1.0000
     75%
                  3.0000
                 10.0000
    max
     Name: Children, dtype: float64
```

```
[8]: #Describe independent variable, Age
      df_churn['Age'].describe()
 [8]: count
               10000.000000
                  53.078400
      mean
      std
                  20.698882
     min
                  18.000000
      25%
                  35.000000
      50%
                  53.000000
      75%
                  71.000000
                  89.000000
     max
      Name: Age, dtype: float64
 [9]: #Describe independent variable, Income
      df_churn['Income'].describe()
 [9]: count
                10000.000000
                39806.926771
     mean
      std
                28199.916702
     min
                  348.670000
      25%
                19224.717500
      50%
                33170.605000
      75%
                53246.170000
     max
               258900.700000
      Name: Income, dtype: float64
[10]: #Describe independent variable, Outage_sec_perweek
      df_churn['Outage_sec_perweek'].describe()
[10]: count
               10000.000000
     mean
                  10.001848
      std
                   2.976019
     min
                   0.099747
      25%
                   8.018214
      50%
                  10.018560
      75%
                  11.969485
                  21.207230
      max
      Name: Outage_sec_perweek, dtype: float64
[11]: #Describe independent variable, Yearly_equip_failure
      df_churn['Yearly_equip_failure'].describe()
[11]: count
               10000.000000
      mean
                   0.398000
      std
                   0.635953
      min
                   0.000000
      25%
                   0.000000
```

```
50%
                   0.000000
      75%
                   1.000000
      max
                   6.000000
      Name: Yearly_equip_failure, dtype: float64
[12]: #Describe dependent variable, Techie, using percentages for categories
      df_churn['Techie'].value_counts(normalize = True) * 100
[12]: No
             83.21
      Yes
             16.79
      Name: Techie, dtype: float64
[13]: #Describe dependent variable, Contract, using percentages for categories
      df_churn['Contract'].value_counts(normalize = True) * 100
[13]: Month-to-month
                        54.56
      Two Year
                        24.42
                        21.02
      One year
      Name: Contract, dtype: float64
[14]: #Describe dependent variable, TechSupport, using percentages for categories
      df_churn['TechSupport'].value_counts(normalize = True) * 100
[14]: No
             62.5
      Yes
             37.5
      Name: TechSupport, dtype: float64
[15]: #Describe independent variable, Bandwidth_GB_Year
      df_churn['Bandwidth_GB_Year'].describe()
[15]: count
               10000.000000
     mean
                3392.341550
      std
                2185.294852
                155.506715
     min
      25%
                1236.470827
      50%
                3279.536903
      75%
                5586.141370
      max
                7158.981530
      Name: Bandwidth_GB_Year, dtype: float64
[16]: #Describe dependent variable, Item1, using percentages for categories
      df_churn['Item1'].value_counts(normalize = True) * 100
[16]: 3
           34.48
      4
           33.58
      2
           13.93
           13.59
      5
```

```
1
            2.24
      6
            1.99
      7
            0.19
      Name: Item1, dtype: float64
[17]: #Describe dependent variable, Item2, using percentages for categories
      df_churn['Item2'].value_counts(normalize = True) * 100
[17]: 3
           34.15
      4
           34.12
           13.68
      5
      2
           13.60
            2.17
      1
      6
            2.15
      7
            0.13
      Name: Item2, dtype: float64
[18]: #Describe dependent variable, Item3, using percentages for categories
      df_churn['Item3'].value_counts(normalize = True) * 100
[18]: 3
           34.35
           34.10
      4
      2
           14.24
      5
           13.13
            2.03
      6
            2.02
      1
      7
            0.12
      8
            0.01
      Name: Item3, dtype: float64
[19]: #Describe dependent variable, Item4, using percentages for categories
      df_churn['Item4'].value_counts(normalize = True) * 100
[19]: 4
           34.52
           34.30
      3
      2
           13.50
      5
           13.35
      1
            2.21
      6
            2.03
            0.09
      7
      Name: Item4, dtype: float64
```

The next step in my preparation process was to detect and treat data quality issues such as duplicates, missing values, and outliers. I detected duplicates by combining the "duplicated()" and "value_counts()" methods from the pandas library and using them on "df_churn". The output indicated that there were no duplicate rows in the data.

I then moved on to detecting missing values in the data. To do this, I used the "isnull()"

method from pandas and the "sum()" method on "df_churn". The output showed that there were no missing values in the dataset.

I detected outliers in the data by generating boxplots for each of the quantitative variables. This was done using the "boxplot()" function from the seaborn library. In addition to the visualizations, I created a function called "boxplot_info()". This function accepts a feature from df_churn as an input and provides key information such as the number of outliers and the range of outlier values. The resulting output showed that there were outliers in "Population", "Children", "Income", "Outage_sec_perweek", and "Yearly_equip_failure".

After reviewing the boxplots for each numerical variable, I chose to retain all outliers. This was because the values were plausible and in my opinion, not egregrious enough to exclude. I also did not want to reduce the sample size or potentially introduce bias into the dataset.

```
[20]: #Detect duplicate rows in df_churn
print(df_churn.duplicated().value_counts())
```

False 10000 dtype: int64

```
[21]: #Detect missing values in df_churn df_churn.isnull().sum()
```

| | 0 |
|----------------------|---|
| Customer_id | 0 |
| Interaction | 0 |
| UID | 0 |
| City | 0 |
| State | 0 |
| County | 0 |
| Zip | 0 |
| Lat | 0 |
| Lng | 0 |
| Population | 0 |
| Area | 0 |
| TimeZone | 0 |
| Job | 0 |
| Children | 0 |
| Age | 0 |
| Income | 0 |
| Marital | 0 |
| Gender | 0 |
| Churn | 0 |
| Outage_sec_perweek | 0 |
| Email | 0 |
| Contacts | 0 |
| Yearly_equip_failure | 0 |
| Techie | 0 |
| Contract | 0 |
| | UID City State County Zip Lat Lng Population Area TimeZone Job Children Age Income Marital Gender Churn Outage_sec_perweek Email Contacts Yearly_equip_failure Techie |

```
Port_modem
                         0
Tablet
                         0
InternetService
                         0
Phone
                         0
Multiple
                         0
OnlineSecurity
                         0
OnlineBackup
                         0
DeviceProtection
                         0
TechSupport
                         0
StreamingTV
                         0
StreamingMovies
                         0
PaperlessBilling
                         0
PaymentMethod
                         0
Tenure
                         0
MonthlyCharge
                         0
Bandwidth_GB_Year
                         0
Item1
                         0
Item2
                         0
Item3
                         0
Item4
                         0
Item5
                         0
Ttem6
                         0
Item7
                         0
Item8
                         0
dtype: int64
```

```
[22]: #Create function to provide boxplot information
      def boxplot_info(input):
          #obtain values of column and ignore nulls
          data = input.dropna().values
          #calculate values of Q1 and Q3
          q1 = input.quantile(0.25)
          print("Q1: " + str(q1))
          q3 = input.quantile(0.75)
          print("Q3: " + str(q3))
          #Calculate interquartile range for boxplot by subtracting Q1 from Q3
          iqr = q3 - q1
          print("IQR: " + str(iqr))
          #Calculate whisker values of boxplot.
          whisker_lower = q1 - (1.5 * iqr)
          print("Lower Whisker: " + str(whisker_lower))
          whisker_upper = q3 + (1.5 * iqr)
          print("Upper Whisker: " + str(whisker_upper))
```

```
#Find number of outliers outside of Q1 and Q3. Print total number of outliers in column.

outliers_min = (input < whisker_lower).sum()
print("Number of outliers lower than boxplot minimum: " + str(outliers_min))
outliers_max = (input > whisker_upper).sum()
print("Number of outliers greater than boxplot maximum: " + str(outliers_max))
outliers_total = outliers_min + outliers_max
print("Total number of Outliers: " + str(outliers_total))
max_outlier = max(data)
print("Maximum Value: " + str(max_outlier))
min_outlier = min(data)
print("Minimum Value: " + str(min_outlier))
```

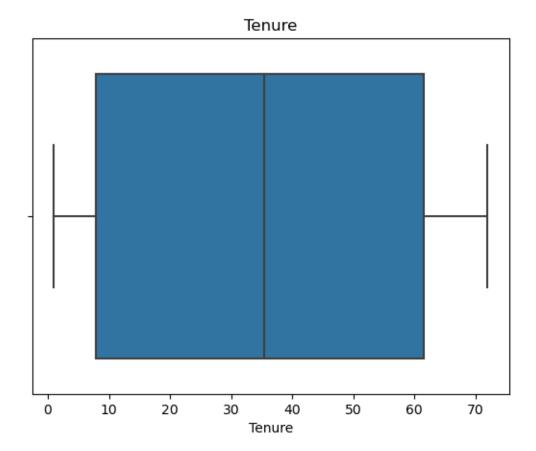
Q1: 7.91769359175 Q3: 61.479795 IQR: 53.56210140825

Lower Whisker: -72.42545852062501

Upper Whisker: 141.822947112375

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 0 $\,$

Total number of Outliers: 0
Maximum Value: 71.99928
Minimum Value: 1.00025934



```
[24]: #Detect outliers in Population variable
population_boxplot = sns.boxplot(x="Population", data = df_churn).

→set_title("Population")

#Generate boxplot info for Population using boxplot_info function
boxplot_info(df_churn['Population'])
```

Q1: 738.0 Q3: 13168.0 IQR: 12430.0

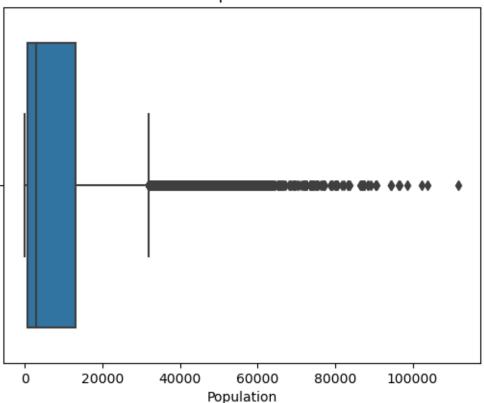
Lower Whisker: -17907.0 Upper Whisker: 31813.0

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 937

Total number of Outliers: 937

Maximum Value: 111850 Minimum Value: 0





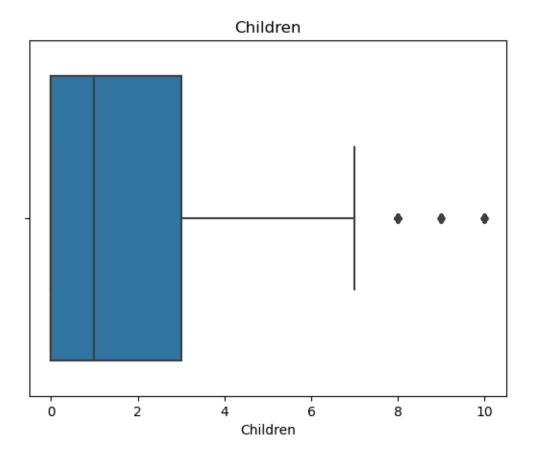
Q1: 0.0 Q3: 3.0 IQR: 3.0

Lower Whisker: -4.5 Upper Whisker: 7.5

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 401

Total number of Outliers: 401

Maximum Value: 10 Minimum Value: 0



```
[26]: #Detect outliers in Age variable
population_boxplot = sns.boxplot(x="Age", data = df_churn).set_title("Age")

#Generate boxplot info for Population using boxplot_info function
boxplot_info(df_churn['Age'])
```

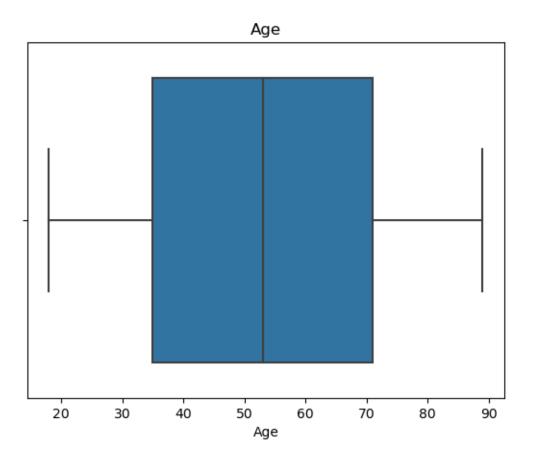
Q1: 35.0 Q3: 71.0 IQR: 36.0

Lower Whisker: -19.0 Upper Whisker: 125.0

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 0

Total number of Outliers: 0

Maximum Value: 89 Minimum Value: 18



```
[27]: #Generate boxplot for Income variable
income_boxplot = sns.boxplot(x="Income", data = df_churn).set_title("Income")

#Generate boxplot info using boxplot_info() function
boxplot_info(df_churn['Income'])
```

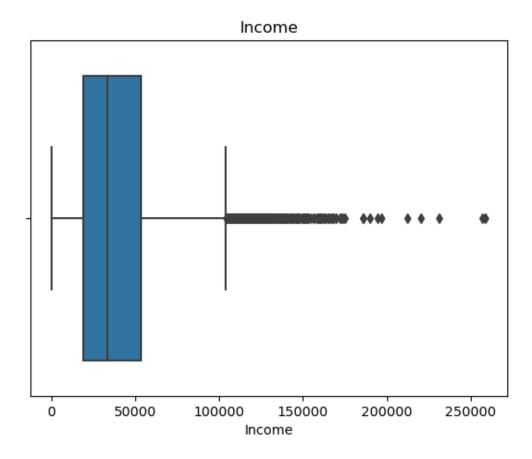
Q1: 19224.7175 Q3: 53246.17 IQR: 34021.4525

Lower Whisker: -31807.46125 Upper Whisker: 104278.34875

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 336

Total number of Outliers: 336

Maximum Value: 258900.7 Minimum Value: 348.67



```
[28]: #Generate boxplot for Outage_sec_perweek variable
outage_boxplot = sns.boxplot(x="Outage_sec_perweek", data = df_churn).

⇒set_title("Outage_sec_perweek")

#Generate boxplot info using boxplot_info() function
boxplot_info(df_churn['Outage_sec_perweek'])
```

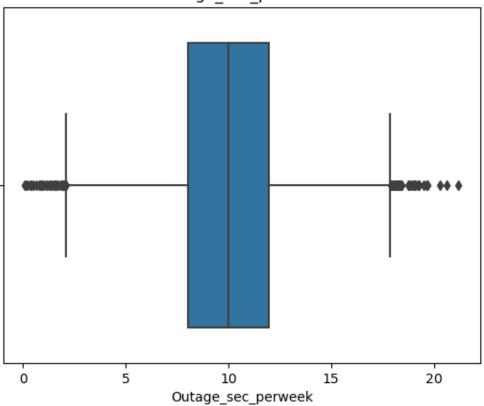
Q1: 8.018214 Q3: 11.969485 IQR: 3.951271

Lower Whisker: 2.0913075 Upper Whisker: 17.8963915

Number of outliers lower than boxplot minimum: 33 Number of outliers greater than boxplot maximum: 43

Total number of Outliers: 76
Maximum Value: 21.20723
Minimum Value: 0.09974694

Outage_sec_perweek



```
[29]: #Generate boxplot for Yearly_equip_failure variable
email_boxplot = sns.boxplot(x="Yearly_equip_failure", data = df_churn).

⇒set_title("Yearly_equip_failure")

#Generate boxplot info using boxplot_info() function
boxplot_info(df_churn['Yearly_equip_failure'])
```

Q1: 0.0 Q3: 1.0 IQR: 1.0

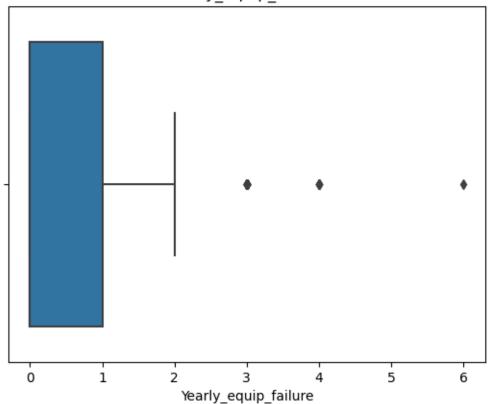
Lower Whisker: -1.5 Upper Whisker: 2.5

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 94

Total number of Outliers: 94

Maximum Value: 6 Minimum Value: 0





```
[30]: #Generate boxplot for MonthlyCharge variable
email_boxplot = sns.boxplot(x="MonthlyCharge", data = df_churn).

⇒set_title("MonthlyCharge")

#Generate boxplot info using boxplot_info() function
boxplot_info(df_churn['MonthlyCharge'])
```

Q1: 139.979239 Q3: 200.734725

IQR: 60.75548599999999

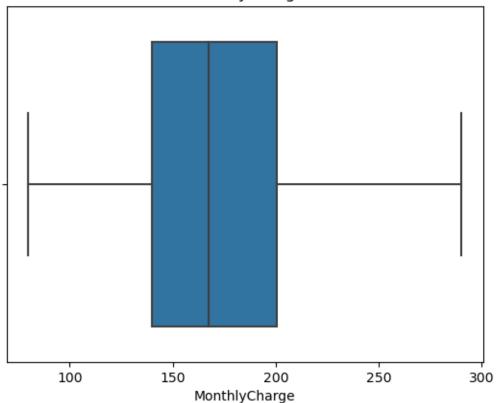
Lower Whisker: 48.84601000000002

Upper Whisker: 291.867954

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 0

Total number of Outliers: 0 Maximum Value: 290.160419 Minimum Value: 79.97886

MonthlyCharge



```
[31]: #Generate boxplot for Bandwidth_GB_Year variable
email_boxplot = sns.boxplot(x="Bandwidth_GB_Year", data = df_churn).

→set_title("Bandwidth_GB_Year")

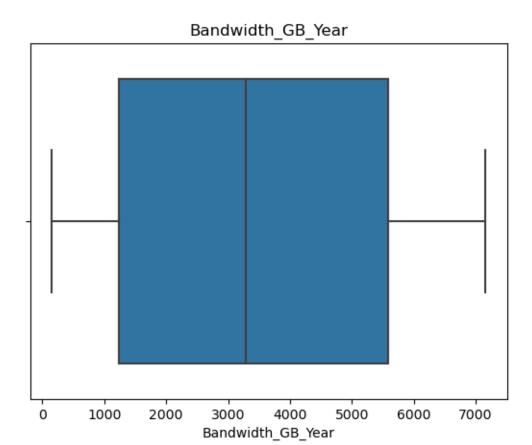
#Generate boxplot info using boxplot_info() function
boxplot_info(df_churn['Bandwidth_GB_Year'])
```

Q1: 1236.470827 Q3: 5586.1413695 IQR: 4349.6705425

Lower Whisker: -5288.03498675 Upper Whisker: 12110.64718325

Number of outliers lower than boxplot minimum: 0 Number of outliers greater than boxplot maximum: 0

Total number of Outliers: 0 Maximum Value: 7158.98153 Minimum Value: 155.5067148



Following the data cleaning step, I decided to re-express my categorical variables numerically. This was necessary to ensure compatability with the random forest model.

To re-express the variables "Techie", and "TechSupport", I used ordinal encoding. This was done because these variables only have the values of "Yes" and "No", which can be reinterpreted as 1 and 0. I started off by creating a unique dictionary for each variable. I created "dict_techie" for "Techie", and "dict_techsupport" for "TechSupport". Each dictionary assigns a value of 1 to "Yes" and 0 to "No". I then used the "replace()" method from pandas on df_churn and passed the dictionaries as parameters. This replaced the existing "Yes" and "No" values with 1 and 0, respectively. I then printed the unique values of "Techie", and "TechSupport" to confirm they had been successfully re-expressed numerically.

I chose to re-express the variable "Contract" using one-hot encoding. This was done because its values represent labels rather than a particular order. To perform one-hot encoding, I used the "get_dummies()" method from pandas on "Contract", which created a new dataframe containing the dummy variables. The resulting dataframe, "df_contract", contains the dummy variables "Contract_month-to-month", "Contract_One year", and "Contract_Two Year". Because the dummy variables contained boolean values, I used the "astype()" method to change them to integers (1 and 0). The last step I took was to join "df_contract" back to df_churn.

```
[32]: #Re-express Techie as numeric using ordinal encoding
      #Find unique values of variable
      print(df_churn["Techie"].unique())
      #Create dictionary to store numeric values for variable
      dict techie = {"Techie":
                          {"Yes":1,
                           "No":0,
                          }
                      }
      #Replace categorical values with numeric values from dictionary
      df_churn.replace(dict_techie, inplace=True)
      #Confirm categorical values have been replaced
      print(df_churn["Techie"].unique())
     ['No' 'Yes']
     [0 1]
[34]: #Re-express TechSupport as numeric using ordinal encoding
      #Find unique values of variable
      print(df_churn["TechSupport"].unique())
      #Create dictionary to store numeric values for variable
      dict_techsupport = {"TechSupport":
                          {"Yes":1,
                           "No":0,
                          }
                      }
      #Replace categorical values with numeric values from dictionary
      df_churn.replace(dict_techsupport, inplace=True)
      #Confirm categorical values have been replaced
      print(df_churn["TechSupport"].unique())
     ['No' 'Yes']
     [0 1]
[33]: #Re-express Contract as numeric using one-hot encoding
      #Print unique values of Contract
      print(df_churn["Contract"].unique())
```

```
#Use pd.get_dummies to turn Contract variable into 3 dummy variables
df_contract = pd.get_dummies(df_churn["Contract"], prefix="Contract")

#Change data type of dummy variables from boolean to float
df_contract = df_contract.astype(int)

#Join dummy variables to df_churn
print(df_contract)
df_churn = df_churn.join(df_contract)
```

```
['One year' 'Month-to-month' 'Two Year']
```

| | Contract_Month-to-month | Contract_One year | Contract_Two Year |
|------|-------------------------|-------------------|-------------------|
| 0 | 0 | 1 | 0 |
| 1 | 1 | 0 | 0 |
| 2 | 0 | 0 | 1 |
| 3 | 0 | 0 | 1 |
| 4 | 1 | 0 | 0 |
| ••• | | ••• | ••• |
| 9995 | 1 | 0 | 0 |
| 9996 | 0 | 0 | 1 |
| 9997 | 1 | 0 | 0 |
| 9998 | 0 | 0 | 1 |
| 9999 | 1 | 0 | 0 |

[10000 rows x 3 columns]

After re-expressing my categorical variables I decided to rename some of them to make them more consistent and easier to interpret. I did this by using the "rename()" method on "df_churn". "Contract_Month-to-month" was renamed "Contract_Monthly". "Contract_One year" was renamed "Contract_One_Year". "Contract_Two Year" was renamed "Contract_Two_Year". Lastly, "Item1", "Item2", "Item3", and "Item4" were renamed "Responses", "Fixes", "Replacements", and "Reliability".

```
[35]: #Rename Item columns in df_churn

df_churn = df_churn.rename(columns = {"Contract_Month-to-month":

\( \times \text{"Contract_Monthly", "Contract_One year": "Contract_One_Year", "Contract_Two_
\( \times \text{Year": "Contract_Two_Year", "Item1": "Responses", "Item2": "Fixes", "Item3":
\( \times \text{"Replacements", "Item4": "Reliability"} \)
```

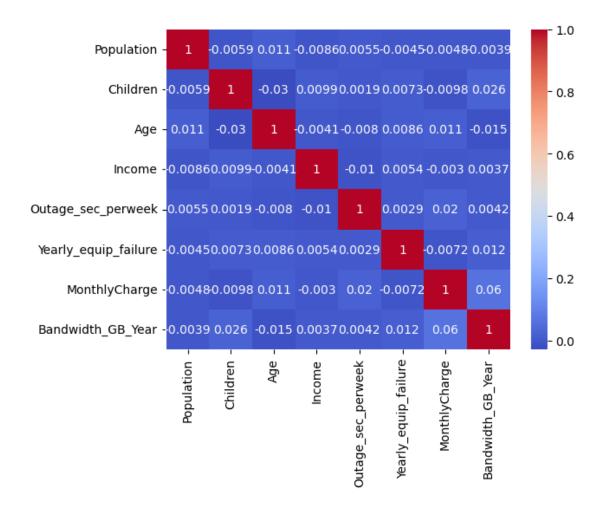
Next, I decided to check for correlation between my independent variables. To do this, I divided my quantitative and qualitative variables into separate groups generated heatmaps for both groups using the seaborn "heatmap()" method. I decided that I would remove any variable with a pearson coefficient of less than -0.7 or greater than 0.7. Based on the results of the heatmap, I did not remove any variables.

```
[36]: #Check for correlation between quantitative variables
```

```
sns.

heatmap(data=df_churn[["Population","Children","Age","Income","Outage_sec_perweek","Yearly_
corr(),annot=True, cmap="coolwarm")
```

[36]: <Axes: >

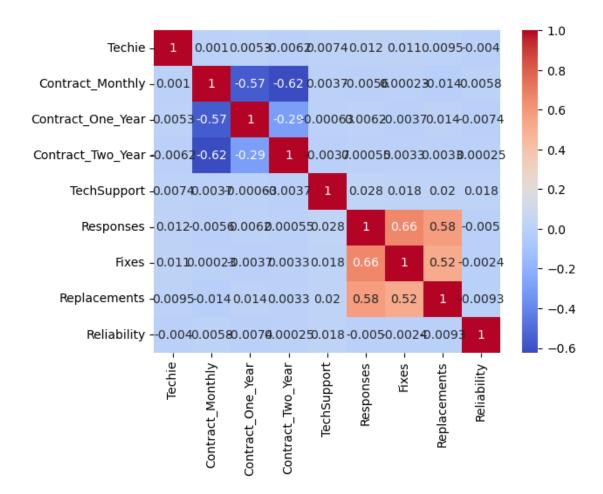


```
[37]: #Check for correlation between qualitative variables sns.

⇒heatmap(data=df_churn[["Techie","Contract_Monthly","Contract_One_Year","Contract_Two_Year",

⇒corr(),annot=True, cmap="coolwarm")
```

[37]: <Axes: >



After checking for correlation between independent variables, I moved onto the feature selection step of my preprocessing plan. I assigned all of my selected independent variables to a variable called "X", and my response variable "Tenure" to a variable called "y". I then used the "SelectKBest()" method from scikit-learn to select the best features. I passed "f_classif" as the scoring function to score the variables based their ANOVA f-value. I then fit and transformed the "SelectKBest()" method around my variables. I ultimately chose to keep statistically significant features with p-values less than 0.05. This left me with the variables "Bandwidth_GB_Year", "Fixes", and "Population".

```
[38]: Feature p_value
7 Bandwidth_GB_Year 0.000089
14 Fixes 0.023362
0 Population 0.045983
```

After determining the best features for the model, I assigned the variables "Tenure", "Bandwidth_GB_Year", "Fixes" and "Population" to a dataframe called "churn_preprocessed".

```
[39]: churn_preprocessed = pd.DataFrame(data=df_churn, □ 

⇔columns=["Tenure", "Bandwidth_GB_Year", "Fixes", "Population"])
```

1.11 C4.

I have attached a copy of my cleaned data in a file called "churn_preprocessed.csv".

```
[40]: #Export to csv file churn_preprocessed.csv")
```

1.12 D1.

Now that the data has been preprocessed, it is ready to be split into testing and training subsets. I started by assigning the independent features to a variable called "X", and the dependent variable to "Y". I then used the "train_test_split()" method from scikit-learn and passed "X" and "Y" as parameters. I chose to split the data into 80% training and 20% testing subsets. The subsets have been exported to the files "X train.csv", "Y train.csv", "X test.csv", and "Y test.csv".

```
[41]: #Assign independent variables to X and dependent variable to Y
X = churn_preprocessed[["Bandwidth_GB_Year", "Fixes", "Population"]]
Y = churn_preprocessed["Tenure"]

#Split data using the train_test_split method
X_train, X_test, Y_train, Y_test = train_test_split(X, Y, train_size = 0.8, outline of the size = 0.2, random_state = 15)

#Export train and test data to respective .csv files
X_train.to_csv("X_train.csv")
Y_train.to_csv("Y_train.csv")
X_test.to_csv("Y_test.csv")
Y_test.to_csv("Y_test.csv")
```

1.13 D2.

With the data now processed and split, I was now ready to begin the analysis. I would like to note that there were no intermediate calculations used for this portion.

I started off by assigning my training data for the "Tenure" to a one-dimensional array. This was done to make the data compatible with the random forest model. To do this, I used the "ravel()" method from numpy on "Y_train" and assigned the array to the variable "rfy". I then instantiated the model by using the "RandomForestRegressor()" method from sklearn and fitting it to my training data. The output was assigned to the variable "rfr". I used "X_train" and "rfy" as parameters. To generate predictions from the model, I used the sklearn "predict()" method on "X test" and assigned the output to y pred.

```
[42]: #Format response values as one-dimensional array
rfy = np.ravel(Y_train)

#Instantiate RandomForestRegression using training data
rfr = RandomForestRegressor().fit(X_train, rfy)

#Generate predictions using Test Data
y_pred = rfr.predict(X_test)
```

After instantiating the model, it was time to perform hyperparameter tuning. I started off by creating a parameter grid which contained unique values for the parameters "n_estimators", "max features", and "max depth". The parameter grid was called "param grid".

The parameter "n_estimators" contains the values 10, 50, and 100. It represents the possible number of decision trees to be used in the random forest model (Scikit-learn documentation). The "max_features" parameter contains the values 2 and 3. It represents the number of features to consider when splitting a node. The final parameter, "max_depth", contains the values 8 and "None". It represents the maximum depth of the trees.

After selecting the parameters I wanted to optimize, I used the "make_scorer()" method and assigned "mean_squared_error" as a parameter. This was so that the random forest model would provide a best score best on the mean squared error metric.

I then used the "GridSearchCV" method and passed "rfr" and "param_grid" as parameters. I also specified a value of 10 for "cv" in order to perform 10-fold cross-validation. The resulting output was assigned to the variable "rfrcv". I used the "fit()" method to fit "rfrcv" on the training data and printed the best parameters, mean squared error, root-mean-square deviation, and R-squared score. The results show that the optimal max depth is "None", the optimal number of features is 3, and the optimal number of estimators is 10. We can also see that the MSE is 11.4613, the RMSE is 3.3855, and the R-squared score is 0.9972.

```
[43]: #In-text citation: [D209 T2 Building RF in R Churn Data]

#Create parameter grid
param_grid = {
    "n_estimators": [10,50,100],
    "max_features": [2,3],
```

```
Best Parameters: {'max_depth': None, 'max_features': 3, 'n_estimators': 10}
Training Score (MSE): 11.461299725258945
Training Score (RMSE): 3.385454138702656
Training - R-Squared Score for the model: 0.997229305918298
```

Now that the model has been completed, I wanted to revisit the question posed at the beginning of the analysis. To determine the most important factors in predicting tenure, I first obtained the importances of each feature using the "best_estimator_" and "feature_importances_" attributes and assigned the values to a pandas series called "importances". I then sorted the values from largest to smallest using the "sort_values()" method from pandas. After plotting the values, we can see that the "Bandwidth_GB_Year" is by far the most important feature.

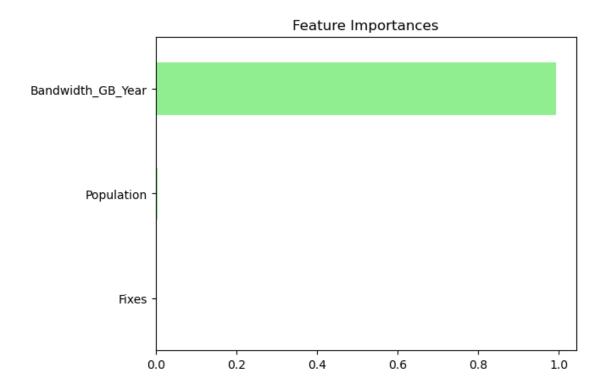
```
#Determine which features were the most important in predicting Tenure

#Create a pd.Series of feature importances
importances = pd.Series(data=rfrcv.best_estimator_.feature_importances_, index_\_
\( \times = X_\tanh.columns \)

#Sort importances
importances_sorted = importances.sort_values()

#Draw a horizontal barplot of importances_sorted
importances_sorted.plot(kind="barh", color="lightgreen")
plt.title("Feature Importances")
```

```
[44]: Text(0.5, 1.0, 'Feature Importances')
```



[45]: print(importances)

 Bandwidth_GB_Year
 0.993064

 Fixes
 0.001440

 Population
 0.005496

dtype: float64

1.14 D3.

This section contains the same code used for the analysis in D2.

```
[42]: #Format response values as one-dimensional array
rfy = np.ravel(Y_train)

#Instantiate RandomForestRegression using training data
rfr = RandomForestRegressor().fit(X_train, rfy)

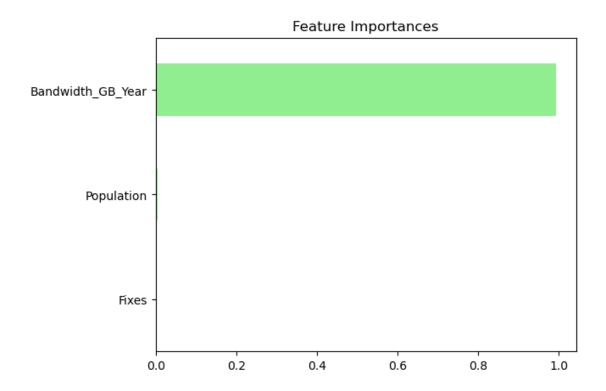
#Generate predictions using Test Data
y_pred = rfr.predict(X_test)
```

```
[43]: #In-text citation: [D209 T2 Building RF in R Churn Data]

param_grid = {
    "n_estimators": [10,50,100],
```

```
"max_features": [2,3],
         "max_depth": [8, None]
     }
     #Set scorer to mean squared error
     scorer = make_scorer(mean_squared_error)
     #Perform hyperparameter tuning with 10 fold cross validation
     rfrcv = GridSearchCV(rfr, param_grid, cv=10, scoring = scorer)
     rfrcv.fit(X_train, Y_train)
     #Print best parameters and best score for top performing model
     print("Best Parameters: ", rfrcv.best_params_)
     print("Training Score (MSE): ", rfrcv.best_score_)
     print("Training Score (RMSE): ", (rfrcv.best_score_)**(1/2))
     Y_train_pred = rfrcv.predict(X_train)
     print("Training - R-Squared Score for the model: ", r2_score(Y_train, __
       →Y_train_pred))
     Best Parameters: {'max_depth': None, 'max_features': 3, 'n_estimators': 10}
     Training Score (MSE): 11.461299725258945
     Training Score (RMSE): 3.385454138702656
     Training - R-Squared Score for the model: 0.997229305918298
[44]: #Determine which features were the most important in predicting Tenure
      #Create a pd.Series of feature importances
     importances = pd.Series(data=rfrcv.best_estimator_.feature_importances_, index_
       #Sort importances
     importances_sorted = importances.sort_values()
      #Draw a horizontal barplot of importances_sorted
      importances_sorted.plot(kind="barh", color="lightgreen")
     plt.title("Feature Importances")
```

[44]: Text(0.5, 1.0, 'Feature Importances')



[45]: print(importances)

Bandwidth_GB_Year 0.993064 Fixes 0.001440 Population 0.005496

dtype: float64

1.15 E1.

One of the main metrics for measuring the performance of a random forest model is mean squared error. It is the average squared difference between observed and predicted values, and essentially measures the amount of error in statistical models. After instantiating the random forest regression model and performing hyperparameter tuning, my model achieved a mean squared error of 11.4613. The square root of the MSE is the RMSE, which measures the average difference between values predicted by a model and the actual values (Beheshti, 2022). The RMSE of the model was 3.3855. This means that the average difference between the predicted and actual tenure values were 3.3855 months. In the next section, I will go into greater detail regarding the implications of these values.

1.16 E2.

As mentioned previously, the random forest model has an MSE of 11.4613. To get a better idea of the accuracy, however, we can compare the RMSE to the values of "Tenure" which were explored at the beginning of the analysis. "Tenure" has a median value of 35.4305, a minimum of 1, and a maximum of 72. Based on this information, it seems that this model does a relatively good job of predicting tenure length. The average difference between predicted and actual customer tenure is

only about 3.3855 months. When viewed in cotext, the results of the analysis imply that the model is reasonably accurate.

The model also fares quite well with respect to the R-squared. A value of 0.9972 indicates that the independent variables used in the analysis explain about 99.72% of the variability in the response variable. Considering that the maximum possible value for R-squared is 1, we can interpret this to mean that the model demonstrates a very high goodness of fit (Frost).

One thing that stuck out during the analysis was the relatively small amount of remaining variables after using the "SelectKBest()" method. The only variables with a p-value less than 0.05 were "Bandwidth_GB_Year", "Population", and "Fixes". Hyperparameter tuning reduced the maximum number of features to three, and of those three "Bandwidth_GB_Year" dominated the prediction calculations based on importance. It appears that the entire model is reliant on on single feature.

1.17 E3.

A notable limitation of random forest regression is that the range of predictions a model can make is bound by the highest and lowest values in the training data. This can pose a problem if the testing and training data have significantly different values. This problem is called covariate shift, and it is a particularly big issue with random forest models (Thompson, 2019). The model may have underestimated or overestimated tenure length depending on the data that was used to train it.

1.18 E4.

Based on the results and implications discussed earlier, the model does appear to be reasonably accurate in predicting customer tenure. It also fits the fits the data very well. The previous discussion of MSE, RSE, and R-squared outputs support this conclusion. I will note, however, that there is room for improvement. Additional hyperparameter tuning could reduce the MSE and RMSE further, which would indicate an even more accurate model.

When looking at feature importance, it appears that the only variable that has a strong influence on tenure is "Bandwidth_GB_Year". This indicates that customers who use more data typically have a longer relationship with the telecommunications provider. Perhaps it would be a good idea for the company to do some market research and determine which demographics use the most data. Considering that the company already offers television and movie streaming, it might be worthwhile to develop some sort of service offering for online gaming. I would also recommend that the telecommunications company collect data on a wider range of variables. External data on what competitor servicers customers are using could provide some useful insights.

Lastly, I would recommend performing a different type of analysis such as lasso or ridge regression. These methods might be able to provide even more accurate accurate results. Random forest models are just one method the company has at its disposal and it wouldn't hurt to explore other options.

1.19 F.

Please see the link below for the panopto recording.

https://wgu.hosted.panopto.com/Panopto/Pages/Viewer.aspx?id=3f3b7304-2ca7-478d-8a38-b12c0025a53d

1.20 G.

Elleh, F. (Narrator). D209 T2 Building RF in R Churn Data [Online video]. https://wgu.hosted.panopto.com/Panopto/Pages/Viewer.aspx?id=73d810af-b7f7-4ac6-ac4e-b11b00f4384a

1.21 H.

Raj, A. (2020, June 18). A Quick and Dirty Guide to Random Forest Regression. Towards Data Science. https://towardsdatascience.com/a-quick-and-dirty-guide-to-random-forest-regression-52ca0af157f8

Frost, J. (n.d.). Introduction to Bootstrapping in Statistics with an Example. Statistics by Jim. https://statisticsbyjim.com/hypothesis-testing/bootstrapping/

 $sklearn.ensemble.RandomForestRegressor\P. \qquad (n.d.). \qquad Scikit-learn. \qquad https://scikit-learn.org/stable/modules/generated/sklearn.ensemble.RandomForestRegressor.html$

Thompson, B. (2019, December 17). A limitation of Random Forest Regression. Towards Data Science. https://towardsdatascience.com/a-limitation-of-random-forest-regression-db8ed7419e9f

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Frost, J. (n.d.). How To Interpret R-squared in Regression Analysis. Statistics by Jim. https://statisticsbyjim.com/regression/interpret-r-squared-regression/

[]: