

Capstone Project - The Battle of Neighbourhoods

Where to open a restaurant?

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| Agenda |

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3	Methodology applied
4	Results & Recommendation

|Problem Description |

Business Case

The purpose of this project is to provide an analysis to the fictitious question in which neighbourhood of the boroughs "Bronx" or "Queens" is it worth to open a restaurant. To answer this question data will be analysed to detect venues which are in competition with the intention to open a new restaurant so that hard competition can be avoided and the idea of opening a restaurant will have a promising starting point.

Approach

The following approach will be implemented:

- 1. Identify the neigborhoods of the Bronx and of Queens
- 2. Get the respective latitude and longitude of the neighborhoods
- 3. Visualize them on a map to get an geographical overview
- 4. Get the venues within a neighborhood and the respective venue category
- 5. Identify unique categories of the venues
- 6. Identify the top 3 venue categories of each neighborhood
- 7. Run k-means to cluster the neighborhood into 3 clusters
- 8. Visualize the outcome of the clustering on the map
- 9. Examine clusters

Data, Data Source & Methodology

Data of New York

To identify the neighborhoods, including latitude and longitude thereof, of the "Bronx" and of "Queens which are boroughs of New York a dedicated json file will be downloaded from: https://cf-courses-data.s3.us.cloud-object-storage.appdomain.cloud/IBMDeveloperSkillsNetwork-DS0701EN-SkillsNetwork/labs/newyork_data.json

And converted into a panda data frame structure for further analysis.

Venue data

To obtain the data of the venues with a neighborhood and the respective category the Foursquare API will be used . The data consists o the following parameters:

- 1. Name of the venue
- 2. Category of the venue
- 3. Latitude of the venue
- 4. Longitude of the venue

Methodology

After having merged the data received from the two source mentioned above, the data mining will be continued to

- 1. Classify the categories of the venues
- 2. Define the occurrence of each category for the venues and identify the top 3 categories of each neighborhood
- 3. Run k-means to cluster the neighborhood into 3 clusters
- 4. Visualize the outcome of the clustering on the map & examine the clusters

Results

Map with Clusters



Most Common Venues

Cluster 0

1st: Beach, Art Gallery, Nightlife 2nd: Surf Spot, Park, Bar

3rd: Bar, Spa, Donut Shop

Cluster 1

1st: various Restaurants, different Stores

2nd: Fast Food and different stores and shops

3rd: Restaurants, Fast Food, Stores

Cluster 2

1st: Pizza Places, restaurants, parks

2nd: Pizza places, donut shops,

stores

3rd: fast food, bars, park

Recommendation

Due to the fact that neither restaurants, nor various fast food shops are heavily distributed within cluster zero it is strongly recommended that a restaurant should be opened within the following neighborhoods of cluster 0:

- Broad Channel
- Breezy Point
- Averne
- Rockaway Beach
- Neponsit
- Belle Harbor
- Rockaway Park
- Roxbury
- Hammels