Deep Learning Project: Charity Funding Predictor

Deep learning and neural networks were used to determine if applicants would be successfully funded.
by Alphabet Soup, who previously funded over 34,000 organizations.

Data Processing

The dataset removed any irrelevant information; therefore, EIN and NAME were dropped from the
model. The remaining columns were considered features for the model. Although NAME was added
back in the second test. CLASSIFICATION and APPLICATION_TYPE was replaced with 'Other due to high.
fluctuation. The data was split into training and testing sets of data. The target variable for the model is:
"IS_SUCCESSFUL" and is verified by the value, 1 was considered yes and 0 was no.
APPLICATION data.
was analyzed, and CLASSIFICATION's value was used for binning. Each unique value used several data
point as a cutoff point to bin "rare" categorical variables together in a new value, 'Other'. Afterwards
checked to see if binning was successful. Categorical variables were encoded by 'pd.get_dummies().

Compiling, Training, and Evaluation the Model

Neural Network was applied on each model multiple layers, three in total. The number of features
dictated the number of hidden nodes.

```
[ ]  # Define the model - deep neural net, i.e., the number of input features and hidden nodes for each layer.
     number_input_features = len( X_train_scaled[0])
     hidden_nodes_layer1=7
     hidden_nodes_layer2=14
     hidden_nodes_layer3=21
     nn = tf.keras.models.Sequential()

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     # First hidden layer
     nn.add(tf.keras.layers.Dense(units=hidden_nodes_layer1, input_dim=number_input_features, activation='relu'))

     # Second hidden layer
     nn.add(tf.keras.layers.Dense(units=hidden_nodes_layer2, activation='relu'))

     # Output layer
     nn.add(tf.keras.layers.Dense(units=1, activation='sigmoid'))

     # Check the structure of the model
     nn.summary()
```

A three-layer training model generated 477 parameters. The first attempt came close at 72% which was under the desired 75%

```
Model: "sequential_1"
_________________________________________________________________
 Layer (type)                Output Shape              Param #
=================================================================
 dense (Dense)               (None, 7)                 350

 dense_1 (Dense)             (None, 14)                112

 dense_2 (Dense)             (None, 1)                 15

=================================================================
Total params: 477
Trainable params: 477
Non-trainable params: 0
```

```
[ ]  # Evaluate the model using the test data
     model_loss, model_accuracy = nn.evaluate(X_test_scaled,y_test,verbose=2)
     print(f"Loss: {model_loss}, Accuracy: {model_accuracy}")
```

```
     268/268 - 0s - loss: 0.5519 - accuracy: 0.7278 - 283ms/epoch - 1ms/step
     Loss: 0.5519309639930725, Accuracy: 0.7278134226799011
```

Optimization

The second attempt added ‘NAME’ back into the dataset, this time I achieved 79% which was 4% over.
target. A total of 3,298 params.

```
Model: "sequential_1"
_________________________________________________________________
 Layer (type)                Output Shape              Param #
=================================================================
 dense (Dense)               (None, 7)                 3171

 dense_1 (Dense)             (None, 14)                112

 dense_2 (Dense)             (None, 1)                 15

=================================================================
Total params: 3,298
Trainable params: 3,298
Non-trainable params: 0
```

Deep learning models should have multiple layers, since it is machined based it teaches a computer to filter inputs through the layers to learn how to predict and classify information.

```
# Evaluate the model using the test data
model_loss, model_accuracy = nn.evaluate(X_test_scaled,y_test,verbose=2)
print(f"Loss: {model_loss}, Accuracy: {model_accuracy}")
```

```
268/268 - 0s - loss: 0.4647 - accuracy: 0.7869 - 229ms/epoch - 856us/step
Loss: 0.4646620452404022, Accuracy: 0.7869387865066528
```