The Battle of Neighborhoods In SAO PAULO-BR

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I) Introduction

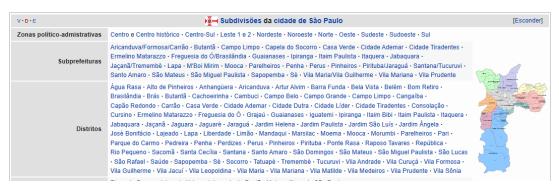
1) Background

The city of Sao Paulo, Sao Paulo state in Brazil, is one of the bigger world city with more of twenty millions of habitants.

The city has multiple territory division, some of which are not compatible. This incompatibility causes doubts about spatial references, for both the population and the state representatives.

For this work, it will have use of three territory divisions:

- First level: The 32 sub prefectures.]
- Second level: The 96 districts (each district belongs to one sub prefecture).]
- Third level: The hundreds of neighborhoods. Unlike the sub prefectures and the
 districts, whose list is fixe, being administrative structures, there is no single list of
 neighborhood in Sao Paulo. For this work, we will consider 525 neighborhoods (the
 richest in information) on more than 1700 listed.



The clustering of these neighborhoods, in function of the more represented venues categories and in function of socio-economic indicators, should give interesting insights to help deciding where open a new business.

2) Problem

The data might help to visualize the neighborhoods with similarities about socio-economic indicators and about categories venues.

3) Interest

The executives should have interest to visualize neighborhood distributions of the São Paulo city, economic capital of Brazil and of the South America continent, to help them to define the best locals to open new business.

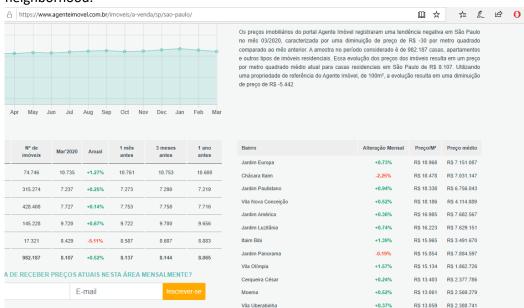
The general public, interested in geography, should also be interested in this study.

II) Data acquisition and cleaning

1) Data Source

The data have been recovered from different sources:

- The list of the neighborhood by the scrap of one table in the Web Site page:
 - At most of the name of the neighborhood, it has been recovered information about the real state at march 2020, like the price at m2, but limited at 525 neighborhood.



https://www.tudoaquisaopaulo.com.br/bairros/sao-paulo-sp
 The name of more of 1700 neighborhood referenced in Sao Paulo city.



• The latitude and longitude coordinates of the center of each neighborhood calling the API of the provider ARCGIS with the Python library Geocoder.

```
for ind in dfNbh.iloc[0:].index:
   nbh=dfNbh.loc[ind, "Neighborhood"]
   #br=dfNbh.loc[ind, "Borough"]
   # initialization
   lat_lng_coords = None
   # loop until you get the coordinates
   while(lat_lng_coords is None):
        #g = geocoder.google('{}, Toronto, Ontario'.format(postalCode))
        #g = geocoder.arcgis('{}, {}, Sao Paulo, Sao Paulo'.format(nbh, br))
        g = geocoder.arcgis('{}, Sao Paulo, Sao Paulo'.format(nbh))
        lat_lng_coords = g.latlng
```

 The limits of the Sao Paulo city sub prefectures (32) and districts (96), downloading shape files from the official Sao Paulo web site

http://geosampa.prefeitura.sp.gov.br/PaginasPublicas/_SBC.aspx



 The IDH (Human Development Index) by district of Sao Paulo City by scrap of the Brazilian Wiki page

https://pt.wikipedia.org/wiki/Lista_dos_distritos_de_S%C3%A3o_Paulo_p or %C3%8Dndice_de_Desenvolvimento_Humano



The origin of this data IDH is the "Atlas do Trabalho de Desenvolvimento do Município de São Paulo 2007", available, after creating a login, with the official Web Site: http://atlasmunicipal.prefeitura.sp.gov.br/Login/Login.aspx

This source should be excellent to enrich the data to use for this study, but unfortunately, the download of this archive does not currently work:



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 The venues of each neighborhood has been recovered calling a API of the Foursquare site:

```
[ ] import requests # library to handle requests
    from pandas.io.json import json_normalize # tranform JSON file into a pandas dataframe def getNearbyVenues(names, latitudes, longitudes, radius=1000):
        LIMIT = 200 # limit of number of venues returned by Foursquare API
        venues list=[]
        for name, lat, lng in zip(names, latitudes, longitudes):
           print(name)
           # create the API request URL
           CLIENT_ID,
CLIENT_SECRET,
               VERSION,
               lat.
               lng,
               radius,
LIMIT)
           # make the GET request
             jsonResult = requests.get(url).json()
             results = jsonResult["response"]['groups'][0]['items']
```

- 2) Data Transformation/Cleaning
 - List of the neighborhoods
 Like it has not be possible to find information about the complete list of the
 neighborhood (more of 1700), it has been used the limited list of 525 neighborhood,
 scraped with some information about the real state:

Index	(['Neighborhood', 'RateMonth', Neighborhood			
0	Jardim Europa	+0.73%	R\$ 18.968	R\$ 7.151.087
1	Chácara Itaim	-2.25%	R\$ 18.478	R\$ 7.031.147
2	Jardim Paulistano	+0.94%	R\$ 18.338	R\$ 6.756.043
3	Vila Nova Conceição	+0.52%	R\$ 18.186	R\$ 4.114.889
4	Jardim América	+0.36%	R\$ 16.985	R\$ 7.682.567
520	Parque Savoy City	-1.13%	R\$ 3.540	R\$ 417.503
521	Parque Casa de Pedra	+0.06%	R\$ 3.531	R\$ 454.416
522	Conjunto Residencial José Bonifácio	+0.18%	R\$ 3.287	R\$ 192.838
523	Cidade São Mateus	-1.04%	R\$ 3.180	R\$ 360.973
524	Parque São Rafael	-0.29%	R\$ 3.123	R\$ 334.544
525 rd	ows ×4 columns			

₽

Coordinates of the 32 sub prefectures and 96 districts:
 Like the library folium, used to create map of the Sao Paulo city with his division, runs with the coordinates defined in spherical system (latitude/longitude degrees EPSG:4326), it has been necessary to convert, to this unit, the coordinates of the administrative limits (in form of polygon) of the sub prefecture and district, present in the shape file with the unit UTM Cartesian (EPSG:29193):

Sub prefecture and district of each neighborhood
 Like it hasn't been found a web site with the indications, easy to recover, of the sub
 prefecture and district of each Sao Paulo city neighborhood, it has been used a
 geometric approach to define these: for each neighborhood loop on all the sub
 prefectures and all districts to find these whose the polygon contains the
 neighborhood central point.

	Neighborhood	RateMonth	PriceByM2	MedianPrice	Latitude	Longitude	Subprefecture	District
0	Jardim Europa	+0.73%	R\$ 18.968	R\$ 7.151.087	-23.57621	-46.68416	PINHEIROS	PINHEIROS
1	Chácara Itaim	-2.25%	R\$ 18.478	R\$ 7.031.147	-23.59182	-46.67881	PINHEIROS	ITAIM BIBI
2	Jardim Paulistano	+0.94%	R\$ 18.338	R\$ 6.756.043	-23.57191	-46.68685	PINHEIROS	PINHEIROS
3	Vila Nova Conceição	+0.52%	R\$ 18.186	R\$ 4.114.889	-23.59183	-46.67246	VILA MARIANA	MOEMA
4	Jardim América	+0.36%	R\$ 16.985	R\$ 7.682.567	-23.56921	-46.67180	PINHEIROS	JARDIM PAULISTA

520	Parque Savoy City	-1.13%	R\$ 3.540	R\$ 417.503	-23.56462	-46.48631	ITAQUERA	CIDADE LIDER
521	Parque Casa de Pedra	+0.06%	R\$ 3.531	R\$ 454.416	-23.45212	-46.60123	JACANA-TREMEMBE	TREMEMBE
522	Conjunto Residencial José Bonifácio	+0.18%	R\$ 3.287	R\$ 192.838	-23.54756	-46.43445	ITAQUERA	JOSE BONIFACIO
523	Cidade São Mateus	-1.04%	R\$ 3.180	R\$ 360.973	-23.60128	-46.47860	SAO MATEUS	SAO MATEUS
524	Parque São Rafael	-0.29%	R\$ 3.123	R\$ 334.544	-23.62790	-46.47014	SAO MATEUS	SAO RAFAEL
525 rd	ows × 8 columns							

3) Feature Selections

- The sub prefecture and district limits are used to show these administrative limits in a Sao Paulo map.
- The center neighborhood coordinates are showed in the same map to have an idea of the selected neighborhoods distribution between the different sub prefectures and districts of Sao Paulo city.
- The first cluster of these neighborhoods has been mounted with the top ten venues categories of each neighborhood.
- The second cluster of these neighborhoods has been mounted with the normalized data about the IDH and price/m2 of each neighborhood.

III) Methodology

- 1) Presentation on a folium map of the neighborhood studied with their administrative divisions (sub prefecture and district):
 - Creation of a folium map centered on Sao Paulo city:

```
[] from geopy.geocoders import Nominatim # convert an address into latitude and longitude values import folium # map rendering library

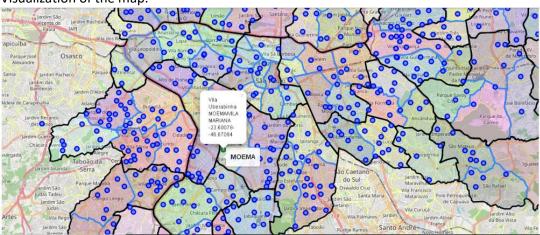
address = 'Sao Paulo, Sao Paulo'
geolocator = Nominatim(user_agent="tr_explorer")
location = geolocator.geocode(address)
latitude = location.latitude
longitude = location.longitude
print('The geograpical coordinate of Sao Paulo City are {}, {}.'.format(latitude, longitude)
# create map of New York using latitude and longitude values
mapSaoPaulo = folium.Map(location=[latitude, longitude], zoom_start=12.3)
```

 Addition on this map, with GeoJson, of the limit of each subprefecture (using the black color to show these limits and of each district (using the blue color for the limits and aleatory color to fill each area district):

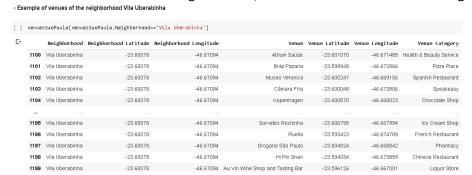
```
import random
def random_html_color():
   r = random.randint(0,256)
   g = random.randint(0,256)
   b = random.randint(0,256)
   return '#%02x%02x%02x' % (r, g, b)
def style_fcn2(x):
   return { 'fillColor': random_html_color() }
def style_fcn(x):
   return { 'color':'black', 'fill':False, 'fill_color':'white', 'fill_opacity':0.0 }
style2 = "font-size: 15px: font-weight: bold"
folium.GeoJson(jsDistrit, style_function=style fcn2.
              tooltip=folium.features.GeoJsonTooltip(['ds nome'], style=style2, labels=False)
              ).add to(mapSaoPaulo)
folium.GeoJson(isSubPref. style function=style fcn.
              #tooltip=folium.features.GeoJsonTooltip(['sp_nome'], style=style2, labels=False)
              ).add to(mapSaoPaulo)
```

 Addition on this map, with folium CircleMarker, of the center of each neighborhood, using the blue color, except for the marker of the neighborhood "Vila Uberabinha", used for unitary tests, colored in green:

Visualization of the map:



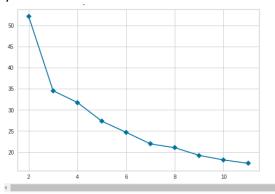
- 2) Recuperation of the TOP 10 venue categories of each studied neighborhood
 - Use of the Foursquare API to recover until 100 venues present in a circle of 1km around the center of each neighborhood, with indication of the venue category:



 Transformation of the neighborhood venues data frame in a TOP 10 venue categories data frame by neighborhood:



- 3) Clustering of the neighborhood by the TOP 10 venue categories, using the K-Means ML algorithm
 - Verification of the optimum k hyper parameter by the elbow method of the library yellowbrick.cluster:



Ne will use of 3 for the parameter k of the K-Mean algoritm

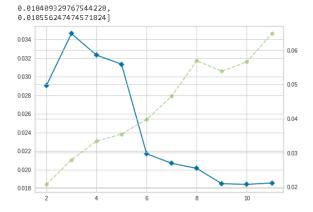
- Execution of the K-Means, using the sklearn.cluster library, with K to 3 and the default hyper parameters:
 - Use of the K-Means algoritm to mount 3 clusters of neighborhood acording to their TOP 10 venues categories

- Conservation of the label cluster by Top venues categories of each neighborhood

```
[ ] # add clustering labels
    #venuesSortedNbh.drop(columns=["Cluster Labels"], inplace=True)
    venuesSortedNbh.insert(0, 'Cluster By TOP Venues Categ.', kmeans.labels_)
    venuesSortedNbh
```

- 4) Clustering of the neighborhood by the socio-economic indicators (Human Development Indicator and house price by m2), using the K-Means ML algorithm
 - Cleaning and normalization of these data:

• Verification of the optimum k hyper parameter by the elbow method of the library yellowbrick.cluster:



We will use of 6 for the parameter k of the K-Mean algoritm

- Execution of the K-Means, using the sklearn.cluster library, with K to 6 and the default hyper parameters:
 - Use of the K-Means algoritmo to mount 6 clusters of neighborhood acording to their IDH and house price by mໃ

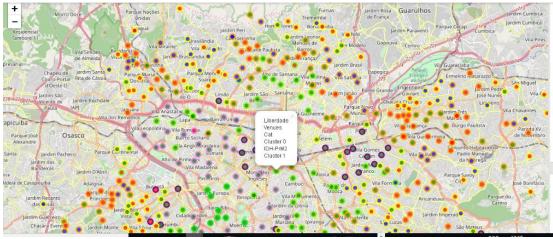
- 5) Representation on a Sao Paulo city map of the two clusters of each studied neighborhood
 - Merge in a same data frame of the label of the two clusters for each neighborhood



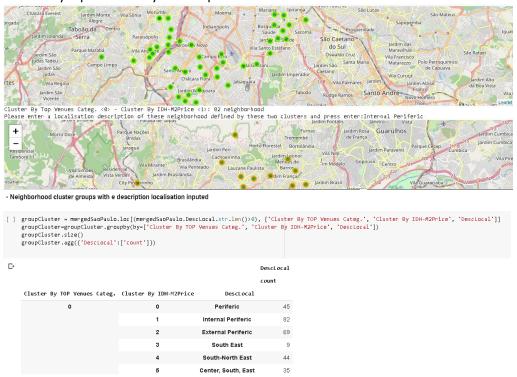
 Setting to the label 3 (not use for the clustering by TOP 10 venue categories) of the neighborhoods without venue recovered by the Foursquare API

- We force these neighborhoods to a new label 3 for this clustering by TOP venues caterories

 Representation, in a Sao Paulo city folium map, of the two neighborhood clusters, using a circle color different by label of the IDH/priceM2 cluster and a filling color different by label of the TOP 10 venue categories cluster:



6) Verification, visually, if some neighborhood clusters group (cartesian product of the labels of the two clusters) have a localization concentration Loop on each neighborhood cluster group (by TOP 10 venue categories and by IDH/priceM2 labels) to consult on a map the localization of their neighborhood and eventually input manually a description of this localization:

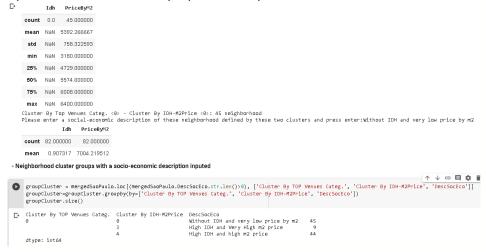


- 7) Study of the socio-economic indicators of each neighborhood cluster group:
 - Grouping of the neighborhoods by their two label clusters
 - Grouping of the neighborhoods by theirs two label clusters (TOP venue categories and IDH-price by m2

 Statistical description of the IDH and house price/m2 of each neighborhood cluster group

		Idh									PriceByM2							
		count	mean	std	min	25%	50%	75%	max	count	mean	std	min	25%	50%	75%	max	
Cluster By TOP Venues Categ.	Cluster By IDH- M2Price																	
0	0	0.0	NaN	NaN	NaN	NaN	NaN	NaN	NaN	45.0	5392.266667	758.322593	3180.0	4729.00	5574.0	6008.00	6400.0	
	1	82.0	0.907317	0.033136	0.806	0.88500	0.9090	0.93800	0.957	82.0	7004.219512	877.574309	5288.0	6347.50	6892.0	7641.00	8754.0	
	2	69.0	0.859449	0.035571	0.795	0.83400	0.8580	0.88400	0.957	69.0	5108.739130	582.288554	4008.0	4648.00	5225.0	5521.00	6274.0	
	3	9.0	0.955111	0.007305	0.938	0.95300	0.9570	0.96000	0.961	9.0	17125.666667	1395.648147	15134.0	15965.00	16985.0	18338.00	18968.0	
	4	44.0	0.947614	0.012301	0.907	0.94100	0.9530	0.95700	0.961	44.0	10351.363636	1405.101521	8602.0	9218.75	9823.5	11410.00	13403.0	
	5	0.0	NaN	NaN	NaN	NaN	NaN	NaN	NaN	35.0	7924.657143	1145.501148	6703.0	7055.50	7618.0	8424.00	11253.0	
1	0	0.0	NaN	NaN	NaN	NaN	NaN	NaN	NaN	71.0	4754.985915	678.347582	3287.0	4295.00	4685.0	5217.00	6273.0	
	1	10.0	0.867500	0.053284	0.777	0.82725	0.8735	0.91375	0.935	10.0	6669.000000	947.669656	5520.0	6007.75	6404.5	7048.50	8394.0	
	2	72.0	0.841986	0.034379	0.766	0.82275	0.8410	0.86400	0.935	72.0	4897.444444	627.144386	3685.0	4502.50	4895.5	5298.25	6390.0	
	5	0.0	NaN	NaN	NaN	NaN	NaN	NaN	NaN	5.0	7875.800000	1582.875295	6520.0	6528.00	7268.0	9024.00	10039.0	
2	0	0.0	NaN	NaN	NaN	NaN	NaN	NaN	NaN	30.0	4764.333333	764.484245	3123.0	4188.50	4757.0	5220.25	6310.0	

 Loop on each neighborhood cluster group to consult the statistics of the IDH and price by m2 series and eventually input a description about these statistics



- 8) Study of the venue categories of each neighborhood cluster group
 - Grouping of the neighborhoods by their two label clusters

dtype: int64

- Grouping of the neighborhoods by theirs two label clusters (TOP venue categories and IDH-price by m2

```
[ ] groupCluster=groupCluster.groupby(by=['Cluster By TOP Venues Categ.', 'Cluster By IDH-M2Price'])
```

 Loop on each neighborhood cluster group to consult the statistics of their venue categories and eventually input a description about these statistics

Co	1st Most mmon Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue	7th Most Common Venue	8th Most Common Venue	9th Most Common Venue	10th Most Common Venue
count	82	82	82	82	82	82	82	82	82	82
unique	18	22	26	31	32	39	39	47	51	45
top	Bar	Pizza Place	Bakery	Pharmacy	Dessert Shop	Gym / Fitness Center	Gym	Burger Joint	Bakery	Pizza Place
freq	15	13	14	12	7	9	8	6	6	(
lease ente			luster By IDH-Mi cription of thes 3rd Most			ese two cluster 6th Most		ter:Bar and Piz	za 9th Most	10th Mos
Commo	n Venue Co	ommon Venue (ommon Venue Co	ommon Venue Co	mmon Venue Co	ommon Venue Co	mmon Venue	Venue	Common Venue	Common Venue
173	Bar	Bakery	Gym / Fitness Center	Pharmacy	Brazilian Restaurant	Burger Joint	Pet Store	Pizza Place	Restaurant	Ice Cream Sho
Neighborho	od cluster gro	ups with a TOP	venue categorie	s description inp	uted				~ /FW	
groupCl		luster.groupbյ	:[(mergedSaoPaul /(by=['Cluster B						DH-M2Price', 'C	DescVenCat']]
Cluster 0	By TOP Venue	es Categ. Clu 0 1 2	ster By IDH-M2P	Restauren Bar and P Bakery an	t izza	45 82 69				

- 9) Descriptions inputted (about localization, IDH-price/M2 indicators and TOP 10 venue categories) for each neighborhood cluster groups
 - The descriptions are saved in a Json file:

IV.4) Saving in a Json file of the result data frame of the neighborhoods with their cluster label and descriptions inputed

```
[ ] #Saving of the Foursquare API results in a Json file
     mergedSaoPaulo.to_json(path_or_buf="/content/drive/My Drive/Colab Notebooks/mergedSaoPaulo.json")
```

Cluster groups with descriptions inputted:

```
Cluster By TOP Venues Categ.

Cluster By IDH-M2Price

Cluster By IDH-M2Price

Desclocal

Internal Perifery and Center

Internal Periphery

External Periphery

A West North-Center-South

Conter, East and South

External Periphery

External Periphery

External Periphery

External Periphery

External Periphery

External Periphery

External Periphery
                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        DescSocEco
Without IDH and low price/m2
Medium IDH and price/m2
Low IDH and price/m2
Very High IDH and price/m2
Without IDH and medium price/m2
Without IDH and medium price/m2
Low IDH and medium price/m2
Without IDH and medium price/m2
Without IDH and wedvay low price/m2
Without IDH and very low price/m2
Without IDH and wedvay low price/m2
Without IDH and welva price/m2
Wery low IDH and low price/m2
Wery low IDH and low price/m2
Westaurant (principally Brazilian)
Restaurant (principally Brazilian)
Restauran
```

IV) Results and discussion:

As was to be expected, given the size and population of the city, Sao Paulo presents a wide variety of neighborhood.

At most of the administrative divisions of these neighborhoods, it has been shown:

- Three clusters of these neighborhoods considering their principal venue categories. The principals venue categories are restaurant, pizzeria and bakery.
- Six clusters of these neighborhoods considering there IDH and house price by m2. The neighborhood cluster group with the better socio-economics indicators is formed of 9 neighborhoods and is located in the south east of the extended center of Sao Paulo (label 0 for the TOP 10 venue categories cluster and 3 for the IDH-price/m2 cluster).

The study could have been more precise, if we has been able to access data from all of the neighborhood of Sao Paulo (more than 1700).

It would have been interesting to use more socio-economics indicators of these neighborhoods, if the Internet site with the las referencing had been on-line.

V) Conclusion

This study allows having a better vision of the disparities between the thousands of neighborhood of the megalopolis Sao Paulo.

It should give insights for the businessman to identify the best local to open a new business.