Best U.S. City to Open a Dispensary in 2019

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1 Battle of the Neighborhoods - New Dispensary

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2 Introduction

With the legal landscape rapidly changing, regulation and decriminalization of Marijuana is significantly increasing. A substance that was once considered dangerous through urban legends and propaganda has been debunked and is being touted for a combination of its medicinal benefits, increased safety vs alternative substances, plant by-products and more. In the changing environment, it is the perfect time to invest in this growing \$16 Billion industry.

The goal of this project is to determine the optimal location for opening a new dispensary in cities in which marijuana is recreationally legal. The initial location and underlying data may then be used to find a storefront, establish a supply chain, build marketing campaign and develop a fiscal business plan to get investor contribution.

3 Data

3.1 To determine the best location for opening a number of factors will be looked at:

2019 State Laws https://disa.com/map-of-marijuana-legality-by-state

2019 Local Venue Data https://foursquare.com

2017-2018 Population and Crime Statistics https://ucr.fbi.gov/crime-in-the-u.s/2018/preliminary-report/tables/table-4/table-4/xls/view

2019 State Tax Rate https://taxfoundation.org/sales-tax-rates-2019/

List of US States https://simple.wikipedia.org/wiki/List_of_U.S._states

- First, the legality will be assessed for each state and city.
- The legality will be cross referenced against a US-population database to find the most densely populated cities with population > 100,000 people.

- Locations of current dispensaries within 1 mile (1.609 km) will be checked.
- If a dispensary exists, the location will be ruled out.
- Another factor that will be assessed is the demographic of the area.
- Cities or neighborhoods with children and families will not be looked at in order to keep them family-friendly.
- Since the goal of this project is to open a recreational dispensary
- I will be looking in areas with active nightlife and adult activities
- I will be looking for places with nearby fast-food, pizza restaurants and convenience stores. Establishments are often frequented by target clientele
- I will be verifying crime rates in cities and aim for lower property crime rate locations
- Many dispensaries have been robbed since installation due to the nature of the product. Try to minimize this risk as much as possible.

Stipulations and Assumptions

- 1. The following states did not have crime data available and were not included in this assessment. This was not a major problem since none of these states had recreational marijuana legal except for Vermont.
 - Delaware
 - Maine
 - Mississippi
 - Vermont*
 - West Virginia
 - Wyoming
- 2. Although a legalized area, District of Columbia was not considered in this report since it is not a state and therefore did not have state data available.
- 3. Only property crime was considered. Violent crimes, although bad, were not taken into account since the risk posed in this endeavor is robbery, burglary or larceny.
- 4. Since this project is created to get investors and not based on a specific region, only cities with 100,000 residents or more were considered, additionally, anywhere in the United States was considered to be Viable.

3.2 Methodology

In order to gather the appropriate data, signficant data cleansing was performed to get information into a usable format, remove bad data, exclude cities that are not in scope and generate a streamlined dataset.

I began with consolidating all data based on state/city. To do this I took the tax information which had abbreviated state names and combined them with a list of the 50 states from wikipedia. Once I had the taxes and state names available in its own dataframe I was able to combine it with the crime statistics dataframe. I also got geospatial data from GeoPy using the city and state names

to add to the city database. Finally, I calculated a crime-index which is a ratio of property crime to population for each city to complete the database.

Once the database was established, I used the Geo-coordinate data to query the Foursquare server API and gather local venue data for each city. Cities that had dispensaries were dropped from the dataset. The venue data was then transformed with one-hot encoding and grouped along venue frequency by the counts in each city. This data was then used to cluster the cities into 5 different clusters based on what types of venue and overall culture is present in the area.

I started performing exploratory analysis by creating a map of all of the cities that were in my dataset. After clustering was performed, a new map was generated color coding the clusters on the map. Finally, once the target cluster was identified, the crime rate and sales tax were cross referenced to determine the top choice of city to open the dispensary.

```
In [1]: import numpy as np # library to handle data in a vectorized manner
     import matplotlib as mpl
     import matplotlib.cm as cm
     import matplotlib.colors as colors
     import pandas as pd # library for data analsysis
     import json # library to handle JSON files
     import requests \# library to handle requests
     import folium # map rendering library
     from sklearn.cluster import KMeans # import k-means from clustering stage
     from pandas.io.json import json normalize # tranform JSON file into a pandas dataframe
     from geopy.geocoders import Nominatim # convert an address into latitude and longitude values
     from bs4 import BeautifulSoup
     #!conda install beautifulsoup4 --yes
     pd.set option('display.max columns', None)
     pd.set option('display.max rows', None)
     print('Libraries imported.')
```

Libraries imported.

3.3 Get updated legalization data

```
 \begin{split} & \text{In [2]: url} = \text{"disa.com/map-of-marijuana-legality-by-state"} \\ & \text{r} = \text{requests.get("http://" + url)} \\ & \text{data} = \text{r.text} \\ & \text{soup} = \text{BeautifulSoup(data)} \end{split} \\ & \text{In [3]: text} = [] \\ & \text{legalized} = [] \\ & \text{i=0} \\ & \text{for table in soup.find\_all('td'):} \\ & \text{text.append([i, table])} \\ & \text{i+=1} \end{split}   & \text{for j in range(0,len(text)-1):} \\ & \text{if str(text[j+1][1])} = \text{"Fully Legal*:} \end{split}
```

```
s = str(text[j][1])
state = s[4:-5]
legalized.append(state.upper())
print(legalized)
```

['ALASKA', 'CALIFORNIA', 'COLORADO', 'DISTRICT OF COLUMBIA', 'MAINE', 'MASSACHUSETTS', 'N

3.4 State Sales Tax

```
In [4]: url = "taxfoundation.org/sales-tax-rates-2019/"
      r = requests.get("http://" +url)
      data = r.text
      soup = BeautifulSoup(data)
In [5]: text = []
      for table in soup.find all('td'):
         text.append(table)
      text.pop(0)
      state = []
      tax = []
      for i in range(0, len(text)):
         if i \% 7 == 0:
            s = str(text[i])
            t = str(text[i+1])
            state.append(s[4:-5])
            tax.append(t[4:-5])
In [6]: for j in range(0,len(tax)):
         try:
            tax[j] = float(tax[j].strip('\%'))/100
         except:
            tax[j] = float(0)
In [7]: for k in range(0, len(tax)):
         try:
            state[k] = state[k].split('', 1)[0]
            state[k] = state[k].split('\xa0', 1)[0]
         except:
            next
```

3.5 Correct State Names

```
In [8]: url = "simple.wikipedia.org/wiki/List_of_U.S._states"

r = requests.get("http://" +url)

data = r.text

soup = BeautifulSoup(data)
```

```
for table in soup.find all('area'):
         text.append(str(table))
      statelist =[]
      for k in range(0,len(text)):
         try:
            text[k] = text[k][11:].split("", 1)[0]
            text[k] = text[k].split('CA', 1)[0]
            statelist.append(text[k].upper())
         except:
            next
In [10]: statelist.sort()
       statelist = list(dict.fromkeys(statelist))
In [11]: taxes = pd.DataFrame([statelist, tax[0:50]]).transpose()
In [12]: taxes.rename(columns={0:'State',1:'Tax'},inplace=True)
    Import Crime Statistics
In [13]: crime = pd.read_csv(r'crime_stats.csv',skiprows=4)
       crime = crime[:-9]
In [14]: taxes.head()
Out[14]:
               State
                        Tax
       0
           ALABAMA
                           0.04
       1
            ALASKA
                           0
       2
           ARIZONA 0.056
       3
           ARKANSAS 0.065
       4 CALIFORNIA 0.0725
In [15]: states = list(crime['State'].unique())
       del states[1]
In [16]: crime = crime.merge(taxes, on='State', how='left')
In [17]: for i in range (1, len(crime)):
          if i\%2 != 0:
             crime.loc[i, 'City'] = crime.loc[i-1, 'City']
          if pd.isnull(crime.loc[i, 'State']):
             crime.loc[i, 'State'] = crime.loc[i-1, 'State']
             crime.loc[i, 'Tax'] = crime.loc[i-1, 'Tax']
In [18]: crime.rename(columns={"Population1":"Population","Property \ncrime":"Property Crime", "Larceny-\n
       crime.drop(columns=["Unnamed: 2","Violent \ncrime","Murder","Rape2", "Aggravated \nassault","Moto
       crime = crime[:-9]
```

In [9]: text = []

```
In [19]: crime = crime.fillna(0)
In [20]: crime["Population"] = crime["Population"].str.replace(",","").astype(float)
      crime["Property Crime"] = crime["Property Crime"].str.replace(",","").astype(float)
In [21]: crime = crime[crime['Population'] != 0]
In [22]: crime['Crime Index'] = crime['Property Crime']/crime['Population']
In [23]: crime.dropna(axis=0,inplace=True)
In [24]: crime = crime.reset index(drop=True)
      crime.head()
Out[24]:
            State
                      City Population Property Crime Tax Crime Index
      0 ALABAMA BIRMINGHAM
                                       212178.0
                                                      6472.0 0.04
                                                                     0.030503
      1 ALABAMA
                       MOBILE4
                                    248431.0
                                                   6493.0 0.04
                                                                  0.026136
      2 ALABAMA MONTGOMERY
                                         199099.0
                                                        4246.0 0.04
                                                                       0.021326
      3 ALABAMA TUSCALOOSA
                                       101124.0
                                                      1953.0 0.04
                                                                     0.019313
      4 ALASKA ANCHORAGE
                                     296188.0
                                                     7708.0 0.00
                                                                    0.026024
In [25]: for i in range(0,len(crime)):
         if crime['State'][i] not in legalized:
            crime.drop([i],axis=0, inplace=True)
3.6.1 Find the city with lowest Property Crime City to open a dispensary in each state
In [26]: crime = crime[crime.City != 'RIALTO5']
      crime = crime[crime.City != 'LAS VEGAS METROPOLITAN POLICE DEPARTMENT']
In [27]: cities = pd.concat([crime['State'],crime['City'],crime['Tax'],crime['Crime Index']],axis=1)
In [28]: cities.reset index(inplace=True,drop=True)
In [29]: cities.head()
Out[29]:
                                 Tax Crime Index
              State
                         City
                       ANCHORAGE 0.0000
      0
           ALASKA
                                                0.026024
      1 CALIFORNIA
                           ANAHEIM 0.0725
                                                0.013098
      2 CALIFORNIA
                           ANTIOCH 0.0725
                                                0.016686
      3 CALIFORNIA BAKERSFIELD 0.0725
                                                  0.019861
      4 CALIFORNIA
                          BERKELEY 0.0725
                                                 0.023042
3.6.2 Get Geospatial Data using GeoPy for City, State
In [30]: lat = []
      lon = []
      for i in range(0,len(cities)):
         address = '{}, {}'.format(cities['City'][i],cities['State'][i])
         geolocator = Nominatim(user agent='capstone')
         location = geolocator.geocode(address)
         lat.append(location.latitude)
         lon.append(location.longitude)
```

```
In [31]: cities = pd.concat([cities,pd.Series(lat),pd.Series(lon)],axis=1)
In [32]: cities.rename(columns={0:'Latitude',1:'Longitude'},inplace=True)
In [33]: cities.head()
Out[33]:
                                State
                                                         City
                                                                           Tax Crime Index Latitude Longitude
                           ALASKA
                                                      ANCHORAGE 0.0000
                                                                                                               0.026024 \ 61.216313 - 149.894852
                                                             ANAHEIM 0.0725
                                                                                                               0.013098 \ \ 33.834752 \ \text{-} 117.911732
              1 CALIFORNIA
              2 CALIFORNIA
                                                             ANTIOCH 0.0725
                                                                                                              0.016686 \ \ 38.004921 \ \text{-} 121.805789
              3 CALIFORNIA BAKERSFIELD 0.0725
                                                                                                                   0.019861 \ 35.373871 - 119.019464
              4 CALIFORNIA
                                                           BERKELEY 0.0725
                                                                                                                0.023042 \quad 37.870839 \quad -122.272864
3.6.3 Get local venue data for each city from Foursquare API
In [34]: CLIENT ID = 'K5HRW4OC5J4EZS14DH2OKQBNZV5GNXIOZKY03QXJ4RDCPTUD' # your Foursq
              CLIENT SECRET = '4ZWZFMI0VAL01GTTVLUJSJOL0YPARUAQB225RMYILABEIQ0Q' # your Fo
              VERSION = '20190420'
              limit = 100
              radius = 1609
              latitude = 1
              longitude = 1
              print('Your credentials:')
              print('CLIENT ID: ' + CLIENT ID)
              print('CLIENT SECRET:' + CLIENT SECRET)
Your credentials:
CLIENT ID: K5HRW4OC5J4EZS14DH2OKQBNZV5GNXIOZKY03QXJ4RDCPTUD
CLIENT SECRET:4ZWZFMI0VAL01GTTVLUJSJOL0YPARUAQB225RMYILABEIQ0Q
 In [35]: url = 'https://api.foursquare.com/v2/venues/explore?\&client\_id={}\&client\_secret={}\&v={}\}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l={},{}\&l
                     CLIENT ID,
                     CLIENT SECRET,
                     VERSION,
                     latitude,
                     longitude,
                     radius,
                     limit)
In [36]: results = requests.get(url).json()
In [37]: def getNearbyVenues(names, latitudes, longitudes, radius=1609):
                     venues list=[]
                     for name, lat, lng in zip(names, latitudes, longitudes):
                           # create the API request URL
                           url = 'https://api.foursquare.com/v2/venues/explore?&client id={}&client secret={}&v={}&ll={
```

```
CLIENT SECRET,
                VERSION,
                lat,
                lng,
                radius,
                LIMIT)
             # make the GET request
             results = requests.get(url).json()["response"]['groups'][0]['items']
             # return only relevant information for each nearby venue
             venues list.append([(
                name,
                lat,
                lng,
                v['venue']['name'],
                v['venue']['location']['lat'],
                v['venue']['location']['lng'],
                v['venue']['categories'][0]['name']) for v in results])
          nearby venues = pd.DataFrame([item for venue list in venues list for item in venue list])
          nearby venues.columns = ['Neighborhood',
                    'Neighborhood Latitude',
                     'Neighborhood Longitude',
                    'Venue',
                     'Venue Latitude',
                    'Venue Longitude',
                     'Venue Category'
          return(nearby venues)
In [38]: # function that extracts the category of the venue
       def get category type(row):
          try:
             categories list = row['categories']
             categories list = row['venue.categories']
          if len(categories list) == 0:
             return None
          else:
             return categories list[0]['name']
In [39]: venues = results['response']['groups'][0]['items']
       nearby venues = json normalize(venues) # flatten JSON
```

CLIENT ID,

```
# filter columns
filtered_columns = ['venue.name', 'venue.categories', 'venue.location.lat', 'venue.location.lng']
nearby_venues = nearby_venues.loc[:, filtered_columns]

# filter the category for each row
nearby_venues['venue.categories'] = nearby_venues.apply(get_category_type, axis=1)

# clean columns
nearby_venues.columns = [col.split(".")[-1] for col in nearby_venues.columns]
```

3.6.4 Create map of all viable US cities with population over 100,000 and legalized Recreational Marijuana

```
In [40]: # create map of Cities using latitude and longitude values
       cities map = folium.Map(location=[39.83, -98.58], zoom start=4)
       # add markers to map
       for lat, lng, city, state in zip(cities['Latitude'], cities['Longitude'], cities['City'], cities['State']):
          label = '{}, {}'.format(state, city)
          label = folium.Popup(label, parse html=True)
          folium.CircleMarker(
             [lat, lng],
             radius=10,
             popup=label,
             color='green',
             fill=True,
             fill color='#228B22',
             fill opacity=0.7,
             parse html=False).add to(cities map)
       cities map
Out[40]: <folium.folium.Map at 0x7f4076071898>
In [41]: LIMIT = 100
       search query = 'top'
       radius = 1609
       def get category type(row):
          try:
             categories list = row['categories']
             categories list = row['venue.categories']
          if len(categories list) == 0:
             return None
          else:
             return categories list[0]['name']
```

```
def getNearbyVenues(state, names, latitudes, longitudes, radius=1609):
                                  venues list=[]
                                  for state, name, lat, lng in zip(state, names, latitudes, longitudes):
                                             # create the API request URL
                                             url = \frac{d}{dt} = \frac{dt}{dt} =
                                                       CLIENT ID,
                                                       CLIENT SECRET,
                                                       VERSION,
                                                       lat,
                                                       lng,
                                                       radius,
                                                       LIMIT)
                                             \# make the GET request
                                             results = requests.get(url).json()["response"]['groups'][0]['items']
                                             # return only relevant information for each nearby venue
                                             venues list.append([(
                                                       state,
                                                       name,
                                                       lat,
                                                       lng,
                                                       v['venue']['name'],
                                                       v['venue']['location']['lat'],
                                                       v['venue']['location']['lng'],
                                                       v['venue']['categories'][0]['name']) for v in results])
                                  nearby venues = pd.DataFrame([item for venue list in venues list for item in venue list])
                                  nearby\_venues.columns = ['State',
                                                                        'City',
                                                                        'City Latitude',
                                                                        'City Longitude',
                                                                        'Venue',
                                                                        'Venue Latitude',
                                                                        'Venue Longitude',
                                                                        'Venue Category'
                                  return(nearby venues)
In [43]: city venues = getNearbyVenues(state=cities['State'],
                                                                                                                    names=cities['City'],
                                                                                                                    latitudes=cities['Latitude'],
                                                                                                                    longitudes=cities['Longitude'],
                                                                                                                    radius = 1609
                                                                                                                  )
```

```
venues = results['response']['groups'][0]['items']
      nearby venues = json normalize(venues) # flatten JSON
      # filter columns
      filtered columns = ['venue.name', 'venue.categories', 'venue.location.lat', 'venue.location.lng']
      nearby venues = nearby venues.loc[:, filtered columns]
      # filter the category for each row
      nearby venues['venue.categories'] = nearby venues.apply(get category type, axis=1)
      # clean columns
      nearby venues.columns = [col.split(".")[-1] for col in nearby venues.columns
In [44]: city venues.head()
Out[44]:
          State
                     City City Latitude City Longitude \
      0 ALASKA ANCHORAGE
                                      61.216313
                                                  -149.894852
      1 ALASKA ANCHORAGE
                                      61.216313
                                                  -149.894852
      2 ALASKA ANCHORAGE
                                      61.216313
                                                  -149.894852
      3 ALASKA ANCHORAGE
                                      61.216313
                                                  -149.894852
      4 ALASKA ANCHORAGE
                                      61.216313
                                                  -149.894852
                           Venue Venue Latitude Venue Longitude \
      0
                   Glacier BrewHouse
                                         61.217719
                                                       -149.896839
                                              61.216427
         Humpy's Great Alaskan Alehouse
                                                           -149.894146
      2
                       Crow's Nest
                                       61.217838
                                                     -149.899718
      3
                  49th State Brewing
                                         61.219736
                                                      -149.895975
      4 Apple Anchorage 5th Avenue Mall
                                              61.217140
                                                           -149.888671
           Venue Category
      0
                Brewery
                   Bar
      1
      2 Seafood Restaurant
      3
                Brewery
         Electronics Store
     Prepare the venue data to perform K-means clustering
In [68]: # one hot encoding
      city onehot = pd.get dummies(city venues[['Venue Category']], prefix="", prefix sep="")
      # add neighborhood column back to dataframe
      city onehot['State'] = city venues['State']
      city onehot['City'] = city venues['City']
      # move neighborhood column to the first column
      fixed columns = [city onehot.columns[-2]] + [city onehot.columns[-1]] + list(city onehot.columns[-2])
```

city onehot = city onehot[fixed columns]

```
In [46]: city group = city onehot.groupby(['State', 'City']).mean().reset index()
3.6.6 Drop cities that already have dispensaries
In [47]: print(city group.shape)
      city_group = city_group[city_group['Marijuana Dispensary'] == 0]
      print(city group.shape)
(105, 387)
(99, 387)
In [48]: def return most common venues(row, num top venues=10):
         row categories = row.iloc[1:]
         row\_categories\_sorted = row\_categories.sort\_values(ascending = False)
         return row categories sorted.index.values[0:num top venues]
3.6.7 Find top 10 most common venue types for each city
In [49]: num top venues = 10
      indicators = ['st', 'nd', 'rd']
      # create columns according to number of top venues
      columns = ['State', 'City']
      for ind in np.arange(num top venues):
           columns.append('{}{} Most Common Venue'.format(ind+1, indicators[ind]))
         except:
           columns.append('{}th Most Common Venue'.format(ind+1))
      \# create a new dataframe
      neighborhoods venues sorted = pd.DataFrame(columns=columns)
      neighborhoods_venues_sorted['State'] = city_group['State']
      neighborhoods venues sorted['City'] = city group['City']
      for row in np.arange(city group.shape[0]):
         neighborhoods_venues_sorted.iloc[row, 2:] = return_most_common_venues(city_group.iloc[row,1:],10
      neighborhoods venues _sorted.head()
Out[49]:
                         City 1st Most Common Venue 2nd Most Common Venue \
             State
           ALASKA
                       ANCHORAGE
                                             Coffee Shop
                                                                    Park
      1 CALIFORNIA
                          ANAHEIM
                                       Mexican Restaurant
                                                                  Coffee Shop
      2 CALIFORNIA
                          ANTIOCH Fast Food Restaurant
                                                                  Pizza Place
      3 CALIFORNIA BAKERSFIELD
                                         Mexican Restaurant
                                                                    Coffee Shop
      4 CALIFORNIA
                          BERKELEY
                                        Chinese Restaurant Japanese Restaurant
         3rd Most Common Venue 4th Most Common Venue 5th Most Common Venue \
      0
               Clothing Store
                               Seafood Restaurant
                                                              Bar
```

```
1
        Ice Cream Shop
                           Indian Restaurant
                                                Convenience Store
2
     Mexican Restaurant
                           Chinese Restaurant
                                                       Racetrack
3
                                                           Bar
    Fast Food Restaurant
                              Sandwich Place
4 New American Restaurant
                                Thai Restaurant
                                                   French Restaurant
 6th Most Common Venue 7th Most Common Venue 8th Most Common Venue \
0
    Accessories Store
                             Steakhouse
                                         Sporting Goods Shop
         Taco Place
                           Liquor Store
                                              Burger Joint
1
2
     Paintball Field
                               Bakery
                                            Grocery Store
                        Italian Restaurant
3
    Chinese Restaurant
                                                   Steakhouse
4
             Café
                          Yoga Studio
                                           Ice Cream Shop
 9th Most Common Venue
                                 10th Most Common Venue
      Cosmetics Shop
                                     Pizza Place
0
           Brewery Southern / Soul Food Restaurant
1
2
         Sports Bar
                                  Burger Joint
3
      Breakfast Spot
                             General Entertainment
        Coffee Shop
                                   Pizza Place
4
```

3.6.8 Performing K-Means Clustering using 5 clusters

I used SciKit Learn K-Means Clustering unsupervised learning in order to group different cities based on their top 10 most common venues. Once the clustering was performed, I reviewed the venues in the cluster to classify the clusters:

cluster 0: Shops cluster 1:

```
# merge toronto grouped with toronto data to add latitude/longitude for each neighborhood
      city full = city full.merge(neighborhoods venues sorted, on=['State','City'], how='left')
In [54]: city full dropna(inplace=True, axis=0)
In [55]: city full['Cluster'] = city full['Cluster'] astype(int)
In [56]: city full.head()
Out[56]:
              State
                         City
                                 Tax Crime Index Latitude Longitude \
            ALASKA
                       ANCHORAGE 0.0000
                                                 0.026024 \ 61.216313 - 149.894852
      1 CALIFORNIA
                           ANAHEIM 0.0725
                                                 0.013098 \quad 33.834752 \quad -117.911732
      2 CALIFORNIA
                           ANTIOCH 0.0725
                                                0.016686 \ 38.004921 - 121.805789
      3 CALIFORNIA BAKERSFIELD 0.0725
                                                   0.019861 35.373871 -119.019464
      4 CALIFORNIA
                          BERKELEY 0.0725
                                                 0.023042 \quad 37.870839 \quad -122.272864
        Cluster 1st Most Common Venue 2nd Most Common Venue \
      0
             1
                      Coffee Shop
                                              Park
      1
             1
                 Mexican Restaurant
                                            Coffee Shop
      2
               Fast Food Restaurant
                                            Pizza Place
      3
             1
                 Mexican Restaurant
                                            Coffee Shop
      4
                 Chinese Restaurant Japanese Restaurant
          3rd Most Common Venue 4th Most Common Venue 5th Most Common Venue \
      0
               Clothing Store
                                Seafood Restaurant
                                                                Bar
                                                       Convenience Store
      1
               Ice Cream Shop
                                  Indian Restaurant
      2
            Mexican Restaurant
                                  Chinese Restaurant
                                                              Racetrack
      3
           Fast Food Restaurant
                                     Sandwich Place
                                                                 Bar
      4 New American Restaurant
                                       Thai Restaurant
                                                          French Restaurant
       6th Most Common Venue 7th Most Common Venue 8th Most Common Venue
           Accessories Store
                                                Sporting Goods Shop
      0
                                    Steakhouse
      1
                Taco Place
                                 Liquor Store
                                                    Burger Joint
      2
            Paintball Field
                                      Bakery
                                                   Grocery Store
      3
          Chinese Restaurant
                               Italian Restaurant
                                                         Steakhouse
      4
                    Café
                                Yoga Studio
                                                  Ice Cream Shop
       9th Most Common Venue
                                        10th Most Common Venue
             Cosmetics Shop
                                           Pizza Place
      0
                  Brewery Southern / Soul Food Restaurant
      1
      2
                Sports Bar
                                         Burger Joint
      3
             Breakfast Spot
                                    General Entertainment
      4
               Coffee Shop
                                          Pizza Place
In [57]: # create map
      map clusters = folium.Map(location=[39.83, -98.58], zoom start=4)
      # set color scheme for the clusters
      x = np.arange(kclusters)
```

```
ys = [i + x + (i*x)**2 \text{ for } i \text{ in range(kclusters)}]
               colors array = cm.rainbow(np.linspace(0, 1, len(ys)))
               rainbow = [colors.rgb2hex(i) for i in colors_array]
               # add markers to the map
               markers colors = []
               for lat, lon, poi, cluster in zip(city full['Latitude'], city full['Longitude'], city full['City'], city full['Cluster in zip(city full['Cluster in 
                     label = folium.Popup(str(poi) + 'Cluster' + str(cluster), parse html=True)
                     folium.CircleMarker(
                            [lat, lon],
                            radius=10,
                            popup=label,
                            color=rainbow[cluster],
                            fill=True,
                            fill color=rainbow[cluster],
                            fill opacity=0.7).add to(map clusters)
               map clusters
Out[57]: <folium.folium.Map at 0x7f4074366630>
         Review Clusters
3.7
Cluster 0
In [58]: city full.loc[city full['Cluster'] == 0, city full.columns[[1] + list(range(2, city full.shape[1]))]]
Out[58]:
                                          City
                                                           Tax Crime Index Latitude Longitude Cluster \
               51 SAN BERNARDINO 0.0725
                                                                                              0.018655 34.108345 -117.289765
                                                                                                                                                                                 0
                    1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue
                            Convenience Store
                                                                                Clothing Store
                                                                                                                             Discount Store
               51
                   4th Most Common Venue 5th Most Common Venue 6th Most Common Venue
               51 Fast Food Restaurant
                                                                                    Grocery Store
                                                                                                                                    Pizza Place
                    7th Most Common Venue 8th Most Common Venue 9th Most Common Venue
               51
                                         Nightclub
                                                                                  Shoe Store
                                                                                                                   Department Store
                    10th Most Common Venue
               51
                            Mexican Restaurant
Cluster 1
In [59]: city full.loc[city full['Cluster'] == 1, city full.columns[[1] + list(range(2, city full.shape[1]))]]
Out[59]:
                                                                Tax Crime Index Latitude Longitude Cluster \
               0
                                   ANCHORAGE 0.0000
                                                                                             0.026024 \ 61.216313 - 149.894852
                                                                                                                                                                                 1
               1
                                      ANAHEIM 0.0725
                                                                                       0.013098 33.834752 -117.911732
                                                                                                                                                                           1
```

```
2
           ANTIOCH 0.0725
                                 0.016686 \quad 38.004921 - 121.805789
                                                                       1
3
       BAKERSFIELD 0.0725
                                    0.019861\ 35.373871\ -119.019464
                                                                          1
5
           BURBANK 0.0725
                                  0.014175 \quad 34.181648 - 118.325855
                                                                        1
6
          CARLSBAD 0.0725
                                  0.008791\ 33.158093\ -117.350597
                                                                        1
7
        CHULA VISTA 0.0725
                                   0.007034 32.640054 -117.084196
                                                                         1
8
           CLOVIS 0.0725
                               0.013983 \quad 36.825228 - 119.702919
                                                                     1
9
           CONCORD 0.0725
                                  0.016411 \ \ 37.976852 \ -122.033562
                                                                        1
10
            CORONA 0.0725
                                 0.010682 \quad 33.875295 \quad -117.566445
                                                                       1
11
         COSTA MESA 0.0725
                                   0.020571 \ \ 33.663339 \ \text{-} 117.903317
                                                                         1
12
         DALY CITY 0.0725
                                  0.007722 \ 37.705767 - 122.461921
                                                                        1
13
            DOWNEY 0.0725
                                  0.014721 \ \ 33.942215 \ \text{-} 118.123565
                                                                        1
14
          EL CAJON 0.0725
                                 0.011556 32.794773 -116.962527
                                                                       1
                                                                         1
15
         ELK GROVE 0.0725
                                  0.006830 \ 38.408799 - 121.371618
         ESCONDIDO 0.0725
                                   0.008303 33.121675 -117.081485
                                                                         1
17
18
         FAIRFIELD 0.0725
                                 0.012314\ 38.249358\ -122.039966
                                                                       1
19
           FONTANA 0.0725
                                  0.008688 \quad 34.092233 \quad -117.435048
                                                                        1
20
           FREMONT 0.0725
                                  0.011516 \ 37.548270 \ -121.988572
                                                                        1
21
                                 0.019484 \ 36.729529 - 119.708861
            FRESNO 0.0725
                                                                       1
22
         FULLERTON 0.0725
                                   0.014008 33.870821 - 117.929417
                                                                         1
23
       GARDEN GROVE 0.0725
                                      0.012589 \ 33.774629 - 117.946372
                                                                            1
24
                                  0.007674 \quad 34.192912 \quad -118.246249
          GLENDALE 0.0725
                                                                        1
25
           HAYWARD 0.0725
                                  0.015630 \quad 37.668821 - 122.080796
                                                                        1
26
    HUNTINGTON BEACH 0.0725
                                        0.010547 \quad 33.678334 \quad -118.000017
                                                                               1
27
         INGLEWOOD 0.0725
                                    0.012327 \ \ 33.956200 \ \ -118.353132
                                                                          1
28
            IRVINE 0.0725
                               0.006508 33.685697 - 117.825982
                                                                     1
29
      JURUPA VALLEY 0.0725
                                     0.012886 \quad 33.979847 - 117.451575
                                                                           1
30
         LANCASTER 0.0725
                                   0.009717 \ 34.698106 - 118.136615
                                                                         1
31
         LONG BEACH 0.0725
                                    0.013322 \quad 33.785389 \quad -118.158049
                                                                          1
33
           MODESTO 0.0725
                                  0.020026 \quad 37.639097 - 120.996878
                                                                        1
34
      MORENO VALLEY 0.0725
                                      0.015924 \quad 33.937517 - 117.230594
                                                                            1
35
          MURRIETA 0.0725
                                  0.007406 33.577752 -117.188454
                                                                        1
36
           NORWALK 0.0725
                                  0.009315 33.909280 -118.084917
                                                                        1
37
                                                                        1
           OAKLAND 0.0725
                                  0.030660 \ \ 37.804456 \ -122.271356
38
         OCEANSIDE 0.0725
                                  0.011877 \ 33.195870 \ -117.379483
                                                                         1
39
           ONTARIO 0.0725
                                 0.012694 \ 34.065846 -117.648430
                                                                       1
            OXNARD 0.0725
                                 0.012863 \quad 34.197631 - 119.180382
41
                                                                       1
42
          PALMDALE 0.0725
                                  0.008084 \ 34.579313 - 118.117111
                                                                         1
            POMONA 0.0725
44
                                  0.014517 \quad 34.055381 - 117.751750
                                                                        1
45
    RANCHO CUCAMONGA 0.0725
                                          0.011890 \quad 34.103319 - 117.575174
                                                                                1
46
          RICHMOND 0.0725
                                   0.019259\ \ 37.935758\ \text{-}122.347749
                                                                         1
47
         RIVERSIDE 0.0725
                                  0.016063 \quad 33.953355 \quad -117.396162
                                                                        1
48
         ROSEVILLE 0.0725
                                  0.012634 38.752124 -121.288006
                                                                        1
50
           SALINAS 0.0725
                                0.014825 \quad 36.674412 - 121.655037
                                                                      1
         SAN MATEO 0.0725
                                   0.009554 \ 37.496904 - 122.333057
                                                                         1
55
        SANTA CLARA 0.0725
57
                                    0.012059 \ \ 37.354113 \ -121.955174
                                                                          1
58
      SANTA CLARITA 0.0725
                                     0.007566 34.391664 -118.542586
                                                                           1
59
        SANTA MARIA 0.0725
                                    0.011338 \quad 34.953130 \quad -120.435858
                                                                          1
60
         SANTA ROSA 0.0725
                                   0.008885 \ 38.440467 - 122.714431
                                                                         1
```

```
62
          STOCKTON 0.0725
                                  0.018623 \quad 37.957702 - 121.290780
                                                                        1
         SUNNYVALE 0.0725
63
                                   0.008075 \ 37.368830 \ -122.036350
                                                                         1
64
          TEMECULA 0.0725
                                  0.012463 \ \ 33.494635 \ \ -117.147366
                                                                         1
      THOUSAND OAKS 0.0725
                                      0.006476 \quad 34.171427 - 118.910588
65
                                                                            1
66
          TORRANCE 0.0725
                                   0.010483 \quad 33.835849 - 118.340629
                                                                         1
                                 0.019390 \ 38.104086 \ -122.256637
67
           VALLEJO 0.0725
                                                                      1
69
        VICTORVILLE 0.0725
                                   0.013789 \quad 34.536107 - 117.291156
                                                                         1
70
           VISALIA 0.0725
                                0.016111 \ 36.330228 - 119.292058
                                                                     1
            VISTA 0.0725
71
                               0.007242 \quad 33.200037 - 117.242536
                                                                    1
72
        WEST COVINA 0.0725
                                    0.011708 \ \ 34.068621 \ \text{-} 117.938953
                                                                          1
75
    COLORADO SPRINGS 0.0290
                                       0.015192 \quad 38.833958 - 104.825349
                                                                             1
77
       FORT COLLINS 0.0290
                                   0.012820 \quad 40.550853 - 105.066808
                                                                         1
78
           GREELEY 0.0290
                                 0.011897 \ 40.423314 \ -104.709132
                                                                       1
79
           PUEBLO 0.0290
                                0.029836 \ 38.254447 - 104.609141
80
        WESTMINSTER 0.0290
                                     0.015327 \quad 39.836653 \quad -105.037205
                                                                          1
83
           LOWELL 0.0625
                                 0.010297 \ 42.633425 \ -71.316172
                                                                      1
84
        SPRINGFIELD 0.0625
                                   0.014286 \ 42.101483 \ -72.589811
                                                                        1
85
         WORCESTER 0.0625
                                   0.010178 \ 42.262593 \ -71.802293
                                                                         1
                                                                        1
86
         ANN ARBOR 0.0600
                                   0.007332 \ 42.268157 \ -83.731229
                                       0.007386 42.584852 -82.934824
87
    CLINTON TOWNSHIP 0.0600
                                                                             1
89
       GRAND RAPIDS 0.0600
                                    0.009319 42.963240 -85.667864
                                                                          1
90
           LANSING 0.0600
                                0.014394 42.733771 -84.555380
                                                                      1
91
    STERLING HEIGHTS 0.0600
                                      0.005351 \ 42.580312 \ -83.030203
                                                                            1
                                 0.010428 \ \ 42.493257 \ \ \text{-}83.006275
92
            WARREN 0.0600
                                                                       1
93
         HENDERSON 0.0685
                                   0.008818 \ 36.039146 - 114.981923
                                                                         1
     NORTH LAS VEGAS 0.0685
94
                                      0.012398 36.200837 -115.112096
                                                                            1
           EUGENE 0.0000
                                 0.018294 \ 44.050505 - 123.095051
                                                                       1
96
           GRESHAM 0.0000
                                  0.017143 \ 45.506741 - 122.436706
97
                                                                        1
98
         HILLSBORO 0.0000
                                  0.009960 \quad 45.522894 - 122.989827
                                                                        1
100
             SALEM 0.0000
                                0.021874 \quad 44.939157 \quad -123.033121
                                                                      1
101
          BELLEVUE 0.0650
                                  0.015553 \quad 47.614422 - 122.192337
                                                                        1
                                                                        1
102
           EVERETT 0.0650
                                  0.022710 \quad 47.967306 \quad -122.201400
103
             KENT 0.0650
                                0.026390 \quad 47.382690 \quad -122.227027
                                                                     1
106
           SPOKANE 0.0650
                                  0.036404 \ 47.657942 \ -117.421227
                                                                        1
   1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue
0
           Coffee Shop
                                    Park
                                               Clothing Store
1
      Mexican Restaurant
                                  Coffee Shop
                                                    Ice Cream Shop
2
    Fast Food Restaurant
                                  Pizza Place
                                                Mexican Restaurant
3
      Mexican Restaurant
                                  Coffee Shop Fast Food Restaurant
5
      Mexican Restaurant
                                Sandwich Place
                                                 American Restaurant
6
                Beach
                        Mexican Restaurant
                                                          Café
7
      Mexican Restaurant
                                Grocery Store
                                                  Convenience Store
8
                                Sandwich Place
                                                       Coffee Shop
      Mexican Restaurant
9
      Mexican Restaurant
                                Sandwich Place
                                                     Discount Store
10
      Mexican Restaurant
                              Convenience Store
                                                  Rental Car Location
11
        Sushi Restaurant
                           Mexican Restaurant
                                                        Playground
```

 $0.007241 \quad 34.269447 - 118.781482$

61

SIMI VALLEY 0.0725

12	Chinese Restaurant		ast Food Restaurant
13		Coffee Shop Fa	
14		Clothing Store	-
15	Pizza Place	Pharmacy Fast 1	Food Restaurant
17	Mexican Restaurant	Fast Food Restaurant	American Restaurant
18	Coffee Shop 1	Mexican Restaurant	Convenience Store
19	Fast Food Restaurant	Mexican Restaurant	Convenience Store
20	Grocery Store	Chinese Restaurant	Pizza Place
21	Fast Food Restaurant	Chinese Restaurant	Sandwich Place
22	Sushi Restaurant	Italian Restaurant	Burger Joint
23	Vietnamese Restaurant	Fast Food Restaurant	Korean Restaurant
24	Trail	Park Go	lf Course
25	Mexican Restaurant	Pizza Place	Coffee Shop
26	Coffee Shop	Pizza Place Mex	ican Restaurant
27	Mexican Restaurant	Fast Food Restaurant	Grocery Store
28	Sandwich Place	Bakery l	ce Cream Shop
29	Fast Food Restaurant	Convenience Store	Pizza Place
30	Mexican Restaurant	Diner Fast	Food Restaurant
31	Mexican Restaurant	Pizza Place	Thai Restaurant
33	Coffee Shop	Park Americ	can Restaurant
34	Fast Food Restaurant	Mexican Restaurant	Pizza Place
35	Mexican Restaurant	Pizza Place Fas	st Food Restaurant
36	Fast Food Restaurant	Mexican Restaurant	Coffee Shop
37	Bar	Coffee Shop Chines	-
38	American Restaurant	$ m \stackrel{1}{B} each$	Ice Cream Shop
39	Mexican Restaurant	Burger Joint	Convenience Store
41	Mexican Restaurant	Grocery Store	Pharmacy
42	Fast Food Restaurant	Mexican Restaurant	Discount Store
44	Mexican Restaurant		Coffee Shop
45	Mobile Phone Shop	Mexican Restaurant	Burger Joint
46	=		
47	Fast Food Restaurant	Mexican Restaurant	Pizza Place
48	Mexican Restaurant	Park	
50	Hotel Me	exican Restaurant Fast	Food Restaurant
55	Trail	Intersection Yoshok	u Restaurant
57	Korean Restaurant	Fast Food Restaurant	Mexican Restaurant
58	Pizza Place	Pharmacy Co.	nvenience Store
59	Mexican Restaurant	-	Convenience Store
60	Mexican Restaurant	Coffee Shop	Pizza Place
61	Mexican Restaurant	Sushi Restaurant	
62		Fast Food Restaurant	
63	Coffee Shop	Indian Restaurant	
64	=	Mexican Restaurant	0
65		Iartial Arts Dojo	Park
66		Cosmetics Shop Jap	panese Restaurant
67	_	Harbor / Marina	
69		Convenience Store Me	
70		Fast Food Restaurant	

 1		M : D /	d lil Di
71	Fast Food Restaurant		
72	· ·	Mexican Restaurant	Bubble Tea Shop
75	Bar	Coffee Shop	Brewery
77	Coffee Shop	Clothing Store	Cosmetics Shop
78			Convenience Store
79	Mexican Restaurant	Pizza Place	Italian Restaurant
80	Mexican Restaurant		Fast Food Restaurant
83	Sandwich Place	Pizza Place	Asian Restaurant
84	Donut Shop	Sandwich Place	American Restaurant
85	Italian Restaurant	$\operatorname{Caf\'e}$	Bar
86	Coffee Shop	Pizza Place	Bar
87	Convenience Store	Food	Liquor Store
89	Coffee Shop	Museum	Bar
90	Bar	Coffee Shop	Bakery
91	Sandwich Place	Fast Food Restaurant	Shipping Store
92	Fast Food Restaurant	American Restauran	
93	Fast Food Restaurant	Coffee Shop	Convenience Store
94	Fast Food Restaurant	Convenience Store	Mexican Restaurant
96	Brewery	Coffee Shop	Pizza Place
97	Coffee Shop	Pizza Place	Bar
98	Mexican Restaurant		Fast Food Restaurant
100		American Restaurant	Bar
101	Coffee Shop	Steakhouse	Spa
102	•	Mexican Restaurant	Gym
103	•	Mexican Restaurant	Pub
106	Bar	Pizza Place Ame	
100	Dai		rican recognition
	4th Most Common Ven	ue 5th Most (Common Venue \
0	Seafood Restaurant		Bar
1	Indian Restaurant	Convenienc	
2	Chinese Restaurant		track
3	Sandwich Place		Bar
5	Pizza Place	Burger Jo	
6	Coffee Shop	Hote	
7	Clothing Store	Taco Pi	
8	Pizza Place	Burger Jo	
9	Japanese Restaurant	-	
<i>3</i>	Fast Food Restaurant	Coffee Shop Indian Restaurant	
11	Hotel	Concert Hall	
12	Pizza Place		
	Pizza Place	Playground	
13		Burger Joint	
14	Convenience Store	Fast Food Restaurant	
15	American Restaurant	±	
17	Convenience Store	Pizza Place	
18	American Restaurant		estaurant
19	Gas Station	Pizza Pl	
20	Coffee Shop	Bake	m ery
21	Pharmacy	Pizza P	ī

22	14 . D	I C C
22	Mexican Restaurant	Ice Cream Shop
23	Coffee Shop	Convenience Store
24	Scenic Lookout	Yoshoku Restaurant
25	Bar	Fast Food Restaurant
26	Fast Food Restaurant	Gym / Fitness Center
27		outhern / Soul Food Restaurant
28	Café	Coffee Shop
29	Golf Course	Pharmacy
30	Convenience Store	Bar
31	Bar	Fast Food Restaurant
33	Sandwich Place	Italian Restaurant
34	Pharmacy	Sandwich Place
35	Pharmacy	Park
36	Pizza Place	$\operatorname{Pharmacy}$
37	Mexican Restaurant	Sandwich Place
38	Mexican Restaurant	Seafood Restaurant
39	Pizza Place	Sandwich Place
41	Convenience Store	Italian Restaurant
42	Pizza Place	Thai Restaurant
44	Bar	Pharmacy
45	Asian Restaurant	Coffee Shop
46	Liquor Store	Food Truck
47	Coffee Shop	Sandwich Place
48	Bar	Grocery Store
50	Coffee Shop	American Restaurant
55	Farm	Empanada Restaurant
57	Thai Restaurant	Bubble Tea Shop
58	Park	Coffee Shop
59	Burger Joint	Sushi Restaurant
60	Hotel	American Restaurant
61	Coffee Shop	Fast Food Restaurant
62	American Restaurant	$\mathrm{Deli}\ /\ \mathrm{Bodega}$
63	Sandwich Place	Grocery Store
64	Coffee Shop	Sushi Restaurant
65	$_{ m Gym}$	Sandwich Place
66	Lingerie Store	American Restaurant
67	Coffee Shop	Food Truck
69	Sandwich Place	$\operatorname{Platform}$
70	Sandwich Place	Italian Restaurant
71	Coffee Shop	Convenience Store
72	Vietnamese Restaurant	Korean Restaurant
75	Italian Restaurant	Pizza Place
77	Mexican Restaurant	Seafood Restaurant
78	Fast Food Restaurant	Sandwich Place
79	Fast Food Restaurant	Bakery
80	Sushi Restaurant	Grocery Store
83	Donut Shop	Pharmacy
84	Burger Joint	Discount Store

85	Coffee Shop	Mexican Restaurant
86	Sandwich Place	Korean Restaurant
87	Baseball Field	Diner
89	$\operatorname{Brewery}$	Hotel
90	Mexican Restaurant	Pharmacy
91	Shopping Mall	Discount Store
92	Coffee Shop	Intersection
93	Pizza Place	Mexican Restaurant
94	Fried Chicken Joint	Casino
96	Sushi Restaurant	Café
97	American Restaurant	Furniture / Home Store
98	Sandwich Place	Pizza Place
100	Sandwich Place	Pizza Place
101	Grocery Store	Vietnamese Restaurant
101		Asian Restaurant
	Hockey Arena	Fast Food Restaurant
103	Clothing Store	
106	Coffee Shop	Brewery
	6th Most Common Venu	ne 7th Most Common Venue \
0	Accessories Store	Steakhouse
1	Taco Place	Liquor Store
2	Paintball Field	Bakery
3	Chinese Restaurant	Italian Restaurant
5	Diner	Bakery
6	Breakfast Spot	Pizza Place
7	Sandwich Place	Italian Restaurant
8	Hotel	Ice Cream Shop
9	Café	Chinese Restaurant
10	Sandwich Place	Diner
11	Convenience Store	Flea Market
12	Convenience Store	Rental Car Location
13	Sushi Restaurant	Restaurant
14	Middle Eastern Restauran	
15	Rental Car Location	Sports Bar
17	Coffee Shop	Sandwich Place
18	Gas Station	Sushi Restaurant
19	American Restaurant	$\operatorname{Caf} olimits$
20	Pet Store	${\bf Intersection}$
21	Mobile Phone Shop	Mexican Restaurant
22	Pizza Place	Café
23	Bar	Café
24	Electronics Store	Empanada Restaurant
25	Chinese Restaurant	Sandwich Place
26	Spa	Grocery Store
27	Burger Joint	Pizza Place
28	Japanese Restaurant	Burger Joint
29	Ice Cream Shop	Movie Theater
$\frac{25}{30}$	Vegetarian / Vegan Restauran	
30		201100 01100

31	Convenience Store	Sandwich Place
33	Fast Food Restaurant	$\operatorname{Caf} olimits$
34	American Restaurant	Grocery Store
35	Chinese Restaurant	Coffee Shop
36	Park	Chinese Restaurant
37	Cocktail Bar	Japanese Restaurant
38	Surf Spot	Coffee Shop
39	Seafood Restaurant	ATM
41	Fast Food Restaurant	Thrift / Vintage Store
42	Train Station	Convenience Store
44	Convenience Store	Music Venue
45	Japanese Restaurant	Furniture / Home Store
46	Park	Metro Station
47	Convenience Store	American Restaurant
48	Convenience Store	Coffee Shop
50	Convenience Store	Breakfast Spot
55	Entertainment Service	Ethiopian Restaurant
57	Coffee Shop	Asian Restaurant
58	Fast Food Restaurant	Bank
59	Pharmacy	Pizza Place
60	Thai Restaurant	Italian Restaurant
61	Grocery Store	Burger Joint
62	Baseball Stadium	Chinese Restaurant
63	Park	Mexican Restaurant
64	$\operatorname{Steakhouse}$	$\operatorname{Brewery}$
65	Sushi Restaurant	Thrift / Vintage Store
66	Coffee Shop	Mexican Restaurant
67	Pizza Place	Rental Car Location
69	Performing Arts Venue	Donut Shop
70	American Restaurant	Coffee Shop
71	Chinese Restaurant	Ice Cream Shop
72	Noodle House	Pizza Place
75		
	Gastropub	Mexican Restaurant
77	Breakfast Spot	Gym
78 70	Pizza Place	Pharmacy
79	American Restaurant	Bar
80	Sandwich Place	Vietnamese Restaurant
83	Discount Store	Coffee Shop
84	Hotel	Shipping Store
85	Pizza Place	Sandwich Place
86	${ m Thrift}\ /\ { m Vintage}\ { m Store}$	College Auditorium
87	Sandwich Place	Coffee Shop
89	Music Venue	${\bf Steakhouse}$
90	Convenience Store I	Middle Eastern Restaurant
91	Rental Car Location	American Restaurant
92	Discount Store	${ m Pharmacy}$
93	Grocery Store	Gym / Fitness Center
94	Bakery	Pizza Place
- ·		

96	Breakfast Spot	Indie Movie Theater
97	Burger Joint	Mexican Restaurant
98	Convenience Store	Grocery Store
100	Restaurant	Italian Restaurant
101	Sushi Restaurant	Sandwich Place
102	Sushi Restaurant	Bakery
103	Sandwich Place	Bakery
106	Sushi Restaurant	Lounge
	8th Most Common Venue	9th Most Common Venue $\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \$
0	Sporting Goods Shop	Cosmetics Shop
1	Burger Joint	$\operatorname{Brewery}$
2	Grocery Store	Sports Bar
3	${ m Steakhouse}$	Breakfast Spot
5	Donut Shop	Deli / Bodega
6	Italian Restaurant	American Restaurant
7	Seafood Restaurant	Cosmetics Shop
8	American Restaurant	Fast Food Restaurant
9	Pizza Place	Italian Restaurant
10	Discount Store	Sushi Restaurant
11	Italian Restaurant	Video Store
12	Park	Dive Bar
13	$\mathbf{Pharmacy}$	American Restaurant
14	Chinese Restaurant	Cosmetics Shop
15	Salon / Barbershop	Sandwich Place
17	Vietnamese Restaurant	Cosmetics Shop
18	${ m Burger\ Joint}$	Chinese Restaurant
19	Discount Store	Fried Chicken Joint
20	$\operatorname{Caf\'e}$	Mexican Restaurant
21	${\rm Salon} \ / \ {\rm Barbershop}$	Grocery Store
22	Coffee Shop	Sports Bar
23	Chinese Restaurant	Asian Restaurant
24	Entertainment Service	Ethiopian Restaurant
25	Shipping Store	Italian Restaurant
26	Japanese Restaurant	Sandwich Place
27	Coffee Shop	Pharmacy
28	Mediterranean Restaurant	Mexican Restaurant
29	Fried Chicken Joint	Park
30	Plaza	Fried Chicken Joint
31	Cosmetics Shop	Grocery Store
33	New American Restaurant	Mexican Restaurant
34	$ m Video\ Store$	Discount Store
35	Sandwich Place	Gym
36	Cosmetics Shop	Donut Shop
37	Vietnamese Restaurant	Café
38	Breakfast Spot	Beer Garden
39	Candy Store	Fried Chicken Joint
41	Chinese Restaurant	Park

42	Burger Joint	Bus Station
44	${ m Nightclub}$	Gay Bar
45	Pizza Place	Bakery
46	Performing Arts Venue	Gym
47	Pet Store	Grocery Store
48	Fast Food Restaurant	Gas Station
50	Shipping Store	Thai Restaurant
55	Event Service	Event Space
57	Sandwich Place	Convenience Store
58	Mexican Restaurant	Martial Arts Dojo
59	Sandwich Place	$\operatorname{Steakhouse}$
60	Brewery	Clothing Store
61	Breakfast Spot	Park
62	Sandwich Place	Rental Car Location
63	Chinese Restaurant	Bubble Tea Shop
64	Wine Bar	Pizza Place
65	Liquor Store	Beer Store
66	Chinese Restaurant	Shoe Store
67		ern / Soul Food Restaurant
69 70	Bakery	Fast Food Restaurant
70 71	Salon / Barbershop	Breakfast Spot
71	Pizza Place	American Restaurant
72	Asian Restaurant	Ice Cream Shop
75	Sandwich Place	Steakhouse
77	Grocery Store	Vietnamese Restaurant
78	Discount Store	Bank
79	Café	Sandwich Place
80	Rental Car Location	Pizza Place
83	$\operatorname{Caf\'e}$	Chinese Restaurant
84	${ m Sports\ Bar}$	Gas Station
85	American Restaurant	Breakfast Spot
86	Park	Gourmet Shop
87	Clothing Store	Park
89	American Restaurant	Pizza Place
90	${\bf Intersection}$	Irish Pub
91	Pub	Bank
92	Video Store	Chinese Restaurant
93	Big Box Store	Shoe Store
94	Pharmacy	Coffee Shop
96	Japanese Restaurant	Burger Joint
97	Fast Food Restaurant	Thai Restaurant
98	Flea Market	Ice Cream Shop
100	Park	Fast Food Restaurant
101	Shopping Mall	Food Truck
102	Burger Joint	Tattoo Parlor
103	Gym / Fitness Center	Chinese Restaurant
106	Italian Restaurant	Concert Hall

	10th Most Common Venue
0	Pizza Place
1	Southern / Soul Food Restaurant
2	Burger Joint
3	General Entertainment
5	Pet Store
6	Bar
7	Coffee Shop
8	Italian Restaurant
9	Thai Restaurant
10	Furniture / Home Store
11	Coffee Shop
12	${f Supermarket}$
13	Department Store
14	Bar
15	New American Restaurant
17	Thai Restaurant
18	Sandwich Place
19	Latin American Restaurant
20	Fried Chicken Joint
21	Coffee Shop
22	Breakfast Spot
23	Arts & Crafts Store
24	Event Service
25	Sushi Restaurant
26	Pharmacy
27	Cosmetics Shop
28	Asian Restaurant
29	Sporting Goods Shop
30	American Restaurant
31	Thrift / Vintage Store
33	Convenience Store
34	Convenience Store
35	Grocery Store
36	Burger Joint
37	Vegetarian / Vegan Restaurant
38	Brewery
39	Mobile Phone Shop
41	Ice Cream Shop
42	Sushi Restaurant Taco Place
44	
45 46	Sushi Restaurant Fried Chicken Joint
47 48	Sushi Restaurant Sandwich Place
48 50	
50 55	Chinese Restaurant Exhibit
55 57	Exhibit Indian Restaurant
97	mulan R estaurant

```
Chinese Restaurant
58
59
                   Shoe Store
60
              French Restaurant
61
                         Gym
62
                 Cosmetics Shop
63
                       Hotel
64
                    Gastropub
              Italian Restaurant
65
66
                      Brewery
              Chinese Restaurant
67
69
                 History Museum
70
                      Brewery
71
                         ATM
72
                 Grocery Store
75
             American Restaurant
77
                      Brewery
78
                   Steakhouse
79
                       Hotel
80
               Storage Facility
83
                         Gym
             Rental Car Location
84
85
        Middle Eastern Restaurant
               Sushi Restaurant
86
87
                         Bar
89
                Ice Cream Shop
90
                 Sandwich Place
                         Bar
91
92
                 Clothing Store
                 Cosmetics Shop
93
94
                 Discount Store
                    Beer Store
96
97
                 Women's Store
98
                   Sports Bar
100
              Mexican Restaurant
101
              Mexican Restaurant
102
                    Beer Store
103
                  Hockey Arena
106
                        Hotel
```

Cluster 2

```
American Restaurant
                                      Pizza Place
                                                   Mexican Restaurant
        7th Most Common Venue 8th Most Common Venue 9th Most Common Venue
      74
                                  BBQ Joint
                                                    Coffee Shop
                     Spa
         10th Most Common Venue
      74 Furniture / Home Store
         This is our ideal cluster. Active nightlife, pubs, breweries and trendy areas and activi-
ties.
In [61]: cluster3 = city full.loc[city full['Cluster'] == 3, city full.columns[[1] + list(range(2, city full.shape[1]))
      cluster3
Out[61]:
                City
                        Tax Crime Index Latitude Longitude Cluster
          LOS ANGELES 0.0725
                                    0.012505 \quad 34.053691 - 118.242767
      32
                                                                       3
                                                                      3
      40
              ORANGE 0.0725
                                  0.009155 33.750038 -117.870493
      43
            PASADENA 0.0725
                                   0.010903 \quad 34.147645 - 118.144478
                                                                      3
      52
           SAN DIEGO 0.0725
                                  0.009250 \quad 32.717421 - 117.162771
                                                                      3
            SAN JOSE 0.0725
                                 0.012075 \quad 37.336191 - 121.890583
      54
      56
           SANTA ANA 0.0725
                                   0.011227 \ \ 33.749495 \ -117.873221
                                                                       3
      81
              BOSTON 0.0625
                                  0.009736 \ 42.360253 \ -71.058291
                                                                     3
      82
           CAMBRIDGE 0.0625
                                    0.008119 \ 42.375100 \ -71.105616
                                                                       3
      88
             DETROIT 0.0600
                                  0.022378 \ 42.331551 \ -83.046640
                                                                     3
      95
               RENO 0.0685
                                0.014195 \quad 39.529270 - 119.813674
                                                                    3
             SEATTLE 0.0650
                                  0.025904\ \ 47.603832\ \hbox{-}122.330062
                                                                     3
      105
           32
               Sushi Restaurant
                                       Coffee Shop Japanese Restaurant
              Mexican Restaurant
      40
                                    Convenience Store
      43
                                        Coffee Shop
                                                           Pizza Place
             American Restaurant
      52
                       Hotel
                              Mexican Restaurant
                                                    Italian Restaurant
      54
              Mexican Restaurant
                                        Coffee Shop
                                                          Cocktail Bar
              Mexican Restaurant Fast Food Restaurant
                                                                   Bar
      56
              Italian Restaurant
                                 Seafood Restaurant
                                                          Historic Site
      81
      82
          New American Restaurant
                                          Coffee Shop
                                                                   Pub
      88
                   Coffee Shop
                                                American Restaurant
                        Bar
                                         Pub
                                               Mexican Restaurant
      95
      105
                   Coffee Shop
                                     Cocktail Bar
                                                    Seafood Restaurant
         4th Most Common Venue 5th Most Common Venue 6th Most Common Venue
                             Mexican Restaurant
      32
                     Plaza
                                                    Ramen Restaurant
      40
                  Restaurant Fast Food Restaurant
                                                         Coffee Shop
      43
                                                      Steakhouse
            Italian Restaurant
                                          Bar
      52
                      Café
                                        Bar American Restaurant
      54
                       Bar
                              Sushi Restaurant
                                                    Sandwich Place
```

4th Most Common Venue 5th Most Common Venue 6th Most Common Venue \

```
Café
      82
                                    Gastropub
                                                        Brewery
      88
                  Restaurant
                                        Diner
                                                          Park
      95
                    Brewery
                                    Coffee Shop
                                                            Café
      105 Vietnamese Restaurant
                                   American Restaurant
                                                           Sushi Restaurant
               7th Most Common Venue 8th Most Common Venue \
      32
                     Ice Cream Shop
                                              Bookstore
      40
                       Pizza Place
                                        Sandwich Place
      43
                           Bakery
                                        Cosmetics Shop
      52
                       Coffee Shop
                                      Seafood Restaurant
                                          Pizza Place
                          Theater
      54
                                            Pizza Place
      56
                     Sandwich Place
                     Sandwich Place
                                                Market
      81
      82
          Vegetarian / Vegan Restaurant Portuguese Restaurant
      88
                           Lounge
                                           Steakhouse
      95
                           Hotel
                                       Breakfast Spot
      105
                  Italian Restaurant
                                          Breakfast Spot
           9th Most Common Venue
                                      10th Most Common Venue
      32
                        Bar Mediterranean Restaurant
      40
                                                Diner
             American Restaurant
      43
                        Pub
                                       Beer Garden
      52
          New American Restaurant
                                             Burger Joint
      54
                        Pub
                                     Ice Cream Shop
      56
             American Restaurant
                                            Coffee Shop
                                            Hotel
      81
                      Bakery
      82
                 Ice Cream Shop
                                       Tapas Restaurant
      88
                  Burger Joint
                                             Hotel
                    Steakhouse
                                         Pizza Place
      95
                       Hotel
      105
                                        Art Museum
Cluster 4
In [62]: city full.loc[city full['Cluster'] == 4, city full.columns[[1] + list(range(2, city full.shape[1]))]]
Out[62]:
                    Tax Crime Index Latitude Longitude Cluster \
             City
      4 BERKELEY 0.0725
                               0.023042 \quad 37.870839 - 122.272864
       1st Most Common Venue 2nd Most Common Venue
                                                           3rd Most Common Venue \
          Chinese Restaurant Japanese Restaurant New American Restaurant
       4th Most Common Venue 5th Most Common Venue 6th Most Common Venue \
            Thai Restaurant
                               French Restaurant
                                                             Café
       7th Most Common Venue 8th Most Common Venue 9th Most Common Venue \
               Yoga Studio
                                Ice Cream Shop
                                                       Coffee Shop
```

Restaurant

Coffee Shop

Pharmacy

Pizza Place

56

81

Convenience Store

Park

```
10th Most Common Venue
                Pizza Place
In [63]: # create map
      map clusters = folium.Map(location=[39.83, -98.58], zoom start=4)
      # set color scheme for the clusters
      x = np.arange(kclusters)
      ys = [i + x + (i*x)**2 \text{ for } i \text{ in range(kclusters)}]
      colors array = cm.rainbow(np.linspace(0, 1, len(ys)))
      rainbow = [colors.rgb2hex(i) for i in colors array]
      # add markers to the map
      markers colors = []
      for lat, lon, poi, cluster in zip(cluster3['Latitude'], cluster3['Longitude'], cluster3['City'],cluster3['Cluster']):
         label = folium.Popup(str(poi) + 'Cluster' + str(cluster), parse html=True)
         folium.CircleMarker(
            [lat, lon],
            radius=10,
            popup=label,
            color=rainbow[cluster],
            fill=True,
            fill color=rainbow[cluster],
            fill opacity=0.7).add to(map clusters)
      map clusters
Out[63]: <folium.folium.Map at 0x7f407436e4a8>
In [64]: cam = cluster3[cluster3['City'] == 'CAMBRIDGE']
      cam
Out[64]:
               City
                      Tax Crime Index Latitude Longitude Cluster \
      82 CAMBRIDGE 0.0625
                                   0.008119 \quad 42.3751 - 71.105616
           1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue
      82 New American Restaurant
                                            Coffee Shop
                                                                     Pub
        4th Most Common Venue 5th Most Common Venue 6th Most Common Venue \
      82
                      Café
                                    Gastropub
                                                         Brewery
               7th Most Common Venue 8th Most Common Venue \
      82 Vegetarian / Vegan Restaurant Portuguese Restaurant
        9th Most Common Venue 10th Most Common Venue
              Ice Cream Shop
      82
                                   Tapas Restaurant
In [65]: cluster3.sort values('Tax').head(5)
```

```
Out[65]:
               City
                      Tax Crime Index Latitude Longitude Cluster \
            DETROIT 0.0600
                                0.022378 42.331551 -83.046640
      88
            BOSTON 0.0625
                                0.009736 42.360253 -71.058291
                                                                   3
      81
      82
          CAMBRIDGE 0.0625
                                   0.008119 \ 42.375100 \ -71.105616
                                                                      3
      105
            SEATTLE 0.0650
                                 0.025904 \quad 47.603832 \quad -122.330062
                                                                    3
      95
              RENO 0.0685
                               0.014195 39.529270 -119.813674
                                                                  3
           1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue \
      88
                   Coffee Shop
                                           Bar American Restaurant
              Italian Restaurant
      81
                                 Seafood Restaurant
                                                          Historic Site
      82
          New American Restaurant
                                           Coffee Shop
                                                                   Pub
      105
                   Coffee Shop
                                     Cocktail Bar
                                                    Seafood Restaurant
      95
                        Bar
                                         Pub
                                                Mexican Restaurant
         4th Most Common Venue 5th Most Common Venue 6th Most Common Venue
      88
                  Restaurant
                                        Diner
                                                          Park
      81
                      Park
                                   Coffee Shop
                                                     Pizza Place
                                                        Brewerv
      82
                      Café
                                    Gastropub
      105 Vietnamese Restaurant
                                  American Restaurant
                                                          Sushi Restaurant
      95
                    Brewery
                                    Coffee Shop
                                                           Café
               7th Most Common Venue 8th Most Common Venue \
                          Lounge
      88
                                          Steakhouse
                     Sandwich Place
      81
                                               Market
      82
          Vegetarian / Vegan Restaurant Portuguese Restaurant
      105
                  Italian Restaurant
                                          Breakfast Spot
      95
                           Hotel
                                      Breakfast Spot
         9th Most Common Venue 10th Most Common Venue
      88
                Burger Joint
                                        Hotel
                    Bakery
                                       Hotel
      81
      82
              Ice Cream Shop
                                  Tapas Restaurant
                     Hotel
                                   Art Museum
      105
      95
                 Steakhouse
                                    Pizza Place
In [66]: cluster3.sort values('Crime Index').head(5)
Out[66]:
                      Tax Crime Index Latitude Longitude Cluster
              City
                                  0.008119 42.375100 -71.105616
                                                                     3
         CAMBRIDGE 0.0625
      40
            ORANGE 0.0725
                                0.009155 33.750038 - 117.870493
                                                                   3
      52
         SAN DIEGO 0.0725
                                0.009250 32.717421 - 117.162771
                                                                    3
      81
            BOSTON 0.0625
                               0.009736 42.360253 -71.058291
                                                                   3
      43
          PASADENA 0.0725
                                 0.010903 \quad 34.147645 - 118.144478
                                                                     3
          1st Most Common Venue 2nd Most Common Venue 3rd Most Common Venue
      82 New American Restaurant
                                          Coffee Shop
                                                                  Pub
                                   Convenience Store
                                                                  Bar
      40
             Mexican Restaurant
      52
                      Hotel
                              Mexican Restaurant
                                                   Italian Restaurant
```

```
81
      Italian Restaurant
                          Seafood Restaurant
                                                   Historic Site
43
      American Restaurant
                                 Coffee Shop
                                                    Pizza Place
  4th Most Common Venue 5th Most Common Venue 6th Most Common Venue
82
              Café
                            Gastropub
                                                Brewerv
40
          Restaurant Fast Food Restaurant
                                                  Coffee Shop
52
              Café
                                Bar American Restaurant
              Park
                           Coffee Shop
                                             Pizza Place
81
43
    Italian Restaurant
                                   Bar
                                               Steakhouse
        7th Most Common Venue 8th Most Common Venue \
82
   Vegetarian / Vegan Restaurant Portuguese Restaurant
                Pizza Place
                                 Sandwich Place
40
                Coffee Shop
                              Seafood Restaurant
52
              Sandwich Place
                                        Market
81
43
                   Bakery
                                Cosmetics Shop
    9th Most Common Venue 10th Most Common Venue
82
         Ice Cream Shop
                             Tapas Restaurant
40
      American Restaurant
                                      Diner
52 New American Restaurant
                                   Burger Joint
               Bakery
                                  Hotel
81
43
                 Pub
                             Beer Garden
```

3.8 Results

3.8.1 City Selection

Of the 11 cities in the target cluster, the top 5 safest and 5 lowest state tax are cross referenced to select Cambridge, MA as the top choice to open a Dispensary followed by Boston, MA.

3.9 Discussion

Upon review of the 5 different cluster datasets, I was able to determine which clusters contain the target demographic and culture that is becoming of a new dispensary such as an active nightlife scene from bars, pubs, liquor stores, activities, lots of restaurants such as fast food and convenience stores. The recommendation would be to focus your investors on opening a dispensary in Cambridge, MA followed by Boston, MA as a backup option or expansion location. These cities are both highly populated, very trendy, have an active nightlife, are relatively safe, and have a decent sales tax compared to other cities assessed.

3.10 Conclusion

Recreational marijuana is a rapidly materializing industry, estimated to surpass \$16 Billion in 2019 and exponentially growing. With the influx of new users and change of legal status, there is a huge demand for recreational marijuana with very limited supply. This is the prime chance to seize this opportunity and open a new legal marijuana supply chain in the United States. Based on the data reviewed and analyzed, Cambridge is the top city in the US to open the next Marijuana Dispensary based on its population, safety and culture.