

# Machine Learning Engineer Nanodegree

## Capstone Project

Jorge Bartra

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### I. Definition

#### 1) Project Overview

The project is a real world scenario for a Non-Profit organization. The organization is facing a challenge today because there are more than 100K potential donors that are currently not being included by the Marketing department in their campaigns. The 100K potential donors has been overlooked or not used because there is a lack of knowledge in regards to Machine Learning skills.

Currently the Non-Profit organization requires additional source of income in order to generate extra revenue and expand charity missions around the globe and also support and increase disaster recovery campaigns.

Machine Learning is been used in all types of business. Non-profit organizations are not stepping away from Machine Learning. Rather they are using it to increase the amount of donors by executing marketing campaigns constructed with Machine Learning algorithms. These campaigns are based on certain demographics such as particular interest, financial status and some others (1).

This is the reason why this project will not be the first one on its class since Machine Learning has been used already to increase the donation to Non-Profit organizations

#### 2) Problem Statement

There are different sources of data distributed in different servers and databases in the organization. Currently this data is in silos and is not efficiently connected. Using a series of SQL Stored Procedures the data can be combined into one single temporary table and stored for further analysis. Using Stored Procedures will save time next year since is highly probable that the model will be executed again.

The data presents a challenge because the data does not have quantitative features that could be used in the model such as "Income", therefore it is necessary to obtain data from a public domain that after is joined to the organization's data, it could produce a quantitative feature for every single record that is obtained within the organization's databases.

The model planned to be use is a Regression Model since the dependent variable is continuous. The output desired for this model is the Mean Income/ ZCTAs. After optimization the desired Accuracy and F-score would be close to 85% (+-).

The goal is to create additional revenue to a non-profit organization using data that is already stored in the organization's servers but it does not have all features needed to obtain a good prediction model. The initial tasks involved are as follows:

a. Download data from the below links:

I. Census Data.

<https://www.census.gov/programs-surveys/decennial-census/data/datasets.2010.html>

II. Redfin Data Center.

<https://www.redfin.com/blog/data-center>

The problem specific to this dataset is that it is stored in a TDE extension file and it is embedded into a Tableau Workbook

III. Merge the data from the 2 SQL servers in the organization.

b. Prepare and clean the data.

c. Inspect the data – Check for skewness, normalize the data if needed.

d. Split the data into training (80%) and testing (20%) sets.

e. Apply metrics for evaluation.

f. Evaluate 3 different supervised models.

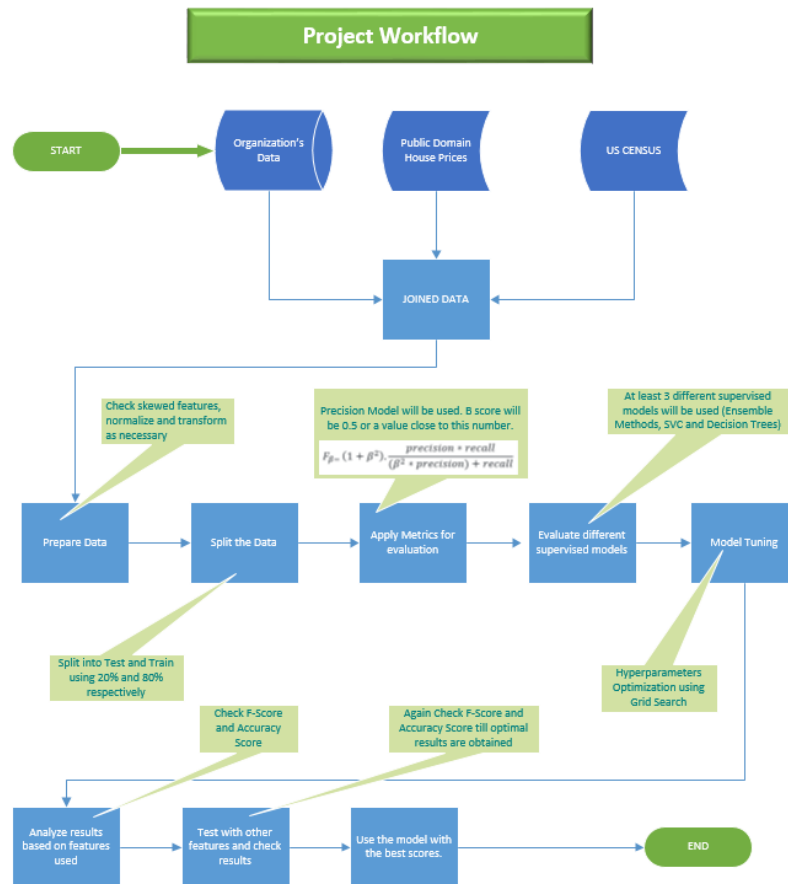
g. Implement Model tuning.

h. Analyze the results based on the features used in the model and check which feature is more likely to contribute to the desired model outcome.

i. Test with other features or less features and observe the results and compare.

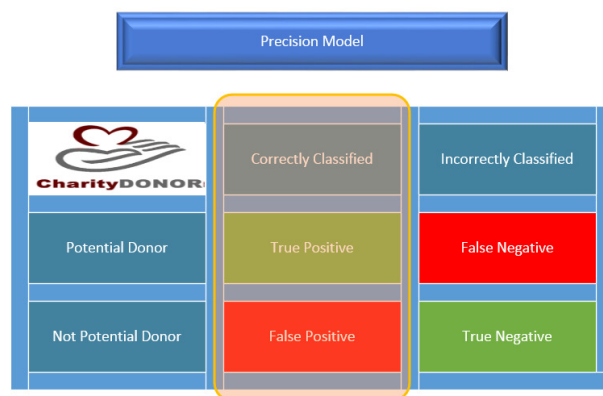
j. Use the model with the best score.

The model will use other features such as education, age, occupation, household income, etc. therefore the intention is not to drop everyone that makes higher than less than 60K/year but rather combined all the most relevant features in the data and obtain the best F score and Accuracy values.



### 3. Metrics Problem Statement

The intention is to use Precision Model rather than Recall. Below is the confusion matrix drawing elaborated for the project:



$$\text{Precision} = \frac{\text{True Positive}}{\text{True Positive} + \text{False Positive}}$$

Since it is a Precision model then it is necessary to use the B score with a value of 0.5 using the below formula:

$$F_{\beta} = (1 + \beta^2) \cdot \frac{\text{precision} * \text{recall}}{(\beta^2 * \text{precision}) + \text{recall}}$$

## II. Analysis

### 1. Data Exploration

For this project 3 different datasets were used:

- A. SQL Server Data – this data is the organization’s data. It contains Names, Last Names, Phone Numbers, Addresses, and Zip Codes. Unfortunately no other demographic information is available.
- B. Sale House Prices – this data comes from a public domain. The links are provided in the project proposal. The data was downloaded in a TDE extension file. It was embedded in a Tableau workbook, therefore it was challenging to extract it. The size of the data extract was 1.28 GB and the computers I used ran out of memory during the extract. There was no other way to extract the data, even though different techniques were used. At the end it had to be manually copied by chunks and paste it in Excel and then converted to CSV. This dataset contains House Sale Price, Zip Code, City, State and Country and some other fields no relevant on the model. The data was splitter into data with ZIP code and without ZIP code so again it was a little tedious to clean up and prepare the data.
- C. Census Dataset – this dataset was obtained from the CENSUS website. It was a little challenging to clean up and prepared the date because of the nature of the data. For example for age the below fields were available. Some of the buckets were removed for obvious reasons such as population less than 18 years old since it is unlikely that they could be potentials donors. For the other buckets the MEDIAN was calculated by ZIP code.

CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_	CO1_EST_
Population 18 to 24 years - Less than high school graduate	Population 18 to 24 years - High school graduate (includes equivalency)	Population 18 to 24 years - Some college or associate's degree	Population 18 to 24 years - Bachelor's degree or higher	Population 25 years and over - Less than 9th grade	Population 25 years and over - 9th to 12th grade, no diploma	Population 25 years and over - High school graduate (includes equivalency)	Population 25 years and over - Some college, no degree	Population 25 years and over - Associate's degree	Population 25 years and over - Bachelor's degree	Population 25 years and over - Graduate or professional degree	Population 25 to 34 years - High school graduate or higher	Population 25 to 34 years - Bachelor's degree or higher	Population 35 to 44 years - High school graduate or higher	Population 35 to 44 years - Bachelor's degree or higher	Population 45 to 64 years - High school graduate or higher	Population 45 to 64 years - Bachelor's degree or higher	Population 65 years and over - High school graduate or higher	Population 65 years and over - Bachelor's degree or higher

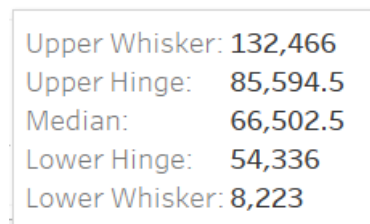
- D. The number of rows in each dataset is as follows:

- Combined table using SQL servers: 102510
- Census Data: 14519 rows (These rows are aggregated at the ZCTA level)
- RedFin Data Center: Original 4.2 M but after cleanup 15700 ((These rows are aggregated at the City and Zip Code level)

There are 14519 distinct target variables but when this dataset is joined to the SQL table it will be 102510 target variables since the SQL Server data is at the lowest level (SYSTEM ID or potential donor level)

For categorical variables, one-hot encoding algorithm seems to work very well for the type of features the model will use.

The dataset distribution seems to be balanced and it will be analyzed using a simple Box Plot graph or using python scripts. In the screen shot below they is a simple Box Plot.



## 2. Data Challenges

- A. Census Dataset – The Median Income was calculated using year 2017 and 2018's data. Previous income data was corrupted, missing a lot of values, many NULSS found or simply the data did not sense. Difference between "Median Income" values for some ZCTAs between year 2016 and 2014 were too high, in some cases the percentage increase from 2014 to 2016 was more than 50% which is wrong. To avoid misleading information only most recent data was used (years 2017 and 2018 the rest was removed from the dataset)
- B. Sale House Prices – The Median Income was the most relevant feature. It was calculated and it also represented a challenge because the data obtained from the public domain was not 100% accurate. After the initial analysis, more than 50K records had to be removed from the dataset because they do not have the corresponding house sale prices.
  - a. In order to reflect the most accurate results, the date range used was from 2017-2018 period. The date range is the most accurate "Median House Sale Price" to date.
  - b. The data obtained from the public domain was a mixture of Tableau Aggregated Measures and Dimensions. The measures were easily disaggregated but the dimensions could not be disaggregated because the nature of the data and Tableau behavior (Cube), therefore it was not an option. The next option was to filter the data using Tableau filters and calculated formulas and then export it into an excel spreadsheet. Unfortunately several errors were raised by the computer system resources. The messages received were all OUT OF MEMORY related.

c. Tableau 'Data Export' feature was then used as the last alternative. After the export task was performed I had a CSV file saved in the File Share with a 1.28 GB in size. While preparing the data for the model a very important scenario was overlooked. Since Excel has a 1 million row cap, the rest of the data did not load. The row count was more than 4.2 million of rows but it was not noted after it was too late. When I run the model I was getting an Over-Fitted model with 100% on Accuracy and F-Score because the data was not just incomplete but there were a lot of duplicated records and some other invalid data such as NULLs on BLANKs.

d. Because of the data was bad and the Model Scores were really bad, it was necessary to start again from the scratch.

e. The next featured used to extract the data was the use of the 'Load Query to Excel Data Model' option in Excel, but it did not work because the two computers used run out of memory.

f. After trying to download the data for a couple of days, Tableau Data viewer had to be used. The data was sorted manually by date and then copied and pasted into an excel worksheet. It took around ½ hours just to copy one year worth of data and past the data into Excel.

g. Below is a sample data displayed in Tableau Viewer:

View Data: agg_region_datacenter_calc (rf_temp.agg_region_datacenter_calc) (rf_temp)													Copy	Export All
4,199,494 rows <input checked="" type="checkbox"/> Show aliases														
City	Measure Display	Median List Price (copy)	Period Begin	Period End	Property Type	Region	Region Type	State	State Code	Table Id	Worksheet Filter	Avg Sale To List		
		192242.50	1/1/2017	3/31/2017	Condo/Co-op	Zip Code: 28027	zip code	North Carolina	NC	11252	Value	0.98439		
		139900.00	1/1/2017	3/31/2017	Single Family Residential	Zip Code: 46126	zip code	Indiana	IN	19456	Value	0.93129		
		292954.00	1/1/2017	3/31/2017	Multi-Family (2-4 Unit)	Zip Code: 95472	zip code	California	CA	29664	Value	0.95840		
		399000.00	1/1/2017	3/31/2017	Single Family Residential	Zip Code: 11717	zip code	New York	NY	3827	Value	1.06553		
		399000.00	1/1/2017	3/31/2017	Condo/Co-op	Zip Code: 01952	zip code	Massachusetts	MA	582	Value	0.98330		
		139900.00	1/1/2017	3/31/2017	All Residential	Zip Code: 48026	zip code	Michigan	MI	20391	Value	0.96560		
		270000.00	1/1/2017	3/31/2017	All Residential	Zip Code: 98257	zip code	Washington	WA	40919	Value	0.96763		
	Columbus		45000.00	1/1/2017	3/31/2017	Single Family Residential	Columbus, OH - Deather Park	neighborhood	Ohio	OH	153723	Value	0.98246	
St. Louis		29487.50	1/1/2017	3/31/2017	Single Family Residential	St. Louis, MO - Mount Pleasant	neighborhood	Missouri	MO	92588	Value	0.94575		
		139900.00	1/1/2017	3/31/2017	Multi-Family (2-4 Unit)	Zip Code: 46140	zip code	Indiana	IN	19461	Value	1.18364		
		715000.00	1/1/2017	3/31/2017	Townhouse	Zip Code: 02474	zip code	Massachusetts	MA	768	Value	1.04145		
		769000.00	1/1/2017	3/31/2017	All Residential	Zip Code: 21156	zip code	Florida	FL	14025	Value	0.91715		
		76900.00	1/1/2017	3/31/2017	Condo/Co-op	Zip Code: 33434	zip code	Florida	FL	14183	Value	0.92572		
	Fort Lauderdale		538000.00	1/1/2017	3/31/2017	Condo/Co-op	Fort Lauderdale, FL - Central Beach	neighborhood	Florida	FL	139342	Value	0.93669	
		184900.00	1/1/2017	3/31/2017	Single Family Residential	Zip Code: 53954	zip code	Wisconsin	WI	22987	Value	0.94698		
	Denver		199900.00	1/1/2017	3/31/2017	Condo/Co-op	Denver, CO - Washington Park West	neighborhood	Colorado	CO	121644	Value	1.01823	
		54900.00	1/1/2017	3/31/2017	Single Family Residential	Zip Code: 33070	zip code	Alabama	AL	14908	Value	0.74845		
	Denver		337000.00	1/1/2017	3/31/2017	Condo/Co-op	Denver, CO - Loory	neighborhood	Colorado	CO	92581	Value	0.98113	
		139900.00	1/1/2017	3/31/2017	All Residential	Zip Code: 14223	zip code	New York	NY	5102	Value	0.97014		
		115000.00	1/1/2017	3/31/2017	Condo/Co-op	Zip Code: 33619	zip code	Florida	FL	14285	Value	0.96571		
Tampa		142450.00	1/1/2017	3/31/2017	Single Family Residential	Tampa, FL - Forest Hills	neighborhood	Florida	FL	70421	Value	0.97960		
		292952.00	1/1/2017	3/31/2017	Condo/Co-op	Zip Code: 28074	zip code	Washington	WA	40865	Value	1.06835		
Ramsey		180000.00	3/1/2017	3/31/2017	Townhouse	Ramsey, MN	place	Minnesota	MN	13662	Value	0.98110		
		147000.00	1/1/2017	3/31/2017	Single Family Residential	Zip Code: 44240	zip code	Ohio	OH	18576	Value	0.95458		

h. Finally the data was loaded in Excel (only 2017-2018 data). The data was then imported into a SQL Server table using SQL ETL SSIS and joined with the rest of the data.

C. SQL Server Data/Organizations Data – The data from the organization was obtained from two different servers. It was imported into a Development Data Warehouse environment and then joined with the Data Warehouse data. It was not difficult to join the data from the two server since it was just using SQL scripts.

### 3. SQL Code used for the Data Preparation

It was necessary to create a temp table in the SQL Database since the regular tables could not be used. The temp table was created using SQL Integration Services (SSIS) using the SQL script shown below:

```
WITH PotentialDonors (constituentsystemid, constituentlookupid, PRIMARYADDRESSCITY, PRIMARYADDRESSTATE,
primaryaddressstateabbreviation,
PRIMARYADDRESSCOUNTRY, zipcode, MeanPrice) AS
(
select A.constituentsystemid, A.constituentlookupid,
a.PRIMARYADDRESSCITY, a.PRIMARYADDRESSTATE, a.primaryaddressstateabbreviation,
a.PRIMARYADDRESSCOUNTRY,

CONVERT(INT,
CASE WHEN IsNumeric(CONVERT(VARCHAR(12), substring(a.PRIMARYADDRESSPOSTCODE,0,6))) = 1
then CONVERT(VARCHAR(12), substring(a.PRIMARYADDRESSPOSTCODE,0,6))
else 0
End) zipcode,
MaxMeanPrice.MeanPrice

from bbdw.dim_constituent A

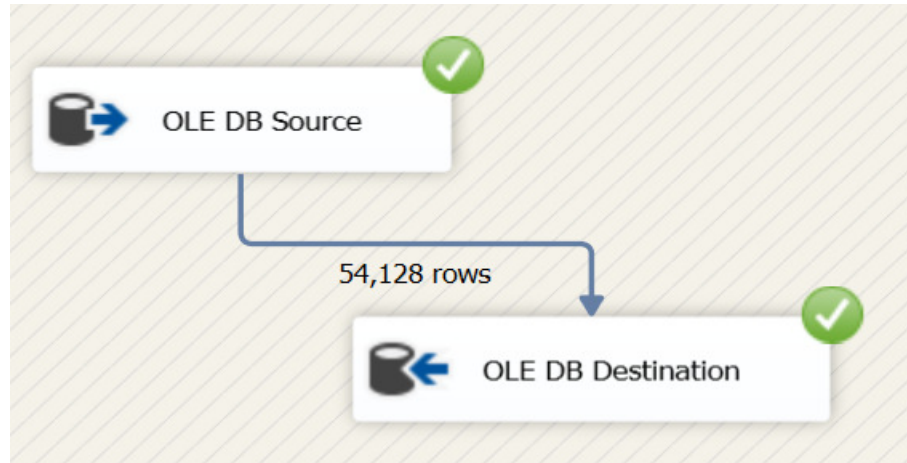
join dbo.OLEDBDestination B
on
A.constituentlookupid = B.lookupid

join
(
select city, state, max([mean price]) MeanPrice from dbo.HousePrices
group by city, state
) as MaxMeanPrice
on
(A.PRIMARYADDRESSCITY = MaxMeanPrice.city
and
A.PRIMARYADDRESSTATE = MaxMeanPrice.state)

where a.PRIMARYADDRESSPOSTCODE is not null
and a.PRIMARYADDRESSCOUNTRY <> 'No Country' and a.PRIMARYADDRESSTATE <> 'No State'
and a.PRIMARYADDRESSPOSTCODE <> '0' and a.PRIMARYADDRESSCOUNTRY = 'United States'
)

select * from PotentialDonors
order by 7
```

The total record count transferred to the new temp table was 54128. After cleaning up the data further such as eliminating nulls, converting float type values into integers and removing unnecessary features such as Country, City, State, State Abreviation and Lookup ID the total unique record count is 50392



As mentioned before the first attempt to obtain a good Accuracy and F-Score values was a failure because 100 % obtained both. I could not find the error with the Python Code therefore I started looking at the data and I found interesting facts, for example I noticed some duplication and missing data.

After that I connected to SQL server and using SSIS I was able to move the data from the CSV file into a table in SQL server.

The next challenge found was how to calculate the MEDIAN House Sale Price for a single Zip Code, otherwise the results of SQL joins would create multiple instances of the same row in the table. The SQL below was created to calculate the median House Sale Price by Zip Code and then in the Main SQL (Outer SQL) I had to extract the unique instances using the Group By clause together with the MAX function would select one single instance. I could have used FIRST or LAST function as well.

I had to join two different datasets from the Median Sale House Price data. The first set had the Zip Codes therefore I joined the SQL Server data with the Median House Price data using the ZIP Code as key field.

The SQL is shown below:

#### STEP#1

```
select max(xyz.MedianContCalc)Unique_MedianSalePrice, xyz.zipcode,
xyz.state,xyz.statecode
from
(
    SELECT zipcode, state, statecode,MedianSalePrice,
    PERCENTILE_CONT(0.5) WITHIN GROUP (ORDER BY MedianSalePrice)
    OVER (PARTITION BY zipcode) AS MedianContCalc
    FROM dbo.housepricewithzipcode
) xyz
group by xyz.zipcode, xyz.state,xyz.statecode
```



The second dataset from the same Median Sale House Price data did not have Zip Codes therefore I had to do basically the same thing I did above. In this case was a little more challenging to create the data because I had to exclude the previous data obtained from the above SQL first and then I had to join that data with the SQL server data using the City and State as key fields. The SQL has different levels due to the complexity of the data. Each level has been documented in the same SQL below:

## STEP#2

```
select
max(FinalData.MedianContCalc)Unique_MedianSalePrice,FinalData.PRIMARYADDRESSCITY,FinalData.PRIMARYADDRESSPOSTCODE, FinalData.PRIMARYADDRESSSTATE,
FinalData.PRIMARYADDRESSCOUNTRY, finaldata.primaryaddressstateabbreviation
from --1st level to obtain a single or unique row for the City, State and Median Sale Price
(
select
xyz.PRIMARYADDRESSCITY,xyz.PRIMARYADDRESSSTATE,xyz.PRIMARYADDRESSPOSTCODE,xyz.primaryaddressstateabbreviation,xyz.primaryaddresscountry,
PERCENTILE_CONT(0.5) WITHIN GROUP (ORDER BY xyz.MedianSalePrice)
OVER (PARTITION BY xyz.PRIMARYADDRESSPOSTCODE) AS MedianContCalc
from -- 2nd level to obtain the Median Sale House Price for the City and State combination since prices were
different in some of the rows
(
select DataRemoved.*, b.mediansaleprice
from( -- 3rd level to exclude the data selected in the first dataset
select A.* from dbo.advocatescleaned A
where not exists ( -- 4rd Data obtained in the same SQL described on Step 1
select remzip.PRIMARYADDRESSPOSTCODE from
(
select A.*, b.Unique_MedianSalePrice from
dbo.advocatescleaned A
join dbo.HPriceZipUnique B
on
A.PRIMARYADDRESSPOSTCODE = b.zipcode
) remzip
where remzip.PRIMARYADDRESSPOSTCODE = a.PRIMARYADDRESSPOSTCODE)
) DataRemoved

join dbo.HousePrice_NoZipCode B
on
DataRemoved.PRIMARYADDRESSCITY = b.city
and
DataRemoved.PRIMARYADDRESSSTATE = b.state
) xyz
)FinalData
group by FinalData.PRIMARYADDRESSCITY,FinalData.PRIMARYADDRESSPOSTCODE,
FinalData.PRIMARYADDRESSSTATE,
FinalData.PRIMARYADDRESSCOUNTRY, finaldata.primaryaddressstateabbreviation
```

The last step to join the Median Sale House Price was to join the two SQLs (Part#1 and Part#2) using the UNION SQL clause to obtain the desired dataset:

-----Median House Sale Price with Zip Codes and SQL Data joined

```

select A.*, b.Unique_MedianSalePrice from dbo.advocatescleaned A

join dbo.HPriceZipUnique B
on
A.[PRIMARYADDRESSPOSTCODE] = b.zipcode

---Median House Sale Price for the dataset based on City, State, State Initials and Country only
union

select
max(FinalData.MedianContCalc)Unique_MedianSalePrice,FinalData.PRIMARYADDRESSCITY,FinalData.PRIMARYADDRESSPOSTCODE, FinalData.PRIMARYADDRESSSTATE,
FinalData.PRIMARYADDRESSCOUNTRY, finaldata.primaryaddressstateabbreviation
from --1st level to obtain a single or unique row for the City, State and Median Sale Price
(
select
xyz.PRIMARYADDRESSCITY,xyz.PRIMARYADDRESSSTATE,xyz.PRIMARYADDRESSPOSTCODE,xyz.primaryaddressstateabbreviation,xyz.primaryaddresscountry,
PERCENTILE_CONT(0.5) WITHIN GROUP (ORDER BY xyz.MedianSalePrice)
OVER (PARTITION BY xyz.PRIMARYADDRESSPOSTCODE) AS MedianContCalc
from -- 2nd level to obtain the Median Sale House Price for the City and State combination since prices were
different in some of the rows
(
select DataRemoved.*, b.mediansaleprice
from( -- 3rd level to exclude the data selected in the first dataset
select A.* from dbo.advocatescleaned A
where not exists ( -- 4rd Data obtained in the same SQL described on Step 1
select remzip.PRIMARYADDRESSPOSTCODE from
(
select A.*, b.Unique_MedianSalePrice from
dbo.advocatescleaned A
join dbo.HPriceZipUnique B
on
A.PRIMARYADDRESSPOSTCODE = b.zipcode
) remzip
where remzip.PRIMARYADDRESSPOSTCODE = a.PRIMARYADDRESSPOSTCODE)
) DataRemoved

join dbo.HousePrice_NoZipCode B
on
DataRemoved.PRIMARYADDRESSCITY = b.city
and
DataRemoved.PRIMARYADDRESSSTATE = b.state
) xyz
)FinalData
group by FinalData.PRIMARYADDRESSCITY,FinalData.PRIMARYADDRESSPOSTCODE,
FinalData.PRIMARYADDRESSSTATE,
FinalData.PRIMARYADDRESSCOUNTRY, finaldata.primaryaddressstateabbreviation

```

Finally I joined the two datasets using the Zip Code as key field (Mean Sale House Price with Census Income and other features together) and exported the data into a CSV file.

```
SELECT A.*, B.*  
FROM dbo.IncomeZip A  
  
join dbo.SQLData_HousePrice_Combined B  
on  
A.Zip = b.PRIMARYADDRESSPOSTCODE
```

### III. Benchmark Model

Since the data is not at the individual level but rather at the zip code and city level, the organization is interested in targeting individuals where the house mean sale price is higher than 30K.

In addition to the house sale price the estimated mean income by zip code will be also used. The targeted individual within a certain zip code where median income is higher than 60K/year combined with the house median sale price will be the two numerical features in this model.

Using the above target the model to use will be Simple Logistic Regression Model

### IV. Implementation

Supervised Models selection.

Model Selection – After some research these are models selected:

#### A) Adaboost

- A real world application is Image and Face Detection.(1) Google uses this algorithm when buyers compare prices with a single upload image into Google website. The application is call GoogleShopper (2)
- AdaBoost works basically creating a series learners or models avoiding the errors obtained in the previous iteration. The way it works is sequentially and this is the reason why is able to improve itself after each iteration, the features used in previous runs can be discarded and then use new features from the dataset with more weight.
- When there are noise and outliers ADABOOST does not perform well.
- First we have remove the outliers by normalizing the data. After that we applied one-hot encoded algorithm to get rid of the non numerical features. This scenario works well with AdaBoost because the prediction is based on decision stump. Another reason for using this model is because it is well known for a very robust algorithm.(3)

(1) <https://www.analyticsvidhya.com/blog/2015/05/boosting-algorithms-simplified/>

(2) <https://patents.google.com/patent/WO2015192239A1/en>

(3) <https://machinelearningmastery.com/boosting-and-adaboost-for-machine-learning/>

#### B) SVC

- A real world application is to recognize hand written characters and it is used widely.(1)
- The strengths of SVC is that it reduces or avoid over fitting by regulating the parameters, the kernel can be adjusted to work together with SVC thus obtaining better results (i.e rbf, linear or poly).
- In large tasks, the extensive memory usage is high and due to the algorithmic complexity it becomes a serious issue. The speed and data set size is also a weakness. It also does not work well with discrete data. It can also be extremely slow in Test.(2)
- I think the dataset we have is very small therefore the size should not be an issue in terms of time, also it has several features which makes it perfect for the multivariable data.

(1) <https://data-flair.training/blogs/applications-of-svm/>

(2) <https://www.analyticsvidhya.com/blog/2017/09/understaing-support-vector-machine-example-code/>

### C) Decision Trees

- ATS Trust is a company dedicated to maintain, install and remove homes oil tanks used in their heating system. The company uses an answer tool to guide and help people learn all about oil tank removal.(1)
- Decision Tree model is easy to understand. This model is almost the fastest in identifying the most significant variable among other variables. Also data types are not a constrain and it is considered as non-parametric model.
- Decision Trees tends to over fit and it performs poorly with continuous data.
- I used this model since it is easy to understand but I not sure if it will be a good model, given the data we have. I did not want to use other model that we did not cover in the class so far therefore this was my third choice. I think the model will prove itself wrong at the end of this lab, which I think is other way to learn how not to use this model.

1) <http://www.funderstanding.com/blog/real-life-application-decision-trees/>

## V. Improvement

The data collected for this project was not easy to obtain. The organization needs to work better on collecting the data from the different groups that support the mission. The ideal project would be calculating the model at the individual level, unfortunately the CENSUS data does not offer this type of detail or the data is not available to the public domain. The data in the organization lacks of consistency, some of them have education or income but the majority of the records either the data is NULL or there are blank spaces making harder to work with. The model can be improved collecting more data, although not always more data means better results.

There other factor to take into consideration for the future. For example checking donor's propensity (3). Therefore improvement will be discussed as they are necessary to improve accuracy of the model and increase revenue in the organization.

## VI. Conclusion:

The results of this model does not suffer from high variance and it could be due to the low number of features used but on the other hand the number of points were low. The explanation on the low data points is due to the fact that model is summarizing the outcome based on zip codes rather than at the individual level. The dataset from the organization has 50K plus records which most of them will fall into the model predictions.

The model does not suffer from high bias neither which is a good news.

### Overall Scores

The Accuracy and F-Score of the model after optimization is as follows:

Final Model trained on full data

-----

Accuracy on testing data: 0.8294

F-score on testing data: 0.8305

## Reference

1. <http://blog.abila.com/artificial-intelligence-machine-learning-nonprofits-associations/>
2. <https://www.census.gov/geo/reference/zctas.html>
3. <https://www.iwave.com/2018/07/26/prospect-ratings-the-foundation-of-fundraising-intelligence/>