

Salifort Motors

Employee Retention Project

ISSUE:

Salifort Motors aims to enhance employee retention and address the following inquiry:

What's likely to make the employee leave the company?

RESPONSE:

As the target variable we intend to predict is categorical, the team has the option to construct either a logistic regression or a tree-based machine learning model.

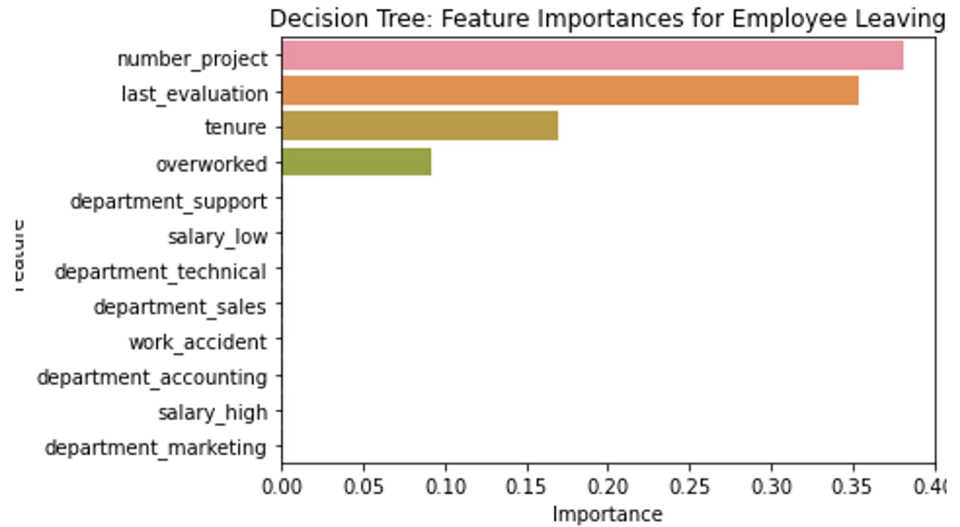
The random forest model exhibits a slight performance advantage over the decision tree model.

IMPACT:

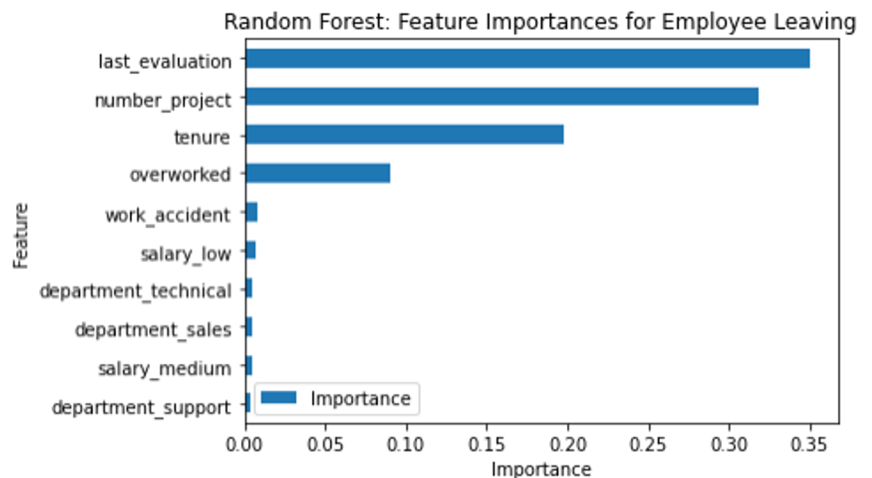
This model assists in forecasting whether an employee will depart and determining the most influential factors. These findings can guide HR in making decisions to enhance employee retention.

INSIGHTS/NEXT STEPS:

- Limit the number of projects employees can undertake.
- Evaluate the possibility of promoting employees who have completed four years with the company or investigate the causes of dissatisfaction among these employees.
- Offer rewards for extended work hours or remove the requirement for extended hours altogether.
- Ensure employees are well-informed about the company's overtime pay policies and clarify expectations regarding workload and time off.
- Organize company-wide and team-level discussions to better understand and address the company's work culture.
- Implement a proportional scale for recognizing and rewarding employees based on their contributions and effort, rather than reserving high evaluation scores solely for those working 200+ hours per month.



Barplot above shows the most relevant variables: 'last_evaluation', 'number_project', 'tenure' and 'overworked'.



In the random forest model above, 'last_evaluation', 'tenure', 'number_project', 'overworked', 'salary_low', and 'work_accident' have the highest importance. These variables are most helpful in predicting the outcome variable, 'left'.