# Predicting Employee Attrition: A Human Resources Solution

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# Github Repository:

https://github.com/MSADS-505-Data-Science-for-Business/predicting\_employee\_attrition

Loading the necessary packages/libraries

```
[1]: import pandas as pd
     import numpy as np
     import math
     import seaborn as sns
     import matplotlib.pyplot as plt
     import matplotlib.lines as mlines
     from matplotlib.legend_handler import HandlerLine2D
     %matplotlib inline
     import statsmodels.api as sm
    from sklearn.linear_model import LogisticRegression
    from sklearn.ensemble import RandomForestClassifier, BaggingClassifier
    from sklearn import metrics, preprocessing
    from sklearn.metrics import roc_curve, auc, mean_squared_error,\
    precision_score, recall_score, f1_score, accuracy_score,\
    confusion_matrix, plot_confusion_matrix, classification_report
    from sklearn.discriminant_analysis import LinearDiscriminantAnalysis
    from sklearn.svm import SVC
    from sklearn.tree import DecisionTreeClassifier, export_graphviz
    from sklearn.neural_network import MLPClassifier
    from sklearn.neighbors import NearestNeighbors, KNeighborsClassifier
    from sklearn.preprocessing import LabelEncoder
    from sklearn.model_selection import train_test_split
    from dmba import gainsChart
     import pydotplus
     from IPython.display import Image
     from prettytable import PrettyTable
     import warnings
    warnings.filterwarnings("ignore")
```

### **Problem Statement**

- The Multinational Corporation wants to examine their employee attrition rate
- There has been a growing concern about the impact attrition might have on our organization, so the MNC wants to predict this rate going forward.

Goal: To predict the likelihood of an employee leaving the organization

# Reading in and inspecting the dataframe

```
[2]: # read in the dataset from excel
     url = 'https://raw.githubusercontent.com/munipayal1/\
     MADS-505-Final-Project/main/HR_Employee_Data.csv'
     hr = pd.read_csv(url)
[3]: # inspect the first 5 rows of the dataset
     hr.head()
[3]:
          Emp_Id satisfaction_level last_evaluation number_project
     0 IND02438
                                38%
                                                 53%
     1 IND28133
                                80%
                                                 86%
                                                                   5
                                                                   7
     2 IND07164
                                                 88%
                                11%
     3 IND30478
                                72%
                                                 87%
                                                                   5
     4 IND24003
                                37%
                                                 52%
                                                                   2
        average_montly_hours time_spend_company Work_accident
     0
                                                               0
                         157
                                                3
                                                                     1
                                                               0
     1
                         262
                                                6
                                                                     1
     2
                         272
                                                4
                                                               0
                                                                     1
     3
                         223
                                                5
                                                               0
                                                                     1
                                                               0
     4
                         159
                                                3
                                                                     1
        promotion_last_5years Department salary
     0
                            0
                                   sales
                                              low
                            0
     1
                                   sales medium
     2
                            0
                                   sales medium
     3
                            0
                                   sales
     4
                            0
                                   sales
                                              low
[4]: # removing percentage signs
     hr['satisfaction_level'] = list(map(lambda x: x[:-1],
                                hr['satisfaction_level'].\
                                values))
     #change satisfaction_level and last_evaluation to float
     hr['satisfaction_level'] = (hr['satisfaction_level']).\
                                 astype('float64')
     hr['last_evaluation'] = list(map(lambda x: x[:-1],
                                      hr['last_evaluation'].\
                                       values))
     # used .astype instead of numeric to alter df than series
     hr['last_evaluation'] = (hr['last_evaluation']).\
                              astype('float64')
     hr.head()
[4]:
          Emp_Id satisfaction_level last_evaluation number_project \
     0 IND02438
                                38.0
                                                  53.0
     1 IND28133
                                80.0
                                                  86.0
                                                                     5
     2 IND07164
                                11.0
                                                  88.0
                                                                     7
                                                                     5
     3 IND30478
                                72.0
                                                  87.0
```

```
IND24003
                             37.0
                                                52.0
                                                                    2
                                                Work_accident
   average_montly_hours time_spend_company
                                                                 left
0
                     157
                                              3
                                                              0
                                                                    1
                     262
                                              6
                                                              0
1
                                                                    1
2
                                              4
                                                              0
                     272
                                                                    1
3
                     223
                                             5
                                                              0
                                                                    1
4
                     159
                                              3
                                                              0
                                                                    1
   promotion_last_5years Department salary
0
                         0
                                sales
                                           low
                         0
                                sales medium
1
                                sales medium
2
                         0
3
                         0
                                sales
                                           low
4
                         0
                                sales
                                           low
```

```
[5]: # inspect # of rows and columns, unique values
numb_rows = hr.shape[0]
numb_col = hr.shape[1]
# check for unique employee ID number

print('Number of Rows:', numb_rows)
print('Number of Cols:', numb_col)
print('Number of unique rows:',hr['Emp_Id'].nunique())
```

Number of Rows: 14999 Number of Cols: 11

Numbver of unique rows: 14999

# Exploratory Data Analysis (EDA)

# Renaming Columns for clarity

### Inspecting the data types

```
[7]: print("\033[1m"+'Data Types'+"\033[1m") hr.dtypes
```

Data Types

```
[7]: Employee_ID
                                object
     satisfaction level
                               float64
     last_evaluation
                               float64
     number_project
                                 int64
     average_monthly_hours
                                 int64
     time_spend_company
                                 int64
     Work_accident
                                 int64
     Attrition
                                 int64
     promotion_last_5years
                                 int64
     Department
                                object
     salary
                                object
     Status
                                object
     dtype: object
```

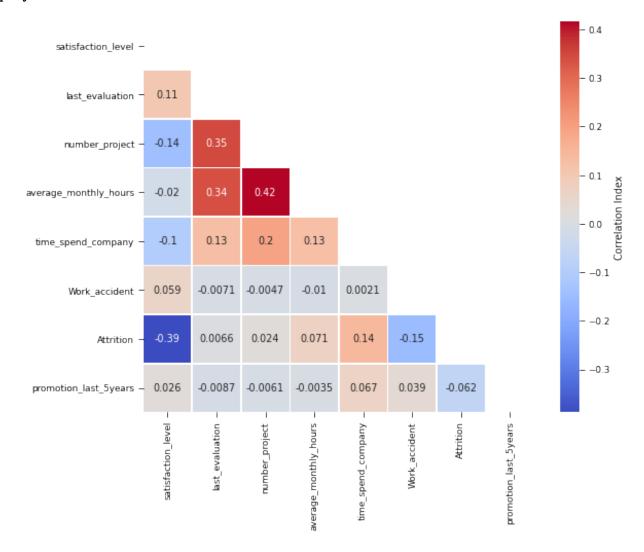
```
[8]: # inspect dataset for missing values
print("\033[1m"+'Null Value Counts'+"\033[1m")
hr.isnull().sum()
```

#### Null Value Counts

```
[8]: Employee_ID
                               0
     satisfaction_level
                               0
     last_evaluation
                               0
     number_project
                               0
     average_monthly_hours
                               0
     time_spend_company
                               0
     Work_accident
                               0
                               0
     Attrition
     promotion_last_5years
                               0
                               0
     Department
     salary
                               0
                               0
     Status
     dtype: int64
```

# **Examining Correlation for Multicollinearity**

### Employee Data: Correlation Matrix

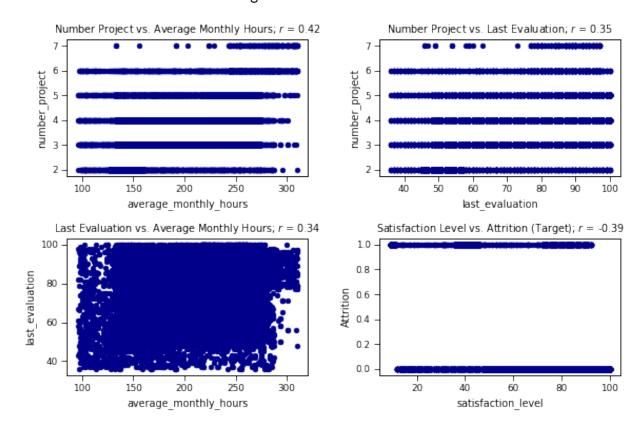


Average\_monthly\_hours and number\_projects are moderately correlated (r=0.42). Additionally, 'number\_project' and 'last\_evaluation' are less moderately correlated (r=0.35). 'Average\_monthly\_hours' is slightly less moderately correlated to 'last\_evaluation' (r=0.34). Lastly, 'satisfaction\_level' is moderately and negatively correlated with the target 'Attrition' (r=-0.39).

From this analysis and the ensuing scatter plots, there exists almost no relationships between attrition and other predictors, except 'time\_spend\_company' (r = 0.14), and 'work\_accident' (r = -0.15).

```
c='DarkBlue', ax=flat[0])
corr1 = round(np.corrcoef(hr.average_monthly_hours,
                          hr.number_project) [0,1],2)
flat[0].set_title('Number Project vs. Average Monthly Hours;'
                   ' $\mathit{r}$ = ' + "\{:.2f}\".format(corr1))
hr.plot.scatter(x='last_evaluation',
                y='number_project',
                c='DarkBlue', ax=flat[1])
corr2 = round(np.corrcoef(hr.last_evaluation,
                          hr.number_project)[0,1],2)
flat[1].set_title('Number Project vs. Last Evaluation;'
                  ' $\mathit{r}$ = ' + "\{:.2f}\".format(corr2))
hr.plot.scatter(x='average_monthly_hours',
                y='last_evaluation',
                c='DarkBlue', ax=flat[2])
corr3 = round(np.corrcoef(hr.average_monthly_hours,
                          hr.last_evaluation)[0,1],2)
flat[2].set_title('Last Evaluation vs. Average Monthly Hours;'
                   ' $\mathit{r}$ = ' + "\{:.2f}\".format(corr3))
hr.plot.scatter(x='satisfaction_level',
                y='Attrition',
                c='DarkBlue', ax=flat[3])
corr4 = round(np.corrcoef(hr.satisfaction_level,
                          hr. Attrition) [0,1],2)
flat[3].set_title('Satisfaction Level vs. Attrition (Target);'
                   ' $\mathit{r}$ = ' + "\{:.2f}\".format(corr4))
plt.show()
```

#### Selected Scatter Plots from Four Highest Correlated Predictors



#### **Summary Statistics Tables**

#### Employee Summary Statistics

```
[11]:
                              Mean Standard Deviation Minimum
                                                                     25%
                                                                            50%
      satisfaction_level
                             61.28
                                                  24.86
                                                             9.00
                                                                   44.00 64.00
                                                  17.12
                             71.61
                                                           36.00
                                                                  56.00 72.00
      last_evaluation
      number project
                                                   1.23
                                                                    3.00
                                                                           4.00
                              3.80
                                                            2.00
                                                  49.94
      average_monthly_hours 201.05
                                                           96.00 156.00 200.00
                                                   1.46
                                                            2.00
                                                                    3.00
                                                                           3.00
      time_spend_company
                              3.50
     Work_accident
                              0.14
                                                   0.35
                                                            0.00
                                                                    0.00
                                                                           0.00
     Attrition
                              0.24
                                                   0.43
                                                            0.00
                                                                    0.00
                                                                           0.00
                                                   0.14
                                                            0.00
                                                                    0.00
      promotion_last_5years
                              0.02
                                                                           0.00
                                75%
                                    Maximum
      satisfaction level
                             82.00
                                      100.00
      last_evaluation
                             87.00
                                      100.00
                                        7.00
      number project
                              5.00
      average_monthly_hours 245.00
                                      310.00
                              4.00
                                       10.00
      time spend company
      Work accident
                              0.00
                                        1.00
      Attrition
                              0.00
                                        1.00
     promotion_last_5years
                              0.00
                                        1.00
```

*Note.* Employees report a mean satisfaction level of approximately 61%. Over the last five years, most employees did not receive a promotion.

```
[12]: # average monthly hours by department
print("\033[1m"+'Average Monthly Hours: \
    Summary Statistics by Department'+"\033[1m")

def summary_by_job():
    pd.options.display.float_format = '{:,.2f}'.format
    new = hr.groupby('Department')['average_monthly_hours']\
    .agg(["mean", "median", "std", "min", "max"])
```

#### Average Monthly Hours: Summary Statistics by Department

[12]:		Mean	Median	Standard	Deviation	Minimum	Maximum
	Department						
	IT	202.22	199.00		50.69	96.00	308.00
	RandD	200.80	200.00		49.25	98.00	308.00
	accounting	201.16	199.00		51.11	97.00	310.00
	hr	198.68	197.00		50.37	98.00	310.00
	${\tt management}$	201.25	204.00		47.38	97.00	307.00
	marketing	199.39	198.00		49.36	96.00	310.00
	<pre>product_mng</pre>	199.97	198.00		50.11	98.00	310.00
	sales	200.91	201.00		49.56	96.00	310.00
	support	200.76	200.00		50.02	96.00	310.00
	technical	202.50	201.00		50.60	97.00	310.00
	Total	2,007.63	1,997.00		498.45	969.00	3,093.00

### Note. Most departments worked around the same hours.

#### Satisfaction by Department: Summary Statistics

[13]:		Mean	Median	Standard Deviation	Minimum	Maximum
	Department					
	IT	61.81	66.00	24.99	9.00	100.00
	RandD	61.98	65.00	24.53	9.00	100.00
	accounting	58.22	61.00	25.52	9.00	100.00
	hr	59.88	61.00	24.79	9.00	100.00

management	62.13	65.50	22.77	9.00	100.00
marketing	61.86	64.00	24.43	9.00	100.00
<pre>product_mng</pre>	61.96	64.00	24.23	9.00	100.00
sales	61.44	64.00	25.03	9.00	100.00
support	61.83	65.00	24.64	9.00	100.00
technical	60.79	64.00	25.42	9.00	100.00
Total	611.92	639.50	246.35	90.00	1,000.00

*Note.* Accounting and HR have the lowest reported mean satisfaction levels.

```
frint("\033[1m"+'Attrition Outcome by Department'+"\033[1m")

def ret_by_dept():
    dept_ret_stayed = hr.loc[hr.Status == 'stayed'].groupby\
    (['Department'])[['Status']].count()
    dept_ret_stayed.rename(columns={'Status':'Stayed'}, inplace=True)
    dept_ret_left = hr.loc[hr.Status == 'left'].groupby\
    (['Department'])[['Status']].count()
    dept_ret_left.rename(columns={'Status':'Left'}, inplace=True)
    merged_df = pd.concat([dept_ret_stayed, dept_ret_left], axis = 1)
    merged_df.loc['Total'] = merged_df.sum(numeric_only=True, axis=0)
    merged_df['# of Employees'] = merged_df.sum(axis=1)
    merged_df['% Attrition'] = round((merged_df['Left'] / \
        (merged_df['Stayed'] + merged_df['Left']))* 100, 2)
    return merged_df

ret_by_dept()
```

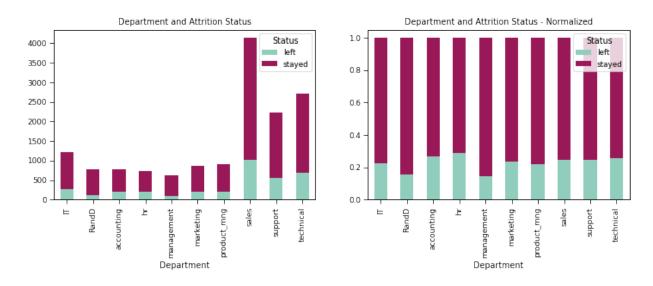
### Attrition Outcome by Department

[14]:		Stayed	Left	# of Employees	% Attrition
	Department				
	IT	954	273	1227	22.25
	RandD	666	121	787	15.37
	accounting	563	204	767	26.60
	hr	524	215	739	29.09
	management	539	91	630	14.44
	marketing	655	203	858	23.66
	<pre>product_mng</pre>	704	198	902	21.95
	sales	3126	1014	4140	24.49
	support	1674	555	2229	24.90
	technical	2023	697	2720	25.62
	Total	11428	3571	14999	23.81

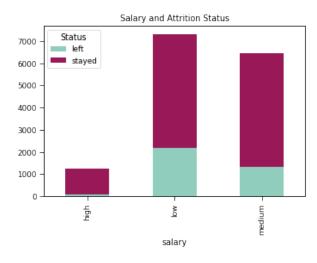
The ensuing bar graphs measure interdepartmental attrition. For example, HR has the highest attrition percentage (employees who left). Normalizing this dsitribution, we see an uptick in hr department attrition in terms of rate. Sales, support, and technical departments remain at about equal attrition rates.

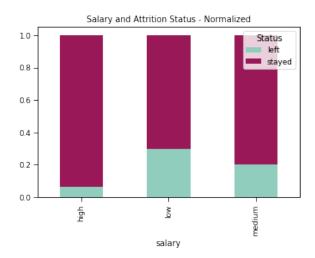
```
[15]: fig = plt.figure(figsize=(12,8))
    ax1 = fig.add_subplot(221)
    ax2 = fig.add_subplot(222)
    fig.suptitle('Absolute vs. Normalized Distributions')
```

Absolute vs. Normalized Distributions



The ensuing bar graphs measure attrition by salary. For example, there is a higher prevalance of lower salaries than medium and higher salaries, respectively. Amongst the lower salaries, more employees stayed within the company than those who left. Normalizing the distribution, we see the same trends; however, in terms of attrition rates, the lowest amongst the three categories is evident in the higher salaries. Lower salaries show the highest attrition rate, and medium salaries follow.



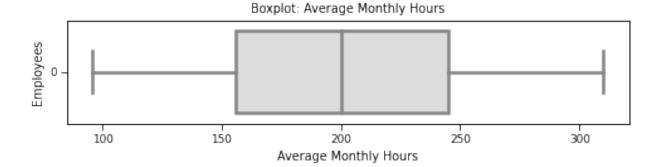


#### **Boxplot Distributions**

```
[17]: # selected boxplot distributions
      print("\033[1m"+'Boxplot Distributions'+"\033[1m")
      # Boxplot of age as one way of showing distribution
      fig = plt.figure(figsize = (8,1.5))
      plt.title ('Boxplot: Average Monthly Hours')
      plt.xlabel('Average Monthly Hours')
      plt.ylabel('Employees')
      sns.boxplot(data=hr['average_monthly_hours'],
                  palette="coolwarm", orient='h',
                  linewidth=2.5)
      plt.show()
      # Computing IQR
      Q1 = hr['average_monthly_hours'].quantile(0.25)
      Q3 = hr['average_monthly_hours'].quantile(0.75)
      IQR = Q3-Q1
      # Computing Summary Stats of average_monthly_hours
      mean_1 = round(hr['average_monthly_hours'].mean(),2)
      std_1 = round(hr['average_monthly_hours'].std(),2)
      median_1 = round(hr['average_monthly_hours'].median(),2)
      print('The first quartile is %s. '%Q1)
      print('The third quartile is %s. '%Q3)
      print('The IQR is %s.'%round(IQR,2))
      print('The mean is %s.'%mean 1)
      print('The standard deviation is %s.'%std 1)
      print('The median is %s.'%median_1)
```

```
fig = plt.figure(figsize = (8,1.5))
plt.title ('Boxplot: Last Evaluation')
plt.xlabel('Last Evaluation')
plt.ylabel('Employees')
sns.boxplot(data=hr['last_evaluation'],
            palette="coolwarm", orient='h',
            linewidth=2.5)
plt.show()
# Computing IQR of last_evaluation
Q1 = hr['last_evaluation'].quantile(0.25)
Q3 = hr['last evaluation'].quantile(0.75)
IQR = Q3-Q1
# Computing Summary Stats of last_evaluation
mean_1 = round(hr['last_evaluation'].mean(),2)
std_1 = round(hr['last_evaluation'].std(),2)
median_1 = round(hr['last_evaluation'].median(),2)
print('The first quartile is %s. '%Q1)
print('The third quartile is %s. '%Q3)
print('The IQR is %s.'%round(IQR,2))
print('The mean is %s.'%mean 1)
print('The standard deviation is %s.'%std_1)
print('The median is %s.'%median_1)
fig = plt.figure(figsize = (8,1.5))
plt.title ('Boxplot: Satisfaction Level')
plt.xlabel('Satisfaction Level')
plt.ylabel('Employees')
sns.boxplot(data=hr['satisfaction_level'],
            palette="coolwarm", orient='h',
            linewidth=2.5)
plt.show()
# Computing IQR of satisfaction_level
Q1 = hr['satisfaction_level'].quantile(0.25)
Q3 = hr['satisfaction level'].quantile(0.75)
IQR = Q3-Q1
# Computing Summary Stats of satisfaction_level
mean 1 = round(hr['satisfaction level'].mean(),2)
std_1 = round(hr['satisfaction_level'].std(),2)
median_1 = round(hr['satisfaction_level'].median(),2)
print('The first quartile is %s. '%Q1)
print('The third quartile is %s. '%Q3)
print('The IQR is %s.'%round(IQR,2))
print('The mean is %s.'%mean_1)
print('The standard deviation is %s.'%std_1)
print('The median is %s.'%median_1)
```

# Boxplot Distributions



The first quartile is 156.0.

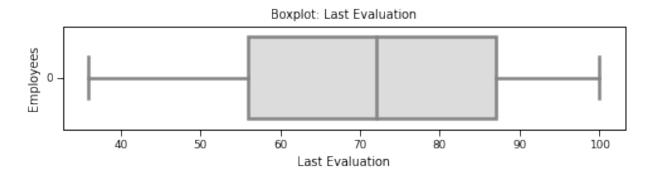
The third quartile is 245.0.

The IQR is 89.0.

The mean is 201.05.

The standard deviation is 49.94.

The median is 200.0.



The first quartile is 56.0.

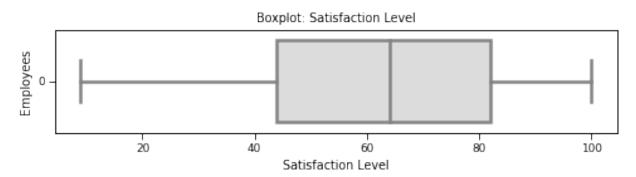
The third quartile is 87.0.

The IQR is 31.0.

The mean is 71.61.

The standard deviation is 17.12.

The median is 72.0.

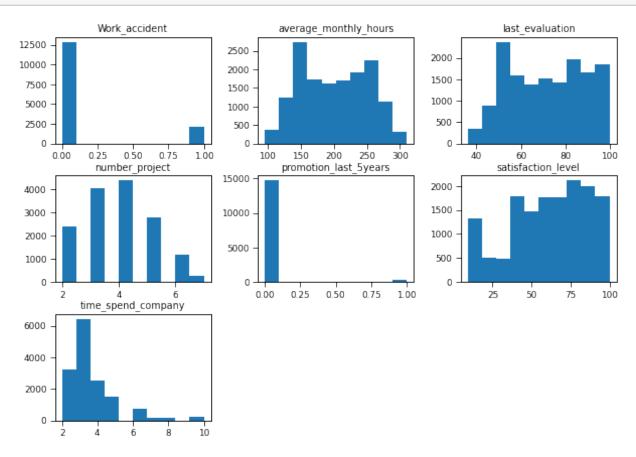


```
The first quartile is 44.0. The third quartile is 82.0. The IQR is 38.0. The mean is 61.28. The standard deviation is 24.86. The median is 64.0.
```

*Note.* All of the examined boxplot distributions are normal. Furthermore, there were no outliers.

# **Histogram Distributions**

```
[18]: # checking for degenerate distributions
hr_hist = hr.drop(columns=['Attrition'])
hr_hist.hist(grid=False, figsize=(10,7)); plt.show()
```



Note. Most of our data were not normally distributed, with the exception to 'average\_monthly\_hours' and 'number\_project.'

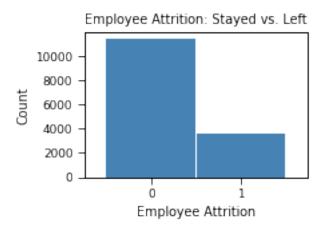
```
[19]: # employee attrition bar graph
attrition_count = hr['Attrition'].value_counts()
fig = plt.figure(figsize=(3,2))
attrition_count.plot.bar(x ='lab', y='val', rot=0, width=0.99,
```

```
color="steelblue")

plt.title ('Employee Attrition: Stayed vs. Left')
plt.xlabel('Employee Attrition')
plt.ylabel('Count')
plt.show()

attrition_yes = attrition_count[1]
attrition_no = attrition_count[0]
attrition_rate = attrition_yes/(attrition_no + attrition_yes)

print('# of Employees that Stayed:', attrition_no)
print('# of Employees that Left:', attrition_yes)
print('Attrition:', round(attrition_rate,2))
```



# of Employees that Stayed: 11428
# of Employees that Left: 3571

Attrition: 0.24

### **Pre-Processing**

```
hr=hr.drop(columns=['Employee_ID','salary','Status', 'Department'])
```

# Checking for Statistical Significance Via Baseline Model

The logistic regression model was introduced as a baseline because establishing impact of coefficients on each independent feature can be carried with relative ease. Moreover, it is possible to gauge statistical significance from the reported p-values of the summary output table below.

Generalized Linear Model - Logistic Regression Baseline

$$y = \beta_0 + \beta_1 x_1 + \beta_2 x_2 + \dots + \beta_p x_p + \varepsilon$$

Logistic Regression - Parametric Form

$$p(y) = \frac{\exp(\beta_0 + \beta_1 x_1 + \beta_2 x_2 + \dots + \beta_p x_p)}{1 + \exp(\beta_0 + \beta_1 x_1 + \beta_2 x_2 + \dots + \beta_p x_p)} + \varepsilon$$

Logistic Regression - Descriptive Form

$$\hat{p}(y) = \frac{\exp(b_0 + b_1 x_1 + b_2 x_2 + \dots + b_p x_p)}{1 + \exp(b_0 + b_1 x_1 + b_2 x_2 + \dots + b_p x_p)}$$

```
[23]: X = hr.drop(columns=['Attrition'])
X = sm.add_constant(X)
y = pd.DataFrame(hr[['Attrition']])
log_results = sm.Logit(y,X, random_state=42).fit()
log_results.summary()
```

Optimization terminated successfully.

Current function value: 0.431309

Iterations 7

[23]: <class 'statsmodels.iolib.summary.Summary'>

# Logit Regression Results

Dep. Variable: Model: Method: Date: Time: converged: Covariance Type:	Mon, 18 Oct	Logit MLE 2021 24:24 True	Df Res Df Moo Pseudo Log-L: LL-Nu:	R-squ.:		14999 14989 9 0.2142 -6469.2 -8232.3 0.000	
<b>→</b> 975]	coei	sto	err	z	======= P> z	[0.025	0.
const	1.020	L (	0.138	7.407	0.000	0.750	1.
satisfaction_level	-4.1307	7 (	0.098	-42.303	0.000	-4.322	-3.

last_evaluation	0.7265	0.148	4.893	0.000	0.435	1.
number_project →271	-0.3124	0.021	-14.755	0.000	-0.354	-0.
average_monthly_hours →005	0.0044	0.001	8.663	0.000	0.003	0.
time_spend_company →287	0.2576	0.015	16.877	0.000	0.228	0.
Work_accident →363	-1.5384	0.089	-17.193	0.000	-1.714	-1.
promotion_last_5years →001	-1.5032	0.256	-5.862	0.000	-2.006	-1.
department_label →046	0.0303	0.008	3.904	0.000	0.015	0.
salary_level ⊶625	-0.6992	0.038	-18.471	0.000	-0.773	-0.
		=======	========			======

*Note.* All of the independent variables are statistically significant at the  $\alpha = 0.05$  level.

# Train\_Test\_Validation Split

```
[24]: size_train = round(10499/14999,2)
      size_valid = round(2250/14999,2)
      size_test = round(300/2000, 2)
      print('training size:', size_train)
      print('validation size:', size_valid)
      print('test size:', size_test)
     training size: 0.7
     validation size: 0.15
     test size: 0.15
[25]: train, test = train_test_split(hr, train_size = 10499,
                                     random_state = 42)
      valid, test = train_test_split(test, train_size = 2250,
                                     random_state = 42)
      # confirm dimensions (size of newly partioned data)
      print('Training:',len(train))
      print('Validation:', len(valid))
      print('Test:', len(test))
```

Training: 10499 Validation: 2250 Test: 2250

```
[26]: # define (list) the features
X_var = list(hr.columns)
# define the target
target = 'Attrition'
X_var.remove(target)
```

```
X_train = train[X_var]
y_train = train[target]
X_test = test[X_var]
y_test = test[target]
X_valid = valid[X_var]
y_valid = valid[target]
```

# Model Building Strategies:

Model Performance and Hyperparameter Tuning

### Logistic Regression

The initial Logistic Regression model is semi-tuned, setting C=1e42 to avoid regularization. The second model is subsequently tuned over a regularization norm of 'l2', a liblinear solver because it "converges rapidly" (Galarnyk, 2021), and a set of varying cost parameters. Model accuracy and f1-score is improved in the second. Details pertaining to these performance metrics are discussed in greater detail towards the end of all completed modeling.

```
[27]: # Semi-tuned Logistic Regression
      logit_reg = LogisticRegression(C=1e42, random_state=42)
      logit_reg.fit(X_train, y_train)
      # Predict on validation set
      logit_reg_pred1 = logit_reg.predict(X_valid)
      # Predict on test set
      logit_reg_pred2 = logit_reg.predict(X_test)
      # accuracy and classification report
      print('Untuned Logistic Regression Model')
      print('Accuracy Score')
      print(accuracy_score(y_valid, logit_reg_pred1))
      print('Classification Report \n',
             classification_report(y_valid, logit_reg_pred1))
      C = [0.01, 0.1, 0.2, 0.5, 0.8, 1, 5, 10, 20, 50]
      LRtrainAcc = []
      LRvalidAcc = []
      LRtestAcc = []
      # Tuned Logistic Regression Model
      for param in C:
         tlr = LogisticRegression(penalty = '12',
                                   solver = 'liblinear',
                                   C=param, random_state=42)
          tlr.fit(X_train, y_train)
          tlr_pred_train = tlr.predict(X_train)
          # Predict on validation set
          tlr_pred_valid = tlr.predict(X_valid)
```

Untuned Logistic Regression Model Accuracy Score 0.7795555555555556

Classification	Report
----------------	--------

	precision	recall	f1-score	support
0	0.81	0.92	0.86	1716
1	0.56	0.32	0.41	534
accuracy			0.78	2250
macro avg	0.69	0.62	0.63	2250
weighted avg	0.75	0.78	0.76	2250

Tuned Logistic Regression Model Accuracy Score 0.783555555555556 Classification Report

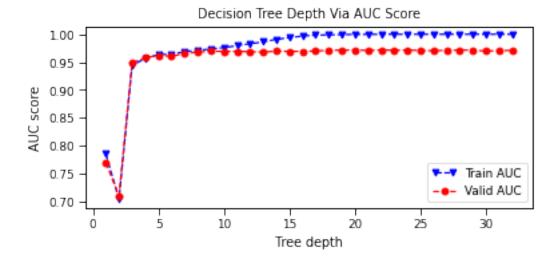
	precision	recall	f1-score	support
0 1	0.82 0.58	0.92 0.34	0.87 0.42	1716 534
accuracy			0.78	2250
macro avg	0.70	0.63	0.65	2250
weighted avg	0.76	0.78	0.76	2250

#### **Decision Trees**

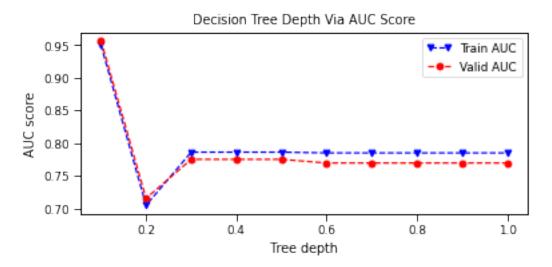
To determine the max\_depth for the decision tree, a for-loop was created to find the ideal AUC score. However, AUC Score is not the only metric that can determine the ideal max depth. For this reason, accuracy score was also examined via for-loop. In using accuracy, it was determined that a max\_depth of 13 was the optimal value.

Whereas the initial Decision Tree Classifier below is un-tuned, this assumes a default *gini* criterion. Changing this hyperparameter to *entropy*, and varying the model over a range of 3 to 10, respectively, produces slightly better results, which will be discussed at the commencement of these algorithmic exercises.

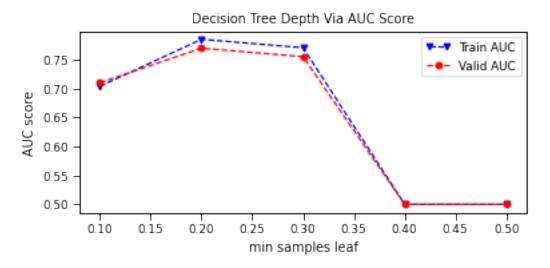
```
[28]: # to see if we need to alter max depth
     max_depths = np.linspace(1, 32, 32, endpoint=True)
     train_results = []
      valid_results = []
      for max_depth in max_depths:
         dt = DecisionTreeClassifier(max_depth=max_depth)
          dt.fit(X train, y train)
         train_pred = dt.predict(X_train)
         valid_pred = dt.predict(X_valid)
         false_positive_rate, true_positive_rate, \
         thresholds = roc_curve(y_train, train_pred)
         roc_auc = auc(false_positive_rate, true_positive_rate)
          # Add auc score to previous train results
         train_results.append(roc_auc)
         y_pred = dt.predict(X_valid)
         false_positive_rate, true_positive_rate, \
         thresholds = roc_curve(y_valid, y_pred)
         roc_auc = auc(false_positive_rate, true_positive_rate)
          # Add auc score to previous test results
         valid_results.append(roc_auc)
      # plot tree depth by AUC score
     fig, plt.subplots(figsize=(6,2.5))
     line1, = plt.plot(max_depths, train_results,
                        'bv--', label= "Train AUC")
     line2, = plt.plot(max_depths, valid_results,
                        'ro--', label="Valid AUC")
     plt.title('Decision Tree Depth Via AUC Score')
     plt.legend(handler_map={line1: HandlerLine2D(numpoints=2)})
     plt.ylabel('AUC score')
     plt.xlabel('Tree depth')
     plt.show()
```



```
[29]: # to see if we should alter min_samples_split
      # min_samples_split is the min. # of samples
      # required to split an internal node
      # decided not to alter the min_samples_splits
      # from the preset parameters
      # based on the output of the AUC graph
     min_samples_splits=np.linspace(0.1, 1.0, 10, endpoint=True)
      train results=[]
     valid results=[]
     for min_samples_split in min_samples_splits:
          dt = DecisionTreeClassifier(min_samples_split=\
                                      min_samples_split)
          dt.fit(X_train, y_train)
          train_pred = dt.predict(X_train)
          false_positive_rate, true_positive_rate,\
         thresholds = roc_curve(y_train, train_pred)
         roc_auc = auc(false_positive_rate, true_positive_rate)
         train_results.append(roc_auc)
         y_pred = dt.predict(X_valid)
         false_positive_rate, true_positive_rate,\
         thresholds = roc_curve(y_valid, y_pred)
         roc_auc = auc(false_positive_rate, true_positive_rate)
          valid_results.append(roc_auc)
      # plot tree depth by AUC score
     fig, plt.subplots(figsize=(6,2.5))
     line1, = plt.plot(min_samples_splits,
                        train_results, 'bv--',label="Train AUC")
     line2, = plt.plot(min_samples_splits,
                        valid_results, 'ro--',label="Valid AUC")
     plt.legend(handler_map={line1: HandlerLine2D(numpoints=2)})
     plt.title('Decision Tree Depth Via AUC Score')
     plt.ylabel('AUC score')
     plt.xlabel('Tree depth')
     plt.show()
```



```
[30]: | # min_samples_leaf: min # of samples to be a leaf
      # decided not to alter the min_samples_leafs
      # from the preset parameters
      # based on the output of the AUC graph
     min_samples_leafs=np.linspace(0.1,0.5,5,endpoint=True)
     train results=[]
     valid results=[]
     for min_samples_leaf in min_samples_leafs:
          dt = DecisionTreeClassifier(min_samples_leaf=\
                                      min_samples_leaf)
          dt.fit(X_train, y_train)
         train_pred = dt.predict(X_train)
          false_positive_rate, true_positive_rate,\
         thresholds = roc_curve(y_train, train_pred)
         roc_auc = auc(false_positive_rate, true_positive_rate)
         train_results.append(roc_auc)
         y_pred = dt.predict(X_valid)
          false_positive_rate, true_positive_rate,\
          thresholds = roc_curve(y_valid, y_pred)
          roc_auc = auc(false_positive_rate, true_positive_rate)
          valid_results.append(roc_auc)
      # plot tree depth by AUC score
     fig, plt.subplots(figsize=(6,2.5))
     line1, = plt.plot(min_samples_leafs,
                        train_results, 'bv--', label= "Train AUC")
     line2, = plt.plot(min_samples_leafs,
                        valid_results, 'ro--', label="Valid AUC")
     plt.legend(handler_map={line1: HandlerLine2D(numpoints=2)})
     plt.title('Decision Tree Depth Via AUC Score')
     plt.ylabel('AUC score')
     plt.xlabel('min samples leaf')
     plt.show()
```



```
[31]: accuracy_depth=[]
      # Vary the decision tree depth in a loop,
      # increasing depth from 3 to 14.
      for depth in range(3,15):
          varied_tree=DecisionTreeClassifier(max_depth=depth,
                                             random state=42)
          varied_tree=varied_tree.fit(X_train,y_train)
         tree_valid_pred = varied_tree.predict(X_valid)
         tree_train_pred = varied_tree.predict(X_train)
          accuracy_depth.append({'depth':depth,
                                 'valid_accuracy':accuracy_score\
                                  (y_valid, tree_valid_pred),
                                  'train_accuracy':accuracy_score\
                                  (y_train,tree_train_pred)
                                })
          print('Depth = %2.0f \t Valid Accuracy = %2.2f \t \
          Training Accuracy = %2.2f'% (depth,accuracy_score\
                                      (y_valid, tree_valid_pred),
                                       accuracy_score(y_train,
                                       tree_train_pred)))
      abd_df = pd.DataFrame(accuracy_depth)
      abd_df.index = abd_df['depth']
      # plot tree depth by accuracy
      fig, ax=plt.subplots(figsize=(6,2.5))
      ax.plot(abd_df.depth,abd_df.train_accuracy,
              'ro-', label='Training Accuracy')
      ax.plot(abd_df.depth,abd_df.valid_accuracy,
              'bv--', label='Valid Accuracy')
     plt.title('Varied Tree Depth by Accuracy')
     ax.set_xlabel('Max Depth')
     ax.set_ylabel('Accuracy')
     plt.legend()
     plt.show()
     Depth = 3
                                                   Training Accuracy = 0.95
                      Valid Accuracy = 0.96
     Depth = 4
                      Valid Accuracy = 0.97
                                                   Training Accuracy = 0.97
     Depth = 5
                      Valid Accuracy = 0.97
                                                   Training Accuracy = 0.98
     Depth = 6
                      Valid Accuracy = 0.98
                                                   Training Accuracy = 0.98
                      Valid Accuracy = 0.98
                                                   Training Accuracy = 0.98
     Depth = 7
     Depth = 8
                      Valid Accuracy = 0.98
                                                   Training Accuracy = 0.99
                                                   Training Accuracy = 0.99
     Depth = 9
                      Valid Accuracy = 0.98
     Depth = 10
                      Valid Accuracy = 0.98
                                                   Training Accuracy = 0.99
     Depth = 11
                      Valid Accuracy = 0.98
                                                   Training Accuracy = 0.99
     Depth = 12
                      Valid Accuracy = 0.98
                                                   Training Accuracy = 0.99
```

Valid Accuracy = 0.97

Valid Accuracy = 0.98

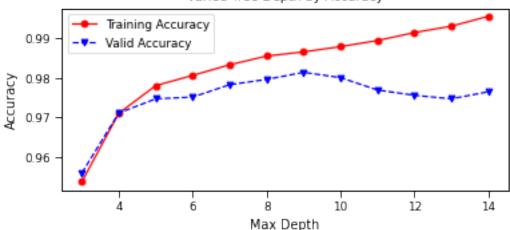
Depth = 13

Depth = 14

Training Accuracy = 0.99

Training Accuracy = 1.00

# Varied Tree Depth by Accuracy



```
[32]: # Untuned Decision Tree Classifier
      untuned_hr_tree = DecisionTreeClassifier(random_state=42)
      untuned_hr_tree = untuned_hr_tree.fit(X_train, y_train)
      # Predict on validation set
      untuned_hr_tree1 = untuned_hr_tree.predict(X_valid)
      # Predict on test set
      untuned_hr_tree2 = untuned_hr_tree.predict(X_test)
      # accuracy and classification report
      print('Untuned Decision Tree Classifier')
      print('Accuracy Score')
      print(accuracy_score(y_valid, untuned_hr_tree1))
      print('Classification Report \n',
            classification_report(y_valid, untuned_hr_tree1))
      # Tuned Decision Tree Classifier
      accuracy_depth = []
      for depth in range(3,11):
          hr_tree=DecisionTreeClassifier(criterion='entropy',
                                         max_depth=13,
                                         random_state=42,
                                         class_weight='balanced')
          hr_tree=hr_tree.fit(X_train, y_train)
          # Predict on validation set
         hr_tree_valid=hr_tree.predict(X_valid)
          # Predict on test set
          hr_tree_test=hr_tree.predict(X_test)
      # accuracy and classification report
      print('Tuned Decision Tree Classifier')
      print('Accuracy Score')
      print(accuracy_score(y_valid, hr_tree_valid))
      print('Classification Report \n',
```

### classification\_report(y\_valid, hr\_tree\_valid))

	precision	recall	f1-score	support
0	0.99	0.97	0.98	1716
1	0.92	0.97	0.94	534
accuracy			0.97	2250
macro avg	0.95	0.97	0.96	2250
weighted avg	0.97	0.97	0.97	2250

Tuned Decision Tree Classifier Accuracy Score 0.96933333333333334

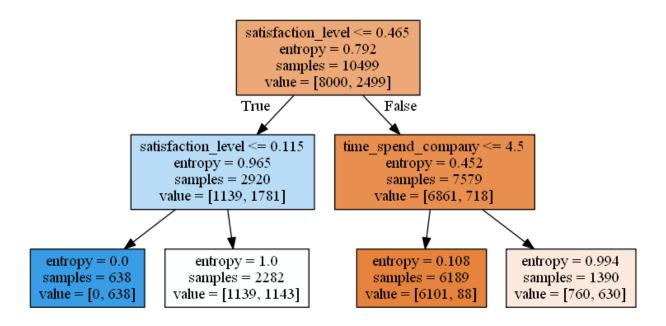
Classification Report precision recall f1-score

0.98	0.98	0.98	1716
0.92	0.95	0.94	534
		0.97	2250
0.95	0.96	0.96	2250
0.97	0.97	0.97	2250
	0.92	0.92 0.95 0.95 0.96	0.92 0.95 0.94 0.97 0.95 0.96 0.96

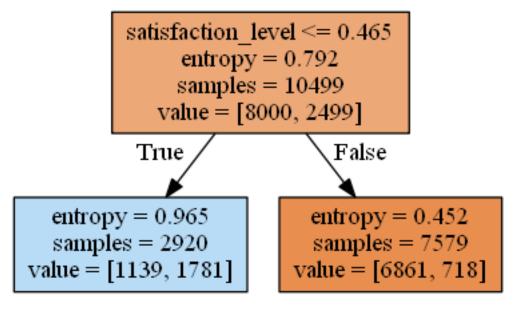
# The Decision Tree Classifier is pruned in order to understand splits:

support

[33]:



[34]:



### Support Vector Machines - Linear Kernel

The idea or premise behind this method was to find the optimal linearly separable hyperplane for which support vectors would make classifications on both sides. The introductory model was semi-tuned to factor in this separation, via a linear kernel.

Constrained optimization takes the following form, to estimate  $(w^*, and b^*)$ :

$$\begin{aligned} & \min_{w^*, b^*, \{\xi_i\}} \frac{\|w\|^2}{2} + \frac{1}{C} \sum_i \xi_i \\ \text{s.t.} & \forall i : y_i \bigg[ w^T \phi(x_i) + b \bigg] \geq 1 - \xi_i, \quad \xi_i \geq 0 \end{aligned}$$

Semi-tuned Support Vector Machine

Accuracy Score

0.7706666666666667

Classification Report

	precision	recall	f1-score	support
0	0.80	0.93	0.86	1716
1	0.54	0.24	0.34	534
accuracy			0.77	2250
macro avg	0.67	0.59	0.60	2250
weighted avg	0.74	0.77	0.74	2250

#### Support Vector Machines - Radial Basis Function Kernel

The radial basis function kernel was also explored via additional hyperparameter tuning, to accommodate non-linearly separable possibilities. Furthermore, the cost hyperparameter was varied in a for-loop in order to add ``a penalty for each misclassified data point. If c is small, the penalty for misclassified points is low so a decision boundary with a large margin is chosen at the expense of a greater number of misclassifications'' (Yıldırım, 2020).

$$K(x, x') = \exp\left(-\frac{||x - x'||^2}{2\sigma^2}\right)$$

$$K(x, x') = \exp(-\gamma ||x - x'||^2)$$

```
[36]: # Tuned Support Vector Machine
     C = [0.01, 0.1, 0.2, 0.5, 0.8, 1, 5, 10, 20, 50]
     hr svm1 trainAcc = []
     hr_svm1_validAcc = []
     hr_svm1_testAcc = []
     for param in C:
         hr_svm1 = SVC(C=param, kernel='rbf',
                        gamma = 'auto', random_state=42,
                        probability=True)
         hr_svm1.fit(X_train, y_train)
          hr_svm1_pred_train = hr_svm1.predict(X_train)
         hr_svm1_pred_valid = hr_svm1.predict(X_valid)
         hr_svm1_pred_test = hr_svm1.predict(X_test)
         hr_svm1_trainAcc.append(accuracy_score(y_train, hr_svm1_pred_train))
         hr_svm1_validAcc.append(accuracy_score(y_valid, hr_svm1_pred_valid))
         print('Cost = %2.2f \t Valid Accuracy = %2.2f \t \
          Training Accuracy = %2.2f'% (param, accuracy_score(y_valid,
                                       hr_svm1_pred_valid),
                                       accuracy_score(y_train,
                                       hr_svm1_pred_train)))
      # plot cost by accuracy
      fig, ax = plt.subplots(figsize=(6,2.5))
     ax.plot(C, hr_svm1_trainAcc, 'ro-', C, hr_svm1_validAcc, 'bv--')
      ax.legend(['Training Accuracy','Validation Accuracy'])
     plt.title('SVM with Varying Costs - Accuracy vs. Cost')
     ax.set_xlabel('C')
      ax.set_xscale('log')
      ax.set_ylabel('Accuracy')
     plt.show()
      # accuracy and classification report
     print('Tuned Support Vector Machine')
      print('Accuracy Score')
     print(accuracy_score(y_valid, hr_svm1_pred_valid))
     print('Classification Report \n',
             classification_report(y_valid, hr_svm1_pred_valid))
     Cost = 0.01
                      Valid Accuracy = 0.76
                                                   Training Accuracy = 0.76
```

Training Accuracy = 0.92

Training Accuracy = 0.94

Training Accuracy = 0.96

Training Accuracy = 0.96

Valid Accuracy = 0.91

Valid Accuracy = 0.93

Valid Accuracy = 0.95

Valid Accuracy = 0.95

Cost = 0.10

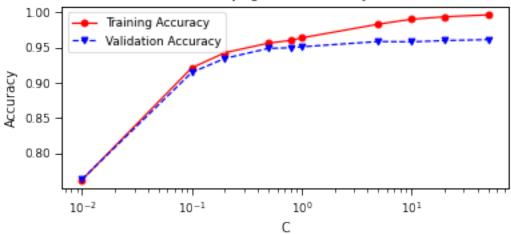
Cost = 0.20

Cost = 0.50

Cost = 0.80

Cost = 1.00	Valid Accuracy = 0.95	Training Accuracy = 0.96
Cost = 5.00	Valid Accuracy = 0.96	Training Accuracy = 0.98
Cost = 10.00	Valid Accuracy = 0.96	Training Accuracy = 0.99
Cost = 20.00	Valid Accuracy = 0.96	Training Accuracy = 0.99
Cost = 50.00	Valid Accuracy = 0.96	Training Accuracy = 1.00

# SVM with Varying Costs - Accuracy vs. Cost



Tuned Support Vector Machine Accuracy Score 0.96133333333333334 Classification Report

	precision	recall	f1-score	support
0	0.98	0.97	0.97	1716
1	0.90	0.94	0.92	534
accuracy			0.96	2250
macro avg	0.94	0.95	0.95	2250
weighted avg	0.96	0.96	0.96	2250

### **Random Forests**

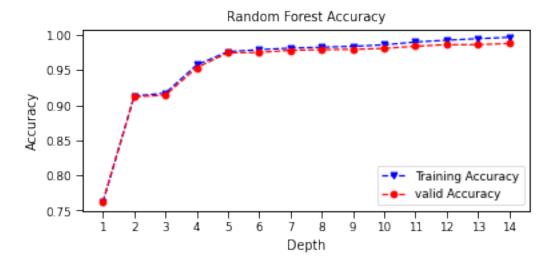
We decided to run the Random forest model to test performance. The Random forest performed really well without tuning. We dismissed this model due to having a high recall.

```
[37]: # Untuned Random Forest
hr_rf = RandomForestClassifier(random_state=42)
hr_rf = hr_rf.fit(X_train, y_train)

# Predict on validation set
hr_rf1 = hr_rf.predict(X_valid)
# Predict on test set
hr_rf2 = hr_rf.predict(X_test)
```

```
# accuracy and classification report
print('Untuned Random Forest Model')
print('Accuracy Score')
print(accuracy_score(y_valid, hr_rf1))
print('Classification Report \n',
       classification_report(y_valid, hr_rf1))
# Random Forest Tuning
rf_train_accuracy = []
rf_valid_accuracy = []
for n in range(1, 15):
    rf = RandomForestClassifier(max_depth = n,
                                random_state=42)
   rf = rf.fit(X_train,y_train)
   rf_pred_train = rf.predict(X_train)
   rf_pred_valid = rf.predict(X_valid)
   rf_train_accuracy.append(accuracy_score(y_train,
                                             rf_pred_train))
   rf_valid_accuracy.append(accuracy_score(y_valid,
                                             rf_pred_valid))
    print('Max Depth = %2.0f \t Valid Accuracy = %2.2f \t \
    Training Accuracy = %2.2f'% (n,accuracy_score(y_valid,
                                                   rf_pred_valid),
                               accuracy_score(y_train,
                                              rf_pred_train)))
max_depth = list(range(1, 15))
fig, plt.subplots(figsize=(6,2.5))
plt.plot(max_depth, rf_train_accuracy, 'bv--',
         label='Training Accuracy')
plt.plot(max_depth, rf_valid_accuracy, 'ro--',
         label='valid Accuracy')
plt.title('Random Forest Accuracy')
plt.xlabel('Depth')
plt.ylabel('Accuracy')
plt.xticks(max_depth)
plt.legend()
plt.show()
# Tuned Random Forest
hr_rf1_train_accuracy = []
hr_rf1_valid_accuracy = []
hr_rf1_test_accuracy = []
for n in range(1, 15):
    hr_rf1 = RandomForestClassifier(max_depth = 13,
                                     # max_features = 'auto',
                                    n_estimators=50,
                                    random_state=42,
                                    class_weight="balanced")
    hr_rf1 = hr_rf1.fit(X_train, y_train)
    hr_rf1_pred_train = hr_rf1.predict(X_train)
```

Classification	report					
	precision	recall	f1-score	support	;	
0	0.99	1.00	0.99	1716		
1	0.99	0.96	0.98	534		
accuracy			0.99	2250		
·	0.99	0.98	0.99			
macro avg						
weighted avg	0.99	0.99	0.99	2250		
Max Depth = 1	Valid Acc	iracy = 0	.76	Training	Accuracy	= 0.76
Max Depth = 2	Valid Acc	iracy = 0	.91	Training	Accuracy	= 0.91
Max Depth = 3	Valid Acc	iracy = 0	.91	Training	Accuracy	= 0.92
Max Depth = 4	Valid Acc	iracy = 0	.95	Training	Accuracy	= 0.96
Max Depth = 5	Valid Acc	iracy = 0	.97	Training	Accuracy	= 0.98
Max Depth = 6	Valid Acc	iracy = 0	.98	Training	Accuracy	= 0.98
Max Depth = 7	Valid Acc	iracy = 0	.98	Training	Accuracy	= 0.98
Max Depth = 8	Valid Acc	iracy = 0	.98	Training	Accuracy	= 0.98
Max Depth = 9	Valid Acc	iracy = 0	.98	Training	Accuracy	= 0.98
Max Depth = 10	Valid Acc	iracy = 0	.98	Training	Accuracy	= 0.99
Max Depth = 11	Valid Acc	iracy = 0	.98	Training	Accuracy	= 0.99
Max Depth = 12	Valid Acc	iracy = 0	.99	Training	Accuracy	= 0.99
Max Depth = 13	Valid Acc	iracy = 0	.99	Training	Accuracy	= 0.99
Max Depth = 14	Valid Acc	iracy = 0	.99	Training	Accuracy	= 1.00



Tuned Random Forest Model Accuracy Score 0.9871111111111112 Classification Report

	precision	recall	f1-score	support
0	0.99	1.00	0.99	1716
1	0.99	0.96	0.97	534
accuracy			0.99	2250
macro avg	0.99	0.98	0.98	2250
weighted avg	0.99	0.99	0.99	2250

### **Bagging**

Bagging was introduced as a hyperparamater optimization method (no un-tuned method was previously included). To this end, we introduced the KNeighborsClassifier() to ``boost'' accuracy rates.

Bagging Model Accuracy Score 0.93422222222222 Classification Report

	precision	recall	f1-score	support
0	0.97	0.94	0.96	1716
1	0.82	0.92	0.87	534
accuracy			0.93	2250
macro avg	0.90	0.93	0.91	2250
weighted avg	0.94	0.93	0.94	2250

# Linear Discriminant Analysis

Linear Discriminant Analysis uses the singular value decomposition (svd) solver by default. In this particular case, changing the solver hyperparameter to reflect eigenvalue decomposition (eigen) bears no significance to the performance metrics outcome. Neither does adjusting the shrinkage to auto, or storing the covriance matrix within the model. The results are still the same.

```
[39]: # Untuned Linear Discriminant Analysis
     hr_lda = LinearDiscriminantAnalysis()
     hr_lda = hr_lda.fit(X_train, y_train)
      # Predict on validation set
     hr_lda_valid = hr_lda.predict(X_valid)
      # Predict on test set
     hr_lda_test = hr_lda.predict(X_test)
      # accuracy and classification report
     print('Untuned LDA Model')
     print('Accuracy Score')
     print(accuracy_score(y_valid, hr_lda_valid))
     print('Classification Report \n',
            classification_report(y_valid, hr_lda_valid))
      # Tuned Linear Discriminant Analysis
     hr_lda_tuned = LinearDiscriminantAnalysis(solver='eigen',
                                                shrinkage='auto',
                                                store_covariance = True)
     hr_lda_tuned = hr_lda_tuned.fit(X_train, y_train)
      # Predict on validation set
     hr_lda_tuned_valid = hr_lda.predict(X_valid)
      # Predict on test set
     hr_lda_tuned_test = hr_lda.predict(X_test)
      # accuracy and classification report
      print('Tuned LDA Model')
     print('Accuracy Score')
     print(accuracy_score(y_valid, hr_lda_tuned_valid))
     print('Classification Report \n',
            classification_report(y_valid, hr_lda_tuned_valid))
```

precision recall f1-score support

0 0.81 0.91 0.86 1716
1 0.53 0.31 0.39 534

accuracy 0.77 2250

macro avg weighted avg	0.67 0.74	0.61 0.77	0.62 0.75	2250 2250
weighted avg	0.74	0.77	0.75	2200
Tuned LDA Mode	el			
Accuracy Score	e			
0.771111111111	11111			
Classification	n Report			
	precision	recall	f1-score	support
0	0.81	0.91	0.86	1716
1	0.53	0.31	0.39	534
accuracy			0.77	2250
macro avg	0.67	0.61	0.62	2250
weighted avg	0.74	0.77	0.75	2250

#### Neural Network

Both an un-tuned and a tuned model were attempted; the performance of the un-tuned model superceded that of the tuned.

Note. The tuned model was unable to classify any instance of attrition in our validation set.

```
[40]: # Untuned Neural Network
     hr_neural = MLPClassifier(random_state=42)
     hr_neural.fit(X_train, y_train)
      # Predict on validation set
     hr_neural_pred = hr_neural.predict(X_valid)
      # accuracy and classification report
     print('Untuned Neural Network')
     print('Accuracy Score')
     print(accuracy_score(y_valid, hr_neural_pred))
     print('Classification Report \n',
            classification_report(y_valid, hr_neural_pred))
      # Tuned Neural Network
     hr_neural1 = MLPClassifier(hidden_layer_sizes = (3),
      activation = 'logistic', solver = 'lbfgs',
     random_state=42, max_iter = 5000)
     hr neural1.fit(X train, y train)
      # Predict on validation set
     hr_neural_pred_valid = hr_neural1.predict(X_valid)
      # Predict on test set
     hr_neural_pred_test = hr_neural1.predict(X_test)
      # accuracy and classification report
     print('Tuned Neural Network')
```

Untuned Neural Network Accuracy Score

0.884

Classification Report

	precision	recall	f1-score	support
0	0.98	0.86	0.92	1716
1	0.68	0.95	0.80	534
accuracy			0.88	2250
macro avg	0.83	0.91	0.86	2250
weighted avg	0.91	0.88	0.89	2250

Tuned Neural Network

Accuracy Score

0.7626666666666667

Classification Report

	precision	recall	f1-score	support
	-			
0	0.76	1.00	0.87	1716
1	0.00	0.00	0.00	534
accuracy			0.76	2250
macro avg	0.38	0.50	0.43	2250
weighted avg	0.58	0.76	0.66	2250

### K-Nearest Neighbors

To determine the optimal K, ``the square root of N, where N is the total number of samples'' (Band, 2020) was taken.

```
[41]: results = []

for k in range (70, 80):
    knn = KNeighborsClassifier(n_neighbors = k).fit(X_train, y_train.values)
    results.append({
        'k': k,
        'accuracy': accuracy_score(y_valid, knn.predict(X_valid))
    })

results = pd.DataFrame(results)
print(results)
```

k accuracy 0 70 0.89 1 71 0.89 2 72 0.89

```
0.89
      75
                0.90
     6
       76
                0.89
     7 77
                0.89
     8
       78
                0.89
     9 79
                0.89
[42]: # euclidean distance
     knn train accuracy = []
     knn_valid_accuracy = []
     knn_test_accuracy = []
      for n in range(70, 80):
          if(n\%2!=0):
              knn = KNeighborsClassifier(n_neighbors=n,p=2)
              knn = knn.fit(X_train,y_train)
              knn_pred_train = knn.predict(X_train)
              knn_pred_valid = knn.predict(X_valid)
              knn_pred_test = knn.predict(X_test)
              knn_train_accuracy.append\
              (accuracy_score(y_train, knn_pred_train))
              knn_valid_accuracy.append\
              (accuracy_score(y_valid, knn_pred_valid))
              knn_test_accuracy.append
              (accuracy_score(y_test, knn_pred_test))
              print('# of Neighbors = %d \t Validation'
              ' Accuracy = %2.2f \t \
              Training Accuracy = %2.2f'% (n, accuracy_score\
              (y_valid,knn_pred_valid), accuracy_score\
              (y_train,knn_pred_train)))
     \max_{depth} = list([71, 73, 75, 77, 79])
      # plot accuracy by # of neighbors
      fig, plt.subplots(figsize=(6,2.5))
     plt.plot(max_depth, knn_train_accuracy,
               'ro--', label='Training Accuracy')
     plt.plot(max_depth, knn_valid_accuracy,
               'bv--', label='Test Accuracy')
     plt.title('Euclidean Distance K Neighbors Accuracy')
     plt.xlabel('Neighbors')
     plt.ylabel('Accuracy')
     plt.xticks(max_depth)
     plt.legend()
     plt.show()
     # of Neighbors = 71
                               Validation Accuracy = 0.89
                                                                        Training Accuracy = 0.90
     # of Neighbors = 73
                               Validation Accuracy = 0.89
                                                                        Training Accuracy = 0.90
     # of Neighbors = 75
                                                                        Training Accuracy = 0.90
                               Validation Accuracy = 0.90
     # of Neighbors = 77
                              Validation Accuracy = 0.89
                                                                        Training Accuracy = 0.89
                              Validation Accuracy = 0.89
     # of Neighbors = 79
                                                                        Training Accuracy = 0.89
```

73

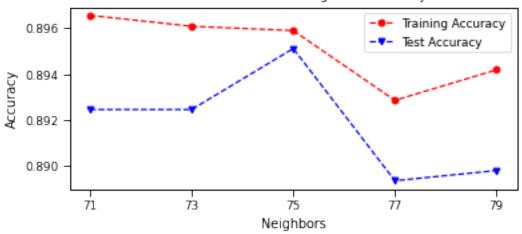
74

3

4

0.89

# Euclidean Distance K Neighbors Accuracy

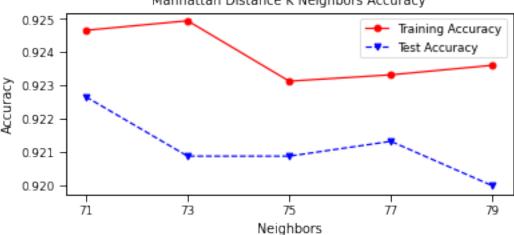


```
[43]:
      # Manhattan Distance
      knn_train_accuracy = []
      knn_valid_accuracy = []
      knn_test_accuracy = []
      for n in range(70, 80) :
          if(n\%2!=0):
              knn = KNeighborsClassifier(n_neighbors=n,
                                         metric='manhattan',
                                         p=1)
              knn = knn.fit(X_train,y_train)
              knn_pred_train = knn.predict(X_train)
              knn_pred_valid = knn.predict(X_valid)
              knn_pred_test = knn.predict(X_test)
              knn_train_accuracy.append(accuracy_score\
              (y_train, knn_pred_train))
              knn_valid_accuracy.append(accuracy_score\
              (y_valid, knn_pred_valid))
              knn_test_accuracy.append(accuracy_score\
              (y_test, knn_pred_test))
              print('# of Neighbors = %d \t Validation'
              ' Accuracy = %2.2f \t \
              Training Accuracy = %2.2f'%(n,accuracy_score\
                   (y_valid,knn_pred_valid),accuracy_score\
                   (y_train,knn_pred_train)))
      max_depth = list([71, 73, 75, 77, 79])
      # plot accuracy by # of neighbors
      fig, plt.subplots(figsize=(6,2.5))
      plt.plot(max_depth, knn_train_accuracy,
               'ro-', label='Training Accuracy')
      plt.plot(max_depth, knn_valid_accuracy,
               'bv--', label='Test Accuracy')
      plt.title('Manhattan Distance K Neighbors Accuracy')
      plt.xlabel('Neighbors')
```

```
plt.ylabel('Accuracy')
plt.xticks(max_depth)
plt.legend()
plt.show()
```

```
# of Neighbors = 71
                         Validation Accuracy = 0.92
                                                                  Training Accuracy = 0.92
# of Neighbors = 73
                         Validation Accuracy = 0.92
                                                                  Training Accuracy = 0.92
# of Neighbors = 75
                         Validation Accuracy = 0.92
                                                                  Training Accuracy = 0.92
# of Neighbors = 77
                         Validation Accuracy = 0.92
                                                                  Training Accuracy = 0.92
# of Neighbors = 79
                         Validation Accuracy = 0.92
                                                                  Training Accuracy = 0.92
```

## Manhattan Distance K Neighbors Accuracy



```
[44]: hr_knn = KNeighborsClassifier(n_neighbors = 77,
     metric = 'manhattan', p = 1)
     hr_knn = knn.fit(X_train,y_train)
      # Predict on validation set
     hr_knn_pred_valid = hr_knn.predict(X_valid)
      # Predict on test set
     hr_knn_pred_train = hr_knn.predict(X_test)
      # accuracy and classification report
      print('Tuned KNN Model (Manhattan Distance)')
     print('Accuracy Score')
     print(accuracy_score(y_valid, hr_knn_pred_valid))
     print('Classification Report \n',
            classification_report(y_valid,
                                  hr_knn_pred_valid))
```

Tuned KNN Model (Manhattan Distance)

Accuracy Score

0.92

Classification Report

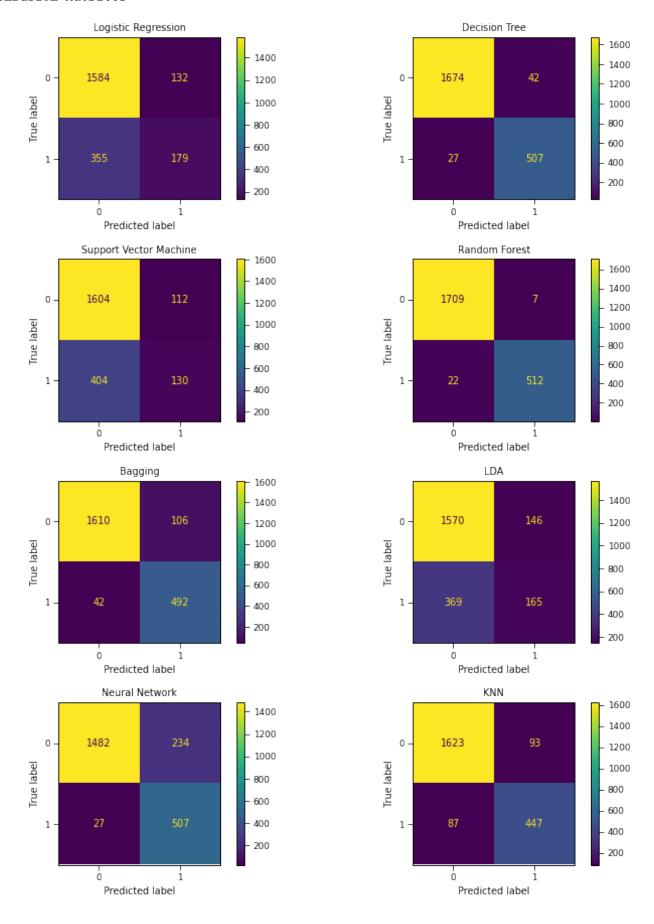
	precision	recall	f1-score	support
0	0.95	0.95	0.95	1716
1	0.83	0.84	0.83	534

accuracy			0.92	2250
macro avg	0.89	0.89	0.89	2250
weighted avg	0.92	0.92	0.92	2250

#### Model Evaluation

```
[45]: # print confusion matrices
      print("\033[1m"+'Confusion Matrices'+"\033[1m")
      fig, axes = plt.subplots(nrows=4,
                               figsize=(10,12))
      flat = axes.flatten()
      fig.tight_layout(w_pad=0.5,
                       h_pad=4)
      # logistic regression confusion matrix
      plot_confusion_matrix(tlr,X_valid,y_valid,ax=flat[0])
      flat[0].set_title('Logistic Regression')
      # decision tree confusion matrix
      plot_confusion_matrix(hr_tree, X_valid, y_valid, ax=flat[1])
      flat[1].set_title('Decision Tree')
      # support vector machine confusion matrix
      plot_confusion_matrix(hr_svm, X_valid, y_valid, ax=flat[2])
      flat[2].set_title('Support Vector Machine')
      # random forest confusion matrix
      plot_confusion_matrix(hr_rf1,X_valid,y_valid,ax=flat[3])
      flat[3].set_title('Random Forest')
      # bagging confusion matrix
      plot_confusion_matrix(hr_bag, X_valid, y_valid, ax=flat[4])
      flat[4].set_title('Bagging')
      # linear discriminant analysis confusion matrix
      plot_confusion_matrix(hr_lda,X_valid,y_valid,ax=flat[5])
      flat[5].set_title('LDA')
      # neural network confusion matrix
      plot_confusion_matrix(hr_neural, X_valid, y_valid, ax=flat[6])
      flat[6].set_title('Neural Network')
      # k-nearest neighbors confusion matrix
      plot_confusion_matrix(hr_knn, X_valid, y_valid, ax=flat[7])
      flat[7].set title('KNN')
      plt.show()
```

### Confusion Matrices

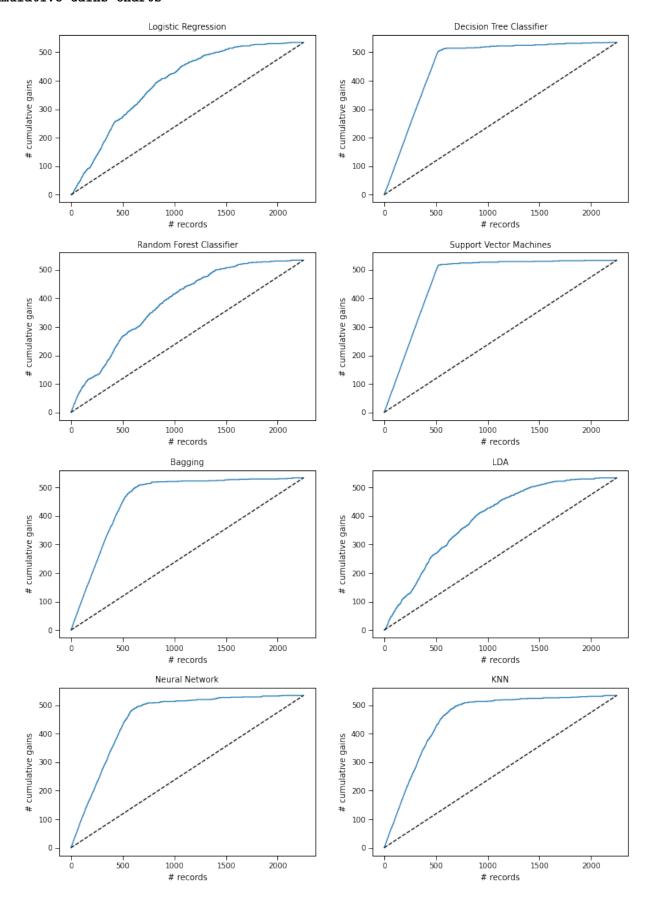


#### **Individual Cumulative Gains Charts**

```
[46]: # individual cumulative gains charts
     print("\033[1m"+'Cumulative Gains Charts'+"\033[1m")
     fig, axes = plt.subplots(nrows=4,
                               ncols=2,
                               figsize=(10,14))
     flat = axes.flatten()
      fig.tight_layout(w_pad=4,
                       h_pad=4)
      # logistic regression gains chart
     res_1 = pd.DataFrame({
          'actual': y_valid,
          'prob': tlr.predict_proba(X_valid[X_var])[:, 1]
     })
     res_1 = res_1.sort_values(by=['prob'],
                                ascending=False).\
                                reset_index(drop=True)
     gainsChart(res_1.actual, ax=flat[0])
     flat[0].set_title('Logistic Regression')
      # decision tree gains chart
     res_2 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_tree.predict_proba(X_valid[X_var])[:, 1]
     })
     res_2 = res_2.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
     gainsChart(res_2.actual, ax=flat[1])
     flat[1].set_title('Decision Tree Classifier')
      # support vector machine gains chart
     res_3 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_svm.predict_proba(X_valid[X_var])[:, 1]
     })
     res_3 = res_3.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
     gainsChart(res_3.actual, ax=flat[2])
     flat[2].set_title('Random Forest Classifier')
      # random forest gains chart
      res_4 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_rf1.predict_proba(X_valid[X_var])[:, 1]
```

```
})
res_4 = res_4.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
gainsChart(res_4.actual, ax=flat[3])
flat[3].set_title('Support Vector Machines')
# bagging gains chart
res_5 = pd.DataFrame({
    'actual': y_valid,
    'prob': hr_bag.predict_proba(X_valid[X_var])[:, 1]
})
res_5 = res_5.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
gainsChart(res_5.actual, ax=flat[4])
flat[4].set_title('Bagging')
# linear discriminant analysis gains chart
res_6 = pd.DataFrame({
    'actual': y_valid,
    'prob': hr_lda.predict_proba(X_valid[X_var])[:, 1]
})
res_6 = res_6.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
gainsChart(res_6.actual, ax=flat[5])
flat[5].set_title('LDA')
# neural network gains chart
res_7 = pd.DataFrame({
    'actual': y_valid,
    'prob': hr_neural.predict_proba(X_valid[X_var])[:, 1]
})
res_7 = res_7.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
gainsChart(res_7.actual, ax=flat[6])
flat[6].set_title('Neural Network')
# k-nearest neighbors gains chart
res_8 = pd.DataFrame({
    'actual': y_valid,
    'prob': hr_knn.predict_proba(X_valid[X_var])[:, 1]
})
res_8 = res_8.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
gainsChart(res_8.actual, ax=flat[7])
flat[7].set_title('KNN')
plt.show()
```

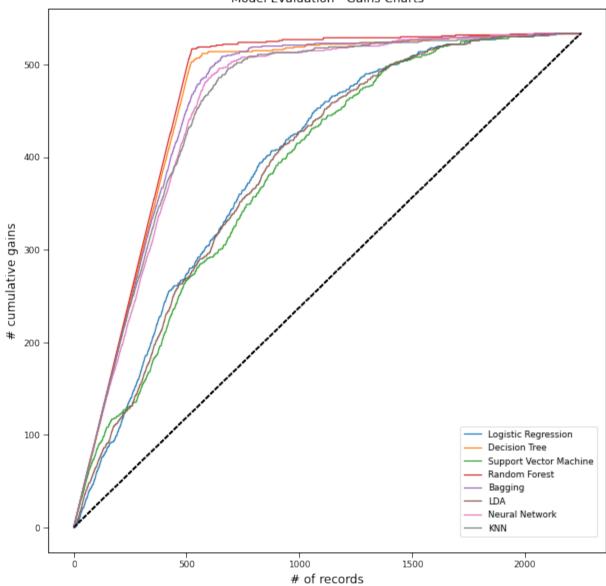
## Cumulative Gains Charts



#### **Cumulative Gains Charts**

```
[47]: # cumulative gains charts
      # logistic regression gains chart
      res_1 = pd.DataFrame({
          'actual': y_valid,
          'prob': tlr.predict_proba(X_valid[X_var])[:, 1]
      })
      res_1 = res_1.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
      # decision tree gains chart
      res_2 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_tree.predict_proba(X_valid[X_var])[:, 1]
     })
      res_2 = res_2.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
      # support vector machine gains chart
      res_3 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_svm.predict_proba(X_valid[X_var])[:, 1]
      })
      res_3 = res_3.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
      # random forest gains chart
      res_4 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_rf1.predict_proba(X_valid[X_var])[:, 1]
      res_4 = res_4.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
      # bagging gains chart
      res_5 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_bag.predict_proba(X_valid[X_var])[:, 1]
      })
      res_5 = res_5.sort_values(by=['prob'],ascending=False).\
                                reset_index(drop=True)
      # linear discriminant analysis gains chart
      res_6 = pd.DataFrame({
          'actual': y_valid,
          'prob': hr_lda.predict_proba(X_valid[X_var])[:, 1]
```

```
})
res_6 = res_6.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
# neural network gains chart
res 7 = pd.DataFrame({
    'actual': y_valid,
    'prob': hr_neural.predict_proba(X_valid[X_var])[:, 1]
})
res_7 = res_7.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
# k-nearest neighbors gains chart
res_8 = pd.DataFrame({
    'actual': y_valid,
    'prob': hr_knn.predict_proba(X_valid[X_var])[:, 1]
})
res_8 = res_8.sort_values(by=['prob'],ascending=False).\
                          reset_index(drop=True)
ax=gainsChart(res_1.actual, label='Logistic Regression',
              color='C0', figsize=[10,10])
ax=gainsChart(res_2.actual, label='Decision Tree',
              color='C1', ax=ax)
ax=gainsChart(res_3.actual, label='Support Vector Machine',
              color='C2', ax=ax)
ax=gainsChart(res_4.actual, label='Random Forest',
              color='C3', ax=ax)
ax=gainsChart(res_5.actual, label='Bagging',
              color='C4', ax=ax)
ax=gainsChart(res_6.actual, label='LDA',
              color='C5', ax=ax)
ax=gainsChart(res_7.actual, label='Neural Network',
              color='C6', ax=ax)
ax=gainsChart(res_8.actual, label='KNN',
              color='C7', ax=ax)
# plot cumulative gains on one graph
plt.title('Model Evaluation - Gains Charts',
           fontsize=12)
plt.xlabel('# of records',
           fontsize=12)
plt.ylabel('# cumulative gains',
           fontsize=12)
ax.legend(loc='center left',
          bbox_to_anchor=(0.73, 0.13))
plt.show()
```



## **ROC Curves**

```
[48]: # plot all of the roc curves on one graph

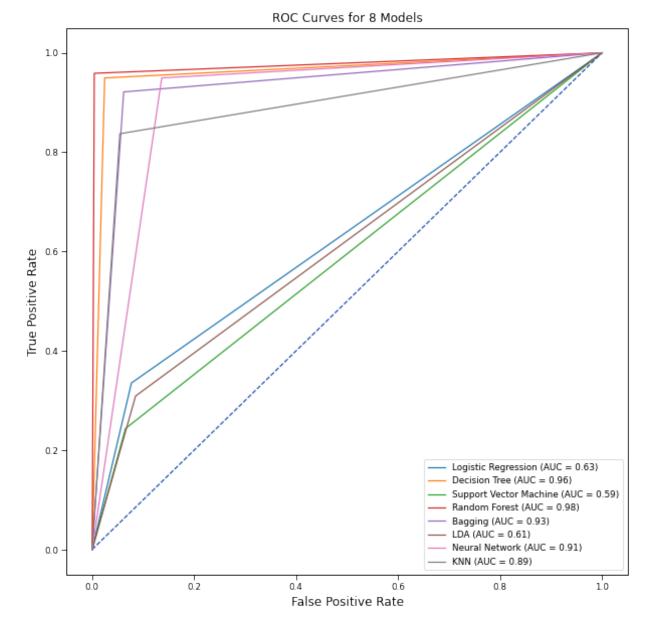
tlr_roc = metrics.roc_curve(y_valid,tlr_pred_valid)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,tlr_pred_valid)
tlr_auc = metrics.auc(fpr, tpr)
tlr_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=tlr_auc,
estimator_name='Logistic Regression')

hr_tree_roc = metrics.roc_curve(y_valid,hr_tree_valid)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,hr_tree_valid)
hr_tree_auc = metrics.auc(fpr, tpr)
```

```
hr_tree_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=hr_tree_auc,
estimator_name='Decision Tree')
hr_svm_roc = metrics.roc_curve(y_valid, hr_svm_pred_valid)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,hr_svm_pred_valid)
hr_svm_auc = metrics.auc(fpr, tpr)
hr_svm_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=hr_svm_auc,
estimator_name='Support Vector Machine')
hr_rf1_roc = metrics.roc_curve(y_valid, hr_rf1_pred_valid)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,hr_rf1_pred_valid)
hr_rf1_auc = metrics.auc(fpr, tpr)
hr_rf1_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=hr_rf1_auc,
estimator_name='Random Forest')
hr_bag_valid_roc = metrics.roc_curve(y_valid, hr_bag_valid)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,hr_bag_valid)
hr_bag_valid_auc = metrics.auc(fpr, tpr)
hr_bag_valid_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc auc = hr bag valid auc,
estimator_name='Bagging')
hr_lda_tuned_roc = metrics.roc_curve(y_valid,hr_lda_tuned_valid)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,hr_lda_tuned_valid)
hr_lda_tuned_auc = metrics.auc(fpr, tpr)
hr_lda_tuned_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=hr_lda_tuned_auc,
estimator_name='LDA')
hr_neural_roc = metrics.roc_curve(y_valid,hr_neural_pred)
fpr,tpr,thresholds = metrics.roc_curve(y_valid,hr_neural_pred)
hr_neural_auc = metrics.auc(fpr, tpr)
hr_neural_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=hr_neural_auc,
estimator_name='Neural Network')
hr_knn_roc = metrics.roc_curve(y_valid,hr_knn_pred_valid)
fpr, tpr, thresholds = metrics.roc_curve(y_valid,hr_knn_pred_valid)
hr_knn_auc = metrics.auc(fpr, tpr)
hr_knn_plot = metrics.RocCurveDisplay(fpr=fpr,tpr=tpr,
roc_auc=hr_knn_auc,
estimator_name='KNN')
# plot set up
fig, ax = plt.subplots(figsize=(10,10))
plt.title('ROC Curves for 8 Models',fontsize=12)
plt.plot([0, 1], [0, 1], linestyle = '--',
         color = '#174ab0')
```

```
plt.xlabel('',fontsize=12)
plt.ylabel('',fontsize=12)

# Model ROC Plots Defined above
tlr_plot.plot(ax)
hr_tree_plot.plot(ax)
hr_svm_plot.plot(ax)
hr_rf1_plot.plot(ax)
hr_bag_valid_plot.plot(ax)
hr_lda_tuned_plot.plot(ax)
hr_neural_plot.plot(ax)
hr_neural_plot.plot(ax)
hr_knn_plot.plot(ax)
plt.show()
```



## Defining Model Performance Metrics for the validation set

```
[49]: # Logistic Regression Performance Metrics
     report1 = classification_report(y_valid,tlr_pred_valid,
     output_dict=True)
     accuracy1 = round(report1['accuracy'],2)
     precision1 = round(report1['1']['precision'],2)
     recall1 = round(report1['1']['recall'],2)
     fl_score1 = round(report1['1']['f1-score'],2)
      # Decision Tree Performance Metrics
     report2 = classification_report(y_valid,hr_tree_valid,
     output_dict=True)
     accuracy2 = round(report2['accuracy'],2)
     precision2 = round(report2['1']['precision'],2)
     recall2 = round(report2['1']['recall'],2)
     fl_score2 = round(report2['1']['f1-score'],2)
      # # Support Vector Machine
      report3 = classification_report(y_valid, hr_svm_pred_valid,
     output_dict=True)
     accuracy3 = round(report3['accuracy'],2)
     precision3 = round(report3['1']['precision'],2)
     recall3 = round(report3['1']['recall'],2)
     fl_score3 = round(report3['1']['f1-score'],2)
      # Random Forest Performance Metrics
     report4 = classification_report(y_valid, hr_rf1_pred_valid,
      output_dict=True)
     accuracy4 = round(report4['accuracy'],2)
     precision4 = round(report4['1']['precision'],2)
     recall4 = round(report4['1']['recall'],2)
     fl_score4 = round(report4['1']['f1-score'],2)
      # Bagging Performance Metrics
     report5 = classification_report(y_valid, hr_bag_valid,
     output_dict=True)
     accuracy5 = round(report5['accuracy'],2)
     precision5 = round(report5['1']['precision'],2)
     recall5 = round(report5['1']['recall'],2)
     fl_score5 = round(report5['1']['f1-score'],2)
      # LDA Performance Metrics
     report6 = classification_report(y_valid,hr_lda_tuned_valid,
     output_dict=True)
     accuracy6 = round(report6['accuracy'],2)
     precision6 = round(report6['1']['precision'],2)
     recall6 = round(report6['1']['recall'],2)
     fl_score6 = round(report6['1']['f1-score'],2)
      # Neural Network Performance Metrics
     report7 = classification_report(y_valid,hr_neural_pred,
```

```
output_dict=True)
accuracy7 = round(report7['accuracy'],2)
precision7 = round(report7['1']['precision'],2)
recall7 = round(report7['1']['recall'],2)
fl_score7 = round(report7['1']['fl-score'],2)

# Neural Network Performance Metrics
report8 = classification_report(y_valid,hr_knn_pred_valid,
output_dict=True)
accuracy8 = round(report8['accuracy'],2)
precision8 = round(report8['1']['precision'],2)
recall8 = round(report8['1']['recall'],2)
fl_score8 = round(report8['1']['fl-score'],2)
```

```
[50]: table1 = PrettyTable()
      table1.field_names = ['Model', 'Validation Accur.',
                            'Precision', 'Recall',
                            'F1-score']
      table1.add_row(['Logistic Regression', accuracy1,
                      precision1, recall1, fl_score1])
      table1.add_row(['Decision Tree', accuracy2,
                      precision2, recall2, fl_score2])
      table1.add_row(['Support Vector Machine', accuracy3,
                      precision3, recall3, fl_score3])
      table1.add_row(['Random Forest', accuracy4,
                      precision4, recall4, fl_score4])
      table1.add_row(['Bagging', accuracy5, precision5,
                      recall5, fl_score5])
      table1.add_row(['LDA', accuracy6, precision6,
                      recall6, fl_score6])
      table1.add_row(['Neural Network', accuracy7,
                      precision7, recall7, fl_score7])
     table1.add_row(['K-Nearest Neighbor', accuracy8,
                      precision8, recall8, fl_score8])
     print(table1)
```

```
-----
               | Validation Accur. | Precision | Recall | F1-score |
 Logistic Regression
                      0.78
                                  0.58
                                      | 0.34 |
                                                0.42
                      0.97
                                  0.92 | 0.95 |
                                                0.94
   Decision Tree
| Support Vector Machine |
                      0.77
                               0.54 | 0.24 | 0.34
   Random Forest
                      0.99
                               0.99 | 0.96 | 0.97
                       0.93
                                0.82 | 0.92 | 0.87
     Bagging
       LDA
                      0.77
                                0.53 | 0.31 |
                                                0.39
   Neural Network
                       0.88
                                  0.68
                                       | 0.95 |
                                                0.8
  K-Nearest Neighbor
                       0.92
                                  0.83
                                       0.84
                                                0.83
```

```
rmse1 = round(mean_squared_error(y_valid,
                                 hr_tree_valid),2)
rmse2 = round(mean_squared_error(y_valid,
                                 hr_svm_pred_valid),2)
rmse3 = round(mean_squared_error(y_valid,
                                 hr_rf1_pred_valid),2)
rmse4 = round(mean_squared_error(y_valid,
                                 hr_bag_valid),2)
rmse5 = round(mean_squared_error(y_valid,
                                 hr_lda_tuned_valid),2)
rmse6 = round(mean_squared_error(y_valid,
                                 hr_neural_pred_valid),2)
rmse7 = round(mean_squared_error(y_valid,
                                 hr_knn_pred_valid),2)
table2 = PrettyTable()
table2.field_names = ['Model', 'AUC', 'RMSE']
table2.add_row(['Logistic Regression',
                 round(tlr_auc,2), rmse0])
table2.add_row(['Decision Tree',
                 round(hr_tree_auc,2), rmse1])
table2.add_row(['Support Vector Machine',
                 round(hr_svm_auc,2), rmse2])
table2.add_row(['Random Forest',
                 round(hr_rf1_auc,2), rmse3])
table2.add_row(['Bagging',
                 round(hr_bag_valid_auc,2), rmse4])
table2.add_row(['LDA',
                 round(hr_lda_tuned_auc,2), rmse5])
table2.add_row(['Neural Network',
                 round(hr_neural_auc,2), rmse6])
table2.add_row(['K-Nearest Neighbor',
                 round(hr_knn_auc,2), rmse7])
print(table2)
```

+		-+-		+-	+
	Model		AUC	•	RMSE
	Logistic Regression	Ċ	0.63	1	0.22
1	Decision Tree Support Vector Machine	1			0.03   0.23
i	Random Forest	i			0.01
	Bagging		0.93		0.07
	LDA		0.61		0.23
	Neural Network		0.91		0.24
	K-Nearest Neighbor		0.89		0.08
+		+-		+-	+

### Projecting Results Onto Unseen (Test) Data

```
[52]: new_df = X_test.copy()
```

```
[53]: new_df['Probabilities'] = hr_tree.predict_proba(new_df[X_var])[:, 1]
      new_df['Predictions'] = hr_tree.predict(new_df[X_var])
      new_df.sort_values(by='Probabilities', ascending=False)
[53]:
             satisfaction_level last_evaluation number_project
                            0.58
                                               0.53
                                                                   3
      8083
                            0.44
                                                                   2
      1533
                                               0.53
                                                                   2
      12033
                            0.45
                                               0.55
      14829
                            0.45
                                               0.57
                                                                   2
                                                                   5
      68
                            0.76
                                               0.86
      •••
      11274
                            0.48
                                               0.84
                                                                   4
                                               0.88
                                                                   5
      7685
                            0.96
                                                                   5
                            0.79
                                               0.50
      2334
                                                                   4
      3017
                            0.98
                                               0.78
      13995
                            0.72
                                               0.88
                                                                   3
             average_monthly_hours time_spend_company
                                                            Work_accident
                                                         5
      8083
                                 287
      1533
                                 146
                                                        3
                                                                         0
                                                         3
      12033
                                 140
                                                                         0
                                                         3
      14829
                                 148
                                                                         0
      68
                                 223
                                                         5
                                                                         1
      11274
                                 186
                                                        7
                                                                         0
      7685
                                 269
                                                         2
                                                                         0
      2334
                                 176
                                                         3
                                                                         0
                                                         3
      3017
                                 155
                                                         3
                                 189
      13995
             promotion_last_5years
                                      department_label salary_level Probabilities \
      8083
                                                                                   1.00
                                   0
                                                      0
                                                                     1
      1533
                                   0
                                                      5
                                                                     1
                                                                                   1.00
      12033
                                   0
                                                      3
                                                                     1
                                                                                   1.00
                                                      5
      14829
                                   0
                                                                     3
                                                                                   1.00
                                   0
                                                                     2
                                                                                   1.00
      68
                                                      6
      11274
                                   1
                                                      4
                                                                     2
                                                                                  0.00
      7685
                                   0
                                                      8
                                                                     2
                                                                                  0.00
      2334
                                   0
                                                      8
                                                                     3
                                                                                  0.00
      3017
                                   0
                                                      9
                                                                     1
                                                                                  0.00
                                   0
                                                      4
                                                                     3
                                                                                  0.00
      13995
             Predictions
      8083
                        1
      1533
                        1
      12033
                        1
      14829
                        1
                        1
      68
      11274
                        0
```

```
7685 0
2334 0
3017 0
13995 0
```

[2250 rows x 11 columns]

Future Retention: 1703 Future Attrition: 547

Attrition Percentage: 0.243

### Results and Final Model Selection

- For the Decision Tree, there was a high validation accuracy (97%), a high precision (92%), and a high recall (95%). The f-1 score (94%) was also among the highest.
- Furthermore, the AUC(96%) was among the highest, and the RMSE(3%) was the second lowest.
- From this balanced vantage point, the Decision Tree model was selected as the predominant model.
- The model determined that 24.3% people are likely to leave the company (547 employees were earmarked for attrition).

#### Conclusion

- The Decision Tree Classifier could be further improved due to possible confounding variables.
- Data should be provided for us to perform future forecasts. As more employee data becomes available, future forecasts should be continuously performed in order to improve model performance and predictive ability.
- This model could be utilized across other departments and branches of this company in the future.

### References

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