

# Calgary's Battle of Neighbourhoods

CAPSTONE PROJECT

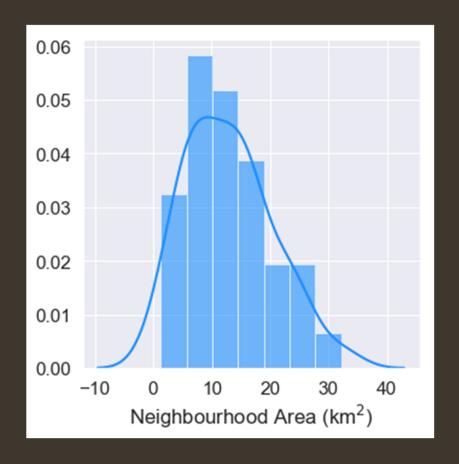
# Calgary's Neighbourhoods

- Calgary attracts thousands of migrants every year
- Information about each neighbourhood of the city will be very helpful for newcomers
- Project goals:
  - Provide insight information about neighbourhoods
  - Cluster neighbourhoods
  - Identify variables most influential on house price

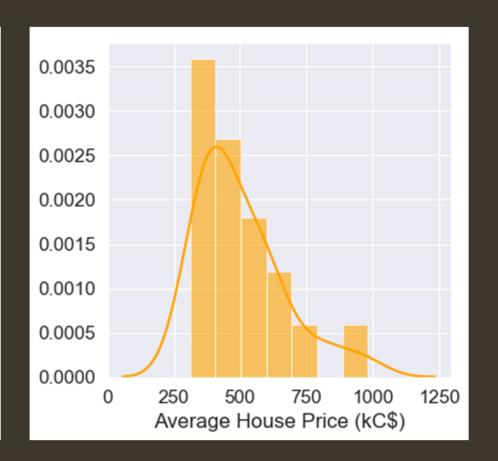
#### Data

- Postal codes and coordinates: GeoNames and Mapawi
- Venue: Foursquare
- Community boundaries: <u>Statistics Canada</u>
- Community population and area: Wikipedia
- House price data: The Globe and Mail
- Crime Rates: Calgary Police Statistical Reports
- School ratings: Fraser Institute School Rankings

## **Exploratory Data Analysis**



0.0006 0.0005 0.0004 0.0003 0.0002 0.0001 0.0000 0 2000 4000 6000 8000 Population Density (resident/km²)



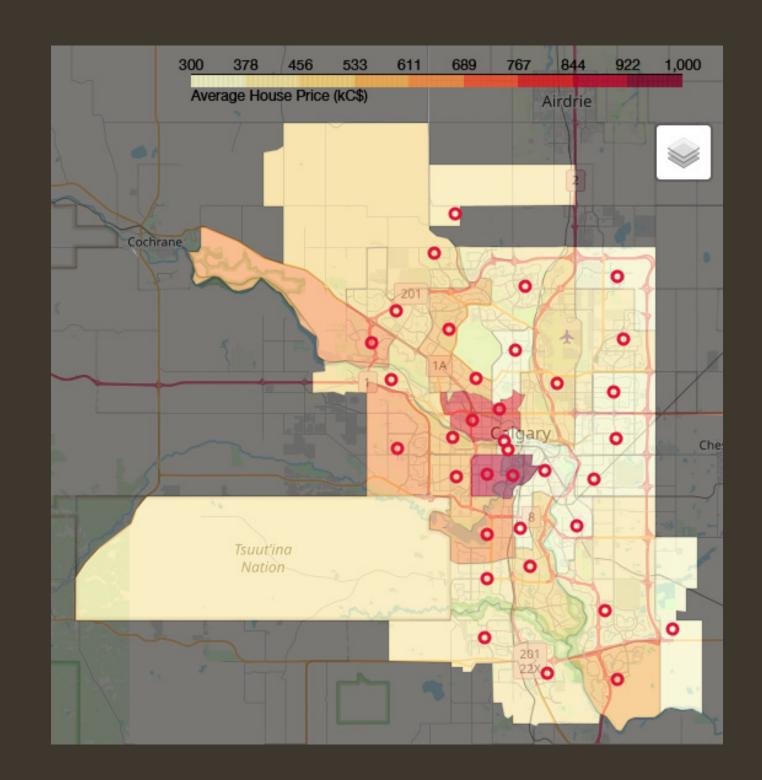
Wide distribution of neighbourhood area

Average density: 2000 residents/km<sup>2</sup>

Most common house price: 300-400 kC\$

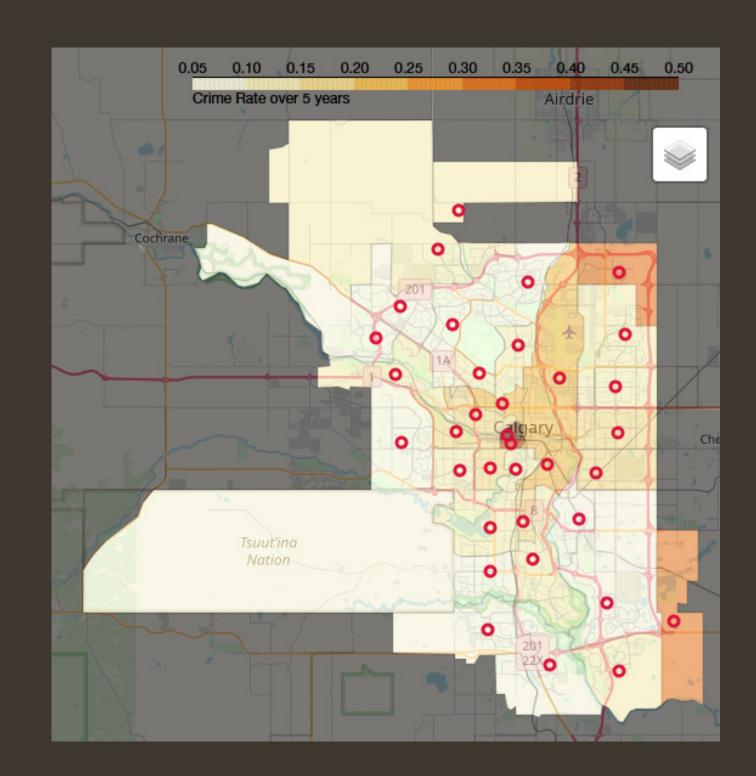
#### House Price

- Surrounding downtown are the most expensive
- Northwest and Southwest are sought-after areas
- Downtown is moderately priced
- Northeast are lower than most



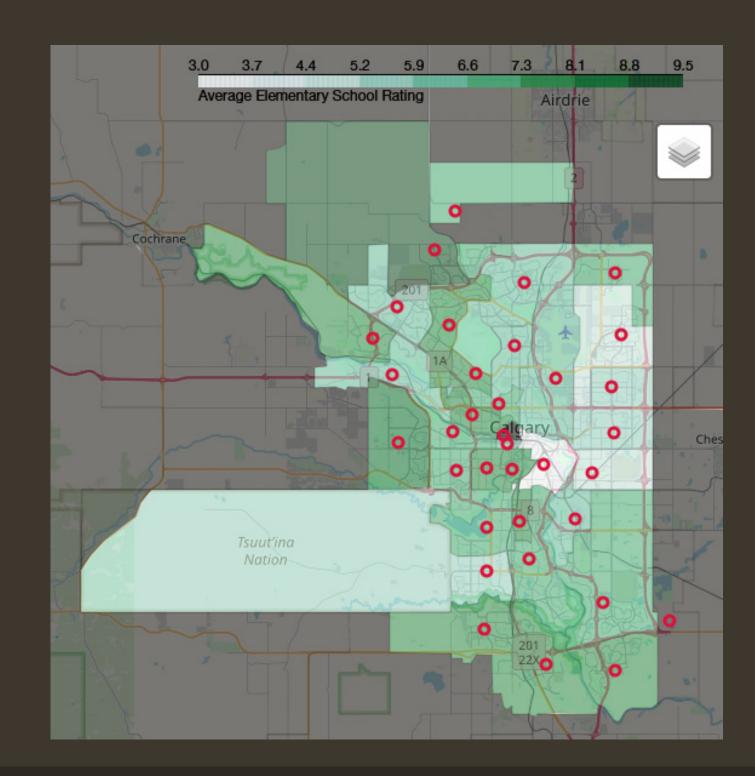
#### Crime Rate

- Northeast has the highest number of crime incidents
- Downtown has the highest crime rate
- Average crime rate: 0.024 incident/resident/year



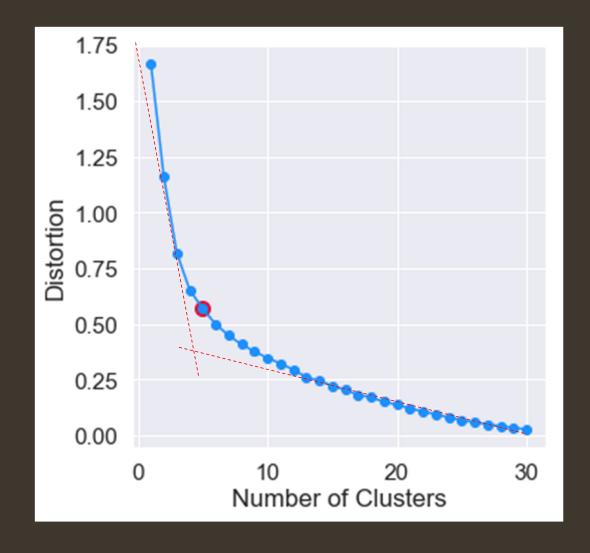
# School Ratings

- Private school are expensive
- Public school ratings vary wildly
- Northeast areas ratings are lower than others



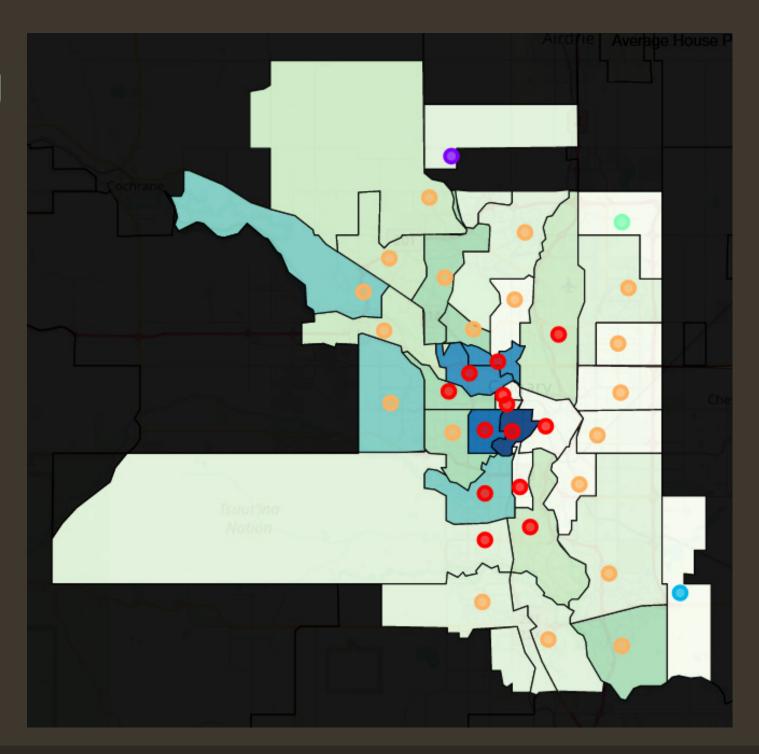
## Foursquare Venues

- 199 unique categories of venues
- Foursquare limit caps 10 neighbourhoods
- K-Mean clustering optimal number of clusters: 5

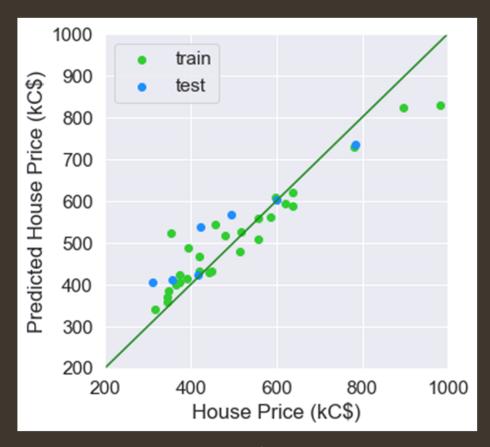


# Neighbourhood Clustering

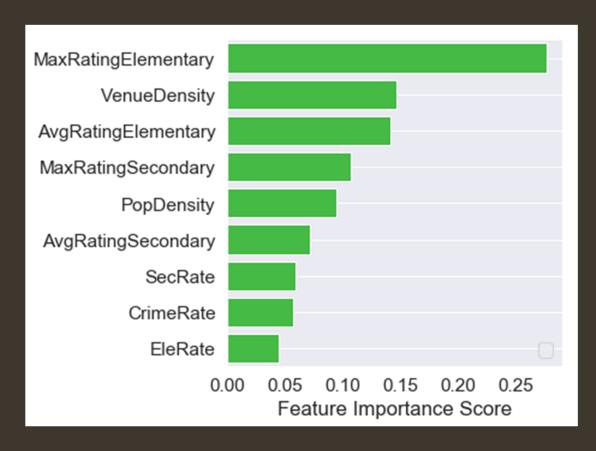
- Red cluster
  - Around downtown
  - Dominated by café, coffee shop, pub, bar, restaurants etc.
- Orange cluster
  - Further from downtown
  - Dominated by grocery store, pharmacy, shopping mall etc.
- Other clusters
  - Remote areas



## House Price Reasoning with Random Forest



Model performance



 Venue density & school ratings seem to drive house price

#### Discussions

- Coordinates dictate how venues are queried in Foursquare.
  - GeoNames and Mapawi data are unreliable occasionally
  - An algorithm to calculate center coordinates from boundary file will yield better data.
- Better clustering can be achieved if:
  - Foursquare limit of 100 is raised
  - Venue ratings is accessible.
- Demographic data available on Statistics Canada can be included.