# Glossary terms module 2

# **Terms and definitions from Course 6, Module 2**

Accuracy: Refers to the proportion of data points that were correctly categorized

Bayes’ Theorem: An equation that can be used to calculate the probability of an outcome or class, given the values of predictor variables

Class imbalance: When a dataset has a predictor variable that contains more instances of one outcome than another

Continuous variables: Variables that can take on an infinite and uncountable set of values

Customer churn: The business term that describes how many and at what rate customers stop using a product or service, or stop doing business with a company

Downsampling: The process of removing some observations from the majority class, making it so they make up a smaller percentage of the dataset than before

F1-Score: The harmonic mean of precision and recall

Feature engineering: The process of using practical, statistical, and data science knowledge to select, transform, or extract characteristics, properties, and attributes from raw data

Feature extraction: A type of feature engineering that involves taking multiple features to create a new one that would improve the accuracy of the algorithm

Feature selection: A type of feature engineering that involves select the features in the data that contribute the most to predicting the response variable

Feature transformation: A type of feature engineering that involves modify existing features in a way that improves accuracy when training the model

Naive Bayes: A supervised classification technique that is based on Bayes’s Theorem with an assumption of independence among predictors

Plan stage: Stage of the PACE workflow where the scope of a project is defined and the informational needs of the organization are identified

Posterior probability: The probability of an event occurring after taking into consideration new information

Precision: The proportion of positive predictions that were correct to all positive predictions

Recall: The proportion of actual positives that were identified correctly to all actual positives

Supervised model: A machine learning model that is used to make predictions about unseen events

Unsupervised model: A machine learning model that is used to discover the natural structure of the data, finding relationships within unlabeled data

Upsampling: The process of taking observations from the minority class and either adding copies of those observations to the dataset or generating new observations to add to the dataset

“Zero Frequency” problem: Occurs when the dataset has no occurrences of a class label and some value of a predictor variable together

# **Terms and their definitions from the previous module**

## **C**

Categorical variables: Variables that contain a finite number of groups or categories

Collaborative filtering: A technique used by recommendation systems to make comparisons based on who else liked the content

Content-based filtering: A technique used by recommendation systems tomake comparisons based on attributes of content

Continuous variables: Variables that can take on an infinite and uncountable set of values

## **D**

Decision tree: A flowchart-like structure that uses branching paths to predict the outcomes of events, or the probability of certain outcomes

Discrete features: Features with a countable number of values between any two values

Documentation: An in-depth guide that is written by the developers who created a package that features very specific information on various functions and features

## **I**

Integrated Development Environment (IDE): A piece of software that has an interface to write, run, and test a piece of code

## **M**

Machine learning: The use and development of algorithms and statistical models to teach computer systems to analyze and discover patterns in data

## **P**

Popularity bias: The phenomenon of more popular items being recommended too frequently

## **R**

Recommendation systems: Unsupervised learning techniques that use unlabeled data to offer relevant suggestions to users

## **S**

Supervised machine learning: A category of machine learning that uses labeled datasets to train algorithms to classify or predict outcomes