# Project Title: Deep Learning for Charity Funding Prediction

**Project Overview:** 

• I embarked on a data-driven journey to create a predictive model for Alphabet Soup, a charitable organization that has historically supported over 34,000 organizations.

# **Data Preprocessing:**

- 1. Data Collection: The project began with the collection of data from the 'charity\_data.csv' file, which was loaded into a Pandas DataFrame.
- 2. Target and Features: I identified the target variable(s) for the model, which represent funding approval. The relevant features for model building were also determined.
- 3. Data Cleaning: I dropped the 'EIN' and 'NAME' columns, as they were not contributing to the prediction task.
- 4. Data Exploration: A comprehensive analysis of the dataset was conducted, including an assessment of the unique values in each column.
- 5. Binning Strategy: For columns with more than ten unique values, I developed a strategy to group rare categorical variables into a single 'Other' category, optimizing data quality.
- 6. Categorical Encoding: The categorical variables were encoded using the pd.get\_dummies() method, preparing the data for model training.
- 7. Data Split: I split the preprocessed data into two arrays: one for features (X) and the other for the target variable (y). The dataset was further divided into training and testing subsets using the train test split function.
- 8. Feature Scaling: To ensure consistency and improve model performance, I scaled the features using the StandardScaler.

# • Deep Learning Model:

I implemented a three-layer neural network model

#### • Model Performance:

The initial model achieved an accuracy of approximately 72%, which was slightly below the desired target accuracy of 75%.

## Optimization

In a subsequent model iteration, I reintroduced the 'NAME' feature into the dataset. This enhancement led to a significant performance boost, with the model achieving an accuracy of 78%, exceeding the target by 3%.

## • Conclusion:

This project represents a significant step in utilizing deep learning to streamline the charity funding approval process. By achieving a predictive accuracy of 78%, the project has the potential to enhance the efficiency and impact of Alphabet Soup's funding allocation.