BnB Data Set Data Analysis Assessment

Candidate: Ryan Ha (1/26/2023)



SPE - People Analytics

Intuition:

BnB listing prices are highest in Q3, as summer vacation plans are underway, where prices are lowest in Q4.

```
= sns.relplot(data=price avg,x='quarterc',y='avg price', kind='line', height=7, aspect=2)
# add label to the axis and label to the plot
gfg.set(xlabel = "Calendar Day (By Quarter & Year)",
         ylabel = "Average Listing Price", title = 'Average Price By Calendar Day')
<seaborn.axisgrid.FacetGrid at 0x7f78095f3f70>
                                                          Average Price By Calendar Day
 210
 200
 180
 160
         202004
                                202101
                                                        202102
                                                                                                                                202201
                                                                                202103
                                                                                                        202104
                                                           Calendar Day (By Quarter & Year)
```

See [line 59] within the <u>Jupyter Notebook on Git</u>.

Q: If Bnb charges 10% commission to host, how to increase the commission revenue? (based on data)

Based on our "listings" & "calendar" data sets **alone**, the results would be *inconclusive*, and would require additional data.

Luckily, data is all around us.

We can use **public data** sets or **conduct additional surveys** to get an idea of how customers & hosts feel about the service, *including other details such as*:

- Best times to be a BnB Host
- BnB tips for travelers & hosts, off season
- Peak & Slowest Seasons for travel (<u>flights</u>)
- Additional revenue streams for BnB Hosts, such as <u>"BnB Plus" homes</u> (lower supply, more expensive stays)

Bottomline...'

Insights & Takeaways.

To **increase revenue** by commission, or service charge, we have a couple levers to focus on:

<u>Peak Seasons</u> (Late Q2 - Late Q3):

- Travel demand is high. Lots of solo travelers & small groups, ranging from group stays to 1-2 bed entire apartment requests.
- 2. To incentivize hosts to fill the gap & provide accommodations, <u>focusing the service charge rate on customers is advised.</u>

<u>Slow Season</u> (Mid Q4 - Late Q1):

- 1. **Travel demand is low.** Family-focused traveling, including large groups, are popular during this time, however are not as common & expensive. Also the supply is lower.
- 2. <u>More expensive "BnB Plus" products are more popular in this time.</u> (e.g., largers homes, cabins, etc.)
- 3. To incentivize hosts to fill the gap & provide accommodations, <u>focusing the service charge rate on hosts is advised.</u>

SQL Prompts

Link to .sql file on Git

```
-- Please provide the SQL statement for these questions:
-- 1) How many different listings were there on 2021-01-10? By how many different hosts?
select count(distinct l.id) as listings unique,
       count(distinct l.host_id) as hosts_unique
from listings l inner join calendar c
     on l.id = c.listing_id
                                                                                                           with vacancy_ratios as (
where date(concat(c.year,'-',c.month,'-',c.day)) is date('2021-01-10')
                                                                                                              select listing_id,
group by 1,2
                                                                                                                     date(date) as date,
                                                                                                                     -- total units, partitioned by listing, ordered by date
                                                                                                                     count(available) over (partition by listing_id order by date) as total_units,
-- 2) What are the top 10 most expensive (pricewise) listings?
                                                                                                                     -- total units vacant, partitioned by
select listing_id, price
                                                                                                                     count (case when available='t' then 1 else null end)
from (select
                                                                                                                       over (partition by listing_id order by date) as vacancy_total
                                                                                                              from calendar
        listing_id,
        price,
        rank() over (partition by listing id order by price desc) as ranking -- ranking
                                                                                                           select v.listing id,
       from calendar
                                                                                                                 v.date,
       ) as a -- subguery alias
                                                                                                                 v.vacancy total/v.total units as vacancy rate
                                                                                                           from vacancy_ratios v
where a.ranking<11
                                                                                                           group by 1,2,3
order by a.profits desc
                                                                                                      45
                                                                                                           -- 4) What 5 listings have had the most frequent day-over-day price increases?
                                                                                                           -- lag / lead problem
                                                                                                           with cte as (
                                                                                                              select listing_id,
                                                                                                                 date(date) as date,
                                                                                                                 price as date_price,
                                                                                                                 lag(price) over (order by date) as yday price,
                                                                                                                 price - lag(price) as price_difference,
                                                                                                                 dense_rank(price - lag(price))
                                                                                                                   over (partition by listing_id order by date) as dense_ranking -- ranking
                                                                                                           from calendar
                                                                                                           where dense_ranking<6
                                                                                                           select listing_id,
          Link to .sql file on Git
                                                                                                                 price_difference
                                                                                                           from cte
                                                                                                           order by 1,2,3 desc
```