



Day-to-day responsibilities: Servers unable to properly prioritize tasks during a rush without knowing how much a table will reward them



Applicants: Unable to determine their potential salary





Hiring managers: Unable to properly advertise job openings

Who might care?

Current waitstaff

Job applicants

Hiring managers







What factors might affect a table's tips?

Quantitative Data (Kaggle Dataset)

- Table size
- Smoker present in group?
- Gender of person paying
- Total bill amount
- Day of week and time of day

Qualitative Data (may not be necessary)

- Customer service quality
- Customer satisfaction

Data Information



Data acquired over a few months



One server, one restaurant



Published in 1995

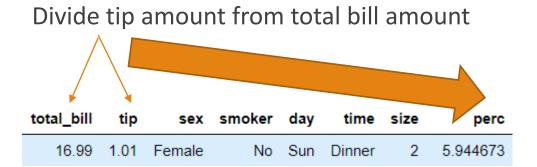


Number of records: 244



Number of fields: 7

Engineering Tip Percentage Amounts Feature From Tips Data



Data Exploration

Correlations

Pairplots

Sex

Smoker

Day

Time

Size



Correlations

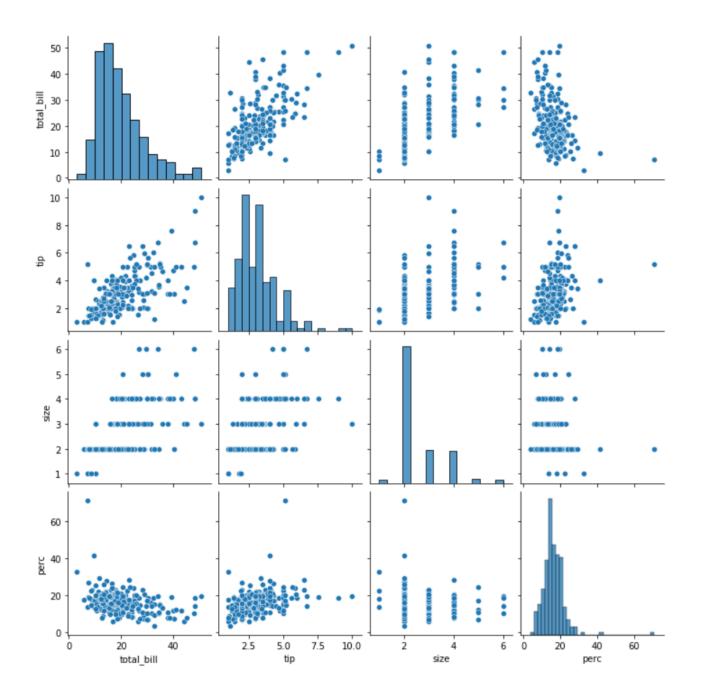
Moderate correlation between tips and total bill

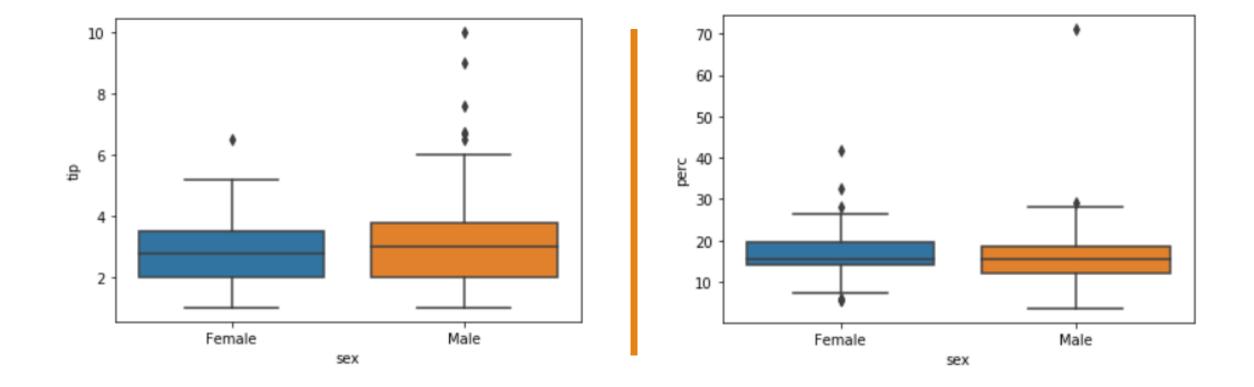
Weak correlation between group size and tip percentage

Pairplots

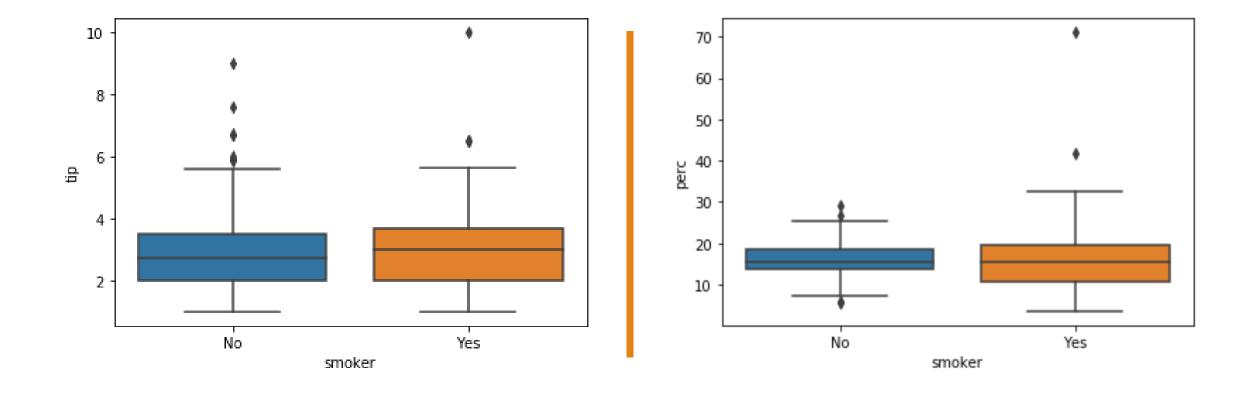
All numerical features skew right

Tips increase as total bill increases



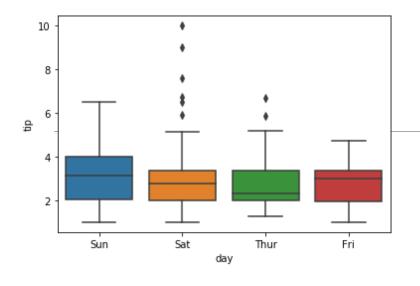


Sex



Smoker

NO SIGNIFICANT DIFFERENCES IN EITHER TIP AMOUNT OF PERCENTAGES



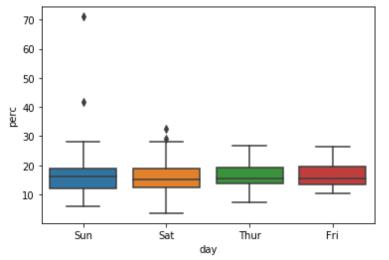
Day

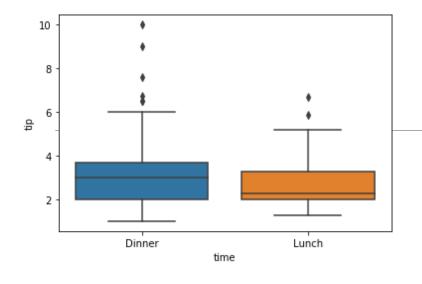


Significant difference found in tip amounts between different days



No significant differences found in tip percentages between different days





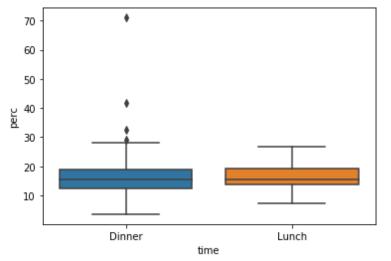
Time

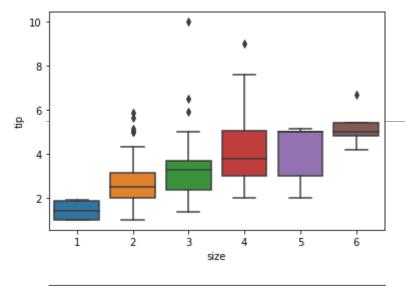


Significant difference found in tip amounts between different shifts



No significant differences found in tip percentages between different shifts





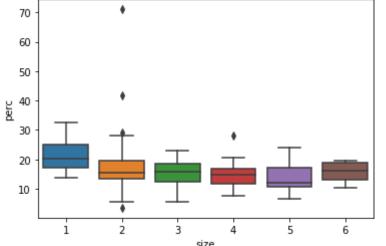
Size



Significant difference found in tip amounts between different sizes



No significant differences found in tip percentages between different sizes





Type: Supervised learning

Machine Learning Modeling



Tools: Python's scikit-learn



Low amount of data: Bootstrapping reqiured

Modeling Steps

Pipeline

- Data Pre-Processing
 - 1. One-hot encoding
 - 2. Data splitting into training and test sets (80%-20%)
 - 3. Scaling
- Cross-Validation (CV) for Hyperparameter Tuning
 - 1. 5 fold CV
 - 2. Using scikit-learn's grid search method
 - 3. Evaluation metric: Mean absolute error



Performance evaluation using holdout dataset (20% of whole data)

Regression Algorithms Used

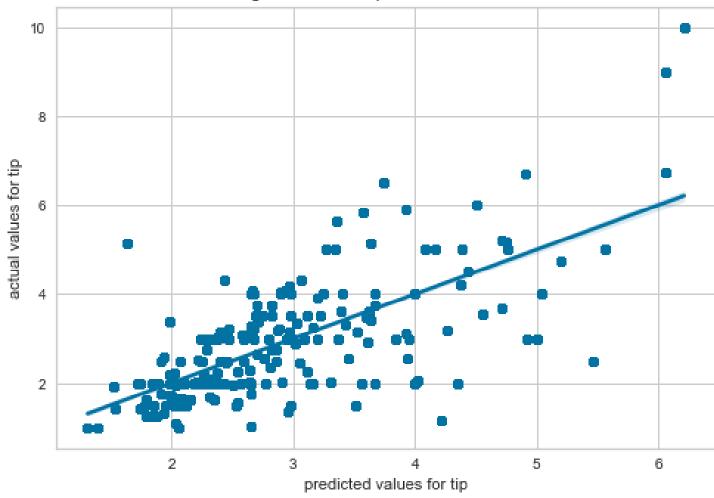


1. Linear Regression



2. Random Forest Regression

Linear Regression Model predictions vs. actual values



Model Comparisons

Model

Mean Absolute Error

Linear Regression Model ~.60

Random Forest Model almost zero

Model Comparisons

RANDOM FOREST DOES BETTER ON TRAINING DATA

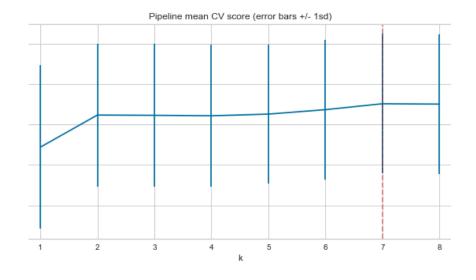
Some Details on the Best Model



Features used: 7



Standard Scaling

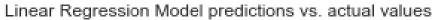


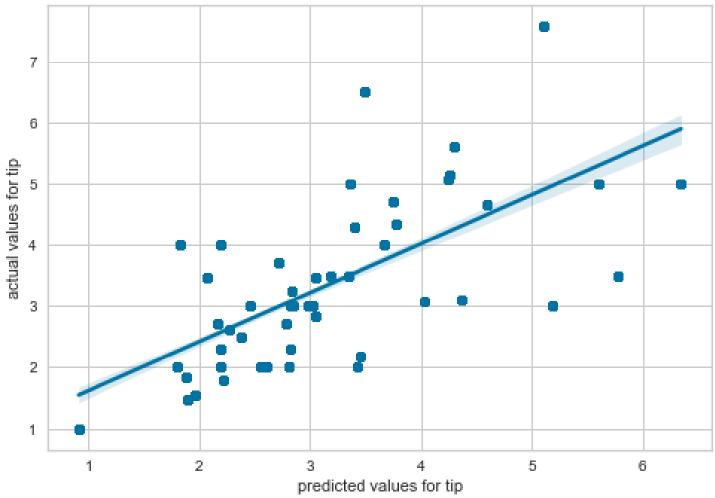
total_bill 0.837978
size 0.169831
time_Lunch 0.122636
smoker_Yes 0.060106
day_Sun 0.047272
sex_Male 0.002088
day_Thur -0.092271

Some Details on the Best Model

Total bill is most important feature for predicting tip amounts

Total bill and Table Size are most important features for predicting tip percentages





Testing on Under-Sampled Test Data

Model

Mean Absolute Error

Linear Regression ~0.60

Random Forest ~0.79

Testing on Under-Sampled Test Data

LINEAR REGRESSION DOES BETTER ON TEST SET

Input features used in Linear Regression model

Use model pipeline on new data and predict tip amounts

Using the Model

Tip Percentage	
< 10%	Bottom priority
10% – 15%	Low Priority
15% – 18%	Medium Priority
18% - 20%	High Priority
> 20%	Top Priority

An Example of Model Usage: Possible Recommendations

Assumptions, Limitations, and Disclaimers







WE ASSUME THAT ALL TABLES ARE INDEPENDENT, THOUGH THAT WOULD NOT BE THE CASE FOR REGULARS

USED ONLY ONE SERVER'S DATA FROM ONE RESTAURANT OVER THE COURSE OF A FEW MONTHS THE MODEL MAY BEHAVE POORLY IF WE TRY TO PREDICT TIPS AND TIP PERCENTAGES OF OTHER RESTAURANTS

Diversify	Diversify information with more features
Extract	Extract information from more servers/bartenders and other restaurants
Include	Include dates so monthly/annual salaries can be calculated from tips predictions

More Ideas to Improve the Model in the Future



Saint Gau

Email: transaintgau@gmail.com

https://www.linkedin.com/in/saintgau/

https://github.com/transaint/Professional-Portfolio

Final project report: https://github.com/transaint/Springboard-

ect%20Report.ipynb