# **PROJECT REPORT**

# **SERVERLESS DATA PROCESSING**

Submitted by

**GROUP 4** 

SAI ANISH
SAKSHI RATHI
SARA PRICILLA
SWETHA

**Batch:** Data Engineering Batch 4

Submitted as part of: Data Engineering Final Project

Date of Submission: 17/07/2025

### **Introduction**

In today's data-driven world, organizations require scalable, efficient, and cost-effective solutions to process and analyze large volumes of data. Traditional data processing pipelines often involve managing complex infrastructure, which increases operational overhead and reduces agility. To overcome these challenges, cloud-native and serverless architectures offer a modern alternative by abstracting infrastructure management and enabling pay-as-you-go compute models.

This project focuses on implementing a Serverless Data Processing and Machine Learning Pipeline using various services from the Microsoft Azure ecosystem. The goal is to design and execute an end-to-end workflow that can:

- Ingest and explore data without provisioning dedicated servers
- Automate ETL (Extract, Transform, Load) jobs using event-driven triggers
- Train and monitor machine learning models using scalable, on-demand resources
- Integrate DevOps practices for infrastructure management and CI/CD workflows

Key components of the system include Azure Data Lake Storage Gen2, Azure Synapse Serverless SQL, Azure Databricks, Azure Functions, MLflow, and Azure DevOps. This architecture provides a robust framework for data handling, machine learning, and continuous integration and delivery — all without maintaining traditional infrastructure.

### **Problem Statement**

This project addresses the need for scalable, serverless data processing and machine learning workflows using Azure cloud services. The focus is on building a fully automated, event-driven pipeline for data exploration, transformation, and model training without managing traditional infrastructure.

#### ETL Problem

- Enable raw data exploration directly on Azure Data Lake Storage Gen2 using Azure Synapse Serverless SQL, removing the need for data movement or provisioning SQL servers.
- Design an **event-triggered ETL pipeline** by using **Azure Functions** to automatically invoke **Azure Databricks** jobs for large-scale data transformation.
- Manage all source code and infrastructure through Azure DevOps Repositories and ARM templates, ensuring version control and repeatable deployments.

### **Machine Learning Problem**

- Build serverless training pipelines in Azure Databricks using on-demand Spark clusters to reduce resource costs and improve scalability.
- Develop a customer segmentation model using the KMeans algorithm from Spark MLlib, trained on processed data.
- Automate deployment of the trained model using CI/CD pipelines in Azure DevOps, and monitor performance and metrics using MLflow for reproducibility and tracking.

# **Tools and Technologies Used**

This project integrates a range of cloud-native services and development tools from the Microsoft Azure ecosystem to build a fully serverless data processing and machine learning pipeline. Each component plays a specific role in the end-to-end workflow:

### Azure Data Lake Storage Gen2 (ADLS Gen2)

ADLS Gen2 serves as the primary data storage layer for the project. It is used to store raw datasets in a hierarchical, scalable, and cost-effective manner. The service provides seamless integration with analytics tools like Synapse and Databricks, allowing direct access to data without requiring ingestion or duplication.

### **Azure Synapse Analytics (Serverless SQL Pool)**

Azure Synapse Serverless SQL is used for querying and exploring raw data stored in ADLS Gen2. This eliminates the need for pre-loading data into relational tables and offers a serverless, pay-per-query model for efficient ad-hoc analysis.

#### **Azure Databricks**

Azure Databricks is the core compute engine for both ETL and machine learning processes in this project. It leverages Apache Spark to perform large-scale data transformations and supports on-demand cluster creation, which reduces resource costs. Databricks also facilitates the training of the customer segmentation model using the KMeans algorithm from Spark MLlib.

#### **Azure Functions**

Azure Functions act as event-driven triggers for the data pipeline. In this project, they are used to automatically initiate Databricks jobs for ETL and ML processes. Functions are lightweight, serverless, and can be deployed and managed directly from the Visual Studio Code environment.

#### **MLflow**

MLflow is used for tracking machine learning experiments. Integrated with Databricks, it captures key model metrics such as the silhouette score, logs hyperparameters, and manages model versioning. It ensures reproducibility and transparency in the training and deployment phases.

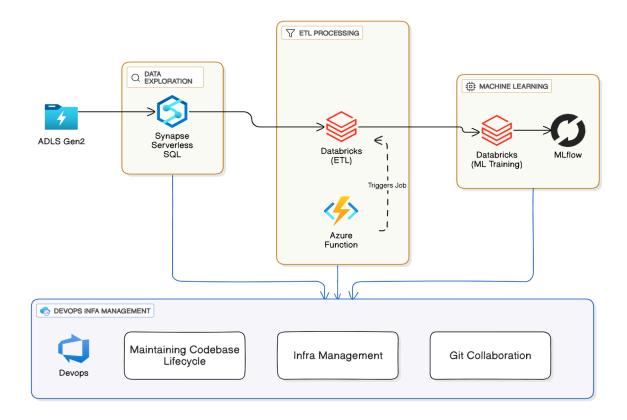
### **Azure DevOps**

Azure DevOps plays a critical role in managing the entire project lifecycle. It is used for source code version control via Git repositories, managing infrastructure as code through ARM templates, and setting up CI/CD pipelines for automated deployment of ETL scripts, machine learning models, and Azure Functions.

## **Visual Studio Code (VS Code)**

VS Code is the primary development environment used for building and deploying Azure Functions, managing Git repositories, and interacting with the Azure platform. Its integration with Azure and DevOps streamlines the development and deployment workflow.

### **Architecture Diagram**



### **Methodology**

The methodology adopted in this project is based on a modular, serverless approach to data processing and machine learning using Microsoft Azure services. The workflow consists of sequential stages including data collection, exploration, transformation, model training, and deployment, all integrated via automated triggers and DevOps pipelines.

### 4.1 Data Collection and Storage

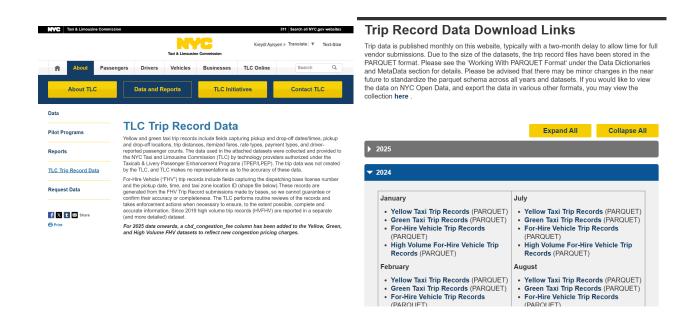
The data used in this project was sourced from the official **New York City Taxi** & Limousine Commission (TLC) data portal, accessible at:

https://www.nyc.gov/site/tlc/about/tlc-trip-record-data.page

The dataset selected for this project is:

yellow-tripdata-2024-01.csv, which contains detailed trip-level information about yellow taxi rides in New York City for the month of January 2024. This

includes fields such as pickup and drop-off timestamps, trip distance, fare amount, passenger count, payment type, and more.



	В	С	D			G I				K		М	N	0		Q	R	
ID tr	pep picku	tpep drop		trip distan	Ratecodel sto		catio [	OLocatio	payment	fare amou	extra		tip amour	tolls amou	improvem	total amo	congestion	Airport fee
2	57:55.0	17:43.0	1	1.72	1 N		186	79		17.7	1	0.5	0	- 0	1	22.7	2.5	0
1	03:00.0	09:36.0	1	1.8	1 N		140	236	1	10	3.5	0.5	3.75	0	1	18.75	2.5	0
1	17:06.0	35:01.0	1	4.7	1 N		236	79	1	23.3	3.5	0.5	3	0	1	31.3	2.5	0
1	36:38.0	44:56.0	1	1.4	1 N		79	211	1	10	3.5	0.5	2	0	1	17	2.5	0
1	46:51.0	52:57.0	1	0.8	1 N		211	148	1	7.9	3.5	0.5	3.2	0	1	16.1	2.5	0
1	54:08.0	26:31.0	1	4.7	1 N		148	141	1	29.6	3.5	0.5	6.9	0	1	41.5	2.5	0
2	49:44.0	15:47.0	2	10.82	1 N		138	181	1	45.7	6	0.5	10	0	1	64.95	0	1.75
1	30:40.0	58:40.0	0	3	1 N		246	231	2	25.4	3.5	0.5	0	0	1	30.4	2.5	0
2	26:01.0	54:12.0	1	5.44	1 N		161	261	2	31	1	0.5	0	0	1	36	2.5	0
2	28:08.0	29:16.0	1	0.04	1 N		113	113	2	3	1	0.5	0	0	1	8	2.5	0
2	35:22.0	41:41.0	2	0.75	1 N		107	137	1	7.9	1	0.5	0	0	1	12.9	2.5	0
1	25:00.0	34:03.0	2	1.2	1 N		158	246	1	14.9	3.5	0.5	3.95	0	1	23.85	2.5	0
1	35:16.0	11:52.0	2	8.2	1 N		246	190	1	59	3.5	0.5	14.15	6.94	1	85.09	2.5	0
1	43:27.0	47:11.0	2	0.4	1 N		68	90	1	5.8	3.5	0.5	1.25	0	1	12.05	2.5	0
1	51:53.0	55:43.0	1	0.8	1 N		90	68	2	6.5	3.5	0.5	0	0	1	11.5	2.5	0
1	50:09.0	03:57.0	1	5	1 N		132	216	2	21.2	2.75	0.5	0	0	1	25.45	0	1.75
1	41:06.0	53:42.0	1	1.5	1 N		164	79	1	12.8	3.5	0.5	4.45	0	1	22.25	2.5	0
2	52:09.0	52:28.0	1	0	1 N		237	237	2	3	1	0.5	0	0	1	8	2.5	0
2	56:38.0	03:17.0	1	1.5	1 N		141	263	1	9.3	1	0.5	3	0	1	17.3	2.5	0
2	32:34.0	49:33.0	1	2.57	1 N		161	263	1	17.7	1	0.5	10	0	1	32.7	2.5	0
2	52:30.0	57:37.0	1	0.66	1 N		263	236	1	6.5	1	0.5	2.88	0	1	14.38	2.5	0
1	36:30.0	13:53.0	2	1.7	1 N		246	170	1	29.6	3.5	0.5	6.9	0	1	41.5	2.5	0
2	44:24.0	51:57.0	1	0.94	1 N		158	113	1	8.6	1			0	1	16.32	2.5	0
1	14:29.0	14:29.0	1	0	1 N		236	264	2		3.5	0.5		0	1	8	2.5	0
1	42:05.0	16:49.0	1	23.9	5 N		263	265	1		0			6.94	1	127.94	0	0
2	12:35.0	19:21.0	2	1.08	1 N		148	4	1	8.6	1			0	1	16.32	2.5	0
2	20.44.0	42.52.0	2024 01	F 00	1 N		4	220	1	20.0	1	٥٢		^	1	26.4	2.5	^
	20.11.0	43.53	^		0 1 500	^ 1 <u>F00 1N</u>	O 1 500 1 N	0 1 500 1 N 4	0 1 <u>F00 1N</u> 4 330	0 1 F00 1N 4 220 1	0 1 F00 1N 4 330 1 30.0	0 1 F00 1N 4 330 1 30.0 1	0 1 500 1 1 1 20 1 20 1 05	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	2 1 500 1 1 200 1 25 25	2 1 500 1 1 200 1 200 1	2 1 500 1 1 200 1 200 1 200 1 200	2 4 500 40 4 320 4 300 4 05 35 0 4 364 35

## **Dataset Description:**

Field Name	Description					
VendorID	A code indicating the TPEP provider that provided the record.  1 = Creative Mobile Technologies, LLC  2 = Curb Mobility, LLC  6 = Myle Technologies Inc  7 = Helix					
tpep_pickup_datetime	The date and time when the meter was engaged.					
tpep_dropoff_datetime	The date and time when the meter was disengaged.					
passenger_count	The number of passengers in the vehicle.					
trip_distance	The elapsed trip distance in miles reported by the taximeter.					
RatecodelD	The final rate code in effect at the end of the trip.  1 = Standard rate  2 = JFK  3 = Newark  4 = Nassau or Westchester  5 = Negotiated fare  6 = Group ride  99 = Null/unknown					
store_and_fwd_flag	This flag indicates whether the trip record was held in vehicle memory before sending to the vendor, aka "store and forward," because the vehicle did not have a connection to the server.  Y = store and forward trip N = not a store and forward trip					
PULocationID	TLC Taxi Zone in which the taximeter was engaged.					
DOLocationID	TLC Taxi Zone in which the taximeter was disengaged.					
payment_type	A numeric code signifying how the passenger paid for the trip.  0 = Flex Fare trip  1 = Credit card  2 = Cash  3 = No charge  4 = Dispute  5 = Unknown  6 = Voided trip					
fare_amount	The time-and-distance fare calculated by the meter. For additional information on the following columns, see https://www.nyc.gov/site/tlc/passengers/taxi-fare.page					
extra	Miscellaneous extras and surcharges.					
mta_tax	Tax that is automatically triggered based on the metered rate in use.					
tip_amount	Tip amount – This field is automatically populated for credit card tips. Cash tips are not included.					
tolls_amount	Total amount of all tolls paid in trip.					
improvement_surcharge	Improvement surcharge assessed trips at the flag drop. The improvement surcharge began being levied in 2015.					
total_amount	The total amount charged to passengers. Does not include cash tips.					
congestion_surcharge	Total amount collected in trip for NYS congestion surcharge.					
airport_fee	For pick up only at LaGuardia and John F. Kennedy Airports.					
cbd_congestion_fee	Per-trip charge for MTA's Congestion Relief Zone starting Jan. 5, 2025.					

## **4.2 Data Exploration**

For data exploration, Azure Synapse Analytics (Serverless SQL Pools) was primarily used due to its ability to directly query files stored in Azure Data

Lake Storage Gen2 (ADLS Gen2) without requiring any data movement or pre-loading into databases. This serverless approach enabled rapid, cost-efficient querying of large datasets stored in the cloud.

The process began with the creation and deployment of an **Azure Synapse Analytics workspace**. Once the workspace was provisioned, a **linked service connection** was established to the ADLS Gen2 account where the dataset yellow-tripdata-2024-01.csv was stored. The dataset was then made accessible within the Synapse workspace.

### Task 1) Data exploration using synapse analytics

Using Synapse Serverless SQL, an initial query was executed to fetch the first 100 rows from the CSV file in the data lake. This helped confirm connectivity and data visibility, as well as verify the file's schema. The raw dataset fields such as pickup and drop-off datetime, passenger count, trip distance, and fare amount were reviewed for validity.

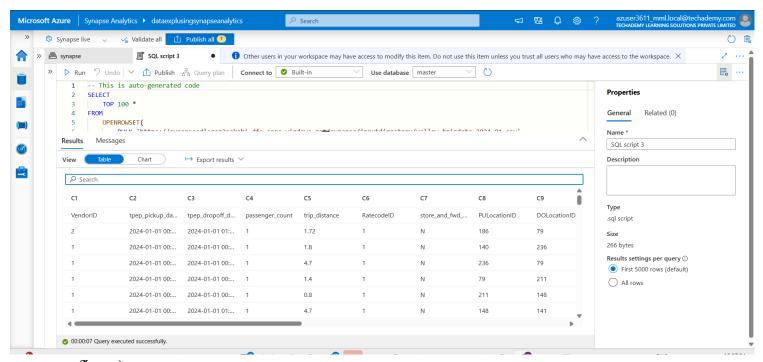
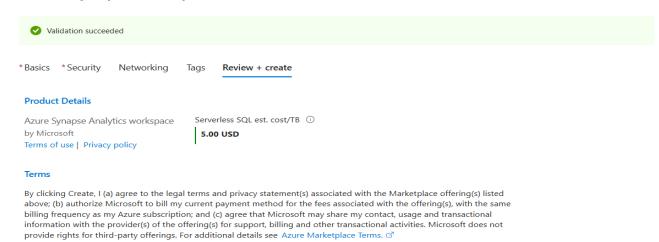


fig. a) Fetching the first 100 rows using Synapse Serverless SQL from ADLS Gen2 dataset

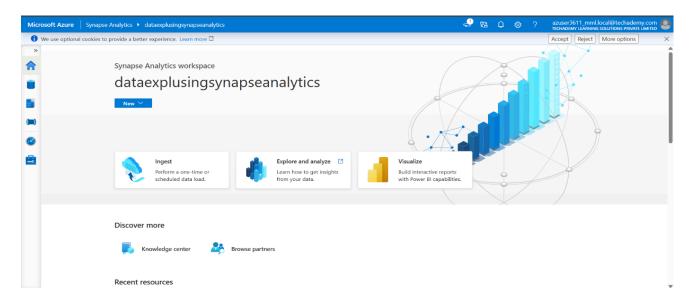


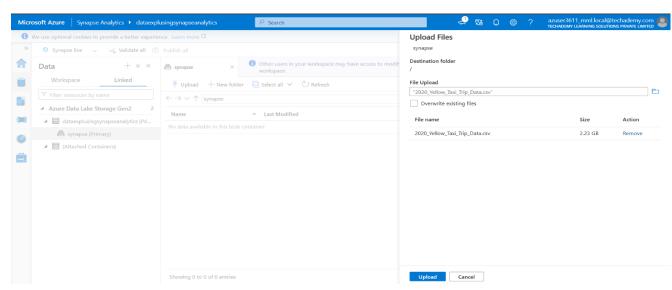
Home > Azure Synapse Analytics >

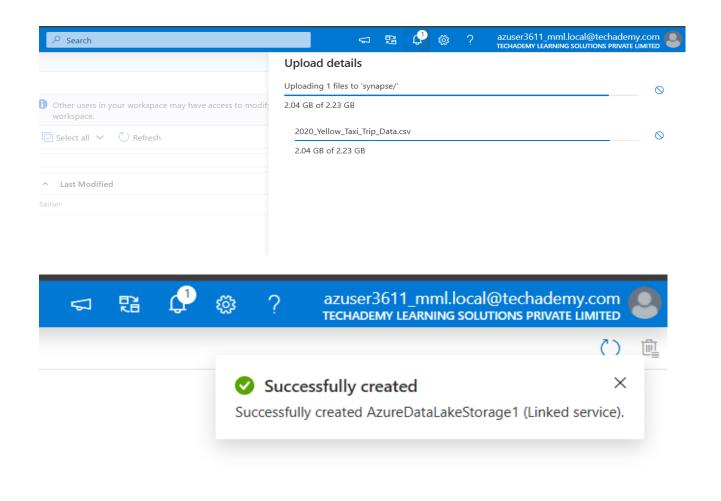
#### Create Synapse workspace



Basics
Subscription MML Learners
Resource group rg-azuser3611\_mml.local-fRfkX







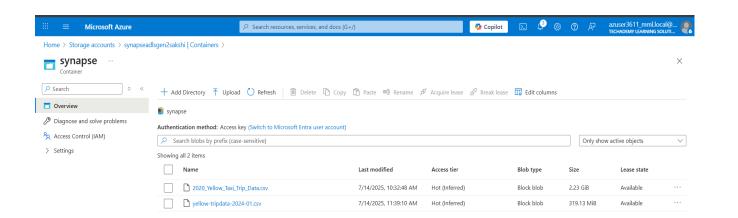


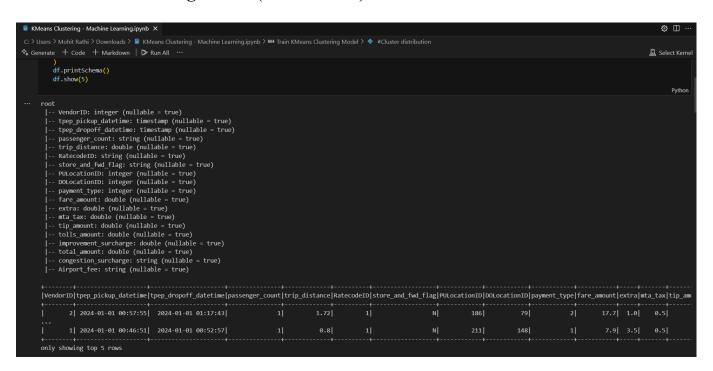
fig. b) ADLS Gen2 CSV file is accessible from Synapse Serverless

### 4.3 ETL Processing

The ETL (Extract, Transform, Load) process in this project was designed using a serverless, automated architecture that ensures modularity, scalability, and reusability. The core of the ETL workflow is built around the Medallion Architecture (also known as Bronze-Silver-Gold layers), which provides a systematic framework for incrementally refining raw data into structured and analytics-ready formats.

### Task 2) PySpark ETL Operations

To achieve automation and scalability, a **Python-based Azure Function** was developed using **Visual Studio Code**. This function served as the serverless trigger to initiate **Azure Databricks Jobs**. Once executed, these jobs performed various Spark-based transformation operations on the raw data stored in **Azure Data Lake Storage Gen2 (ADLS Gen2)**.



The ETL process followed the **Medallion Architecture** as outlined below:

### • Bronze Layer (Raw Ingestion):

The raw CSV file (yellow-tripdata-2024-01.csv) stored in ADLS Gen2 was accessed and **mounted into Azure Databricks**. This allowed

seamless interaction with the file system. The data was read in its original form, preserving schema and content, and loaded into a Delta Lake table as-is for auditability.

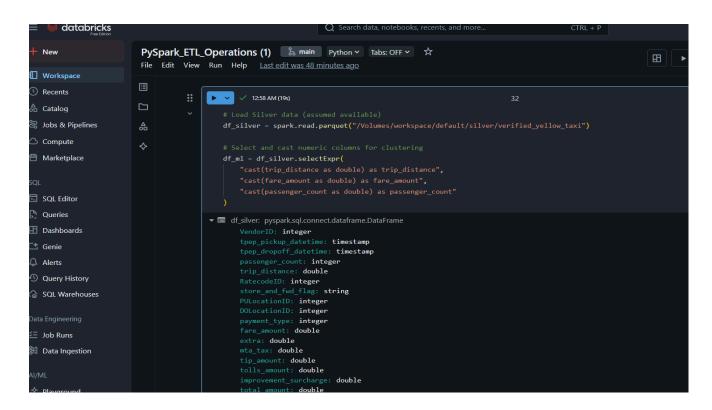
### • Silver Layer (Cleaned Data):

Data cleaning and transformation tasks were performed in this layer. These included:

- Handling missing or null values
- Filtering out invalid records (e.g., zero fare with trip distance)
- Converting data types and standardizing formats (e.g., timestamp parsing)
- Generating derived fields such as trip duration or average speed

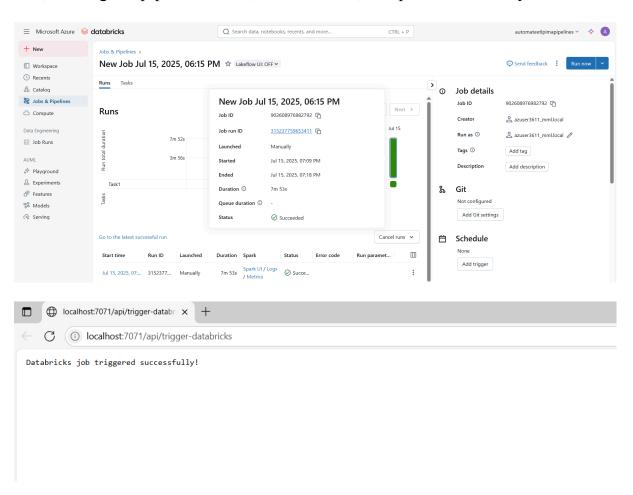
### • Gold Layer (Analytics-Ready):

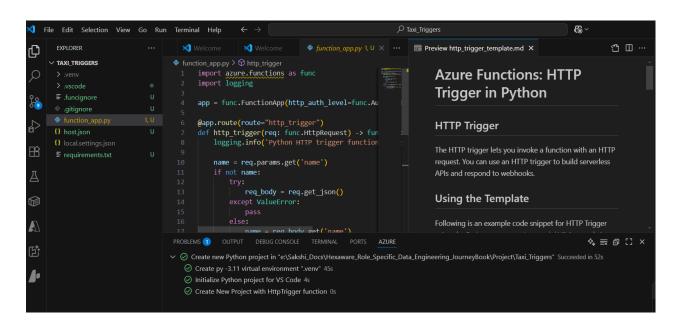
The final layer produced **curated**, **structured datasets** ready for downstream analytics and machine learning. Feature selection and formatting were completed, and the output was written back to ADLS Gen2 in **Parquet or Delta format** for optimized querying and storage.



### Task 3) Trigger Jobs using azure functions

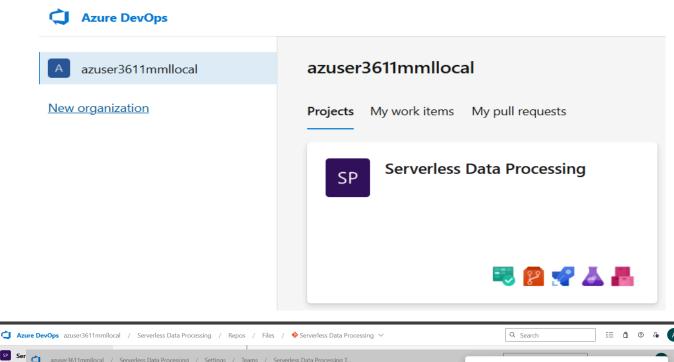
The use of **Azure Databricks** with **Spark** allowed high-performance transformation at scale, while **Azure Functions** enabled event-driven execution without manual intervention. This serverless orchestration, combined with the Medallion Architecture, ensured a clear separation of raw, cleaned, and enriched data, making the pipeline robust, maintainable, and production-ready.





#### Task 4) Git Configuration - Azure DevOps & Synapse Analytics

To streamline version control and enable collaborative development, Git integration was configured using Azure DevOps Repos. This allowed us to maintain all Synapse SQL scripts, Spark notebooks, pipeline definitions, and ARM templates in a centralized and trackable Git repository. Developers could clone, commit, push, and pull changes directly from Synapse Studio using Git-connected workspaces.



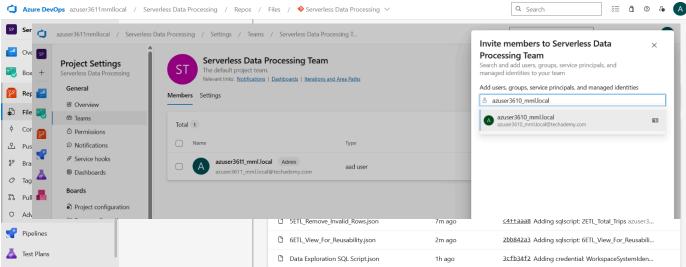


fig. c) Git collaboration with team

**⊗** Complete project codebase at Azure DevOps:

**DevOps Repository - Serverless Data Processing** 

#### **4.4 Machine Learning Pipeline**

K-Means is a machine learning algorithm used to find groups (called clusters) in data. Each cluster groups similar rows (data points) together.

In this project, K-Means was applied to NYC Taxi Trip data using trip-related features like trip distance, fare amount, and passenger count. The goal was to segment taxi rides into meaningful clusters to identify travel patterns, high-value trips, or unusual behaviors. The final model was trained using scikit-learn inside mapInPandas() to ensure compatibility with Databricks Community Edition, and the results were tracked and evaluated using MLflow for transparency and reproducibility.

### Example:

In NYC Taxi data, we might want to group trips like:

- Short trips with low fare
- Long trips with high fare
- Short trips with big tips
  These are called clusters.

Column	Meaning
trip_distance	Distance of the taxi ride (in miles)
fare_amount	Fare for the ride (in \$)
passengercount	No. of passengers during the trip
prediction	Which cluster the trip belongs to (0–3)

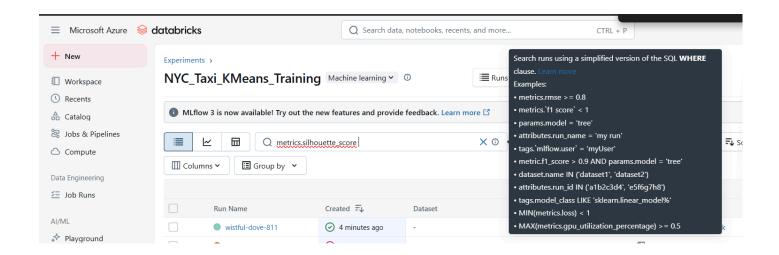
#### Interpreting The Results

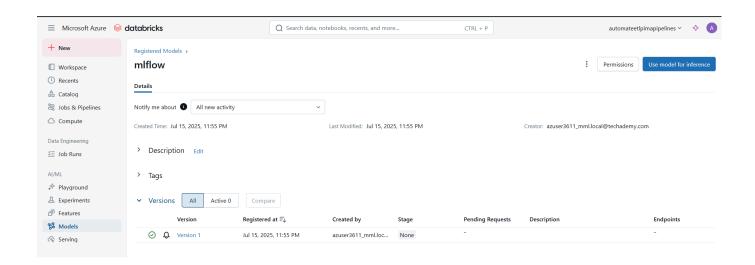
Cluster	Approx % of Total	Likely Pattern
0	~82%	Regular trips — maybe 1–2 miles, 1 passenger, normal fare. Most common.
1	~10%	Possibly longer trips or group rides.
3	~7%	Could be airport trips or higher fare rides.

```
| New Notion Count | Databricks visualization. Run in Databricks to view.

| Science | Science
```

```
Interrupt 00:17
                                                                            21
   1 import mlflow
   2 import mlflow.spark
   3
   4 with mlflow.start_run():
   5
          k = 4
          kmeans = KMeans(featuresCol="features", predictionCol="prediction", k=k, seed=42)
   6
   7
          model = kmeans.fit(train_data)
   8
   9
          predictions = model.transform(test_data)
  10
          silhouette = evaluator.evaluate(predictions)
  11
  12
          mlflow.log_param("k", k)
  13
          mlflow.log_metric("silhouette_score", silhouette)
  14
  15
          # Log the trained model
          mlflow.spark.log_model(model, "kmeans_model")
  16
▼ (24) Spark Jobs
  ▶ Job 69 (
                         View (1 stage)
   ▶ Job 70 (
                         View (2 stages)
   ▶ Job 71
                          View (1 stage)
  ▶ Job 72
                         View (1 stage)
   ▶ Job 73
                          View (1 stage)
   ▶ Job 74
                          View (1 stage)
   ▶ Job 75
                           View (1 stage)
   ▶ Job 76 (
                         View (1 stage)
  ▶ Job 77 (
                         View (2 stages)
   ▶ Job 78 (
                          View (2 stages)
```





### **Conclusion**

This project successfully demonstrates the implementation of a **serverless**, **automated data processing and machine learning pipeline** using Microsoft Azure services. By leveraging Azure Synapse Serverless SQL, Databricks, Azure Functions, and DevOps tools, the entire data journey—from raw ingestion to machine learning deployment—was streamlined without managing any physical servers or long-running infrastructure.

The use of **Azure Functions** to trigger **Databricks jobs** enabled an event-driven ETL process that scaled efficiently with workload demands. **Azure DevOps** played a critical role in managing the codebase, automating infrastructure deployments, and ensuring reproducibility through CI/CD pipelines.

A **KMeans clustering model** was trained using **Spark MLlib** to segment customers based on patterns in the transformed dataset. The integration of **MLflow** allowed comprehensive tracking of model parameters, metrics, and versions, ensuring transparency and consistency.

Overall, the solution is scalable, modular, and cost-efficient, demonstrating the power of serverless technologies in modern data engineering and machine learning workflows. The project also lays a strong foundation for integrating real-time data streams, additional machine learning models, and advanced monitoring in the future.