



JSancio: Churn Rate Capstone

Learn SQL from Scratch

Example Table of Contents

1. Get familiar with the Company
2. Churn Rate: Overall & By Segment

**GET FAMILIAR
WITH THE COMPANY**

How many different segments are there? What segments of users exist?

There are two different segments, 87 and 30.

```
select * from subscriptions limit 100;  
  
select distinct segment from subscriptions;
```

How many months has the company been operating?

4 months:

- December 2016
- January 2017
- February 2017
- March 2017

```
select  
min(subscription_start),  
max(subscription_start)  
from subscriptions;
```

Which months do you have enough information to calculate a churn rate?

There is only enough data to calculate the churn rate over the first 3 months of 2017 (I can't calculate it for December, since there are no subscription_end values).

Temporary Table → Months

```
WITH months AS
(SELECT
  '2017-01-01' as first_day,
  '2017-01-31' as last_day
UNION
SELECT
  '2017-02-01' as first_day,
  '2017-02-28' as last_day
UNION
SELECT
  '2017-03-01' as first_day,
  '2017-03-31' as last_day
)
```

CHURN RATE

What is the overall churn trend since the company started?

Overall Churn Rate

- January 2017 = 16.17%
- February 2017 = 18.98%
- March 2017 = 27.42%

Compare Churn Rates for Segments

month	churn_rate_30	churn_rate_87
2017-01-01	0.0756013745704467	0.251798561151079
2017-02-01	0.0733590733590734	0.32034632034632
2017-03-01	0.11731843575419	0.485875706214689

The focus company's focus should be on expanding Segment 87 (higher churn rates)

Churn Rate Query

```

WITH months AS (
SELECT
    '2017-01-01' as first_day,
    '2017-01-31' as last_day
UNION
SELECT
    '2017-02-01' as first_day,
    '2017-02-28' as last_day
UNION
SELECT
    '2017-03-01' as first_day,
    '2017-03-31' as last_day
),
cross_join AS (
    SELECT subscriptions.*, months.*
    FROM subscriptions
    CROSS JOIN months
),
status AS (
    SELECT
        cross_join.id,
        first_day AS month,
        CASE
            WHEN (subscription_start <
first_day)
                AND (
                    subscription_end >
first_day
                    OR subscription_end IS
NULL
                ) and segment =87
            THEN 1
            ELSE 0
            END AS is_active_87,
        CASE
            WHEN (subscription_start <
first_day)
                AND (
                    subscription_end >
first day
                    OR subscription_end IS
NULL
                ) and segment =30
            THEN 1
            ELSE 0
            END AS is_active_30,
        CASE
            WHEN (subscription_end BETWEEN
first_day AND last_day) and segment
= 87
            THEN 1
            ELSE 0
            END as is_canceled_87,
        CASE
            WHEN (subscription_end BETWEEN
first_day AND last_day) and segment
= 30
            THEN 1
            ELSE 0
            END as is_canceled_30
        FROM cross_join
    ),

```

Churn Rate Query

```
status_aggregate AS (  
  SELECT  
    month,  
    SUM(is_active_30) AS sum_active_30,  
    SUM(is_active_87) AS sum_active_87,  
    SUM(is_canceled_30) AS sum_canceled_30,  
    SUM(is_canceled_87) AS sum_canceled_87  
  FROM status  
  GROUP BY month  
)  
SELECT  
  month,  
  (1.0 * sum_canceled_30 / sum_active_30) AS  
  churn_rate_30,  
  (1.0 * sum_canceled_87 / sum_active_87) AS  
  churn_rate_87  
FROM status_aggregate;
```