

CODECADEMY

Learn SQL from Scratch

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$$\text{Churn Rate} = \frac{\text{Cancellations}}{\text{Total Subscribers}}$$

1. Get familiar with the company.

- **How many months has the company been operating? Which months do you have enough information to calculate a churn rate?**
- **What segments of users exist?**

2. What is the overall churn trend since the company started?

3. Compare the churn rates between user segments.

- **Which segment of users should the company focus on expanding?**

1. Up close and personal with Codeflix

- **Take a look at the first 100 rows of data in the subscriptions table.**

```
1 --Get a feel for the table
2 SELECT *
3 FROM subscriptions
4 LIMIT 100;
```

- **How many months has the company been operating?**

```
1 --Since when has Codeflix been operating
2 SELECT MIN(subscription_start) AS 'Operating From',
3 MAX(subscription_start) AS 'Operating To'
4 FROM subscriptions;
```

Id	subscription_start	subscription_end	segment
----	--------------------	------------------	---------

The dataset provided contains one SQL table, subscriptions. Within the table, there are 4 columns:

- **id** - the subscription id
- **subscription_start** - the start date of the subscription
- **subscription_end** - the end date of the subscription
- **segment** - this identifies which segment the subscription owner belongs to

Operating From	Operating To	Months Operating
2016-12-01	2017-03-30	4

1. Up close and personal continued

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

```
1 --For which months can we calculate churn
2 SELECT MIN(subscription_end) AS 'First Cancel',
3         MAX(subscription_end) AS 'Last Cancel'
4 FROM subscriptions;
```

First Cancel	Last Cancel
2017-01-01	2017-03-31

Months for Churn Calculation
3

- **What segments of users exist?**

```
1 --What segments of users exist
2 SELECT DISTINCT segment
3 FROM subscriptions;
```

segment
87
30

2. What is the overall churn trend since the company started?

- **Create a temporary table for the months we have information available to calculate the churn rate from**

```
1  --Create a temporary table for the months
2  WITH months AS (
3      SELECT '2017-01-01' AS first_day,
4             '2017-01-31' AS last_day
5      UNION
6      SELECT '2017-02-01' AS first_day,
7             '2017-02-28' AS last_day
8      UNION
9      SELECT '2017-03-01' AS first_day,
10             '2017-03-31' AS last_day),
```

- **Create a temporary table, cross_join, from subscriptions and your months. Be sure to SELECT every column**

```
11  --Create temporary table, cross_join, from subscriptions and your months
12  cross_join AS (
13      SELECT *
14      FROM subscriptions
15      CROSS JOIN months),
```

2. Overall churn trend continued

- **Create a temporary table, status, from the cross_join table created earlier. This table should contain:**
 - **id** – selected from cross_join
 - **month** – as an alias of first_day
 - **is_active_87** – created using a **CASE WHEN** to find any users from segment 87 who existed prior to the beginning of the month. This is 1 if true and 0 otherwise.
 - **is_active_30** – created using a **CASE WHEN** to find any users from segment 30 who existed prior to beginning of the month. This is 1 if true and 0 otherwise.

```
16 --Create temporary table, status, from the cross_join temporary table
17 --for active subscriptions for segment 87
18 status AS (
19     SELECT id,
20     first_day AS month,
21     CASE
22         WHEN (subscription_start < first_day)
23         AND (subscription_end > first_day
24             OR subscription_end IS NULL)
25         AND (segment=87)
26         THEN 1
27         ELSE 0
28     END AS is_active_87,
```

```
29 --for active subscriptions for segment 30
30 CASE
31     WHEN (subscription_start < first_day)
32     AND (subscription_end > first_day
33         OR subscription_end IS NULL)
34     AND (segment=30)
35     THEN 1
36     ELSE 0
37 END AS is_active_30,
```

2. Overall churn trend continued

- **Add an `is_canceled_87` and an `is_canceled_30` column to the status temporary table. This should be 1 if the subscription is canceled during the month and 0 otherwise.**
- **Create a `status_aggregate` temporary table that is a sum of the active and canceled subscriptions for each segment, for each month. The resulting columns should be:**
 - **`sum_active_87`**
 - **`sum_active_30`**
 - **`sum_canceled_87`**
 - **`sum_canceled_30`**

```
38 --for canceled subscriptions for segment 87
39 CASE
40     WHEN (subscription_end BETWEEN first_day AND last_day)
41     AND (segment=87)
42     THEN 1
43     ELSE 0
44     END AS is_canceled_87,
```

```
45 --for canceled subscriptions for segment 30
46 CASE
47     WHEN (subscription_end BETWEEN first_day AND last_day)
48     AND (segment=30)
49     THEN 1
50     ELSE 0
51     END AS is_canceled_30
52 FROM cross_join),
```

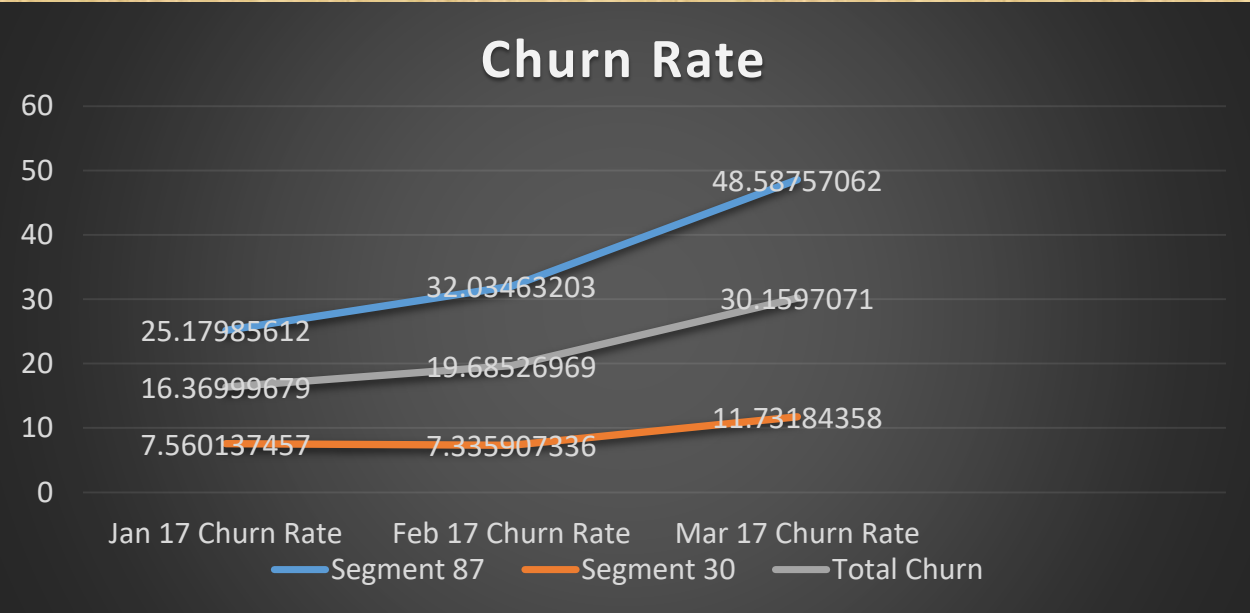
```
53 --Create temporary table, status_aggregate, to sum up active
54 --subscriptions for each segment for each month
55 status_aggregate AS (
56     SELECT month,
57            SUM(is_active_87) AS sum_active_87,
58            SUM(is_active_30) AS sum_active_30,
59            SUM(is_canceled_87) AS sum_canceled_87,
60            SUM(is_canceled_30) AS sum_canceled_30
61     FROM status
62     GROUP BY month)
```


2. Overall churn trend continued

- Calculate the churn rates for the two segments over the three month period.

```
63 --Calculate churn rate for each segment
64 SELECT month,
65         1.0 * sum_canceled_87/sum_active_87 AS churn_rate_87,
66         1.0 * sum_canceled_30/sum_active_30 AS churn_rate_30
67 FROM status_aggregate;
```

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

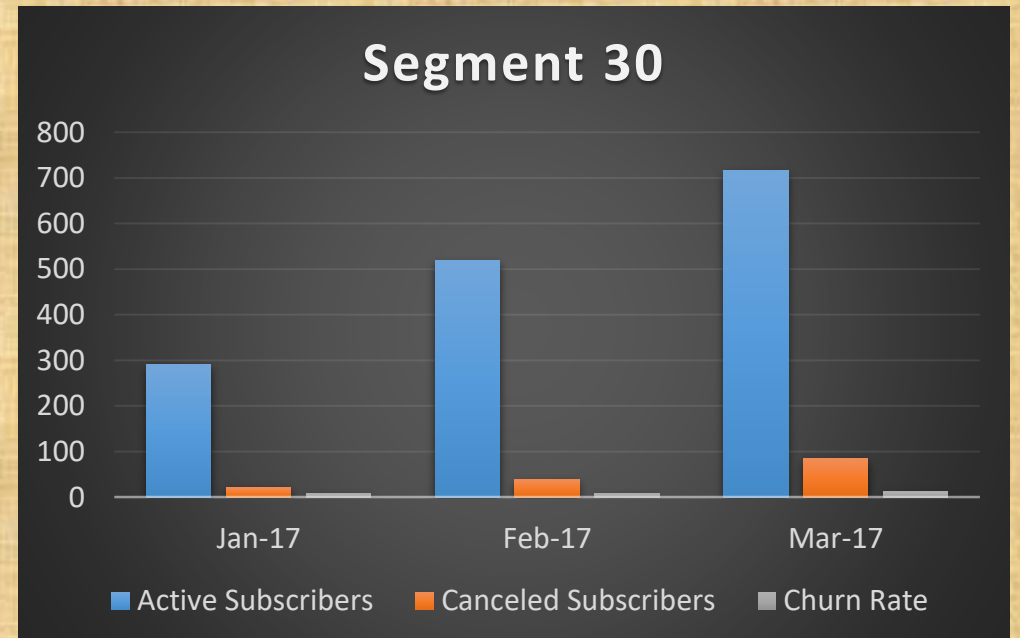
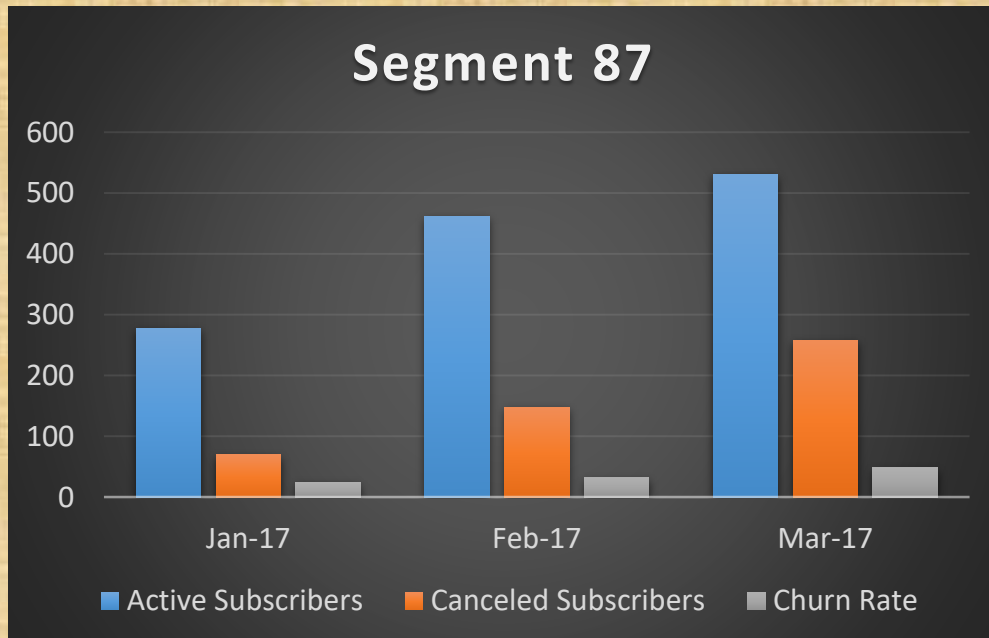


The overall churn rate since the company started is 20.8580436%

3. Compare the churn rates between user segments.

- Which segment of users should the company focus on expanding?

Segment 30 has a significantly better churn rate than the segment 87.



Bonus

- How would you modify this code to support a large number of segments?

Don't hard code for segments

```
1  WITH months AS (  
2    SELECT '2017-01-01' AS first_day,  
3           '2017-01-31' AS last_day  
4    UNION  
5    SELECT '2017-02-01' AS first_day,  
6           '2017-02-28' AS last_day  
7    UNION  
8    SELECT '2017-03-01' AS first_day,  
9           '2017-03-31' AS last_day),  
10 cross_join AS (  
11   SELECT *  
12   FROM subscriptions  
13   CROSS JOIN months),  
14 status AS (  
15   SELECT id,  
16          first_day AS month,  
17          segment,  
18   CASE  
19     WHEN (subscription_start < first_day)  
20     AND (subscription_end > first_day  
21          OR subscription_end IS NULL)  
22     THEN 1  
23     ELSE 0  
24   END AS is_active,  
25   CASE  
26     WHEN (subscription_end BETWEEN first_day AND last_day)  
27     THEN 1  
28     ELSE 0  
29   END AS is_canceled  
30   FROM cross_join),  
31 status_aggregate AS (  
32   SELECT month,  
33          segment,  
34          SUM(is_active) AS sum_active,  
35          SUM(is_canceled) AS sum_canceled  
36   FROM status  
37   GROUP BY month, segment)  
38   SELECT month,  
39          segment,  
40          1.0 * sum_canceled/sum_active AS churn_rate  
41   FROM status_aggregate;
```

month	segment	churn_rate
2017-01-01	30	0.0756013745704467
2017-01-01	87	0.251798561151079
2017-02-01	30	0.0733590733590734
2017-02-01	87	0.32034632034632
2017-03-01	30	0.11731843575419
2017-03-01	87	0.485875706214689