Capstone Project¶

The Battle of the Neighborhoods Introduction:

Toronto is a vibrant, big-time city abuzz with activity. Some of the world's finest restaurants are found here, alongside happening bars and clubs and eclectic festivals. A rich, first world city known for its low crime rates and unique nightlife, Toronto stands out as a prime candidate as a place to open a new bar. However, a key piece of criteria when making a decision about where to open a new bar is getting the location right. Get it right and you could make a fortune, get it wrong and it could be a financial disaster. This project aims to help businesspeople to choose an area that is not saturated with bars and in a small way help them find a gap in the market.

Business Problem:

What are the best Neighborhoods in downtown Toronto for setting up a new bar? A question any budding entrepreneur worth his or her salt would be dying to know! Armed with data, this project uses Machine Learn and Data Science methods to provide answers to this business problem. Q. What are the best Neighborhoods in downtown Toronto for setting up a new bar?

Data Acquisition and Cleaning:

Data was pulled from the following areas -

- Canadian Postal Code Wikipedia page for lists of data about Postal Codes and their relevant Borough and Neighbourhood.
- Geocoder Package to get coordinates of Neighbourhoods in Downtown Toronto.
- Data about nearby bars from Foursquare crowdsourcing data.

Data was scraped from the Canadian Postal Code Wikipedia page using the Beautiful Soup Library. The column needed to be re-named from 'Neighbourhood' to 'Neighborhood' so that processing issues later down the line could be avoided because 'Neighborhood' came up in multiple instances.

Cells with a borough were processed, cells without were ignored. I also combined postal codes which are listed twice and cells which had a borough but a Not assigned neighborhood by replacing 'Not assigned' with an entry which is same as the borough.

I used the CSV file to the GPS coordinates and Postal Codes of Toronto boroughs, before merging that data with data about the Named boroughs and neighborhoods - and create the final dataframe.

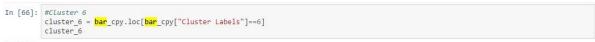
Methodology:

The model we use to solve this problem is K-means clustering. We use the K-means clustering algorithm and label all the neighborhoods in downtown Toronto into 7 clusters. Here are some sample data from some of the clusters generated by our model:

Venue Category	Venue Longitude	Venue Latitude	Venue	Neighborhood Longitude	Neighborhood Latitude	Cluster Labels	Bar	Neighborhood	
Café	-79.385367	43.648753	Cafe Landwer	-79.381576	43.647177	0	0.02	Design Exchange, Toronto Dominion Centre	9
Bar	-79.381956	43.650557	Boxcar Social Temperance	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Café	-79.385367	43.648753	Cafe Landwer	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Deli / Bodega	-79.381970	43.648832	Pumpernickel's Deli	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Café	-79.378745	43.648159	Mos Mos Coffee	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Pub	-79.379515	43.647375	Walrus Pub & Beer Hall	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Seafood Restaurant	-79.381613	43.650656	John & Sons Oyster House	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Coffee Shop	-79.384428	43.646936	Starbucks	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Greek Restaurant	-79.384533	43.650329	Estiatorio Volos	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Steakhouse	-79.382919	43.649505	Hy's Steakhouse	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Art Gallery	-79.380104	43.647972	Design Exchange	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Gastropub	-79.382058	43.648476	King Taps	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Bakery	-79.380605	43.648815	Brick Street Bakery	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Coffee Shop	-79.380936	43.648835	Pilot Coffee Roasters	-79.382280	43.648429	0	0.02	First Canadian Place, Underground city	10
Café	-79.384332	43.647881	Sam James Coffee Bar (SJCR)	-79.382280	43.648429	0	0.02	First Canadian Place,	10

In [62]: #Cluster 2
 cluster_2=bar_cpy.loc[bar_cpy["Cluster Labels"]==2]
 cluster_2
Out[62]:

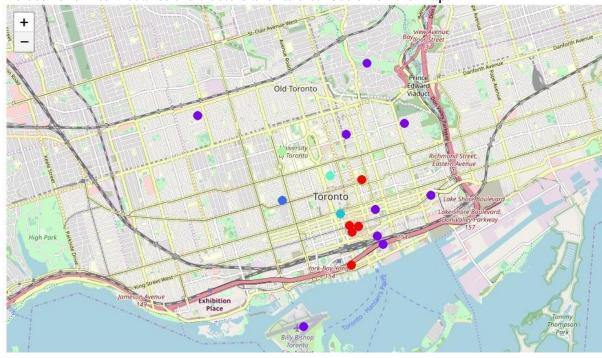
	Neighborhood	Bar	Cluster Labels	Neighborhood Latitude	Neighborhood Longitude	Venue	Venue Latitude	Venue Longitude	Venue Category
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Gyubee	43.667088	-79.400571	Japanese Restaurant
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	The Beer Store	43.665385	-79.403477	Beer Store
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Yasu	43.662837	-79.403217	Japanese Restaurant
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Piano Piano	43.662949	-79.402898	Italian Restaurant
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Rasa	43.662757	-79.403988	Restaurant
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	The Dessert Kitchen	43.662823	-79.402746	Dessert Shop
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Almond Butterfly	43.662836	-79.403365	Bakery
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Bakka Phoenix Books	43.662959	-79.402601	Bookstore
11	Harbord, University of Toronto	0.058824	2	43.662696	-79. <mark>4</mark> 00049	Her Father's Cider <mark>Bar</mark> + Kitchen	43.662448	-79.404703	Beer Bar
11	Harbord, University of Toronto	0.058824	2	43.662696	-79.400049	Cafe Cancan	43.662735	-79.403447	French Restaurant
11	Harbord, University of	0.058824	2	43.662696	-79.400049	Harbord House	43.662466	-79.405410	Bar



Out[66]:

	Neighborhood	Bar	Cluster Labels	Neighborhood Latitude	Neighborhood Longitude	Venue	Venue Latitude	Venue Longitude	Venue Category
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Wanda's Pie in the Sky	43.656163	-79.402630	Bakery
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Bunner's Bake Shop	43.655655	-79.402467	Bakery
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Juicy Dumpling	43.652722	-79.398498	Dumpling Restaurant
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Café Pamenar	43.656678	-79.402822	Café
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	I Deal Coffee	43.655058	-79.403254	Coffee Shop
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Icha Tea	43.651336	-79.397370	Tea Room
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Top Gun Steak	43.655039	-79.402167	Sandwich Place
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Krispy Kreme	43.655834	-79.399417	Donut Shop
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Buddha's Vegetarian	43.651904	-79.403312	Vegetarian / Vegan Restaurant
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Pow Wow Cafe	43.654109	-79.401779	Taco Place
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Otto's Berlin Döner	43.656387	-79.402788	Doner Restaurant
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Nu Bügel	43.655547	-79.402528	Bagel Shop
5	Chinatown, Grange Park, Kensington Market	0.06	6	43.653206	-79.400049	Ronnie's Local 069	43.655104	-79.402675	Bar

We use folium to visualise the clusters and its distribution on the map.



Results:

There are 7 clusters:

Cluster (0) – A decent variety of neighbourhoods with a moderate concentration of bars.

Cluster (1): The most variety of neighbourhoods with a moderate concentration of bars.

Cluster (2): Harbord and University of Toronto areas, contains a high amount of bars.

Cluster (3): Covers 3 neighbourhoods (Adelaide, King, Richmond) and has a moderate level of bars.

Cluster (4): Two neighbourhood (Ryerson, Garden District) with a low level of bars.

Cluster (5): Single neighbourhood (Central Bay Street) with a moderate concentration of bars.

Cluster (6): This cluster contains a high concentration of bars, which contains the Chinatown, Grange Park and Kensington.

Observations/Conclusion:

It appears that the highest concentrations of bars are in Cluster 2 and 6. Cluster 2 covers the University of Toronto neighbourhood, this would make a lot of sense because it is a student neighbourhood. Cluster 6 has the highest level of bars so would be a very poor choice. Cluster 4, the Ryerson and Garden District areas have the lowest concentration of bars so would be a great place to consider investing in opening a new bar.