Analysis of Manhattan Neighborhoods – Finding Optimal Locations for opening a new Gym/Yoga Studio

Problem Definition & Stakeholders

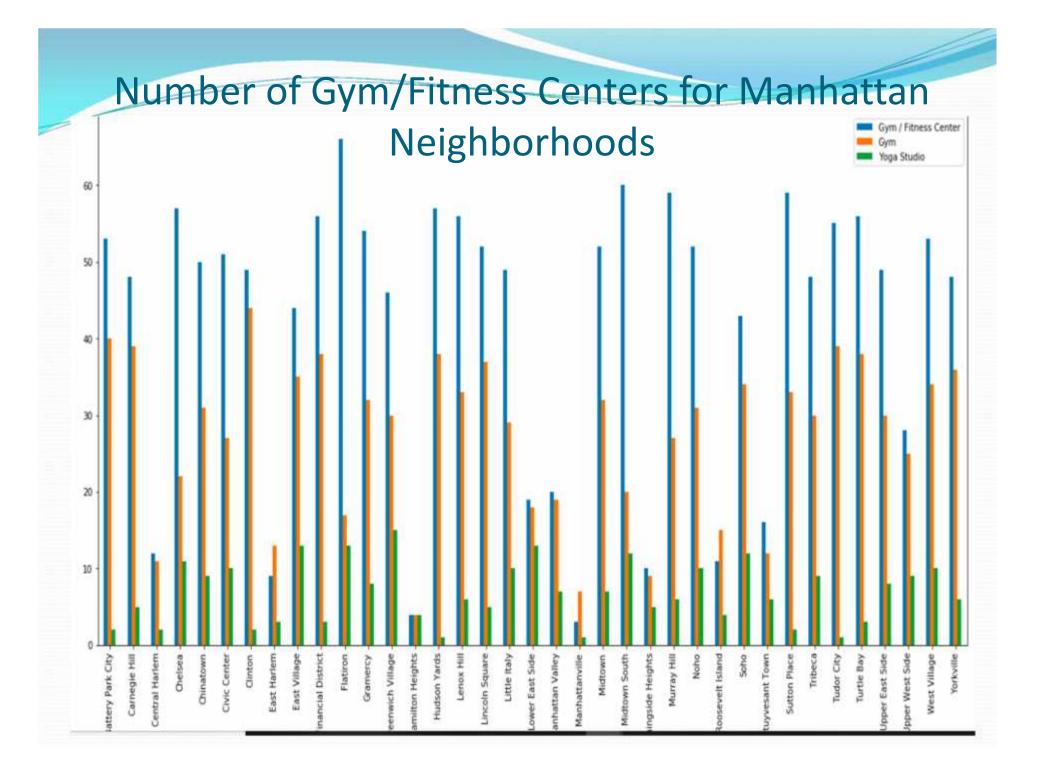
- **Problem** To find an optimal location for opening a new fitness center, particularly Gym/Yoga Studio, in Manhattan, New York, USA.
- Targets the stakeholders that are interested in opening either new gym or yoga studio.
- Investors would be interested in knowing the locations for fitness centers in Manhattan with less competition to make their business profitable.
- Also helpful to determine which Manhattan population is more aware of the importance of fitness (more the fitness centers in area implies more customers available).

Data Acquisition

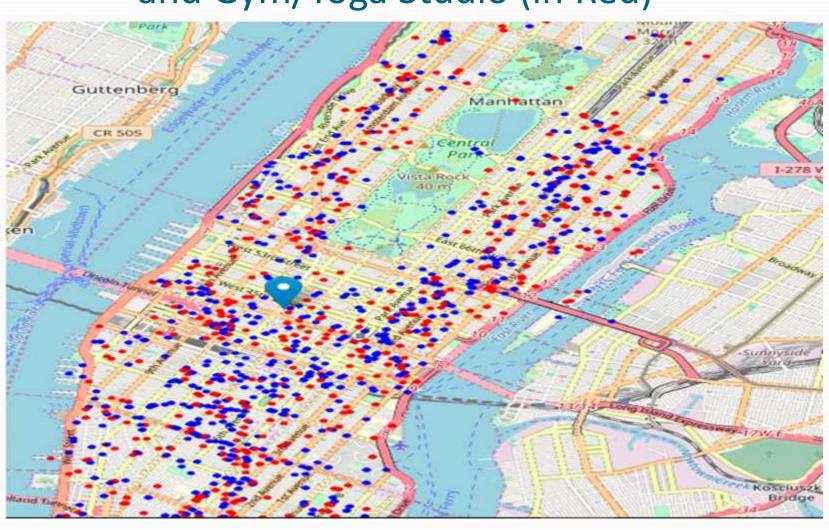
- Neighborhoods of Manhattan are obtained in the form of JSON file from link -https://cocl.us/new_york_dataset
- Number of fitness centers, their type and location in every neighborhood are obtained using Foursquare API
- Coordinates of Manhattan center (Times Square well known location) and distance from neighborhoods are obtained using Geocoders (of GeoPy library)

Data Cleaning

- Only Neighborhoods belonging to Manhattan, within radius of 9 km from Times Square, along with their geographical coordinates.
- Only Venues belonging to 'Gym/Fitness center' category and located within 1 km of each neighborhood center.
- In total, 3113 venues for 37 neighborhoods of Manhattan.
- Ignored venues that are not proper fitness centers such as Weight Loss Center, Playground, Basketball court etc. as they are not direct competitors.



Manhattan Map with Fitness centers (in Blue) and Gym/Yoga Studio (in Red)



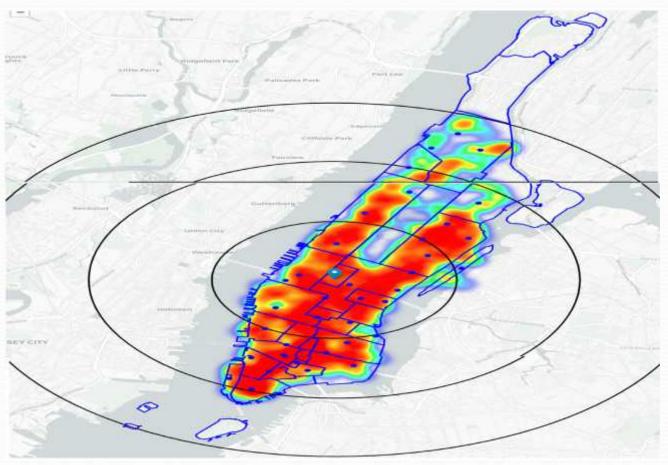
Methodology

- To calculate and explore density of fitness centers across Manhattan neighborhoods using heat maps in order to identify a few promising areas with less number of fitness centers.
- To find most promising areas that meet some basic requirements –
 - No more than 95 fitness centers within radius of 1 km
 - Locations without Gym/Yoga Studios in radius of 150 m.
- 3. To plot these locations on map and create their clusters using k-means to identify neighborhoods/addresses for optimal venue location.

Exploratory Data Analysis

1. Heat Map showing density distribution of fitness centers across

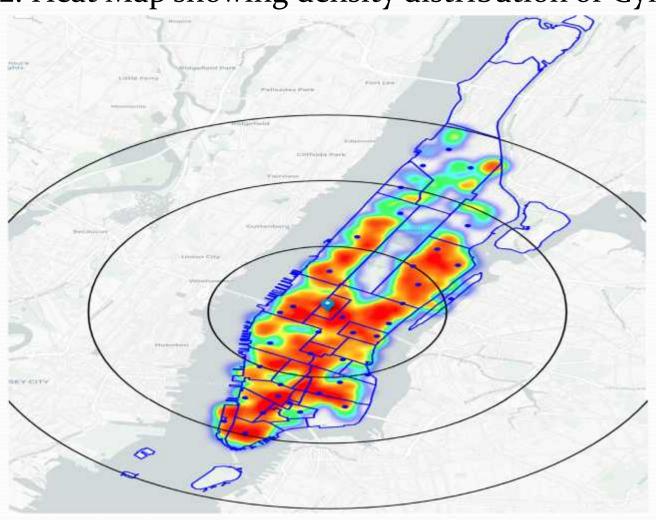
Manhattan



• Low density fitness centers in north-east, east and south-east from Times Square (within 9 km)

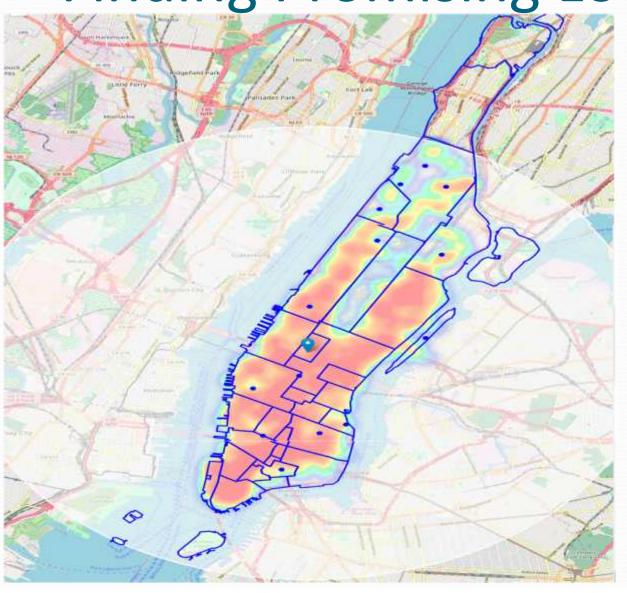
Exploratory Data Analysis

2. Heat Map showing density distribution of Gym/Yoga Studios



- Less 'hotter' than previous one
 (43% of fitness centers are
 Gym/Yoga
 Studio)
- Low density
 Gym/Yoga
 Studios in northeast, east and
 south-east from
 Times Square
 (within 9 km)

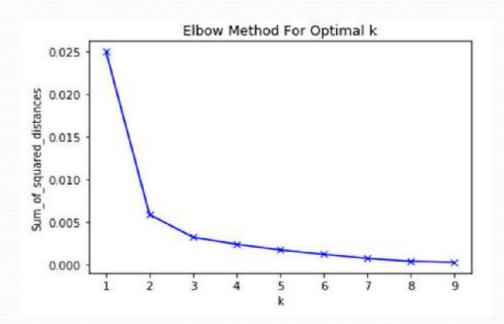
Finding Promising Locations



- Optimal
 neighborhoods with
 total number of
 fitness centers
 present <= 95 and
 distance to the closest
 Gym/Yoga Studio >
 150 m.
- Blue circles indicating optimal neighborhoods on heat map of fitness centers

Clustering

- K-means Clustering tries to group promising locations based on Euclidean distance between them and returns clusters of locations that are close to each other.
- Finding optimal k with Elbow method –



Optimal value for K = 5

Manhattan Map with Clusters and Optimal Neighborhoods



Conclusion

- Addresses of these five cluster centers help to find the best possible locations/neighborhoods to open new gym/yoga studio.
- These centers/addresses should be considered only as a starting point for exploring area neighborhoods in search for potential gym/yoga studio locations.
- Optimal fitness center location also depends on the other characteristics of locations such as residential population, real estate availability, prices, etc.