NYC Taxi Project

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NYC Taxis Tip Prediction

Background:

I was taking a cab on my way to my house from the airport, being unaware that tipping was customary here in the US, I initially refused to pay the driver a tip. After much contemplation, I gave him a dollar on \$59 fare amount. I realized this was not correct and was rude on my behalf. The culture here is completely different from where I grew up. After having several conversations with cab drivers, I came to realize that they usually aren't tipped well even after giving a perfect ride to riders.

Proposal:

I want to help cab drivers, earn a bit more on tips for their hard work and time spent driving. Hence, I started working on a dataset for NYC taxi drivers that would help them analyze and predict how much tip they would receive from drivers given their status (such as location, time of day, day of the week, distance, time traveled etc.).

```
df <- read.csv("C:/Users/tejas/Documents/NYC/nyc_taxi.csv")
nrow(df) #number of rows in the dataset
## [1] 1494926
ncol(df) #number of columns in the dataset
## [1] 21</pre>
```

```
colnames(df) #column names
   [1] "VendorID"
                                "lpep pickup datetime"
   [3] "Lpep_dropoff_datetime" "Store_and_fwd_flag"
   [5] "RateCodeID"
                                "Pickup longitude"
                                "Dropoff longitude"
   [7] "Pickup latitude"
                                "Passenger count"
   [9] "Dropoff latitude"
## [11] "Trip distance"
                                "Fare amount"
## [13] "Extra"
                                "MTA tax"
## [15] "Tip amount"
                                "Tolls amount"
## [17] "Ehail fee"
                                "improvement surcharge"
## [19] "Total amount"
                                "Payment type"
## [21] "Trip type"
summary(df) #summary of the dataset
                             lpep pickup datetime
       VendorID
##
           :1.000
                    2015-09-20 02:00:32:
   Min.
   1st Qu.:2.000
                    2015-09-05 14:57:48:
                                              8
   Median :2.000
                    2015-09-10 17:43:49:
   Mean
          :1.782
                    2015-09-13 00:27:28:
   3rd Ou.:2.000
                    2015-09-13 01:06:29:
   Max.
           :2.000
                    2015-09-26 22:48:40:
                                              8
##
##
                    (Other)
                                       :1494877
            Lpep_dropoff_datetime Store_and_fwd_flag
                                                       RateCodeID
##
                                                     Min. : 1.000
   2015-09-28 00:00:00:
                            172
                                  N:1486192
   2015-09-13 00:00:00:
                            153
                                  Υ:
                                       8734
                                                     1st Qu.: 1.000
   2015-09-19 00:00:00:
                            141
                                                     Median : 1.000
## 2015-09-14 00:00:00:
                            126
                                                     Mean : 1.098
                                                     3rd Qu.: 1.000
                            125
   2015-09-21 00:00:00:
   2015-09-12 00:00:00:
                            119
                                                     Max.
                                                            :99.000
   (Other)
                       :1494090
   Pickup longitude Pickup latitude Dropoff longitude Dropoff latitude
                    Min. : 0.00
   Min. :-83.32
                                    Min. :-83.43
                                                       Min. : 0.00
   1st Qu.:-73.96
                    1st Qu.:40.70
                                    1st Qu.:-73.97
                                                       1st Qu.:40.70
   Median :-73.95
                    Median :40.75
                                    Median :-73.95
                                                       Median :40.75
   Mean :-73.83
                            :40.69
                                     Mean :-73.84
                                                       Mean
                                                              :40.69
                     Mean
```

```
3rd Ou.:-73.92
                     3rd Ou.:40.80
                                     3rd Ou.:-73.91
                                                       3rd Ou.:40.79
##
   Max.
         : 0.00
                    Max.
                            :43.18
                                    Max.
                                            : 0.00
                                                       Max.
                                                              :42.80
##
                                      Fare_amount
   Passenger_count Trip_distance
                                                            Extra
                                     Min. :-475.00
   Min.
           :0.000
                   Min. : 0.000
                                                               :-1.0000
##
                                                        Min.
   1st Ou.:1.000
                    1st Qu.: 1.100
                                      1st Ou.:
                                                 6.50
                                                       1st Qu.: 0.0000
   Median :1.000
                    Median : 1.980
                                      Median :
                                                 9.50
                                                       Median : 0.5000
   Mean
          :1.371
                    Mean
                         : 2.968
                                      Mean
                                           : 12.54
                                                       Mean
                                                              : 0.3513
##
                                      3rd Qu.: 15.50
   3rd Qu.:1.000
                    3rd Qu.: 3.740
                                                        3rd Qu.: 0.5000
##
                                            : 580.50
##
   Max.
           :9.000
                    Max.
                           :603.100
                                      Max.
                                                       Max.
                                                               :12.0000
##
                       Tip amount
##
      MTA tax
                                         Tolls amount
                                                           Ehail fee
                           :-50.000
           :-0.5000
                                               :-15.2900
                                                           Mode:logical
##
   Min.
                     Min.
                                        Min.
   1st Ou.: 0.5000
                     1st Ou.: 0.000
                                        1st Ou.: 0.0000
                                                           NA's:1494926
##
   Median : 0.5000
                     Median : 0.000
                                        Median :
                                                 0.0000
   Mean
         : 0.4866
                     Mean : 1.236
                                        Mean :
                                                 0.1231
   3rd Qu.: 0.5000
                      3rd Qu.: 2.000
                                        3rd Qu.:
                                                 0.0000
##
   Max.
           : 0.5000
                             :300.000
                                        Max.
                                               : 95.7500
                     Max.
##
   improvement surcharge Total amount
                                             Payment type
                                                              Trip type
   Min.
           :-0.3000
                         Min. :-475.00
                                            Min.
                                                   :1.000
                                                                   :1.000
                                                            Min.
   1st Qu.: 0.3000
                         1st Qu.:
                                     8.16
                                           1st Qu.:1.000
                                                            1st Qu.:1.000
   Median : 0.3000
                         Median :
                                   11.76
                                            Median :2.000
                                                            Median :1.000
   Mean : 0.2921
                         Mean :
                                   15.03
                                                   :1.541
                                                                   :1.022
                                            Mean
                                                            Mean
   3rd Ou.: 0.3000
                          3rd Ou.: 18.30
                                            3rd Ou.:2.000
                                                            3rd Ou.:1.000
##
   Max.
          : 0.3000
                         Max.
                               : 581.30
                                           Max.
                                                   :5.000
                                                            Max.
                                                                   :2.000
##
                                                            NA's
                                                                   :4
# checking for NA
colSums(is.na(df[,]))
                         lpep pickup datetime Lpep dropoff datetime
##
               VendorID
##
##
      Store and fwd flag
                                    RateCodeID
                                                    Pickup longitude
##
##
         Pickup latitude
                             Dropoff longitude
                                                    Dropoff latitude
```

```
##
##
                                  Trip distance
         Passenger_count
                                                            Fare amount
##
##
                    Extra
                                         MTA_tax
                                                             Tip_amount
##
            Tolls amount
                                       Ehail fee improvement surcharge
##
##
                                         1494926
                                                              Trip_type
##
            Total amount
                                   Payment type
##
                                               0
# We can see Ehail fee has no data hence we will eliminate it
df <- subset(df, select = -c(Ehail fee))</pre>
# We can also see that only 4 observations are missing in Trip type of 1.49 million observations
df <- df[complete.cases(df),]</pre>
# Checking the datatypes of each variable in the dataframe
sapply(df, class)
##
                VendorID
                           lpep pickup datetime Lpep dropoff datetime
               "integer"
                                        "factor"
                                                               "factor"
##
      Store and fwd flag
                                                       Pickup longitude
##
                                      RateCodeID
                 "factor"
##
                                       "integer"
                                                              "numeric"
##
         Pickup latitude
                              Dropoff longitude
                                                       Dropoff latitude
                                       "numeric"
                                                              "numeric"
                "numeric"
##
                                  Trip distance
##
         Passenger count
                                                            Fare amount
                "integer"
                                       "numeric"
                                                              "numeric"
##
##
                    Extra
                                         MTA tax
                                                             Tip amount
                "numeric"
                                                              "numeric"
##
                                       "numeric"
            Tolls_amount improvement_surcharge
##
                                                           Total_amount
               "numeric"
                                       "numeric"
                                                              "numeric"
##
            Payment_type
                                       Trip type
##
                "integer"
                                       "integer"
##
```

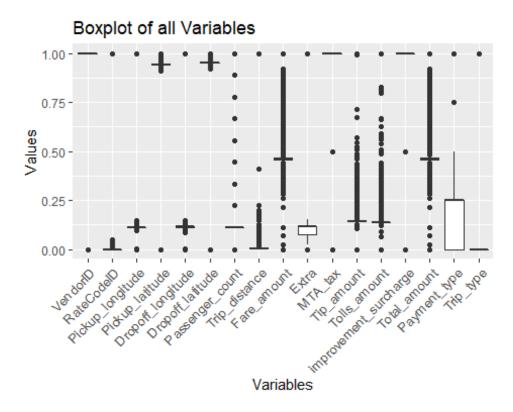
This gives us an understanding that the data types for 'lpep_pickup_datetime' and 'Lpep_dropoff_datetime' aren't in the format that we want. Rest of the variables are fine.

Data Preprocessing and Exploratory Data Analysis

Check for outliers

Since a normal boxplot without normalizing wasn't visually easily to interpret with all the variables simultaneously. All the numerical variables are plotted after normalizing them between 0 and 1.

*The values were normalized between 0 and 1, as unscaled variables didn't give a proper a visualization.

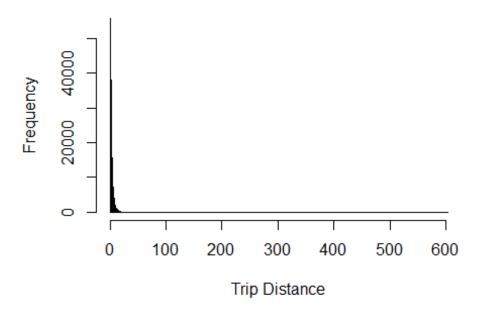


This plot shows us that, there are a number of outliers for variables like, trip distance, fare amount...

We will look into Trip Distance as it is the first variable that has a high number of outliers.

```
rm(num.df)
gc()
                   (Mb) gc trigger
                                       (Mb)
##
               used
                                             max used
                                                         (Mb)
            4348485 232.3
## Ncells
                             7714147 412.0
                                              6106474
                                                       326.2
## Vcells 102685788 783.5 426260836 3252.2 532109598 4059.7
#Lets Look at Trip Distance as it shows a high percentage of outliers
hist(df$Trip_distance, breaks = 5000, col = 'black',xlab = 'Trip Distance'
     ,main = 'Histogram of Trip distance vs frequency')
```

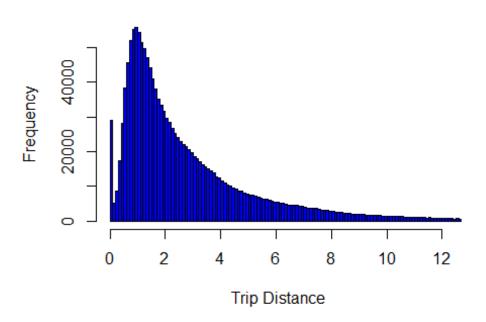
Histogram of Trip distance vs frequency



Since the figure is quite vague, for visualization purposes, all the outliers are excluded by limiting the x values to x = mean + standard deviation*3 to give a clear idea about the distribution.

```
hist (df$Trip_distance
    ,breaks = 5000
    ,col = "blue"
    ,xlab = 'Trip Distance'
    ,main = 'Trip distance Frequency'
    ,xlim = c(0,mean(df$Trip_distance) + 3*sd(df$Trip_distance))
    ,freq = TRUE)
```

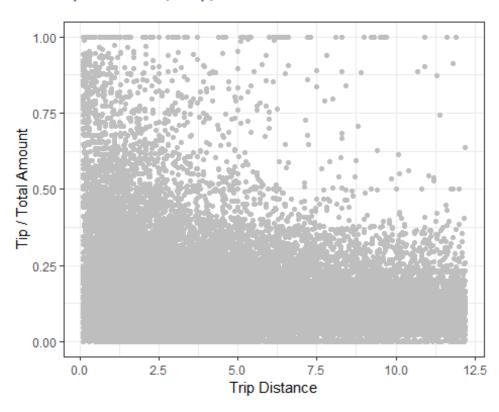
Trip distance Frequency



It can be inferred that the graph is non-normal i.e. right skewed and the mode < median < mean. Here the t-statistic will hold valid because of its robustness to deviations from normality. The skewness can be explained as:

- 1) The relation might be affected by the fact that people that travel long distances can't afford to pay the fare for a cab. Instead they use the public transportations system such as bus, metro etc. People who go to work on a daily basis would prefer a cheaper option.
- 2) Moreover the cab drivers wouldn't want to travel to a remote place from where they wouldn't get a return fare.
- *It can be pointed out that there is an anomaly seen in the graph. There are number of rides where the distance covered is zero which is incorrect. We thus need to clean the data through for better predictions/results.

Plot - Trip Distance v/s Tip/Total amt.



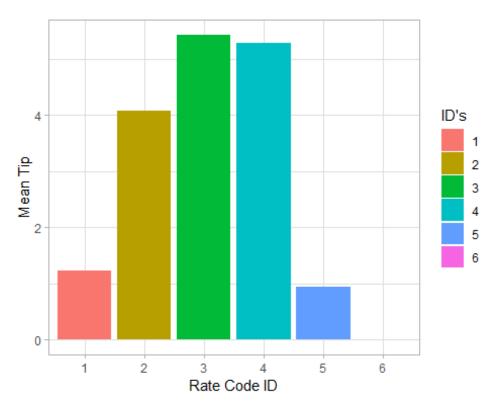
From the graph, we notice that a good percentage of tip to total amt ratio is high in case of short trips. Drivers are better of driving short distances to let the tips keep coming.

Another anamoly is how tips match the total amount paid.

Airport trips - According to the data dictionary, it is mentioned that the rate code ids are

```
1 = Standard rate
2 = JFK
3 = Newark
4 = Westchester
5 = Negotiated fare
6 = Group ride
plyr::count(df, 'RateCodeID')
##
     RateCodeID
                   freq
## 1
              1 1454464
## 2
                   4435
## 3
              3
                   1117
                 925
## 4
              5 33943
## 5
## 6
                     36
              6
             99
                      2
## 7
# Upon analysis it was found that ratecode id 99 was an error
df <- subset(df,df$RateCodeID < 7)</pre>
ggplot(df, aes(y = Tip_amount, x = factor(RateCodeID), fill = factor(RateCodeID))) +
 theme_light() +
  stat summary(fun.y = mean, # calc mean of all observations for the month
               geom = "bar") +
```

```
scale_color_manual('') +
labs(x = 'Rate Code ID', y = 'Mean Tip', fill = "ID's")
```

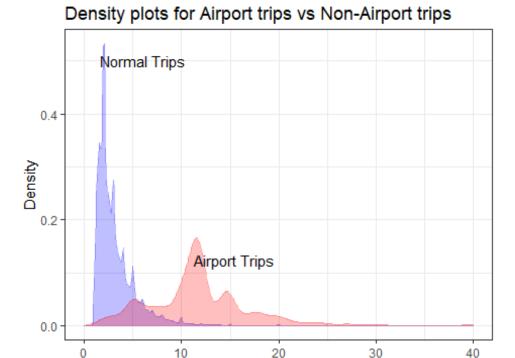


^{*}The graph plotted above is a filtered dataset with observations that have payment type as Credit Card. Later, it was revealled that other payment types had an anamoly that needs to be fixed.

This plot shows the average tip recieved from differnt rate code ID's. This gives us a better idea of how drivers can earn a bit more than their usual earnings. Tips recieved from airports are nearly as 10x their standard tip. This could be accounted for a number of reasons

- 1) The local taxes are levied on riders for catching a cab from the airport, thus contributing to the total amount and subsequently higher tips.
- 2) Tourists who come to visit, might be unaware of how much to tip the driver, driving the mean tip even higher.

Lets look at the density plots for airport trips vs normal trips. And try to find any significance difference between them.



Tip Amount

Looking at the plots of the individual density plots it becomes clear that the data is highly skewed. To compare the average/mean tips per ride type it makes sense to use a non-parametric method. Although there has been research done on parametric methods that say that the Welch Two Sample t-test for independent variables with different standard deviations is insensitive to the distribution if a min of 30 (thumb rule, could be 50 as well) data points are available. We have sufficient datapoints to perform this test which would be independent of the of spread of the data. To conclude Welch tests can be performed on skewed and non-normal data when the min. number of points is 30

```
t.test(df[((df$RateCodeID == 1) | (df$RateCodeID == 5) | (df$RateCodeID == 6)),]$Tip_amount,
            df[((df$RateCodeID == 2) | (df$RateCodeID == 3) | (df$RateCodeID == 4)),]$Tip amount, var.equal
= F)
##
## Welch Two Sample t-test
##
## data: df[((df$RateCodeID == 1) | (df$RateCodeID == 5) | (df$RateCodeID == and df[((df$RateCodeID == 2)
(df$RateCodeID == 3) | (df$RateCodeID ==
                                              6)), |$Tip_amount and
                                                                        4)), |$Tip_amount
## t = -31.302, df = 6480.5, p-value < 2.2e-16
## alternative hypothesis: true difference in means is not equal to 0
## 95 percent confidence interval:
## -3.469428 -3.060481
## sample estimates:
## mean of x mean of y
## 1.221586 4.486540
```

With a p-value less than 0.05 we can reject the null hypothesis that the means are equal (or the difference is insignificant) and conclude that the difference in means are indeed significant for different ride types.

Going back to the rate code id's. Rate code ID 6 though showing some distance travlled, is showing almost zero tip recieved. ID 6 corresponds to group ride. Let's dive into it a bit, by looking the type of payment for each rate code ID. First

```
temp <- with(df,table(df$RateCodeID, df$Payment_type))
rownames(temp) <- c('Standard rate','JFK','Newark','Westchester','Negotiated fare','Group ride')
colnames(temp) <- c('Credit card','Cash','No charge','Dispute','Unknown')

t1 <- ttheme_default(core=list(
   fg_params=list(fontface=c(rep("plain", 5), "bold.italic")),
   bg_params = list(fill=c(rep(c("grey95", "grey90"),</pre>
```

	Credit card	Cash	No charge	Dispute	Unkno
tandard rate	687004	758515	4767	4108	70
JFK	1740	2498	138	58	1
Newark	460	499	110	47	1
V estchester	475	434	12	4	0
otiated fare	11605	21725	462	149	2
Group ride	0	26	8	2	0

Since a majority of the payment done in group rides (rate id 6) is done by cash, the tips aren't recorded.

Upon further analysis, I found that, the tip amount recorded is zero for all cases but one. All the transactions which are not electronic have zero tips.

```
temp1 <- plyr::count(df, vars = 'Payment_type')
temp2 <- plyr::count(df[df$Tip_amount == 0,], vars = 'Payment_type')

temp <- merge(temp1,temp2,'Payment_type')
colnames(temp) = c('Payment_type','Tips Recorded', 'Tips (=$0) Recorded')
temp$Payment_type <- c('Credit card','Cash','No charge','Dispute','Unknown')
grid.table(temp, theme=t1)</pre>
```

	Payment_type	Tips Recorded	Tips (=\$0) Recorded
1	Credit card	701284	98554
2	Cash	783697	783695
3	No charge	5497	5462
4	Dispute	4368	4365
5	Unknown	74	74

It is understood that if passengers pay by cash, their tips won't be recorded by drivers so as to avoid taxes. Ironically, all the other types of trips also have zero tips. It would be sensible to remove those points as they will have no good impact on our predictions.

From the data provided, we can derive a few variables of our own.

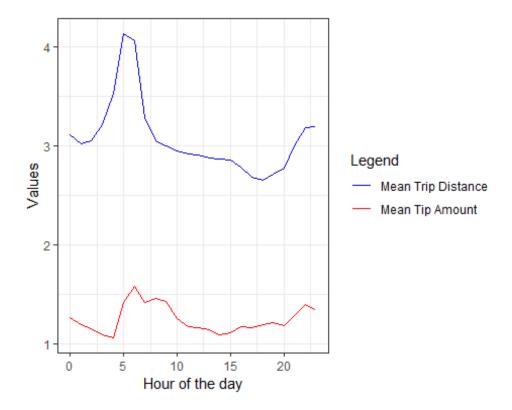
```
#Converting Trip Duratians to secs
x1 <- strptime(df$lpep pickup datetime, "%Y-%m-%d %H:%M:%OS")</pre>
x2 <- strptime(df$Lpep_dropoff_datetime, "%Y-%m-%d %H:%M:%OS")</pre>
df$trip duration <- as.numeric(x2-x1,units="secs") #this is a derived feature</pre>
#dividing into hours
time.category <- with(df, ifelse(trip duration <= (4*3600), 1,
                                  ifelse(trip_duration >= 5*3600 & trip_duration <= 24*3600, 2, 3))</pre>
aggregate(df$trip duration,by=list(time.category),FUN=length)
##
     Group.1
## 1
           1 1486351
## 2
                8382
## 3
                 187
gc()
              used (Mb) gc trigger (Mb)
                                           max used
                                                       (Mb)
## Ncells 4391753 234.6
                           7714147 412
                                            7714147 412.0
## Vcells 96729841 738.0 341175089 2603 532109598 4059.7
```

As can be seen 8382 rides are between 5 hrs and 24 hrs and 187 rides are above 24 hours. These are obviously outliers as passengers don't travel usually for more than 2 hours, as an exception I will consider 4 hours to be the upper limit while building my model.

Lets see if the time of the day has any impact on the distance covered.

```
df$hour <- as.POSIXlt(anytime(as.factor(df$lpep_pickup_datetime)))$hour
temp <- aggregate(.~ hour, data = df,mean)[,c('hour','Trip_distance','Tip_amount')]
temp</pre>
```

```
##
      hour Trip distance Tip amount
## 1
                3.115276
                           1.260581
## 2
         1
                3.017347
                           1.189363
## 3
         2
                3.046176
                           1.149693
## 4
         3
                3.212945
                           1.089771
## 5
         4
                           1.058802
                3.526555
## 6
         5
                4.133722
                           1.414896
## 7
         6
                4.055686
                           1.579561
## 8
         7
                3.284394
                           1.411359
         8
## 9
                3.048450
                           1.454360
## 10
         9
                2.999105
                           1.421786
## 11
        10
                2.944482
                           1.250880
                           1.172081
## 12
        11
                2.912015
## 13
        12
                2.903115
                           1.163272
## 14
        13
                2.878294
                           1.136609
## 15
                2.864304
        14
                           1.090176
        15
## 16
                2.857040
                           1.109829
## 17
        16
                2.779852
                           1.170272
## 18
                           1.163597
        17
                2.679114
## 19
        18
                2.653222
                           1.186836
## 20
        19
                2.715597
                           1.212864
## 21
        20
                2.777052
                           1.177906
## 22
        21
                2.999223
                           1.286050
## 23
        22
                3.185394
                           1.394593
        23
                3.191538
                           1.343764
## 24
ggplot(data = temp, aes(x = hour)) +
  geom line(aes(y = Trip distance, colour = 'Mean Trip Distance')) +
  geom line(aes(y = Tip amount, colour = 'Mean Tip Amount')) +
  theme bw() +
  labs(x = "Hour of the day", y = 'Values') +
  scale colour manual('Legend ',breaks = c("Mean Trip Distance", "Mean Tip Amount")
                       ,values=c('Mean Trip Distance'="blue",'Mean Tip Amount'="red"))
```



An interesting observation can be interpreted here.

The distance covered here during the 5th and 6th hour are highest along with the tip recieved. This could be true as people travelling early in the morning to work would need to get on time. While coming back from work they wouldn't mind cathing a local transportation system. Also subsequently it reduces through out the day utill it reaches late night till the morning. I believe this would be high mainly beacuse of the number of rides seen on weekends, which definetly would have an impact on these late night rides.

```
gc()

## used (Mb) gc trigger (Mb) max used (Mb)

## Ncells 4398138 234.9 7714147 412.0 7714147 412.0

## Vcells 88586238 675.9 272940071 2082.4 532109598 4059.7
```

```
#Latitude and Longtitude other than the area covered by Green Taxis
temp <- data.frame(df$Pickup_longitude, df$Pickup_latitude)
colnames(temp) = c('lon','lat')

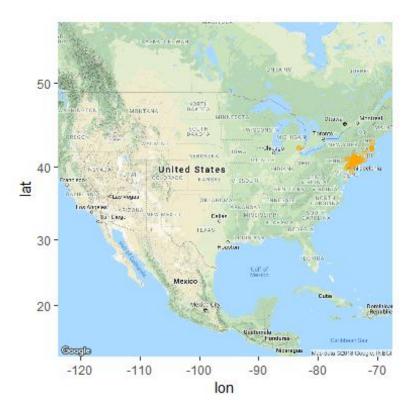
usa_center = as.numeric(geocode("United States"))

## Information from URL :
http://maps.googleapis.com/maps/api/geocode/json?address=United%20States&sensor=false

USAMap = ggmap(get_googlemap(center=usa_center, scale=2, zoom=4), extent="panel")

## Map from URL : http://maps.googleapis.com/maps/api/staticmap?center=37.09024,-
95.712891&zoom=4&size=640x640&scale=2&maptype=terrain&sensor=false

USAMap +
geom_point(aes(x=lon, y=lat), data=temp, col="orange", alpha=0.4)</pre>
```



From this visualization it is clear that some of the coordinates fall out of the actual area of service. These coordinates need to be scrapped off and for future purposes these also need to be investigated. While plotting, it was noticed that 1985 observations had coordinates outside of USA. Interesting?

Coordinates outside of area of service (bounding box) are set to NA (reference taken from https://www.maptechnica.com/city-map/New%20York/NY/3651000). According to this, the bounding box limits are latitude=40.917577, longitude=-74.259090 at the northwest corner, and latitude=40.477399, longitude=-73.700272 at the southeast corner

```
nw \leftarrow list(lat = 40.917577, lon = -74.259090)
se <- list(lat = 40.477399, lon = -73.700272)
ind <- which(df$Dropoff longitude < nw$lon | df$Dropoff longitude > se$lon)
ndf$Dropoff longitude[ind] <- NA</pre>
ind <- which(df$Pickup longitude < nw$lon | df$Pickup longitude > se$lon)
ndf$Pickup_longitude[ind] <- NA</pre>
ind <- which(df$Dropoff latitude < se$lat | df$Dropoff latitude > nw$lat)
ndf$Dropoff latitude[ind] <- NA</pre>
ind <- which(df$Pickup latitude < se$lat | df$Pickup latitude > nw$lat)
ndf$Pickup latitude[ind] <- NA</pre>
na_count <- sapply(ndf, function(y) sum(length(which(is.na(y)))))</pre>
na_count <- data.frame(na count)</pre>
na_count
##
                      na_count
## Dropoff longitude
                          2972
## Dropoff latitude
                          3223
## Pickup longitude
                          2312
## Pickup latitude
                          2358
```

As it can be seen there are latitudes and longtitudes outside of the area of service.

```
# 0 passenger count
nrow(df[df$Passenger_count == 0,])
## [1] 436
```

Here we notice that the passenger count in some of these rides were zero. This is obviously incorrect, but instead of deleting these rows, it would be better to replace 0 with the median number of passengers, since there are fares recorded with those rides and tips to. Also, the median was chosen as the its histogram was skewed.

```
# More than 7 passenger count
nrow(df[df$Passenger_count > 8,])
```

```
## [1] 16
```

Another observation was that since the number of max passengers that can travel is only 7, we can exclude those rows that have more than 7 passengers

Also there were a few more anomalies that were observed which needed to be cleaned up. After reviewing the rates (from "http://www.nyc.gov/html/tlc/html/passenger/taxicab_rate.shtml"), it was observed that the minimum fare for a ride is \$2.5. From the data it can be observed that some of the rides were less than the minimum amount.

```
# Fare Amount Less than 2.5
nrow(df[df$Fare_amount < 2.50,])
## [1] 7455</pre>
```

7455 rows have fare amount < 2.5 which can't be possible.

Looking at a bit deeper, fare amount from different vendors, Creative Mobile Technologies and VeriFone Inc.

```
nrow(df[df$Fare_amount < 0 & df$VendorID == 2,])
## [1] 2417
nrow(df[df$Fare_amount < 0 & df$VendorID == 1,])
## [1] 0</pre>
```

I see that vendor ID 2 has a an issue recording fares at times. All the fares that have values less than 0 (wrongly recorded negative values) are derived only from the second vendor (i.e. Vendor ID = 2, VeriFone Inc). This should be further investigated, to avoid loss and erors in data. As of now, I'll convert all the negative data to positive to avoid loss in data.

```
neg.vars <- c('Fare_amount','Extra','improvement_surcharge','Total_amount','MTA_tax','Tip_amount')

df[df$Fare_amount < 0,][neg.vars] <- df[df$Fare_amount < 0,][neg.vars]*-1

#Removing Fare amount less than 2.5
df <- subset(df,df[,'Fare_amount'] >= 2.5)

# Distances greater then 0
```

```
df <- subset(df,df[,11] > 0)
nrow(df)
## [1] 1470312
#Trip Durations greater then 4 hrs
df <- subset(df,df[,21] < (4*3600))</pre>
#remove trip Durations less then 2min
df \leftarrow subset(df, df[, 21] > (2*60))
nrow(df)
## [1] 1431210
# set coordinates outside of NYC bounding box to NA(reference taken from
# https://www.maptechnica.com/city-map/New%20York/NY/3651000)
nw \leftarrow list(lat = 40.917577, lon = -74.259090)
se \leftarrow list(lat = 40.477399, lon = -73.700272)
ind <- which(df$Dropoff longitude < nw$lon | df$Dropoff longitude > se$lon)
df$Dropoff longitude[ind] <- NA</pre>
ind <- which(df$Pickup longitude < nw$lon | df$Pickup longitude > se$lon)
df$Pickup longitude[ind] <- NA</pre>
ind <- which(df$Dropoff latitude < se$lat | df$Dropoff latitude > nw$lat)
df$Dropoff latitude[ind] <- NA</pre>
ind <- which(df$Pickup_latitude < se$lat | df$Pickup_latitude > nw$lat)
df$Pickup_latitude[ind] <- NA</pre>
nrow(df)
## [1] 1431210
df <- df[complete.cases(df),]</pre>
nrow(df)
## [1] 1427671
# passengers < 7
df <- subset(df,df[,10] < 7)</pre>
```

```
# Replace passengers with zero count with the median value i.e. 1
df$Passenger_count[df$Passenger_count == 0] <- 1

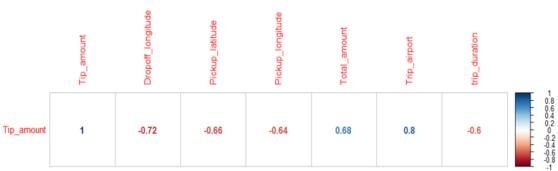
# Since payment types other than credit card have zero tips 99% of the time
df <- subset(df, Payment_type == 1)

# Convert to non-airport and airport trips
df[df$RateCodeID==1|df$RateCodeID==5|df$RateCodeID==6,]$RateCodeID <- 0
df[df$RateCodeID==2|df$RateCodeID==3|df$RateCodeID==4,]$RateCodeID <- 1</pre>
```

Collinearity plot

Looking at relations among variables

```
nums <- sapply(df, is.numeric) #taking only numeric class
num.df <- df[ , nums]
gc()
#display only tip_percent
corrplot(cor(num.df[,-16])[,18], method = "number",tl.cex = 1,type="lower",diag=FALSE)</pre>
```



Relations

According to this correlation plot,

Tips

Negatively correlated:

- 1) Dropoff Longitude
- 2) Pickup Longitude
- 3) Pickup Latitude
- 4) Trip Duration

Positively correlated:

- 1) Total Amount
- 2) Airport Trip

Feature engineering: new derived features

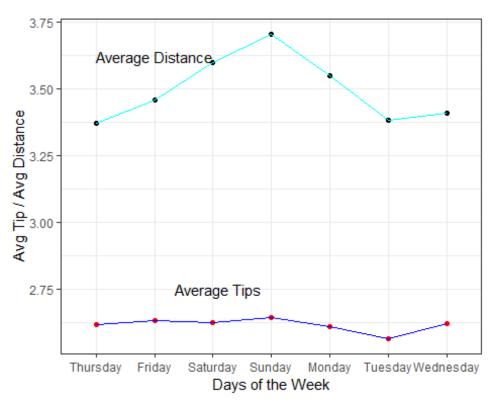
```
df$Tip_percent <- (df$Tip_amount/df$Total_amount)*100

clean_datetime <- df %>%
    mutate(lpep_pickup_datetime = ymd_hms(lpep_pickup_datetime)) %>%
    mutate(Lpep_dropoff_datetime = ymd_hms(Lpep_dropoff_datetime)) %>%
    mutate(weekday_pickup = weekdays(lpep_pickup_datetime)) %>%
    mutate(weekday_dropoff= weekdays(Lpep_dropoff_datetime)) %>%
    mutate(hpick = hour(lpep_pickup_datetime)) %>%
    mutate(date1 = date(lpep_pickup_datetime))

#from the above code we get derived features such as weekday pickup, hour of pickup
```

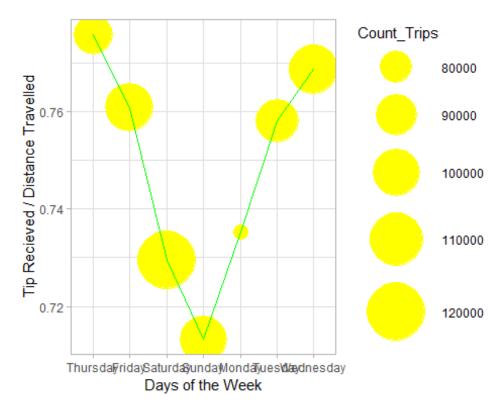
```
temp <- clean_datetime %>%
  group by(weekday pickup) %>%
  summarize(Count Trips = n(), avg dist = mean(Trip distance),
            avg passengers = mean(Passenger count),
            avg price = mean(Total amount),
            avg Tip = mean(Tip amount),
            Total_tip = sum(Tip_amount))
temp[c(2,5,3,4,1,6,7),] <- temp[c(1,2,3,4,5,6,7),]
temp$ratio <- temp$avg Tip/temp$avg dist
head(temp,7)
## # A tibble: 7 x 8
    weekday pickup Count Trips avg dist avg passengers avg price avg Tip
    <chr>>
                          <int>
                                   <dbl>
                                                             <dbl>
                                                                     <dbl>
                                                   <dbl>
                          88274
## 1 Thursday
                                    3.37
                                                   1.35
                                                              18.1
                                                                      2.61
## 2 Friday
                         101211
                                    3.46
                                                   1.36
                                                              18.3
                                                                      2.63
## 3 Saturday
                         120402
                                    3.60
                                                   1.40
                                                             18.1
                                                                      2.62
## 4 Sunday
                          99571
                                    3.70
                                                   1.40
                                                              18.1
                                                                      2.64
                                                                      2.61
## 5 Monday
                          72832
                                    3.55
                                                   1.36
                                                              18.0
## 6 Tuesday
                          93683
                                    3.38
                                                   1.35
                                                              17.8
                                                                      2.56
## 7 Wednesday
                                                             18.1
                         102930
                                    3.41
                                                   1.35
                                                                      2.62
## # ... with 2 more variables: Total tip <dbl>, ratio <dbl>
ggplot(temp, aes(x = factor(weekday pickup),group = 1)) +
  geom point(aes(y = avg Tip), color = 'red') +
  geom line(aes(y = avg_Tip), color = 'blue') +
  geom point(aes(y = avg dist), color = 'black') +
  geom line(aes(y = avg dist), color = 'cyan') +
  theme bw() +
 xlab('Days of the Week') +
 ylab('Avg Tip / Avg Distance') +
  annotate("text", x = 2.0, y = 3.62, label = "Average Distance") +
```

```
annotate("text", x = 3.1, y = 2.75, label = "Average Tips") +
scale_x_discrete(limits=temp$weekday_pickup)
```



From the above graph and table above we notice The maximum distance was on Sunday and the maximum avg tip/ total tip amount recieved was on Saturday followed by Friday. There's a straight dip in tips on Monday. This can be accounted as people like to go out on weekends and won't hesitate to spend a little more, on the other hand they wouldn't do the same on a weekday. Let's compare the ratio's of the distance to tip.

```
xlab('Days of the Week') +
ylab('Tip Recieved / Distance Travelled') +
scale_x_discrete(limits=temp$weekday_pickup) +
scale_size_continuous(range = c(5,20)) +
theme(legend.position="right")
```

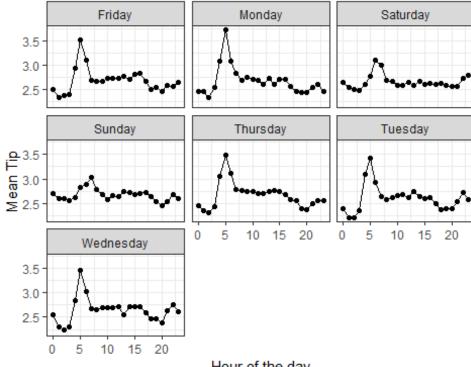


There's a massive dip on Sunday's, which drivers might be unaware of. They don't get a good return on their trips on Sunday. The intensity of each point describes the average number of rides given at that day. From the graph, we see that Thursday and Wednesday have the best ratio's, inturn giving the best returns, although it doesn't graph doesn't show us the total tips recieved that day. If one looks to save time and wants the best on its retun, they should work through the weekdays (Wednesday, Thursday); else, if the driver has time and wants to earn a bit more, it would be smarter to work on weekends as the ratio difference between Thurs and Sunday isn't that high.

Combining this knowledge recieved and our our previous plot on tip recieved by the hour, we can get a detailed explaination on when and what time can one maximize their tips

```
temp <- clean_datetime %>%
  group_by(hour,weekday_pickup) %>%
  summarise(Mean_Tip = mean(Tip_amount))

ggplot(temp, aes(hour, Mean_Tip)) +
  geom_point() +
  geom_line() +
  theme_bw() +
  facet_wrap(~factor(weekday_pickup)) +
  labs(x = 'Hour of the day', y = 'Mean Tip')
```

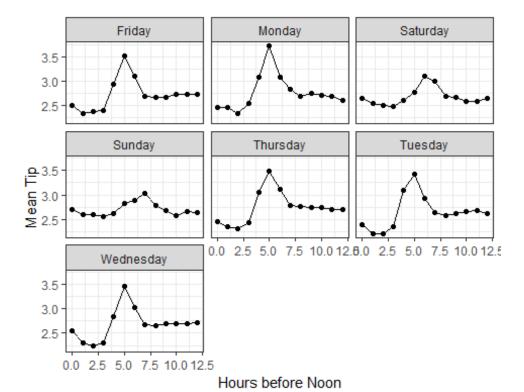


Hour of the day

A closer look into these plots

Tips recieved before Noon during the week

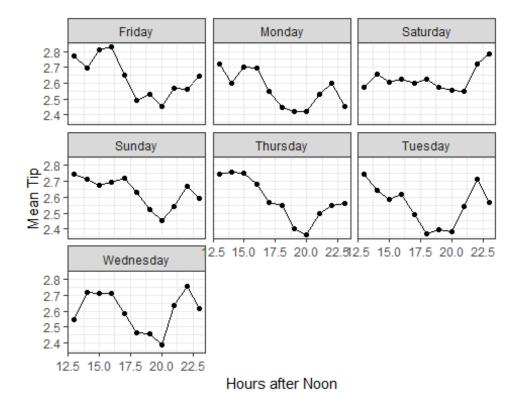
```
ggplot(temp[temp$hour <= 12,], aes(hour, Mean_Tip)) +</pre>
  geom_point() +
  geom_line() +
    theme_bw() +
  facet_wrap(~factor(weekday_pickup)) +
  labs(x = 'Hours before Noon', y = 'Mean Tip', Title = 'Tip recieved before 12pm')
```



As it can be see, morning 5 pm can be a good time to earn some tips on days like Friday, Monday, Thursday, Tuesday and Wednesday.

Tips recieved after Noon during the week

```
ggplot(temp[temp$hour > 12,], aes(hour, Mean_Tip)) +
  geom_point() +
  geom_line() +
    theme_bw() +
  facet_wrap(~factor(weekday_pickup)) +
  labs(x = 'Hours after Noon', y = 'Mean Tip')
```



df\$weekday_num<-as.integer(format(as.Date(df\$lpep_pickup_datetime),"%w"))</pre>

From this we can confirm the best time to work at night after 9 pm is on Saturday, followed by wednesday and Tuesday (Surprising?)