Red Cross Donor Prediction Project

DATA
ANALYSIS
(2025)



Content

Business Case :

Donor Prediction

This project focuses on predicting the donor indicator, enabling the organization to allocate limited resources more efficiently by targeting the most promising prospects for outreach.

- Data Acquisition Donor data was obtained in CSV format.
- **Data Preparation** Unnecessary, redundant, or large missing data was dropped and 'PostalCode' was mapped to show actual regions (details in the following page)
- Data Visualization Graphs were created using Tableau and multiple data reports were created to understand the relation of features.

Data Preparation

- Total number of records = 34,508
- Following missing values were found:
 - Marital Status (9,940 records), Wealth Rating(2,709 records), Academic Degree Level(7,606 records), Donor Date of Birth(13,318 records)
- Missing values treatment:
 - Among values with more than 20% missing, 'Donor Date of Birth' was dropped due to redundancy, but the rest were kept to gain insight from the limited values.
- Donor Postal Code remapping:
 - The value was remapped to show the actual region(State) of the donors.
- Donation by fiscal Year modification:
 - The '\$' sign and decimal points were dropped to better represent significant relationship.
- Wealth Rating remapping:
 - The data was remapped to show numbers 1 through 8 for each tier (i.e. '\$1-\$24,999' to "1", '\$25,000-\$49,999' to "2"...)

Data Preparation

Summary table

	Variable class	# unique values	Missing observations	Any problems?
DonorUniqueId	numeric	34508	0.00 %	
DonorPostalCode	character	20992	0.00 %	×
DonorAge	numeric	102	0.00 %	×
MaritalStatus	character	7	71.20 %	×
GenderIdentity	character	6	1.43 %	×
IsMemberFlag	character	1	0.00 %	×
IsAlumnusFlag	character	2	0.00 %	
IsParentFlag	character	2	0.00 %	
HasInvolvementFlag	character	2	0.00 %	
WealthRating	numeric	9	92.15~%	×
AcademicDegreeLevel	character	8	77.96 %	
PreferredAddressType	character	5	11.72 %	
HasEmailFlag	character	2	0.00 %	
ConsecutiveDonorYears	numeric	33	0.00 %	×
LastFiscalYearDonation	numeric	121	0.00 %	×
Donation2FiscalYearsAgo	numeric	128	0.00 %	×
Donation3FiscalYearsAgo	numeric	133	0.00 %	×
Donation4FiscalYearsAgo	numeric	130	0.00 %	×
Donation5FiscalYearsAgo	numeric	146	0.00 %	×
CurrentFiscalYearDonation	numeric	113	0.00 %	×
Cumulative Donation Amount	character	1595	0.00 %	×
DonorIndicatorFlag.	character	2	0.00 %	
Region	character	46	0.00 %	

- The Summary Table for features were collected by *DataReporter* and several variables had red flags.
- 'Donor Age': The following possible outlier values were detected : Ages under 10 (65 cases).
- 'Gender Identity': 'Blank', 'U', 'Uknown', 'Unknown' accounts for 1,597 cases.
- 'Is Member Flag': 'No' was the only value, with no missing data.

Exploratory Data Analysis

The Features (i.e., variables) are segregated into three Categories namely:

- Dependent Variable (Target) The donor indicator were to be predicted
- Noise Features: Variables which would not have a significant impact on the value of the Target

Redundant variables

Feeder variables

• **Predictor Variables**: Variables which were considered to have an impact on the Target

Exploratory Data Analysis (contd..)

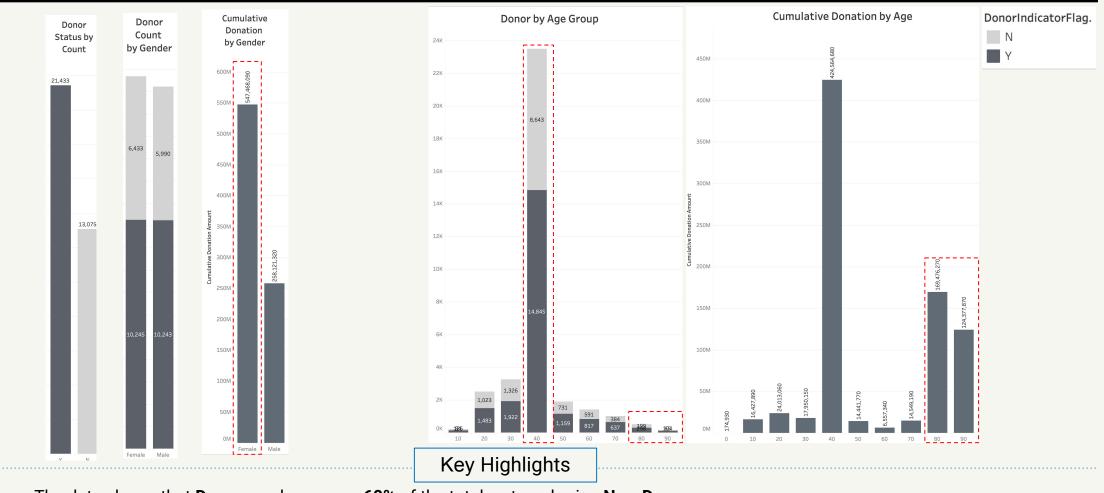
Noise Variables

Donor Unique ID
Donor Postal Code
Donor Date of Birth
Cumulative Donation Amount

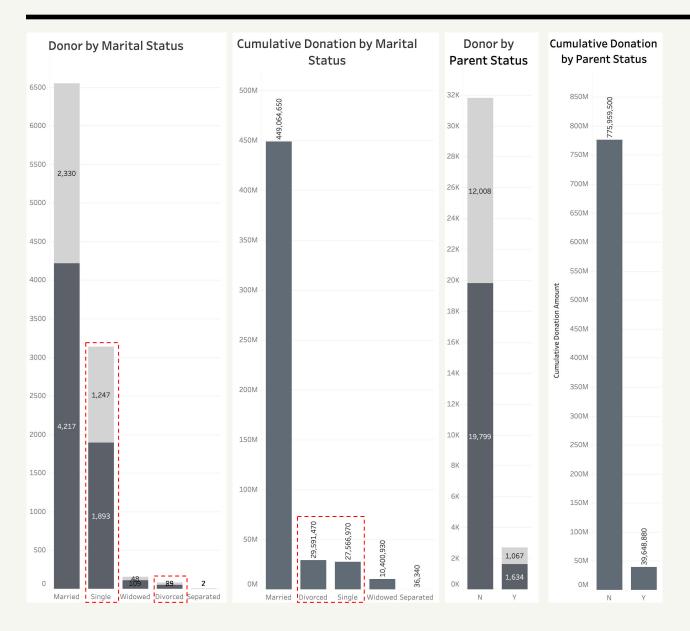
Predictor Variables

Consecutive Donor Years	Marital Status			
Current Fiscal Year Donation	Gender Identity			
Last Fiscal Year Donation	Is Member flag			
Donation 2 Fiscal Years Ago	Is Alumnus flag			
Donation 3 Fiscal Years Ago	Is Parent flag			
Donation 4 Fiscal Years Ago	Has Involvement flag			
Donation 5 Fiscal Years Ago	Wealth Rating			
Donor Age	Academic Degree Level			
Preferred Address Type	Has Email Flag			
Region				

- Data visuals were created using *Tableau* where charts are plotted using the independent variables against the dependent variable (Donor Indicator flag).
- Reports were created using DataReporter and DataExplorer to understand the correlation and aggregation
 of features.
- These charts help us in getting a preliminary idea about the relationship between the independent variables and the dependent variable.

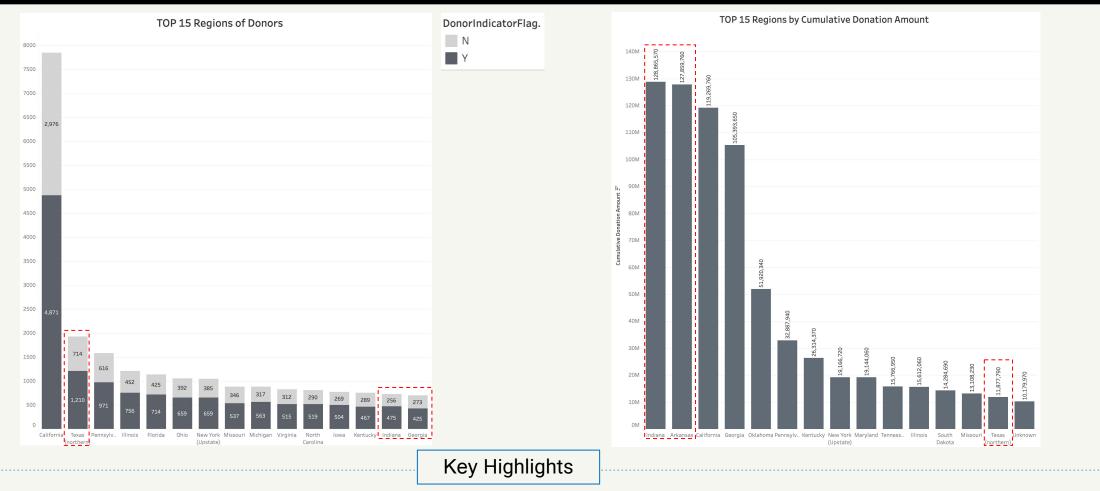


- > The data shows that **Donors** make up over **60**% of the total, outnumbering **Non-Donors**.
- > While there was **no significant difference** in the **total number of Male and Female** members or donors, **Females** contributed significantly more in **cumulative donations**—nearly \$290 million more than males.
- The majority of members and donors are in their 40's.
- > Although the **number** of donors in their **80's** and **90's** is **small**, their **cumulative donations** rank **second** and **third**, respectively.

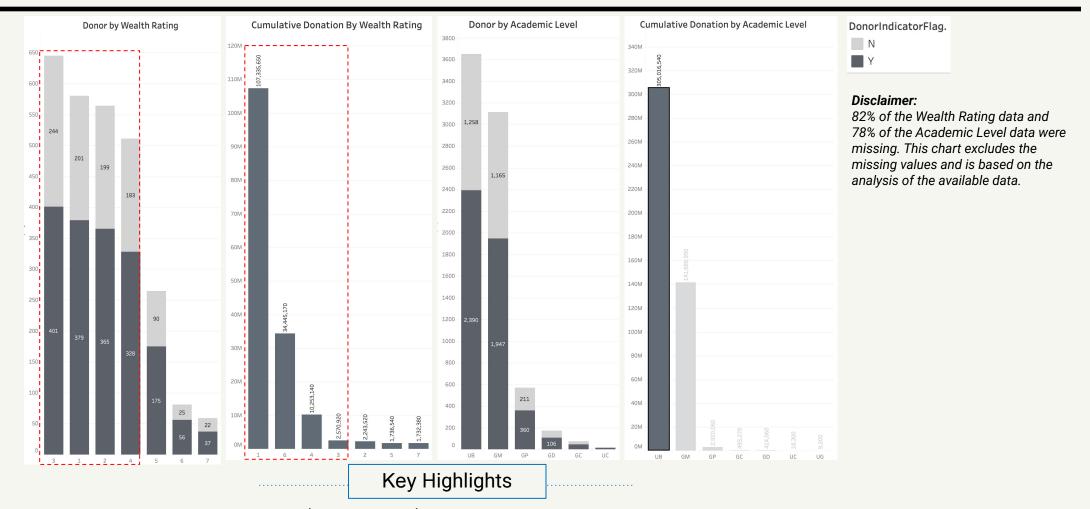


Key Highlights

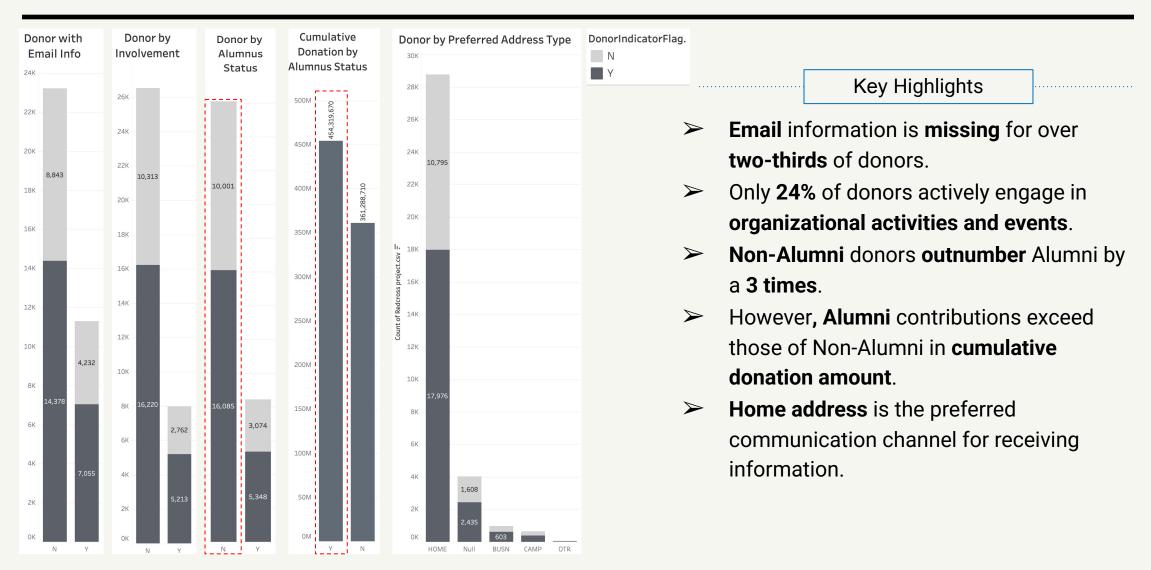
- Donors with a Married status significantly outnumber others, with over TWICE as many married donors than all the groups combined. Their cumulative donation amount is also more than SIX times that of all other status combined.
- Single donors are the second largest group by count, and while Divorced members have a much smaller representation (3,140 single vs. 84 divorced), the ranking is reversed in cumulative donations between divorced and single donors, at \$29M and \$27M, respectively.
- Regarding Parental status, Non-parents dominate, with nearly 11 times more donors and contributing approximately \$740M more in total donations.

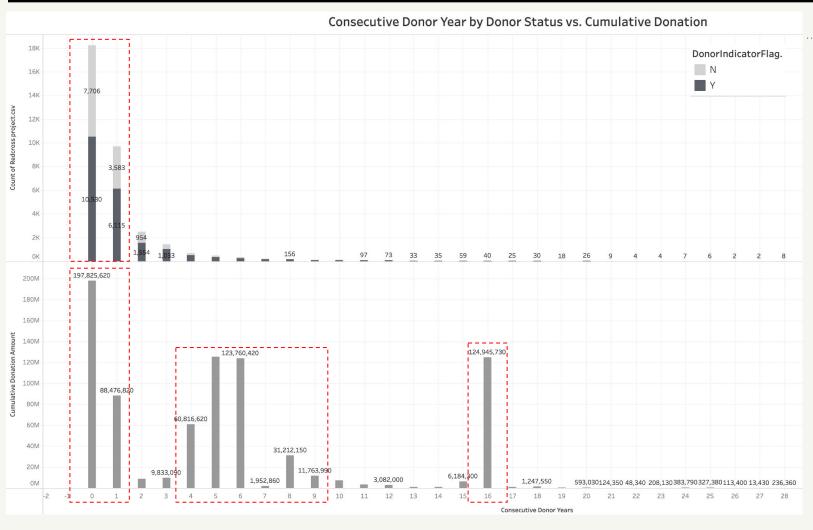


- > California leads in donor count, member count, and donation amount over the last six fiscal years.
- However, Indiana and Arkansas are the leaders in terms of cumulative donation amount, despite Arkansas ranking 27th and Indiana 14th by donor count.
- > Northern Texas, ranked 2nd in donor count, ranks 14th in cumulative donations.
- > Georgia, ranked 4th in cumulative donations, is only 15th in donor count.



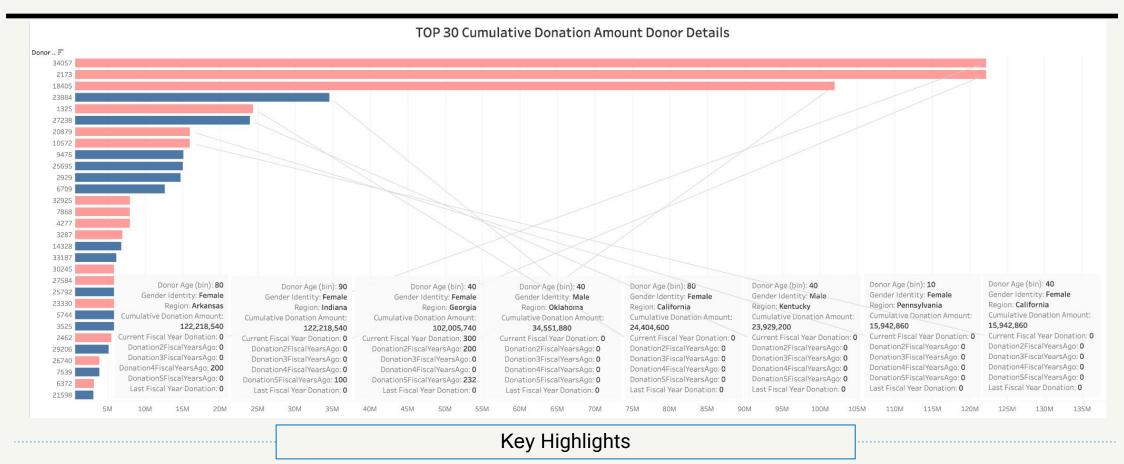
- > Tier '3', representing donations between \$50,000 and \$99,999, leads in donor count, with the rank order of tiers being 3 > 1 > 2 > 4.
- For cumulative donations, the ranking changes, with tier 1 ('\$1 \$24,999') emerging as the dominant leader, with the rank order 1>6>4> 3.
- > UB and GM lead both donor count and cumulative donation amounts, with UB especially dominating in cumulative donations.



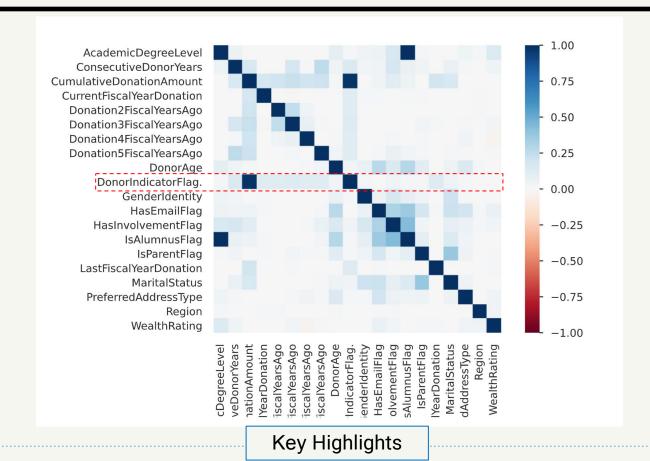


Key Highlights

- The majority of donors fall within the 0-1 year consecutive donation years.
- However, donors with 4-6, 8-9, and 16 consecutive years of donation contribute significantly to the cumulative donation amount, representing significant value despite lower count in status.



- Analysis of top unique donors by cumulative donation amount reveals that the top three donors significantly outpace the rest, with the #1 donor contributing nearly 3.5 times more (\$88M) than the #4 donor.
- The majority of top donors are aged 40's or 80-90's.
- Most have NOT donated within the past 5 fiscal years.



- ➤ Analysis revealed no significant correlations among variables (all R-values were < 0.3)
- The only exception was Cumulative Donation Amount, which showed a perfect correlation (R = 1.0) as it directly feeds into the target variable.

Insights from Data

▼ Target Female Donors:

Since **females** contribute more than males, targeting female donors for engagement and re-engagement could be beneficial. Developing tailored communication or campaigns aimed at females, particularly in their **40s**, may help increase cumulative donations further.

Engage with High-Value Older Donors:

The **older age groups (80s and 90s)** contribute disproportionately in donations **despite their small number**. They may require different communication strategies and other long-term engagement opportunities. Consider personalized outreach to these donors, **especially if they have not donated in recent years**.

▼Focus on Married Donors for Increased Contributions:

Married donors are significantly more likely to donate and contribute larger sums. Engaging married donors through **couples-focused campaigns** or incentives could amplify donations. Additionally, create specialized programs for **non-parents**, who form a significant donor base.

VLeverage State-Based Campaigns:

California should remain a priority, but also explore the specific characteristics of donors in **Indiana** and **Arkansas**, where high-value donations are coming from despite lower donor counts. Tailored campaigns in these areas could yield high returns.

For **Texas** and **Georgia**, develop strategies that target high-value individual donors in the former and large groups in the latter.

Insights from Data

Optimize Donation Tier Strategies:

Focus on increasing the number of donors in **Tier 1 (\$1 - \$24,999)**, since this tier leads in cumulative donations. **Incentivizing smaller but more frequent donations** could sustain long-term funding.

For **Tier 3 (\$50,000 - \$99,999)**, efforts should focus on converting these mid-level donors into high-value donors, potentially moving them to Tier 1 for higher cumulative donations.

Reconnect with Inactive Top Donors:

Many top donors have not contributed in **recent years**. **Re-engage** these high-value donors with personalized outreach, perhaps showcasing the impact of their past contributions and presenting opportunities for renewed involvement or legacy gifts.

✓Improve Donor Engagement:

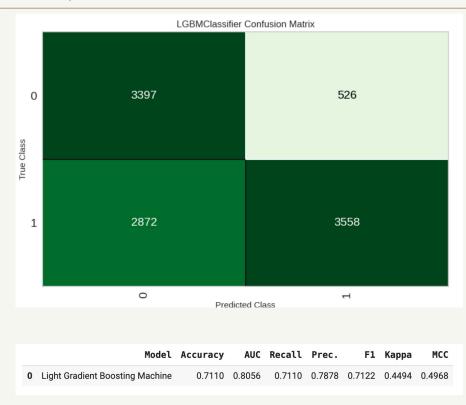
With 76% of donors **not** participating in activities, initiatives to boost engagement (e.g., exclusive events, webinars, or volunteer opportunities) could be a focus. Personal invitations or offers for VIP experiences could incentivize participation.

Since **home** address is the preferred communication channel, consider a **non-digital** (direct mail) strategy for fundraising appeals and event invitations, and complement this with digital outreach when possible. Also, given that **email data** is missing for over two-thirds of donors, **prioritize gathering this information** to enhance **digital engagement** capabilities, allowing for more targeted and cost-effective communication.

Donor Prediction Classification Model Analysis

Pycaret classification model was set up to compare and evaluate all the algorithms to predict the donor indicator

	Accuracy	AUC	Recall	Prec.	F1	Карра	MCC
Fold							
0	0.6763	0.7472	0.6763	0.7457	0.6782	0.3811	0.4185
1	0.6685	0.7389	0.6685	0.7306	0.6711	0.3623	0.3936
2	0.6767	0.7302	0.6767	0.7472	0.6785	0.3825	0.4208
3	0.6792	0.7439	0.6792	0.7485	0.6810	0.3866	0.4243
4	0.6854	0.7534	0.6854	0.7493	0.6878	0.3953	0.4299
5	0.6899	0.7475	0.6899	0.7454	0.6931	0.3988	0.4278
6	0.6758	0.7453	0.6758	0.7352	0.6787	0.3745	0.4047
7	0.6874	0.7539	0.6874	0.7583	0.6891	0.4026	0.4426
8	0.6745	0.7415	0.6745	0.7464	0.6761	0.3791	0.4182
9	0.6803	0.7439	0.6803	0.7551	0.6816	0.3914	0.4332
Mean	0.6794	0.7446	0.6794	0.7462	0.6815	0.3854	0.4214
Std	0.0062	0.0065	0.0062	0.0078	0.0063	0.0115	0.0134



- Among all the evaluated algorithms, 'light gradient boosting machine' was selected considering it having the lowest overall error including Accuracy, AUC, Recall, etc.
- Machine Learning was created using 'lightgbm' and tested for a 10-fold cross-validation.
- The metrics of the end result was as shown on the right.

