



ELDER RESEARCH
DATA SCIENCE • MACHINE LEARNING • AI

Leading a Successful Data Science Initiative

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Before we get started...

Questions

- Please use the questions tab to enter questions throughout the webinar (reference slide number if applicable)
- Questions will be answered during the Q&A session at the end

Slides

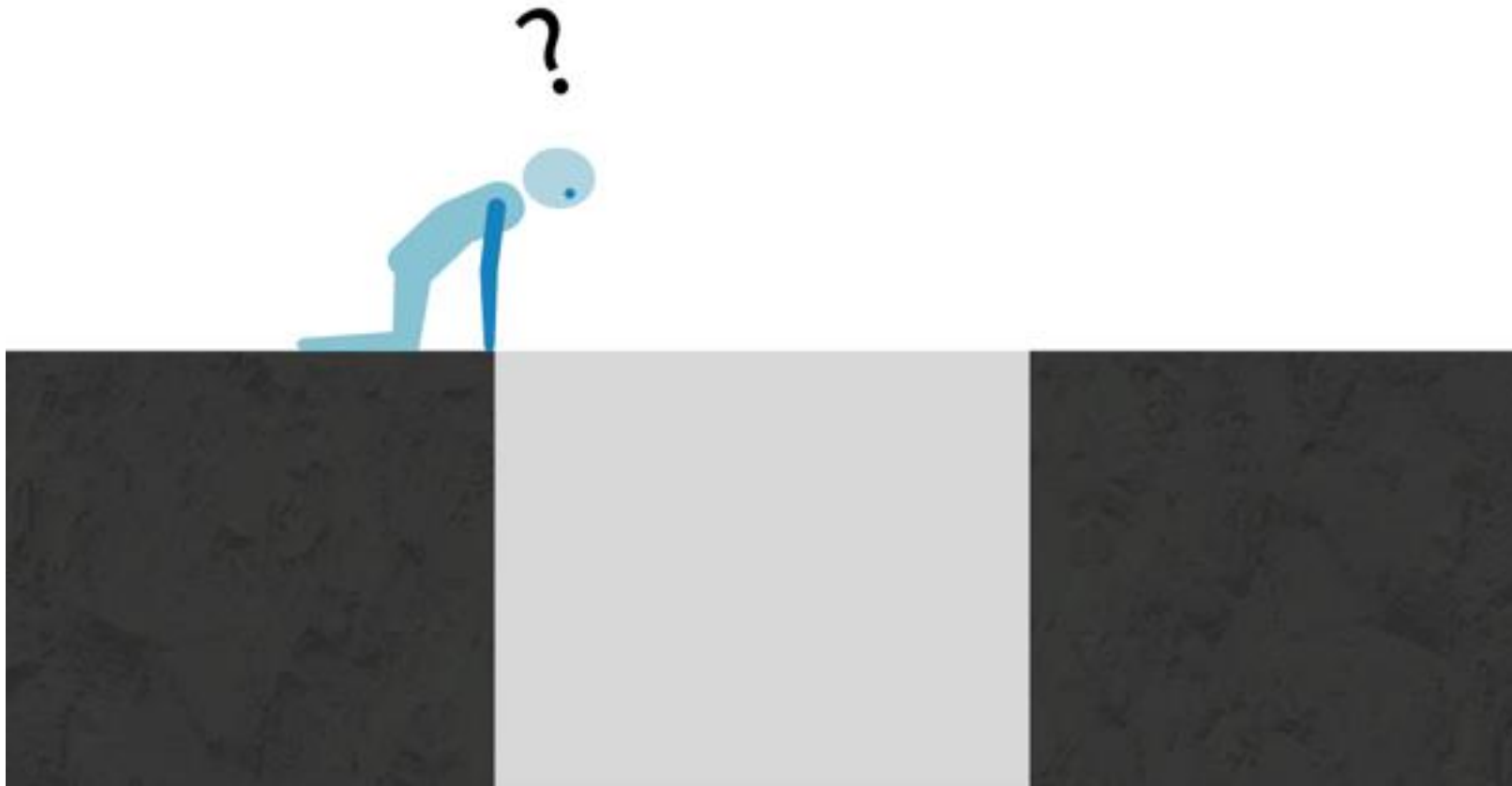
- Slides will be posted on the webinar website next week or email paul.derstine@elderresearch.com to request a copy

Problem during the webinar?

- Simply refresh your browser screen

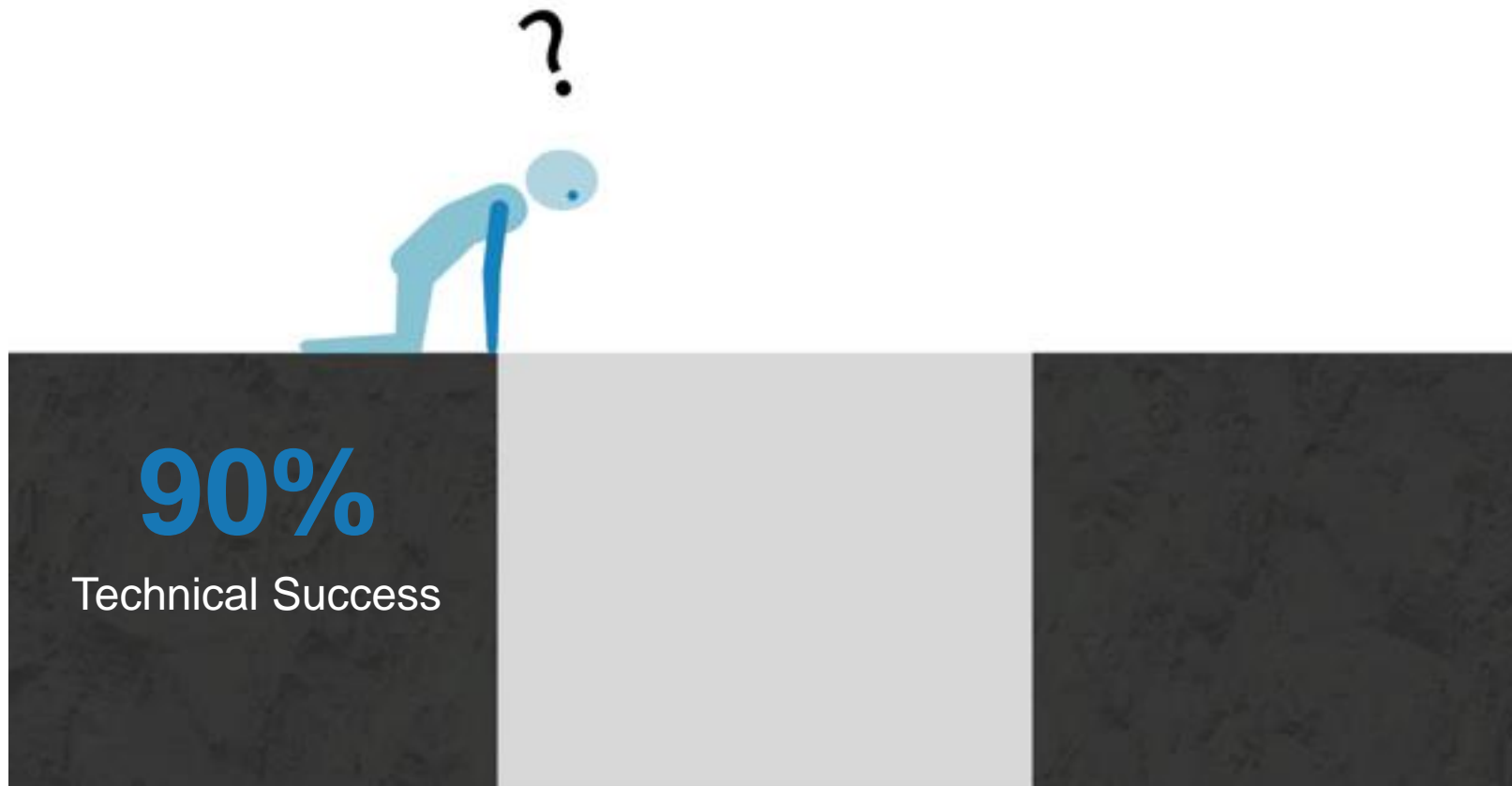
The Success Gap

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The Success Gap

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The Success Gap

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Data Science, AI, and Machine Learning

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DATA SCIENCE

<https://www.techopedia.com/definition/30202/data-science>

Data Science is a broad field that refers to the collective processes, theories, concepts, tools, and technologies that enable the review, analysis, and extraction of valuable knowledge and information from raw data.

AI

<https://www.forbes.com/.../the-key-definitions-of-artificial-intelligence-ai-that-explain...>

Feb 14, 2018 - Merriam-Webster defines **artificial intelligence** this way: A branch of computer science dealing with the simulation of intelligent behavior in computers. The capability of a machine to imitate intelligent human behavior.

MACHINE LEARNING

<https://www.techemergence.com/what-is-machine-learning/>

“Machine Learning is the science of getting computers to learn and act like humans do, and improve their learning over time in autonomous fashion, by feeding them data and information in the form of observations and real-world interactions.”

What is a Model?

- Techniques help build a model
- A model is the resulting set of equations

$$C \frac{\partial V_i}{\partial t} + g_i(V_i - E_i) = I_i^{applied}(t)$$

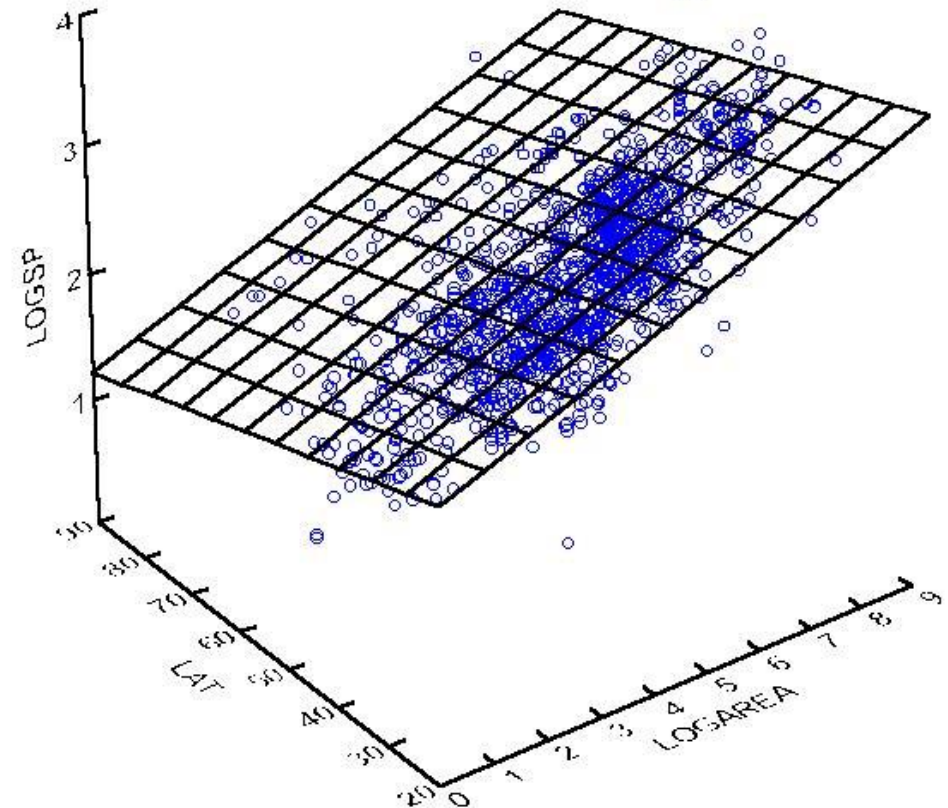
$$M_{12} = M_{21} = I_{Z_2} + m_2 \left(\frac{l_2^2}{4} + \frac{1}{2} l_1 l_2 c_2 \right), M_{22} = I_{Z_2} + m_2 \frac{l_2^2}{4}$$

$$M_{11} = I_{Z_1} + I_{Z_2} + m_1 \frac{l_1^2}{4} + m_2 \left(l_1^2 + \frac{l_2^2}{4} + l_1 l_2 c_2 \right)$$

$$M(q) = \begin{bmatrix} M_{11} & M_{12} \\ M_{21} & M_{22} \end{bmatrix}$$

$$E_i = \bar{g}_{Na} m_i^3 h_i E_{Na} + \bar{g}_K n_i^4 E_K + \bar{g}_L E_L + \sum_{j \neq i} G_{synapse[j,i]} E_{j,j} \quad | \quad 7$$

$$y' = (m_1 * x_1) + (m_2 * x_2) + b$$



$$M(q) \ddot{q} + C(q, \dot{q}) \dot{q} + G(q) = u + D(t)$$

$$\frac{\partial m_i}{\partial t} = \alpha_m(v_i)(1 - m_i) - \beta_m(v_i)m_i$$

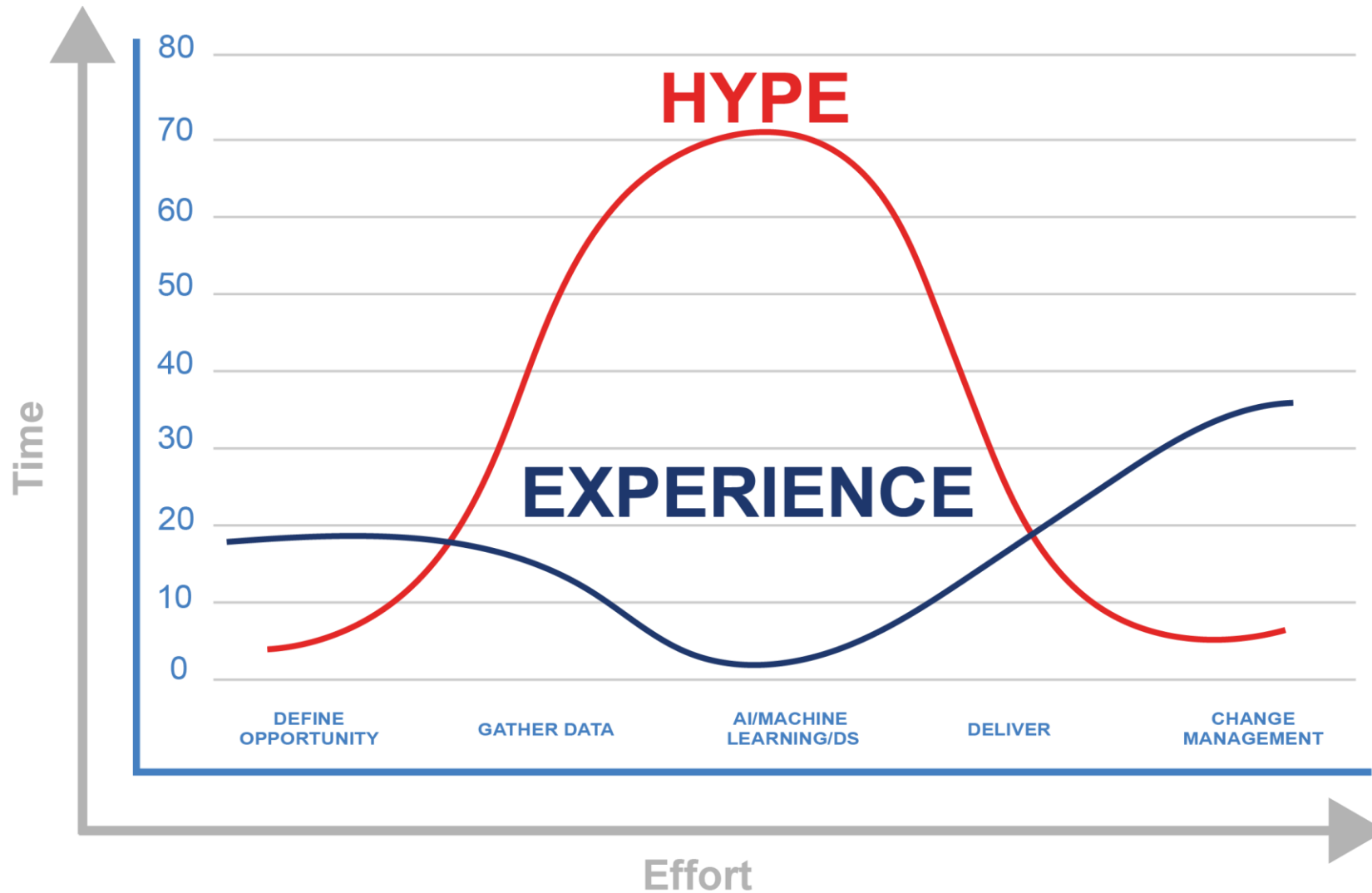
Leadership

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Business Focus

Business Focus

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Bias Alert

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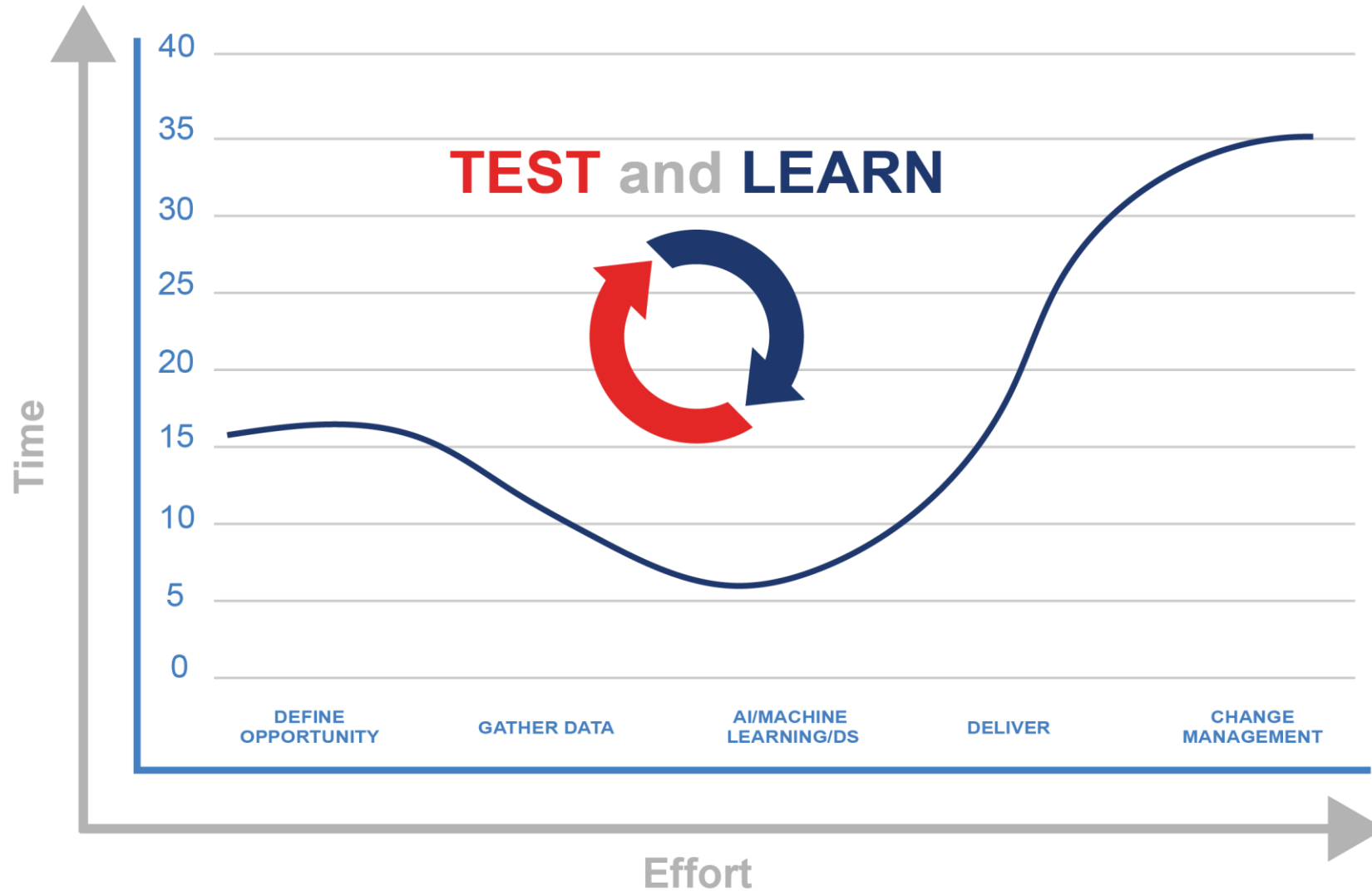
Leadership

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Business Focus
Iterative Process

Iterative Process

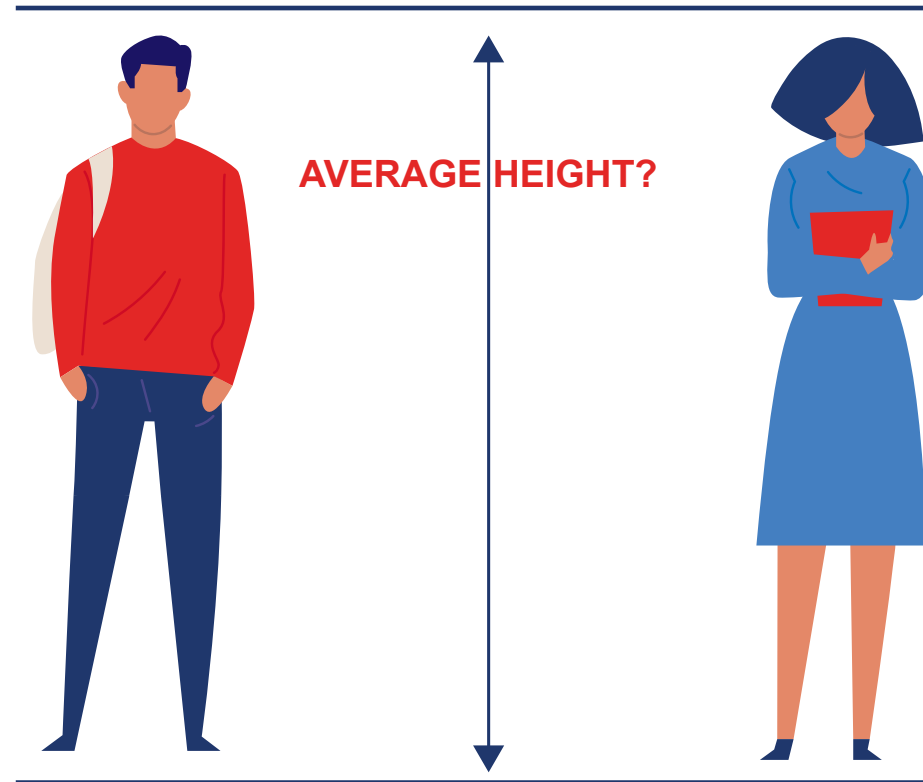
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Baseline

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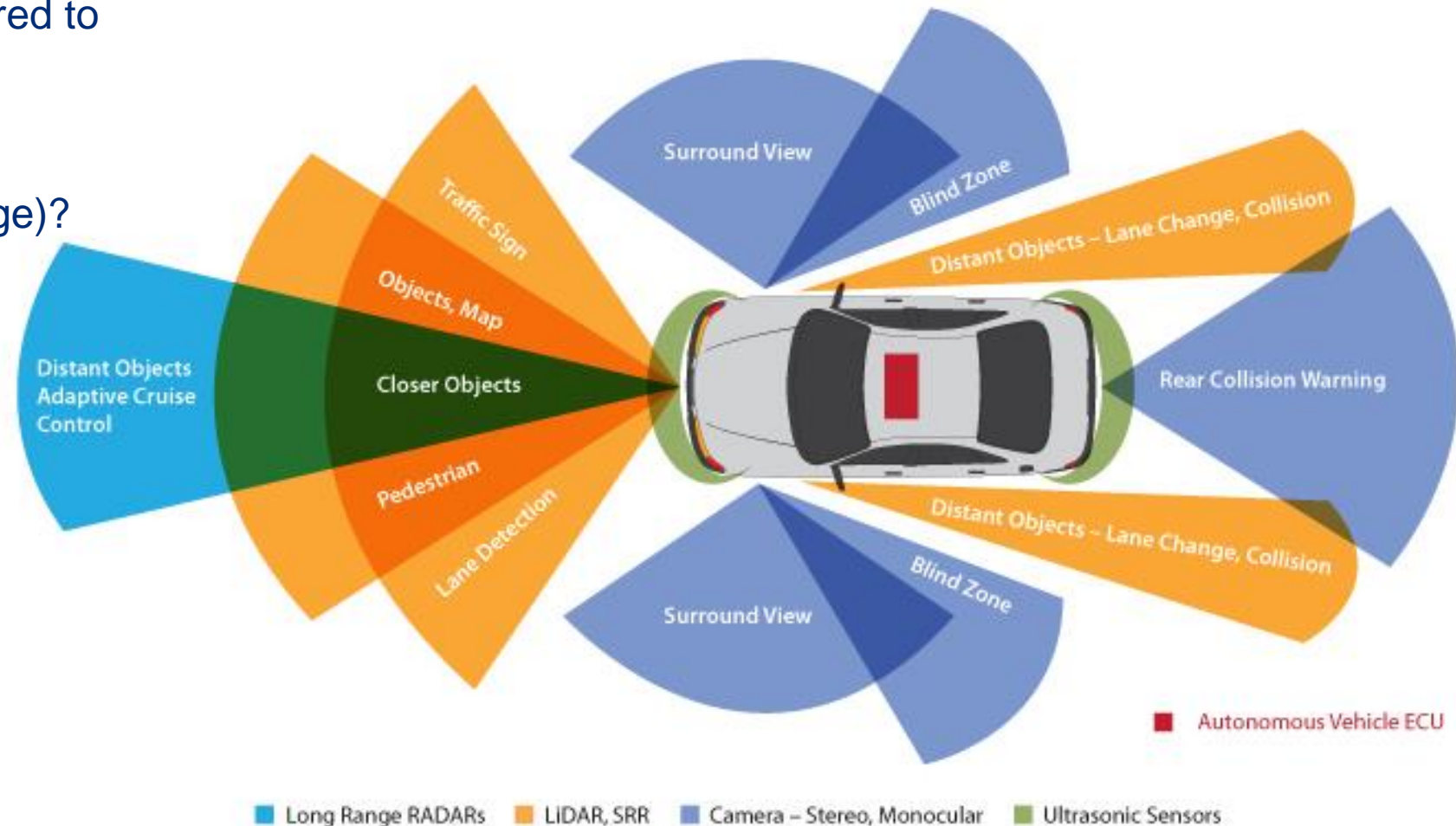
Need a way to measure progress



Autonomous Vehicles

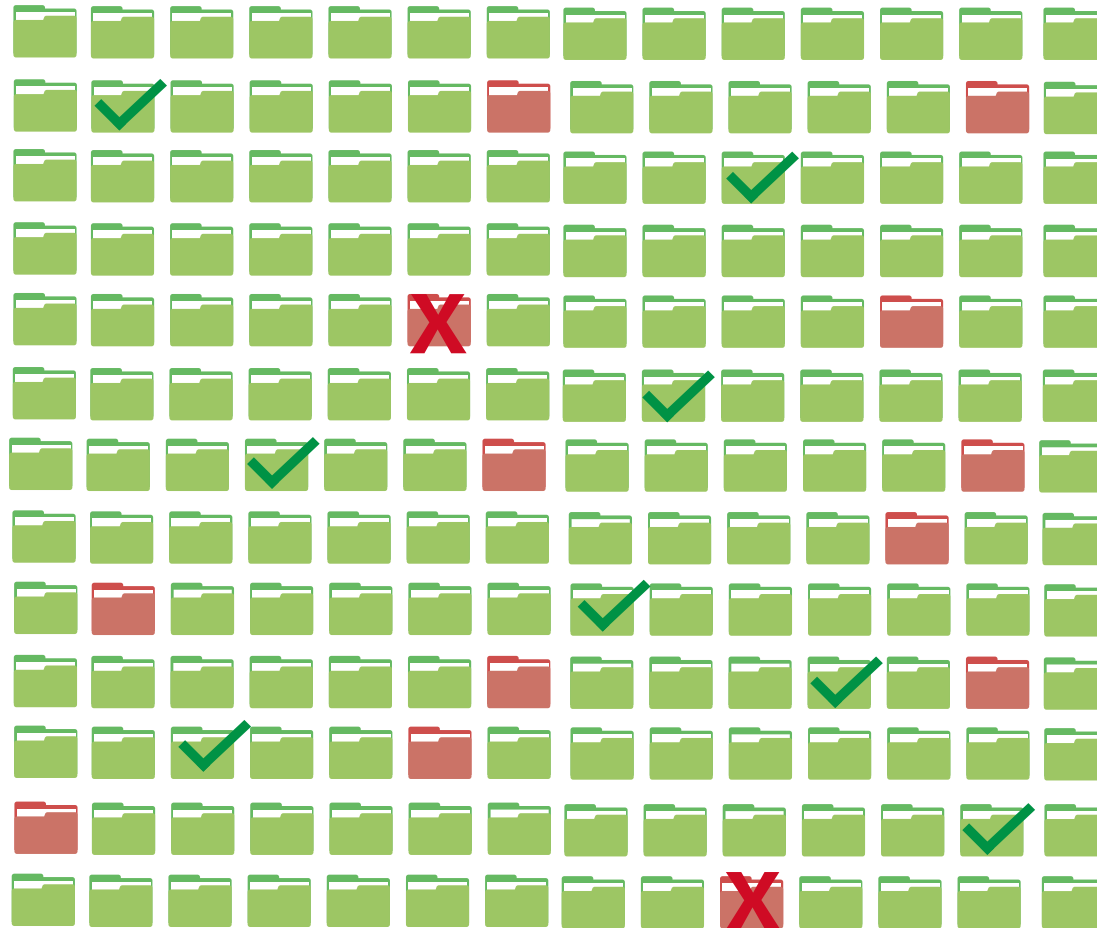
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- Improving (compared to baseline)?
- Fair (non-discriminatory)?
- Adequate (coverage)?
- Proactive (new schemes)?



NXP Semiconductors

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Period 1 – *Human Rules*

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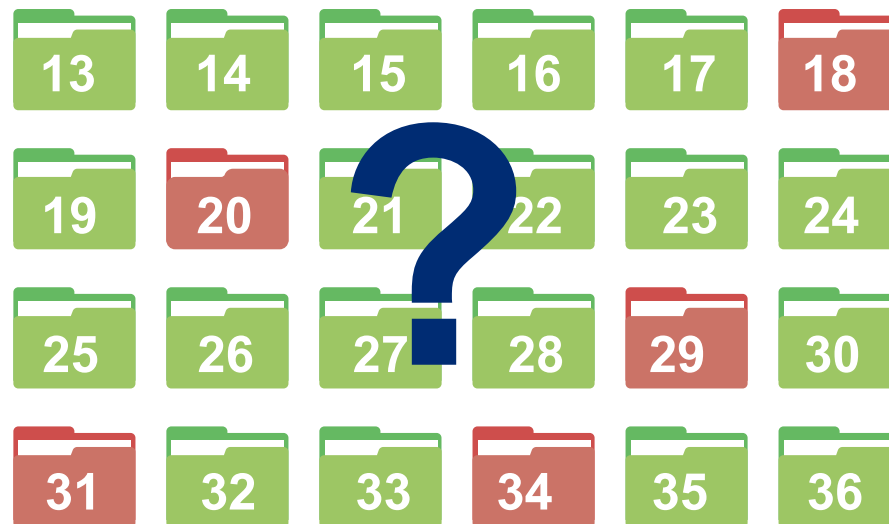


Selection Bias

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Low Ranking Cases
NOT REVIEWED



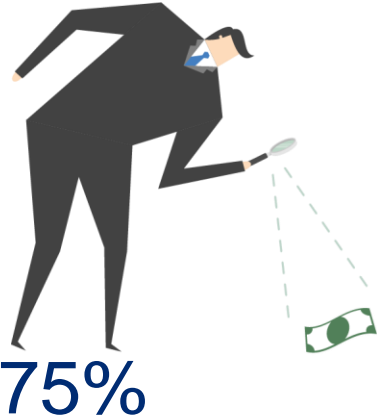
THRESHOLD

Assumed Negative
But Unknown

Period 2 – Data Driven Rules



Period 3 – *Rebuild Model With Period 2 Data*



9 of 12,
Even Better!

RESOURCE

THRESHOLD



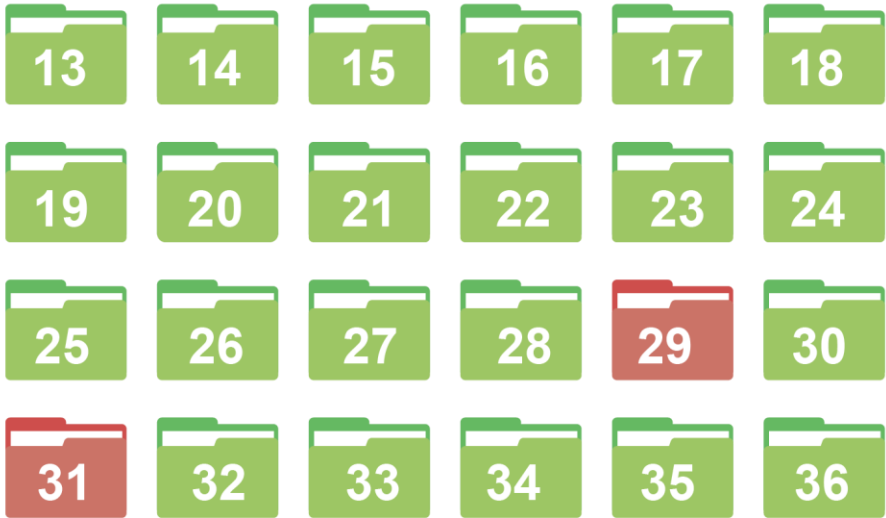
Period 4 – *Rebuild Model With Period 3 Data*



12 of 12,
Better Yet!

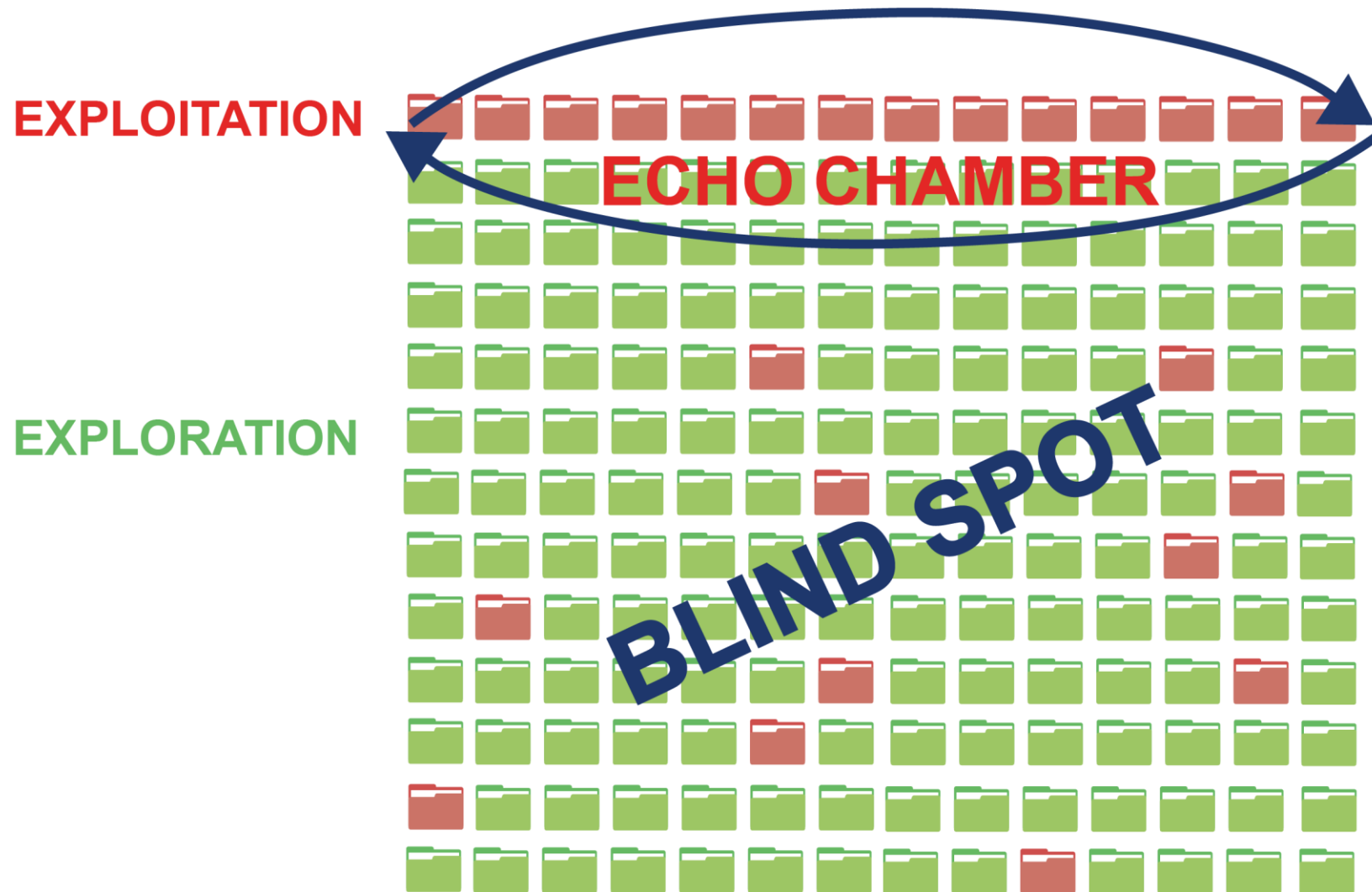
RESOURCE

THRESHOLD

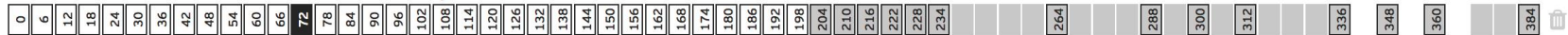


Reinforcement Bias

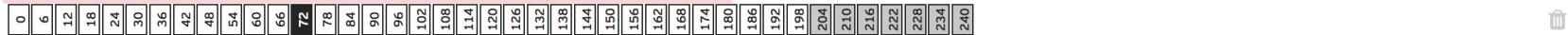
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GFS Pressure Lev (2018091100) - 500 hPa Height - East Coast USA

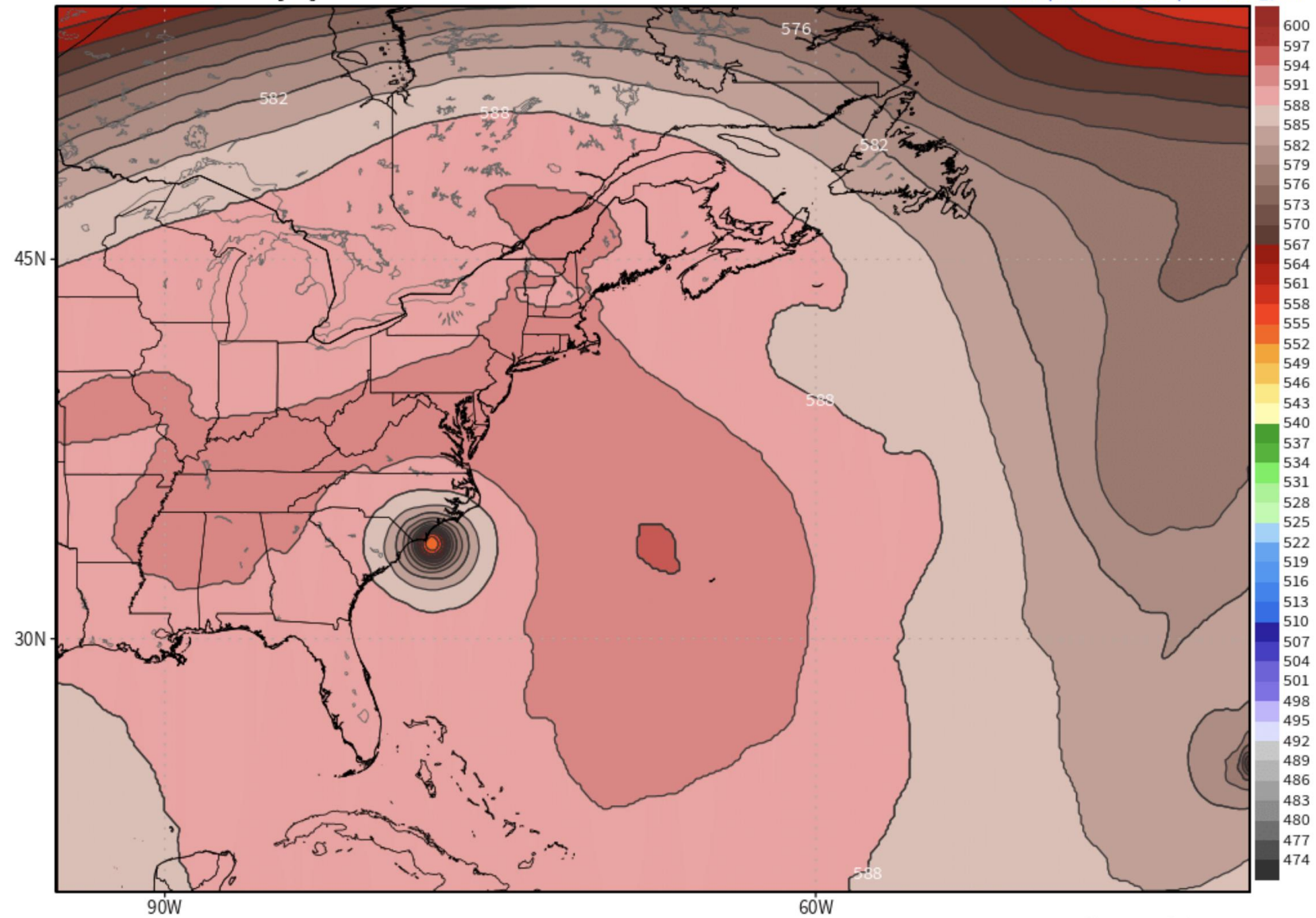


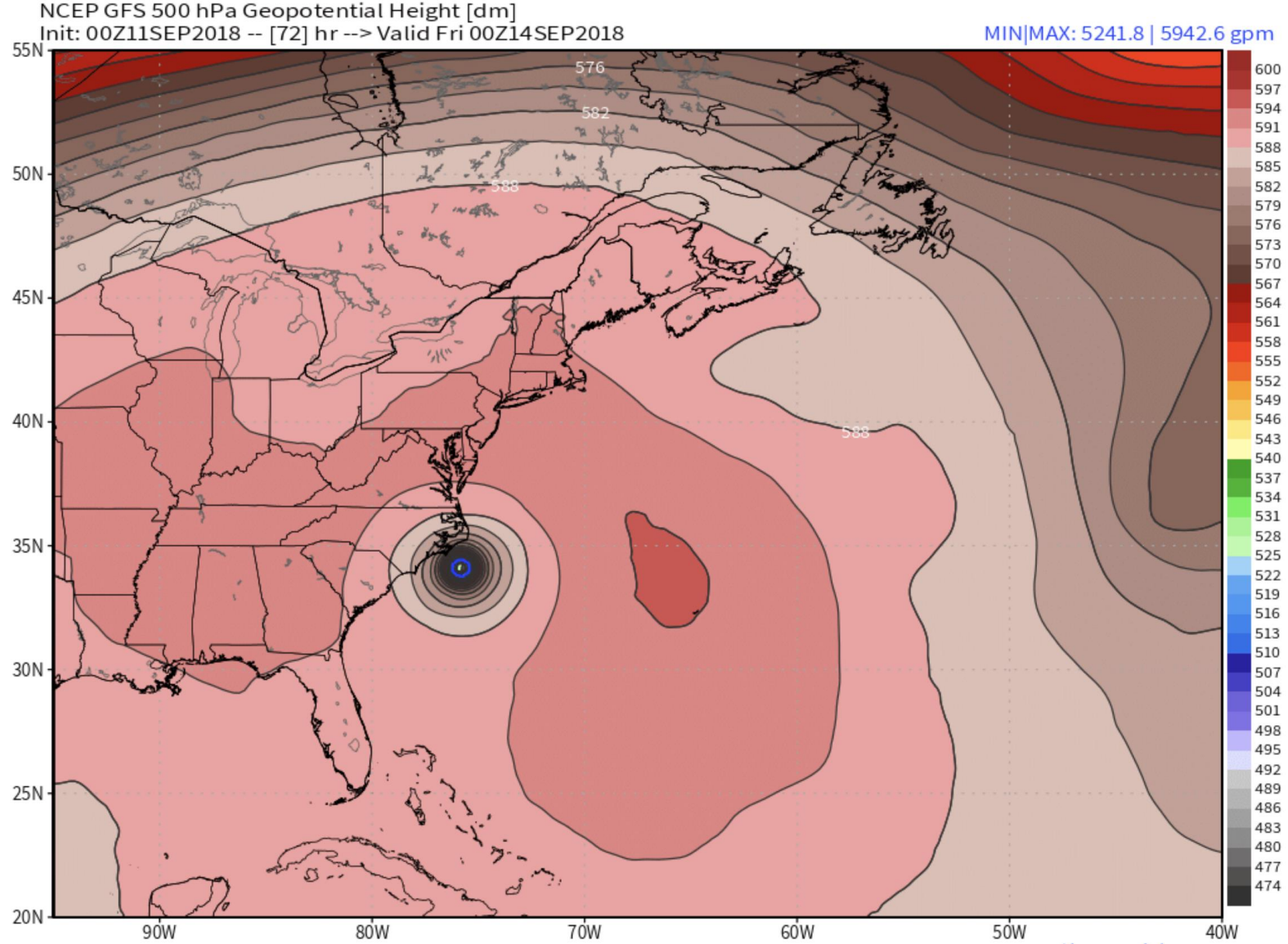
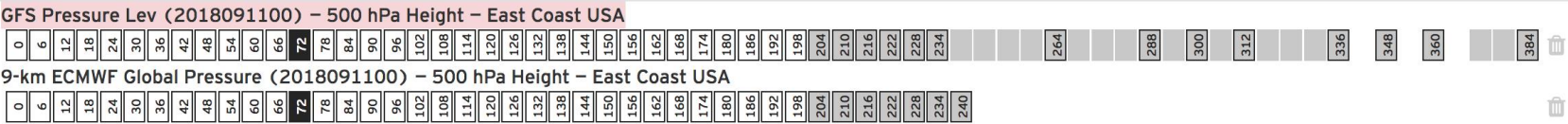
9-km ECMWF Global Pressure (2018091100) - 500 hPa Height - East Coast USA



ECMWF 500 hPa Geopotential Height [dm]
Init: 00Z11SEP2018 -- [72] hr--> Valid Fri 00Z14SEP2018

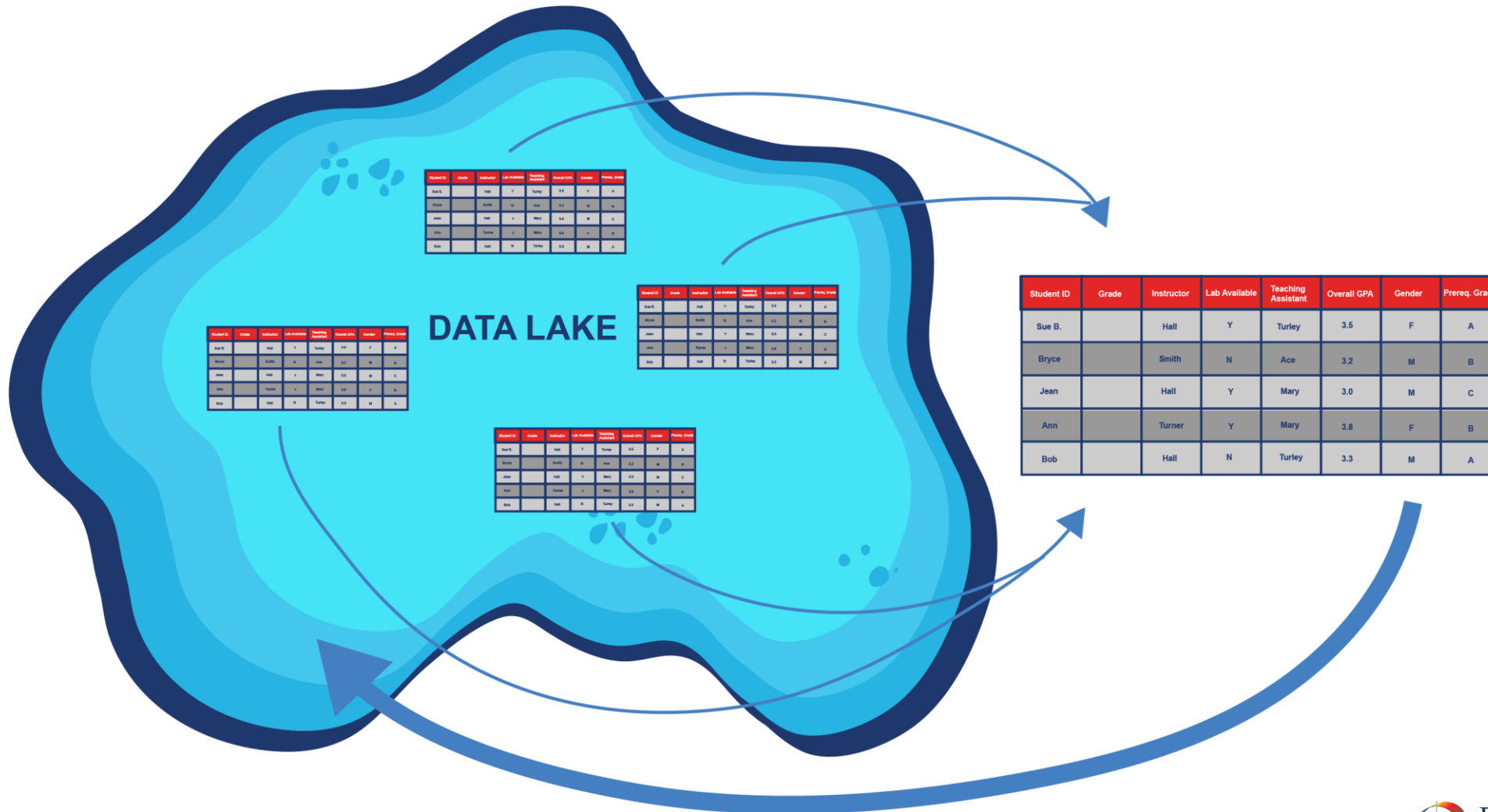
MIN|MAX: 5531.6 | 5941.6 gpm





Capturing Data Value

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Leadership

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Business Focus

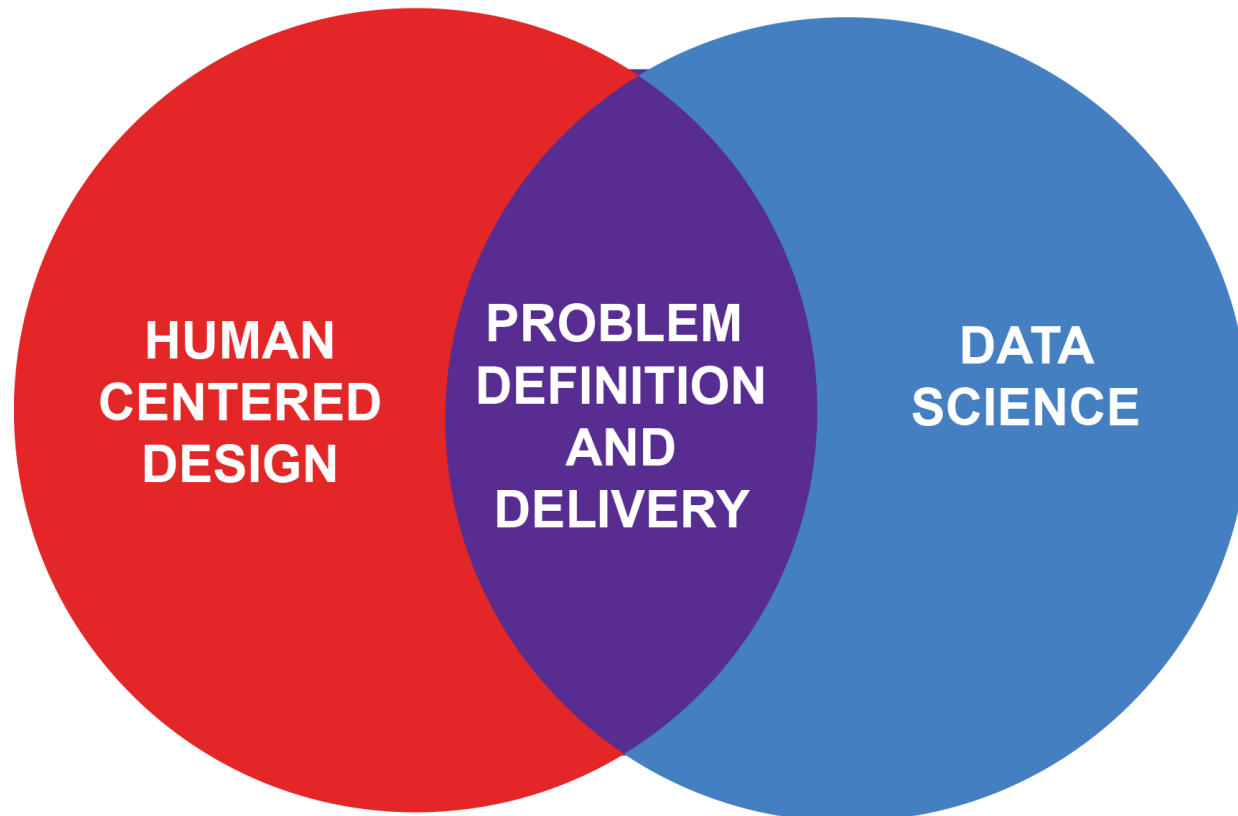
Iterative Process

The “Who”

The "Who"

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**Where Human Centered Design
and Science Collide**



Gleicher's Formula for Change

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Dissatisfaction x Vision x First Steps > Resistance

- Dissatisfaction with current situation = business opportunity (Unsure which part of market and trade spend is effective)
- Vision = Data Science (Set of models to optimize market mix)
- First Steps = How to deliver the solution to decision makers (information needs of trade allocation are different than needs of digital marketing)

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Leadership

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Business Focus

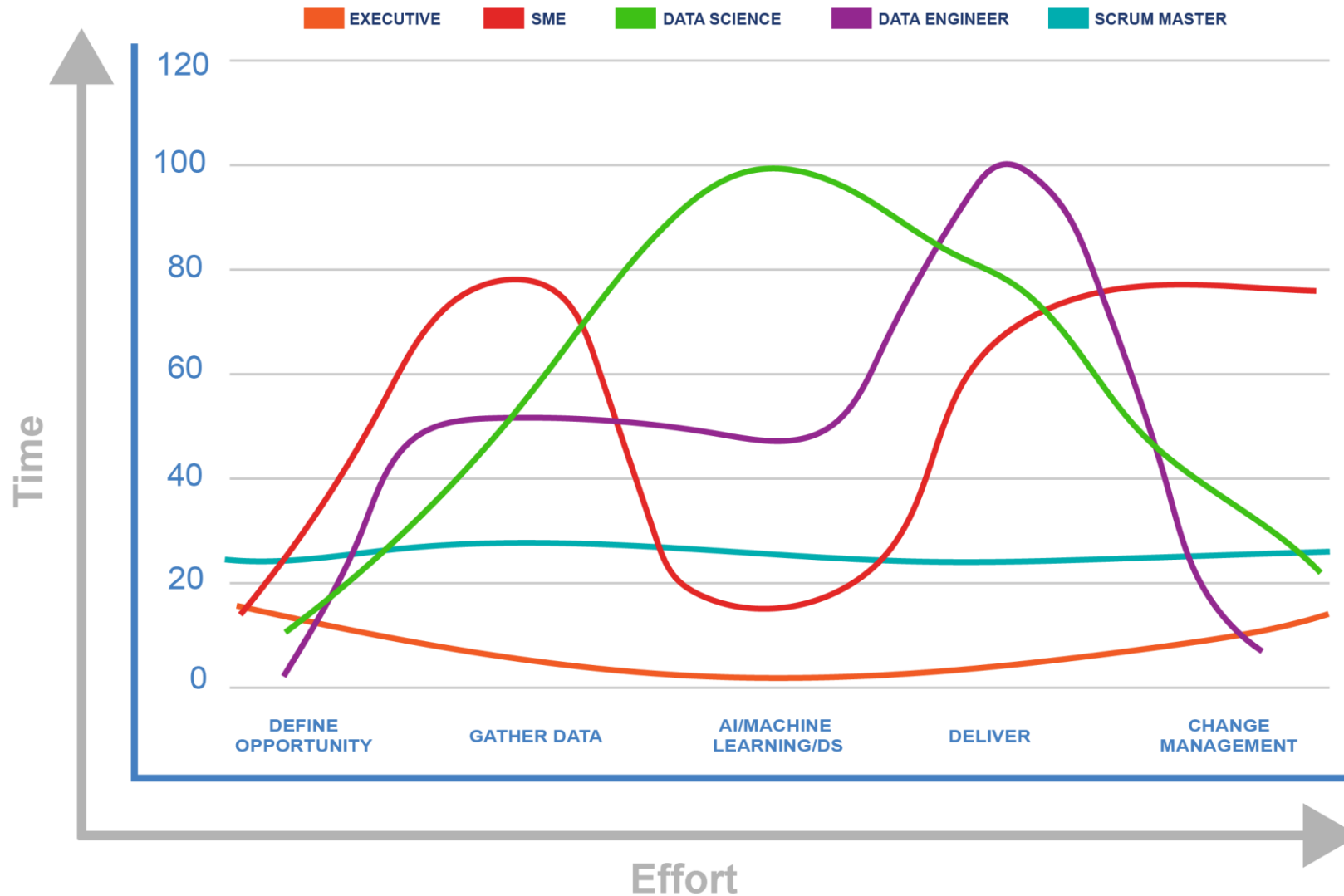
Iterative Process

The “Who”

Invest Time

Invest Time

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Invest Time

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Your questions?

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Gerhard Pilcher Elder Research, Chief Executive Officer

GERHARD ENJOYS PREDICTIVE ANALYTICS AND DATA MINING, ESPECIALLY RELATED TO THE AREAS OF FRAUD DETECTION, FINANCIAL RISK MANAGEMENT, AND HEALTH CARE OUTCOMES USING VARIOUS ANALYTICAL METHODS, WORKING WITH PEOPLE, LEADING CHANGE, AND TIMELY MANAGEMENT OF COMPLEX PROJECTS. HIS WORK EXPERIENCE SPANS BOTH PRIVATE AND GOVERNMENT SECTORS INCLUDING INTERNATIONAL EXPERIENCE.

GERHARD TEACHES AT GEORGETOWN UNIVERSITY AS AN ADJUNCT FACULTY MEMBER IN THE MATH AND STATISTICS MASTERS DEGREE PROGRAM. HE ALSO IS AN INSTRUCTOR FOR THE THREE-DAY SAS BUSINESS KNOWLEDGE SERIES COURSE "DATA MINING: PRINCIPLES AND BEST PRACTICES" AND BEEN INVITED TO TEACH AT INTERNATIONAL CONFERENCES. GERHARD CURRENTLY SERVES ON THE INSTITUTE FOR ADVANCED ANALYTICS ADVISORY BOARD AND GEORGE WASHINGTON UNIVERSITY MASTERS IN SCIENCE IN BUSINESS ANALYTICS ADVISORY BOARD.

GERHARD HAS EXTENSIVE INDUSTRY EXPERIENCE IN GOVERNMENT OVERSIGHT, FINANCIAL, CONSTRUCTION AND TELECOMMUNICATION INDUSTRIES BOTH AS A BUSINESS OWNER AND EXECUTIVE. HE IS A RECOGNIZED EXPERT IN THREE DIMENSIONAL ROADWAY MODELING AND AUTOMATED MACHINE GUIDANCE USING GLOBAL POSITIONING SATELLITE SYSTEMS AND HAS PRESENTED TO VARIOUS AGENCIES INCLUDING THE TRANSPORTATION RESEARCH BOARD.