



Energy Demand Forecasting



Business Understanding

Business Problem

- Inaccuracies in estimating energy needs lead to blackouts and economic loss due to underestimation, and wasteful expenditure and higher emissions due to overestimation, disrupting businesses and the economy.



Business Objective

- Minimizing inaccuracies in energy consumption estimations leading to economic disruptions, blackouts and environmental impact through predictive modelling.

Business Constraints

- Data Availability
- Model Complexity: Building a model that accurately captures complex patterns in the data can be difficult.
- Translation to policy decisions

- Time-series forecasting model to predict 'Total Energy Consumption' at a monthly frequency. The model will consider historical trends and patterns in energy generation sources to forecast short-term - **1 month** and long-term - **6 months** energy consumption.
- The project will also explore the relationship between different energy generation sources and the total energy met. By simulating various scenarios, we can assess the impact of changes in generation mix on future energy consumption. This can help in planning and optimizing the energy mix for future needs.



Success Criterion



Business Success

- Achieve precise energy forecasting to cut down on waste and costs, by 5%.
- Strengthen supply chain reliability and operational effectiveness; base strategic choices on accurate energy data, on a sustainable basis.



ML Success Criteria

- Consistent high forecast accuracy and model performance with expected less than 10% ML - RMSE.
- Positive feedback loop effectiveness, with model adjustments improving forecast precision over time.



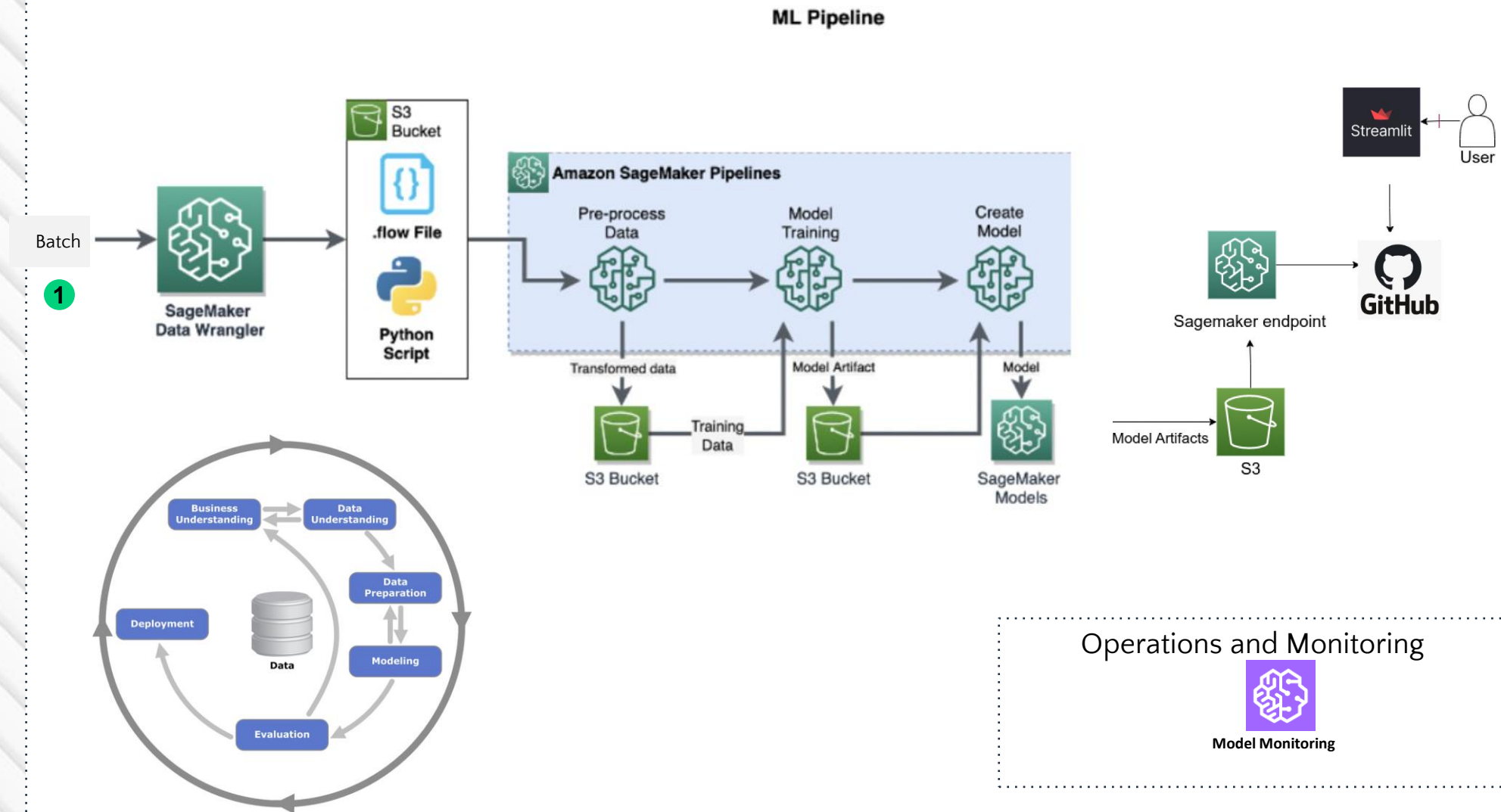
Economic Success Criteria

- Accurate energy consumption forecasts can reduce expenses, boost energy efficiency, fostering a sustainable and prosperous economy.
- Aiming for at least a 20% decrease in energy procurement costs

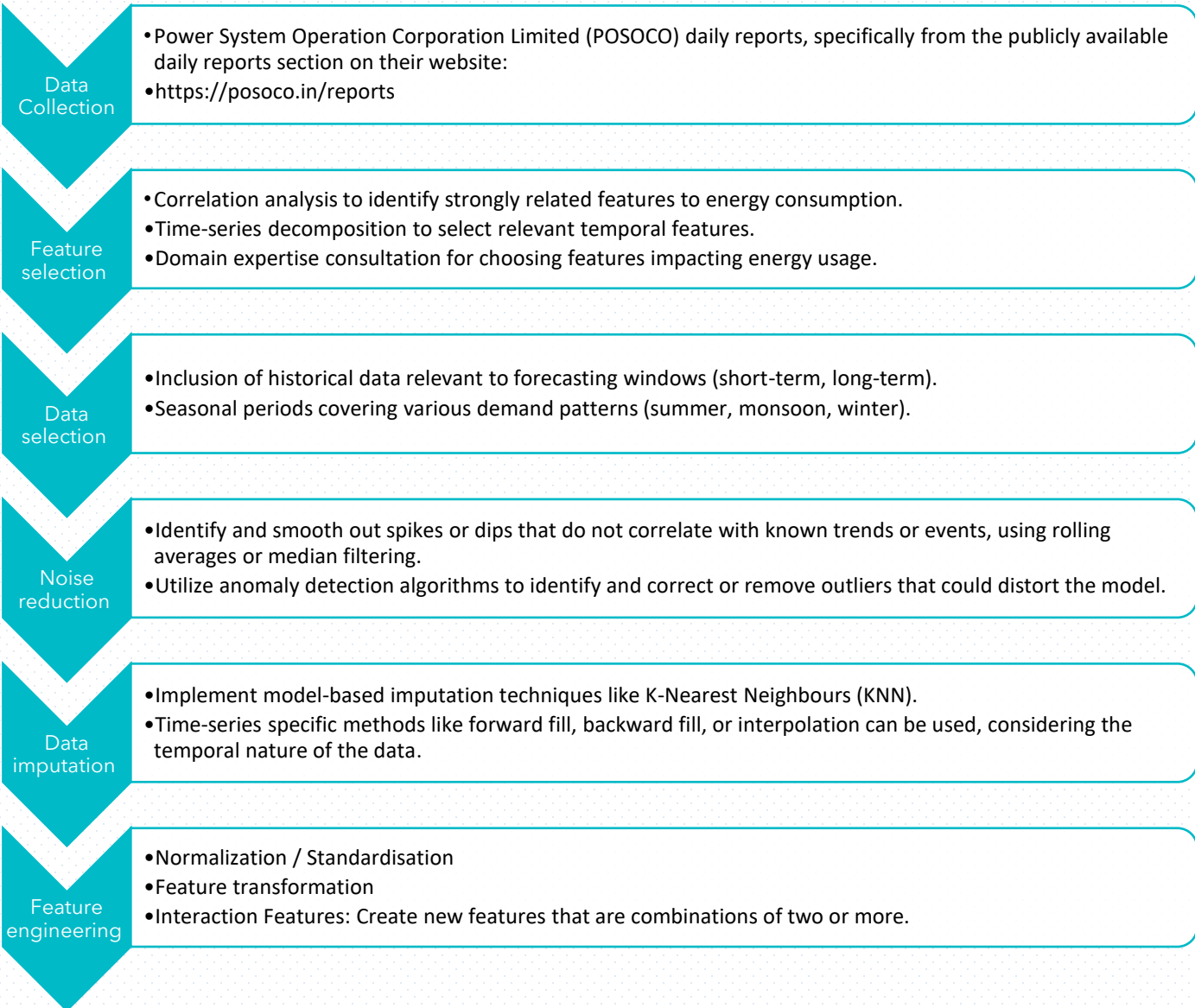
Architecture

Data Sources

Energy
Consumption
Data from
POSOCO



Data Preparation



Daily Report [Home](#) / [Weekly Report](#) / [PSP Report](#) / [2023-2024](#) / [Oct 2023](#)


Name	Size	Modified	Actions
🔍 ..			
📄 Weekly 021023 to 081023.pdf	768.37 KB	13.10.23 18:04	👁️ 🔗 📄
📄 Weekly 091023 to 151023.pdf	797.85 KB	20.10.23 17:20	👁️ 🔗 📄
📄 Weekly 161023 to 221023.pdf	767.4 KB	03.11.23 15:36	👁️ 🔗 📄
📄 Weekly 231023 to 291023.pdf	767.55 KB	03.11.23 17:31	👁️ 🔗 📄
📄 Weekly 250923 to 011023.pdf	823.09 KB	06.10.23 17:25	👁️ 🔗 📄

Date	EnergyMet	HydroGen	WindGen	SolarGen	Coal	Lignite	Nuclear	Gas	RES
01-01-2020	3380	280	123	111	2571	78	110	106	320
02-01-2020	3383	298	91	109	2601	81	110	104	287
03-01-2020	3390	295	64	118	2627	86	101	106	267
04-01-2020	3388	299	53	122	2680	81	101	107	211
05-01-2020	3271	273	91	112	2531	84	97	96	282
06-01-2020	3397	307	124	105	2593	78	97	97	316
07-01-2020	3442	307	98	96	2663	76	97	101	286
08-01-2020	3391	271	83	122	2651	77	97	99	289
09-01-2020	3403	289	102	139	2601	75	95	98	330
10-01-2020	3455	274	171	143	2582	74	95	105	409
11-01-2020	3457	273	128	138	2619	76	98	107	355
12-01-2020	3364	256	82	137	2607	74	92	103	301
13-01-2020	3421	297	59	128	2666	81	92	99	272
14-01-2020	3376	305	42	149	2609	80	98	96	272
15-01-2020	3301	269	94	150	2510	77	108	94	328

↑
Target Column

Data Preparation

fp2energyforecasting.notebook.ap-south-1.sagemaker.aws/notebooks/Group%204_FP2_XGBoost%20Code.ipynb












 jupyter

Group 4_FP2_XGBoost Code


Last Checkpoint: 6 minutes ago (autosaved)

FileEditViewInsertCellKernelWidgetsHelp

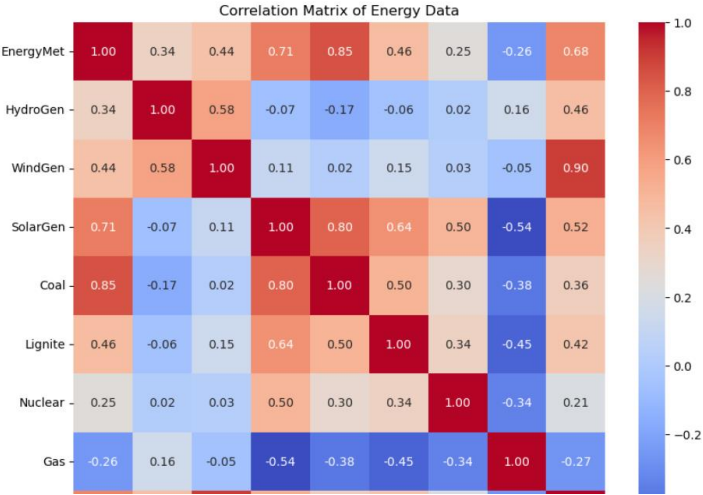
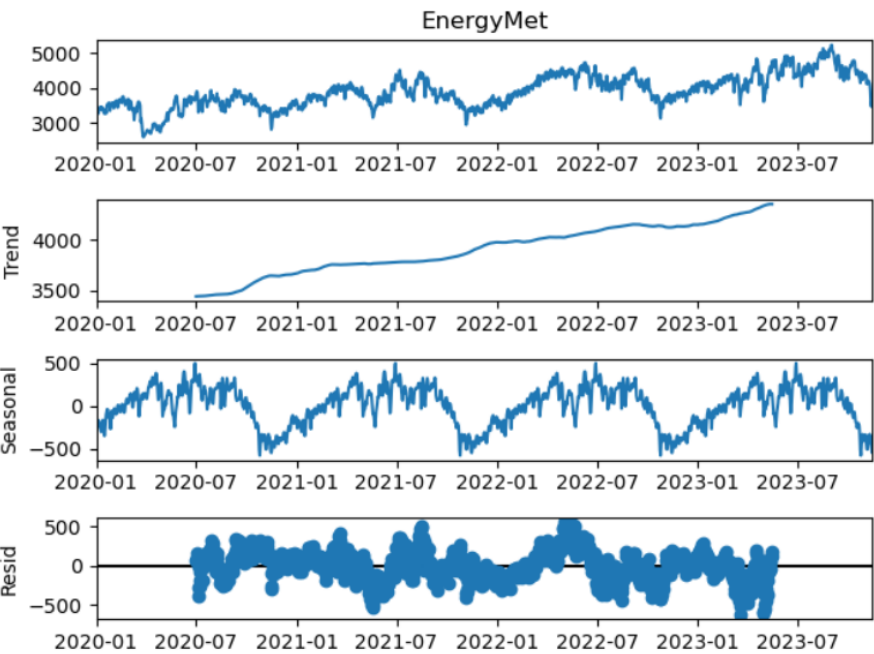
Not True

Markdown

 nbdiff

```
# Plot the decomposition results
decomposition_fig = decomposition_results.plot()
plt.show()
```



Features

1. Prepare

Data Wrangler

Processing

Data Sources

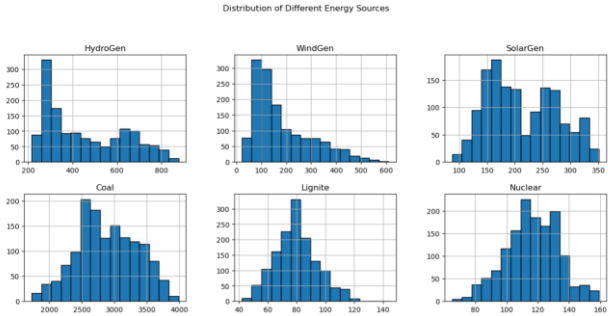
Feature Store

Clarify

Prepare Data in Minutes

Using Amazon SageMaker Data Wrangler, you can quickly and easily prepare data and create model features. You can connect to data sources and use built-in data transformations to engineer model features.

[Learn More](#)



Modelling



MODEL SELECTION:

- Evaluate various time series models (e.g., SARIMAX, DeepAR, RNN, LSTM and XGboost.) based on the defined quality measures.
- Choose a model that best captures seasonal trends and patterns inherent in energy consumption data.

MODEL TRAINING:

- Train the selected model using AWS Sagemaker, carefully tuning parameters to optimize forecast performance.
- Validate the model against a hold-out set or use cross-validation to ensure generalization.

ASSURE REPRODUCIBILITY:

- Method Reproducibility: Document the entire modelling process in AWS Sagemaker, including data preprocessing steps, feature engineering techniques, and model parameters.
- Result Reproducibility: Use version control for both data and code to ensure that results can be replicated, and maintain a log of model performance metrics for each run.



Quality Measures:



Performance: RMSE Score



Robustness: Ensure the model remains stable across different time frames and outlier events.




Scalability: The model should handle increasing data volumes as more historical data accumulates.



Model Complexity: Aim for the simplest model that still provides accurate predictions to facilitate maintenance and updates.

Modelling


Amazon SageMaker X

Getting started
Studio
Studio Lab 
Canvas
RStudio

▼ Admin configurations
Domains


Amazon SageMaker > Notebook instances

Notebook instances [Info](#)



Actions ▼

Create notebook instance

	Name ▼	Instance	Creation time ▼	Status ▼	Actions
<input type="radio"/>	FP2EnergyForecasting	ml.t3.medium	12/9/2023, 9:13:16 PM	 InService	Open Jupyter Open JupyterLab

```
In [43]: train_input = sagemaker.session.s3_input(s3_data = s3_train_data, content_type='csv', s3_data_type = 'S3Prefix')
valid_input = sagemaker.session.s3_input(s3_data = s3_validation_data, content_type='csv', s3_data_type = 'S3Prefix')

data_channels = {'train': train_input, 'validation': valid_input}

Xgboost_regressor1.fit(data_channels)

The class sagemaker.session.s3_input has been renamed in sagemaker>=2.
See: https://sagemaker.readthedocs.io/en/stable/v2.html for details.
The class sagemaker.session.s3_input has been renamed in sagemaker>=2.
See: https://sagemaker.readthedocs.io/en/stable/v2.html for details.
INFO:sagemaker:Creating training-job with name: sagemaker-xgboost-2023-12-05-20-05-47-413

2023-12-05 20:05:47 Starting - Starting the training job...
2023-12-05 20:06:05 Starting - Preparing the instances for training.....
2023-12-05 20:07:18 Downloading - Downloading input data
2023-12-05 20:07:18 Training - Downloading the training image...
2023-12-05 20:07:38 Training - Training image download completed. Training in progress....
2023-12-05 20:08:08 Uploading - Uploading generated training modelINFO:sagemaker-containers:Imported framework sagemaker_xgb
oost_container.training
INFO:sagemaker-containers:Failed to parse hyperparameter objective value reg:linear to json.
Returning the value itself
INFO:sagemaker-containers:No GPUs detected (normal if no gpus installed)
INFO:sagemaker_xgboost_container.training:Running XGBoost Sagemaker in algorithm mode
INFO:root:Determined delimiter of CSV input is ','
INFO:root:Determined delimiter of CSV input is ','
INFO:root:Determined delimiter of CSV input is ','

DEPLOY THE MODEL TO MAKE PREDICTIONS

In [ ]: # Deploy the model to perform inference

Xgboost_regressor = Xgboost_regressor1.deploy(initial_instance_count = 1, instance_type = 'ml.m5.2xlarge')
```


Model Evaluation



Validate Performance: Measure forecast accuracy against actual consumption using AWS Sagemaker built-in metrics. Ensure error margins are within acceptable thresholds for project goals.



Determine Robustness: Conduct scenario-based testing to confirm model reliability across diverse data conditions. Monitor long-term stability to validate model consistency over time.



Increase Explainability: Human-in-the-Loop (HITL): Involving human oversight in the decision-making process to ensure that the model's decisions are reasonable and justifiable. Develop intuitive visualization for end-user clarity on forecast insights.



Compare Results with Success Criteria: Benchmark model outputs against predefined economic and business metrics. Refine model in response to any discrepancies from target success benchmarks.

Model Deployment



Define Inference Hardware: Opt for AWS Functions for cost-effective scaling or AKS for high-load, complex model inferences.



Model Evaluation under Production Condition: Implement shadow deployment and A/B testing within AWS Sagemaker to validate model performance with production traffic.



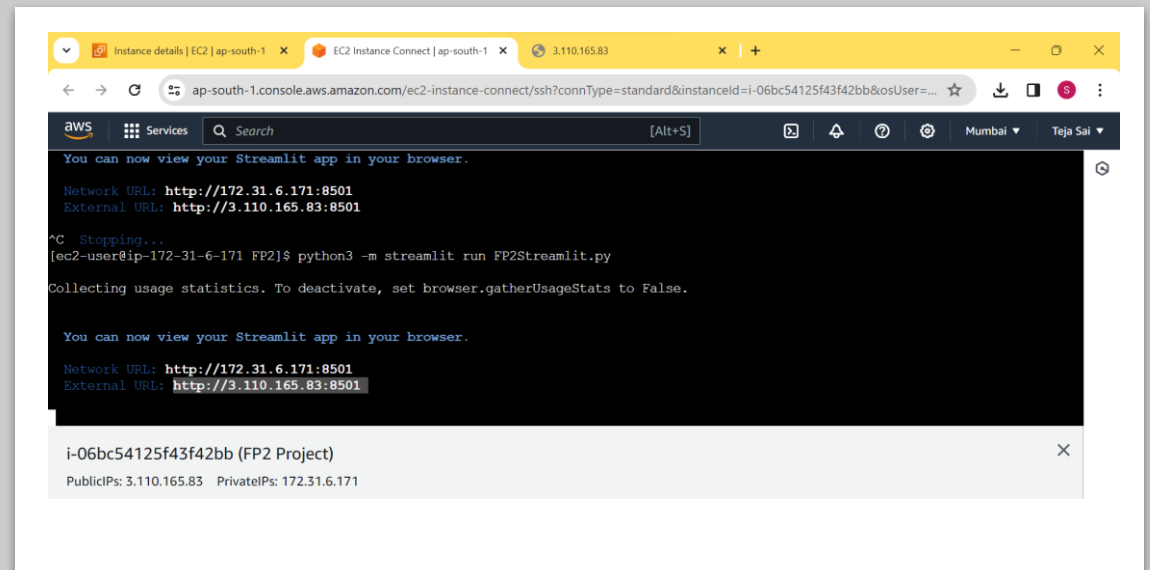
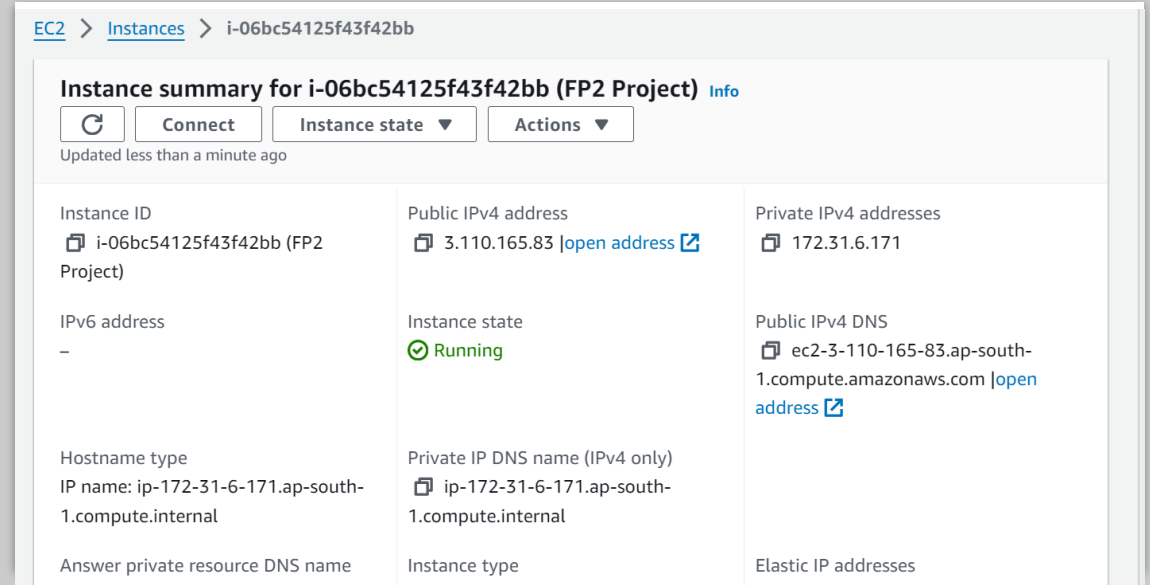
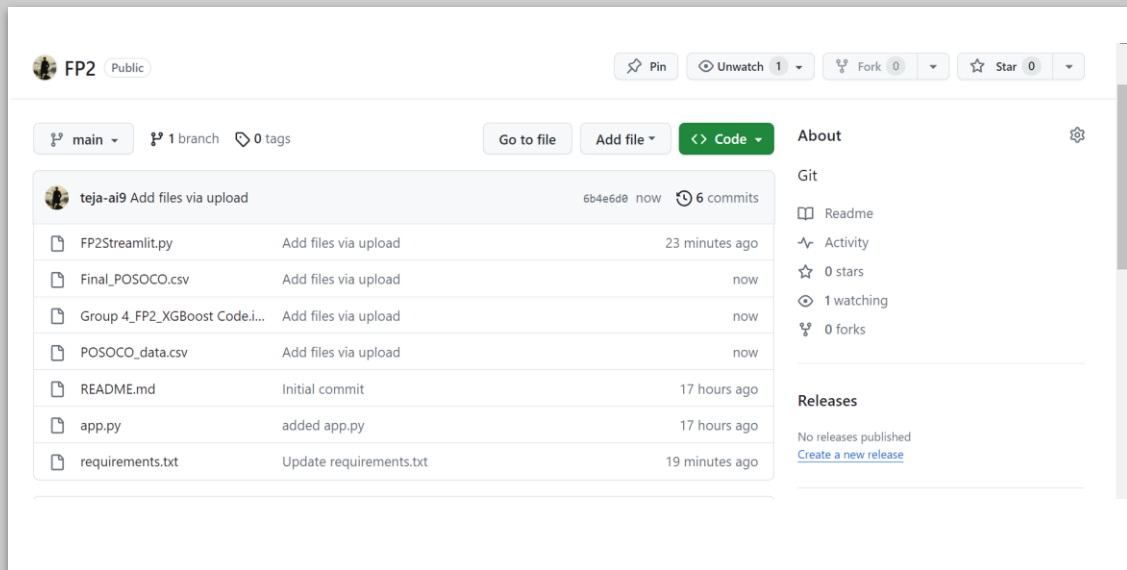
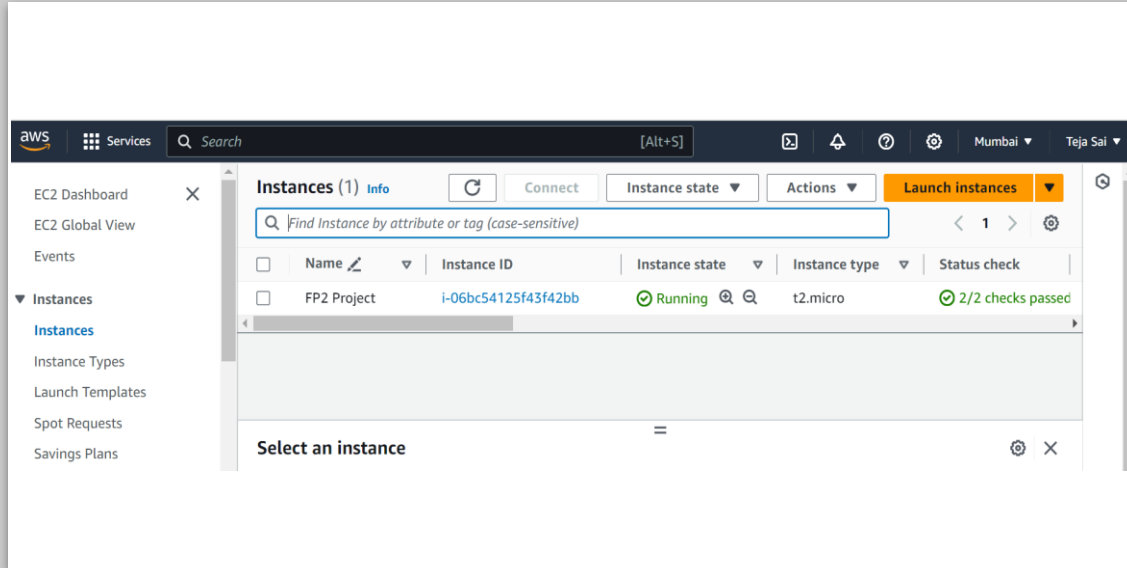
Assure User Acceptance and Usability: Integrate feedback mechanisms in applications and provide clear documentation for end-user engagement.



Minimize the Risks of Unforeseen Errors: Set up automated alerts for error logging and data drift with Sagemaker model Monitor to ensure quick rollback or hotfixes.



Deployment Strategy: Use AWS EC2 instance to create Streamlit pipeline, enabling smooth deployment for iterative and safe model rollouts.



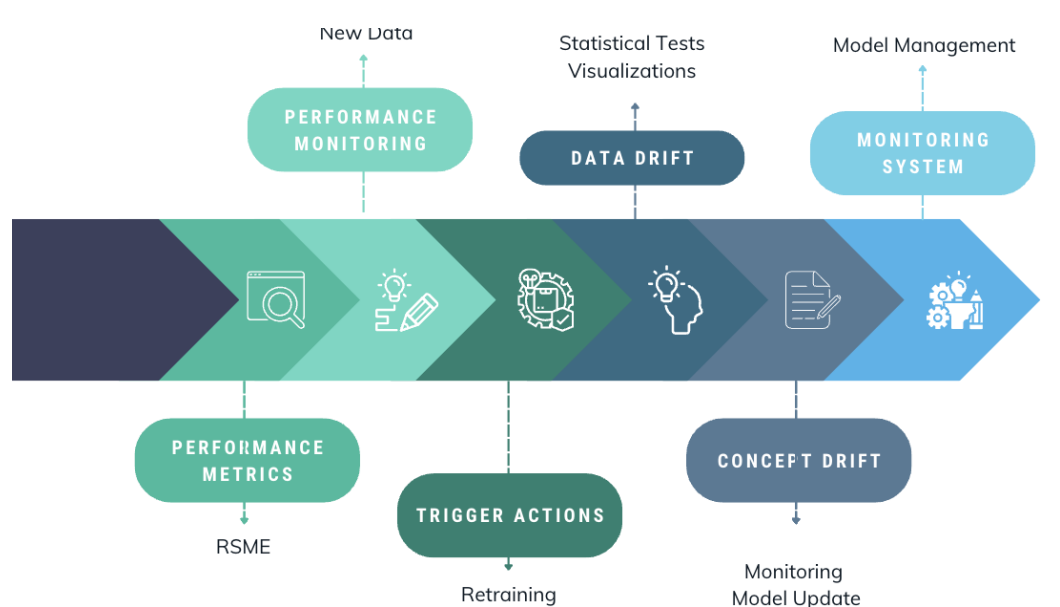
Act on the Drift Detection

```
graph LR; BaselineJob[Baseline Job] --> BaselineStats[Baseline statistics and constraints]; BaselineStats --> DataDriftMonitoringJob[Data Drift Monitoring Job]; SageMakerEndpoint[Amazon SageMaker Endpoint] --> DataDriftMonitoringJob; SageMakerEndpoint --> ResultsStatsViolations1[Results: statistics and violations]; DataDriftMonitoringJob --> CloudWatchMetrics[Amazon CloudWatch Metrics]; CloudWatchMetrics --> ModelQualityMonitoringJob[Model Quality Monitoring Job]; SageMakerEndpoint --> ResultsStatsViolations2[Results: statistics and violations]; ResultsStatsViolations1 --> MergeJob1[Merge Job]; ResultsStatsViolations2 --> MergeJob1; MergeJob1 --> InferenceGroupTruth[Inference Group Truth]; InferenceGroupTruth --> MergeJob2[Merge Job]; MergeJob2 --> TrainingJob[Training Job]; TrainingJob --> Retaining[Retaining]; Retaining --> ModelUpdates[Model updates];
```

The diagram illustrates the workflow for acting on drift detection, showing the flow from data drift monitoring to model updates.

Key Components and Flow:

- Baseline Job:** Initiates the process, leading to **Baseline statistics and constraints**.
- Data Drift Monitoring Job:** Receives input from the **Baseline statistics and constraints** and the **Amazon SageMaker Endpoint**. It outputs **Results: statistics and violations**.
- Amazon CloudWatch Metrics:** Receives input from the **Data Drift Monitoring Job** and outputs **Results: statistics and violations**.
- Model Quality Monitoring Job:** Receives input from the **Amazon CloudWatch Metrics** and the **Amazon SageMaker Endpoint**. It outputs **Results: statistics and violations**.
- Merge Job:** Receives input from the **Results: statistics and violations** of the **Data Drift Monitoring Job** and the **Model Quality Monitoring Job**. It outputs **Results: statistics and violations**.
- Inference Group Truth:** Receives input from the **Merge Job** and outputs **Results: statistics and violations**.
- Training Job:** Receives input from the **Inference Group Truth** and outputs **Results: statistics and violations**.
- Retaining:** Receives input from the **Training Job** and outputs **Results: statistics and violations**.
- Model updates:** Receives input from the **Retaining** step and outputs **Results: statistics and violations**.



Monitor & Maintenance



Performance Tracking: Use AWS Sagemaker Model Monitor to oversee model accuracy and trigger alerts for anomalies or performance dips, ensuring quick response to any deviations from expected outcomes.



Automated Retraining:
Implement AWS Sagemaker pipeline for automated retraining cycles, ensuring the model evolves with the latest consumption patterns and remains accurate over time.



User Feedback Integration: Create a structured process within the application to collect and analyze user feedback, which is critical for ongoing model refinement and addressing usability concerns.



Version Control:
Leverage ML Ops
for systematic
model versioning,
allowing for efficient
management of
iterations and
facilitating smooth
rollbacks if needed.