

Here we perform some initial exploratory data analysis (EDA) for both the Seattle and Los Angeles weather/electricity data sets. One of the first questions we ask is what is the relationship between the independent variables (the weather features) and the dependent variable (electricity demand measured in MWh). Pandas has a nice method (the `.corr()` method) for finding the Pearson correlation coefficients between all the different variables. **Figure 1** shows the sorted Pearson correlation coefficients for both Seattle and Los Angeles. The results from the Pearson correlation coefficients between Seattle and Los Angeles are interesting. Namely that cooling degree days (CDD) are a significant, positive correlation and heating degree days (HDD) are a significant, negative correlation for LA, whereas the exact opposite is true for Seattle. **Figure 2** shows how the electricity demand varies in time for both LA and Seattle and sheds light on why we observe this behavior. Seattle's electricity demand spikes in the winter months, indicating that the majority of power is used for heating, whereas LA's electricity demand spikes in the summer months, indicating that the majority of power is used for cooling. This is consistent with the computed Pearson correlation coefficients, but a more thorough multivariate regression would be informative.

DEMAND CORRELATIONS (PEARSON) FOR LA		DEMAND CORRELATIONS (PEARSON) FOR SEATTLE	
dailycoolingdegreedays	0.572275	hourlyheatingdegrees	0.582695
hourlydewpointtempf	0.383226	dailyheatingdegreedays	0.574442
hourlyrelativehumidity	0.365116	hourlyrelativehumidity	0.269787
hourlywetbulbtempf	0.302208	hourlyprecip	0.061526
hourlycoolingdegrees	0.192912	hourlywindspeed	0.030342
hourlydrybulbtempf	0.044278	hourlysealevelpressure	0.005554
hourlyvisibility	0.009670	hourlyaltimetersetting	-0.027498
hourlyprecip	-0.022645	hourlystationpressure	-0.034864
dailyheatingdegreedays	-0.221475	hourlyvisibility	-0.068125
hourlywindspeed	-0.232047	hourlycoolingdegrees	-0.079621
hourlystationpressure	-0.265702	dailycoolingdegreedays	-0.115990
hourlysealevelpressure	-0.266134	hourlydewpointtempf	-0.519638
hourlyaltimetersetting	-0.267439	hourlydrybulbtempf	-0.552038
hourlyheatingdegrees	-0.290998	hourlywetbulbtempf	-0.580742

**Figure 1.** Pearson correlation coefficients for both LA (left) and Seattle (right). As discussed, CDD are positive correlations for LA, while they are negative in Seattle, and vice versa for HDD.



**Figure 2.** Electricity demand versus time for both LA (top) and Seattle (bottom). Demand peaks in the winter in Seattle, whereas it peaks in the summer in LA.

Next, we are interested in the significance of the CDD and HDD correlations since they are the strongest. Using bootstrapping statistics with ten thousand simulations, we compute p-values of exactly zero for all HDD and CDD features, indicating strong confidence ( $p < 10^{-4}$ ) that the correlations are significant.

Additionally, **Figure 3** shows computed  $r^2$  values for both the Seattle and Los Angeles data sets. Here we can see the relative power of each of the features for both data sets. Once again, HDD is a significant feature for Seattle while CDD is a significant feature for LA.

DEMAND CORRELATIONS ( $r^2$ ) FOR LA			DEMAND CORRELATIONS ( $r^2$ ) FOR SEATTLE		
	col	$r^2$		col	$r^2$
9	dailycoolingdegreedays	0.327499	1	hourlyheatingdegrees	0.339533
7	hourlydewpointtempf	0.146862	5	hourlywetbulbtempf	0.337261
13	hourlyrelativehumidity	0.133310	10	dailyheatingdegreedays	0.329984
5	hourlywetbulbtempf	0.091330	4	hourlydrybulbtempf	0.304746
1	hourlyheatingdegrees	0.084680	7	hourlydewpointtempf	0.270023
0	hourlyaltimetersetting	0.071524	13	hourlyrelativehumidity	0.072785
3	hourlysealevelpressure	0.070827	9	dailycoolingdegreedays	0.013454
12	hourlystationpressure	0.070597	6	hourlycoolingdegrees	0.006340
11	hourlywindspeed	0.053846	2	hourlyvisibility	0.004641
10	dailyheatingdegreedays	0.049051	8	hourlyprecip	0.003785
6	hourlycoolingdegrees	0.037215	12	hourlystationpressure	0.001215
4	hourlydrybulbtempf	0.001961	11	hourlywindspeed	0.000921
8	hourlyprecip	0.000513	0	hourlyaltimetersetting	0.000756
2	hourlyvisibility	0.000094	3	hourlysealevelpressure	0.000031

**Figure 3.**  $r^2$  values for both LA (left) and Seattle (right).