# ARIMA Modelling

To predict the development of the dengue cases with an Autoregressive Integrated Moving Average model (ARIMA), a time series with the total dengue cases of Thailand was created.

A requirement for fitting an ARIMA model is that the time-series is stationary. Stationary time series are time-series where the mean value doesn’t change over time, the variance doesn’t increase and the seasonality effect is minimal. Two tests were used to test for stationarity of the data. The Augmented Dickey-Fuller (ADF) test examines whether the time series has a unit root, indicating non-stationarity. The null hypothesis assumes the presence of a unit root, implying non-stationarity, while the alternative hypothesis suggests stationarity. Therefore a p-value below the significance level supports the conclusion that the time series is stationary. On the other hand, the Kwiatkowski-Phillips-Schmidt-Shin (KPSS) test is also a unit root test but focuses on the presence of a deterministic trend in the series. The null hypothesis assumes stationarity, and a high p-value indicates that the time series is indeed stationary. In contrast to AGF-test, for the KPSS-test the null hypothesis assumes stationarity, and a high p-value indicates that the time series is indeed stationary. If the time series is initially found to be non-stationary, the differences between consecutive observations can be calculated, and the stationarity tests can be applied again.

ARIMA models combine different components. An autoregressive model AR(p) and a moving average model MA(q).

The autoregressive model computes the current value from previous values and the error term:

yt=c+ϕ1yt−1+ϕ2yt−2+⋯+ϕpyt−p+εt

εt = white noise  
 ϕ1,…,ϕp = parameters  
yt-1,…, yt-p = lagged values

For the moving average the current value consists of the mean value of the time series and weighted current and past error terms:

yt=c+εt+θ1εt−1+θ2εt−2+⋯+θqεt−q

θ1,…, θq = parameters

I(t) is the number of times differencing was performed to make the time series stationary

The auto.arima function also considers a

ACF & PACF !!!

A time series can be decomposed in the components trend, seasonality and random. For additive decomposition the original time series is the sum of the different components.

<http://r-statistics.co/Time-Series-Analysis-With-R.html?utm_content=cmp-true>

<https://www.analyticsvidhya.com/blog/2021/06/statistical-tests-to-check-stationarity-in-time-series-part-1/#How_to_Check_Stationarity>?

<https://rstudio-pubs-static.s3.amazonaws.com/354672_b7cb732a2b61469390d6fc72621bc9c4.html>