

historical data

- time **hourly data**
 - (- duration of usage)
 - (- sales)
 - (- population of the city)
- season
- major events
 - (- demographics)
 - (- appreciation)
- ~~stations usage~~
- weather
- traffic
- fuel prices

ML: Loss function

- MSE: symmetric (!)

for optimizing the algo

evaluation for model selection

algo → MSLE

split data ? ratio 20%

how important is the time-dependence?

10'00

- magnitude of outcome? (log might help)

- benchmark avg Post test result on Socrative



$f(x)$

$$f(x) = \bar{y}_{\text{train}}$$

Linear Regression:

$$\rightarrow y = \beta_0 + \varepsilon \rightarrow \hat{\beta}_0 = \bar{y}$$

$$\rightarrow x: \text{holiday} \rightarrow x_0: x=0 \quad \beta_0$$
$$x_1: x=1 \quad \beta_0 + \beta_1$$

$$y = \beta_0 + \beta_1 x_1 + \varepsilon \rightarrow$$