

# Medium Term Load Forecasting using Top Down Approach for Pakistan's Power Sector

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# Overview

- What is Forecasting and why is Forecasting needed in energy sector of Pakistan?
- Medium Term Load Forecasting
- Exploratory Data Analysis
- Parameter Selection
- Model Building
- Results
- Future Work
- Conclusion

# Forecasting and its techniques

Process of making predictions based on the past or present data.

## **1. Qualitative Forecasting**

- Relies upon experts judgement
- Often biased and comprised of personal judgements
- Can be inaccurate

## **1. Quantitative Forecasting**

- Relies on numerical analysis
- Consistent and objective
- More accurate as compared to Qualitative Forecasting

# Why forecasting needed?

- Predicting demands of new and existing products
- Anticipating customer's need
- Predicting cost of materials
- Good usage of budget
- Timely procurement and good planning

# Energy Forecasting

## Reasons for Energy Forecasting

- Resource Allocation
- Resource Ordering
- Budget Planning

## Types of Energy Forecasting:

- Short Term Load Forecasting (1-2 days)
- Medium Term Load Forecasting (1-2 years)
- Long Term Load Forecasting (5-10 years)

# Medium Term Load Forecasting

- To forecast monthly energy demand and monthly peak power for the future span of one year.
- Predictions on monthly granularity.

## **Factors affecting Forecasting:**

- Economic
- Population and living styles
- Geological
- Weather etc

# Data Availability:

1NPCC Pakistan's energy for 2019-2021

2Weather attributes for nine major cities of Pakistan

1Lahore

2Multan

3Faisalabad

4Quetta

5Peshawar

6Gujranwala

7Hyderabad

8Sukkur

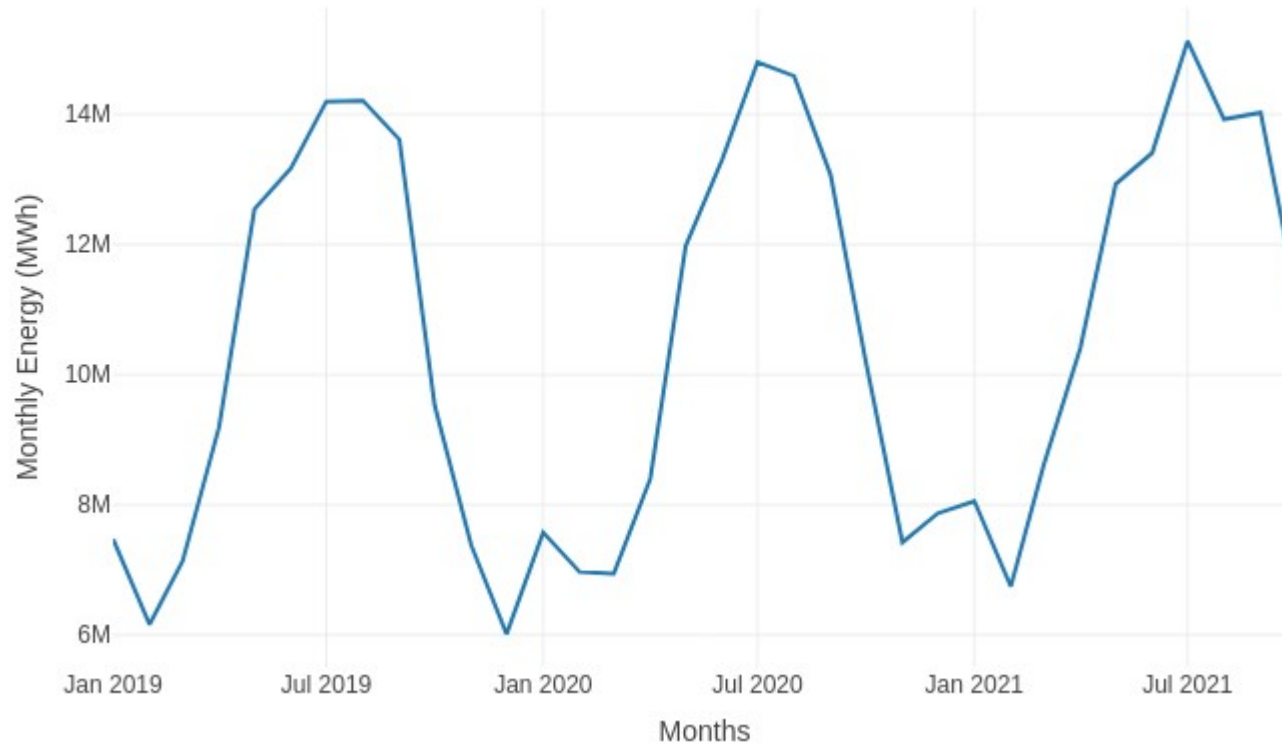
9Islamabad.

Weather parameters include Temperature, **Apparent Temperature**, Dew Point, Humidity, Pressure, Wind Speed, Wind Gust

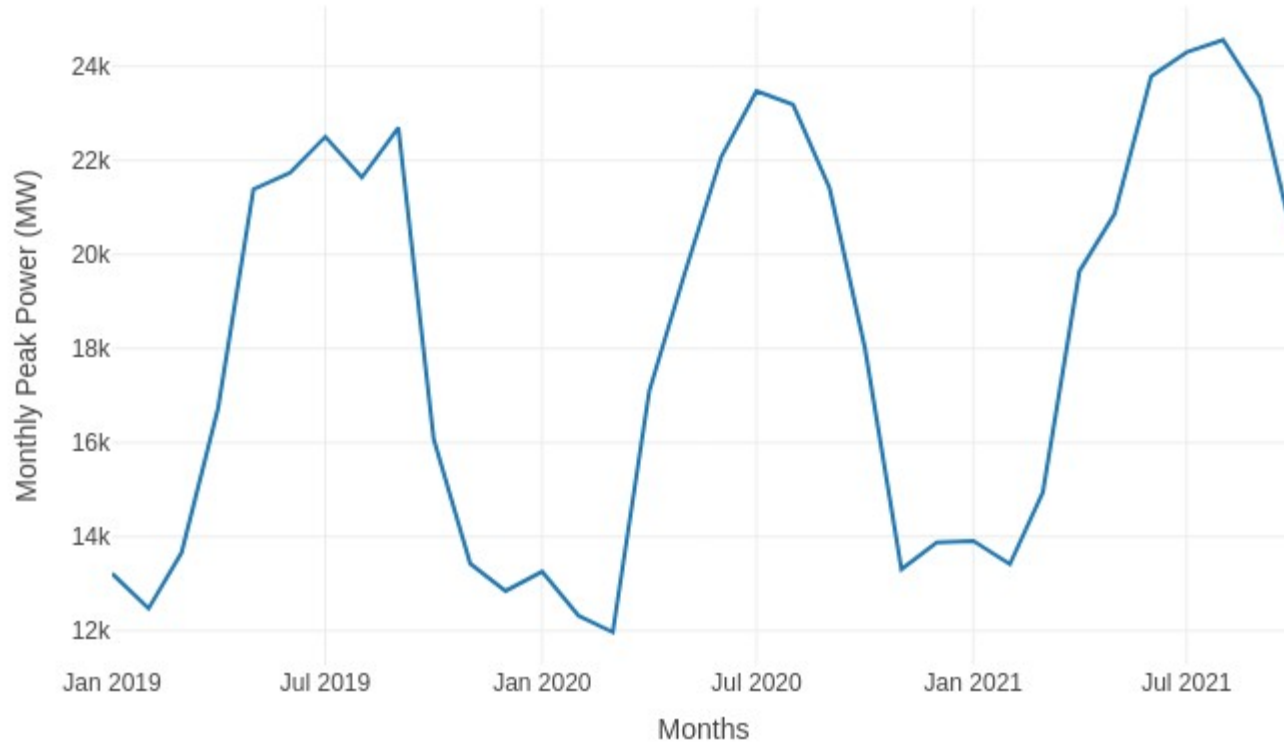
# Exploratory Data Analysis



# Monthly Energy (MWh)



# Monthly Peak Power (MW)



# Parameters Selection

Independent Variables showing high correlation with Energy:

- Apparent Temperature (0.88)
- Temperature (0.83)
- Pressure (-0.86)

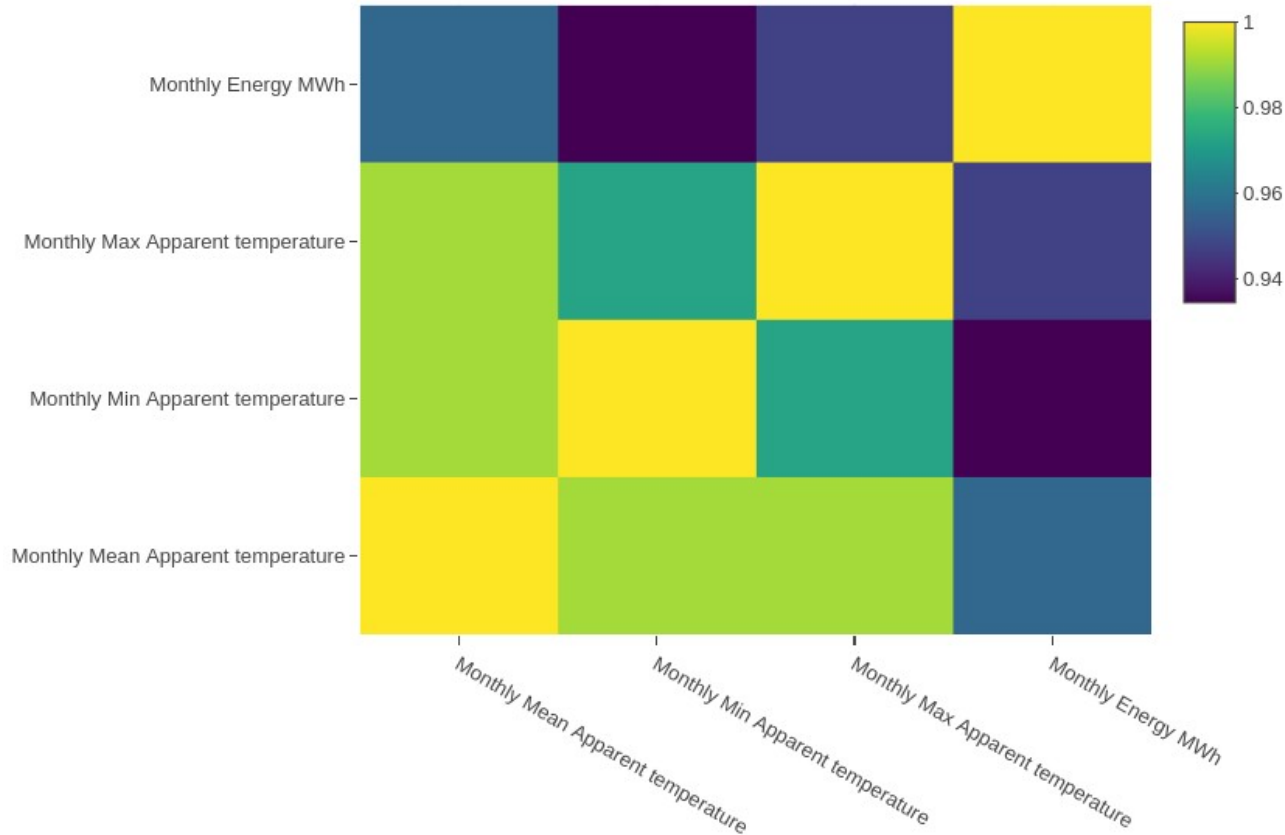
# Multicollinearity

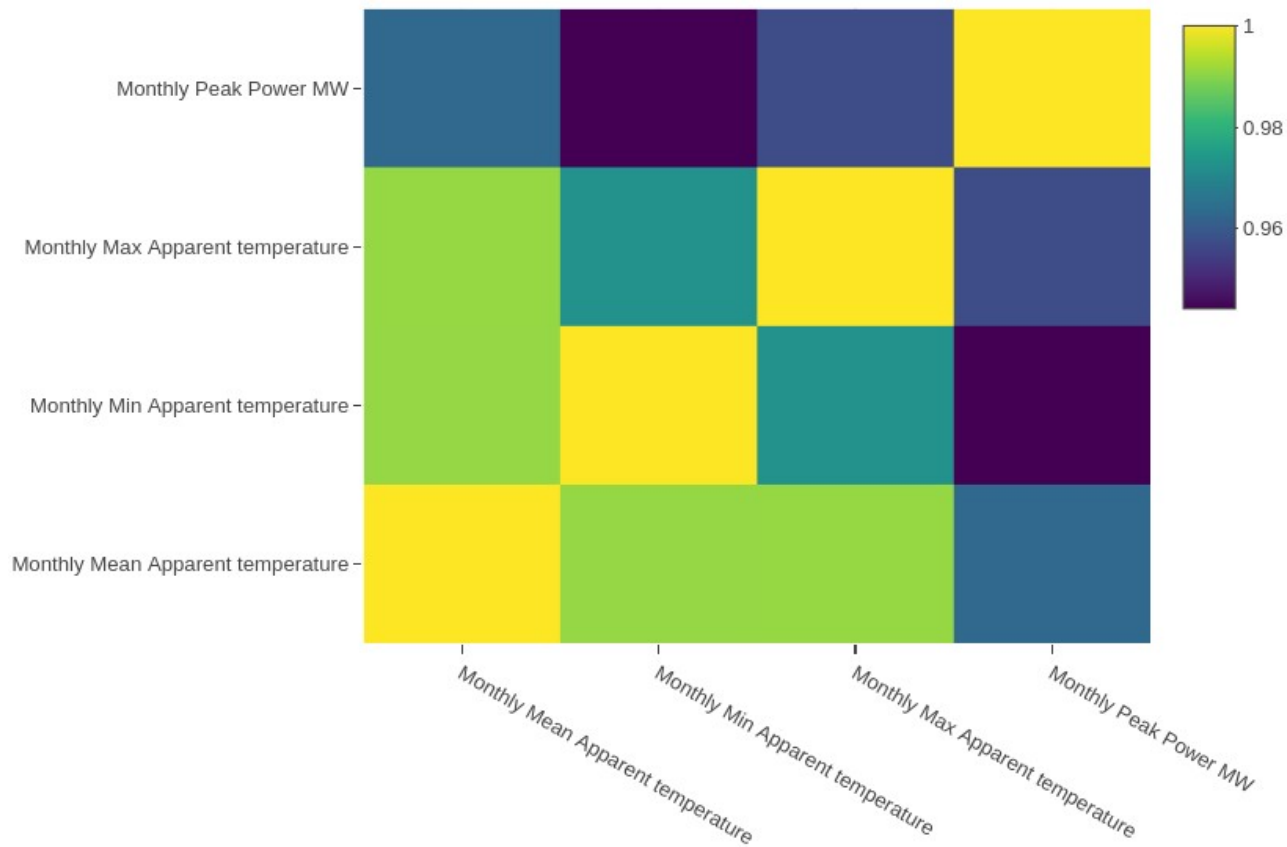
- The occurrence of high intercorrelations among two or more independent variables in a multiple regression model
- Change in one independent variable results in change in some other independent variable.
- Can lead to skewed or misleading results
- Perfect collinearity exist if correlation between two independent variables is 1 or -1.

**Apparent Temperature preferred to Temperature**

- Checked multicollinearity for three aggregated features with monthly:
  1. Mean Lahore Apparent Temperature
  2. Min Lahore Apparent Temperature
  3. Max Lahore Apparent Temperature

# Heat Map for Multicollinearity





# Model Building

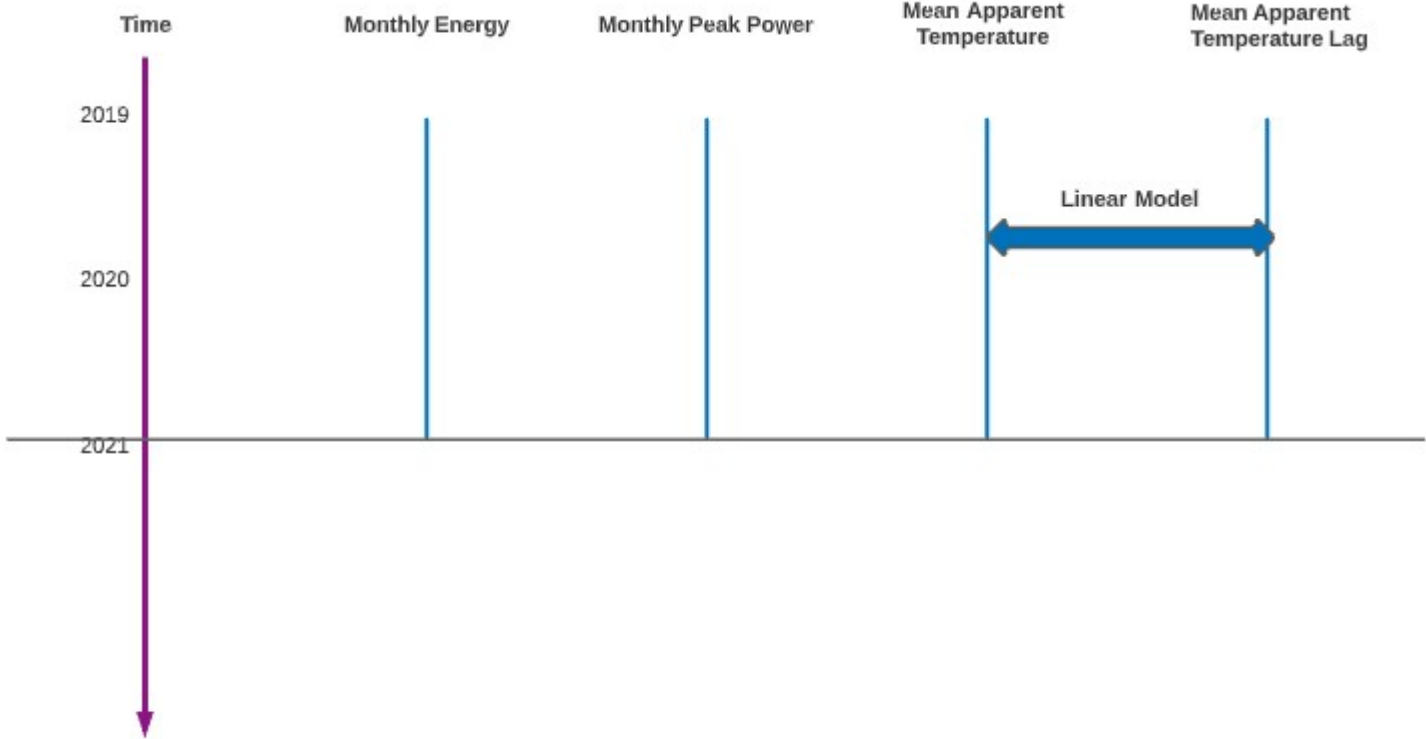
- Used Linear Regression for forecasting monthly energy load and monthly peak power.
- **Monthly Energy Model:**
  - **Input parameters:** NPCC Monthly Mean Lahore Apparent Temperature
  - **Output Parameters:** Total Monthly Energy (MWh)
- **Peak Power Model:**
  - **Input parameters:** NPCC Monthly Mean Lahore Apparent Temperature
  - **Output Parameters:** Monthly Peak Power (MW)

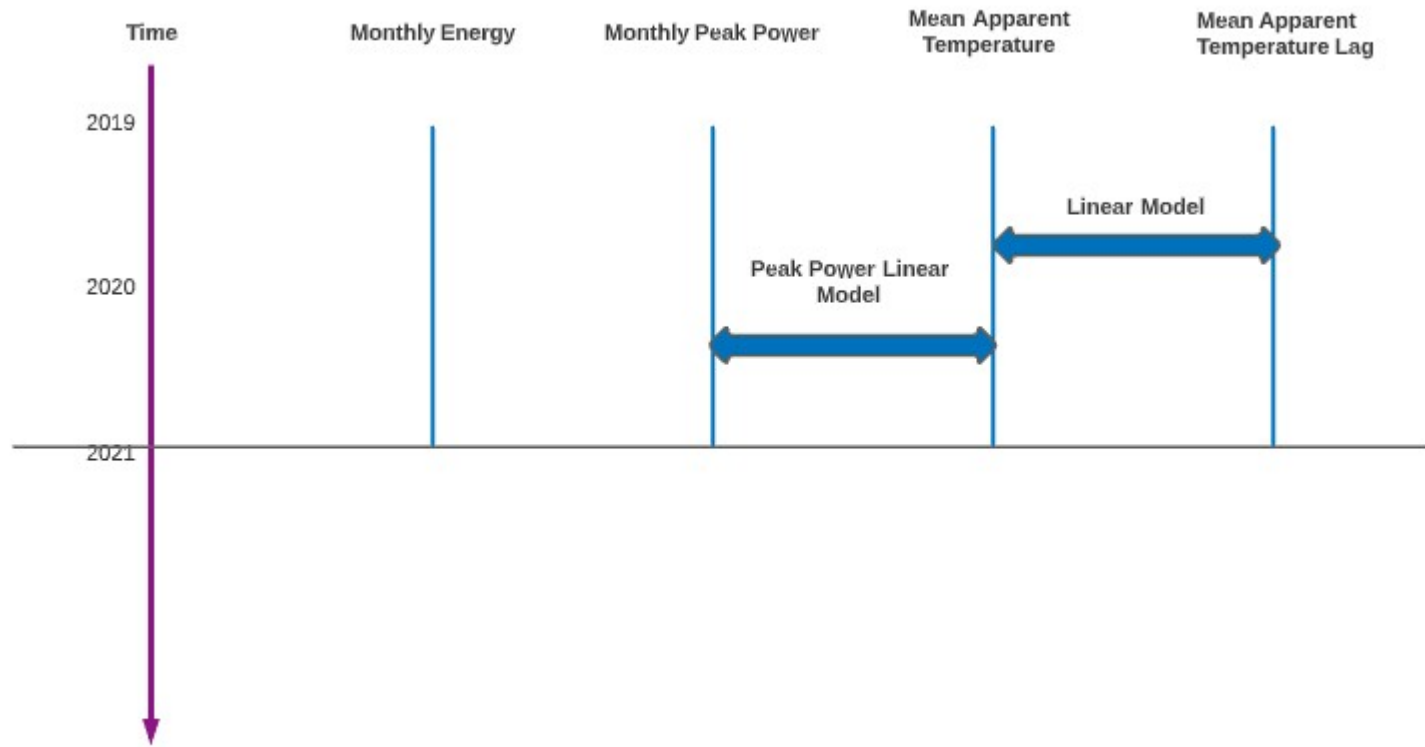


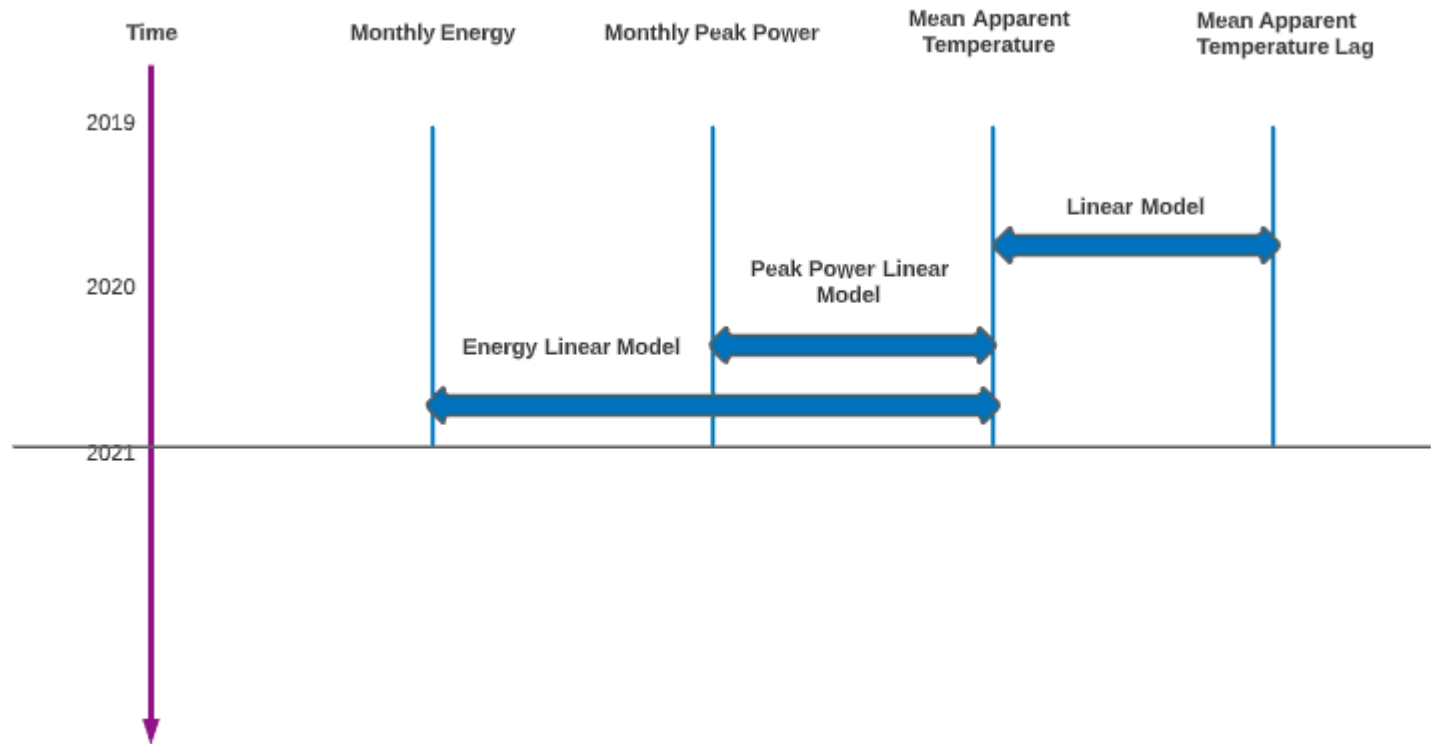
# ARDL (Autoregressive Distributed Lag)

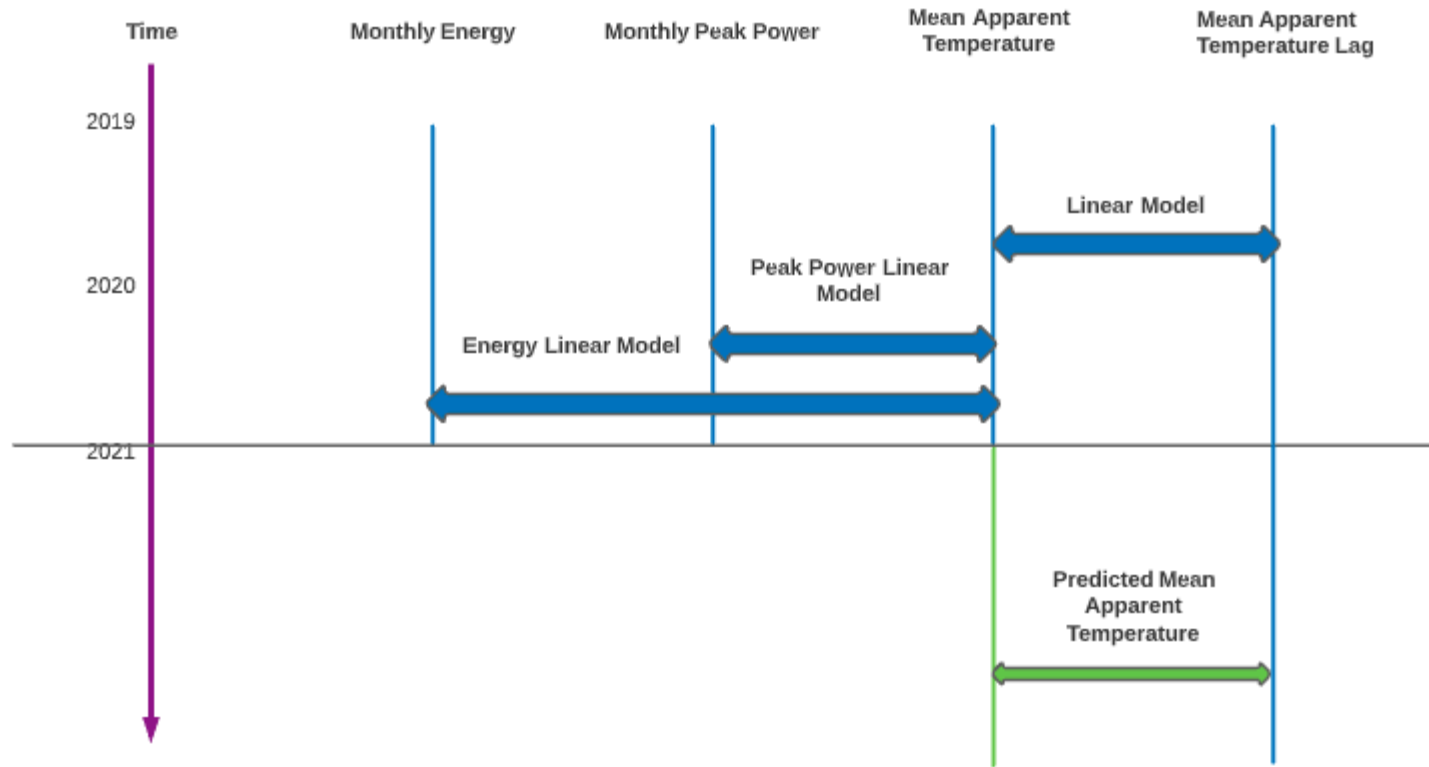
- Mean Apparent Temperature for year 2021 is predicted using lag of previous 11 months.
- Mean Apparent Temperature is used for building Monthly Energy Load and Peak Power Model.
- Predictions for Monthly Energy Load and Peak Power are made for 2021 using Predicted Mean Apparent Temperature

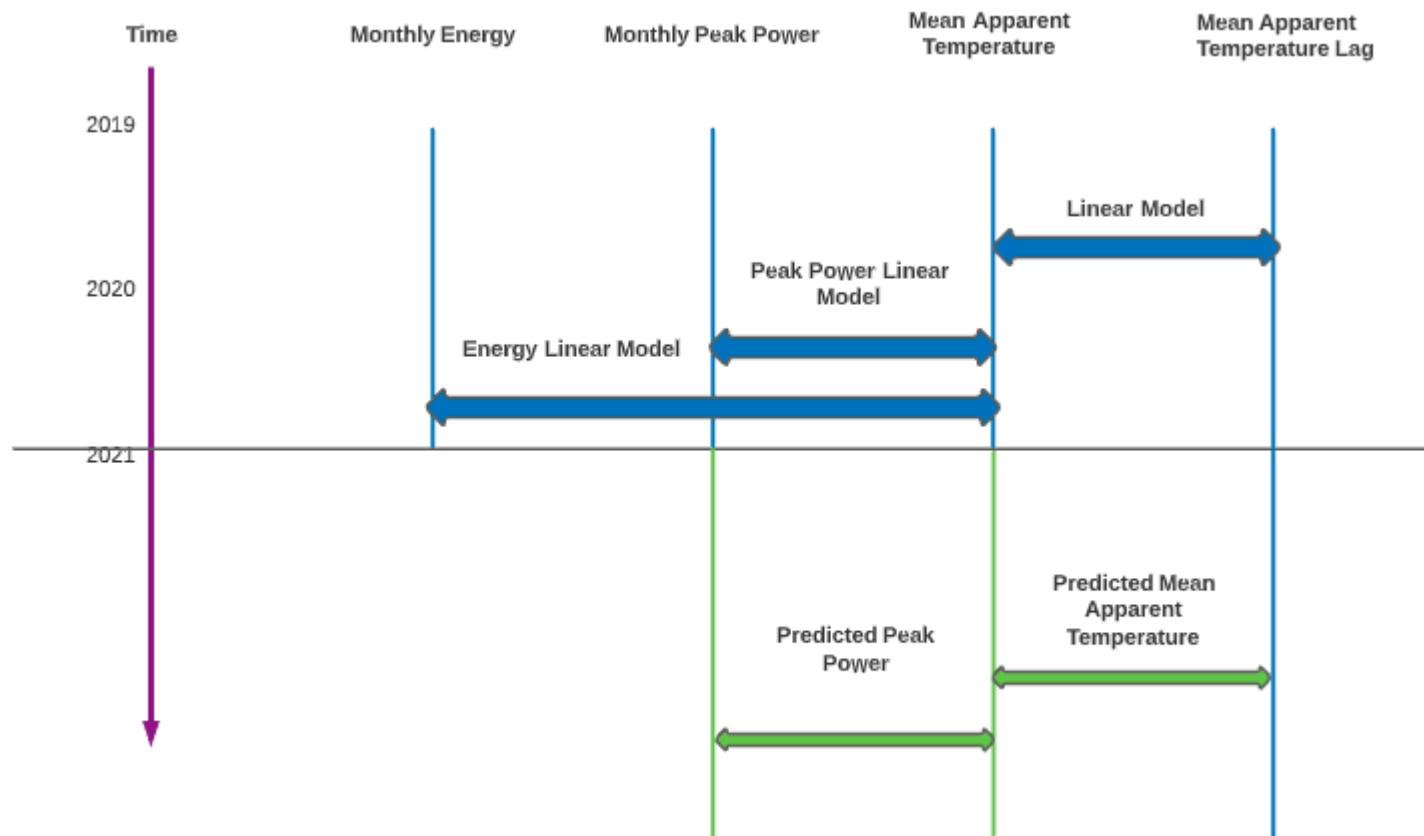
# Model Building FlowChart

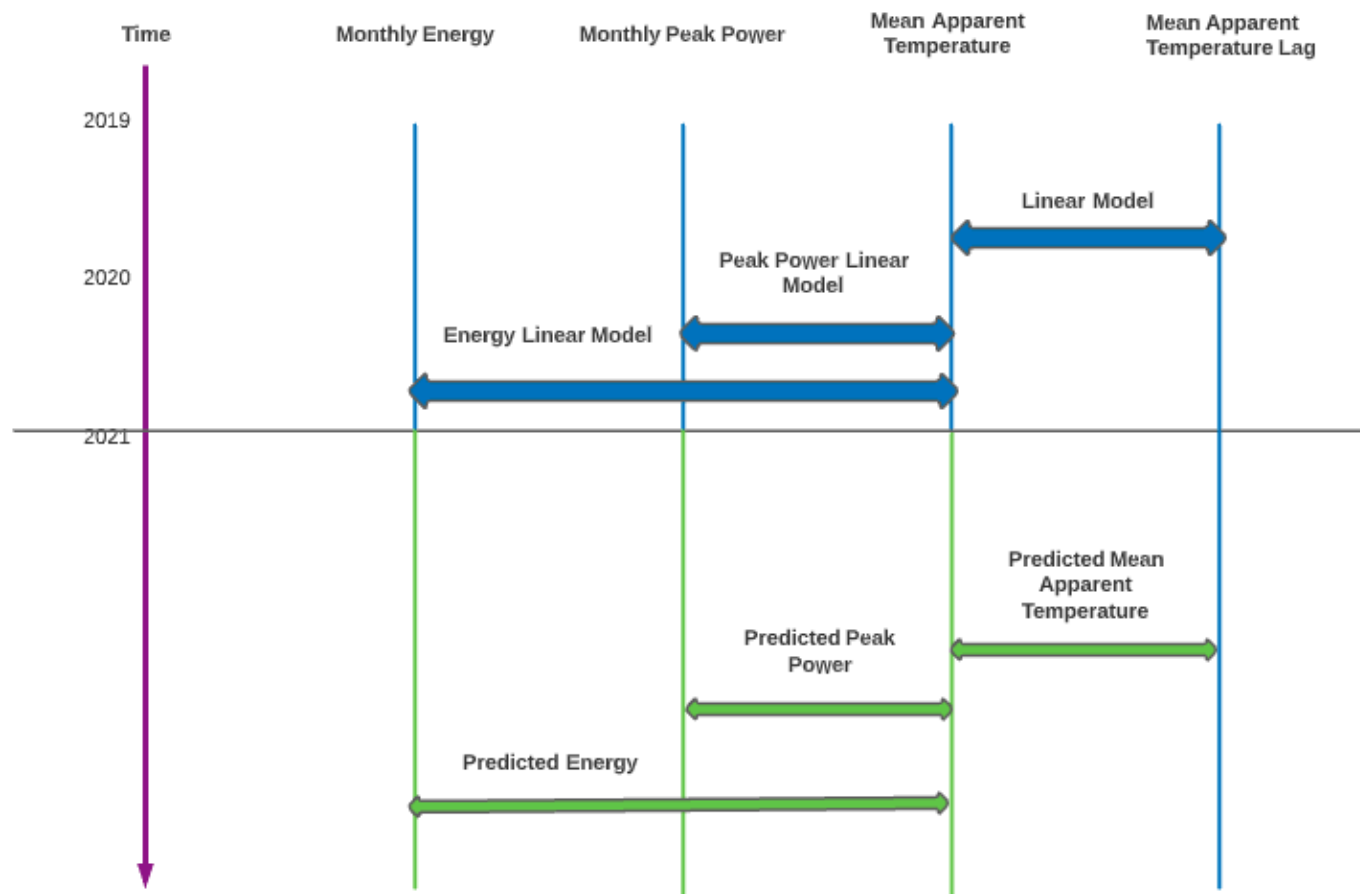












# Linear Regression Equation (Energy)

$$y = B_0 + B_1 * x$$

- Y: Dependent Variable (Energy)
- B0: Intercept
- B1: Gradient
- X: Independent Variable (Mean Apparent Temperature)

$$\text{Energy MWh} = 2531696 + 289197 * \text{Mean Apparent Temperature}$$

- For every 1 degree Celsius increase in Mean Apparent Temperature, the Energy increases by 289197 MWh on average.



# Linear Regression Equation (Peak Power)

$$y = B_0 + B_1 * x$$

- Y: Dependent Variable (Peak Power)
- B0: Intercept
- B1: Gradient
- X: Independent Variable (Mean Apparent Temperature)

$$\text{Peak Power MW} = 6943.79 + 397.22 * \text{Mean Apparent Temperature}$$

- For every 1 degree Celsius increase in Mean Apparent Temperature, the Peak Power increases by 397.22 MW on average.

# Results

- Results on test data for 2021 year are shown below:

1. Monthly Energy Forecast:

- a. MAPE: 13.9 %

2. Monthly Peak Power

- a. MAPE: 11.2 %

# Future Work

- Dashboard for visualization.
- Use five different techniques for forecasting and compare their results.
- Forecasting for 10 Distribution Companies (DISCOs) operating in Pakistan.