## Classifying household electricity use with smart meter data

How can data be used to target energy advice and services?

# Naomi Penfold CodeClan final project August 30, 2023 github.com/npscience/final\_project\_london\_energy\_weather\_forecasting

## How can energy supplier use smart meter data to improve services to domestic consumers?

#### Business problems:

- Unpaid bills: seasonal fluctuation → more people unable to afford winter bills
- Spread out electricity usage: balance load on national grid, use renewable sources
- Reduce electricity usage: from non-renewable sources, by inefficient electrical appliances, and/or where unaffordable for customers (fuel poverty)

#### We seek to understand:

- Which factors influence electricity use?
- How does electricity use vary across years, seasons, days? Is this predictable?
- How does electricity use vary between individual households? Is this predictable?

Approximately half of households in the UK (45% in England, 40% in Scotland) have an energy monitoring device, or electricity smart meter

English Housing Survey; Scottish House Condition Survey



#### **UK Power Networks research data**

- Smart meter readings (kWh) half-hourly kWh measurements (Nov 2011 – Feb 2014)
- 5,567 households in London (balanced sample representative of Greater London population)
- Research purpose: understand impact of pricing tariffs on domestic electricity usage
- Shared under CC-BY license
- 1. data.london.gov.uk/dataset/smartmeter-energy-use-data-in-london-households
- 2. kaggle.com/datasets/emmanuelfwerr/london-homes-energy-data
- ${\bf 3.} \qquad {\bf kaggle.com/datasets/emmanuelfwerr/london-homes-energy-data}$

#### **Secondary data:**

#### Kaggle dataset: "London energy data"

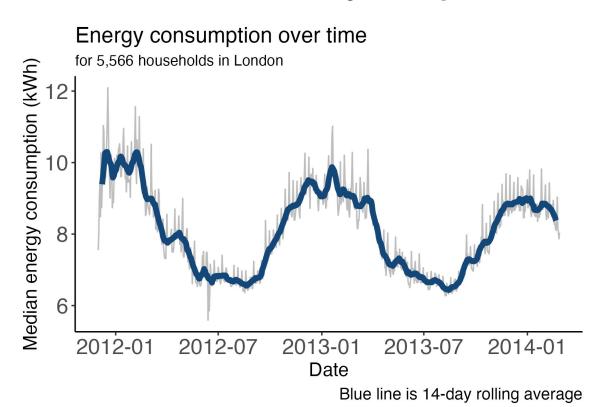
- Daily energy usage per household (summarised from UK Power Networks data)
- Not including pricing tariff groups *confounding*

#### Kaggle dataset: "London weather data"

- Daily weather observations in London, 1978–2021
- Source: European Climate Assessment & Dataset
- Includes temperature, hours of sunshine, cloud cover, radiation, amount of precipitation (including snow)

Kaggle datasets processed and shared to public domain (CC-0) by Emmanuel F Werr

## Seasonal electricity usage

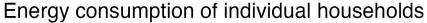


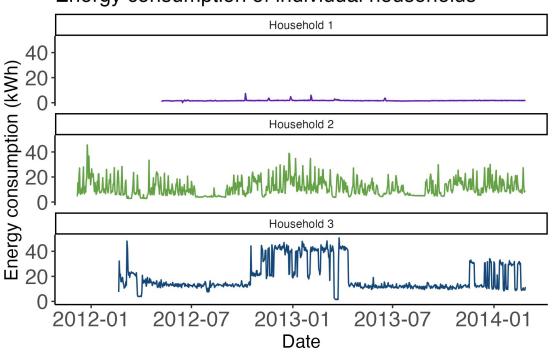
Median electricity usage 7-10 kWh/day, with **winter peaks** 

- Typical household uses 75%
   energy (all types) on heating the home
- Electric storage heaters and portable heaters are main heating method for minority and are expensive (electricity is more expensive than gas)

**English Housing Survey** 

## Households behave differently



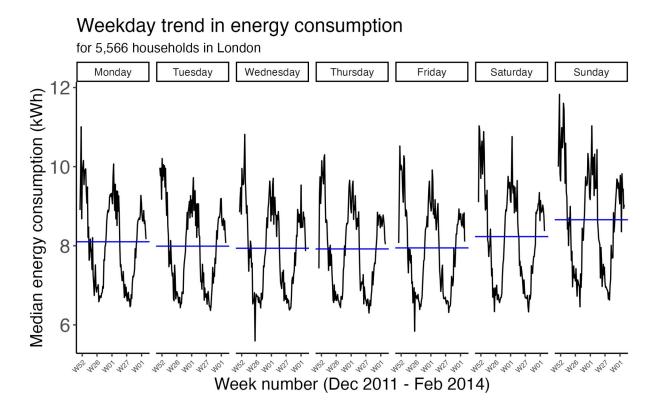


## Identify types of households

by K-means clustering

- Find features that summarise household energy use
- 2. Select variables to cluster households by
- 3. Prepare data (e.g. scale)
- Optimise for k in k-means clustering
- 5. Interpret and visualise results

## Seasonal and weekday trends

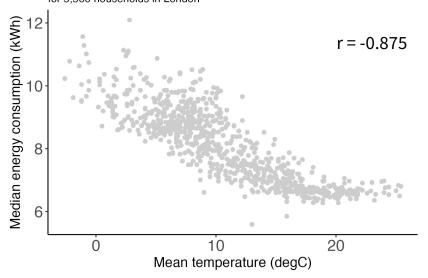


(Winter peaks)

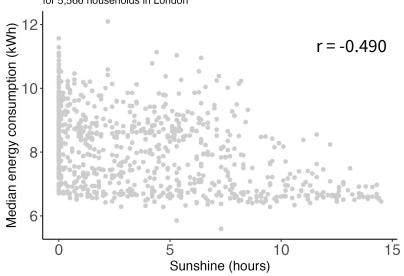
Energy consumption is typically **higher on** weekend days

## Weather trends

## Median energy consumption by daily temperature for 5,566 households in London



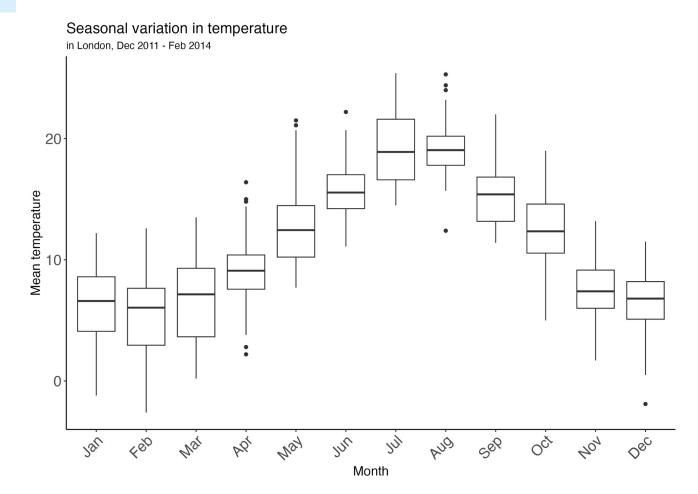
## Median energy consumption by hours of sunshine for 5.566 households in London



Unknown solar panel users

#### 8 | Feature engineering

Month/season and weather variables are not independent

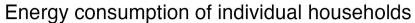


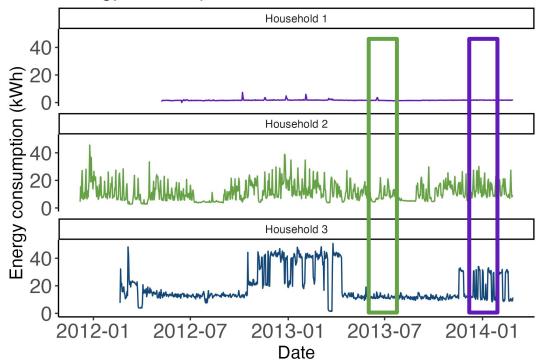
### **Model features**

One row per household with summary statistics:

- 1. Mean daily energy consumption in Winter
- 2-3. Summer → Winter: change in mean kWh and variability (sd)
- 4-5. Weekend: change in mean kWh, Summer and Winter separately

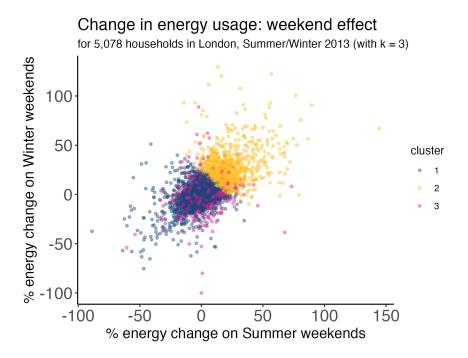
Data from 5,078 households\* in Summer and Winter 2013 (\*with at least 45 days' recorded energy data per season)





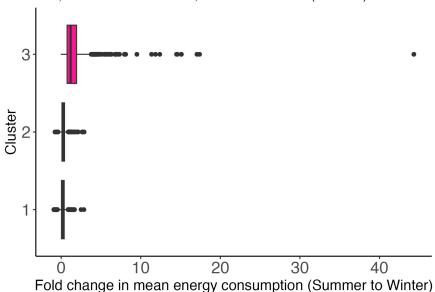
## Three types of household

### K = 3 optimal

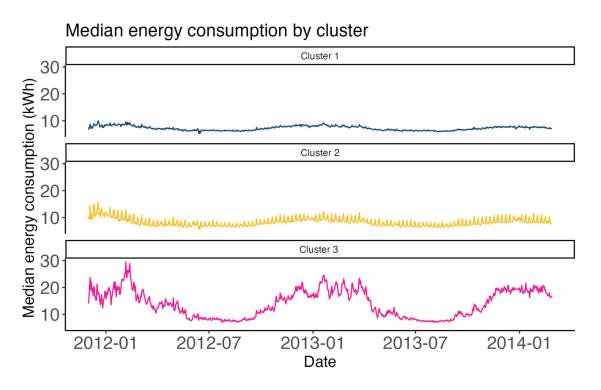


#### Change in energy usage: seasonal effect

for 5,078 households in London, Summer/Winter 2013 (with k = 3)



## Three types of household



**Cluster 1:** largest group (3,151 (62%) households) – low electricity users, small seasonal fluctuations

Cluster 2: second-largest group (1,117 (22%) households) – similar to cluster 1 except *use more energy at weekends* 

Cluster 3: smallest group (810 (16%) households) – *use more energy during winter* 

## Target advice and services



Created by Rohit Arun Rao from Noun Project

**Weekend users:** average usage overall with higher use over the weekend (22% households in cluster 2)

May include: working adults, families

#### Recommend:

 Encourage use of appliances during off-peak times (cheaper pricing)



**Winter users:** higher-than-average consumption overall, especially during Winter (16% households in cluster 3)

May include: non-working adults, people with higher heating needs and/or less energy-efficient homes

#### Recommend:

- Support to improving energy efficiency at home
- Prepare for winter energy bills

## **Next steps**

#### Improve model

- Add explanatory variables: within-season weather\*, pricing tariff groups\*
- Try different clustering method, e.g. DB-SCAN

### **Additional analyses**

- Probabilistic forecasting to predict future electricity usage
- Analyse within-day energy usage
- Enrich with information on solar panels, gas consumption
- Develop predictive model (classify households)
- Compare to other means of customer segmentation

#### **Continuous updates**

- Productionise model
- Pipeline to add/update customer data, regenerate models to classify households

## Summary

- Smart meter data is an important resource in efforts to support energy services
- We can use clustering to identify households by seasonal and weekly trends in energy consumption
- Enriching data could produce more individualised and meaningful insights

# Thank you Any questions?

