

# **Energy Consumption Optimizer**

# Setup

First, let's import a few common modules, ensure MatplotLib plots figures inline and prepare a function to save the figures. We also check that Python 3.9 or later is installed (ideally I would generatly recommend Python 3.10), as well as Scikit-Learn  $\geq 1.0$ 

```
In [2]: # Python ≥3.9 is required
        import sys
        assert sys.version_info >= (3, 9)
        # Scikit-Learn ≥1.0 is required
        import sklearn
        assert sklearn. version >= "1.0"
        # Common imports
        import numpy as np
        import pandas as pd
        import os
        from sklearn.model selection import train test split
        from sklearn.model selection import KFold
        from sklearn.model_selection import cross_val_score
        from sklearn import preprocessing
        from sklearn import metrics
        # To plot pretty figures
        %matplotlib inline
        import matplotlib as mpl
        import matplotlib.pyplot as plt
        import seaborn as sns
        mpl.rc('axes', labelsize=14)
        mpl.rc('xtick', labelsize=12)
        mpl.rc('ytick', labelsize=12)
        # Precision options
        np.set printoptions(precision=2)
        pd.options.display.float format = '{:.3f}'.format
        # Ignore useless warnings (see SciPy issue #5998)
        import warnings
        warnings.filterwarnings(action="ignore", message="^internal gelsd")
```

#### 1. Get the data

```
In [3]: # Load dataset
df = pd.read_csv("household_power_consumption.txt", sep=';', low_memory=False)
```

# Take a quick look at the data

			•				
In [4]:	df	.head(	)				
Out[4]:		Date	Time	Global_active_power	Global_reactive_power	Voltage	Global_i
	0	16/ 12/ 2006	17:24:00	4.216	0.418	234.840	
	1	16/ 12/ 2006	17:25:00	5.360	0.436	233.630	
	2	16/ 12/ 2006	17:26:00	5.374	0.498	233.290	
	3	16/ 12/ 2006	17:27:00	5.388	0.502	233.740	
	4	16/ 12/ 2006	17:28:00	3.666	0.528	235.680	
In [5]:	df	.shape					
Out[5]:	(20	075259	, 9)				
In [6]:	df	.colum	ns				
Out[6]:	Ind	1 1		'Global_intensity', ing_3'],	power', 'Global_reactiv 'Sub_metering_1', 'Sub_		
In [7]:	df	.descr	ibe()				

Out[7]:		Sub_metering_3
	count	2049280.000
	mean	6.458
	std	8.437
	min	0.000
	25%	0.000
	50%	1.000
	<b>75</b> %	17.000
	max	31.000

```
In [8]: print(df.dtypes)
      Date
                                 object
      Time
                                 object
      Global_active_power
                                 object
      Global_reactive_power
                                 object
      Voltage
                                 object
      Global intensity
                                 object
       Sub_metering_1
                                 object
       Sub_metering_2
                                 object
       Sub metering 3
                                float64
       dtype: object
```

Here teh type of coulmns are object, so when using "df.describe" we can not have statistical information about the data wont

```
In [9]: num cols = [
            "Global_active_power",
            "Global reactive power",
            "Voltage",
            "Global_intensity",
            "Sub metering 1",
            "Sub metering 2",
            "Sub metering 3"
        1
        df[num_cols] = df[num_cols].apply(pd.to_numeric, errors='coerce')
```

```
In [10]: df.describe()
```

	Global_active_power	Global_reactive_power	Voltage	Global_intensity
count	2049280.000	2049280.000	2049280.000	2049280.000
mean	1.092	0.124	240.840	4.628
std	1.057	0.113	3.240	4.444
min	0.076	0.000	223.200	0.200
25%	0.308	0.048	238.990	1.400
50%	0.602	0.100	241.010	2.600
75%	1.528	0.194	242.890	6.400
max	11.122	1.390	254.150	48.400

#### About the datast

Out[10]:

This dataset records how much electricity one household in France consumed over 4 years (2006–2010). It has minute-by-minute measurements.

#### Description of the features:

Here follows a detailed description of all the features (i.e. columns/variables) in the dataset:

- 1. date: Date in format dd/mm/yyyy
- 2. **time:** time in format hh:mm:ss
- 3. **global\_active\_power:** household global minute-averaged active power (in kilowatt). The main electricity the household actually used. Think of it as "how much power the whole house is consuming right now." Higher values = more devices running.
- 4. **global\_reactive\_power:** household global minute-averaged reactive power (in kilowatt). Power that doesn't do useful work (wasted or stored temporarily).
- 5. **voltage:** minute-averaged voltage (in volt). The electric pressure in the house
- 6. **global\_intensity:** household global minute-averaged current intensity (in ampere)
- 7. **sub\_metering\_1:** energy sub-metering No. 1 (in watt-hour of active energy). It corresponds to the **kitchen**, containing mainly a **dishwasher**, an **oven** and **a microwave** (hot plates are not electric but gas powered).

- 8. **sub\_metering\_2:** energy sub-metering No. 2 (in watt-hour of active energy). It corresponds to the **laundry room**, containing a **washing-machine**, a **tumble-drier**, a **refrigerator** and a **light**.
- sub\_metering\_3: energy sub-metering No. 3 (in watt-hour of active energy). It corresponds to an electric water-heater and an airconditioner.

These features include a mix of **numerical** (e.g., sub\_metering) and **Time** and **Date** variables. Understanding each feature's role will help in preprocessing, feature engineering, and model selection.

# **Business Proplem**

Energy is expensive and limited. Many households, offices, and factories consume energy inefficiently — using appliances during peak hours or keeping devices on unnecessarily. An optimizer can help reduce costs and carbon footprint by analyzing consumption patterns and suggesting smarter usage.

```
In [11]: # make copy form the dataset
df_copy = df.copy()
```

# **Exploratory Data Analysis**

```
In [12]:
        df.isnull().sum() # total rows is 2075259
Out[12]: Date
                                       0
         Time
                                       0
         Global_active_power
                                   25979
         Global reactive power
                                   25979
         Voltage
                                   25979
         Global intensity
                                   25979
         Sub_metering_1
                                   25979
         Sub metering 2
                                   25979
         Sub metering 3
                                   25979
         dtype: int64
```

# 2. Discover and Visualize the Data to Gain Insights

#### 2.1 Outlier Detection

```
"Global_reactive_power",
       "Voltage",
        "Global_intensity",
        "Sub_metering_1",
        "Sub_metering_2",
        "Sub metering 3"]
  ].plot.box(subplots=True, layout=(3, 3), figsize=(18,18))
10
                                     1.2
                                                                           250
                                                                           245
                                     0.8
6
                                                                           235
                                     0.4
                                                                           230
                                     0.2
                                                                           225
                                     0.0
           Global_active_power
                                                Global_reactive_power
50
                                                                            80
                                      80
                                                                            70
40
                                                                            60
                                                                            50
30
                                                                            40
                                      40
20
                                                                            30
                                                                            20
                                      20 -
10
                                                                            10
0
             Global_intensity
                                                   Sub_metering_1
                                                                                         Sub_metering_2
30
25
20
15
10
5
             Sub_metering_3
```

# 2.3 Numerical features: looking for correlations

```
In [14]: corr_matrix = df.corr(numeric_only=True)
    corr_matrix
```

Out[14]:		Global_active_power	Global_reactive_power	Voltage	Glc
	Global_active_power	1.000	0.247	-0.400	
	Global_reactive_power	0.247	1.000	-0.112	
	Voltage	-0.400	-0.112	1.000	
	Global_intensity	0.999	0.266	-0.411	
	Sub_metering_1	0.484	0.123	-0.196	
	Sub_metering_2	0.435	0.139	-0.167	
	Sub_metering_3	0.639	0.090	-0.268	

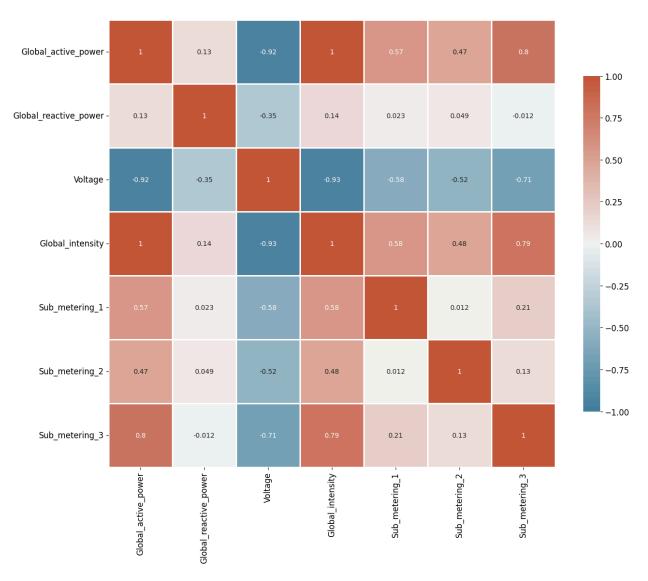
## Check for multicolinearity

```
In [15]: # check for multicolinearity with seaborn heatmap
# compute the correlation matrix
corr = round(corr_matrix.corr(numeric_only=True), 3)

# set up the matplotlib figure
fig, ax = plt.subplots(figsize=(15, 12))

# generate a custom diverging colormap
cmap = sns.diverging_palette(230, 20, as_cmap=True)

# Draw the heatmap with the mask and correct aspect ratio
ax = sns.heatmap(corr, cmap=cmap, vmax=1, vmin=-1, center=0, square=True, line
plt.show()
```



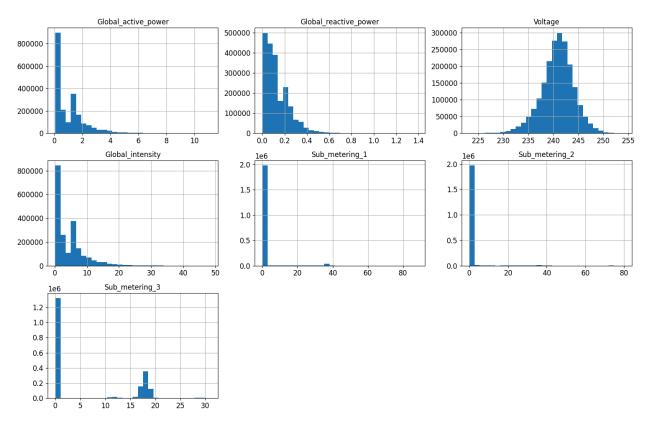
We can now draw some conclusions. If we use 0.65 as a cutoff, we can clearly see that there is high correlation between <code>global\_active\_power</code> and <code>sub\_metering\_3</code>, <code>global\_active\_power</code> and <code>voltage</code> also between <code>voltage</code> and <code>global\_intensity</code>, between <code>global\_intensity</code> and <code>sub\_metering\_3</code>. Ideally we need to deal with multicolinearity in our features and retain those variabe that corelate more with predicted variable.

#### Visulize the data

```
]].hist(bins=30, figsize=(15, 10))

plt.suptitle("Distribution of Numerical Features", fontsize=16, y=1.02) # mov
plt.tight_layout()
plt.show()
```

#### Distribution of Numerical Features



```
In [17]: # Check for duplicate rows in the dataset
    duplicate_rows = df.duplicated().sum()
    print(f"Number of duplicate rows: {duplicate_rows}")
```

Number of duplicate rows: 0

```
In [18]: # Fill in missing values to visulaize the data
# use df_copy

def fill_in_missing_values(df):
    # Handle Missing Values Based on Skewness
    for col in ["Global_active_power", "Global_reactive_power", "Voltage", "Global_skewness = df[col].skew() # Check skewness
    if skewness > 0: # Positively skewed
        df[col].fillna(df[col].median(), inplace=True)
    else: # Normal or negative skew
        df[col].fillna(df[col].mean(), inplace=True)

return df
```

```
In [19]: fill_in_missing_values(df_copy)
```

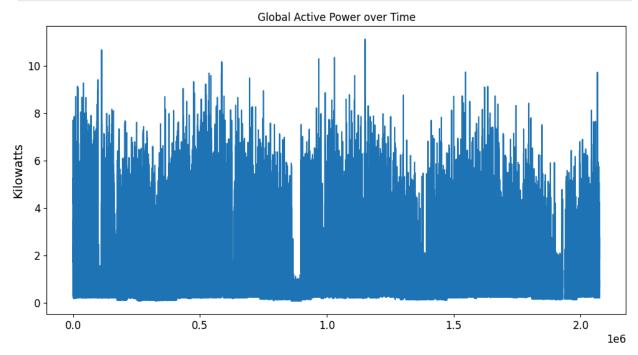
Out[19]:		Date	Time	Global_active_power	Global_reactive_power	Voltage	(
	0	16/ 12/ 2006	17:24:00	4.216	0.418	234.840	
	1	16/ 12/ 2006	17:25:00	5.360	0.436	233.630	
	2	16/ 12/ 2006	17:26:00	5.374	0.498	233.290	
	3	16/ 12/ 2006	17:27:00	5.388	0.502	233.740	
	4	16/ 12/ 2006	17:28:00	3.666	0.528	235.680	
	2075254	26/ 11/ 2010	20:58:00	0.946	0.000	240.430	
	2075255	26/ 11/ 2010	20:59:00	0.944	0.000	240.000	
	2075256	26/ 11/ 2010	21:00:00	0.938	0.000	239.820	
	2075257	26/ 11/ 2010	21:01:00	0.934	0.000	239.700	
	2075258	26/ 11/ 2010	21:02:00	0.932	0.000	239.550	

2075259 rows  $\times$  9 columns

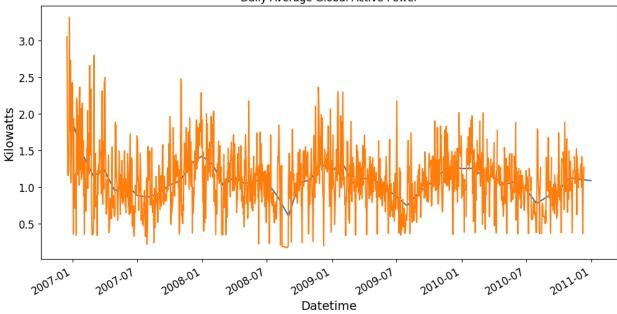
```
In [20]: df_copy.isnull().sum()
Out[20]: Date
                                   0
                                   0
         Time
         Global_active_power
                                   0
         Global_reactive_power
                                   0
         Voltage
                                   0
         Global_intensity
                                   0
         Sub_metering_1
                                   0
         Sub_metering_2
                                   0
         Sub_metering_3
                                   0
         dtype: int64
```

```
In [21]: df_copy["Datetime"] = pd.to_datetime(df["Date"] + " " + df["Time"])
    df_copy.set_index("Datetime", inplace=True)

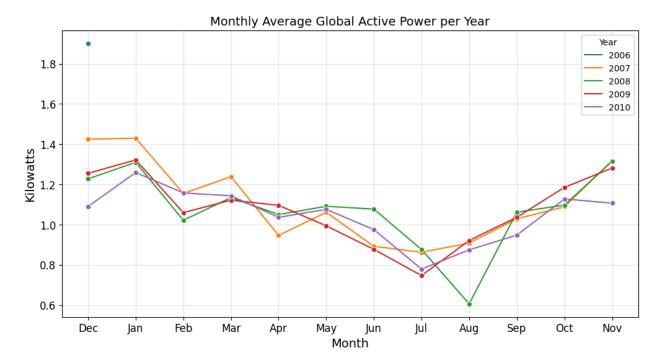
df["Global_active_power"].plot(figsize=(12,6))
    plt.title("Global Active Power over Time")
    plt.ylabel("Kilowatts")
    plt.show()
```



```
In [86]: sns.lineplot(data=df_copy["Global_active_power"].resample("m").mean())
    daily.plot(figsize=(12,6))
    plt.title("Daily Average Global Active Power")
    plt.ylabel("Kilowatts")
    plt.show()
```

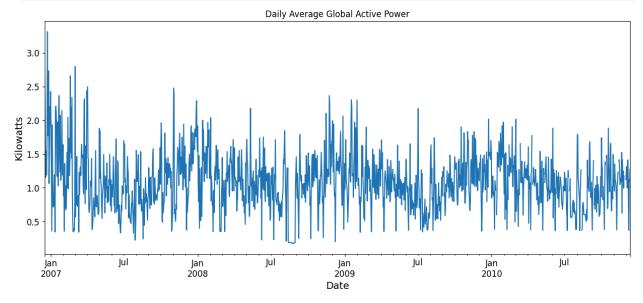


```
In [23]: # Extract year and month
         df_copy["year"] = df_copy.index.year
         df copy["month"] = df copy.index.month
         # Aggregate by year & month
         monthly = df_copy.groupby(["year", "month"])["Global_active_power"].mean().res
         # Turn month numbers into names
         import calendar
         monthly["month name"] = monthly["month"].apply(lambda x: calendar.month abbr[x
         # Lineplot
         plt.figure(figsize=(12,6))
         sns.lineplot(
             data=monthly,
             x="month_name",
             y="Global active power",
             hue="year",
             marker="o",
             palette="tab10"
         plt.title("Monthly Average Global Active Power per Year", fontsize=14)
         plt.xlabel("Month")
         plt.ylabel("Kilowatts")
         plt.legend(title="Year")
         plt.grid(alpha=0.3)
         plt.show()
```



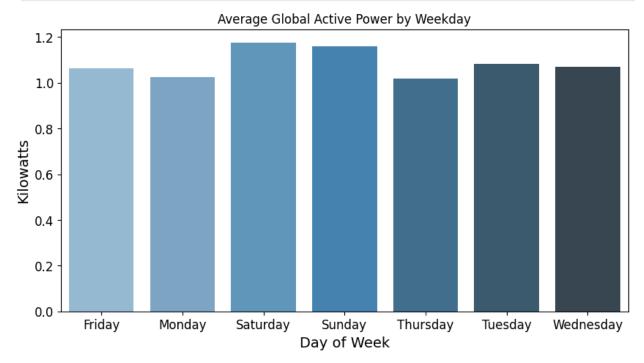
```
In [24]: # Resample by day
    daily = df_copy["Global_active_power"].resample("D").mean()

plt.figure(figsize=(15,6))
    daily.plot()
    plt.title("Daily Average Global Active Power")
    plt.ylabel("Kilowatts")
    plt.xlabel("Date")
    plt.show()
```



```
In [25]: # Add weekday (Mon=0, Sun=6)
df_copy["weekday"] = df_copy.index.day_name()
# Average by weekday
```

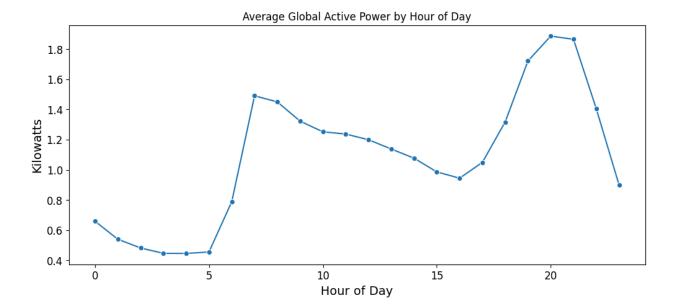
```
weekly = df_copy.groupby("weekday")["Global_active_power"].mean()
plt.figure(figsize=(10,5))
sns.barplot(x=weekly.index, y=weekly.values, palette="Blues_d")
plt.title("Average Global Active Power by Weekday")
plt.ylabel("Kilowatts")
plt.xlabel("Day of Week")
plt.show()
```



```
In [26]: # Add hour column
    df_copy["hour"] = df_copy.index.hour

# Average by hour
hourly = df_copy.groupby("hour")["Global_active_power"].mean()

plt.figure(figsize=(12,5))
sns.lineplot(x=hourly.index, y=hourly.values, marker="o")
plt.title("Average Global Active Power by Hour of Day")
plt.ylabel("Kilowatts")
plt.xlabel("Hour of Day")
plt.show()
```



#### Compare between sub metering 1,2,3. which one is the main drive?

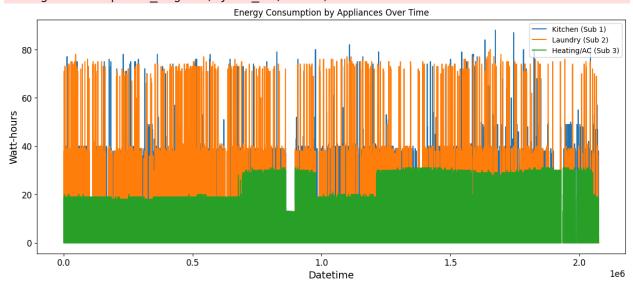
```
In [27]: plt.figure(figsize=(15,6))

plt.plot(df.index, df["Sub_metering_1"], label="Kitchen (Sub 1)")
  plt.plot(df.index, df["Sub_metering_2"], label="Laundry (Sub 2)")
  plt.plot(df.index, df["Sub_metering_3"], label="Heating/AC (Sub 3)")

plt.title("Energy Consumption by Appliances Over Time")
  plt.xlabel("Datetime")
  plt.ylabel("Watt-hours")
  plt.legend()
  plt.show()
```

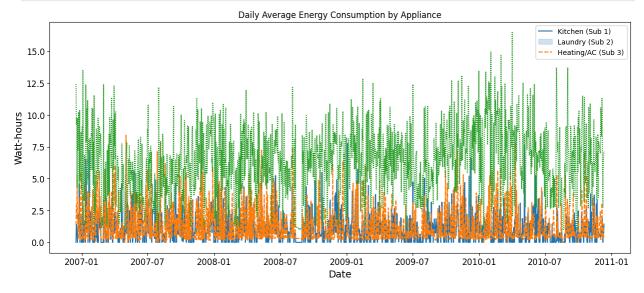
 $C:\Users\nuhaa\AppData\Roaming\Python\Python310\site-packages\IPython\core\pylabtools.py:152: UserWarning: Creating legend with loc="best" can be slow with large amounts of data.$ 

fig.canvas.print figure(bytes io, \*\*kw)

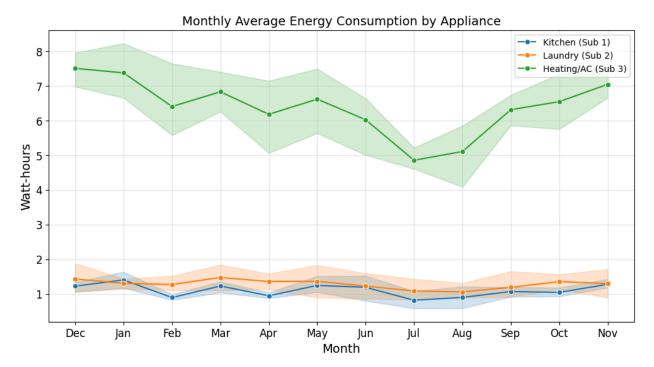


```
In [28]: daily_sub = df_copy[["Sub_metering_1", "Sub_metering_2", "Sub_metering_3"]].re

plt.figure(figsize=(15,6))
sns.lineplot(data=daily_sub)
plt.title("Daily Average Energy Consumption by Appliance")
plt.ylabel("Watt-hours")
plt.xlabel("Date")
plt.legend(labels=["Kitchen (Sub 1)", "Laundry (Sub 2)", "Heating/AC (Sub 3)"]
plt.show()
```



```
In [29]: # Extract year and month
         df copy["year"] = df copy.index.year
         df copy["month"] = df copy.index.month
         # Aggregate by year+month
         monthly = df_copy.groupby(["year", "month"])[
             ["Sub metering 1", "Sub metering 2", "Sub metering 3"]
         ].mean().reset index()
         # Turn month numbers into names
         import calendar
         monthly["month name"] = monthly["month"].apply(lambda x: calendar.month abbr[x
         # Plot
         plt.figure(figsize=(12,6))
         sns.lineplot(data=monthly, x="month name", y="Sub metering 1", label="Kitchen")
         sns.lineplot(data=monthly, x="month_name", y="Sub_metering_2", label="Laundry
         sns.lineplot(data=monthly, x="month name", y="Sub metering 3", label="Heating/
         plt.title("Monthly Average Energy Consumption by Appliance", fontsize=14)
         plt.xlabel("Month")
         plt.ylabel("Watt-hours")
         plt.legend()
         plt.grid(alpha=0.3)
         plt.show()
```



```
In [30]: # Filter for one month (January 2007 for example)
    one_month = df_copy["2010-01"]

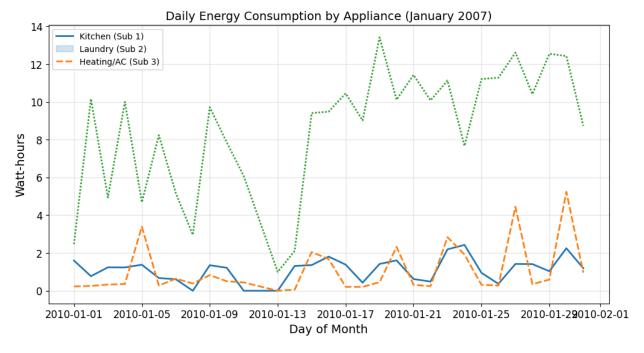
# Resample daily to see day-to-day variation
    daily_month = one_month[["Sub_metering_1", "Sub_metering_2", "Sub_metering_3"]

# Plot
    plt.figure(figsize=(12,6))
    sns.lineplot(data=daily_month, linewidth=2.0)

plt.title("Daily Energy Consumption by Appliance (January 2007)", fontsize=14)
    plt.xlabel("Day of Month")
    plt.ylabel("Watt-hours")
    plt.legend(labels=["Kitchen (Sub 1)", "Laundry (Sub 2)", "Heating/AC (Sub 3)"]
    plt.grid(alpha=0.3)
    plt.show()
```

C:\Users\nuhaa\AppData\Local\Temp\ipykernel\_33928\3060707554.py:2: FutureWarnin g: Indexing a DataFrame with a datetimelike index using a single string to slic e the rows, like `frame[string]`, is deprecated and will be removed in a future version. Use `frame.loc[string]` instead.

one month =  $df_{copy}["2010-01"]$ 



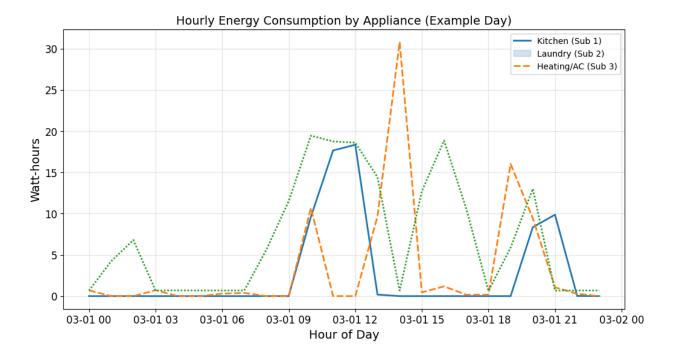
```
In [31]: # Pick one day
    one_day = df_copy["2010-03-01"]

# Resample hourly to smooth
    hourly_day = one_day[["Sub_metering_1", "Sub_metering_2", "Sub_metering_3"]].r

# Plot
    plt.figure(figsize=(12,6))
    sns.lineplot(data=hourly_day, linewidth=2.0)

plt.title("Hourly Energy Consumption by Appliance (Example Day)", fontsize=14)
    plt.xlabel("Hour of Day")
    plt.ylabel("Watt-hours")
    plt.legend(labels=["Kitchen (Sub 1)", "Laundry (Sub 2)", "Heating/AC (Sub 3)"]
    plt.grid(alpha=0.3)
    plt.show()
```

C:\Users\nuhaa\AppData\Local\Temp\ipykernel\_33928\2050033885.py:2: FutureWarnin
g: Indexing a DataFrame with a datetimelike index using a single string to slic
e the rows, like `frame[string]`, is deprecated and will be removed in a future
version. Use `frame.loc[string]` instead.
 one day = df copy["2010-03-01"]



#### Conclusion of EDA

At the end of our exploratory analysis, we have reached the following conclusions:

#### Seasonal / Yearly Patterns

- Consumption rises from December → January (peaks in winter months).
- Lowest consumption in July → August (summer).
- · Pattern is consistent across all five years.
- Consumption relatively stable year-to-year, except for small variations (e.g., 2008 August drop).
- 2007 December and January have slightly higher consumption.

#### Daily / Weekly Patterns

- Weekends: higher consumption than weekdays.
- Weekdays: lower consumption, especially during the day.
- Night peak: 6-9 PM → likely cooking, lighting, heating.
- Morning peak: noticeable but lower than evening peak → breakfast usage.
- · Pattern is consistent across all five years.

### Appliance / Submeter Analysis

• **Sub\_metering\_3** (**Heating/AC**) → main energy driver; highest in Nov,

- Dec, Jan; lowest in Jul, Aug.
- **Sub\_metering\_2 (Laundry)** → second driver, relatively consistent year-round.
- **Sub\_metering\_1 (Kitchen)** → third driver, peaks in January, lower in summer months.

#### Interpretation

- Household energy usage is highest in winter, driven mainly by heating.
- Evening consumption dominates daily patterns, aligning with typical household routines.
- Seasonal and daily patterns are predictable and repeatable, useful for:
  - Forecasting energy demand
  - Designing energy-saving strategies
  - Deploying optimization models

### Key EDA Findings (for Data Preparation)

- 1. Variable Types: Quantitative, date, and time variables identified.
- Missing Values: 25,979 records missing in Global\_active\_power, Global\_reactive\_power, Voltage, Global\_intensity, Sub\_metering\_1, Sub\_metering\_2, Sub\_metering\_3 — require imputation.
- 3. **Duplicate Rows:** Non detected.
- 4. Outliers: None detected.
- 5. **Data Skewness:** Voltage ~ normal; other features skewed → transformation recommended for normality.
- 6. **Scaling:** Necessary for numerical features due to differing scales.
- 7. **Encoding:** Not required.
- 8. Multicollinearity: Present between:
  - Global\_active\_power & Sub\_metering\_3
  - Global active power & Voltage
  - Voltage & Global\_intensity
  - Global intensity & Sub metering 3
  - **Action:** retain features most correlated with predicted variable.

# **Data Preparation**

# Dealing with missing values

In [32]: data = df.copy()
fill\_in\_missing\_values(data)

Out[32]:		Date	Time	Global_active_power	Global_reactive_power	Voltage	(
	0	16/ 12/ 2006	17:24:00	4.216	0.418	234.840	
	1	16/ 12/ 2006	17:25:00	5.360	0.436	233.630	
	2	16/ 12/ 2006	17:26:00	5.374	0.498	233.290	
	3	16/ 12/ 2006	17:27:00	5.388	0.502	233.740	
	4	16/ 12/ 2006	17:28:00	3.666	0.528	235.680	
	2075254	26/ 11/ 2010	20:58:00	0.946	0.000	240.430	
	2075255	26/ 11/ 2010	20:59:00	0.944	0.000	240.000	
	2075256	26/ 11/ 2010	21:00:00	0.938	0.000	239.820	
	2075257	26/ 11/ 2010	21:01:00	0.934	0.000	239.700	
	2075258	26/ 11/ 2010	21:02:00	0.932	0.000	239.550	

2075259 rows  $\times$  9 columns

In [33]: data.isnull().sum()

```
Out[33]: Date
                                   0
         Time
                                    0
         Global active power
                                   0
         Global reactive power
         Voltage
                                   0
         Global intensity
                                   0
         Sub metering 1
                                   0
         Sub metering 2
                                   0
         Sub metering 3
                                   0
         dtype: int64
```

#### Dealing with multicolinearity

Check VIF (Variance Inflation Factor) is a strong test for multicolinearity

```
from statsmodels.stats.outliers influence import variance inflation factor
In [34]:
         X num = data.select dtypes(include=['float64','int64'])
         vif data = pd.DataFrame()
         vif data["feature"] = X num.columns
         vif data["VIF"] = [variance inflation factor(X num.values, i) for i in range(X
         print(vif_data)
                         feature
                                      VIF
             Global active power 1271.006
       0
       1
          Global_reactive_power
                                    2.898
       2
                         Voltage
                                    3.067
       3
                Global intensity 1276.514
       4
                  Sub metering 1
                                    1.662
       5
                  Sub metering 2
                                    1.570
                  Sub metering 3
                                    3.628
```

#### Rule of Thumb for VIF

VIF  $< 5 \rightarrow$  Safe, no multicollinearity issue.

 $5 \le VIF < 10 \rightarrow Moderate$ , keep an eye but may not require removal.

VIF  $\geq 10 \rightarrow$  Strong, needs action (drop or transform).

**Global\_active\_power** (1271.006) and **Global\_intensity** (1276.514) are problematic. They're highly correlated with each other.

```
In [35]: # Drop Global_intensity form the data, keep Global_reactive-power since it wil
data = data.drop(columns=['Global_intensity'])
In [36]: data.head()
```

Out[36]:		Date	Time	Global_active_power	Global_reactive_power	Voltage	Sub_me
	0	16/ 12/ 2006	17:24:00	4.216	0.418	234.840	
	1	16/ 12/ 2006	17:25:00	5.360	0.436	233.630	
	2	16/ 12/ 2006	17:26:00	5.374	0.498	233.290	
	3	16/ 12/ 2006	17:27:00	5.388	0.502	233.740	
	4	16/ 12/ 2006	17:28:00	3.666	0.528	235.680	

Recheck after removing reduandant information

## Feature Engineering

```
In [38]: data["Datetime"] = pd.to_datetime(df["Date"] + " " + df["Time"])
data.set_index("Datetime", inplace=True)

In [39]: def feature_engineering_fun(df):
    df['hour'] = df.index.hour
    df['dayofweek'] = df.index.dayofweek
    df['month'] = df.index.month
    df['is_weekend'] = df['dayofweek'].isin([5,6]).astype(int)

# Lag features/ Use the past value of a variable as a new feature to help
    # past consumption shifted forward in time, so the model can use yesterday
    df['lag_lh'] = df['Global_active_power'].shift(1)
```

```
df['lag_24h'] = df['Global_active_power'].shift(24)

# Rolling features/ What has the average (or sum, min, max, etc.) of the l
# It smooths short-term fluctuations and captures trends.
df['rolling_mean_24h'] = df['Global_active_power'].rolling(24).mean()
df['rolling_std_24h'] = df['Global_active_power'].rolling(24).std()

# Ratios
df['sub_metering_total'] = df['Sub_metering_1'] + df['Sub_metering_2'] + c
df['kitchen_ratio'] = df['Sub_metering_1'] / (df['sub_metering_total'] + 1
df['heating_ratio'] = df['Sub_metering_3'] / (df['sub_metering_total'] + 1
return df
```

In [40]: feature\_engineering\_fun(data)

Out[40]:		Date	Time	Global_active_power	Global_reactive_power	Voltage
	Datetime					
	2006-12-16 17:24:00	16/ 12/ 2006	17:24:00	4.216	0.418	234.840
	2006-12-16 17:25:00	16/ 12/ 2006	17:25:00	5.360	0.436	233.630
	2006-12-16 17:26:00	16/ 12/ 2006	17:26:00	5.374	0.498	233.290
	2006-12-16 17:27:00	16/ 12/ 2006	17:27:00	5.388	0.502	233.740
	2006-12-16 17:28:00	16/ 12/ 2006	17:28:00	3.666	0.528	235.680
	2010-11-26 20:58:00	26/ 11/ 2010	20:58:00	0.946	0.000	240.430
	2010-11-26 20:59:00	26/ 11/ 2010	20:59:00	0.944	0.000	240.000

0.938

0.934

0.932

0.000 239.820

0.000 239.700

0.000 239.550

2075259 rows × 19 columns

2010

2010

2010

2010

2010-11-26

2010-11-26

2010-11-26

21:01:00

21:02:00

21:00:00

26/

26/

26/

11/ 21:00:00

11/ 21:01:00

11/ 21:02:00

Now we have 19 columns in our dataset

# 4.2.1 Check there are no missing values in the engineered dataset

```
In [41]: ## Look for rows with incomplete values
incomplete_rows = data[data.isna().any(axis=1)]
incomplete_rows.isnull().sum()
```

```
Out[41]: Date
                                    0
         Time
                                    0
         Global active power
                                    0
                                    0
         Global_reactive_power
                                    0
         Voltage
         Sub metering 1
                                    0
                                    0
         Sub metering 2
         Sub metering 3
                                    0
         hour
                                    0
                                    0
         dayofweek
                                    0
         month
         is weekend
                                    0
         lag 1h
                                    1
         lag 24h
                                   24
         rolling mean 24h
                                   23
         rolling std 24h
                                   23
         sub metering total
                                    0
         kitchen ratio
                                    0
                                    0
         heating ratio
         dtype: int64
In [42]: data = data.dropna()
         incomplete rows = data[data.isna().any(axis=1)]
In [43]:
         incomplete rows.isnull().sum()
Out[43]: Date
                                  0.000
         Time
                                  0.000
                                  0.000
         Global active power
         Global reactive power
                                  0.000
         Voltage
                                  0.000
         Sub metering 1
                                  0.000
         Sub metering 2
                                  0.000
         Sub metering 3
                                  0.000
         hour
                                  0.000
                                  0.000
         dayofweek
         month
                                  0.000
         is weekend
                                  0.000
         lag 1h
                                  0.000
         lag 24h
                                  0.000
         rolling mean 24h
                                  0.000
         rolling std 24h
                                  0.000
         sub metering total
                                  0.000
         kitchen ratio
                                  0.000
         heating_ratio
                                  0.000
         dtype: float64
In [44]: # Cyclical encoding for hour of day
         data["hour_sin"] = np.sin(2 * np.pi * data["hour"]/24)
         data["hour cos"] = np.cos(2 * np.pi * data["hour"]/24)
         # Cyclical encoding for day of week
         data["dayofweek sin"] = np.sin(2 * np.pi * data["dayofweek"]/7)
```

```
data["dayofweek cos"] = np.cos(2 * np.pi * data["dayofweek"]/7)
 # Cyclical encoding for month
 data["month sin"] = np.sin(2 * np.pi * data["month"]/12)
 data["month cos"] = np.cos(2 * np.pi * data["month"]/12)
C:\Users\nuhaa\AppData\Local\Temp\ipykernel 33928\596497505.py:2: SettingWithCo
pyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row indexer,col indexer] = value instead
See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
ble/user guide/indexing.html#returning-a-view-versus-a-copy
  data["hour sin"] = np.sin(2 * np.pi * data["hour"]/24)
C:\Users\nuhaa\AppData\Local\Temp\ipykernel 33928\596497505.py:3: SettingWithCo
pyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row indexer,col indexer] = value instead
See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
ble/user guide/indexing.html#returning-a-view-versus-a-copy
  data["hour cos"] = np.cos(2 * np.pi * data["hour"]/24)
C:\Users\nuhaa\AppData\Local\Temp\ipykernel 33928\596497505.py:6: SettingWithCo
pyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row indexer,col indexer] = value instead
See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
ble/user guide/indexing.html#returning-a-view-versus-a-copy
  data["dayofweek sin"] = np.sin(2 * np.pi * data["dayofweek"]/7)
C:\Users\nuhaa\AppData\Local\Temp\ipykernel 33928\596497505.py:7: SettingWithCo
pvWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row indexer,col indexer] = value instead
See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
ble/user guide/indexing.html#returning-a-view-versus-a-copy
  data["dayofweek cos"] = np.cos(2 * np.pi * data["dayofweek"]/7)
C:\Users\nuhaa\AppData\Local\Temp\ipykernel 33928\596497505.py:10: SettingWithC
opyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row indexer,col indexer] = value instead
See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
ble/user guide/indexing.html#returning-a-view-versus-a-copy
  data["month sin"] = np.sin(2 * np.pi * data["month"]/12)
C:\Users\nuhaa\AppData\Local\Temp\ipykernel 33928\596497505.py:11: SettingWithC
opyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row indexer,col indexer] = value instead
See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
ble/user guide/indexing.html#returning-a-view-versus-a-copy
  data["month cos"] = np.cos(2 * np.pi * data["month"]/12)
```

In [45]:	data.head()					
Out[45]:		Date	Time	Global_active_power	Global_reactive_power	Voltage
	Datetime					
	2006-12-16 17:48:00	16/ 12/ 2006	17:48:00	4.474	0.000	234.960
	2006-12-16 17:49:00	16/ 12/ 2006	17:49:00	3.248	0.000	236.660
	2006-12-16 17:50:00	16/ 12/ 2006	17:50:00	3.236	0.000	235.840
	2006-12-16 17:51:00	16/ 12/ 2006	17:51:00	3.228	0.000	235.600
	2006-12-16 17:52:00	16/ 12/ 2006	17:52:00	3.258	0.000	235.49(

5 rows × 25 columns

# Split data into train set and test set

# Feature Scaling

```
In [48]: numerical_features = [
    "Global_reactive_power",
    "Voltage", "Sub_metering_1",
    "Sub_metering_2", "Sub_metering_3",
    "lag_1h", "lag_24h",
    "rolling_mean_24h", "rolling_std_24h",
    "sub_metering_total", "kitchen_ratio",
    "heating_ratio"]
```

We use a separate scaler for the target. That way, you can train your model on the

scaled values, and later inverse-transform predictions back to the original scale for interpretation.

```
In [49]: from sklearn.preprocessing import StandardScaler
         # Scale X (features)
         scaler X = StandardScaler()
         X train scaled = scaler X.fit_transform(X_train[numerical_features])
         X test scaled = scaler X.transform(X_test[numerical_features])
         # Scale y (target)
         scaler y = StandardScaler()
         y_train = scaler_y.fit_transform(y_train.values.reshape(-1, 1))
         y test = scaler y.transform(y test.values.reshape(-1, 1))
In [50]: # Concatenate time featuers with scaled featuers
         # We drop date and time faetuers, we already extratced hour, dayofweek, month
         # ML models don't understand raw timestamps.
         time features = [
             "hour sin",
             "hour cos",
             "dayofweek_sin",
             "dayofweek cos",
             "month sin",
             "month cos",
             "is weekend" ]
In [51]: # Convert scaled arrays back into DataFrames with correct column names and ind
         X train scaled df = pd.DataFrame(
             X train scaled,
             columns=numerical_features,
             index=X train.index
         X test scaled df = pd.DataFrame(
             X test scaled,
             columns=numerical features,
             index=X test.index
         # Concatenate scaled numerical features with time features
         # Reset index for both scaled and time features before concatenation
         X train final = pd.concat([
             X train scaled df.reset index(drop=True),
             X train[time features].reset index(drop=True)
         ], axis=1)
         X_test_final = pd.concat([
             X test scaled df.reset index(drop=True),
             X_test[time_features].reset_index(drop=True)
         ], axis=1)
```

In [52]:	<pre>X_train_final.head()</pre>								
Out[52]:	Global_reactive	_power	Voltage	Sub_metering_1	Sub_metering_2	Sub_meter			
	0	-1.091	-1.731	-0.184	-0.224				
	1	-1.091	-1.221	-0.184	-0.224				
	2	-1.091	-1.467	-0.184	-0.224				
	3	-1.091	-1.539	-0.184	-0.224				
	4	-1.091	-1.572	-0.184	-0.224				
In [53]:	<pre>In [53]: # Now you can save these DataFrames as CSV or use further X_train_final.to_csv('train_final_prepared.csv', index=False) X_test_final.to_csv('test_final_prepared.csv', index=False)</pre>								

# Ckeck for corrrlinearity in our final dataset

```
In [ ]: corr_matrix = X_train_final.corr(numeric_only=True)
    corr_matrix
```

Out[ ]:		Global_reactive_power	Voltage	Sub_metering_1	Sub_me
	Global_reactive_power	1.000	-0.108	0.078	
	Voltage	-0.108	1.000	-0.198	
	Sub_metering_1	0.078	-0.198	1.000	
	Sub_metering_2	0.132	-0.146	0.033	
	Sub_metering_3	0.126	-0.307	0.090	
	lag_1h	0.233	-0.419	0.467	
	lag_24h	0.098	-0.288	0.176	
	rolling_mean_24h	0.150	-0.380	0.306	
	rolling_std_24h	0.184	-0.252	0.388	
	sub_metering_total	0.180	-0.369	0.536	
	kitchen_ratio	0.077	-0.174	0.792	
	heating_ratio	-0.076	-0.069	-0.166	
	hour_sin	-0.093	0.093	-0.071	
	hour_cos	-0.028	0.164	-0.030	
	dayofweek_sin	-0.017	0.022	-0.018	
	dayofweek_cos	0.017	-0.018	0.002	
	month_sin	-0.010	0.009	0.018	
	month_cos	-0.054	0.087	0.009	
	is_weekend	0.028	-0.014	0.028	
In [56]:	$X_{num} = X_{train_final}$	select_dtypes(include=[	'float64'	,'int64'])	
	<pre>vif_data = pd.DataFram vif_data["feature"] = vif_data["VIF"] = [var print(vif_data)</pre>		X_num.val	ues, i) <b>for</b> i <b>i</b> n	range(X
(	c:\Users\nuhaa\AppData\l odels\stats\outliers_inf		·		

ed in double\_scalars

vif = 1. / (1. - r\_squared\_i)

```
VIF
                  feature
0
    Global reactive power 1.112
1
                 Voltage 1.301
2
          Sub metering 1
                            inf
3
          Sub metering 2
                            inf
          Sub metering_3
                            inf
4
5
                  lag 1h 7.466
6
                 lag 24h 4.058
7
         rolling mean 24h 11.102
8
          rolling std 24h 1.991
       sub metering_total
9
                            inf
10
            kitchen ratio 2.696
11
            heating ratio 2.235
12
                hour sin 1.114
13
                hour cos 1.139
            dayofweek sin 1.004
14
15
            dayofweek cos 1.001
16
               month sin 1.017
17
               month cos 1.155
```

sub\_metering\_total = Sub\_metering\_1 + Sub\_metering\_2 + Sub\_metering\_3 / The model cannot distinguish their individual contributions.

Rolling\_mean\_24h =  $11.102 \rightarrow$  moderately collinear with lag features (lag\_1h = 7.466)/ Usually VIF >  $10 \rightarrow$  consider dropping or regularizing.

```
In []: # 1. drop sub_metering_total column
    X_train_final = X_train_final.drop(columns=["sub_metering_total"])
    X_test_final = X_test_final.drop(columns=["sub_metering_total"])

# 2. drop rolling_mean_24h column
    X_train_final = X_train_final.drop(columns=["rolling_mean_24h"])
    X_test_final = X_test_final.drop(columns=["rolling_mean_24h"])

In [67]: X_num = X_train_final.select_dtypes(include=['float64','int64'])

vif_data = pd.DataFrame()
    vif_data["feature"] = X_num.columns
    vif_data["VIF"] = [variance_inflation_factor(X_num.values, i) for i in range(X_print(vif_data))
```

```
feature
                                      VIF
        0
            Global reactive power 1.111
        1
                           Voltage 1.300
        2
                    Sub metering 1 3.025
        3
                    Sub metering 2 1.521
                    Sub metering 3 3.685
        4
        5
                            lag 1h 4.839
                           lag 24h 2.089
        6
        7
                   rolling std 24h 1.797
        8
                     kitchen ratio 2.692
        9
                     heating ratio 2.234
        10
                          hour sin 1.107
                          hour cos 1.137
        11
        12
                     dayofweek sin 1.004
        13
                     dayofweek cos 1.001
        14
                         month sin 1.017
        15
                         month cos 1.151
In [64]: X train final.head()
Out[64]:
             Global_reactive_power Voltage Sub_metering_1 Sub_metering_2 Sub_meter
          0
                             -1.091
                                       -1.731
                                                         -0.184
                                                                          -0.224
          1
                              -1.091
                                       -1.221
                                                         -0.184
                                                                          -0.224
          2
                              -1.091
                                       -1.467
                                                         -0.184
                                                                          -0.224
          3
                              -1.091
                                       -1.539
                                                         -0.184
                                                                          -0.224
          4
                              -1.091
                                       -1.572
                                                        -0.184
                                                                          -0.224
```

# Linear Regression models

We will start by looking at the Linear Regression model, the simplest Regression model there is. There are two different ways to train it:

- Using a direct "closed-form" equation that directly computes the model parameters that best fit the model to the training set (i.e., the model parameters that minimize the cost function over the training set).
- Using an iterative optimization approach called Gradient Descent (GD)
  that gradually tweaks the model parameters to minimize the cost
  function over the training set, eventually converging to the same set of
  parameters as the first method. We will look at a few variants of
  Gradient Descent: Batch GD, Mini-batch GD, and Stochastic GD. This
  will be used again later on, when we will be seeing Neural Networks

# 1. Normal Equation (Ordinary Least Squares) as a baseline model

MSE: 0.053426509537523016 R<sup>2</sup>: 0.946573490462477

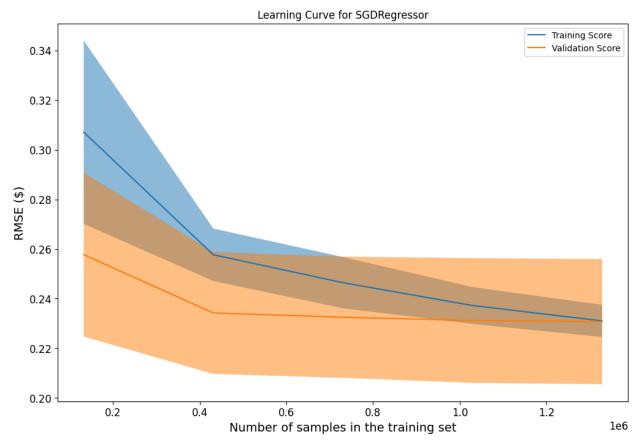
#### 2. Stochastic Gradient Descent

Using learning curves in scikit-learn can be used to assess how models will perform with varying numbers of training samples. This is achieved by monitoring the training and validation scores (e.g. RMSE) with an increasing number of training samples

```
In [ ]: from sklearn.linear model import SGDRegressor
        from sklearn.model selection import LearningCurveDisplay
        # create an SGD regressor object
        sgd reg = SGDRegressor(
            loss="squared error",
            max iter=2000,
            penalty=None,
            eta0=0.0001,
            tol=1e-3,
        # create an empty figure with an axis system
        fig, ax = plt.subplots(figsize=(12, 8))
        # generate the learning curves using the SGD regressor created above
        LearningCurveDisplay.from_estimator(
            sgd reg,
            X_train_final,
            y train,
            scoring="neg_root_mean_squared_error", # negated RMSE
```

```
score_type="both", # show both training and validation RMSE
negate_score=True, # need to negate as our scoring is "negated"
score_name="RMSE ($)",
n_jobs=-1, # use all the CPU processors
ax=ax # figure axis where the curves will be drawn
)

# personalize legend and figure title
handles, label = ax.get_legend_handles_labels()
ax.legend(handles[:2], ["Training Score", "Validation Score"])
ax.set_title(f"Learning Curve for {sgd_reg.__class_.__name__}}")
plt.show()
```



#### Observations from plot above

- Training RMSE (blue) starts higher when the training set is small, then decreases steadily as more data is added. This is normal: with more samples, the model fits better.
- Validation RMSE (orange) also decreases as the training set grows, and it stays consistently below training RMSE. That means the model generalizes quite well.
- Both curves converge around  $\sim$ 0.23-0.24 RMSE. Small gap = low

overfitting risk.

• The shaded regions (variance across folds) get narrower as the dataset size increases. More data more stable estimates.

**However** The fact that validation RMSE is slightly lower than training RMSE suggests that your model might be benefiting from regularization in SGD, which prevents overfitting or model fine-tuning hyperparameter.

We will try tuning hyperparameters (alpha, penalty, max\_iter, learning\_rate) to see if RMSE improves further.

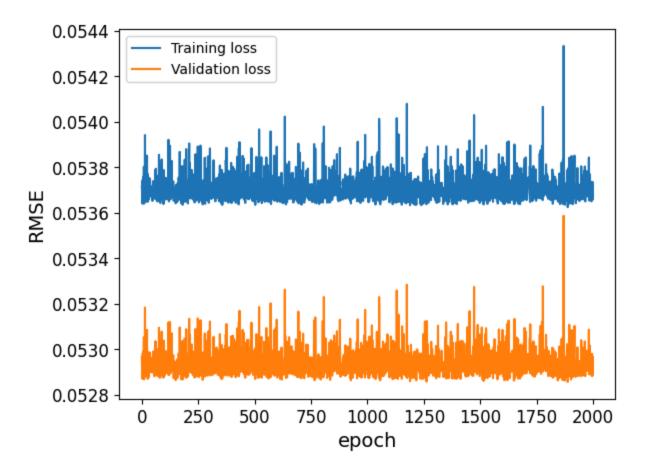
```
In [ ]: from sklearn.model selection import train test split
        from sklearn.base import clone
        # create an SGD regressor object
        sgd reg = SGDRegressor(
            loss="squared error",
            max iter=1, # train only for one epoch at the time
            penalty=None,
            eta0=1e-4,
            tol=1.
            warm start=True,
            learning rate="constant" # the learning rate remains constant throughout t
        min val error: float = float("inf") # positive infinity
        best epoch: int | None = None
        best model: SGDRegressor | None = None
        n = 2000
        train errors = np.zeros(n epochs)
        val errors = np.zeros(n epochs)
        # partition the training set into a smaller training and validation set. Assiq
        X train es, X val es, y train es, y val es = train test split(
            X train final, y train, test size=0.25, random state=42
        for epoch in range(2000):
            sgd_reg.fit(X_train_es, y_train_es) # as "warm_start" is true it will keep
            # make prediction on the training set
            y train pred = sgd reg.predict(X train es)
            # make predictions on the validation set
            y val pred = sgd reg.predict(X val es)
            # compute the MSE on the training set
            train error = mean squared error(y train es, y train pred)
            # compute the MSE on the validation set
            val error = mean squared error(y val es, y val pred)
```

```
# check if the the current validation error is smaller than the minimum va
# if so update minimum validation error, best epoch and best model
if val_error < min_val_error:
    min_val_error = val_error
    best_epoch = epoch
    best_model = clone(sgd_reg)
# set train and validation error for the current epoch
train_errors[epoch] = train_error
val_errors[epoch] = val_error</pre>
```

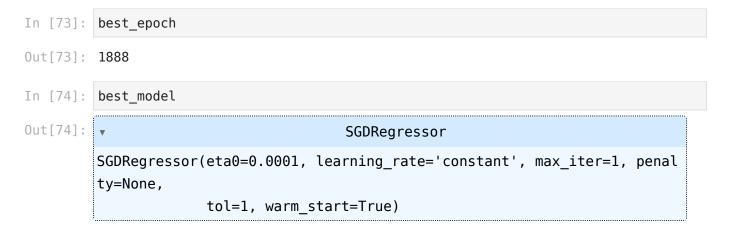
Out[ ]: '\n# create an SGD regressor object\nsgd reg = SGDRegressor(\n loss="squar ed error",\n max iter=1, # train only for one epoch at the time\n penal eta0=1e-4,\n tol=1,\n warm start=True,\n tv=None,\n e="constant" # the learning rate remains constant throughout training\n)\n\nm in val error: float = float("inf") # positive infinity\nbest epoch: int | Non e = None\nbest model: SGDRegressor | None = None\n\nn epochs = 2000\n\ntrai n errors = np.zeros(n epochs)\nval errors = np.zeros(n epochs)\n\n# partition the training set into a smaller training and validation set. Assign 25% of th e samples to validation $\nX$  train es, X val es, y train es, y val es = train t X train final, y train, test size=0.25, random state=42\n)\n\ est split(\n nfor epoch in range(2000):\n sgd reg.fit(X train es, y train es) # as "war m start" is true it will keep on training at each iteration - online learnin # make prediction on the training set\n y train pred = sgd reg.pred g\n ict(X train es)\n # make predictions on the validation set\n y val pred = sqd req.predict(X val es)\n # compute the MSE on the training set\n rain error = mean squared error(y train es, y train pred)\n # compute the MSE on the validation set\n val error = mean squared error(y val es, y va l pred)\n # check if the the current validation error is smaller than the # if so update minimum validation error, best e minimum validation error\n poch and best model\n if val error < min val error:\n</pre> min val error best epoch = epoch\n best model = clone(sgd re # set train and validation error for the current epoch\n ors[epoch] = train error\n val errors[epoch] = val error\n\n

Let's plot the training and validation errors:

```
In [72]: plt.plot(train_errors, label="Training loss")
   plt.plot(val_errors, label="Validation loss")
   plt.ylabel("RMSE")
   plt.xlabel("epoch")
   plt.legend()
   plt.show()
```



No sign of underfitting or overfitting - The model has already converged



#### Evaluate on test data

```
In [76]: best_model.fit(X_train_final, y_train)
```

```
c:\Users\nuhaa\AppData\Local\Programs\Python\Python310\lib\site-packages\sklear
       n\utils\validation.py:1143: DataConversionWarning: A column-vector y was passed
       when a 1d array was expected. Please change the shape of y to (n samples, ), fo
        r example using ravel().
         y = column or 1d(y, warn=True)
        c:\Users\nuhaa\AppData\Local\Programs\Python\Python310\lib\site-packages\sklear
        n\linear model\ stochastic gradient.py:1548: ConvergenceWarning: Maximum number
        of iteration reached before convergence. Consider increasing max iter to improv
        e the fit.
         warnings.warn(
Out[76]: 🔻
                                         SGDRegressor
         SGDRegressor(eta0=0.0001, learning rate='constant', max iter=1, penal
         ty=None,
                       tol=1, warm start=True)
In [84]: from sklearn.metrics import mean squared error, mean absolute error, r2 score
         # 1. Predict on test set
         y pred = best model.predict(X test final)
         # 2. Evaluate performance
         rmse = np.sqrt(mean_squared_error(y_test, y_pred))
         mae = mean_absolute_error(y_test, y_pred)
         r2 = r2 score(y test, y pred)
         print(f"Test RMSE: {rmse:.4f}")
         print(f"Test MAE: {mae:.4f}")
         print(f"Test R2: {r2:.4f}")
       Test RMSE: 0.1773
       Test MAE: 0.0840
       Test R<sup>2</sup>: 0.9513
In [59]: # y pred original = scaler y.inverse transform(y pred)
In [85]: import joblib
         # Save the model
         joblib.dump(best_model, "best_model.pkl")
Out[85]: ['best_model.pkl']
```