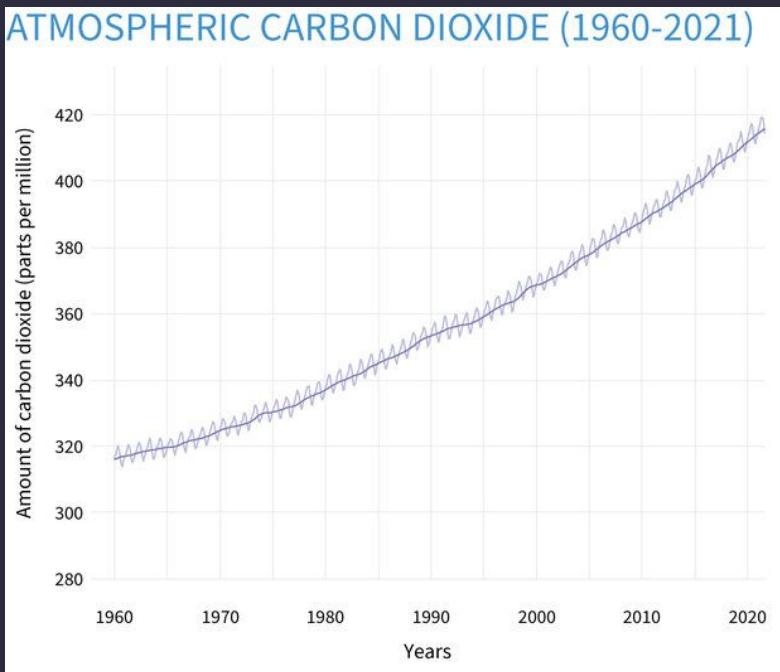


Making solar power affordable: Using data to maximize cost efficiency

By Zachary Brown

Carbon emissions over time



Source: climate.gov

Project goal

To provide recommendations to homeowners in Texas that will help maximize the cost efficiency of their solar panel installation

How to make solar panels affordable

- Purchase the largest configuration of solar panels that makes sense for the house
- Design the solar panel installation with a relatively high inverter loading ratio
- Identify and secure any rebate or grant available
- Consider buying a solar panel model with lower conversion efficiency
- Consider scheduling the installation for July or December

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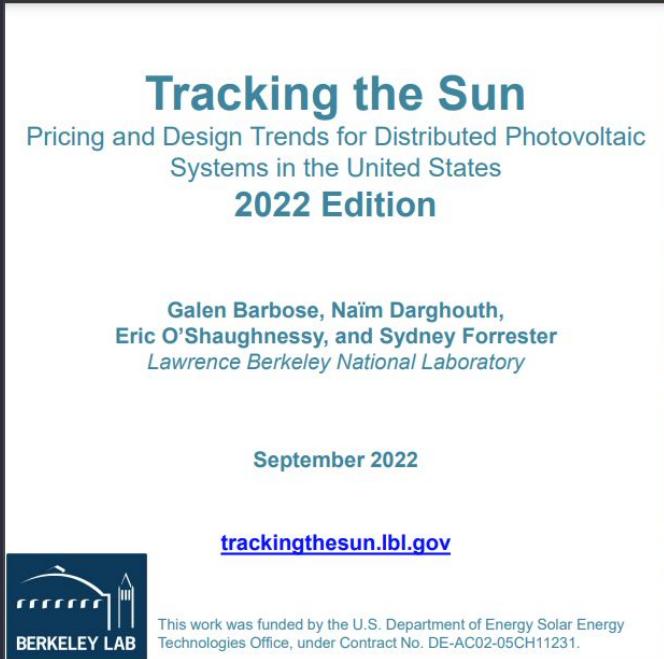
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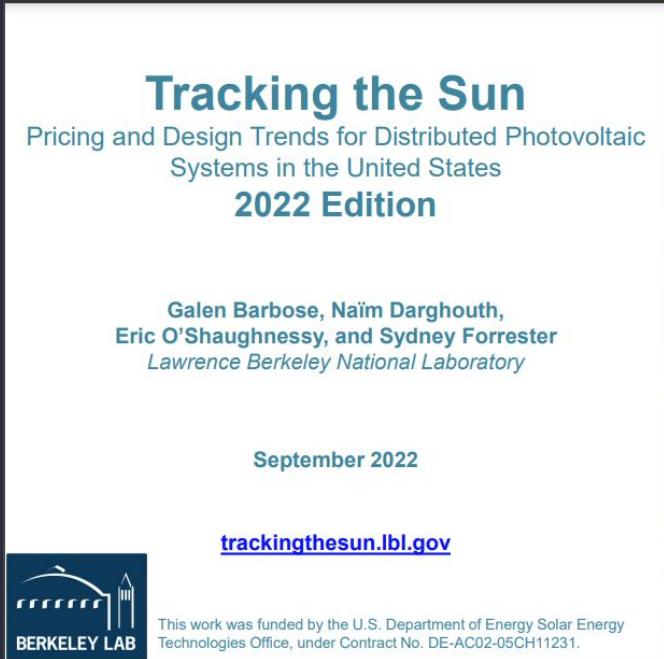
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The data



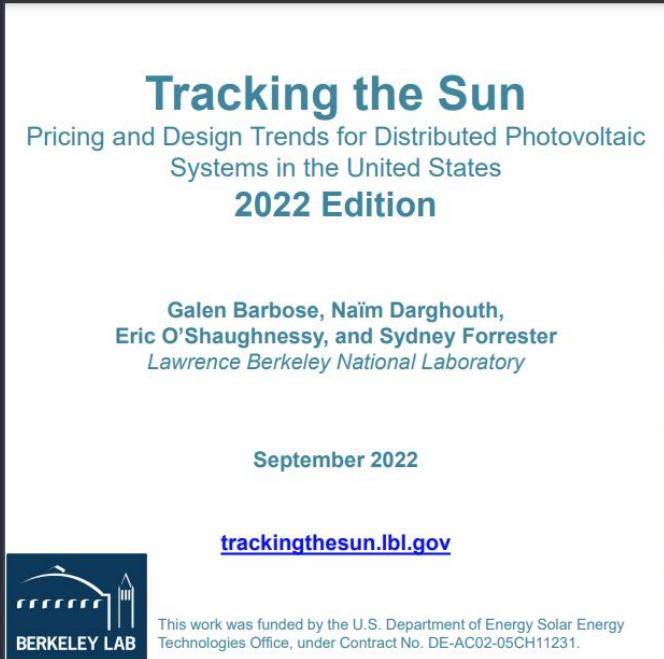
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- 2020/2021 installations
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Cost Efficiency

Relevant fields:

- Total installed price
- System size (DC)
- Rebate or grant

$$\text{Price per KW} = \frac{\text{total installed price - rebate or grant}}{\text{system size (DC)}}$$

Cost efficiency metric:

- Price per KW

Feature Engineering

1 Dummy Variables

Categorical features with more than 30 instances
dummied

2 Train-Test Split

Dataset split into 75% training set and 25% test
set

3 Missing Value Imputation

Simple imputer using most common value fit on
train set, applied to train and test sets

4 Feature Scaling

Standard scaler fit to train data, applied to train
and test sets

5 Feature Selection

Select 400 best features with f-regression trained
on train, applied to train and test

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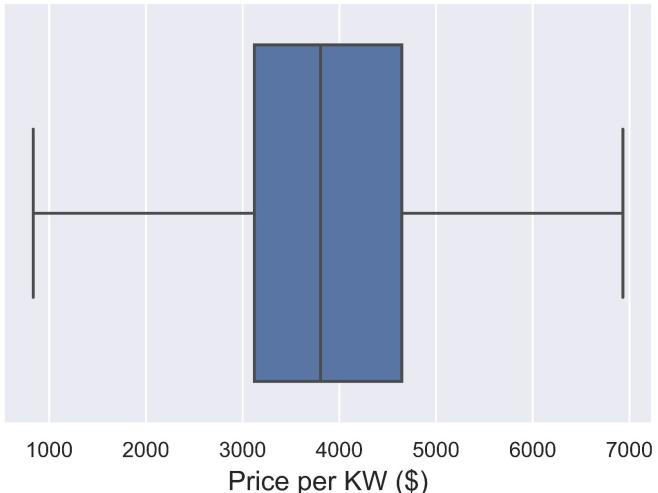
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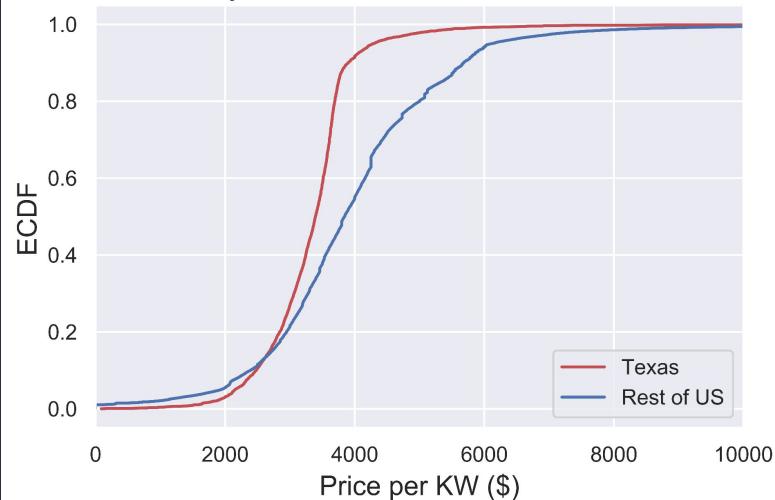
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Data Analysis

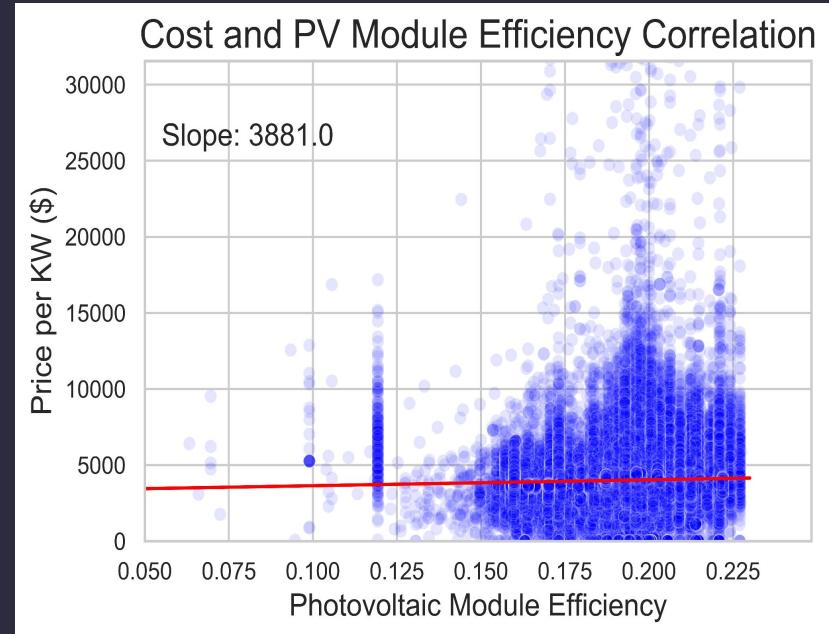
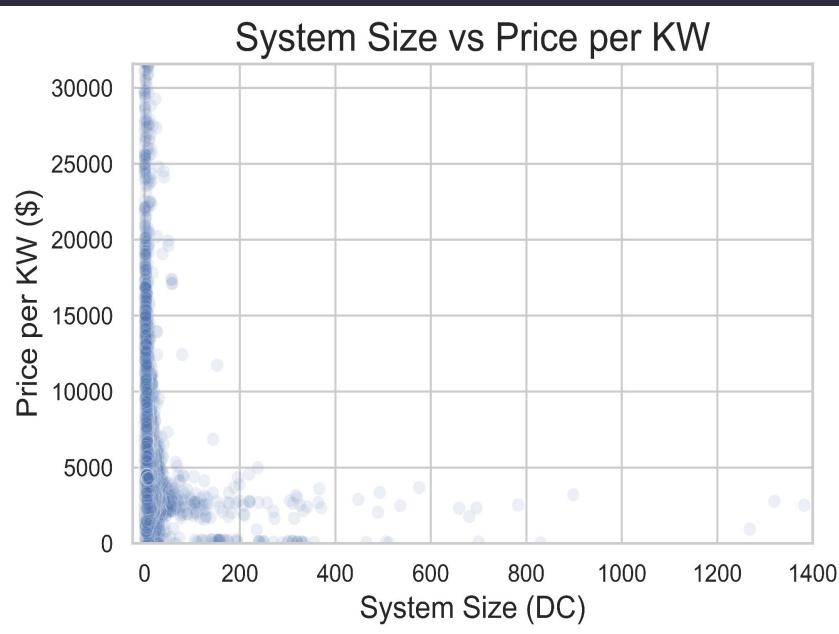
Cost Efficiency Distribution



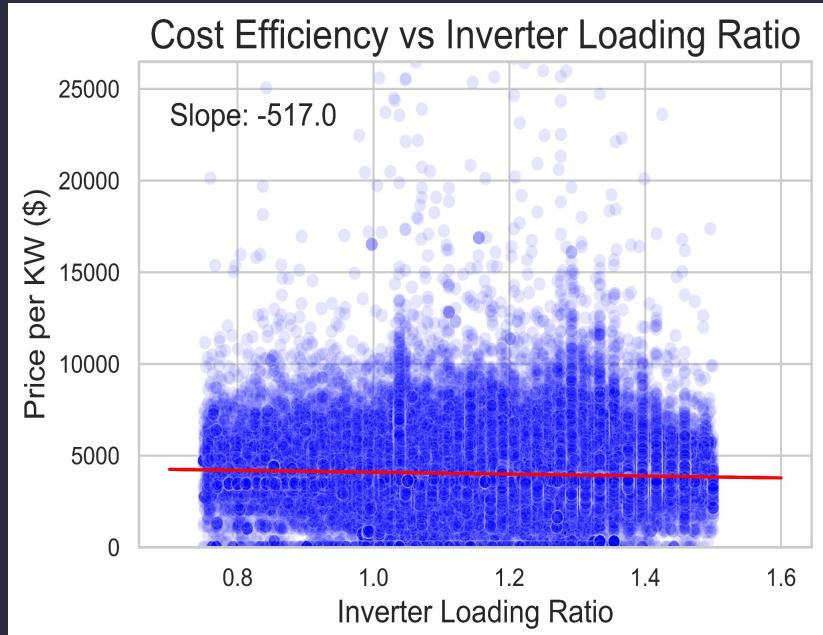
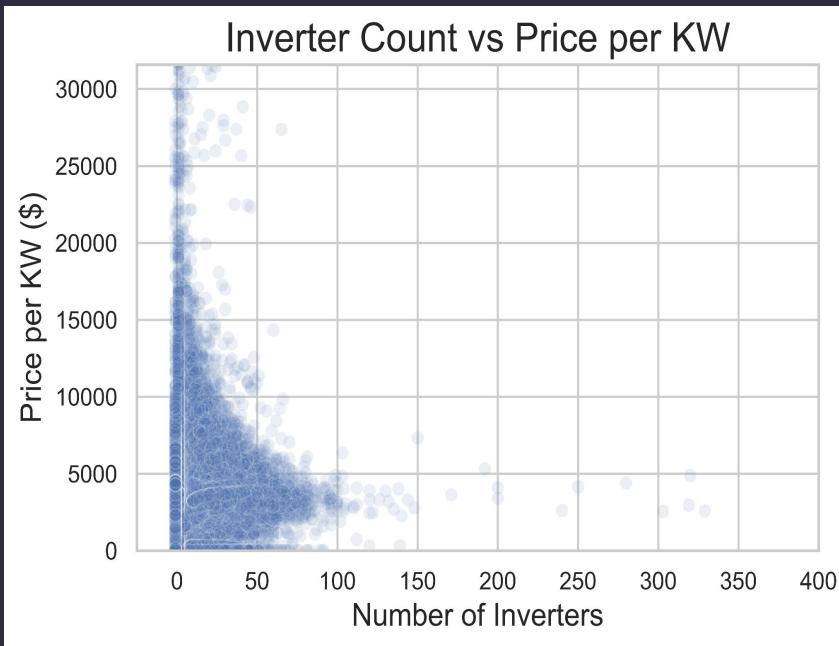
Cost Efficiency Distribution: Texas vs Rest of the US



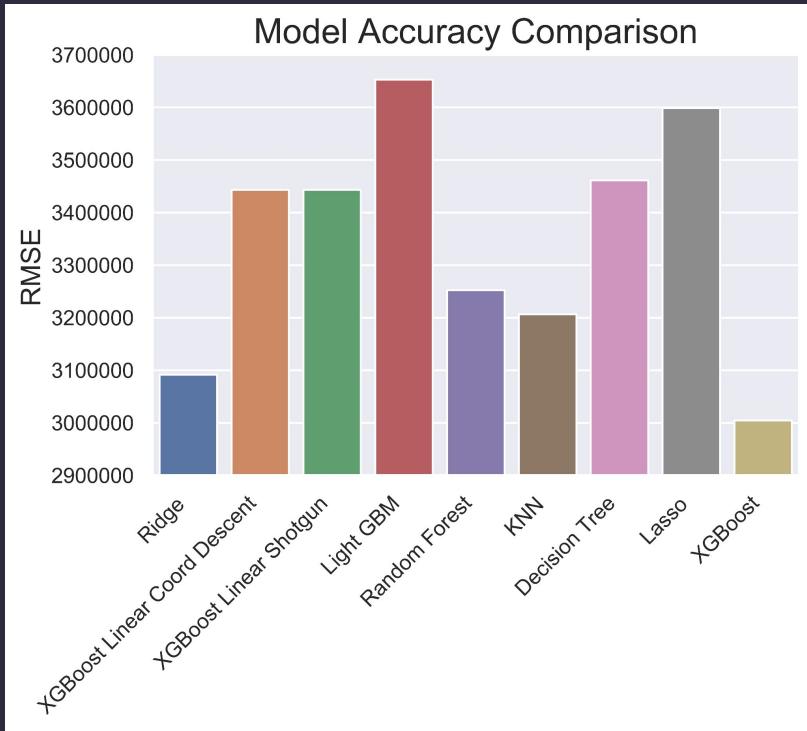
Solar Panel Features



Inverter Features



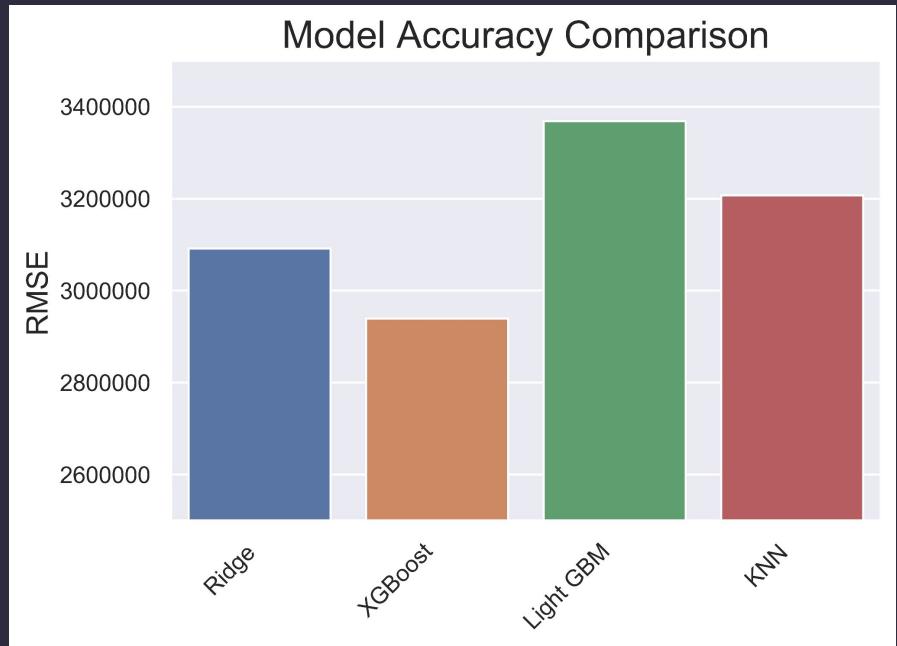
Initial Model Screening



- Hyperparameter tuned models on 10% train set
- Retrained on 80% of data with set hyperparameters
- Tested on remaining 20% of dataset

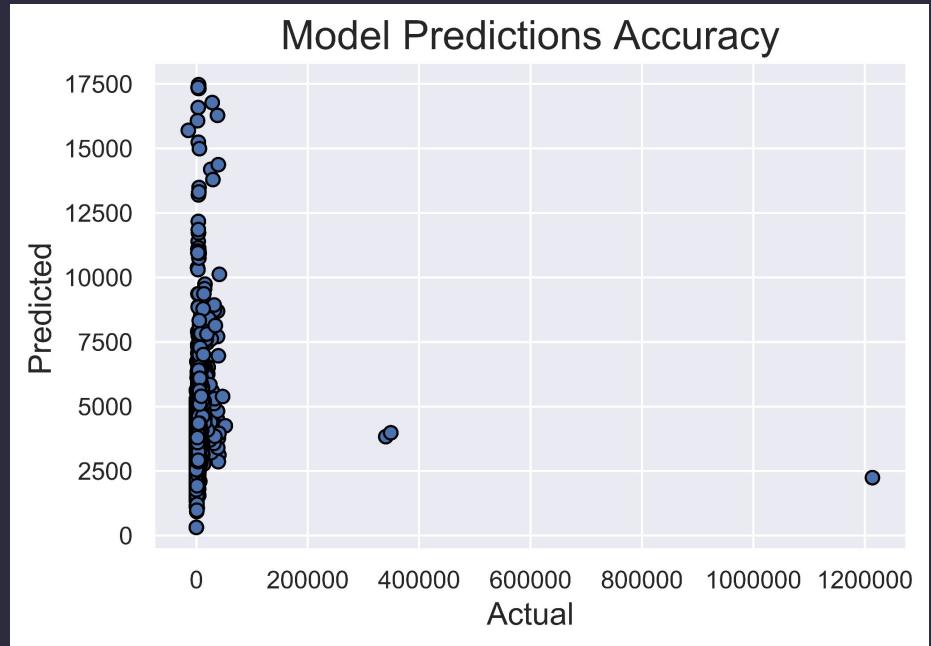
Further Tuning

- Four models hyperparameter tuned with 80% of the data for training
 - Two of four hyperparameters locked for XGBoost and Light GBM
- XGBoost had the best performance and was used for the remainder of the project



Model Performance

XGBoost Regressor	RMSE (million)
Training	2.96
Test	35.05

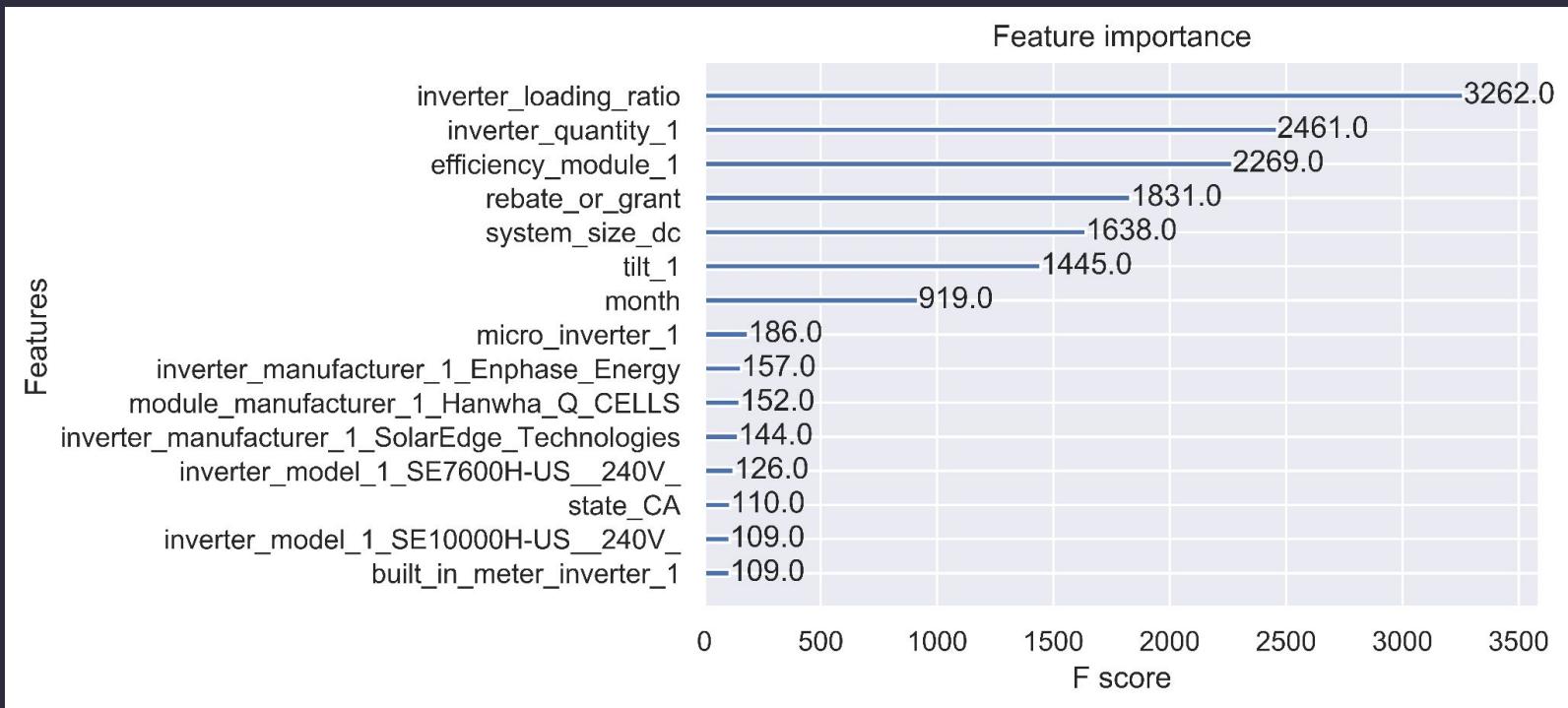


Outliers

Test without outliers:
2.40 million

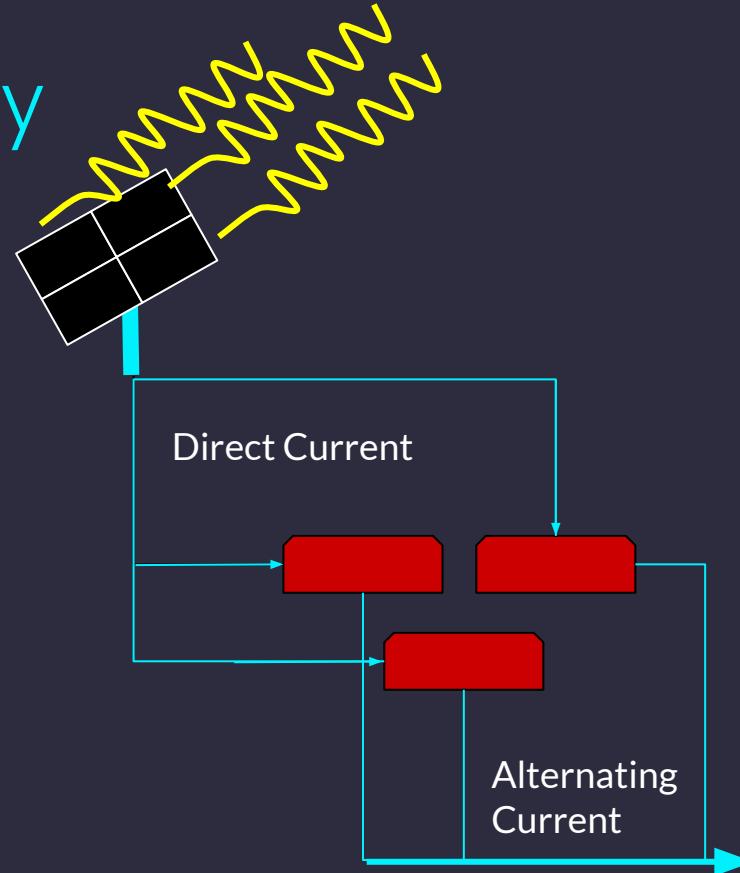
	134435	2022447	1840658		
data_provider_1	Salt River Project	Utah Office of Energy Development	New York State Energy Research and Development...		
system_id_1	50806	SolarPV-0000002563	253904		
installation_date	2020-03-30	2020-07-01	2020-08-07		
system_size_dc	10.08	7.54	6.8		
total_installed_price	3427200.0	2631400.0	8255000.0		
rebate_or_grant	0.0	0.0	1476.0		
customer_segment	RES	RES	RES		
	108019	108020	108142	108175	108233
data_provider_1	Arizona Public Service	Arizona Public Service	Arizona Public Service	Arizona Public Service	Arizona Public Service
system_id_1	107903	107904	108026	108059	108117
installation_date	2020-06-17	2020-06-17	2020-06-19	2020-06-22	2020-06-23
system_size_dc	5.76	8.75	4.725	3.55	5.85
total_installed_price	17488.26	22631.0	18972.0	9900.0	20475.0
rebate_or_grant	0.0	0.0	0.0	0.0	0.0
customer_segment	RES	RES	RES	RES	RES

Most Important Features



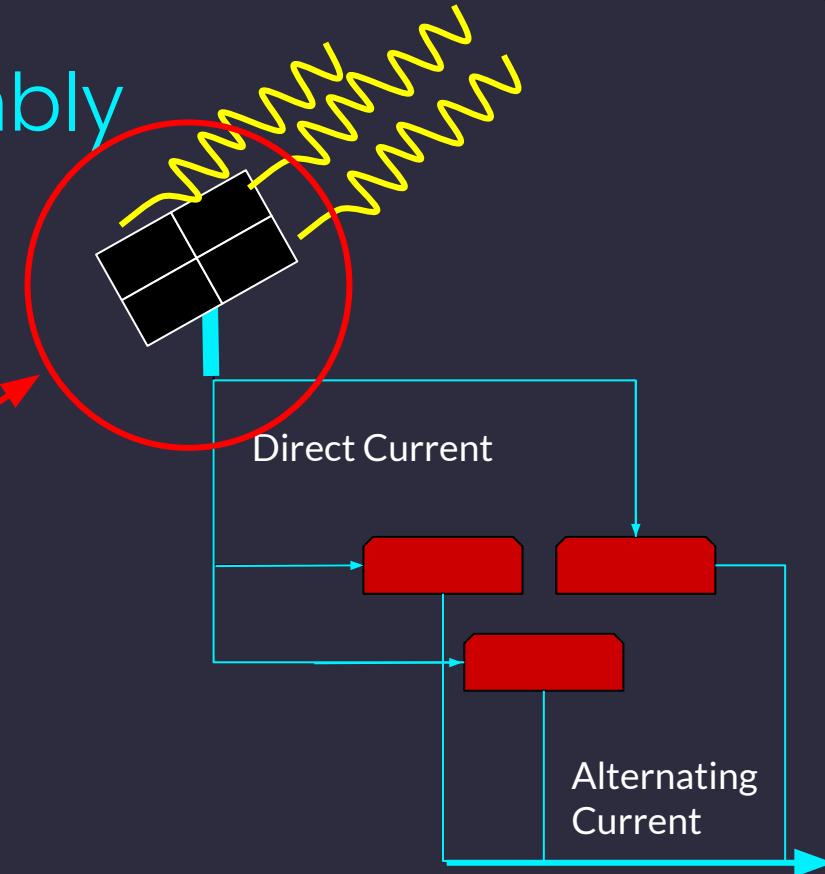
Solar Panel Assembly

- Inverter loading ratio
- Inverter quantity
- Photovoltaic module efficiency
- Rebate or grant
- System size
- Tilt



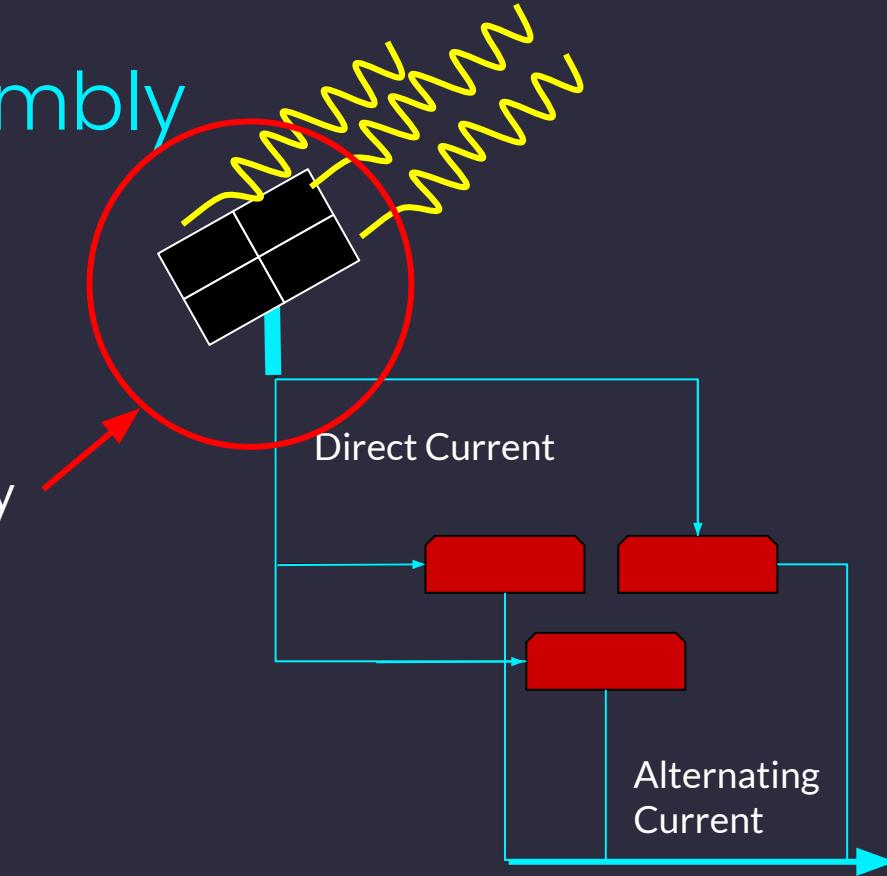
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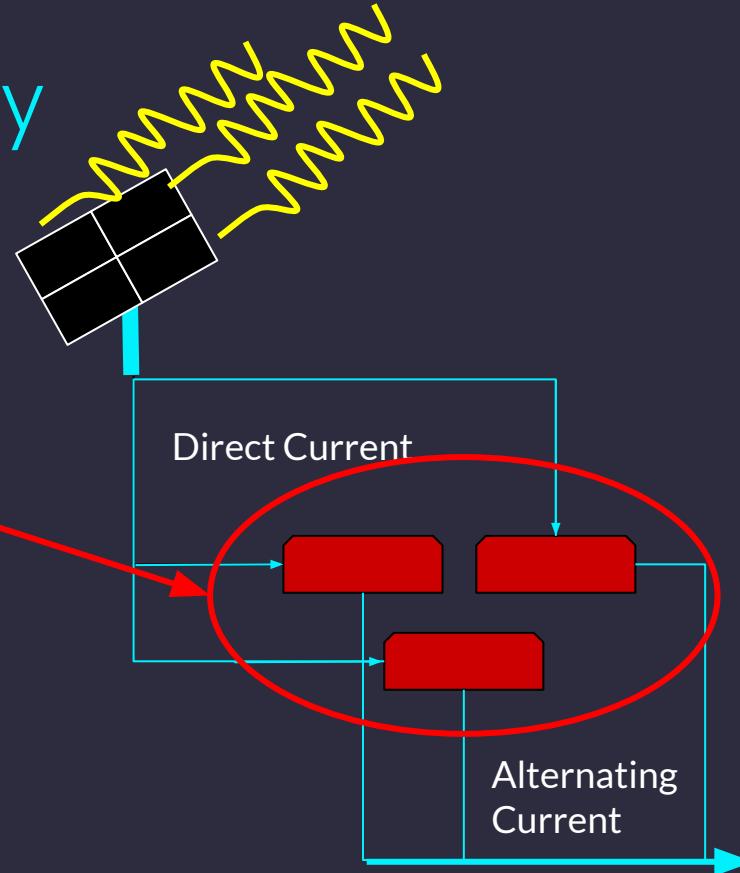
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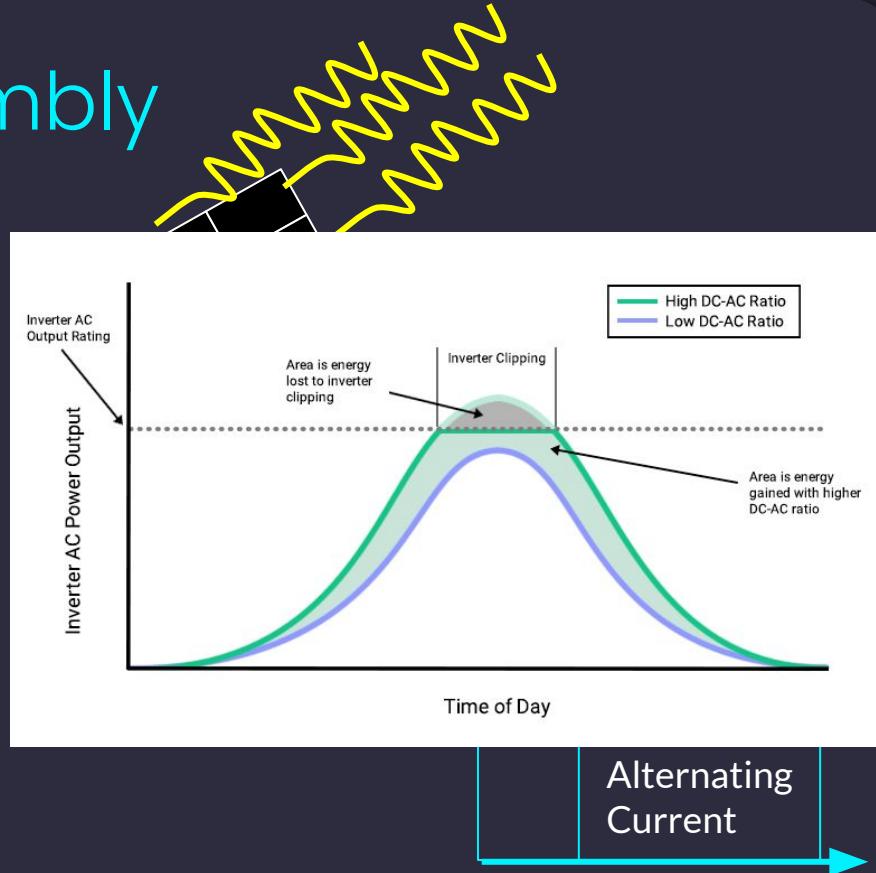
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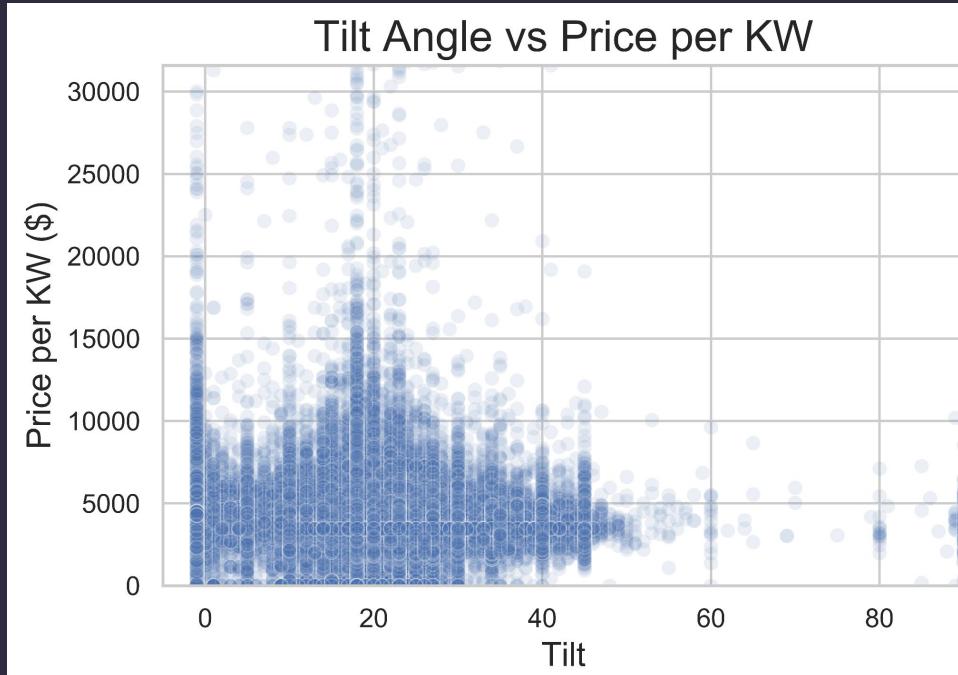


Solar Panel Assembly

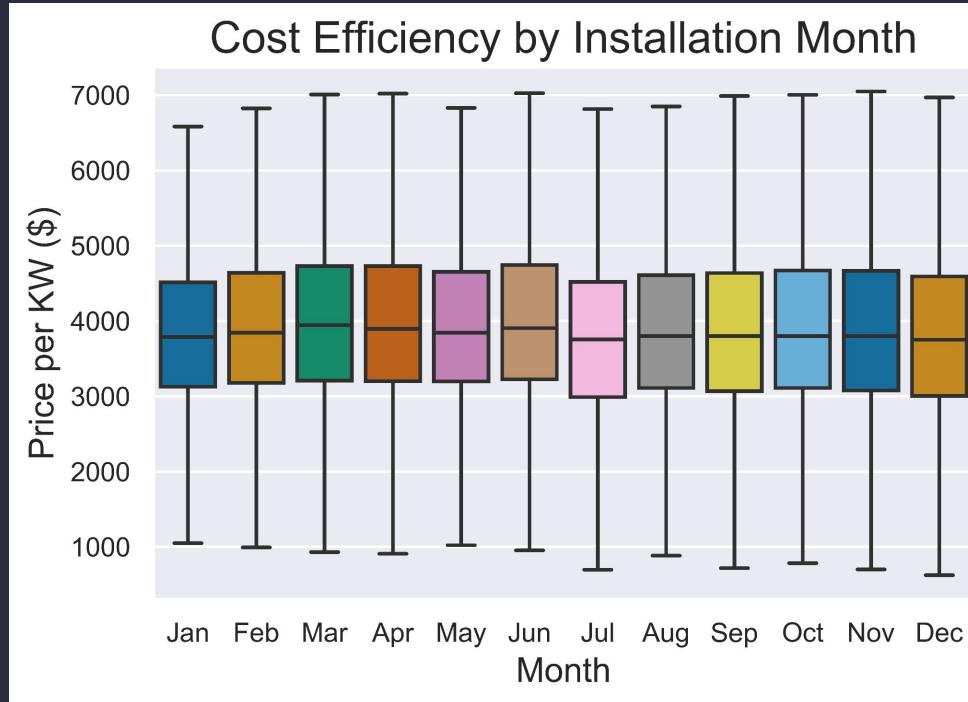
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Tilt



Installation Month



Summary

- XGBoost regressor – 3M train RMSE, 35M test RMSE
 - Outliers likely due to typos in final installed price
- Cost efficiency drivers:
 - Inverter loading ratio ↑ price per KW ↓
 - Inverter quantity ↑ price per KW ↓
 - PV module efficiency ↓ price per KW ↑
 - Rebate ↑ price per KW ↓
 - System Size ↑ price per KW ↓
 - Tilt
 - Month – July and December most efficient

Future Work

Recommendation tool

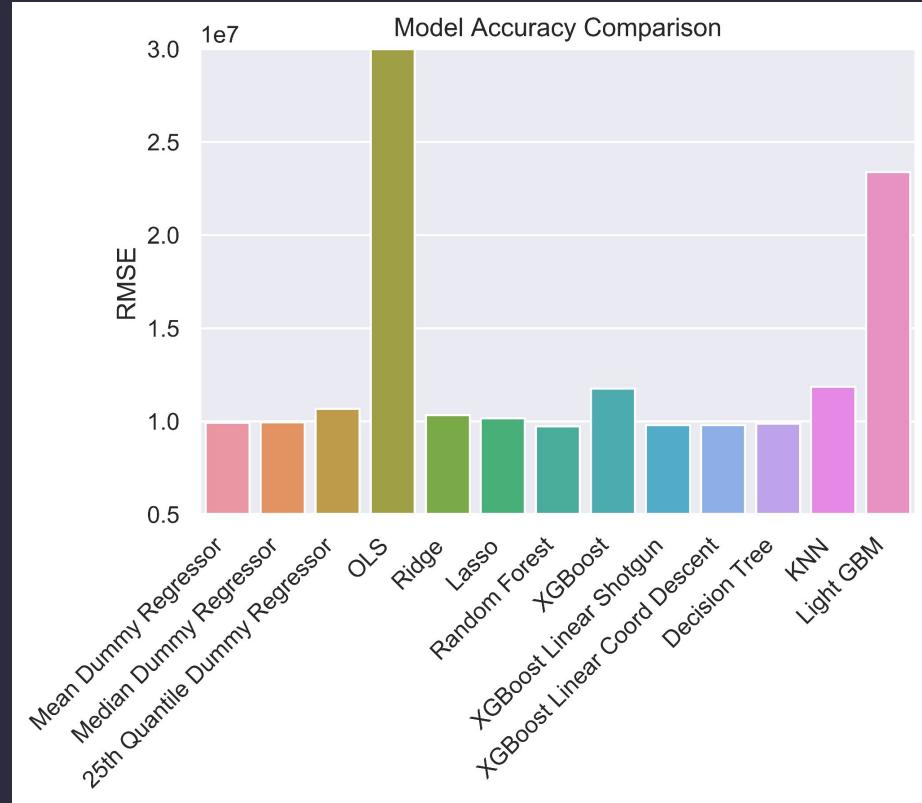
Inputs:

- Budget
- Monthly electricity usage
- Location/electrical supplier

Outputs:

- System size
- Inverter quantity
- Available rebates/grants
- Time to recover investment

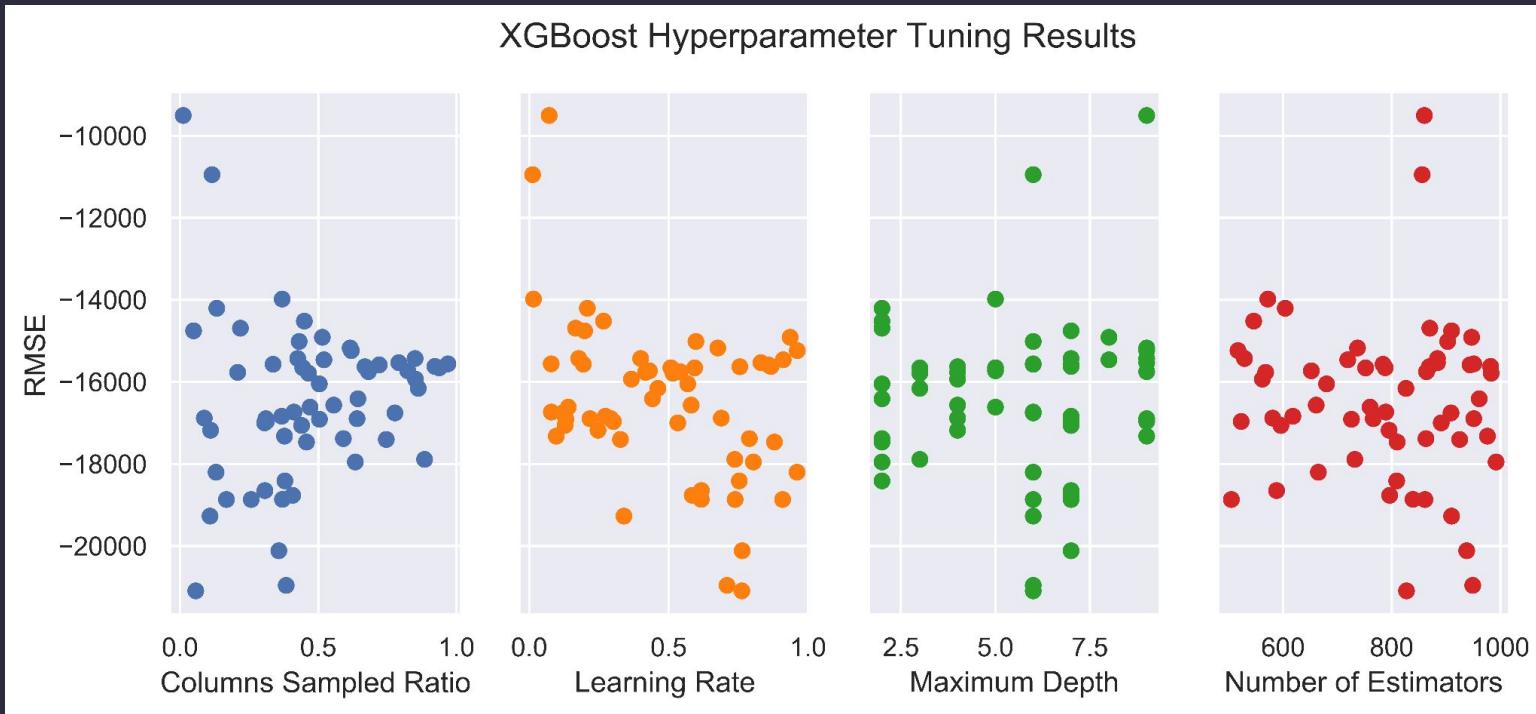
Appendix



Appendix

Model	Hyperparameters	RMSE
Mean Dummy Regressor	N/A	9,923,409
Median Dummy Regressor	N/A	9,941,871
25th Quantile Dummy Regressor	N/A	10,670,605
Ordinary Least Squares	N/A	1.2650560e+19
Ridge Regression	alpha	10,327,496
Lasso Regression	alpha	10,155,465
Random Forest Regression	max_features, max_depth, min_samples_leaf, n_estimators	9,720,312
XGBoost Regressor	n_estimators, max_depth, eta, colsample_bytree	11,759,799
Linear XGBoost Regressor - shotgun updater	reg_lambda, reg_alpha, feature_selector	9,788,061
Linear XGBoost Regressor - coordinate descent updater	reg_lambda, reg_alpha, feature_selector	9,789,561
Decision Tree Regressor	max_depth, min_samples_leaf	9,865,568
K Nearest Neighbors Regressor	n_neighbors	11,856,353
Light GBM Regressor	num_leaves, n_estimators, max_depth, learning_rate	23,385,497

Appendix



Appendix

Light GBM Hyperparameter Tuning Results

