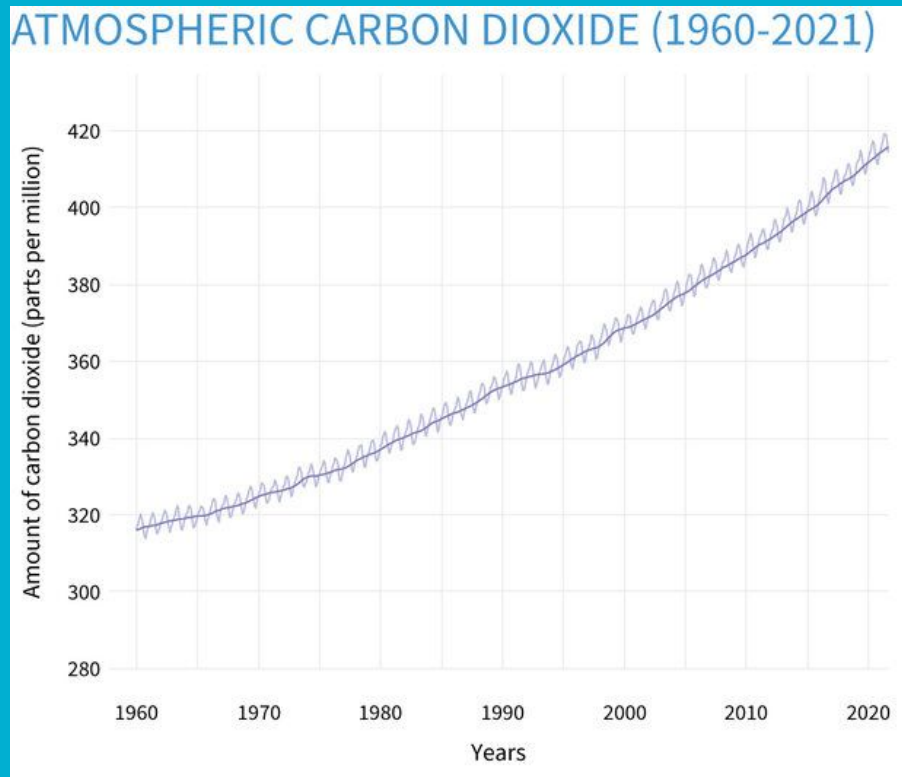


Making solar power affordable: Using data to maximize cost efficiency

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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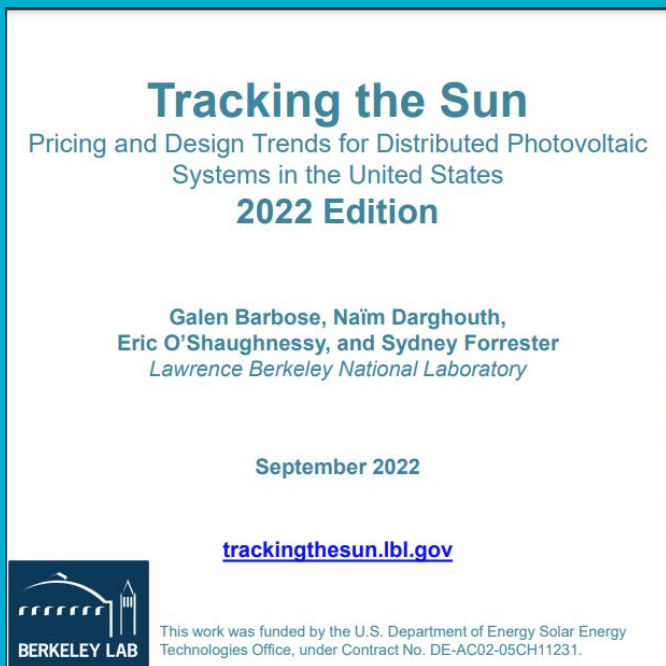
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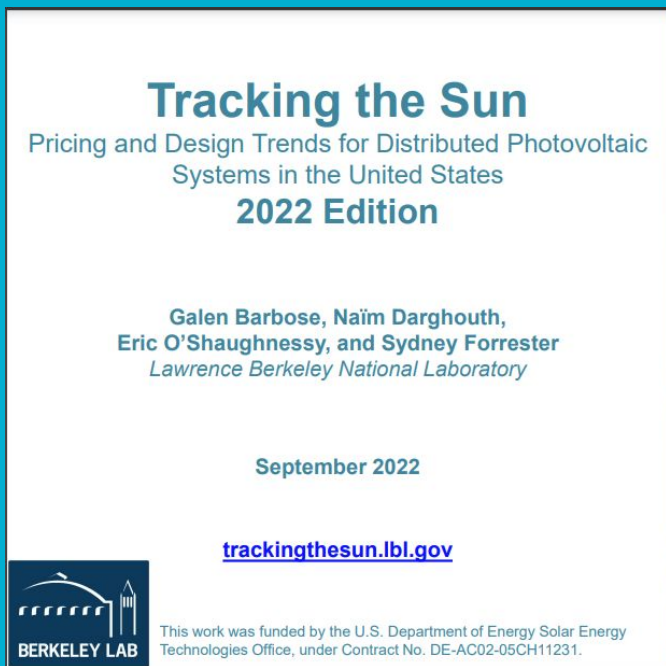
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The data



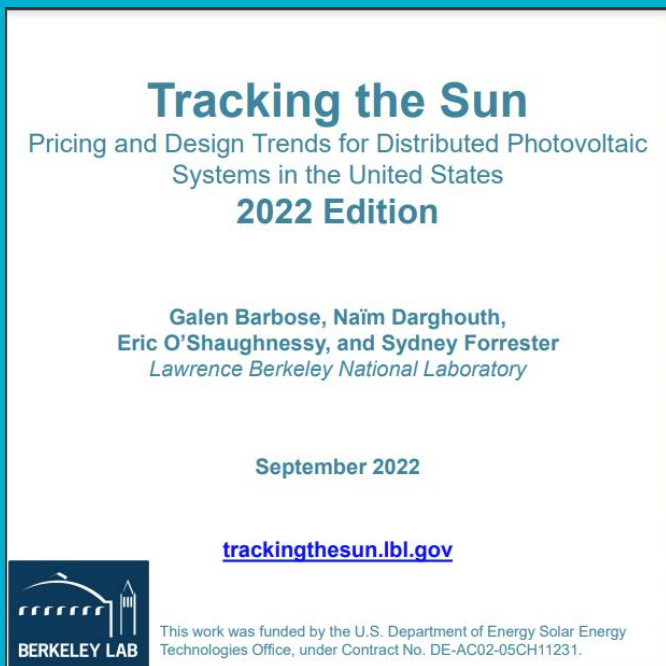
- Residential installations only
- 2020/2021 installations
- 26 states included in the data, all were used in this analysis

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Cost Efficiency

Relevant fields:

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

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

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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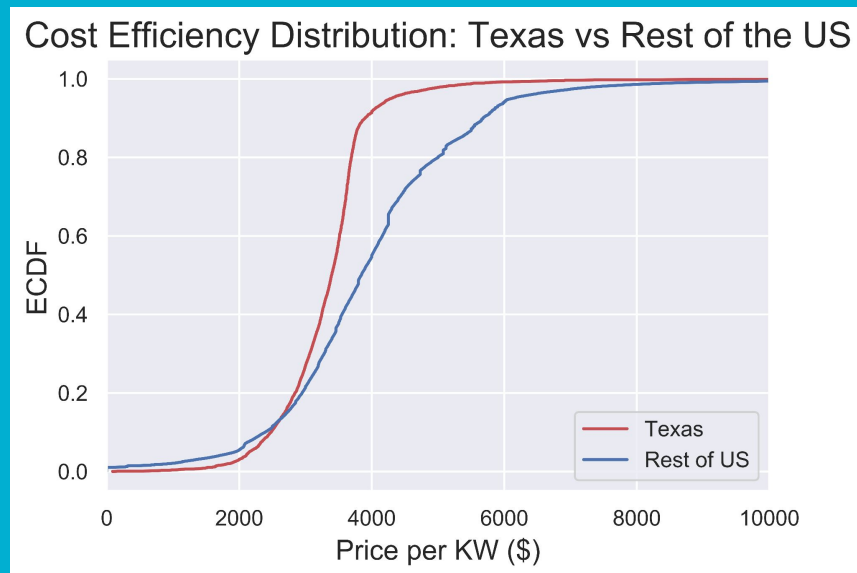
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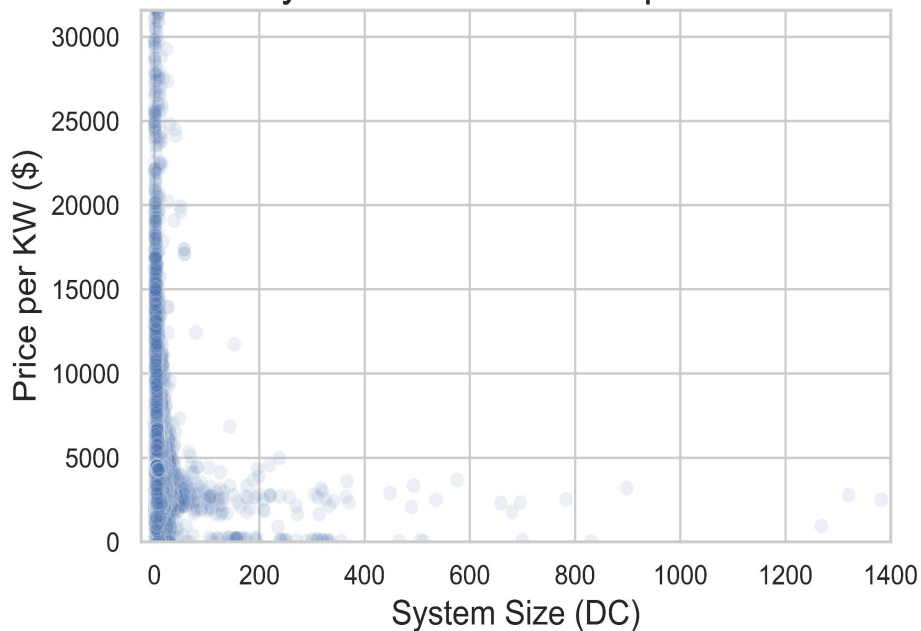
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Data Analysis

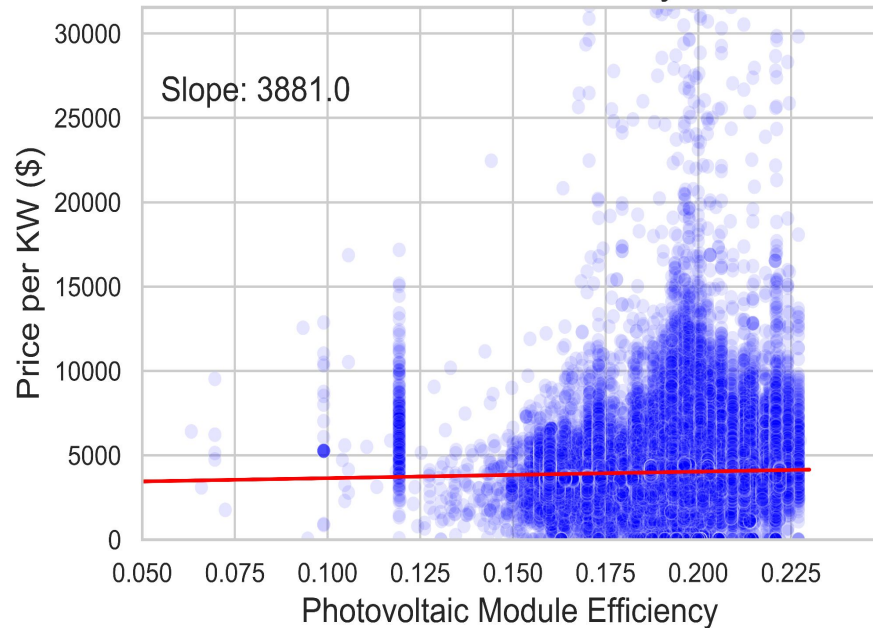


Solar Panel Features

System Size vs Price per KW

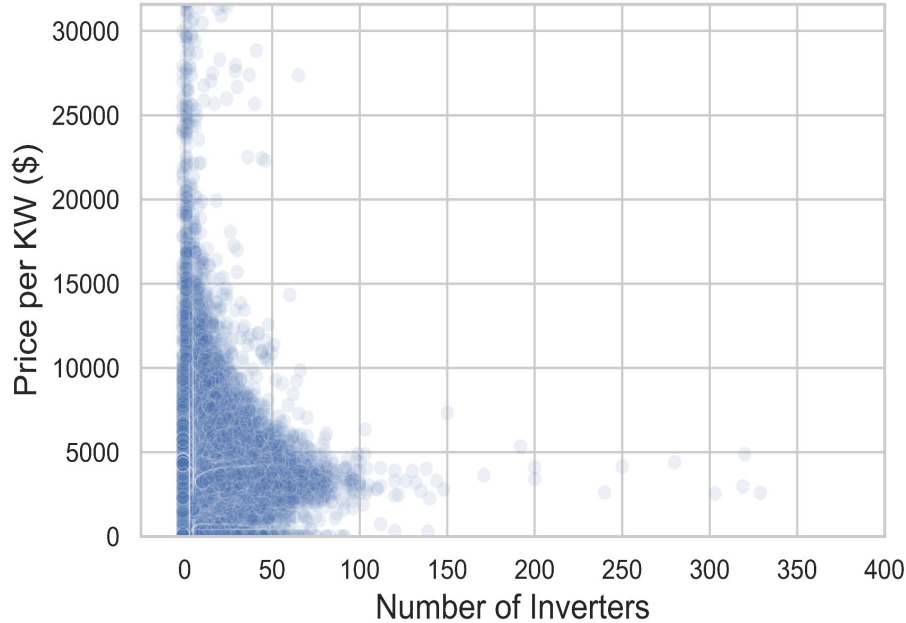


Cost and PV Module Efficiency Correlation

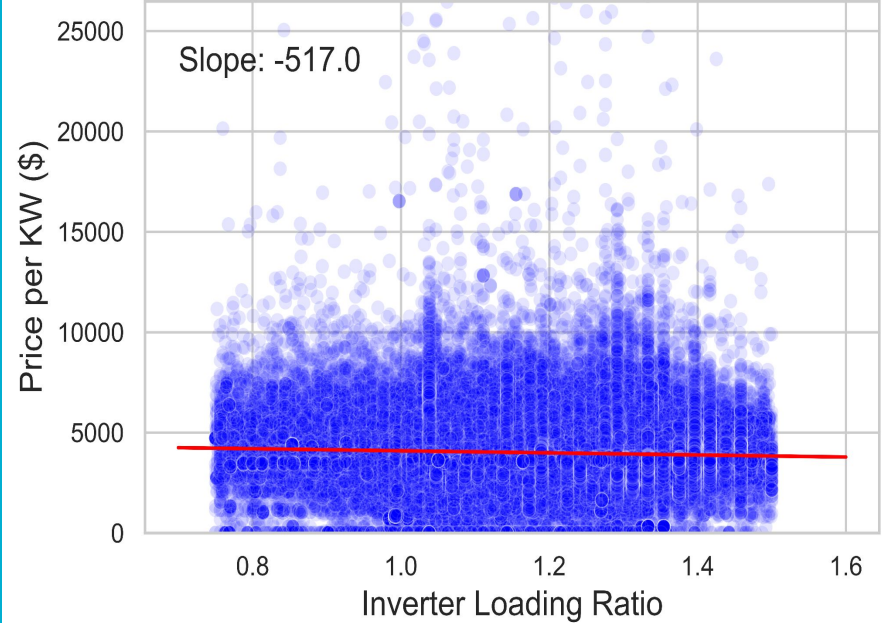


Inverter Features

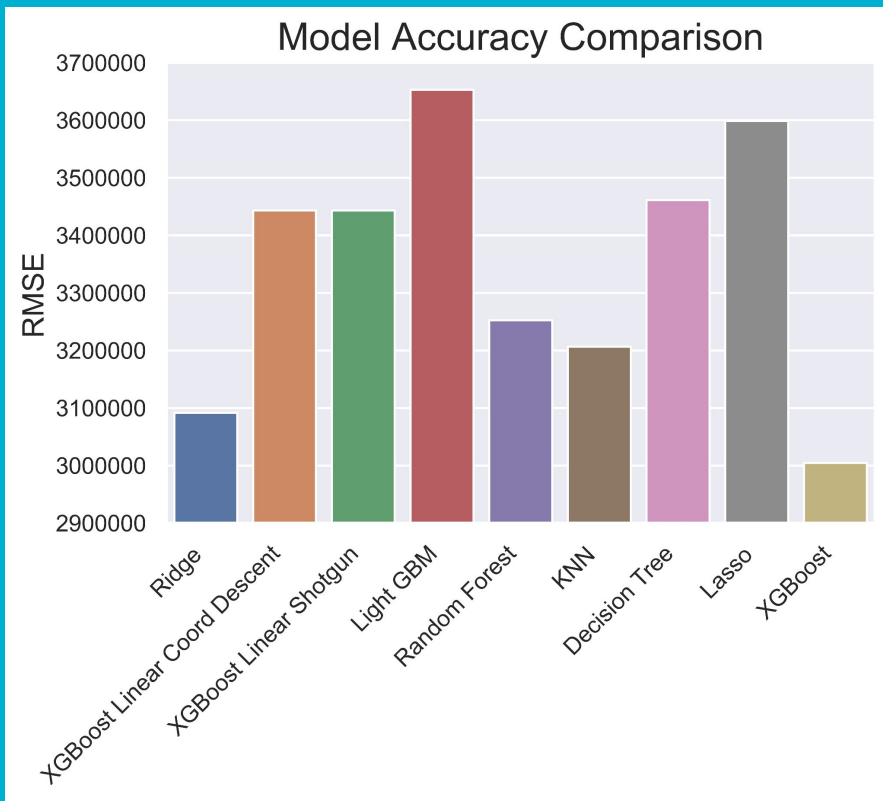
Inverter Count vs Price per KW



Cost Efficiency vs Inverter Loading Ratio



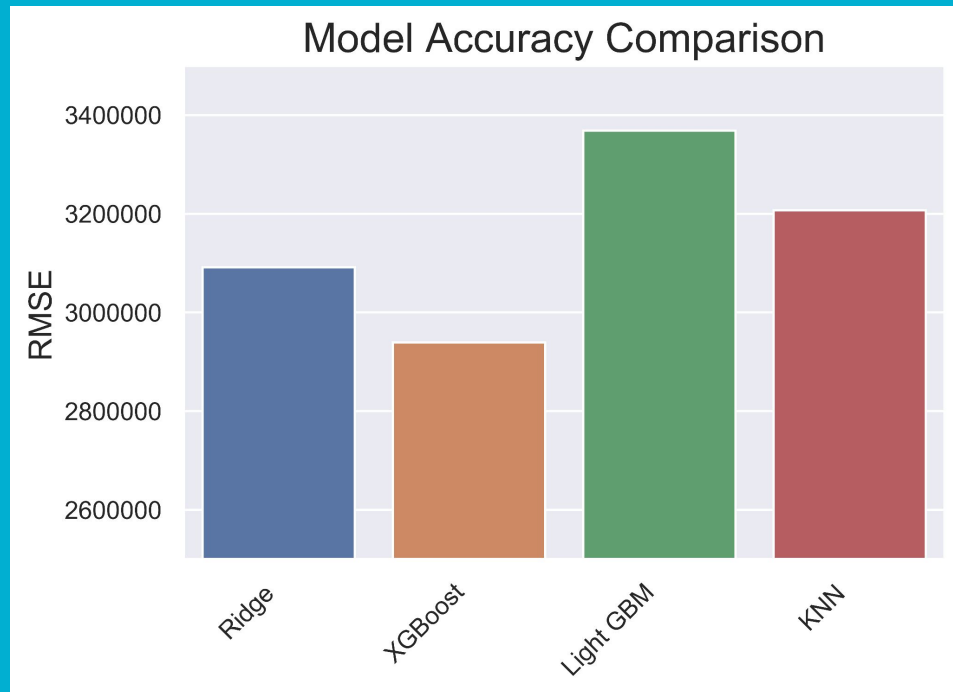
Initial Model Screening



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

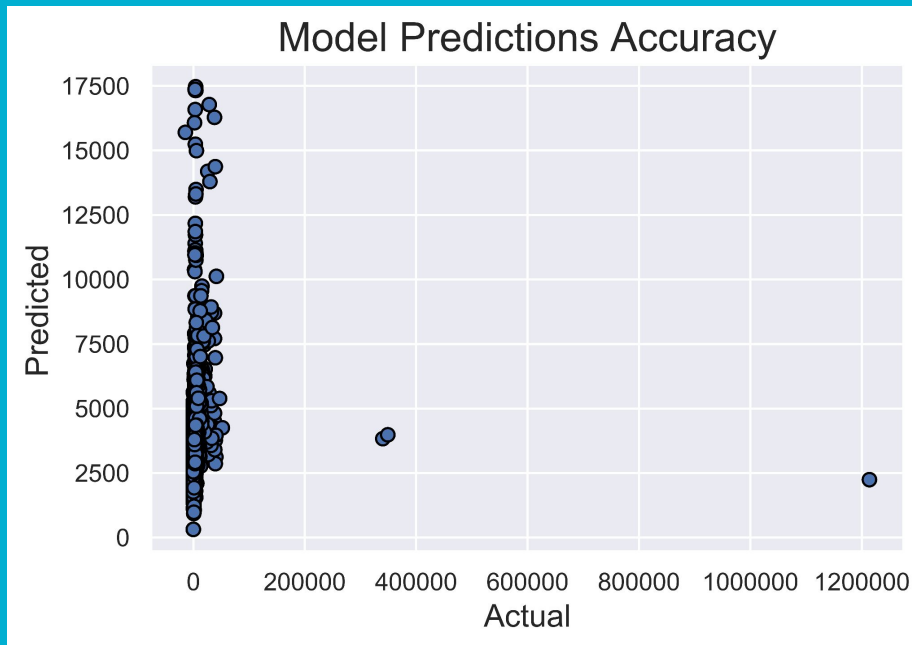
Further Tuning

- 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

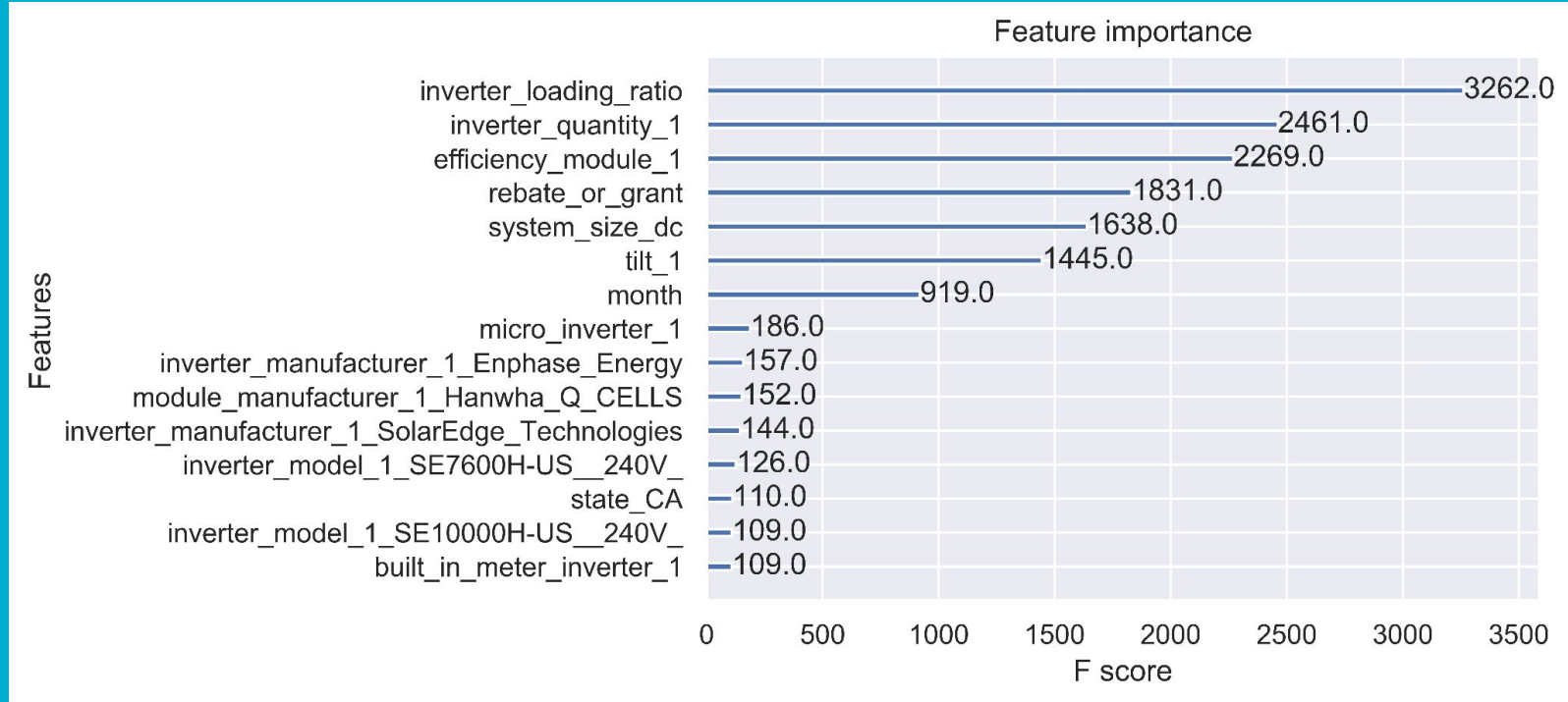


Outliers

	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
expansion_system	0	0	0
multiple_phase_system	0	0	0
tracking	-1	-1	-1

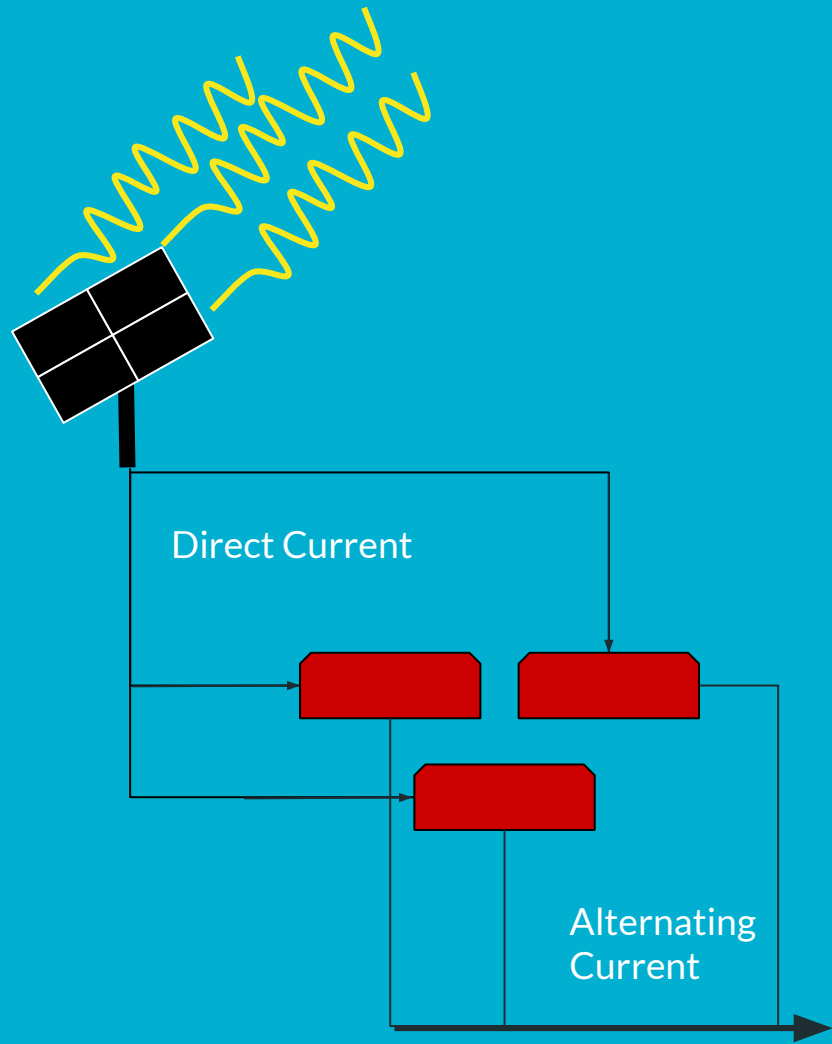
	108019	108020	108142	108175	108233
data_provider_1	Arizona Public Service	Arizona Public Service	Arizona Public Service	Arizona Public Service	Arizona Public Service
system_id_1	107903	107904	108026	108059	108117
installation_date	2020-06-17	2020-06-17	2020-06-19	2020-06-22	2020-06-23
system_size_dc	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
expansion_system	0	0	0	0	0
multiple_phase_system	0	0	0	0	0
tracking	-1	-1	-1	-1	-1

Most Important Features



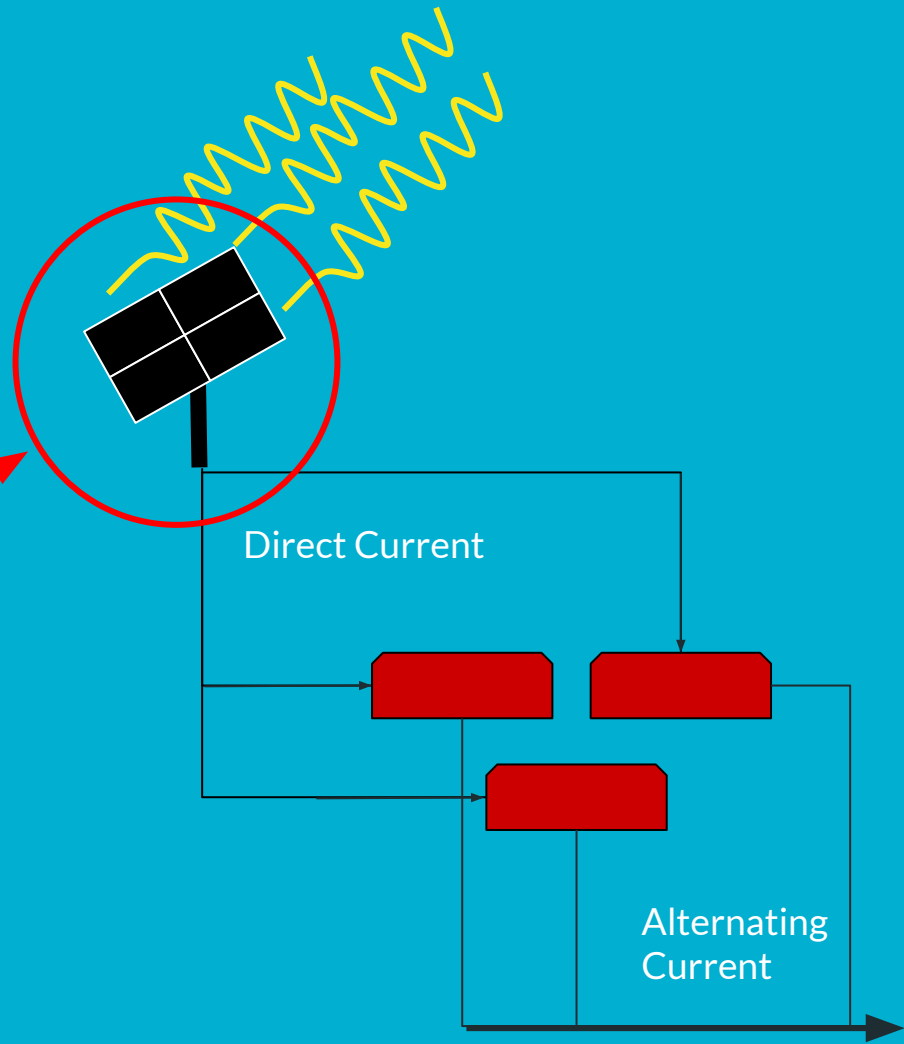
Solar Panel Assembly

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



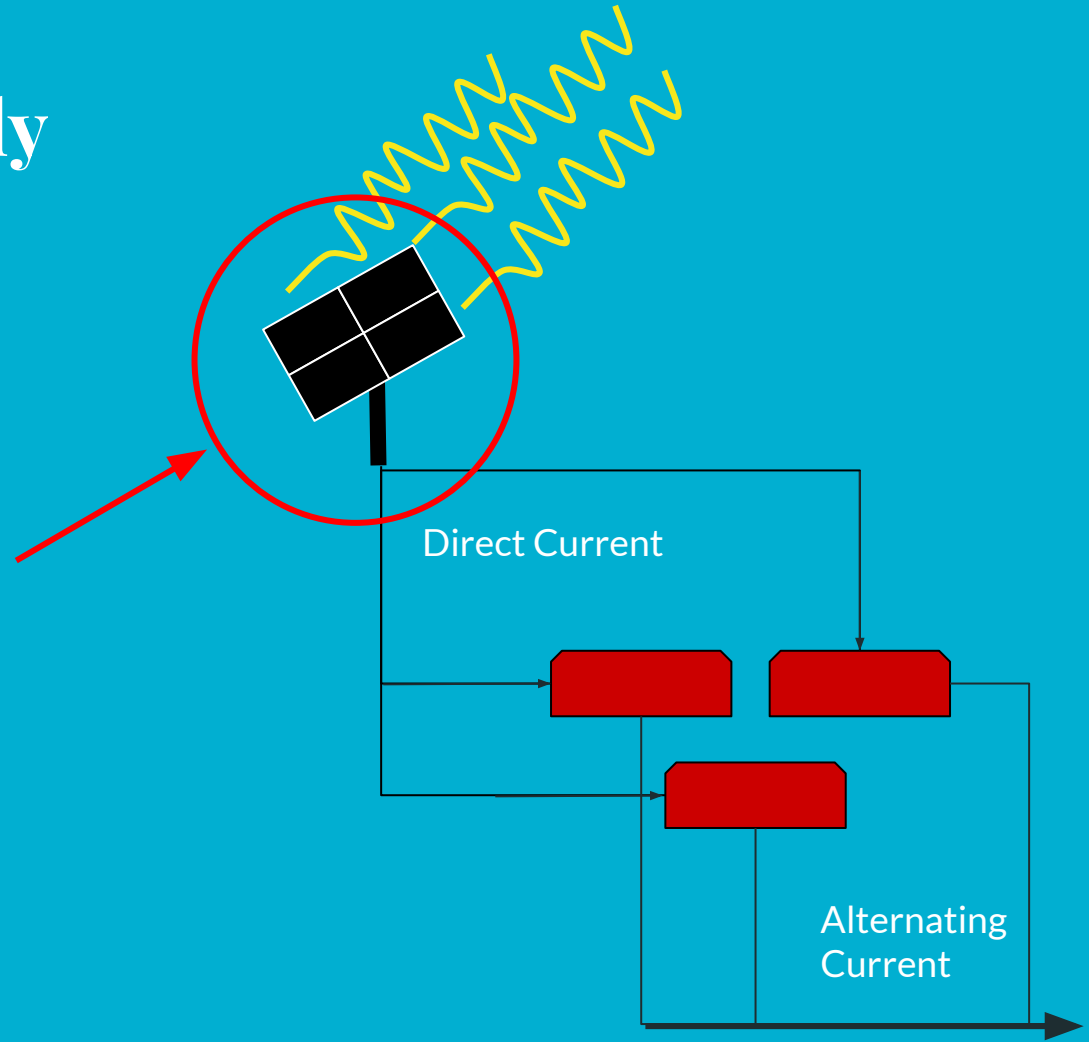
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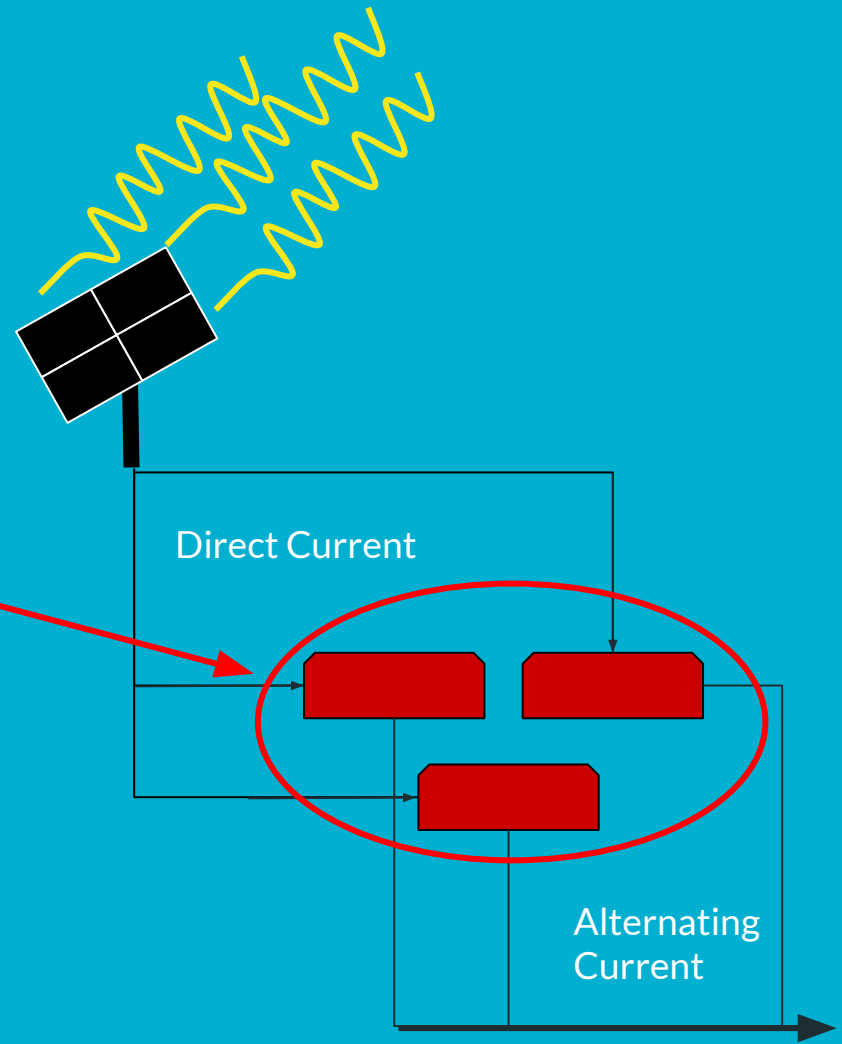
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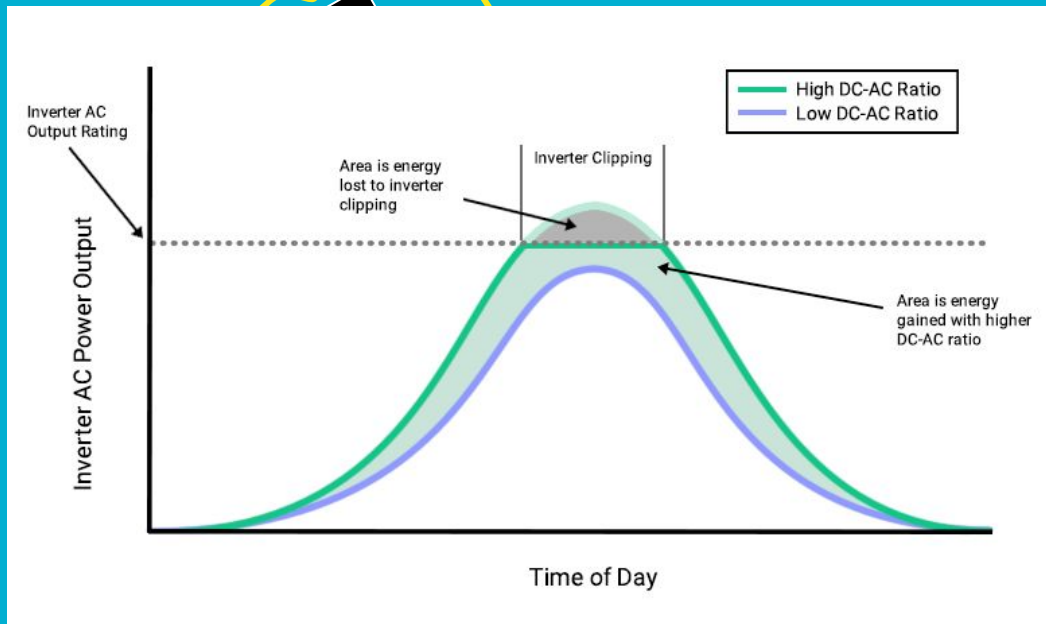
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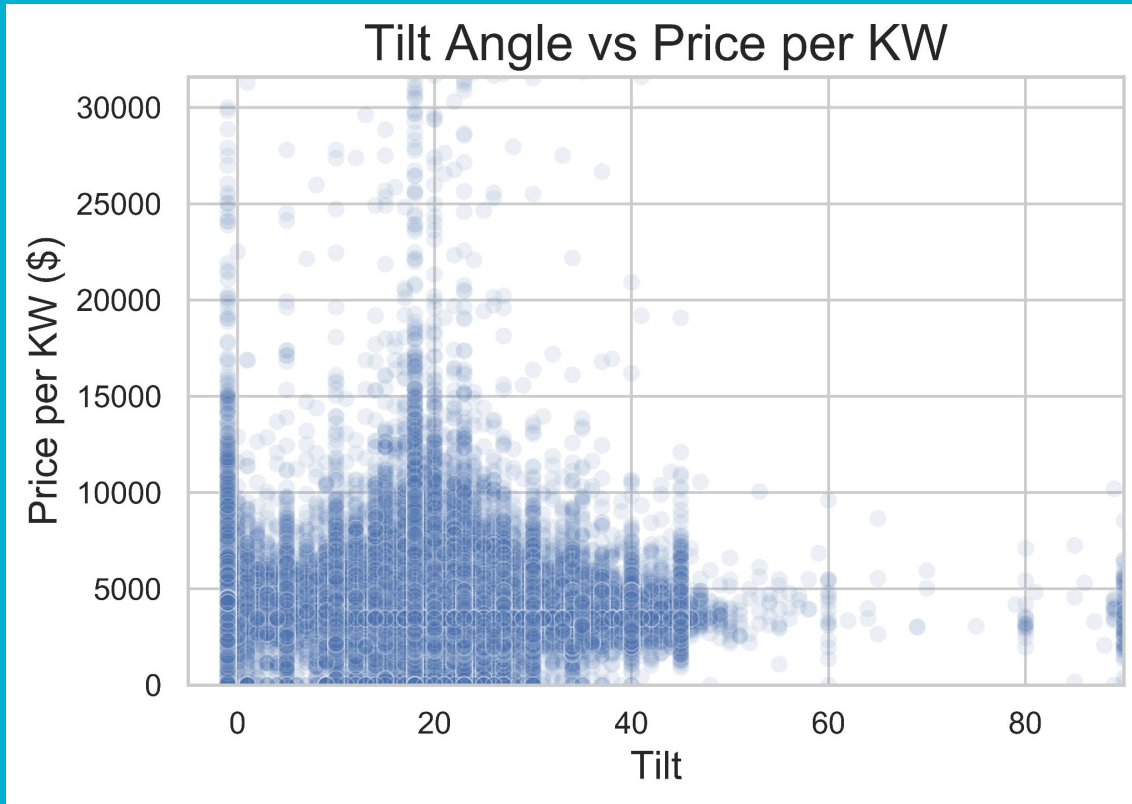
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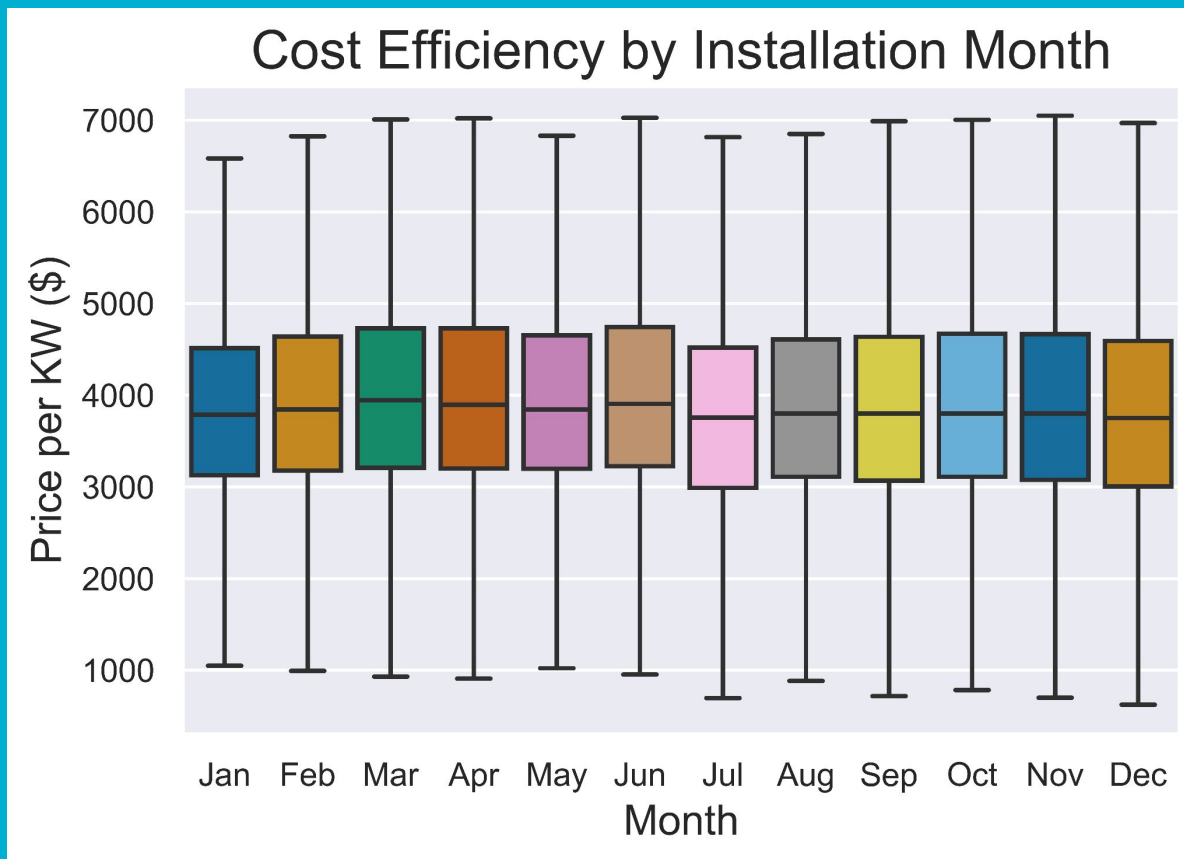


Alternating
Current

Tilt



Installation Month



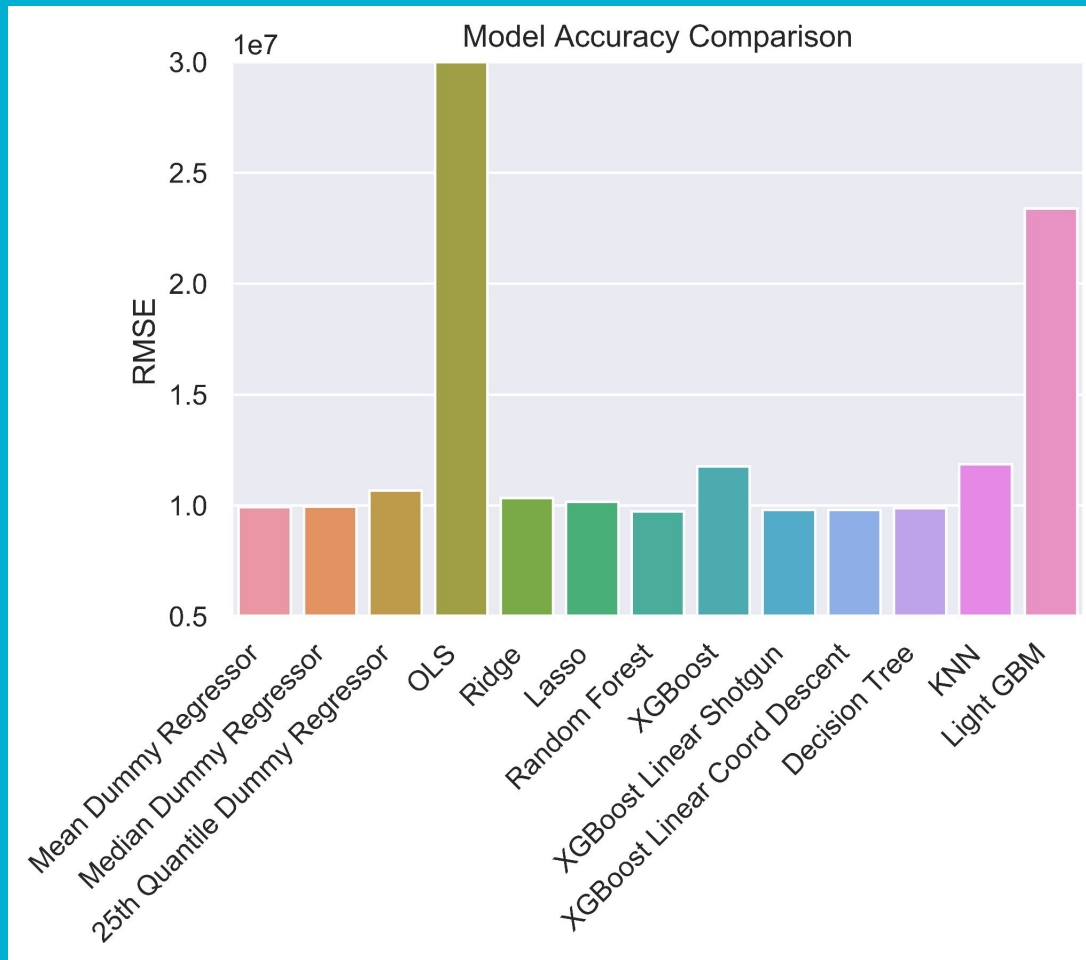
Summary

- XGBoost regressor - 3M train RMSE, 35M test RMSE
 - Outliers likely due to typos in final installed price
- Cost efficiency drivers:
 - Inverter loading ratio \uparrow price per KW \downarrow
 - Inverter quantity \uparrow price per KW \downarrow
 - PV module efficiency \downarrow price per KW \uparrow
 - Rebate \uparrow price per KW \downarrow
 - System Size \uparrow price per KW \downarrow
 - 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

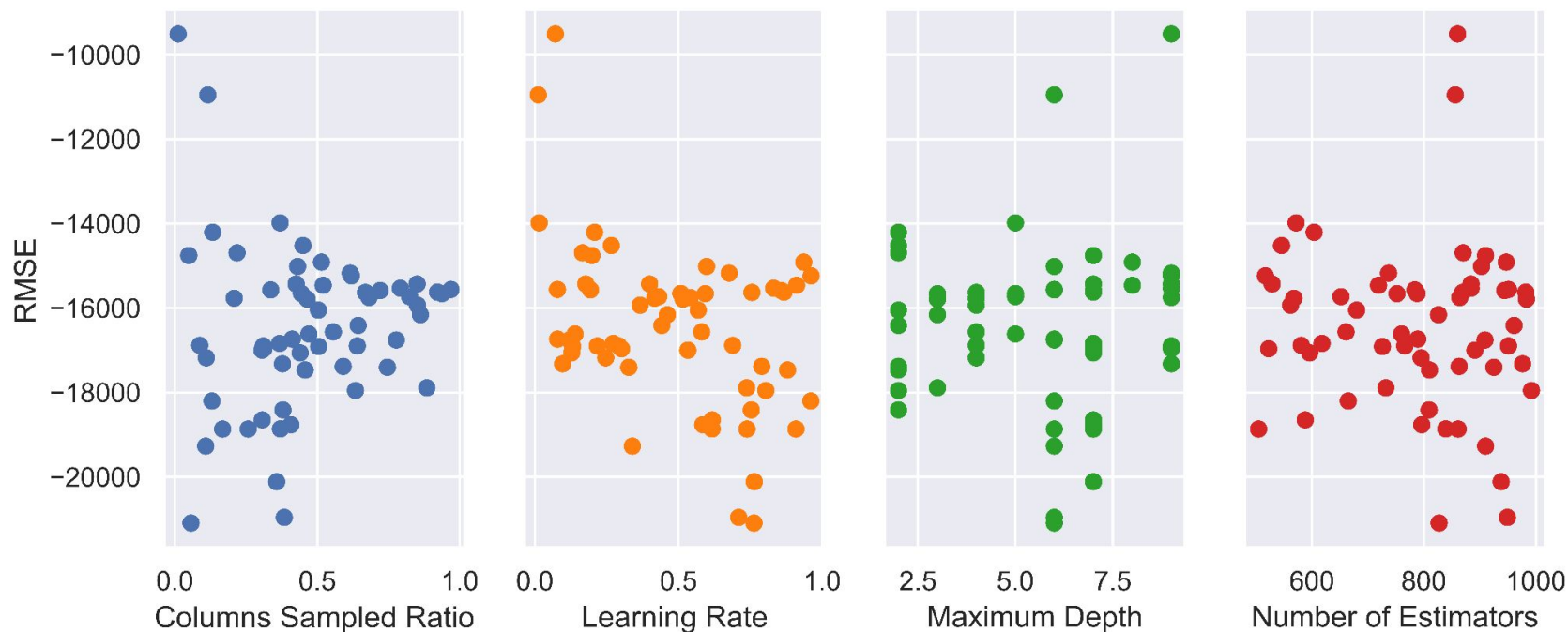


Appendix

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

XGBoost Hyperparameter Tuning Results



Appendix

Light GBM Hyperparameter Tuning Results

