

White Paper

# AI IN ENVIRONMENTAL SUSTAINABILITY



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## **01. WHAT IS ARTIFICIAL INTELLIGENCE?**

<u>Artificial Intelligence</u> (AI) stands as the broad discipline focused on creating machines or software that perform tasks with human-like intelligence, spanning natural language processing to decision-making.

Machine Learning (ML), a subset of AI, develops algorithms for systems to learn from data, enhancing their performance over time without explicit programming. Generative AI (GenAI), another branch, focuses on producing new, realistic content, such as images or text, from learned data patterns. Its training data is derived from extensive collections of textual content, including a variety of books, articles, and online sources. This vast pool of information is primarily gathered from the web or compiled by entities such as OpenAI in the case of ChatGPT, ensuring the GenAI is exposed to a wide array of textual material spanning numerous topics and genres. To enhance its performance on specific applications, the GenAI can undergo a fine-tuning process using supervised learning methods. This involves training the GenAI on a targeted dataset pertinent to the desired domain, which acts as reinforcement data. Through this fine-tuning, it gains the ability to produce text that is not only more precise but also more closely aligned with the requirements of the given task, thereby significantly improving its output relevance and accuracy for specialized content.

Each of these technologies plays a crucial role in various sectors by mimicking or enhancing human cognitive functions, with practical applications ranging from basic administrative tasks to complex, innovative endeavors requiring customized solutions.



## **02. INTRODUCTION TO AI IN ENVIRONMENTAL SUSTAINABILITY**

The integration of ΑI into environmental sustainability represents a transformative leap forward in our capacity understand, manage, and mitigate the impacts of human activity on the natural world. AI. with its unparalleled capabilities in data analysis, forecasting, and system optimization, is at the forefront of innovative solutions aimed preserving the planet for future generations.

AI's role in environmental sustainability is multifaceted and profound. Through advanced data analytics, AI systems can monitor and measure environmental changes with high precision, enabling a deeper understanding of ecological systems. Machine Learning (ML), a critical subset of AI, further enhances this capability by predicting future environmental conditions and outcomes based on historical data patterns. This predictive power is instrumental in areas such as climate modeling, where accurate forecasts are vital for preparing and responding to climate-related events.

Furthermore. AI contributes to the optimization of complex systems, such as energy grids and resource management, facilitating more efficient use of natural resources and reducing waste. By optimizing these systems, AI helps in accelerating the transition to renewable energy sources, improving energy efficiency, contributing to overall sustainability goals.

The distinction between AI, ML, and Generative AI, previously addressed, highlights the specific roles each plays within the broader AI ecosystem. ML's importance in prediction and optimization tasks be cannot overstated, as it underpins many of the advancements in environmental applications of AI. Meanwhile, the burgeoning field of Generative AI opens new avenues for creative and analytical applications within the environmental sector, from generating predictive models of environmental degradation to creating simulations for testing sustainability solutions. A recent paper of the Boston Consulting Group advocates for increased investment in AI research, policy development for sustainable AI use.

The data segment is crucial for optimizing energy consumption in localities, facilitating the collection, analysis, and action on information related to the energy needs and behaviors of inhabitants, buildings, and infrastructures. Over recent decades, the volume of data generated has increased significantly, becoming more accessible for almost all businesses. Properly analyzed data offers invaluable insights, driving critical business decisions. Data exists in various forms - structured, semi-structured, and unstructured, each with specific storage and analysis requirements. Various tools, including Visual Analytics, support data analysis. Al's integration with data platforms (AZURE) offers innovative architecture for data management plays a pivotal role in energy management, exemplified by companies like <a href="Hydro-Québec">Hydro-Québec</a> and <a href="Yestas">Yestas</a>. These examples showcase Al's capacity to predict energy consumption, detect anomalies, and optimize energy supply and demand.

#### **03. WEATHER FORECAST AND AI**

Recent developments in AI models have significantly transformed weather forecasting. Systems like FourCastNet, developed by NVIDIA's Earth-2 team, have showcased improved mediumrange skill and long-term stability in weather forecasting. This system, along with others such as Huawei's Pangu-Weather and Google DeepMind's GraphCast, are freely available for public access and use, demonstrating the potential of AI in enhancing weather prediction accuracy and reliability.

The integration of machine learning methods by Nvidia, Google DeepMind, and Huawei into weather forecasting demonstrates AI's capability to predict weather conditions with high accuracy and speed, offering a promising alternative to conventional forecasting models.



### **04.** OPTIMIZATION OF RENEWABLE ENERGY SOURCES

The optimization of renewable energy sources through artificial intelligence (AI) presents a significant advancement in enhancing the efficiency and operation of energy systems such as solar panels and windmills. AI's role in this domain encompasses a variety of applications, from the real-time balancing of electricity supply and demand to optimizing energy use and storage, thereby reducing rates and improving grid resilience.

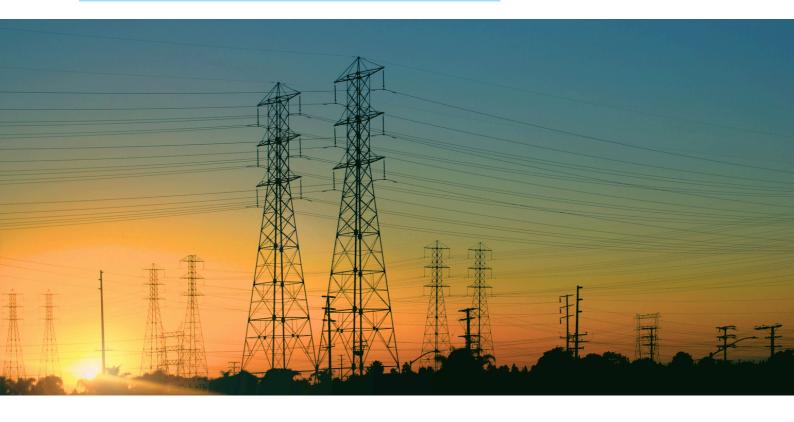
A detailed examination of AI's impact can be seen in the management of photovoltaic (PV) and battery energy storage systems within home micro-grids. For instance, deep learning-based models optimize energy management by effectively scheduling battery energy storage system (BESS) operations. This optimization not only maximizes the utilization of renewable power but also minimizes daily electricity costs. The implementation of AI-based operational dependencies within the optimization algorithms significantly narrows the gap between generation and consumption, thereby enhancing the <u>robustness</u> and performance of the system. Such models can lead to substantial reductions in electricity costs while improving the payback period for investments in renewable energy technologies.



Furthermore, AI facilitates the scheduling of BESS, demonstrating potential for cost reductions under various conditions. For example, under optimal conditions, significant cost reductions and shorter payback periods for households can be achieved, highlighting the financial viability and efficiency of integrating AI into renewable energy systems.

These advancements underscore the transformative potential of AI in the renewable energy sector. By leveraging AI for the optimization of renewable energy sources, we can achieve a more sustainable and efficient energy future, characterized by enhanced grid resilience, optimized energy consumption, and improved financial outcomes for renewable energy investments.

### **05. ELECTRICAL GRID OPTIMIZATION**



The shift from conventional energy sources to variable renewable alternatives such as solar and wind means the decades-old way we operate the energy system is changing. The plants powering our future may also look radically different—in fact, many may not have a physical form at all. They are called Virtual Power Plants (VPP). A VPP is a system of distributed energy resources—like rooftop solar panels, electric vehicle chargers, and smart water heaters—that work together to balance energy supply and demand on a large scale. They are usually run by local utility companies who oversee this balancing act.

In this context, AI is revolutionizing the optimization of electrical grids by enhancing decision-making, improving load balancing, and enabling predictive maintenance.

AI technologies like machine learning and predictive analytics are at the core of this transformation, leveraging vast amounts of data to make real-time decisions and forecasts, thus increasing efficiency, reducing costs, and improving grid reliability. One significant application of AI in grid management is its ability to forecast electricity demand accurately by analyzing historical data, weather patterns, and various other factors. This capability allows for more proactive optimization of generation and distribution schedules. For instance, AI models have demonstrated the potential to expedite daily planning calculations for grid operators, reducing processing times significantly, which can lead to substantial time savings considering the frequency of these calculations.

Furthermore, AI facilitates tailored energy solutions for individual homes and broader grid management. Startups like <u>Lunar Energy</u> use AI software to optimize energy usage for consumers, while also providing utility companies with valuable data for improving energy planning. This approach not only helps in personalizing energy consumption but also enhances grid responsiveness to varying demands.

Finally, the surge in electric vehicle (EV) adoption introduces new challenges for grid management, with AI providing solutions by analyzing EV charging data to identify optimal charging times. This helps turn EVs into a valuable source of energy storage, addressing the increased energy demand posed by EV adoption and enhancing grid planning.

#### **06. AGRIVOLTAICS AND AI**

The concept of agrivoltaics enables simultaneous cultivation of crops and harnessing of clean PV energy on the same land, with research indicating numerous benefits such as soil moisture retention, crop protection, and potentially enhanced crop growth in certain environments.

AI plays a pivotal role in agrivoltaics, enhancing the synergy between agriculture and solar energy production. By analyzing local weather data, AI can forecast weather conditions affecting crop growth. Furthermore, AI optimizes the orientation and positioning of photovoltaic (PV) panels, a task beyond the scope of traditional methods. A notable advancement in this field is Sandbox Solar's development of Spade, a software modeling tool designed for agrivoltaic systems. This tool aids in determining optimal crop types and solar panel layouts, taking into account factors such as irradiance and photosynthetically active radiation, ensuring the best balance between energy generation and crop production.





<u>NuWatt Energy</u> is at the forefront of integrating solar power systems with agricultural production through agrivoltaics, employing advanced AI-driven technology to achieve sustainable energy and innovative agricultural solutions in the US. <u>French agrivoltaics specialist GLHD</u> utilizes AI for landscape integration, developing a digital tool for augmented reality visualization of agrivoltaic farms. This technology allows for a comprehensive understanding of how solar arrays can be integrated into farmlands without hindering agricultural productivity. The application, designed by Yzar for tablets, enables users to visualize fixed structures or trackers within a landscape, thereby facilitating the exploration of landscape integration solutions and enhancing the understanding of agrivoltaic systems. French <u>Sun'Agri</u>, a pioneering force in dynamic agrivoltaics, has developed a unique technology over 12 years of research, aimed at combating the adverse effects of climate change on agriculture through intelligent AI-driven sunlight control.

These developments in the US and the EU underscore the potential of AI in revolutionizing agrivoltaics, offering a promising solution to the dual challenges of meeting renewable energy targets and preserving agricultural productivity. By leveraging AI, agrivoltaics can provide a sustainable model for the future of farming.

#### **07.** AI IN TRAFFIC MANAGEMENT

By integrating AI technologies into road traffic management, cities can not only enhance traffic flow but also achieve substantial environmental benefits, moving towards more sustainable urban transportation systems. AI is applied to traffic flow analysis, predictive modeling to reduce congestion, and integration with public transportation planning.

Google's Project Green Light is another groundbreaking initiative that leverages AI to optimize traffic light plans, significantly reducing emissions at intersections. By analyzing driving trends via Google Maps, this solution advises city engineers on traffic light optimization, which can be implemented swiftly using existing infrastructure. Early implementations in various global cities have shown a potential reduction of up to 30% in stops and up to 10% in emissions at intersections, highlighting AI's capability to improve urban mobility and environmental sustainability.

# **08. SMART BUILDING MANAGEMENT SYSTEMS**

These systems harness AI to optimize energy consumption within structures, enhancing efficiency and minimizing waste. A prime example is the Building Robotics system, which leverages AI to fine-tune heating and cooling in commercial edifices, achieving reductions in energy consumption by up to 30% [source needed for the Building Robotics system claim]. Building automation systems (BAS) are not exclusive to towering skyscrapers or expansive commercial complexes. They have found their way into smaller buildings and even individual homes, especially in regions where energy conservation is a priority. For instance, in regions of Europe, there's a push towards nearly zero-energy buildings, and BAS plays a pivotal role in achieving this. These systems can adjust parameters like lighting, heating, and cooling based on various factors, including occupancy and weather conditions. In smaller localities, the implementation of BAS can be seen in community centers, local libraries, or even schools. These are places that, while not massive in scale, still benefit significantly from energy optimization. For instance, a community center in a small town in Germany implemented a BAS that adjusts the heating based on the number of occupants in the building, ensuring that rooms that are not in use are not unnecessarily heated.

#### 09. FLOOD PREDICTION

Al's role in flood prediction has become increasingly pivotal, especially with the integration of digital twin technology for comprehensive watershed management. Digital twins, which are virtual models of physical systems, allow for the simulation and analysis of flood scenarios in real-time, enhancing flood disaster warning and control efforts.

One notable project in this area is <u>NASA's Integrated Digital Earth Analysis System</u> (IDEAS), which utilizes satellite data and space technologies to develop alert systems and flood risk maps on both local and global scales. This digital twin approach provides on-demand data and analysis, driving model predictions for flood risk mitigation and future instrument scheduling.

Moreover, <u>city-scale digital twins</u> have emerged as powerful tools for flood resilience planning. They incorporate real-time data feeds related to meteorology, hydrology, and infrastructure operation, enabling the simulation of flood scenarios and the assessment of mitigation strategies. This technology supports a wide range of activities, from evaluating the extent of river or coastal flooding to testing infrastructure resilience and developing emergency response plans.

Finally, the special issue of <u>Water</u> ("Application of Digital Twins and Artificial Intelligence Technology in Watershed Flood Disaster Warning and Control") highlights the potential of digital twins and AI in enhancing the accuracy and timeliness of flood predictions. By analyzing meteorological, hydrological data, and terrain information, AI can improve flood prediction models, while digital twins offer a dynamic platform for simulating flood propagation and impacts, facilitating better decision-making and emergency planning.



### 10. INTRODUCTION TO AI IN ENVIRONMENTAL SUSTAINABILITY

GenAI is increasingly utilized in the industry to enhance productivity, efficiency, and sustainability. For instance in the key field of failure modes and effects analysis (FMEA) the use of ChatGPT is developing fastly. The paper by D. Thomas, which comes highly recommended for its insightful analysis, articulately delineates the process of integrating the tool into operations. It further explores how its application can be broadened across various industrial sectors, offering a comprehensive guide to its versatile use. The initial step involved training the ChatGPT model using existing FMEA data (fine tuning), which enabled it to assimilate knowledge from the manufacturer's incidents. thus enhancing its capability to produce more precise and pertinent outcomes. Utilizing ChatGPT. the manufacturer could swiftly generate and assess failure modes across different components and systems, pinpoint potential risks, suggest and appropriate This countermeasures. approach markedly diminished the time and expense associated with conducting classical analysis, while simultaneously improving the precision and comprehensiveness of the findings.

The <u>energy sector</u> is progressively adopting (22) language models like ChatGPT to boost efficiency and optimize operations. These models are employed to produce detailed reports and summaries, enhance customer service with smart chatbots, and automate routine tasks such as data entry and analysis. However, it is important to note that these tasks are not unique to the environmental and energy sectors alone.

In the field under consideration, Generative AI (GenAI) could play a pivotal role, particularly in energy forecasting. By analyzing weather trends, consumption statistics, and other pertinent data, GenAI enables energy companies to make wellinformed operational decisions. As Thomas's article suggests, GenAI holds vast potential in the realm of predictive maintenance through the analysis of equipment data. The impact in terms of reducing downtime could significant. and costs be alongside enhancing the capability to accurately forecast supply needs.

Furthermore, GenAI's application extends to energy trading data analysis, where it can scrutinize market data for energy price forecasting. This capability allows energy companies to execute informed trading decisions and manage risks more effectively.

Climate science could also benefit from generative AI. Exploring the history of climate through GenAI could significantly enhance our understanding and prediction future climate scenarios. Indeed, the historian Emmanuel Leroy Ladurie demonstrated the relationship between grape harvest dates and climatic conditions. Researchers emphasize the importance of including simulations of past climates in evaluating models for future climate change predictions.

It is conceivable that vast amounts of digitized historical data, spanning several centuries back and consisting of documents such as written texts, drawings, and photographs (imagine photographs of a glacier over a period of time of 150 years), could be processed by a (potentially trained) GenAI to produce reports and charts for analyzing phenomena. This would enable a deeper understanding of historical trends and patterns, providing valuable insights that inform our understanding of climate change.



#### 11. ENERGY CONSUMPTION OF AI

The critical discussion around the energy consumption of AI operations, particularly in datacenters, has been a focal point due to its environmental impact. Microsoft is leading the charge in making <u>datacenters</u> more energy and water-efficient. The company has committed to being carbon negative by 2030 and aims to remove all the carbon it has emitted since its founding by 2050. Innovations include reducing water waste in datacenter operations by 95% by 2024 and exploring liquid immersion cooling technologies for waterless cooling options, demonstrating a significant shift towards sustainability. <u>Microsoft's efforts</u> extend to designing datacenters that support local ecosystems and cutting the carbon footprint in datacenter design and construction, showcasing a holistic approach to environmental responsibility.



In addition to Microsoft, other big operators are also focusing on sustainability. For example, <u>Google</u> has been using AI to optimize the cooling of its datacenters, significantly reducing energy use for cooling by 30%. Amazon Web Services (AWS) has committed to powering its operations with 100% renewable energy by 2025, highlighting the tech industry's collective move towards more sustainable practices.

The concept of Frugal AI, which focuses on designing AI systems that require less computational power and energy, is gaining traction as a way to make AI more accessible and sustainable, especially in regions with limited resources. This approach aligns with France's governmental policy, which aims to develop AI technologies that are not only advanced but also eco-friendly and energy-efficient, ensuring that the benefits of AI can be enjoyed globally without exacerbating environmental issues. Indeed, many cities and "Métropoles" are participating in the project known as "Démonstrateurs d'Intelligence Artificielle frugale pour la transition écologique dans les territoires" (DIAT), which is part of the larger strategy called "France Nation Verte" under the National AI Strategy (Stratégie Nationale pour l'IA or SNIA). This strategy involves investing 40 million euros to support frugal AI-based solutions through demonstrators. The initiative focuses on the use of artificial intelligence (AI) in ecological transition across various regions.

These initiatives fast-track the deployment of frugal AI systems for the ecological transformation of our regions. For instance, Bordeaux Metropole is leveraging AI to optimize the design of new public buildings and infrastructure. Similarly, the IGN (National Geographic Institute) is utilizing AI to analyze aerial images, aiding in urban and forest area identification to enhance city planning, road designs, and green spaces. Other applications focus on managing water and energy consumption in buildings. The implementation and commercialization of Frugal AI also offer a pathway to competitiveness. AI systems designed in France and Europe are frugal, consuming less energy for training and inference, thus being more competitive. Notably, the 7 billion parameter model produced by Mistral in France is frugal yet competitive with larger models like Lama Vito's 13 billion parameter model from the Meta group. France's low-carbon electricity grid, primarily nuclear-powered, is pivotal for training and using AI systems sustainably. The synergy between Frugal AI and embedded AI is essential for locally efficient AI systems in businesses and personal use.

### CONCLUSION



The integration of Artificial Intelligence (AI) significant marks move towards leveraging technology for environmental protection, optimizing energy improving weather forecasting, enhancing grid management, and advancing agrivoltaics for a greener future. AI's traffic and application in building prediction. management, flood and innovative uses like Generative ΑĪ potential in highlights its tackling environmental issues.

However, realizing AI's full potential for sustainability faces hurdles, notably the high energy consumption of data centers. This calls for sustainable practices and the development of energy-efficient Frugal AI. Efforts by leading tech companies towards greener operations and renewable energy commitments underscore the industry's push for eco-friendly AI.

This discussion prompts a wider call to action for collaborative efforts among governments, businesses, academia, and civil society to harness AI responsibly. Prioritizing sustainability-focused AI research and cross-sector partnerships is crucial for deploying AI solutions that serve both environmental and societal needs effectively.



### Thank you

To explore further the impact of AI on business sectors, visit our blog at <a href="www.tw3partners.fr">www.tw3partners.fr</a> or contact us at ludovica@tw3partners.fr.

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