

How Technology Convergence is Impacting Radical Innovation in the Energy Sector

Knut H. H. Johansen CEO eSmart Systems

27th of February 2018

Intelligence First





At eSmart our mission is to build digital intelligence to provide exceptional solutions to our customers and accelerate the transition to sustainable societies

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Focus on Al





Microsoft Ignite

September 25 – 29, 2017, Orlando, FL

Microsoft

FUTURE1-2 NOV '16DECODEDExCeL London

We couldn't do it without...



eSmart Systems Business Areas





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eSmart's foundation



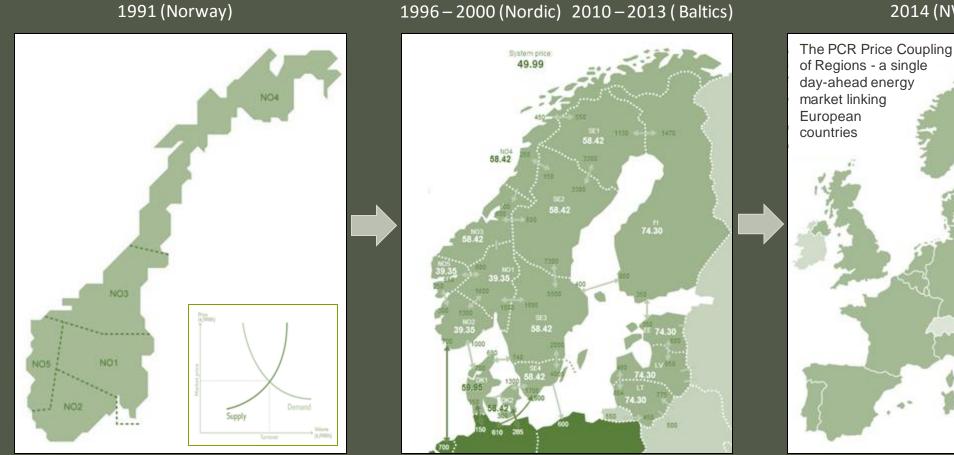
- 20 years of software development for the energy business
- 2 decades of experience with machine learning
- Extensive business knowledge in different markets
- World leading technology vendor
- Long experience with innovation processes
- Generated revenue of 5 billon NOK from innovation



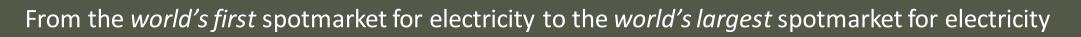
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Development of PCR (Price Coupling of Regions)





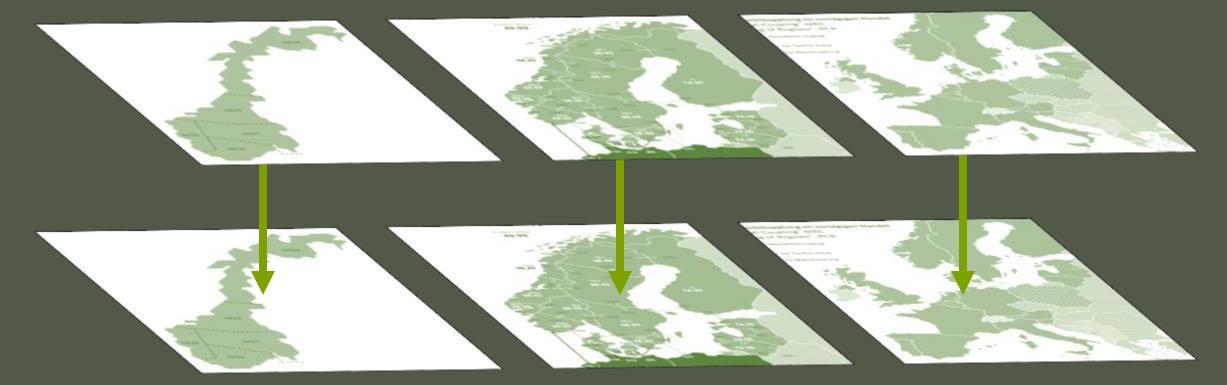
2014 (NWE) -





The Internal Electricity Market & Local Electricity Markets

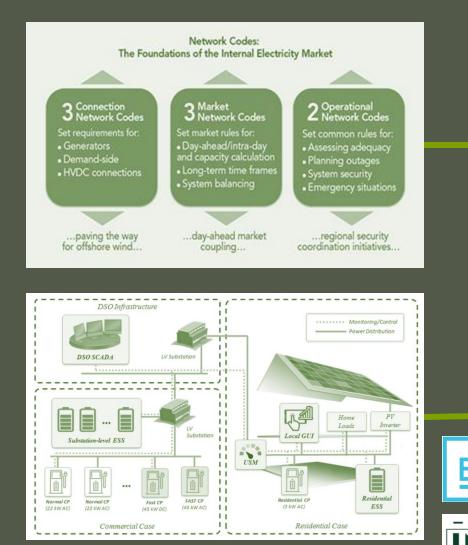
TSO – level: matured market



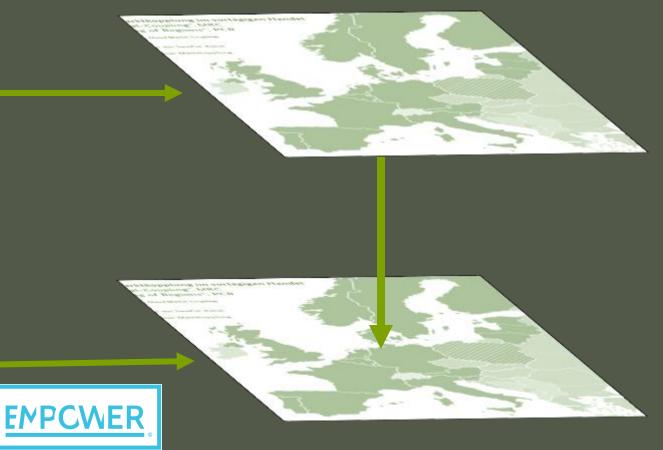
DSO - level: emerging distributed / local markets

The Internal Electricity Market & Local Electricity Markets





TSO – level: matured market



DSO - level: emerging distributed / local markets



An irreversible and dramatic change in human history

Three technologies converge into extreme power

Digital Technology Convergence



Exponential growth in volume Exponential growth in Artificial Intelligence Lata Exponential growth in Artificial Intelligence Lata Exponential growth in Artificial Intelligence Lata Exponential growth in Age of Artificial Intelligence Lata

Get Ready To Never Trust Anything On The Internet Ever Again

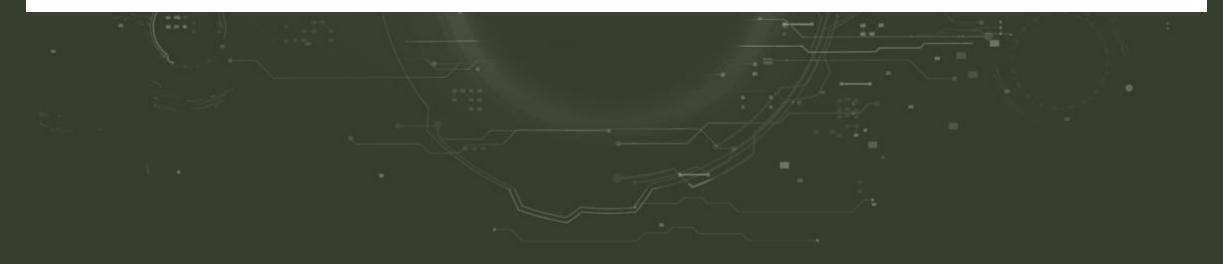
The rise of fake Everything







The rise of fake Everything





wered by values

Who is speaking?

Synthesizing Obama: Learning Lip Sync from Audio

> Supasorn Suwajanakorn Steven M. Seitz Ira Kemelmacher-Shlizerman

University of Washington

SIGGRAPH 2017 http://grail.cs.washington.edu/projects/AudioToObama/





Welcome to the beta version of Lyrebird

Lyrebird allows you to create a digital voice that sounds like you with only one minute of audio.

Create your digital voice

Or log in if you already have an account

This beta version allows anyone to create their digital voice with only one minute of audio. Simply sign up, record yourself for at least one minute and you will be able to generate any sentence you like with your digital voice.

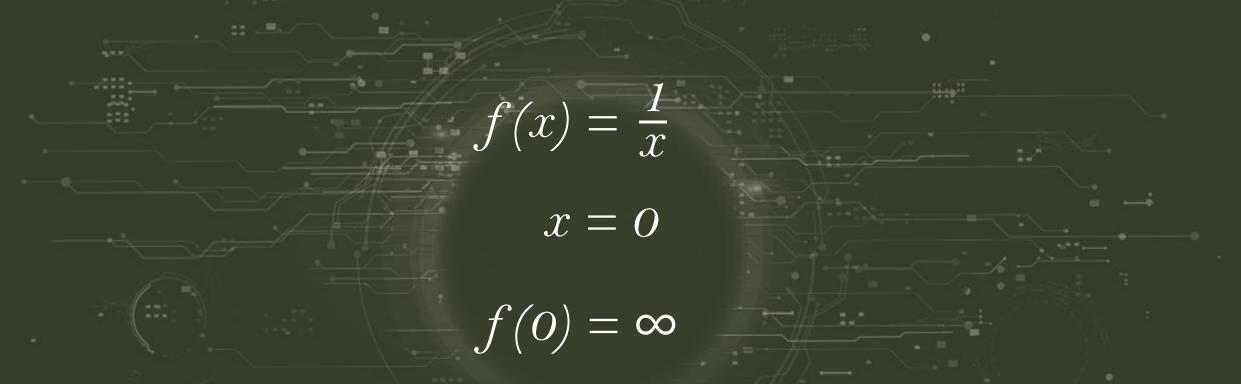


An irreversible and dramatic change in human history

Will this extreme power lead to technological singularity?







Mathematical singularity, a point at which a given mathematical object is not defined or not "wellbehaved", for example infinite or not differentiable

x = 0 gives essential singularity, a singularity in which the function exhibits extreme behavior

Centaurus A

At its heart lies a black hole with a mass of 55 million suns. Now, the TANAMI project has provided the best-ever image of particle jets powered by the black hole, revealing features as small as 15 light-days across. The jets feed vast lobes of radioemitting gas that reach far beyond the visible galaxy.

Technological Singularity

⁺ Powered by values

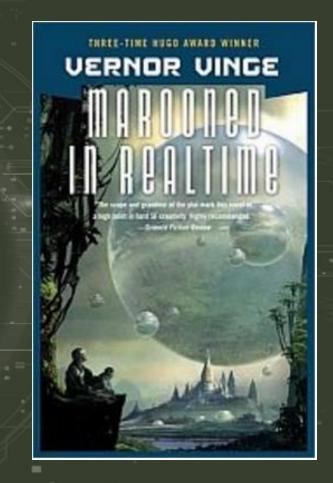


Vernor Vinge introduced the term Technological Singularity in his science fiction novel Marooned in Realtime (1986) and later developed the concept in his essay the Coming Technological Singularity (1993).

His definition of Singularity is widely known as the event horizon thesis and in essence says that trans or post-human minds will imply a weirder future than we can imagine:

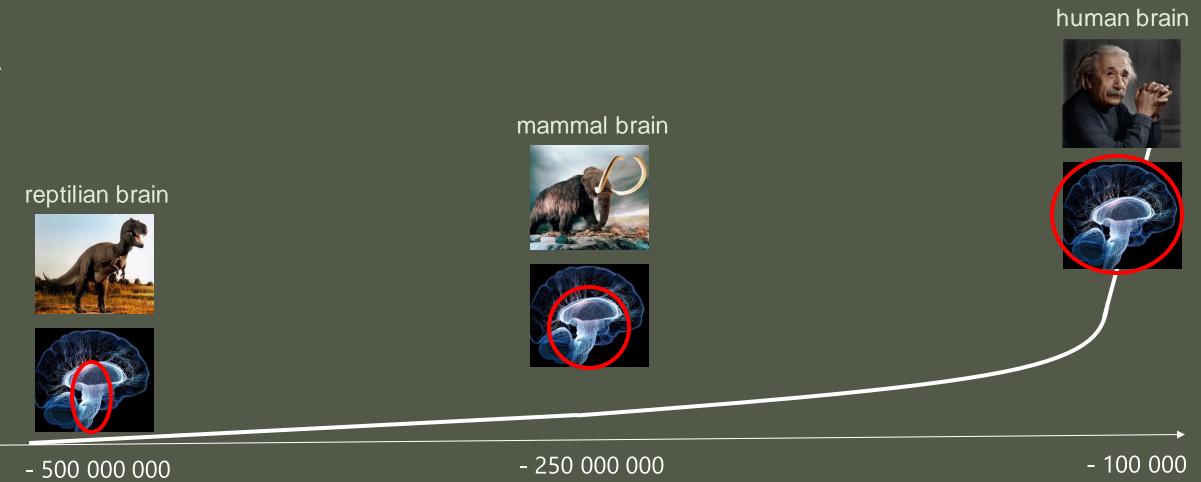
"Within thirty years, we will have the technological means to create superhuman intelligence. Shortly after, the human era will be ended. [...] I think it's fair to call this event a singularity. It is a point where our models must be discarded and a new reality rules.

As we move closer and closer to this point, it will loom vaster and vaster over human affairs till the notion becomes a commonplace. Yet when it finally happens it may still be a great surprise and a greater unknown."



Cognitive Singularity



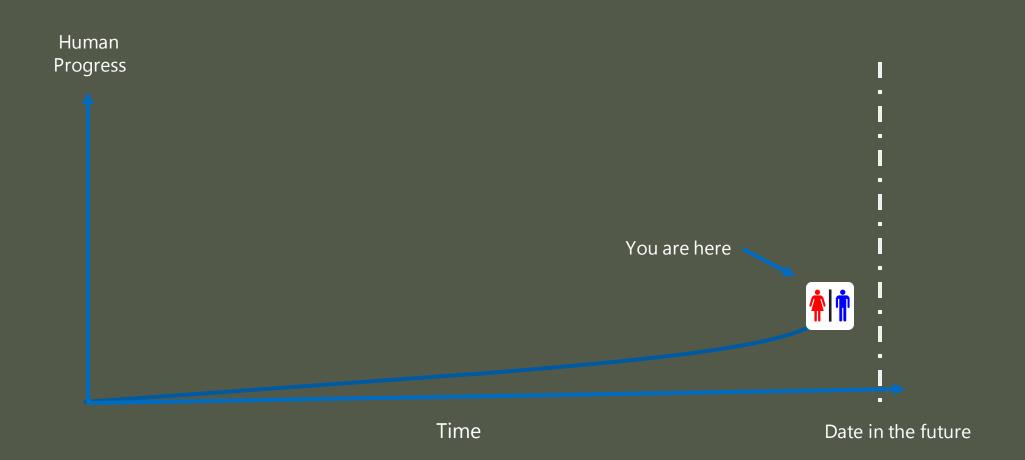




From First to Fourth Industrial Revolution Third First Second Fourth Industrial Revolution Industrial Revolution Industrial Revolution Industrial Revolution 2012 1870 -1969 -1784 From From Human Power Human Intelligence to to Artificial Intelligence **Artificial Power** First mechanical loom, First Programmable Logic First assembly line Development and use of Edmund Cartwright's Cincinnati slaughter houses, 1870 Controller (PLC), **Cyber-Physical Systems** Water Power Loom 1784 Modicon 084, 1969

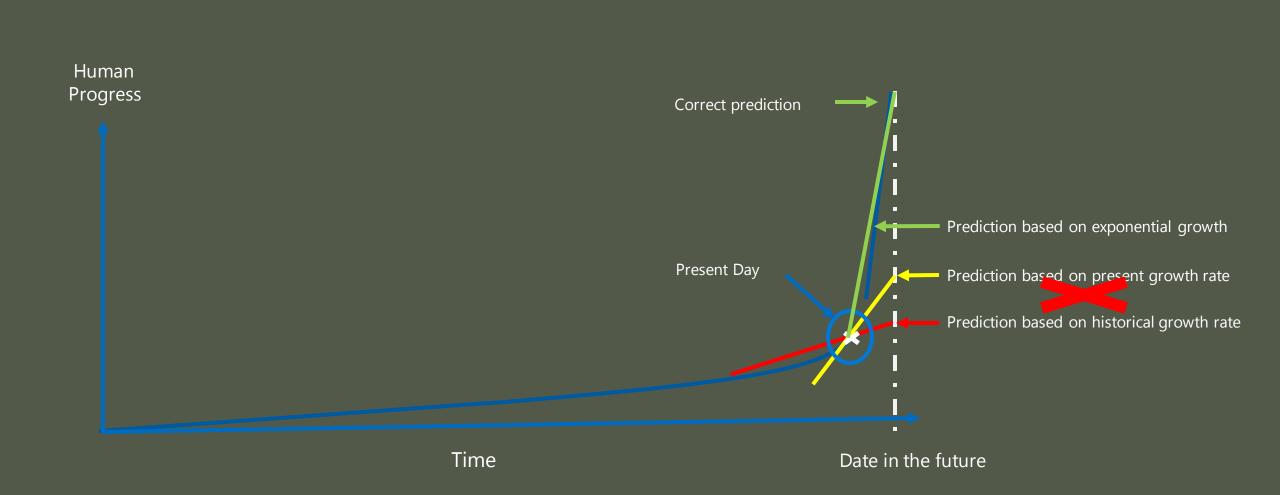
The Far Future - Coming Soon





The Far Future - Coming Soon



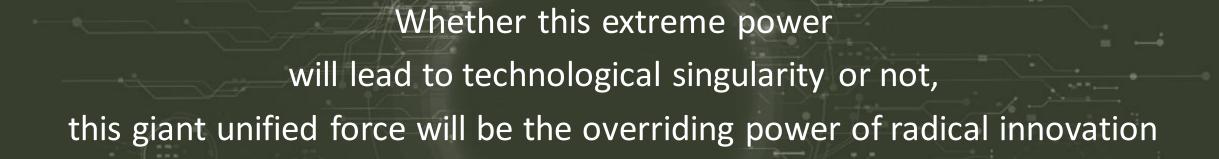




⁺ Powered by values

Vernor Vinge





Neuralink – will turbocharge brains



Develops technology to connect computers to our brains – merger of biological intelligence and machine intelligence

Radical Innovations need Radical Ideas



🚳 Oversett fra engelsk

07:31 - 28. mar. 2017

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3 735 retweets 12 925 liker 🚳 🛞 🔮 🌑 😴 🜑 🚱 📼 😨

Neuralink has the potential to rapidly accelerate the development of mind-machine interface via its "neural lace" which is a digital layer above the cortex that could work well and symbiotically with the human brain"

Neuralink's ultimate goal is to develop a "whole-brain interface," which would be a device that is completely integrated into the brain, and give the brain the ability to connect wirelessly with the cloud, and all other people and their computers with the same interface. Image: Oliver Burston







Power Grid Operators Face Increasing Challenges

Regulatory

changes

Aging power grid Distributed energy resources Severe weather, outages, and powerdemanding loads ... Results in massive grid investments, and expensive operations and maintenance costs

Technology changes drive market changes

- + DER technology development and price drop
- + Electricity market changes
- + ICT and analytics development
 - + Internet of energy
 - + Time series data
 - + Microsoft Azure cloud
 - + Real-time analytics
 - + Artificial intelligence and deep neutral networks





Digital Platform



Internal Data



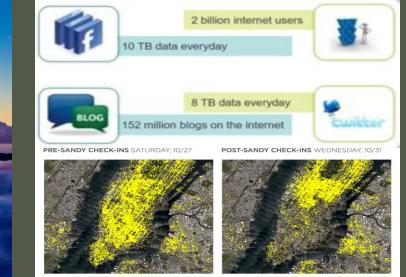
Legacy data systems and traditional data warehouses are not designed to handle the amount & type of data generated by newer internetscale technologies

Big Data Technology bridges the gap



Big Data Technology will be crucial for the competitive advantages

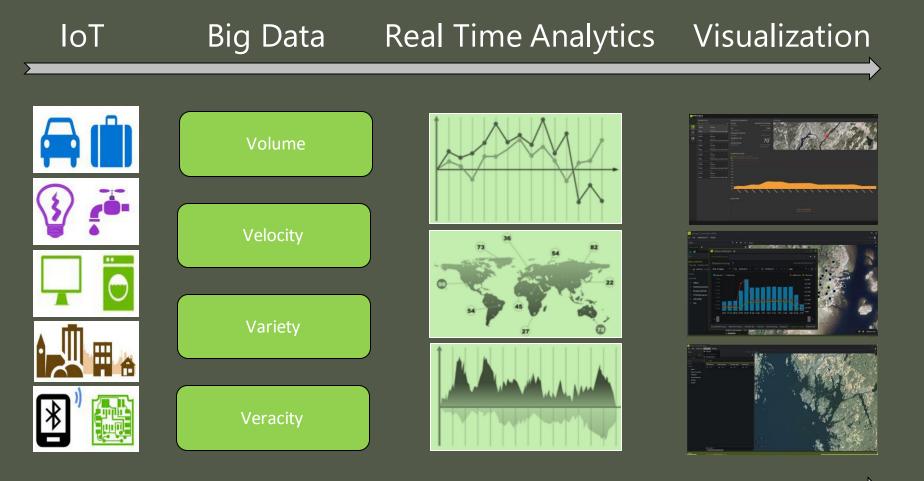
External Data



90% of the data is coming from net-new data sources – mobile, social media, web and machinegenerated data – and this will increase

Rob Bearden CEO - Hortonworks

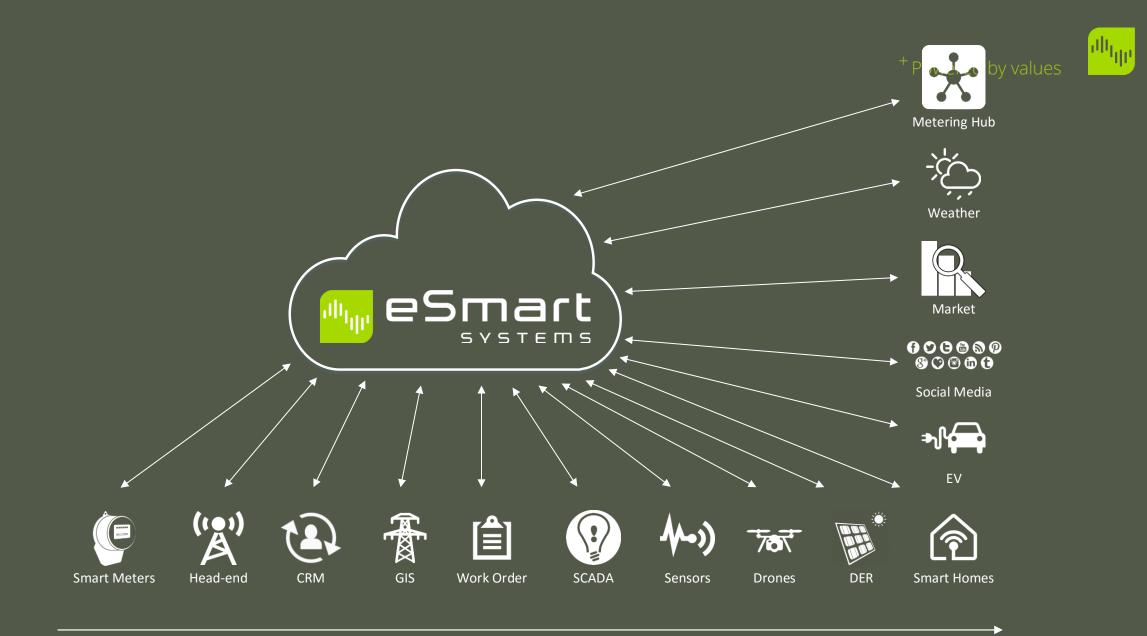




Turning Big Data into Value

The "datafication" of the world gives us unprecedented amounts of data.

The latest technology together with the latest software and analysis approaches allow us to leverage all types of data to add value.



Meter Value Management

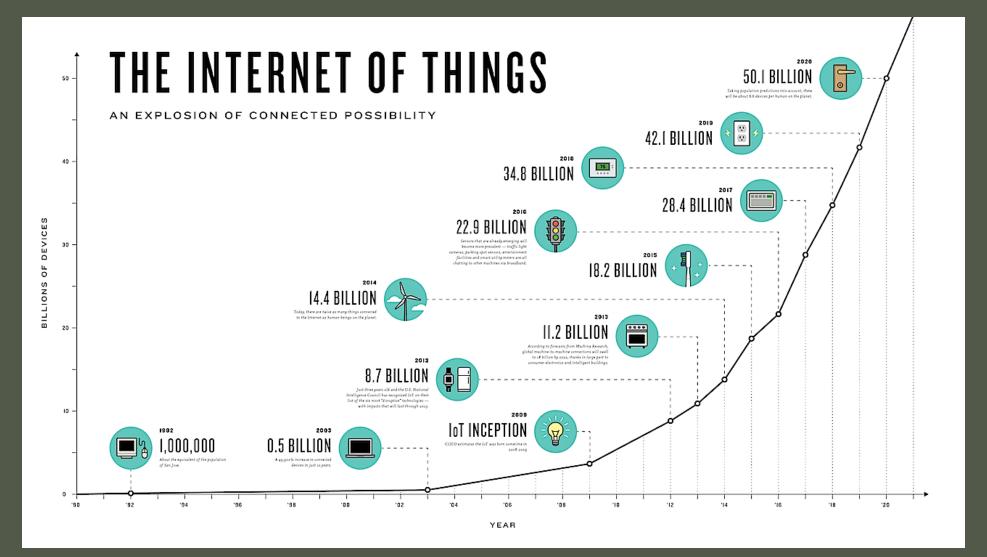
Value Adding Services





The Explosion of Connected Devices

⁺ Powered by value



Source: The Internet of Things - infographic The Connectivist based on Cisco data



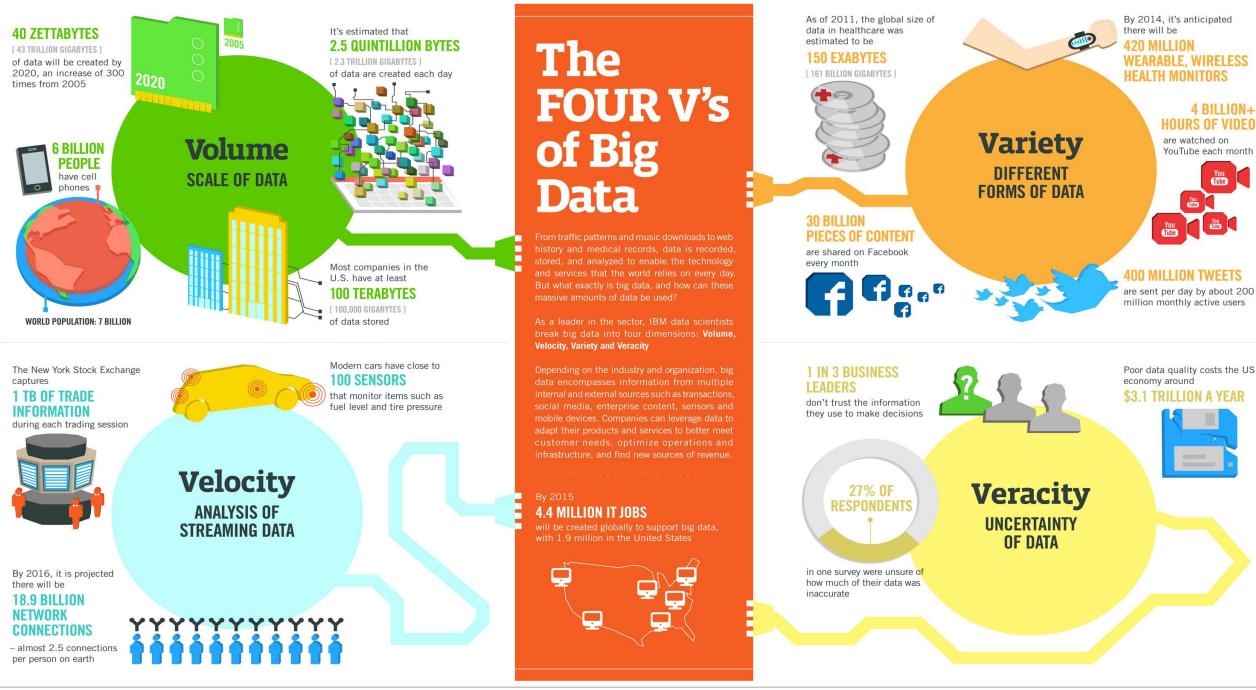




Big Data



"There are a lot more people who know how to move data around than who know what to do with it"



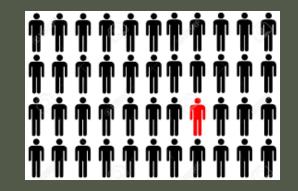


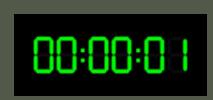


• Some Big Data trivia

- More data has been created in the past 2 years than in the entire previous history of the human race
- By the year 2020, about 1.7 MB of new information will be created every second for every human being on the planet

1.7 MB





1.7 MB/s * 7 000 000 000 = 11.9 Petabytes/sec

1 Zettabyte per day



AI

ARTIFICIAL INTELLIGENCE

Early artificial intelligence stirs excitement.

ALLIN

MACHINE LEARNING

Machine learning begins to flourish.

DEEP LEARNING

Deep learning breakthroughs drive AI boom.







Processing power development



NVIDIA Titan X GPU 250W 26cm x 11cm x 4cm





NEC Earth Simulator

Worlds fastest supercomputer from 2002 to 2004

Used 6.4 MW of power (plus air conditioning)

Housed in a two-story building 65m x 50m x 17m



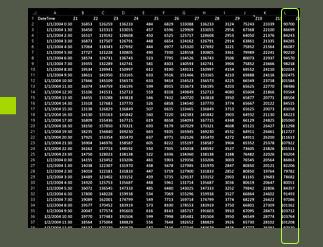
"Machine learning – the science of building computer programs that improve through experience"

Learning algorithm

Question/purpose



Data and examples



... contains the answer to the questions

Predictive model ... answers the question on new data



Today less than 0.5% of all data is analyzed

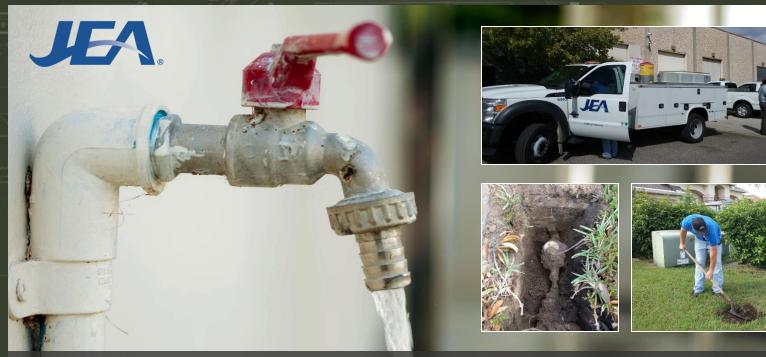
Digital intelligence in energy management solutions

- + Consumption and production predictions
- + Segmentation of customer data
- + Optimal switching
- + Market behavior predictions
- + Risk monitoring
- + Fault detection
- + Automated image analysis
- + Predictive maintenance
- + Intelligent asset management





Condition Monitoring & Predictive Maintenance





Leveraging smart meter (AMI) data to improve operations and recover lost revenues





- Jacksonville, Florida smart metering (AMI) of water and electricity – 300 000 customers
- 7500 truck rolls a year to check zero consumption meters 80% are wasted
- Advanced analytics to estimate likelihood of broken water meters
- 86.5 % prediction accuracy
- Net value for JEA over three years \$2.1 million





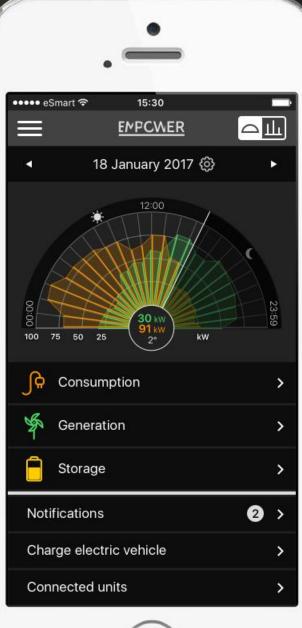


Leveraging smart meter (AMI) data to improve operations and recover lost revenues



Local Energy Markets and Demand side flexibility







"Develop and verify a local market place and innovative business models to encourage active participation of prosumers, exploiting the flexibility created for the benefit of all connected to the local grid"

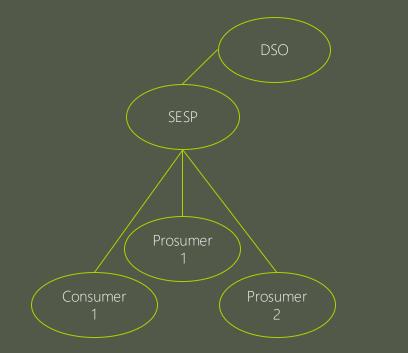
- ⁺ EUR 6 million budget
- Project period 2015-2018
- ⁺ Three pilot areas
 - + Hvaler, Norway
 - * Wolpertshausen, Germany
 - Malta
- Platform provider and technology development partner in the project is eSmart Systems





The Energy Flexibility Concept in EMPOWER

- * SESP = smart energy service provider (aggregator)
- ⁺ The SESP and DSO enter contract for flexibility services
- The SESP enters flexibility contracts with flexible consumers and prosumers
 - ⁺ Up: Increased generation, decreased load, storage discharging
 - Down: Decreased generation, increased load, storage charging







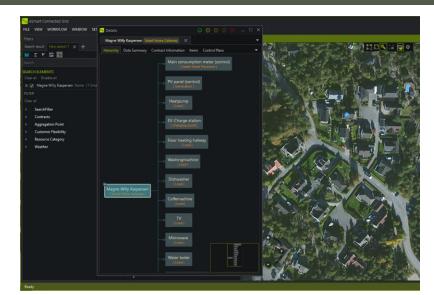
Connected Prosumer – energy flexibility control and trade

The concept is developed with the partner consortium in H2020 project EMPOWER, and is built on the Connected Platform. Target is to exploit local flexibility to solve local problems for the DSO.



AGGREGATOR/SERVICE PROVIDER'S CLIENT

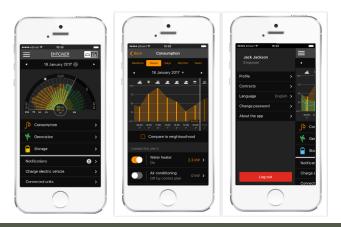
- Aggregator and DSO enter contract for flexibility services
- + Aggregator enters flexibility contracts with flexible consumers and prosumers
- + Screenshot A illustrating the appliances connected to the grid by one of the pilot customers at Hvaler, in Norway.
- + Screenshot B illustrating a request for flexibility from the DSO, represented by the white, dotted line.
- + The blue dotted lines represent the available flexibility aggregated by the prosumer contracts that the SESP has in the affected area





PROSUMER'S ENERGY CONTROL CENTER

- + Real-time visualization of energy production and consumption
- + Participation in market trade with energy and flexibility
- + Monetary overview of purchase and sold energy and flexibility
- + Overview of additional services with service provider



Prosumer App



PROSUMER'S ENERGY CONTROL CENTER

- +Visualization of energy resources, both single devices and summarized, historical values and predicted
- + The opportunity to decline participation in a control plan
- +Contract information on
 - +Energy contracts
 - +Flexibility contracts
 - +Service contracts

+ Monetary balance overview. Net value from participation of control plans, economic values, and overview of purchased and sold energy





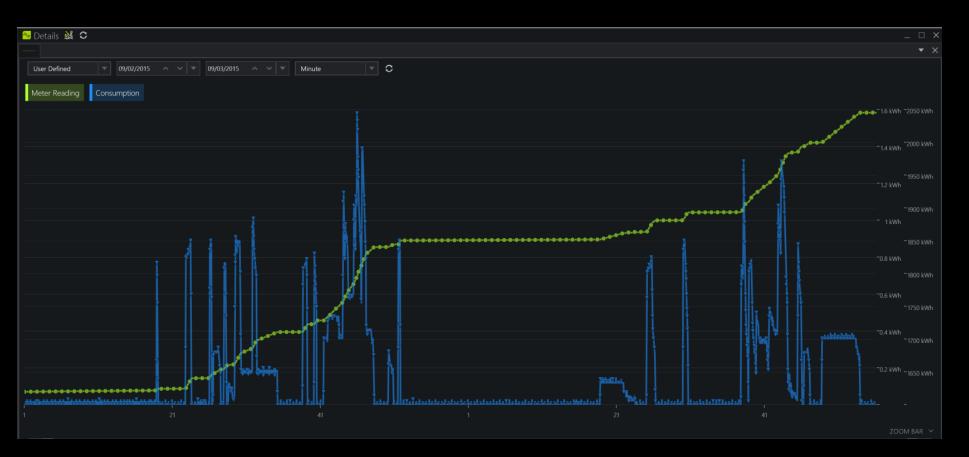


EV Charging



EV Charging Station Load Forecasting





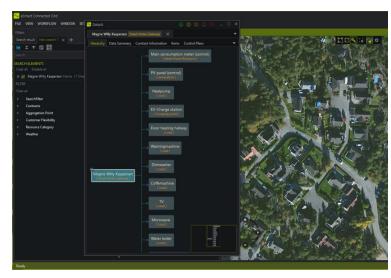
- One minute resolution reading from EV charging station with 16 outlets
- High day-to-day variability
- Predicting actual profile is challenging
- Focus on predicting near term peaks



Charging infrastructure asset management, control and optimization

EV charging station monitoring and asset management – optimization of capacity utilization, avoided capacity investments, and intelligent management based on predictions and artificial intelligence

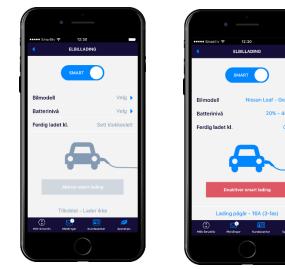


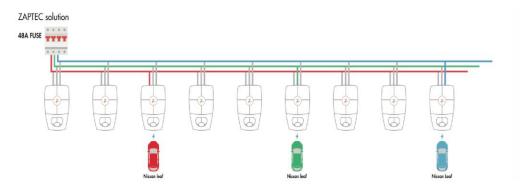


FUNCTIONALITY

- + Asset management
- + Phase and load balancing
- + Work flow and error management
- + Flexibility control and optimization based on building, plan or grid input
- + Integrated booking, payment and energy system functionality



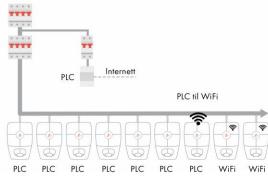


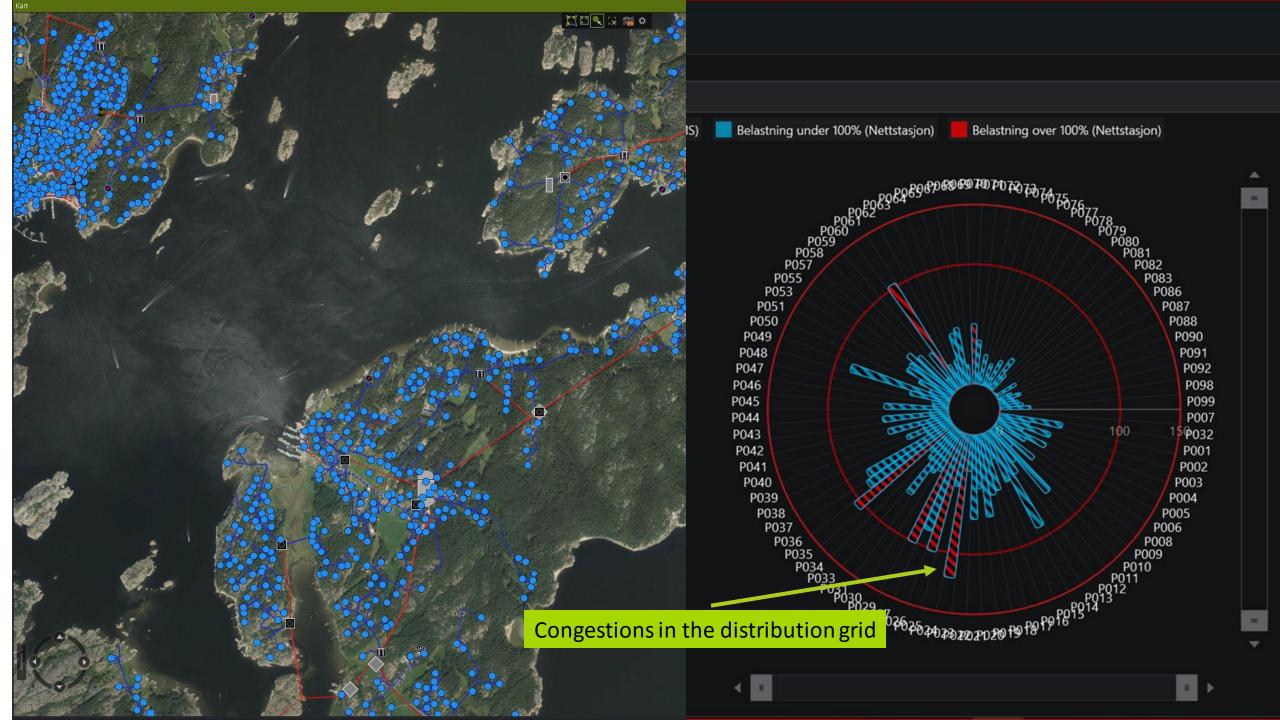


PARTNERS

- + eSmart solutions for monitoring and management are vendorindependent
- + Integrations are put in place for all relevant hardware suppliers
- + Zaptec and Schneider are both existing partners on EV charging solution deliveries

Schneider ZAPTEC





Statnett and eSmart Cooperation – Demand Response

Large scale demand response in Northern Norway



Aggregated load per node minimum 100kW Private households, office buildings, industrial sites

Hardware installation, aggregation, value added services

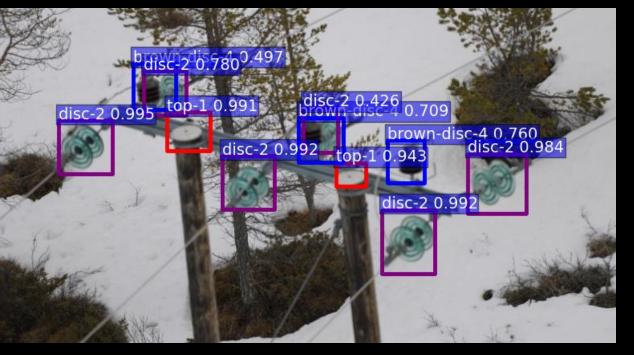
Switch order from operations center Customer compensation Safe switching







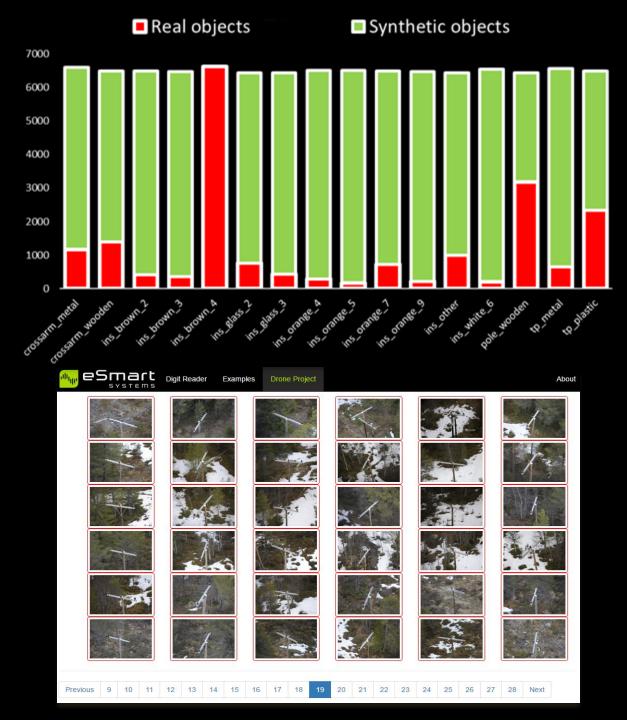
The Intelligent Assistant

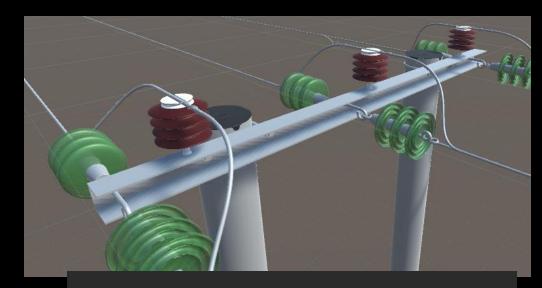






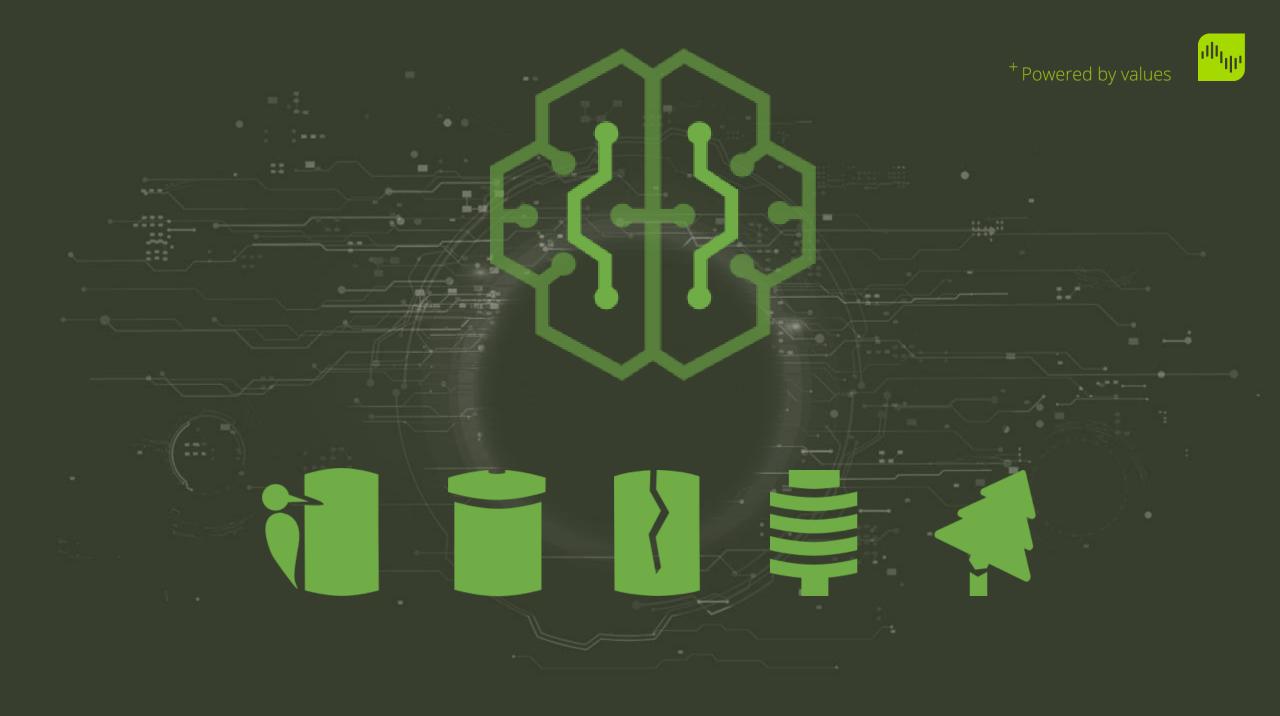


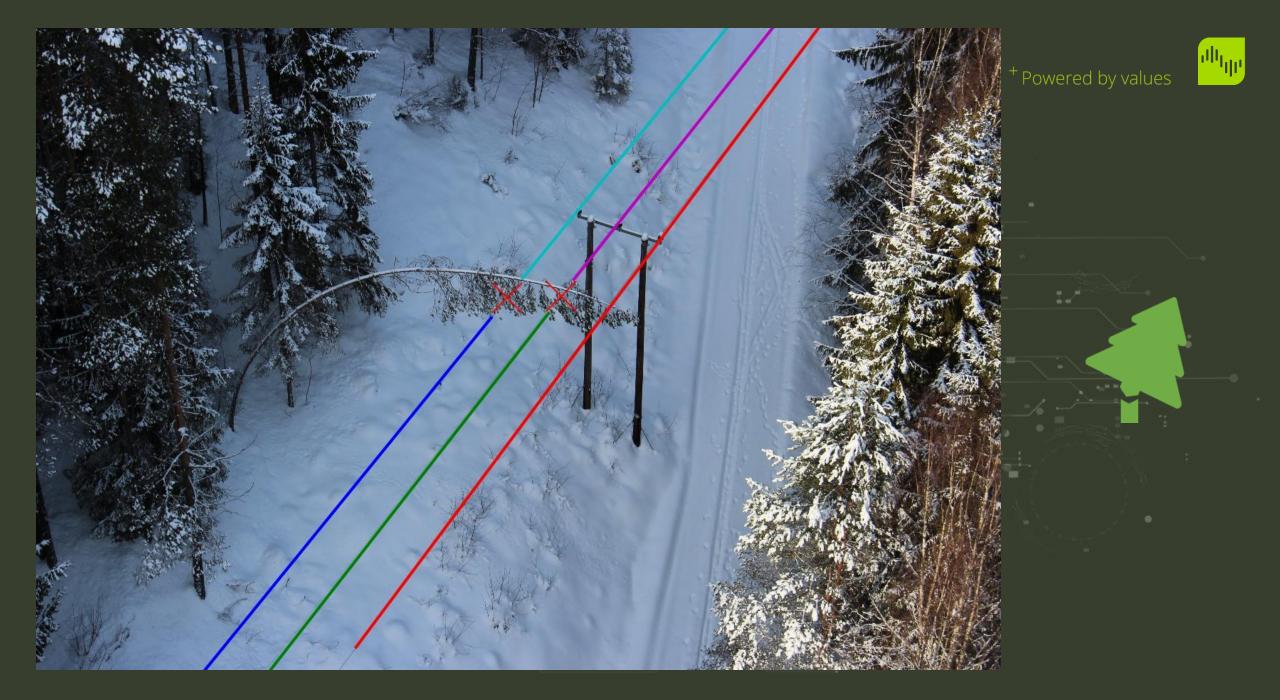


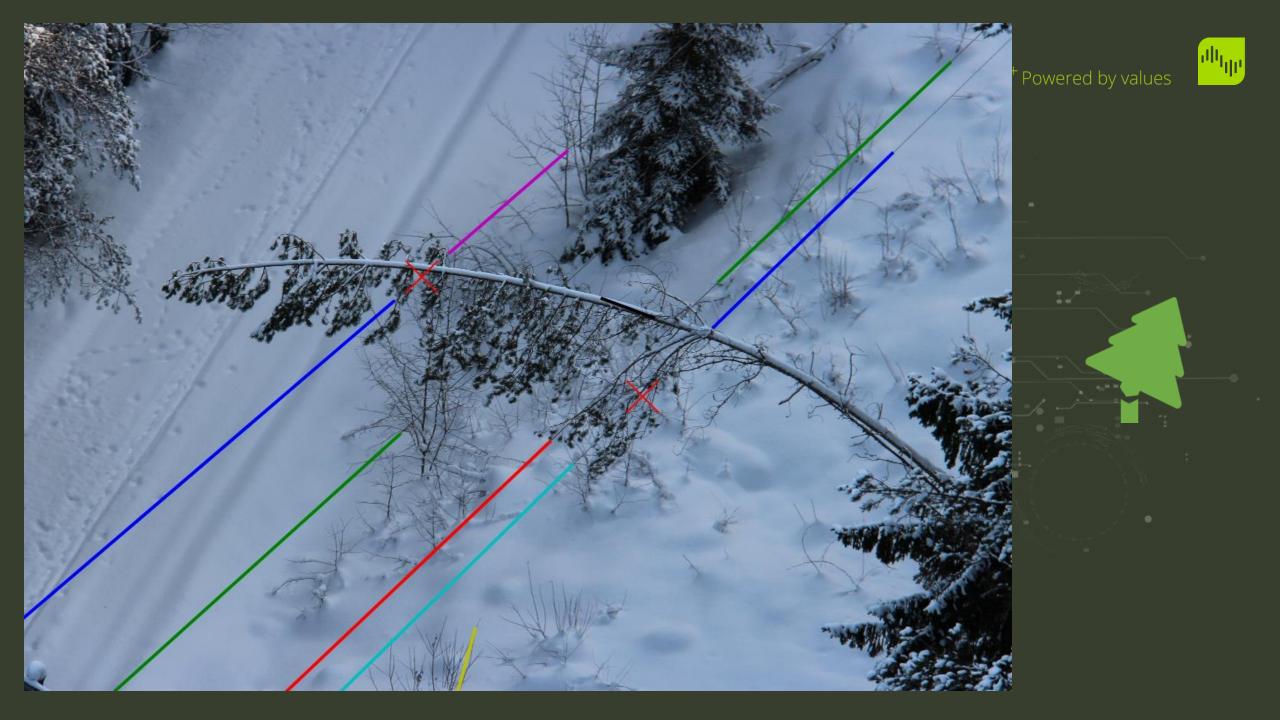


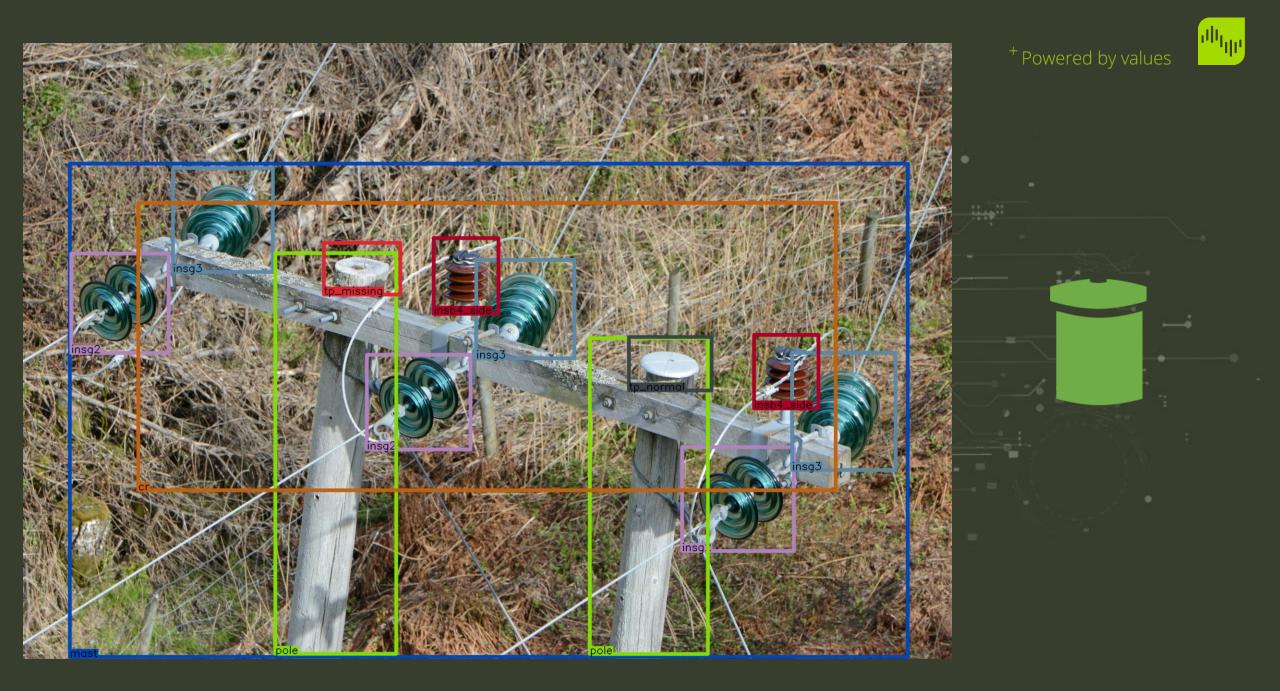




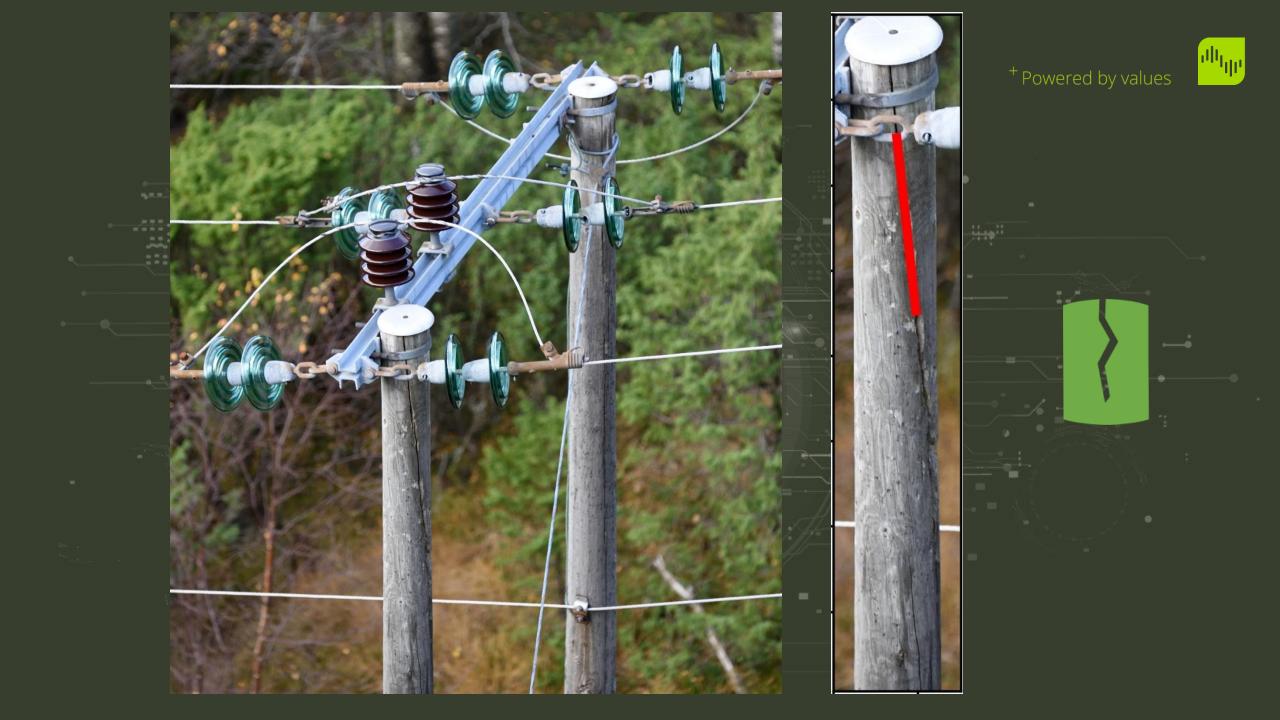














ThunderCloud Drone System





THUNDERCLOUD

THE INTELLIGENT MOBILE OPERATION CENTER

eSmart Systems proudly presents Thundercloud Thundercloud contains the best tools for analysis, visualization and communication.

Thundercloud optimize cloud computing by using edge computing. This enables Deep Learning for the drone, while operating in the air.

Thundercloud consists of six components: Connected Grid, Connected Drone, Broadband Radio Communication, Sensor Package, UAVs and the Mobile Operational Center.

MONITORING AND COMMUNICATION

Connected Grid is the main client operating on top of a big data lake. The client grants access to real time monitoring of all components and objects in the grid, and includes an Alplatform that predicts future outcomes based on numerous inputs.

Thundercloud also includes world class technology that ensures stabile communication under all circumstances.

The second se

eSmart



THE INTELLIGENT ASSISTANT

By using Deep Learning. The Intelligent Assistant is capable of identifying components and detecting faults and potential problems.

New intelligent features are defined together with our customers, developed by the Analytics team and deployed to the Thundercloud system seamlessly

Running on eSmart Systems Connected Platform and Microsoft Azure. The Intelligent Assistant can analyze 180,000 images in less than one bour.

INTUITIVE CLIENT INTERFACE

The results from the analysis is presented through an intuitive and user-friendly client interface, giving the users a fast and efficient tool to view the status of their infrastructure as well as exporting reports as a basis for their maintenance tasks.

Tens of thousand of findings are presented in the matter of seconds, and all data is geotagged and accessible through the interactive map.

QUALITY THROUGH PARTNERSHIP

CONNECTED DRONE

The Connected Drone's product portfolio is being developed in close collaboration with a number of utilities and our close partners, ensuring world class quality and maximum customer value.





Storm Damage Assessment:

ThunderCloud success in the aftermath of Hurricane Irma

Jacksonville Electric Authority (JEA) is the largest municipal utility in Florida, providing electrical service to 455,000.

At the height of Hurricane Irma, 280,000 customers were without electric service.

JEA regained overview of storm damage after 24 hours, and restored electricity to 180.000 customers after 72 hours

"We have benefited greatly from these services because there are areas we weren't able to see.

This has helped us not only with power restoration, but also with the safety of our crews.

We were able to see the damage before we put our crews in any danger."

> Geri Boyce, Jacksonville Electric Authority

eSmart Systems engaged in Storm Damage Assessment

- The Energy Authority engaged eSmart Systems in storm damage assessment for their customer JEA
- eSmart Systems and Sky Skopes teamed up with three pilot teams, eSmart ThunderCloud Mobile Operation Center, drones with sensors and an analytics team in Norway
- Live video and data was streamed to JEA Emergency Operations Center
- Data was loaded into eSmart Connected Drone applications for analysis
- Smart Meter data was also imported into the Connected Grid applications for outage overview







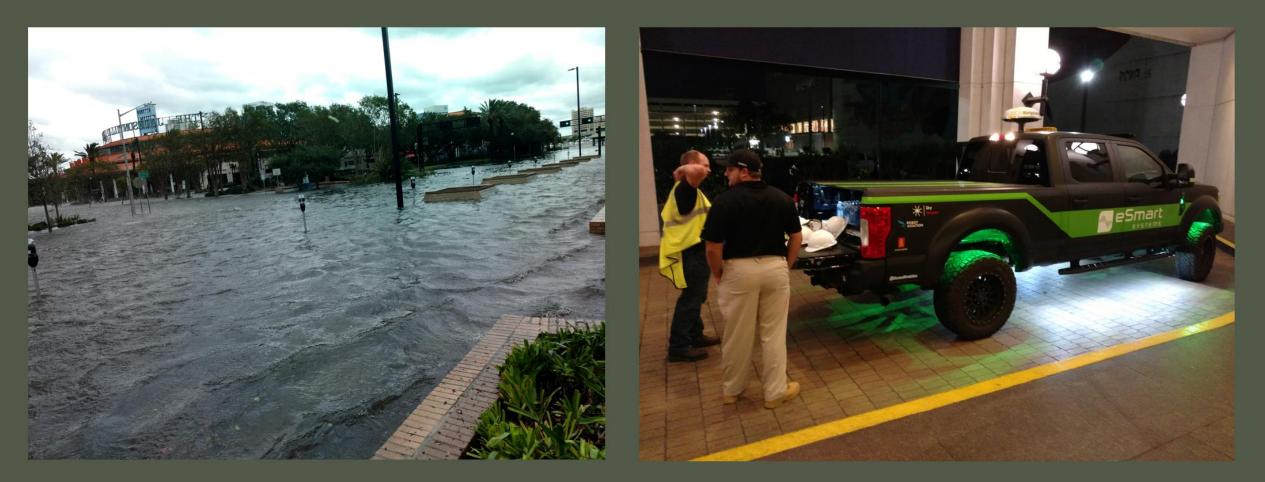


ThunderCloud

"This is helping us immensely, we were able to get all of our damage assessments done within 24 hours after the storm left and it was safe to do so."

Geri Boyce, Jacksonville Electric Authority





"Because JEA has 745 miles of transmission lines and more than 6,700 miles of distribution lines, the ability to deploy the eSmart mobile operations center and the SkySkopes drones has made an impact."

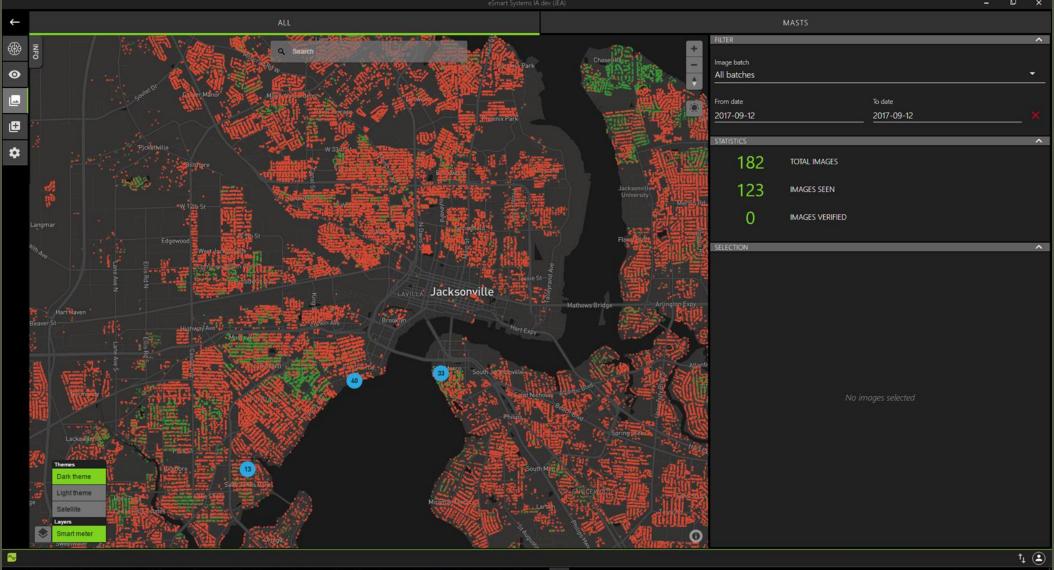
Geri Boyce, Jacksonville Electric Authority

WORLD NEWS TONIGHT DAVID MUIR

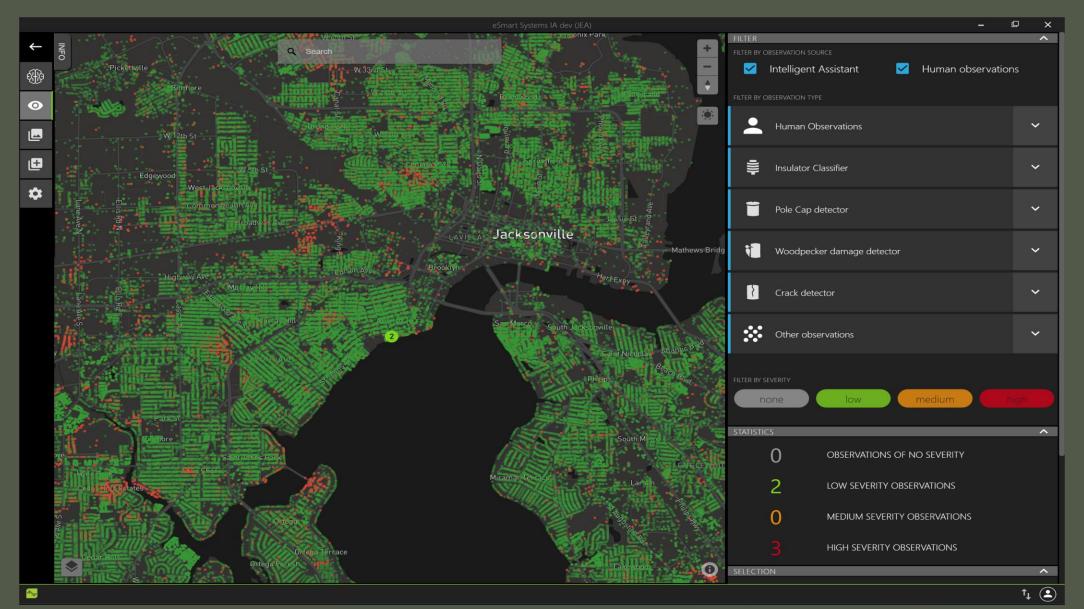
HURRICANE IRMA MONSTER STORM



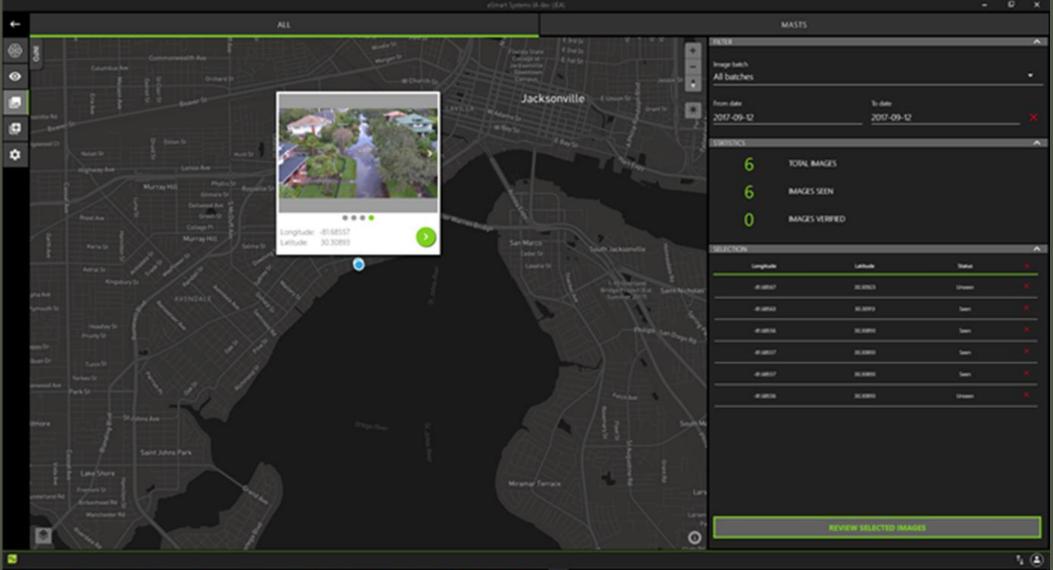
Connected Drone - Grid Outage Dashboard

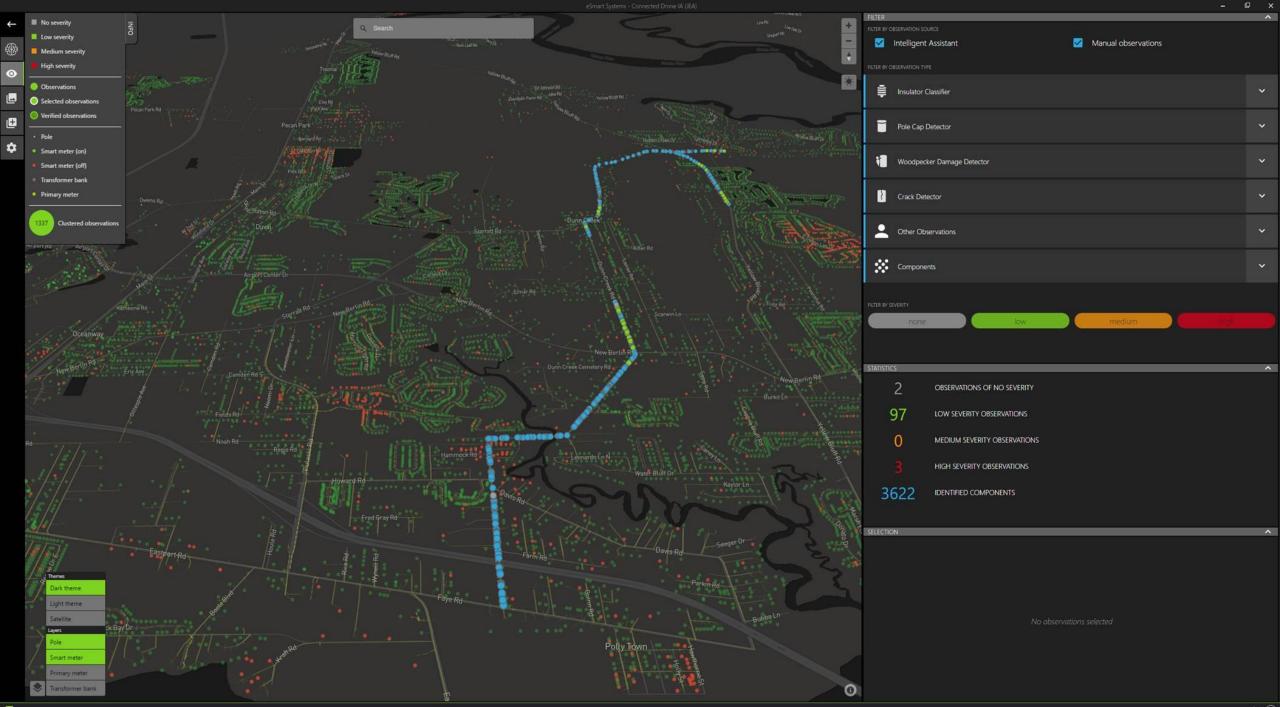


Connected Drone - Grid Outage Dashboard



Connected Drone Intelligent Assistant Dashboard





Connected Drone Intelligent Assistant Dashboard



- Better overview of damage and full documentation
- Field crew has better overview of operation
- Crew can bring the right tools
- Faster recovery
 - Monday Sep.11 280.000 customers without electricity
 - Within 24 hours JEA has full overview of damages with very good help from three drone crews and the Thundercloud truck
 - Within 72 hours JEA has recovered electricity for 180.000 customers with help from video streams, infra red cameras and analytics data

• Learnings

- All data from drone operation, mobile uploads, Smart Meters, and operator input is stored in eSmart Connected Drone system
- Analytics can be run real time on all relevant data





How to start?

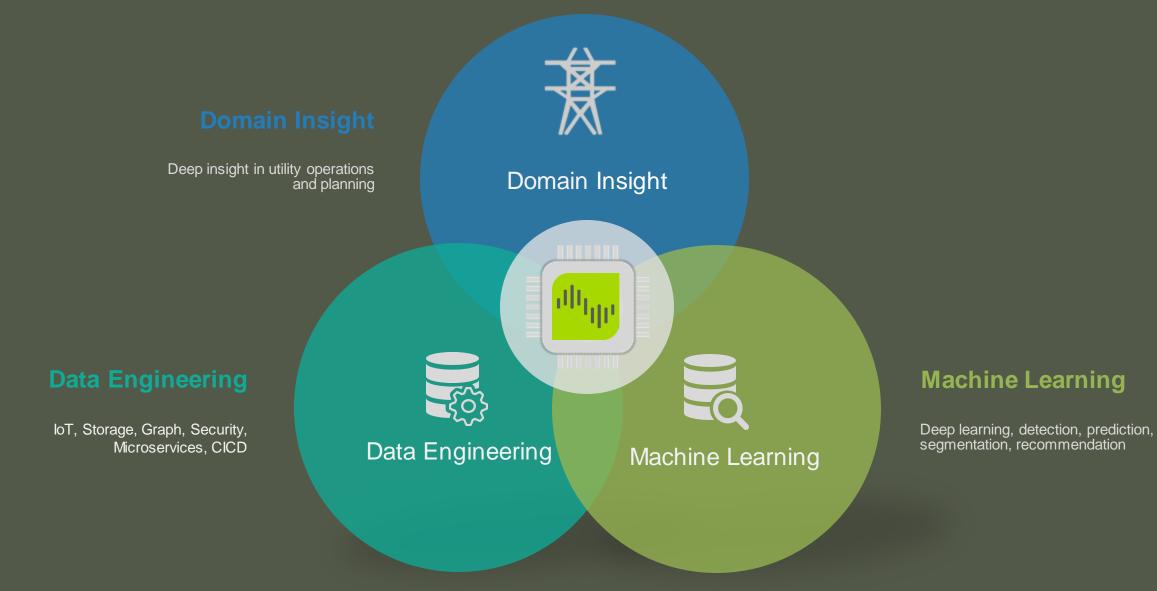




The variety of stances among runners in the 100-meter sprint at the first modern Olympic Games, held in Athens in 1896, is surprising to the modern viewer. Thomas Burke (second from left) is the only runner in the crouched stance—considered best practice today—an advantage that helped him win one of his two gold medals at the Games.

Digital Intelligence

⁺Powered by values



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