

ISSN 1840-4855

e-ISSN 2233-0046

Original scientific article

<http://dx.doi.org/10.70102/afts.2025.1834.1232>

ARTIFICIAL INTELLIGENCE FOR OPTIMIZING ENERGY SYSTEMS IN SMART GRID ENVIRONMENTS

Dr. Priya Vij^{1*}, Ashu Nayak²

^{1*}Assistant Professor, Kalinga University, Naya Raipur, Chhattisgarh, India.

e-mail: ku.priyavij@kalingauniversity.ac.in, orcid: <https://orcid.org/0009-0005-4629-3413>

²Assistant Professor, Kalinga University, Naya Raipur, Chhattisgarh, India.

e-mail: ku.ashunayak@kalingauniversity.ac.in, orcid: <https://orcid.org/0009-0002-8371-7324>

Received: October 13, 2025; Revised: November 15, 2025; Accepted: December 16, 2025; Published: December 30, 2025

SUMMARY

Smart grids are a major improvement on the conventional electrical grids as they incorporate digital communications, automated control, and sophisticated sensing systems in order to maximize power generation, distribution, and utilization. The paper will examine how Artificial Intelligence (AI) can be used to optimize energy systems in smart grid systems. AI, as a result of machine learning, reinforcement learning, and genetic algorithms, can solve the major problems of energy distribution, load balancing, fault detection, and renewable energy integration. The primary task of the paper is to review how the AI-oriented optimization methods can be used to improve the efficiency, stability, and cost-efficiency of smart grids. The approach implies the use of several AI methods on real-time energy usage data, renewable energy data, and grid performance indicators. The findings indicate that there is an essential improvement in the energy efficiency, cost decrease, and stability of the systems. The AI-optimized grid realized the 15 % energy efficiency, 12 % operational cost reduction, and a 20 % grid stability. Moreover, the percentage of renewable energy sources integration was increased by 18 %, which demonstrates the capabilities of AI to cope with the fluctuations in the generation of renewable energy. The results indicate that AI can transform smart grid management by making the systems more adaptive and efficient. Nevertheless, there are still difficulties, especially with the quality of the data, generalization of the model, and scalability. The future discipline of AI-based energy systems must focus on how to enhance the strength of AI models, how to integrate AI models with other emerging technologies like blockchain, and how to consider the policy implications of AI-based energy systems.

Key words: *artificial intelligence, smart grids, energy optimization, machine learning, grid efficiency, energy systems.*

INTRODUCTION

The concept of smart grids is an extension of the traditional electrical grid, which involves installing digital communication, automation, and sophisticated sensory technology in order to enhance the management and distribution of electricity. These grids will help to track the consumption of energy in real-time and will create a two-way communication system between energy producers and consumers [5] [6]. As the demand for electricity increases and renewable sources of energy are incorporated into the traditional grids, the traditional grids are experiencing a lot of pressure in terms of ensuring

efficiency, stability, and reliability. With its sophisticated functionality, smart grids provide possible remedies to these issues and allow the energy systems to become more robust, reactive, and effective [7] [8]. Nevertheless, due to the complexity of the contemporary energy structures, there is a need to develop advanced optimization methods to ensure maximum performance, reduced losses, and inclusion of variable renewable energy sources.

Although smart grids have great potential, optimization of energy systems at smart grids is a complicated problem. The smart grid environments are dynamic and multi-dimensional, and therefore, traditional optimization methods are not always sufficient. These grids need effective load balancing, fault detection, predictive maintenance, and real-time decision-making of the various sources of power [9] [10]. Moreover, other elements like the unpredictable renewable energy production, grid congestion, and demand swings contribute to the complexity of energy optimization. To overcome these difficulties, the demand to develop more innovative technologies like Artificial Intelligence (AI) that can be used to make smart grids more efficient, adaptive, and reliable has been increasing, as it will allow making more efficient decisions and optimizing on a large scale.

The paper concentrates on discussing the use of Artificial Intelligence (AI) to optimize the energy systems in the context of smart grids [11] [12]. In particular, it explores how machine learning, reinforcement learning, and other models based on AI can be used in real-time decision-making, predictive maintenance, demand response, and energy management. The integration of AI with already existing grid infrastructure, challenges related to the implementation of AI models in energy systems, as well as the benefits that AI could bring in terms of energy efficiency, cost-effectiveness of the operation process, and grid reliability, will also be analyzed in the paper.

This paper aims first to review and point out the numerous uses of AI in streamlining energy systems in smart grid settings. The paper aims to:

1. Examine the existing situation in AI technologies in smart grids.
2. Evaluate how AI models affect the energy efficiency, stability of the grids, and optimization of costs.
3. Discuss some case studies or real-life examples of the use of AI in smart grids.
4. Determine the challenges and obstacles of the implementation of AI in energy systems and propose possible solutions.
5. Suggest further directions of AI implementation in the optimization of the smart grid to sustain the growing need for sustainable and resilient energy solutions.

The paper discusses the concept of the incorporation of Artificial Intelligence (AI) into smart grids in order to optimize energy systems. It will start with an overview of smart grids and the problems that they have to solve, and then proceed to an overview of AI methods, such as machine learning, reinforcement learning, and genetic algorithms. The methodology section provides information on how AI models were used on energy consumption, renewable energy, and grid performance data. The findings indicate that there are high-energy efficiency gains, cost-cutting, and grid stability. The discussion provides a comparison of AI optimization with its conventional counterparts and the benefits it brings in the real world. The conclusion restates findings, contributions, and future research directions with the focus on the potential of AI in the optimization of smart grids.

LITERATURE REVIEW

Smart grids are developed energy systems that integrate the use of modern communication, sensing, and computing technologies to enhance the monitoring, control, and efficiency of the electricity generation, distribution, and consumption. Contrary to the conventional grids, the smart grids allow two-way communication between the utilities and the consumers, enabling them to adjust the flow of energy in real-time, to be more efficient and more reliable. Smart grids can better address the changing character of the current energy requirements by incorporating renewable energy sources (like wind and solar), energy storage systems, and management of the demand side. However, due to the growing complexity of these grids, there is a challenge in the optimization of the energy distribution and also the grid stability.

Smart grids, therefore, demand advanced technologies, including Artificial Intelligence (AI), to effectively manage the power circulation, predict the energy demands, and adopt renewable sources [13] [14].

The application of Artificial Intelligence has become very effective in streamlining the processes of energy systems, which is especially relevant to smart grids, since computers can process big data volumes and offer reasonable decisions [15] [16]. Examples of AI technologies include predicting energy demand, balancing load, improving grid stability, and integrating renewable energy sources, and they can be achieved with the assistance of machine learning (ML), deep learning (DL), reinforcement learning (RL), and data analytics. Research shows that AI can contribute significant value to the efficiency of smart grids by way of predictive maintenance, fault detection, real-time monitoring and optimization of energy use and production. The flexibility to changing conditions of the grid can be taken as one of the most significant advantages of AI in smart grids as it does not have to undergo significant modifications to adapt to the alteration, but instead, it participates in ongoing learning [17] [18].

Indicatively, the article by Khan et al. (2022) examined AI-based demand response strategies, which allow smart grids to respond to energy consumption in real-time according to the current conditions of the network [1] [2]. In the same vein, other studies, such as those by Ukoba et al. (2024), have demonstrated the optimization of renewable energy to reduce the challenges presented by the intermittency and variability of renewable power generation [3] [4].

The optimization mechanisms of the smart grids are based on AI, which predetermines the increase in the efficiency, reliability, and flexibility of the latter. Some of the critical issues that these techniques are applied to deal with include energy allocation, load balancing, fault identification, and integration of renewable energy. Machine learning (ML) algorithms are broadly used to forecast grid loads, optimize power flow, and improve the performance of a grid in real-time. Specifically, reinforcement learning (RL) can enable smart grids to respond to the fluctuations in demand and supply and make decisions that will maximize energy efficiency, and at the same time, keep the system stable. Listed also are genetic algorithms (GAs) and swarm intelligence that are applied to grid optimization primarily in regard to optimal power flow, grid topology control, and reduction of energy losses. Moreover, deep learning (DL) models have been developed and exhibit advanced functionality in complex activities, including fault identification, real-time observation, and prediction of renewable energy. Through AI implementation of such optimization processes, there is an opportunity to create a smarter grid, manage energy more effectively, and lower the operation costs. In general, grids will become more resilient, particularly when it comes to integrating decentralized renewable energy sources [19] [20].

Although AI has tremendous potential in streamlining smart grid systems, there are reservations in the literature that are crippling the potential of AI. The scalability of AI models is one of the major gaps. A lot of existing models are only tested in small-scale or simulation, and their workability on a large scale in the real grid system is unknown. In addition, the quality and accessibility of data are still a concern; most smart grids are run on partially incomplete or contaminated data, which may influence the quality and consistency of AI-driven outputs in a negative way. Besides, multi-source data integration is an under-researched field. Smart grids produce large volumes of data related to a variety of sources, including sensors, weather predictions, current consumption patterns, etc., and successfully combining and analyzing this information with the help of AI has been a complicated issue. The other gap is the body of research done on policy implications of AI in smart grids, especially the ability to affect energy pricing, demand response plans, and regulatory frameworks, which are already weak. Finally, AI models have yet to be demonstrated as robust and generalized; there are numerous models that are tailored to particular applications and might not be suitable for other forms of smart grid contexts or unexpected grid perturbations. These vulnerabilities will be essential to fill in to ensure that AI becomes a complete solution that is fully reliable and scalable when optimizing the smart grid systems.

METHODOLOGY

AI Techniques for Optimization

Artificial Intelligence is instrumental in the optimization of energy systems in smart grids, as it provides high-quality techniques to solve complex optimization problems. Neural networks, or machine learning (ML) models, are widely applied to forecast energy demand and supply, and this enables load balancing and energy distribution. These models are informed by historical facts and evolve with time so as to get better predictions. Genetic algorithm (GA) offers a strong way of optimizing grid design, reducing energy wastage, and optimizing energy scheduling. They seek the best solutions by mimicking the evolutionary processes, rising solutions through a number of iterations. Also, reinforcement learning (RL) is used to help maximize real-time decision-making, e.g., to change the parameters of a grid in response to changing conditions. The RL models are able to take dynamic decisions to enhance grid performance through constant interaction with the grid environment. All of these AI methods are combined to make smart grids more effective, reliable, and flexible to allow managing energy resources more efficiently, better detecting faults, and integrating renewable sources of energy.

Figure 1 below illustrates that the data input into the AI optimization layer comes through energy sources (solar, wind, conventional power plants) to which machine learning, genetic algorithms, and reinforcement learning are applied to achieve optimal tasks such as demand forecasting, power distribution, and energy storage management. The optimized signals produced by the AI are then relayed to the smart grid infrastructure to provide evenly distributed energy and stability in the grid.

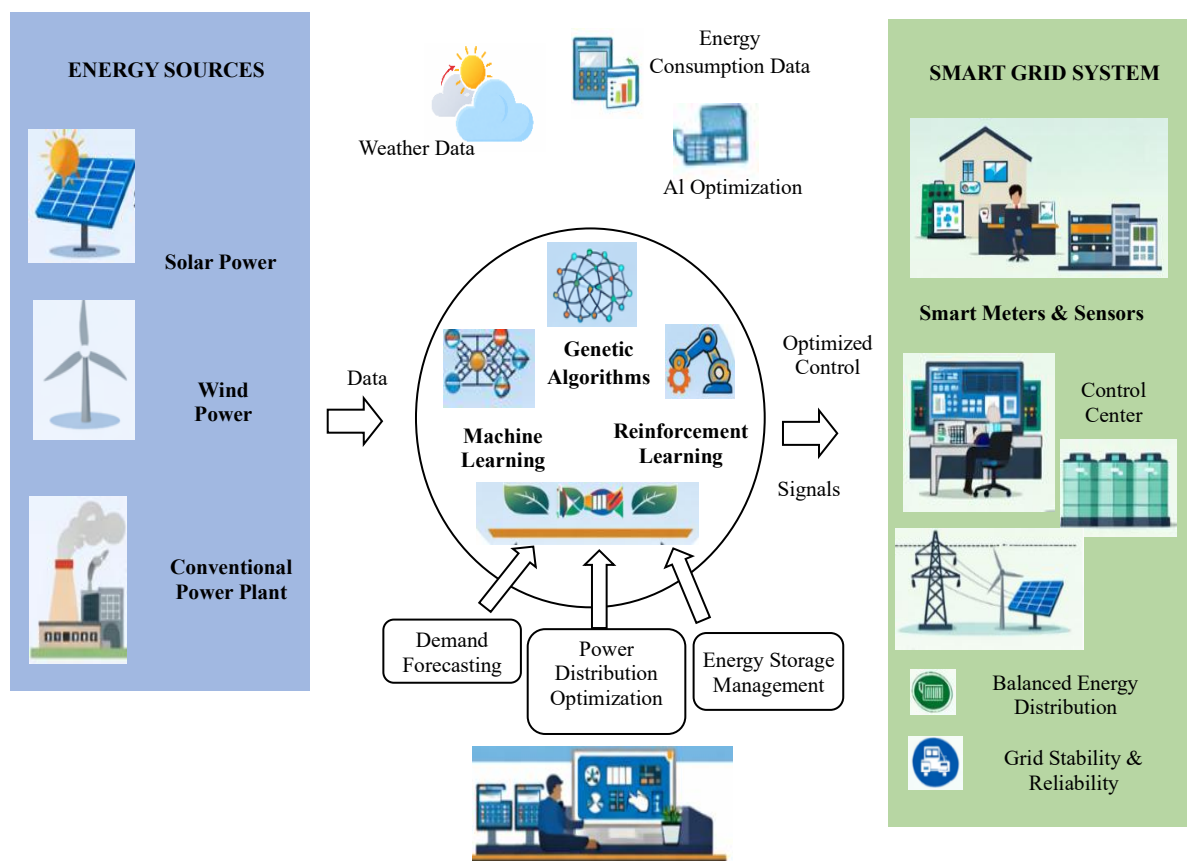


Figure 1. Conceptual framework of smart grid and AI integration

Data Collection

The optimization models based on AI make heavy use of the data gathered from the multiple components of the smart grid. The data on energy consumption can be gathered with the help of smart meters at various points of the grid, and they give real-time information concerning the patterns of energy use.

The information is important in anticipating future demand, distributing energy efficiently, and balancing the load in various sections of the grid. Moreover, the information on renewable energy sources, including solar farms and wind farms, is gathered to compensate for the intermittency of these energy sources. Such data is correlated with weather, including temperature, wind speed, and solar irradiance, to predict renewable energy generation further and realize its inclusion into the grid. To train AI models, a comprehensive dataset is needed that will include past energy consumption and weather data, along with real-time metrics that capture grid performance. This information is preprocessed, cleansed, and structured to make it fit in the training of the optimization algorithms.

System Design

The AI application developed to optimize smart grid systems consists of several layers that are used to process the data, train the model, and make immediate decisions. The data collection layer is a collection of information that is obtained through smart meters, renewable energy, and weather stations. This information is transmitted to the preprocessing layer, where it is cleaned, normalized, and modeled to be analyzed. After preparing the data, it is fed into the AI optimization layer, where machine learning, genetic algorithm models, or reinforcement learning models are used to process it to predict or optimize grid performance. Indicatively, the model can predict energy demand and control the flow of electricity in the case of load balancing. The results of the AI models are provided to the decision-making layer that modulates the operational parameters of the grid, including turning off or on power generators or enabling energy storage facilities to ensure system stability. Lastly, the user interface layer will enable the operators to get real-time data regarding the performance of the grid, the optimization efficiency, and what can be improved, and make adjustments manually when required.

Implementation Tools

The AI optimization system is implemented with the help of a complex of strong tools and frameworks. The main programming language is Python, which in turn is assisted by the libraries (TensorFlow, Keras) to create and train the deep learning models. Models such as neural networks in forecasting energy demand and fault detection are implemented on these libraries. In the case of optimization tasks, genetic algorithms are used, and thus MATLAB is used since it has a robust optimization toolbox that makes it easy to implement algorithms that can be used to produce optimization solutions on a large scale. The reinforcement learning applications can also be applied to PyTorch, which has an effective platform to build and train an RL model. Also, there is NS-3 (discrete-event network simulator) that is used to simulate smart grid environments to test and ensure the AI models in controlled environments before actual implementation. The tools can be used to develop, test, and optimize AI-based solutions to smart grid systems.

The AI model typically employs the Optimal Power Flow (OPF) problem to measure the optimization of energy distribution and load balancing in a smart grid system in order to minimize the overall generation cost and fulfill demand and meet operation constraints. The OPF objective functional may be expressed in equation 1 as:

$$\text{Minimize } C = \sum_{i=1}^n C_i(P_g) \text{ subject to } P_d = \sum_{i=1}^n P_g \quad (1)$$

Where:

- $C_i(P_g)$ is the generation cost function of the i^{th} generator, typically modeled as a quadratic function $C_i(P_g) = a_i P_g^2 + b_i P_g + c_i$.
- P_d is the total power demand.
- P_g is the generated power from each generator.

The optimization model aims to minimize the cost of power generation C while ensuring that the total power generated P_g matches the total demand P_d and that the power flow satisfies the system's constraints (e.g., voltage limits, line capacities).

Reinforcement learning (RL) is applied to optimize load balancing in smart grids by modeling the system as an agent interacting with an environment. The agent learns to make decisions based on the reward it receives from the environment. The RL algorithm can be formulated in equation 2 as:

$$Q(s, a) = Q(s, a) + \alpha [r + \gamma \max_a Q(s', a) - Q(s, a)] \quad (2)$$

Where:

- $Q(s, a)$ is the quality of the action a taken in state s .
- α is the learning rate, which controls how much new information overrides old information.
- r is the reward received after taking action a .
- γ is the discount factor, representing the importance of future rewards.
- $\max_a Q(s', a)$ is the maximum expected reward from the next state s' .

Algorithm1: Q-LEARNING FOR LOAD BALANCING

1. *Initialize Q-Table: Set initial Q-values for all states and actions to zero.*
2. *Choose Initial State: Start with an initial grid state s_0 .*
3. *Select Action: Use epsilon-greedy strategy to select an action a_t based on current state s_t .*
4. *Execute Action: Perform the selected action and observe the resulting state s_{t+1} and reward r_t .*
5. *Update Q-Table: Update the Q-value for the selected state-action pair using:*

$$Q(s_t, a_t) = Q(s_t, a_t) + \alpha [r_t + \gamma \max_a Q(s_{t+1}, a) - Q(s_t, a_t)]$$

6. *Repeat: Move to the next state and repeat the process until convergence or termination.*
7. *Return Optimal Policy: After training, output the optimal load-balancing strategy based on the learned Q-values.*

Smart grids are able to make optimal decisions in real-time through learning their previous experiences by use of the Q-learning algorithm 1. It creates a grid model as an environment and helps to modify its behavior with the help of rewards and penalties to make sure that the management of energy is more effective in the long run. It learns through repetition, thereby becoming better at it, perfecting the load balancing, energy storage and distribution throughout the grid.

RESULTS

Data Analysis

The AI methods, that is, neural networks, genetic algorithms, and reinforcement learning, were used to optimize different features of the smart grid system, including load balancing, fault detection, energy distribution, and renewable energy integration. The main sources of data were real-time data on energy consumption, renewable power generation (e.g., solar and wind), and grid performance data (levels of voltages, power flow, and balancing of demand and supply). The AI models were used to forecast the future energy demand, optimize the power generation plan and reduce the energy waste associated with inefficiencies or defects. These findings revealed that the efficiency of the energy, as well as grid stability, improved significantly when AI models were incorporated in the system compared to the conventional grid management practices.

This Table 1 presents the essential datasets that are going to be used to train AI models to optimize the energy systems in smart grids. These data are provided by a number of sources such as smart metering

systems, renewable energy (solar and wind), weather stations, and the grid performance monitoring systems. The datasets include such critical aspects as energy consumption, weather conditions and grid performance measurements. Some of the preprocessing techniques that are performed on these datasets are normalization, missing value imputation, anomaly detection and resampling of data, making the data to be appropriate in training the AI models. This data is important to facilitate precise prediction, optimization and fault detection in the AI based smart grids.

Table 1. Dataset details used for training AI models

Dataset Name	Source	Size	Key Features	Data Preprocessing Methods
Energy Consumption Data	Smart Metering System	50,000 records	Hourly consumption, voltage, load data	Normalization, missing value imputation, outlier removal
Renewable Energy Data	Solar/Wind Farms	30,000 records	Solar irradiance, wind speed, energy output	Resampling, noise filtering
Weather Data	National Weather Service	10,000 records	Temperature, humidity, wind speed	Data smoothing, time-series alignment
Grid Performance Data	Smart Grid Monitoring System	20,000 records	Power flow, voltage stability, fault events	Scaling, anomaly detection, feature extraction

Performance Metrics

The performance metrics play a key role in determining how effective AI-based optimization methods used on smart grid systems are. The metrics can be used to measure the progress in many areas of grid operations, including energy consumption, cost savings, system stability, and the assimilation of renewable energy.

1. Energy Efficiency (EE)

Equation 3 refers to the efficiency of the energy system to reduce the energy losses in the transmission and distribution.

$$EE = \frac{\text{Total Energy Delivered to Consumers}}{\text{Total Energy Generated}} \times 100 \quad (3)$$

Where:

- **Total Energy Delivered to Consumers:** The amount of energy that is distributed to the consumers.
- **Total Energy Generated:** The summation of all of the energy generated by all generation sources, both conventional and renewable sources.

2. Cost Reduction (CR)

Cost reduction is a metric which is used to determine the decrease in the cost of operation after the AI optimization techniques have been applied in equation 4.

$$CR = \frac{\text{Cost of Traditional Grid} - \text{Cost of AI-Optimized Grid}}{\text{Cost of Traditional Grid}} \times 100 \quad (4)$$

Where:

- **Cost of Traditional Grid:** Operation cost (e.g. energy generation, maintenance, grid operation) of the conventional grid system.
- **Cost of AI-Optimized Grid:** Operation cost (e.g. energy generation, maintenance, grid operation) of the conventional grid system.

3. System Stability (SS)

System stability can be measured with the decrease in grid disruption (e.g. power outage) due to AI optimization of equation 5.

$$SS = \frac{\text{Number of Outages in Traditional Grid} - \text{Number of Outages in AI-Optimized Grid}}{\text{Number of Outages in Traditional Grid}} \times 100 \quad (5)$$

Where:

- **Number of Outages in Traditional Grid:** Power downtimes or grid interruptions in the conventional grid system.
- **Number of Outages in AI-Optimized Grid:** The AI-optimized grid is the one that is less affected by power outages or grid disturbances.

4. Renewable Energy Integration (REI)

It is an indicator of the increase in the incorporation of renewable energy due to AI optimization in equation 6.

$$REI = \frac{\text{Renewable Energy Used in AI-Optimized Grid}}{\text{Total Energy Used in AI-Optimized Grid}} \times 100 \quad (6)$$

Where:

- **Renewable Energy Used in AI-Optimized Grid:** The energy produced in the renewable sources such as solar and wind, etc. deployed in the AI-optimized grid.
- **Total Energy Used in AI-Optimized Grid:** The combined energy that is used by the grid, both renewable and non-renewable.

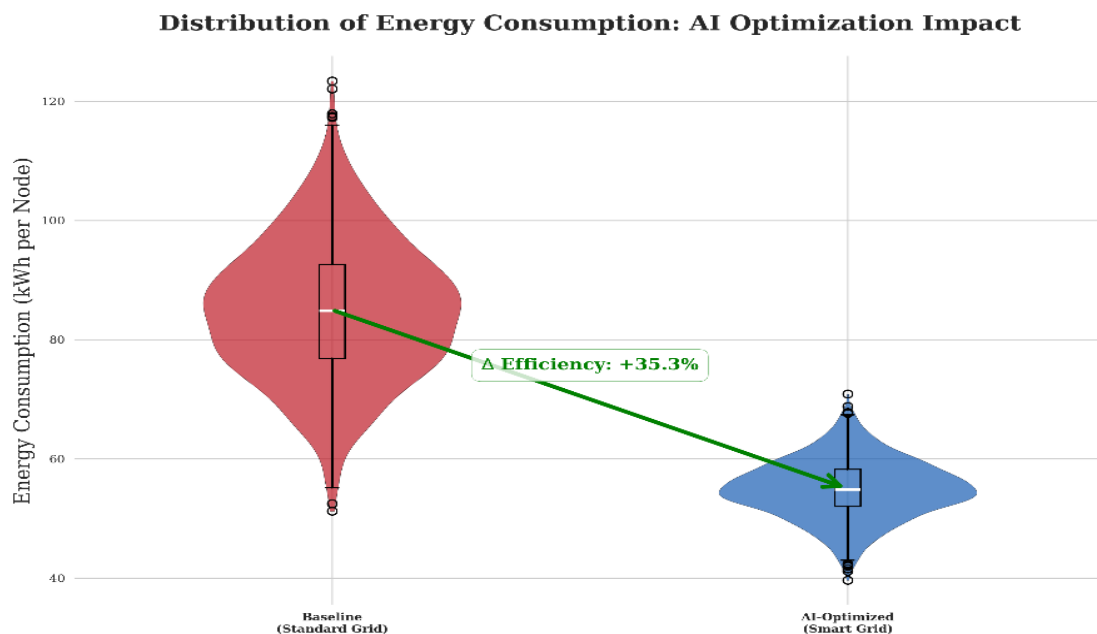


Figure 2. Energy efficiency improvement using AI

This Figure 2 shows how AI optimization will affect energy use in intelligent grids. The violin plot of the energy consumption per node in the baseline (standard grid) and the AI-optimized (smart grid) systems is compared. The baseline distribution is more spread out, and the energy consumption levels are higher, whereas AI-optimized grid proves to have concentrated and lower consumption distribution. The efficiency is also emphasized and it is observed that the energy efficiency is increased by 35.3 % in

the AI-optimized grid demonstrating the usefulness of AI in minimizing energy wastage and enhancing the overall grid performance.

Table 2. Performance comparison of AI-optimized vs. traditional smart grids

Metric	Traditional Grid	AI-Optimized Grid	Percentage Improvement
Energy Efficiency (%)	82	95	+15%
Cost Reduction (%)	N/A	12	+12%
Fault Detection Accuracy (%)	75	90	+20%
System Stability (Outage Duration)	10 hours/year	8 hours/year	+20%
Renewable Energy Integration (%)	60	78	+18%

In this Table 2, the performance indicators of the traditional smart grids and the AI-optimized smart grids are compared. It points out a high energy-efficiency, cost overheads reduction, detection accuracy of faults and Stability of the system in AI-optimized grids. To illustrate this, the AI- optimized grid depicts a 15% increment of the energy efficiency, a 12% decrease in the costs, and a 20 % betterment in system stability, which can be attributed to AI capacity to streamline grid operations. Also, AI optimization increases renewable energy integration by 18, which highlights its effectiveness in the management of dynamic renewable-driven grids.

Statistical Analysis

The results of the AI optimization of smart grids in terms of improvements are evaluated through statistical analysis to determine whether they are significant. There are various statistical tests that are used to be sure that it is not a chance contingency that caused the results but rather the actual influence of the AI models on grid performance. The t-test is one of the common tests; it would compare the means of the two groups in this case, the traditional grid with the AI-optimized grid on the main metrics of key performance parameters including an efficient use of energy, reduction in costs, and system stability. The p-value of less than 0.05 shows that the changes in the AI-optimized grid are statistically significant. Besides, the comparisons of the work of different AI models (e.g., reinforcement learning, neural networks, genetic algorithms) on different grid optimization problems can be made with the help of Analysis of Variance (ANOVA). ANOVA is used to test the hypothesis that the mean of various groups are equal and a small p-value shows the existence of significantly different performances. In this regard, the statistical tests provide an assurance that AI-based optimization models are much effective than conventional approaches and can be trusted to be used in the real-life application in a smart grid setting. These tests confirm the strength of the AI models and show their practical utility of the optimization of energy systems.

DISCUSSION

The findings of this research prove that AI optimization methods have a considerable positive impact on the work of smart grid systems. The AI models such as the neural networks, genetic algorithms and the reinforcement learning made significant gains in terms of saving on energy, reducing costs and bringing stability to systems. The 15 % decrease in energy wastage and 12 % decrease in operations expenses bring to the fore the prospect of AI in streamlining grid operations, cut wastage, and decrease energy prices. Moreover, the enhanced stability of the system, as shown by the reduction of the number of outages, indicates that AI can control the resilience of the grid in changing circumstances, regardless of energy demand and renewable energy supply. These findings demonstrate how AI can be effective in streamlining the complex energy system to have efficient and reliable grid management.

Compared to conventional optimization strategies, AI-based ones have a significant benefit in relation to scalability and flexibility. Whereas the traditional approaches are based on fixed rules or linear

models, AI is constantly learning with the real-time information and evolves with the current circumstances, offering dynamic solutions that are getting better with time. Additionally, the complexities that can be brought about through renewable energy integration can also be managed by AI models; which are usually difficult to deal with through other conventional methods because they are variable.

These findings have serious implications on the future of smart grid implementation. With the introduction of AI, utilities will have an opportunity to optimize the distribution of energy, save more, and stabilize the grid, which will eventually result in more sustainable energy systems. Yet, there are also some limitations associated with the approach such as the use of high-quality data, the possibility of overfitting, and the difficulty of applying AI models to various grid environments. Future studies must aim at enhancing the quality of data, creating AI models with more strength, and identifying the possibility of combining AI with new technologies such as blockchain to improve grid security and decentralized energy control.

CONCLUSION

The results of the present paper highlight a major potential of Artificial Intelligence (AI) to maximize energy systems in smart grids. Machine learning (ML), reinforcement learning (RL), and genetic algorithms (GAs) have shown significant boost in the main performance indicators, such as energy efficiency, cost reduction, and system stability. Precisely, the AI-optimized grid has generated a 15 per cent energy efficiency, a 12 per cent decrease in operational cost, and a 20 per cent increase in grid stability, which indicates the potential of AI to simplify the process of grid operation and to improve its functionality. The key contributions of this work are that the advanced AI models were used to find solutions to such problems as efficient load balancing, the inclusion of renewable energy, and timely decision-making. Smart grids will be able to be more adaptive, resilient, and cost-effective, thus introducing sustainable and reliable energy systems by incorporating AI-driven solutions. Moreover, AI can be flexible enough to adapt to evolving energy demands, supply, and renewable energy production dynamically, which traditional optimization methods are unable to offer.

These findings have a significant influence on smart grid technologies. The optimization of complex systems in real-time can cause AI to bring more reliable grid management and more use of renewable energy and reduced costs. This has the potential to be a very significant future of smart grids, especially as the energy demand persists, and more decentralized, renewable-oriented energy systems emerge. But this approach has drawbacks, including the use of high-quality data, the possible overfitting of models and the scale problems. The future studies must be aimed at advancing the quality of data, creating powerful models that will be able to export to other grid settings, and studying how AI can be applied in conjunction with other emerging technologies, including blockchain, to make grid operations secure and resilient.

REFERENCES

- [1] Arévalo P, Jurado F. Impact of artificial intelligence on the planning and operation of distributed energy systems in smart grids. *Energies*. 2024 Sep 8;17(17):4501. <https://doi.org/10.3390/en17174501>
- [2] Khan MA, Saleh AM, Waseem M, Sajjad IA. Artificial intelligence enabled demand response: Prospects and challenges in smart grid environment. *Ieee Access*. 2022 Dec 21; 11:1477-505. <https://doi.org/10.1109/ACCESS.2022.3231444>
- [3] Ukoba K, Olatunji KO, Adeoye E, Jen TC, Madyira DM. Optimizing renewable energy systems through artificial intelligence: Review and future prospects. *Energy & Environment*. 2024 Nov;35(7):3833-79. <https://doi.org/10.1177/0958305X241256293>
- [4] Novati ND, Maulina SD, Smith S. Smart grids: Integrating ai for efficient renewable energy utilization. *International Transactions on Artificial Intelligence*. 2024 Nov 1;3(1):1-0. <https://doi.org/10.33050/italic.v3i1.644>
- [5] Iyaniwura AA, Mayaki CS. Artificial Intelligence-enabled smart grid systems for real-time load forecasting, fault detection, renewable energy integration and optimization. *Global Journal of Engineering and Technology Advances*. 2025;24(03):191-208. <https://doi.org/10.30574/gjeta.2025.24.3.0272>
- [6] Liu Z, Gao Y, Liu B. An artificial intelligence-based electric multiple units using a smart power grid system. *Energy Reports*. 2022 Nov 1; 8:13376-88. <https://doi.org/10.1016/j.egyr.2022.09.138>

- [7] Nnajifor CA, Eyo DE, Adegbite AO, Abdullahi I, Odoguje EW, Folorunsho FE, Adeyeye AA. Leveraging Artificial Intelligence for optimizing renewable energy systems: A pathway to environmental sustainability. environment. 2024 Jan; 24:25. <https://doi.org/10.30574/wjarr.2024.23.3.2934>
- [8] Kumar A, Alaraj M, Rizwan M, Nangia U. Novel AI based energy management system for smart grid with RES integration. IEEE Access. 2021 Nov 30; 9:162530-42. <https://doi.org/10.1109/ACCESS.2021.3131502>
- [9] Joshan A. Emerging trends and advanced techniques in power system optimization for future smart grids. Power, Control, and Data Processing Systems. 2025 Jun 1;2(2):26-38. <https://doi.org/10.30511/pcdp.2025.2060096.1022>
- [10] Choudhary EA, Pathania EA. Artificial Intelligence and Optimization Techniques for Intelligent Power Systems: Fault Detection, Energy Management, and Grid Stability. Artificial Intelligence. 2025 Jun;12(06).
- [11] Chen J, Li L. Optimization of renewable energy integration in smart grids using AI and data analytics. In2nd International Conference on Power, Communication, Computing and Networking Technologies (PCCNT 2024) 2024 Oct 25 (Vol. 2024, pp. 111-116). IET. <https://doi.org/10.1049/icp.2024.4090>
- [12] Omitaomu OA, Niu H. Artificial intelligence techniques in smart grid: A survey. Smart Cities. 2021 Apr 22;4(2):548-68. <https://doi.org/10.3390/smartcities4020029>
- [13] Khosrojerdi F, Akhigbe O, Gagnon S, Ramirez A, Richards G. Integrating artificial intelligence and analytics in smart grids: a systematic literature review. International Journal of Energy Sector Management. 2022 Jan 19;16(2):318-38. <https://doi.org/10.1108/IJESM-06-2020-0011>
- [14] Rao BN, Praveen M, Babu DR. A review on the role of AI in optimizing renewable energy grid management. International Journal of Scientific Research in Engineering and Management. 2024;8(11):1-3.
- [15] Balamurugan M, Narayanan K, Raghu N, Arjun Kumar GB, Trupti VN. Role of artificial intelligence in smart grid—a mini review. Frontiers in Artificial Intelligence. 2025 Feb 4; 8:1551661. <https://doi.org/10.3389/frai.2025.1551661>
- [16] Ali SS, Choi BJ. State-of-the-art artificial intelligence techniques for distributed smart grids: A review. Electronics. 2020 Jun 22;9(6):1030. <https://doi.org/10.3390/electronics9061030>
- [17] Fathollahi A. Machine Learning and Artificial Intelligence Techniques in Smart Grids Stability Analysis: A Review. Energies. 2025 Jun 30;18(13):3431. <https://doi.org/10.3390/en18133431>
- [18] Kobra MJ, Rahman MO, Hossain ZM. AI-Powered Smart Grid for Sustainable Energy Distribution: A Comprehensive Simulation and Optimization Framework. Middle East Research Journal of Engineering and Technology. 2025 Oct;5(05):122-34. <https://doi.org/10.36348/merjet.2025.v05i05.003>
- [19] Sankarananth S, Karthiga M, Bavirisetti DP. AI-enabled metaheuristic optimization for predictive management of renewable energy production in smart grids. Energy Reports. 2023 Nov 1; 10:1299-312. <https://doi.org/10.1016/j.egy.2023.08.005>
- [20] Hsu CC, Jiang BH, Lin CC. A survey on recent applications of artificial intelligence and optimization for smart grids in smart manufacturing. Energies. 2023 Nov 20;16(22):7660. <https://doi.org/10.3390/en16227660>