A Case Study from Lithuania on Applying Al in Food Systems

Advancing Food System Maturity: A Case Study on Al-Driven Sustainability, Health, and Smart Solutions in Lithuania

ALVIJA SALASEVICIENE

## Lithuania Overview



Population

2.8 million

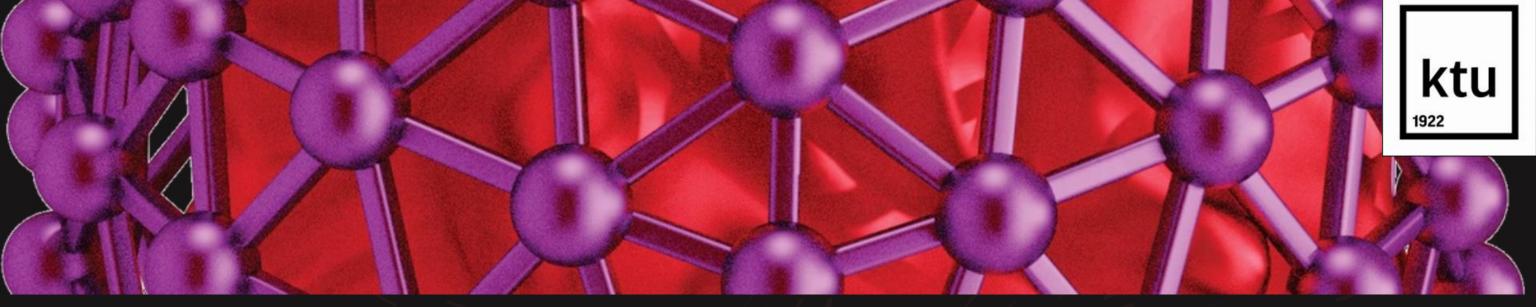


**Capital City** 

Vilnius

GDP 46.3 billion EUR **KTU** Location Kaunas





# Kaunas and KTU Statistics

50K

### Students

The Kaunas region boasts a robust educational landscape, with over 50,000 students enrolled in various institutions.

# 51%

### University Graduates

A remarkable 51% of Kaunas' population holds a university diploma, demonstrating a high level of education attainment.

The technology sector in Kaunas is highly competitive, with an impressive 90% employment rate for graduates in the

# 90%

Technology Employment

field.

# Kaunas University of Technology Overview

#### Established in 1922

Kaunas University of Technology (KTU) is one of the oldest and largest technological universities in Lithuania, boasting a rich history and tradition.

### Baltic Region Leader

KTU is a prominent technological university in the Baltic region, recognized for its excellence in research, teaching, and innovation.

#### Multidisciplinary Approach

KTU offers a wide range of study programs across all fields of science, covering engineering, technology, business, and the humanities.

#### Research and Development

KTU is actively involved in research and development (R&D) activities, contributing significantly to the advancement of knowledge and innovation.



## European Consortium of Innovative Universities (ECIU)



### KTU Achievements in Horizon programs

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Horizon Europe Second-ranked university in Lithuania

Horizon 2020

Top-ranked university in Lithuania

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## KTU structure and campuses

Faculties	9	
Research Institutes	8	
Integrated Centers of Research, Studies, and Business	2	
Campuses	4	
KTU Gymnasium	1	
Schools Named After KTU	2	

## **Centre of Smart Cities and Infrastructure**

### M-LAB

Co-creation and Challengebased Learning Area

KTU Artificial Intelligence Centre

**Multifunctional Center and Library** 



Project "Digital governance and Al maturity within Lithuanian food systems: quantitative Descriptive Research Model"





Interdisciplinary Collaboration

KTU's research activities encompassed diverse fields, fostering interdisciplinary collaboration between experts in food science, technology, and artificial intelligence.



#### Data-Driven Insights

Utilizing advanced data analytics and AI techniques, researchers delved into complex food systems dynamics to uncover valuable insights.



Impactful Outcomes

KTU's research aimed at generating impactful findings that contribute to the development of sustainable, healthy and innovative food systems.



# Methodology

### Methodoloy objectives

- Analyze the global and national current state of digitalization in food systems
- Identify key factors influencing digital adoption
- Develop a framework for assessing digital maturity
- Provide actionable recommendations for improvement

### Methodology approach

- Literature review
- Quantitative survey
- Stakeholder interviews
- Data analysis and interpretation



## Global context and strategic importance

The global food system is undergoing a significant transformation driven by digitalization and artificial intelligence (AI), impacting production, distribution, and consumption.



Integrating digital solutions is crucial for Lithuania to achieve the UN Sustainable Development Goals (SDGs), particularly SDG 2: Zero Hunger and SDG 12: Responsible Consumption and Production.



Lithuania's 2021-2030 National Progress Plan emphasizes the importance of digitalization and technological innovation, recognizing their role in achieving national goals.



# Literature review highlights



### **Precision Farming**

Al, IoT, and robotics enhance resource efficiency in farming by optimizing irrigation, fertilization, and pest control.



Blockchain in Food Systems Blockchain improves transparency and traceability in food supply chains, enabling consumers to track the origin and journey of their food.



Automation and Robotics

Automation and robotics in food processing reduce costs, increase safety, and improve efficiency.





# Quantitative Descriptive Research Model

Stakeholder focus

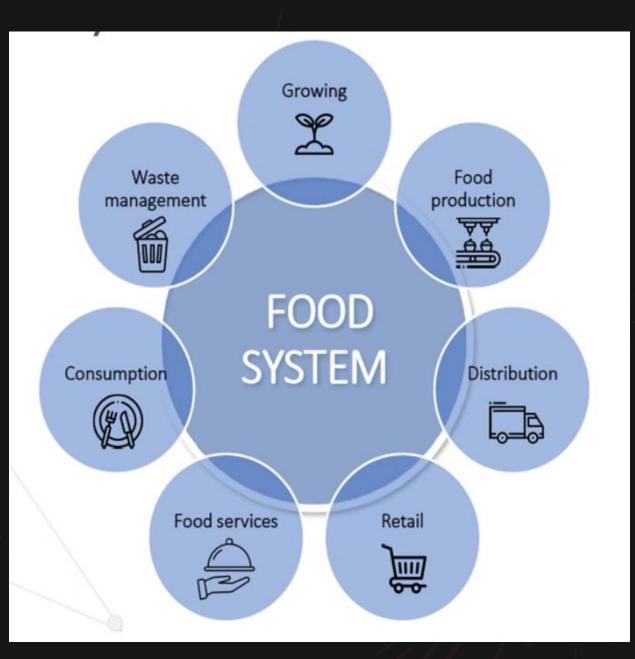
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Data collection tools

3

Evaluati criteria

### Evaluation dimensions and



# Stakeholder focus

The research model was specifically developed to assess stakeholders across the entire food system, encompassing primary production, processing, distribution, retail, catering, consumption, and waste management.



## Questionnaire details by Stakeholder

#### **Primary Food Production**

- Resourcing and planning
- Planting and cultivation
- Harvesting
- Post-harvest treatment
- Packaging and distribution
- Sales and marketing
- Financial management
- Social aspects
- Environmental aspects

#### Food Processors

- Ingredient sourcing and quality control
- Production processes and technology
- Packaging and labeling
- Product development and innovation
- Waste management and recycling
- Supply chain management
- Marketing and sales strategies
- Financial performance and profitability
- Social and environmental responsibility

#### **Food Distributors**

- Transportation and logistics
- Inventory management
- Cold chain management
- Customer service and order
  fulfillment
- Sustainability practices
- Technology adoption and innovation
- Financial performance and profitability
- Social and environmental responsibility

#### Retailers

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- Product assortment and merchandising
- Pricing and promotions
- Store layout and design
- Customer service and
- experience
- Waste management and
- recycling
- Technology adoption and
- innovation
- Financial performance and profitability
- Social and environmental responsibility

# Data collection tools

Online platform

Questionnaire



## Online platform architecture of aifoodsystem.com

The aifoodsystem.com online platform enables intuitive survey conduction and secure data collection.

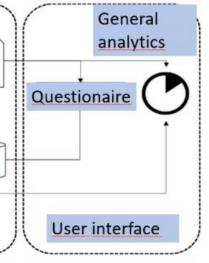
Built with scalability, reliability, and maintainability in mind,

It employs a three-tier architecture: the presentation layer (user interface), the business logic layer (data processing and validation), and the data access layer (database communication)

в	Domain	$\bigcap$
	Aifoodsystem.com	Load balancer
FS stakeholder		
		Database
		Subsystem







## Questionnaire development

#### Three dimensions

- Economic
- Social
- Environmental

#### Eight criteria

- 1. Implementation of Digitalisation
- 2. Implementation of Al Technologies
- 3. Data Management
- 4. Real-Time Data Management
- 5. Implementation of Health-Friendly Technologies
- 6. CO2 Reduction/Balancing Efforts
- 7. Implementation of Renewable Energy Sources
- 8. Use of Robotics



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### Impacts

#### 1. ECONOMIC

Precision agriculture allows early prognosis, faster more accurate decisions, self-monitoring.

Robotics and Automation in the food Industry can increase quality, save time and space

Autonomous food delivery attempts to address growing industry trends

Digital and smart solutions allows, improve sales efficiency providing self-service options

Smart apps gives more business opportunities and save costs

Optimizing and predicting food consumption leads to less food waste

Advanced waste recycling solutions to recover useful materials and efficiently use for energy generation

#### 2. SOCIAL

Precision agriculture allo ensure more healthy for products, increase que

Robots useful for Health an issues as they can be ada work in extreme condition very hot temperatur

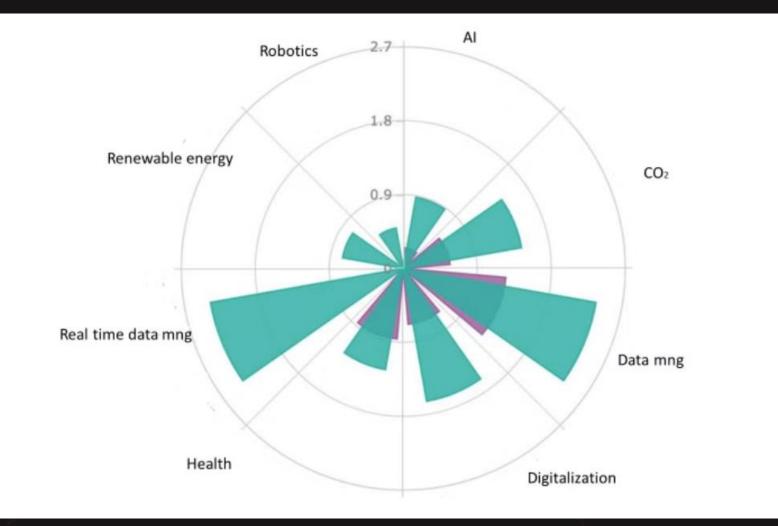
Smart logistics enables of range of fresh products convenient and fast v

Digital and smart solutions collect data and provide flexibility, personalized se

Smart apps make it easier and deliver food,

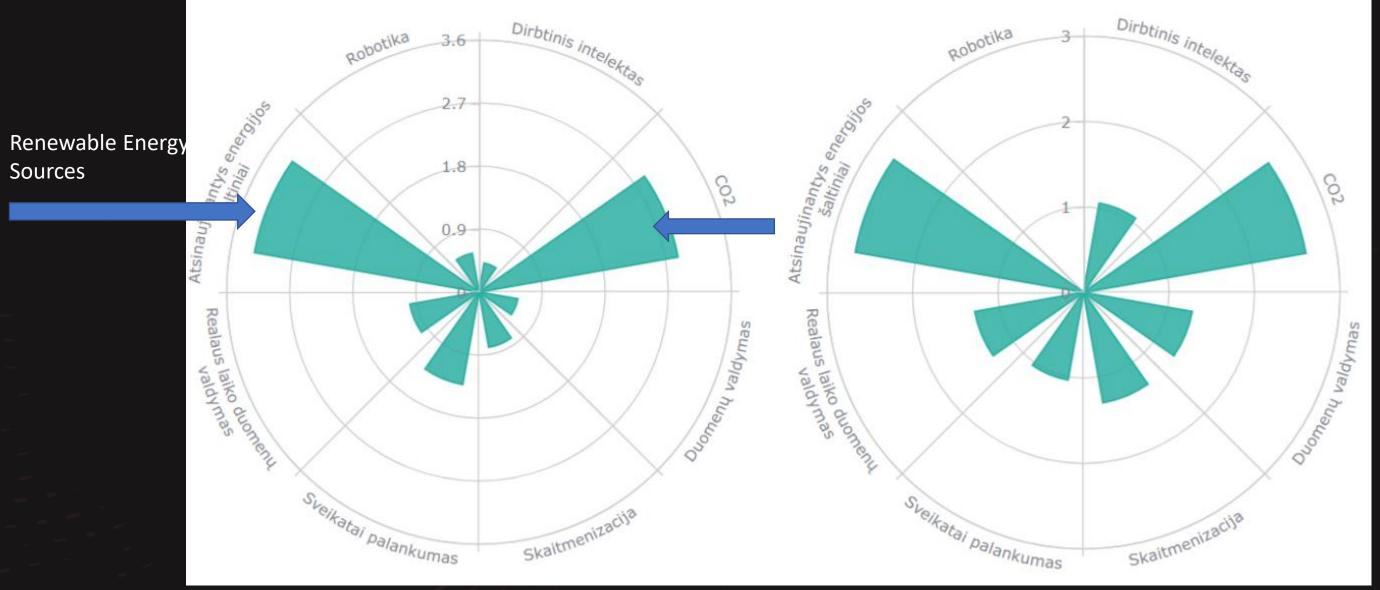
Al based nutrition apps can monitor and manage their

Advanced recycling sol create new jobs in the si increases community resp



# Questionnaire results



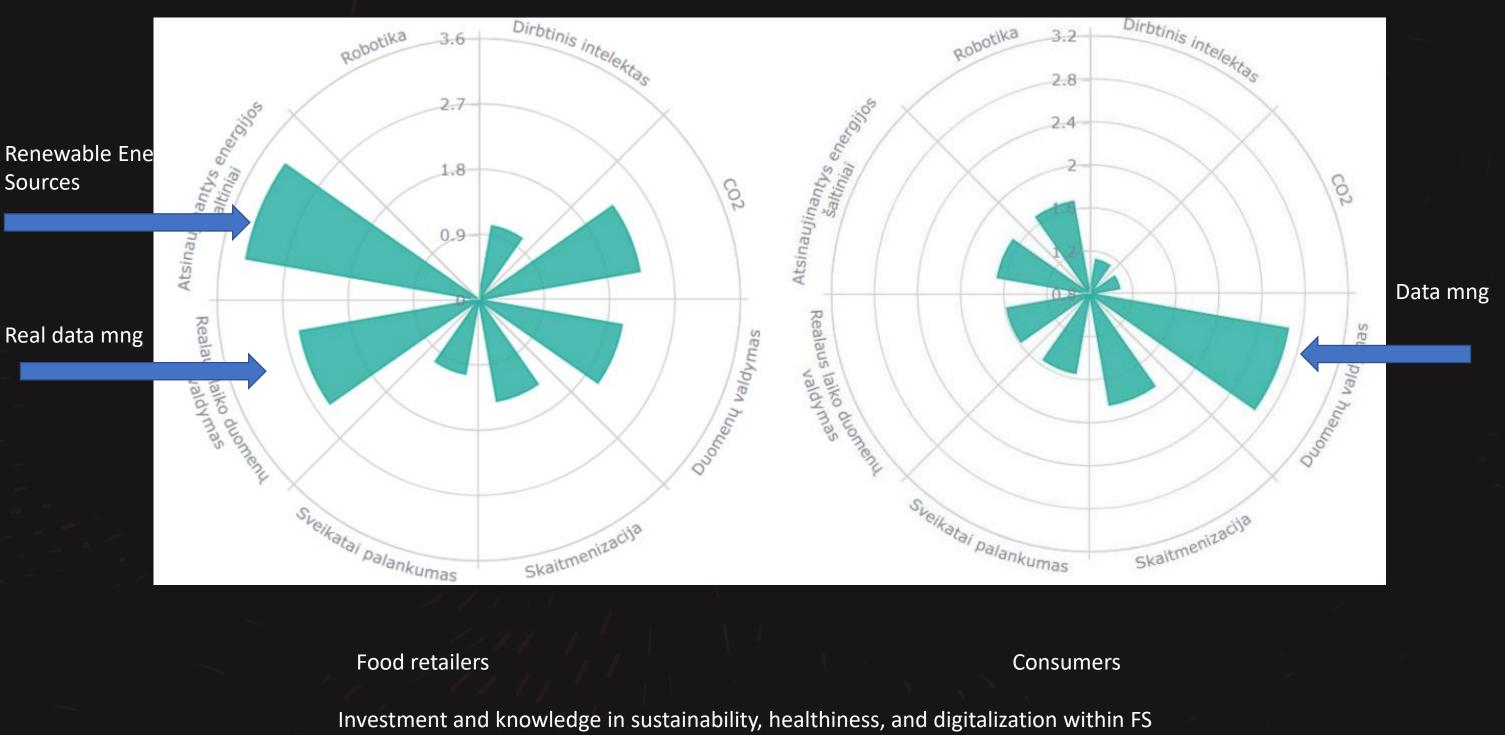


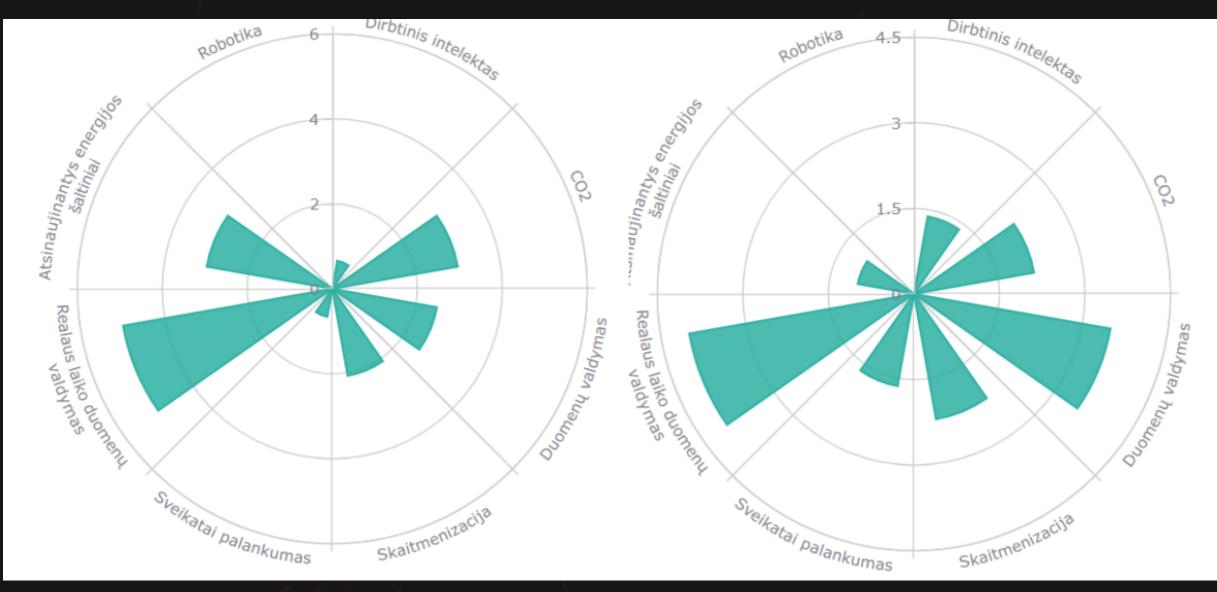
Food producers

#### Food processors

Investment and knowledge in sustainability, healthiness, and digitalization within FS





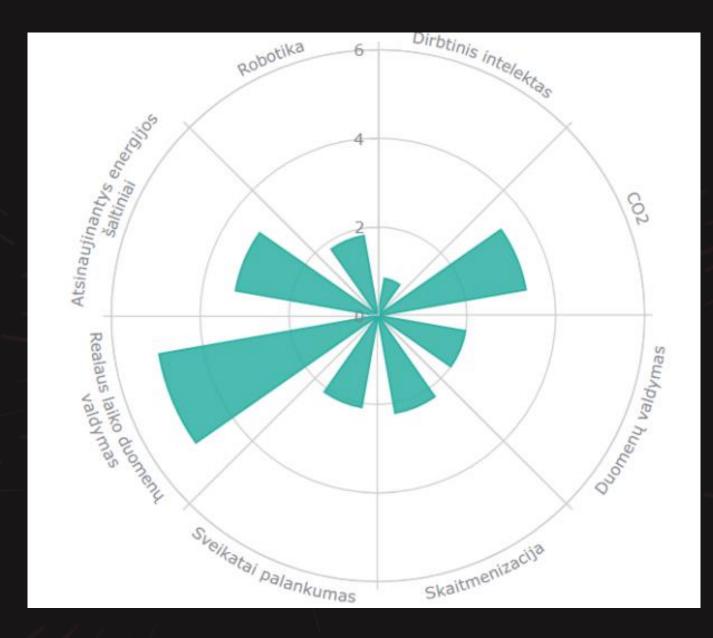


Food waste recycle service

#### Public catering service

Investment and knowledge within sustainability, healthiness, and digitalization in FS





Food Distribution Stakeholder

Investment and knowledge within sustainability, healthiness, and digitalization in FS





## MEPI Calculation method

Weighted Average Method The overall national AI-FS progress index (MEPI) is calculated using a weighted average method. The index represents the level of maturity of the Lithuanian food system in terms of eight key criteria.

Formula

2

### Criteria

3

The eight criteria include: Data Management (DM), Digitalisation (DIGI), Artificial Intelligence (AI), Health Technologies (HIT), CO2 Reduction/Balancing (C\_O2\_), Agricultural Technologies (AT), Real-Time Data Management (RE), and Robotics (R).

## Likert scale for Maturity levels



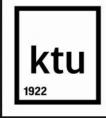
 $MEPI = \Sigma(wk^* avgk) / nk = DM,$ where  $n \in \{DM, DIGI, DI, SV, \}$ C\_02\_, AT, RE, R}

## MEPI Index \_LT

The collected survey data enabled the calculation of the MEPI index, which empirically evaluates the progress of Lithuania's food systems.

During the period from September 1, 2023, to November 9, 2023, the overall MEPI index reached only 1.74 points (with a maximum possible score of 5),

indicating a low level of progress in Lithuania's food system



# Impact of DG/AI on Food Systems



### **Environmental Dimension**

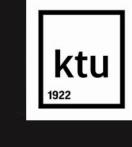
The research findings reveal that Lithuanian food system stakeholders are investing in innovative renewable energy technologies, indicating a positive shift towards sustainable practices and accelerating environmental changes.



Data Management and Integration Despite the advancements in renewable energy, the integration of digital and Al technologies in data management remains at a low level of maturity in Lithuania.



Lithuanian FS Progress Index The Lithuanian Food System Progress Index, which measures the maturity of DG/AI integration, scores 1.74 on a fivepoint scale, highlighting the need for further advancements in this area.



# Recommendations for Improvement

Increase Investment

Prioritize increased funding for research and development in digital and AI technologies within all segments of the food system, including production, processing, distribution, and consumption.

Strengthen Data Infrastructure

Develop robust data infrastructure that enables real-time monitoring of food systems, facilitating informed decisionmaking and proactive interventions.

**Foster Collaboration** Promote collaborative efforts between government agencies, research institutions, and industry stakeholders to facilitate knowledge sharing, technology transfer, and effective implementation of digital solutions.



## **Promote Sustainable** Practices

Leverage digital innovation to promote environmentally friendly practices in food production, reduce food waste, and optimize resource utilization.

## Thank you!

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