

# Electricity Theft Detection Agent

فريق حماة الكهرباء

Digitopia Competition



# Meet the Team: The Sentinels

## Mahmoud Hamdy - Team Lead & AI Engineer

- **Contributions:** System architecture, research, and model training & validation.

## Mohamed Hamdy - Grid Specialist

- **Contributions:** Electrical grid design, simulation, and topology configuration.

## Youssef Romany - Data Engineer

- **Contributions:** Data generation and preprocessing pipeline.

# Outline

- Problem Statement
- Challenges & Requirements
- Our Solution's Core Features
- Technical Solution
- Business Model
- Live Demo

# The Problem in Numbers: A National Crisis

Legal Impact

**513K+**

Theft Cases Prosecuted

Economic Drain

**1.2B**

EGP in Fines 6 wks

Grid Pressure

**12%+**

YoY Peak Load

This isn't just data it's a national challenge demanding a smarter solution.

## A National Priority



”لو أن نصف هذه السرقات لم تكن موجودة، لما كانت هناك مشاكل في إمدادات الكهرباء مرة أخرى.”

- دولة رئيس الوزراء مصطفى مدبولي، ٢٠٢٤

# Challenge :1 The Infrastructure Reality

## THE CHALLENGE

Egypt's electrical infrastructure is largely traditional, relying on transformers and underground cables.

## THE SOLUTION MUST BE:

Specifically designed to target this environment.



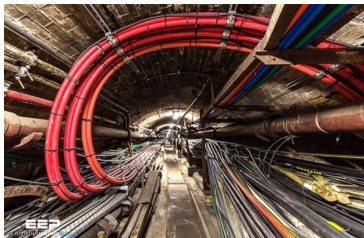
## Challenge :2 Missing & Unreliable Network Data

### THE CHALLENGE

Most grid parameters—like transformer voltages or underground cable lengths—are either hard to measure or often inaccurate/missing in practice.

### THE SOLUTION MUST BE:

Able to operate effectively without relying on detailed grid measurements.



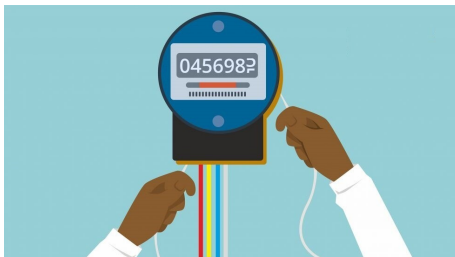
## Challenge :3 Diverse Theft Methods

### THE CHALLENGE

Electricity theft takes many forms: some manipulate meter electronics, while others bypass the meter completely using hidden direct connections.

### THE SOLUTION MUST BE:

Capable of detecting both tampering and meter bypass.





## Challenge :4 Legitimate vs. Illegitimate Behavior

### THE CHALLENGE

A customer's consumption can spike for many legitimate reasons (e.g., new appliances, holidays). A naive system would flag these as theft, creating a flood of false alarms.

### THE SOLUTION MUST BE:

Intelligent enough to distinguish between normal life events and actual theft.



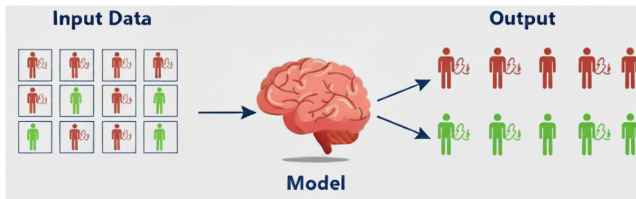
# Challenge :5 The "Ground Truth" Challenge

## THE CHALLENGE

No "ground truth" dataset exists that labels electricity readings as 'theft' or 'legitimate'. This makes traditional supervised learning models impossible to train.

## THE SOLUTION MUST BE:

**Able to work in an unsupervised manner, detecting anomalies without needing pre-labeled data.**



## Challenge :6 The Cost & Feasibility Challenge

### THE CHALLENGE

Any solution that requires expensive hardware upgrades to the grid is impractical for large-scale, nationwide deployment.

### THE SOLUTION MUST BE:

**A software solution that integrates with the existing infrastructure, requiring no physical modifications.**



**Guess What ?**

**It is our solution**

# Our Solution's Core Features

**Infrastructure-Ready**

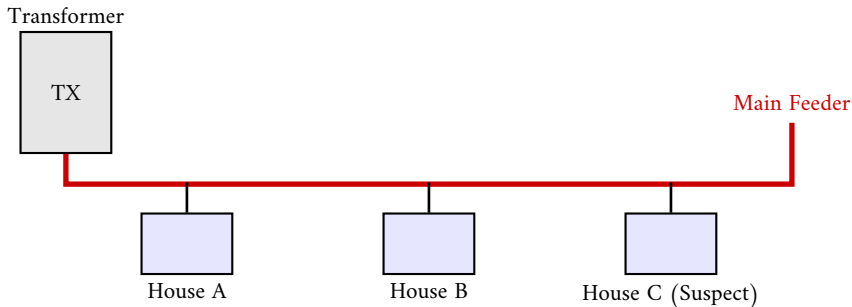
**Grid-Agnostic**

**All-Method Theft Detection**

**Behavior-Aware**

**Unsupervised**

# Technical Outline: The Core Physical Principle



**Figure:** A simplified model of the low-voltage distribution grid.

# The Core Physical Principle: Three Governing Equations

## 1. التأثير الذاتي

$$\text{الجهد عندك} = \text{جهد المصدر} - (\text{استهلاكك} \times \text{مقاومة السلك})$$

## 2. التأثير المشترك

$$\text{الجهد عندك} = \text{الجهد عند نقطة التغذية} - (\text{استهلاكك} \times \text{مقاومة سلك بيتك})$$

## 3. النموذج المتكامل

$$\text{استهلاكك} = (\text{معامل أول} \times \text{جهدك}) + (\text{معامل ثاني} \times \text{مجموع استهلاك جيرانك}) + \text{ثابت}$$

# Model Application: Theft Detection Using Residuals

## كيف نكتشف السرقة؟

نقارن الاستهلاك المتوقع من النموذج مع الاستهلاك الحقيقي المسجل

الفرق = الاستهلاك الحقيقي - الاستهلاك المتوقع

• إذا كان الفرق سالباً -- < احتمال سرقة كهرباء

• إذا كان الفرق موجباً -- < استهلاك طبيعي

لتطبيق هذا النموذج نحتاج إلى 3 معلومات أساسية :

1. قيمة الاستهلاك الفعلي (kWh) لكل بيت
2. قيمة الجهد الكهربائي (Voltage) لكل بيت
3. معرفة مجموعة البيوت المتصلة على نفس الفازة



# Dataset Generation: Synthetic Power Grid Simulation

## Phase :1 Virtual Network Construction

- **Tool:** pandapower Python library
- **Network:** 11kV/0.4kV transformer with 30 customers
- **Topology:** 3-phase LV distribution grid
- **Parameters:** Real Egyptian network specifications



# Dataset Generation: Synthetic Power Grid Simulation

## Phase :2 Realistic Load Profile Generation

- **Duration:** 3 months of 15-minute interval data
- **Profiles:** Daily consumption patterns with peaks
- **Power Flow:** Voltage calculations using AC analysis
- **Output:** Consumption (kWh) + Voltage (V) per customer

## Phase :3 Theft Cases Injection

- **Method:** Reduce reported consumption while keeping actual load
- **Patterns:** Various theft percentages ,20%) ,50% (80%
- **Result:** **Ground truth labels** for testing & evaluation

# Model Implementation & Testing Flow

## Step :1 Data Preprocessing & Feature Engineering

- **Data Loading:** final\_dataset\_with\_theft.csv 3) months data)
- **Data Split:** Train (Jan-Feb clean data) + Test (March with theft)
- **Feature Engineering:** Created Total\_Phase\_Consumption\_kw
- **Model Features:** Voltage\_V + Total\_Phase\_Consumption\_kw

## Step :2 Unsupervised Learning & Prediction

- **Training:** Individual LinearRegression model per customer 30) models)
- **Learning:** (Voltage + Neighbors' Consumption)  $\neq$  Expected Consumption
- **Prediction:** Model predicts consumption for each customer in test data
- **Key Point:** No theft labels used during training!

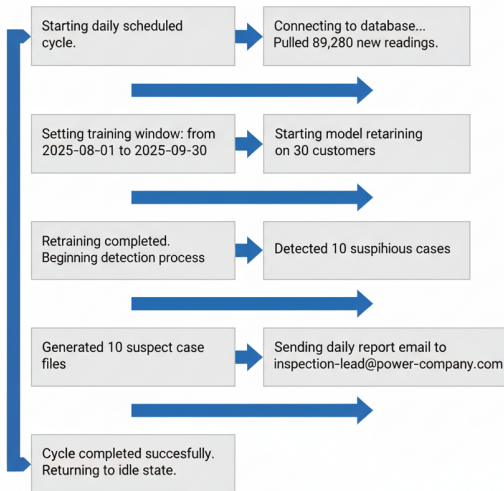
# Residuals Analysis & Theft Detection Results

## Residuals Analysis & Theft Detection

- **Residuals:** Actual Consumption - Predicted Consumption
- **Anomaly Score:** Sum of negative residuals per customer
- **Result:** Customer #5 ranked highest suspicious!
- **Validation:** Successfully detected injected thief
- **Success Rate:** Model correctly identified the sole thief without labels

**Model correctly identified the sole thief : 100%**

# Real-World Deployment: Daily Agent Cycle



# System Architecture: Agent Deployment



# Business Model : Market & Financials

## Customer Segments

- National & regional power utilities
- Private distribution companies
- Smart-grid service integrators

## Channels & Customer Relations

- Direct B2B sales + pilot projects
- Annual SaaS contracts
- Dedicated customer-success team

## Cost Structure

- R&D and algorithm development

## Revenue Streams

- Annual SaaS licence
- X% share of recovered losses
- One-off setup fee
- Premium support packages

# Business Model : Foundation & Operations

## Key Partners

- Distribution utilities
- Smart-meter vendors
- Cloud & data-platform providers
- Field-service contractors

## Key Resources

- Voltage–consumption ML engine
- Secure cloud infrastructure
- Utility integrations (API/OPC-UA)
- Data-science & support teams

## Key Activities

- Daily data ingestion & model retraining
- Residual-based anomaly detection
- Alert generation & report delivery
- Ongoing model optimisation

## Value Proposition

- 24/7 unsupervised theft detection
- Up to 5% yearly revenue recovery
- 80% cut in on-site inspection cost
- No new hardware—uses existing meters



# Let's Watch the Demo

# References



Yu, N., Shah, S., Johnson, R., Sherick, R., & Hong, M. .(2019) *A Physically Inspired Data-driven Model for Electricity Theft Detection with Smart Meter Data*. IEEE Transactions on Industrial Informatics, ,(9)15 .5076-5088[https://drive.google.com/file/d/17bBjldy0LbJ24QfwIiYE8cdIjfk29JSV/view?usp=drive\\_link](https://drive.google.com/file/d/17bBjldy0LbJ24QfwIiYE8cdIjfk29JSV/view?usp=drive_link)



Pandapower Development Team. .(2023) *pandapower - Convenient Power System Modelling and Analysis*. Version .2.13.1 <https://www.pandapower.org/>



Scikit-learn Development Team. .(2023) *scikit-learn: Machine Learning in Python*. Version .1.3.0 Journal of Machine Learning Research, ,12 .2825-2830

# Thank You!

## **Contact Information:**

Email: [matterm75@gmail.com](mailto:matterm75@gmail.com)

*Protecting Power Grids with AI Innovation*