Parakeet Model

Emission Factor Recommendation for Carbon Footprinting using Generative Al

Key learnings from the study:

- 1. Quantifying greenhouse gas emissions from products and business activities is important to measure environmental impact and mitigating action.
- 2. LCA (Life Cycle Assessment): It is the estimation of environmental impact of the products from extraction to end-of-life.
- 3. EFs (Emission Factors): These factors are used to indirectly estimate GHGs per unit of activity.
- 4. Parakeet Model leverages LLMs (Large Language Models) to recommend EFs.
- 5. It parses business activity descriptions.
- 6. It has shown impressive results with an average precision of 86.9%.
- 7. The goal of the model is to support organisations in achieving net-zero carbon emissions.
- 8. Practitioners acquire EFs to map each activity with the appropriate EF and estimate the footprint by scaling the EF.
- 9. Total carbon footprints = sum of individual emission estimates.
- 10. Prior works (previous models) used to work using semantic text matching to recommend EFs. They do not provide human-interpretable justification for their recommendations.
- 11. The Parakeet Model combines semantic-text matching and text generation using LLMs for EF mapping.
- 12. Some Features of the Parakeet Model:
 - Carefully designed Prompts
 - Retrieval Augmented Generation
 - Human-in-loop Validation

- 13. It directly ingests real-world business data, whether it is structured or unstructured.
- 14. Provides human-readable justifications to enable expert verifications.
- 15. LCA (Life Cycle Assessment) Approaches:
 - EEIO-LCA (Environmentally extended Input-Output based LCA): It uses a top-down macroeconomic approach using supply-use tables and sector-level environmental data.
 - pLCA (Process-based LCA): It uses a bottom-up approach by tracking input-output across the supply chain. It requires specific EFs to operate.

16. Parakeet's Approach:

- LLM generates a plain language description of input query.
- The embedded model finds the top-K semantically similar EFs.
- Using both LLMs recommends top EF.
- The human confirms or overrides the recommendation.

17. Implementation Details:

- Uses the general text-embedded (gte-large) model.
- Uses Claude 3 Sonnet Model
- Uses "one-shot" prompts

18. Results:

- Based on six real-world datasets
- Public:
 - 1. Government of Austin Invoices (EEIO-LCA)
 - 2. Katana Invoices (EEIO-LCA)
 - 3. Food.com Ingredients (pLCA)
- Proprietary:
 - 1. Procurement (pLCA)
 - 2. Heavy Equipment (pLCA)
 - 3. Packaging (pLCA)
- Metrics:
 - 1. Precision@1: Top recommendation Accuracy
 - 2. Precision@K: Accuracy within Top-K Recommendation
- Results: High Prediction@K rates show that the model was able to stand on human expectations, as most of the time EF recommendations were confirmed by humans.

Note: Using LLMs for both paraphrasing and recommendation improves performance by >10%.

19. Challenges with pLCA:

- High Error Rate
- Required Detailed
- Requires more metadata and specifics.

20. LLM Limitations:

- Non-Deterministic Responses
- A small percentage of responses are not schema-compliant.
- 21. Other Challenges: Inconsistent human annotations hinder model fine-tuning.