Advancing Al Innovation and Education through University-Industry Collaboration

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Outline

- Definition and Current State of AI
- ERVA and AI Engineering
- University-Industry Research Collaborations in AI
- Opportunities in Education and Training
- Key Questions
- Concluding Thoughts

Definition of Al

- "It is a field of fields ... it holds the secrets which will reorganize the life of the world." —National Security Commission on Artificial Intelligence quoting Thomas Edison (speaking about electricity)
- "The science and engineering of making intelligent machines, especially intelligent computer programs." – John McCarthy
- "A machine-based system that, for explicit or implicit objectives, infers, from the input it receives, how to generate outputs such as predictions, content, recommendations, or decisions that can influence physical or virtual environments. Different AI systems vary in their levels of autonomy and adaptiveness after deployment." – Organization for Economic Cooperation and Development

Why Now?

- Al as a field of study has been around for about 80 years.
- There have been boom-bust cycles in the past ("AI winters")
- Rules based approaches reached limits
- 3 Keys to recent progress:
 - Massive compute power
 - Massive amounts of data
 - Architectural and algorithmic innovations for machine learning



The Age of AI has begun



Bill Gates 🛅

Chair, Gates Foundation and Founder, Breakthrough Energy



accomplish. Whatever limitations it has today will be gone before we know it." Bill Gates, March 2023

"Finally, we should keep in

mind that we're only at the

beginning of what AI can

March 23, 2023

General-Purpose Technologies

Characteristics of a General-Purpose Technology

- Widespread applicability
- Continuous improvement
- No close substitutes

Enabling complementary innovations

Examples of General-Purpose Technologies as *Epochal Innovations*

- Mechanization (steam engine)
- Electricity
- Computers, internet, web (ICT)

Source: Bresnahan and Trajtenberg, 1995, Lipsey, Carlaw, Bekar, 2005

Industrial Revolution, Productivity, and

Wages in the United States 1895-2015

At the beginning of the twentieth century,

worker has continued to rise.

wages rose with increasing productivity; since

the 1970s, they have stagnated as output per

Wages in Britain 1770–1893

At the start of the Industrial Revolution, productivity grew, but wages did not; after 1830, as mechanization gathered pace, wages and output moved in lockstep.



"The average real wage only began to rise in the middle of the nineteenth century, when higher-productivity factory work replaced the hand trades."

Source: R. C. Allen, Lessons from history for the future of work, 2017

Hypothesis: AI is a General-Purpose Technology

- AI technologies are continuously improving
- AI technologies are broadly applicable
- There is no close alternative to AI technologies
- AI technologies will likely cause complementary innovations



Current State of AI Technologies

- Steady progress in analytic and predictive AI
- Continuing progress in GenAI through Large Language Models (LLMs) including multi-modality
- Is this progress in LLMs plateauing? Arguably yes.
- "Al Agents" based on LLMs as the next set of technologies





Source: NVIDIA

ERVA Background



- Launched in April 2021
- 5-year cooperative agreement funded by NSF
- Core Organizations: BTAA, EPSCoR/IDeA Foundation, UIDP





ERVA Mission

To identify and develop bold and transformative new engineering research directions and to catalyze the engineering community's pursuit of innovative, high-impact research that benefits society.



ERVA Published Reports



Motivating Question:

What is the Future of Engineering in the Al Era?



Visioning Report: AI Engineering

Download the report at ervacommunity.org







Al Engineering Event Participants



Our Emergent Vision: AI Engineering

- AI Engineering: Convergence of AI and Engineering as a bi-directional flow leading to a virtuous cycle:
- Engineering for AI: Engineering disciplines enabling safer, more reliable, and trustworthy AI-enabled cyberphysical systems
- Al for Engineering: Al technology and advances impacting engineering across engineering disciplines





Grand Challenge Areas and Multi-Sector Collaboration

Three grand challenges areas:

- Design, Manufacturing, and Operations
- Al Engineering for Humans and Society
- National Initiatives for AI Engineering

Multi-Sector Collaboration:

- Government (National Labs)
- Industry
- Academia
- Nonprofits



Transform Manufacturing through Industrial AI Engineering

- Accelerate the way engineers design products
- Optimize manufacturing operations
- Create value for service systems



Design Safe, Secure, Reliable, and Trustworthy AI Systems

- Understanding complex systems
- Data management
- Secure, trusted, and AI-optimized EDA
- Testing and certification of AI Systems
- Regulatory considerations





Education and Training Opportunity

Education and training needs not primary focus of this report:

- Dedicated workshop for deep dive into education and training opportunity
- For engineering undergrads: AI fundamentals requirement
- Different curricula for academic researchbound and industry-bound grad students
- Experiential learning in industry
- Professional education short courses and certificate programs



Al Engineering A Strategic Research Framework to Benefit Society



University-Industry Collaborations

Three fundamental motivations for *industry to engage with universities*:

- Access to leading edge research
- Access to valuable intellectual property
- Access to talent

University-Industry Collaborations

Three fundamental motivations for *universities to engage with industry*:

- Potential pathways to translation of research
- Access to critical insights to motivate high impact research
- Employment for graduates

Translational Proficiency

Maximizing Impact Potential



Key to Success in University-Industry Collaborations

- Deep understanding of motivations of partners
- Mutual respect for differences in cultures and values
- Medium term commitments
- Removing barriers and frictions

University-Industry Collaborations in AI

- Universities bring cutting edge faculty expertise and motivated students
- Universities can bring multi-disciplinary teams
- Universities are lagging industry in computational resources
- Industry brings data and computational resources
- Industry brings knowledge in key application domains

Great Challenges and Opportunities

- Al is fueling science and engineering research
- Al is driving innovations across many industry sectors
- AI will create new industries and businesses
- Al is creating new levels of uncertainty
- AI will transform work and workers

NSF AI Institutes





: First cohort of Institutes (5 NSF, 2 NIFA)

: Second cohort of Institutes (9 NSF, 2 NIFA)

: AI Institutes Virtual Organization established

: Third cohort of Institutes (6 NSF, 1 NIFA)



AI Institutes directory and news: <u>https://aiinstitutes.org</u>



Augmentation vs Automation



"You can think of automation as a machine that takes a job's inputs and does it for the worker," says David Autor, Massachusetts Institute of Technology economist, and "augmentation as a technology that increases the variety of things that people can do, the quality of things people can do, or their productivity".

FT, 3/16/25

Source: World Economic Forum, 2025

Human Share of Work is Projected to Decline



Source: World Economic Forum, 2025

Exhibit 15

To move into higher-wage occupations, workers will need to be trained more on social and emotional skills and technological skills.

Time spent using various types of skills by wage quintile in the United States,¹ 2030, % Midpoint automation scenario, with generative AI acceleration

	Basic cognitive skills		Higher cognitive skills	Higher Physical and cognitive manual skills skills		Social and emotional skills			Technological skills	
Highest wage quintile	1st	7	24	3 40			26			
	2nd 9 3rd 12		33		10		31		17	
			21		40			14	14	
	4th	2	1	18		35		13	13	
Lowest wage quintile	5th	17	17 12		52				12 8	

Source: McKinsey Global Institute, 2023

Brynjolfsson: Turing Trap

Figure 1

Opportunities for Augmenting Humans Are Far Greater than Opportunities to Automate Existing Tasks



The Turing Trap : The Promise & Peril of Human-Like Artificial Intelligence

Erik Brynjolfsson

"A common fallacy is to assume that all or most productivityenhancing innovations belong in the first category: automation. However, the second category, augmentation, has been far more important throughout most of the past two centuries."

Key Questions

- What is the common focus for AI oriented university-industry collaboration? Possible options:
 - A specific domain of AI research and development
 - A specific application or industry domain
 - Education and workforce training
 - Combination or something else
- What is needed from each side: university and industry?
- What is the mutual benefit?

Concluding Thoughts

- AI technologies likely to transform myriad aspects of life and society: business, industry, health, education, entertainment, ...
- Jagged frontier of AI with likely improvements over time
- Universities will adapt their education and training programs to meet employer needs and expectations
- Industry-University collaboration is critical to success

Comments

Ideas

Questions?



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