

# AI for Defense and Intelligence

Patrick T. Biltgen, Ph.D.

## Table of Contents

|  |            |
|--|------------|
| <b>Foreword.....</b>   | <b>vii</b> |
| <b>Chapter 1      Introduction .....</b>   | <b>1</b>   |
| 1.1     Motivation .....   | 3          |
| 1.2     Organization of the Book .....   | 7          |
| <b>Chapter 2      The Origins of AI for Defense and Intelligence .....</b>           | <b>10</b>  |
| 2.1     Early AI Research and Development.....                                       | 10         |
| 2.2     Evolution of AI for Military Applications .....                              | 12         |
| 2.3     The Emergence of AI for Intelligence Applications .....                      | 14         |
| 2.4     Future Directions and Opportunities in AI for Defense and Intelligence ..... | 15         |
| <b>Chapter 3      AI Basics.....</b>   | <b>18</b>  |
| 3.1     Neural Networks .....  | 19         |
| 3.2     Machine Learning and Deep Learning.....                                      | 20         |
| 3.3     Types of Learning: Supervised and Unsupervised.....                          | 22         |
| 3.4     Reinforcement Learning.....  | 23         |
| 3.5     Transfer Learning .....  | 24         |
| 3.6     Other Types of Machine Learning .....  | 25         |
| 3.7     Narrow vs. General AI .....  | 26         |
| 3.8     Single Model Approaches vs. Ensemble Methods.....                            | 27         |
| 3.9     Batch Learning vs. Online Learning .....                                     | 28         |
| 3.10     Deterministic vs. Probabilistic Models .....                                | 28         |
| 3.11     AI Frameworks and Tools.....  | 29         |
| <b>Chapter 4      AI Models .....</b>  | <b>32</b>  |
| 4.1     Traditional AI Models .....  | 32         |
| 4.2     Modeling Sequences: LSTM and RNN .....                                       | 37         |
| 4.3     Deep Learning .....  | 38         |
| 4.4     Convolutional Neural Networks (CNNs) .....                                   | 39         |
| 4.5     Transformers .....   | 42         |
| 4.6     Multimodal AI.....   | 50         |

|                  |  |           |
|------------------|--|-----------|
| <b>Chapter 5</b> | <b>Natural Language Processing .....</b>                                     | <b>52</b> |
| 5.1              | NLP Techniques and Models for Language Translation.....                      | 52        |
| 5.2              | Information Extraction .....   | 56        |
| 5.3              | Sentiment Analysis and Opinion Mining.....                                   | 59        |
| 5.4              | Voice Recognition.....   | 63        |
| 5.5              | Speech Synthesis.....  | 64        |
| 5.6              | Large Language Models.....   | 65        |
| 5.7              | Generative Pre-Trained Transformer (GPT): a Revolution in AI.....            | 67        |
| 5.8              | ChatGPT.....   | 69        |
| 5.9              | Hallucination and Confabulation .....  | 70        |
| 5.10             | Retrieval Augmented Generation.....  | 72        |
| 5.11             | Foundational Models.....   | 73        |
| 5.12             | Defense and Intelligence Applications of Large Language Models .....         | 74        |
| 5.13             | Challenges and Future Directions .....                                       | 76        |
| 5.14             | Ethical Considerations .....   | 77        |
| <b>Chapter 6</b> | <b>Computer Vision .....</b>   | <b>80</b> |
| 6.1              | Evolution of Computer Vision for Defense and Intelligence Applications ..... | 80        |
| 6.2              | Object Detection.....  | 82        |
| 6.3              | Change Detection .....   | 88        |
| 6.4              | Scene Understanding.....   | 89        |
| 6.5              | Image Preprocessing .....  | 89        |
| 6.6              | Image Augmentation.....  | 91        |
| 6.7              | Partially Occluded Objects.....  | 92        |
| 6.8              | Transfer Learning.....   | 93        |
| 6.9              | Ground-Based CV Applications .....   | 94        |
| 6.10             | Aerial Imagery .....   | 97        |
| 6.11             | Satellite Imagery .....  | 100       |
| 6.12             | 3D Model Generation.....   | 113       |

## Table of Contents

|                   |  |            |
|-------------------|--|------------|
| 6.13              | Performance Metrics for Computer Vision.....                         | 114        |
| <b>Chapter 7</b>  | <b>Generative AI.....</b>  | <b>118</b> |
| 7.1               | Text Generation.....   | 118        |
| 7.2               | Image Generation .....   | 121        |
| 7.3               | Generative AI for Video Creation: Deepfakes, and Misinformation..... | 124        |
| 7.4               | Generative AI for Software Engineering.....                          | 125        |
| 7.5               | Changing Traditional Workflows.....                                  | 131        |
| 7.6               | Ethical, Safety, and Security Considerations .....                   | 133        |
| 7.7               | Model Collapse, Flooding, and the Internet of Meh ...                | 134        |
| <b>Chapter 8</b>  | <b>Optimization .....</b>  | <b>136</b> |
| 8.1               | Mission Planning.....  | 136        |
| 8.2               | Routing .....  | 139        |
| 8.3               | Logistics .....  | 144        |
| 8.4               | Resource Allocation .....  | 148        |
| 8.5               | Decision Making .....  | 150        |
| <b>Chapter 9</b>  | <b>Agent-Based Modeling.....</b>                                     | <b>155</b> |
| 9.1               | Agents and Agent-Based Models .....                                  | 155        |
| 9.2               | Multi-Agent Systems.....   | 158        |
| 9.3               | Distributed AI and Swarm Intelligence.....                           | 158        |
| 9.4               | Agent-Based Simulation of Human Behavior.....                        | 160        |
| 9.5               | Artificial Life and Evolutionary Computation .....                   | 161        |
| 9.6               | Applications for AI-enabled Agents in Defense and Intelligence ..... | 162        |
| 9.7               | Challenges and Opportunities for ABM in AI .....                     | 164        |
| 9.8               | Ethical and Societal Implications .....                              | 164        |
| <b>Section 2</b>  | <b>Defense and Intelligence Applications of AI.....</b>              | <b>166</b> |
| <b>Chapter 10</b> | <b>Defense Applications of AI .....</b>                              | <b>167</b> |
| 10.1              | Origins of AI in Defense .....                                       | 167        |
| 10.2              | Post-9/11 and the Emergence of Drones (2000s).....                   | 168        |
| 10.3              | The Third Offset Strategy .....                                      | 169        |

|                   |   |            |
|-------------------|---|------------|
| 10.4              | Project Maven .....   | 170        |
| 10.5              | AI Strategy and Policy (2018-Present) .....                   | 174        |
| 10.6              | AI in Modern Defense Applications .....                       | 176        |
| 10.7              | Role of DARPA in AI Development .....                         | 177        |
| <b>Chapter 11</b> | <b>Intelligence Applications of AI.....</b>                   | <b>188</b> |
| 11.1              | Augmenting Intelligence Using Machines.....                   | 188        |
| 11.2              | Central Intelligence Agency Efforts.....                      | 190        |
| 11.3              | National Geospatial-Intelligence Agency Efforts .....         | 193        |
| 11.4              | National Reconnaissance Office Efforts .....                  | 198        |
| 11.5              | Defense Intelligence Agency Efforts .....                     | 202        |
| 11.6              | Intelligence Advanced Research Projects Activity Efforts..... | 204        |
| <b>Chapter 12</b> | <b>AI for Mission-Enabling Functions .....</b>                | <b>209</b> |
| 12.1              | Human Resources and Personnel Management .....                | 209        |
| 12.2              | Logistics .....   | 210        |
| 12.3              | Contracting.....  | 210        |
| 12.4              | Financial Management and Procurement.....                     | 212        |
| 12.5              | Fraud Detection.....  | 213        |
| 12.6              | Cybersecurity .....   | 213        |
| 12.7              | Chatbots for Improved Customer Interaction .....              | 214        |
| 12.8              | Data Discovery and Knowledge Management.....                  | 216        |
| 12.9              | Case Study: Gamechanger .....                                 | 217        |
| 12.10             | Case Study: Microsoft 365 Copilot for Office .....            | 219        |
| <b>Section 3</b>  | <b>Implementing AI in Defense and Intelligence .....</b>      | <b>222</b> |
| <b>Chapter 13</b> | <b>Data Labeling and Feature Engineering.....</b>             | <b>223</b> |
| 13.1              | The Importance of Data Labeling in AI.....                    | 223        |
| 13.2              | Manual Data Labeling.....                                     | 224        |
| 13.3              | Semi-Automated Data Labeling.....                             | 224        |
| 13.4              | Automated Data Labeling .....                                 | 226        |
| 13.5              | Quality Assurance in Data Labeling .....                      | 227        |
| 13.6              | Labeling Sensitive Data .....                                 | 228        |

## Table of Contents

|                   |  |            |
|-------------------|--|------------|
| 13.7              | Ethical Considerations in Data Labeling.....                             | 228        |
| 13.8              | Feature Engineering .....  | 230        |
| 13.9              | Challenges and Future Directions .....                                   | 232        |
| <b>Chapter 14</b> | <b>AI Hardware: GPU's, Cloud, and Edge Computing.....</b>                | <b>235</b> |
| 14.1              | GPUs in AI for Defense Applications.....                                 | 235        |
| 14.2              | Background and History of GPUs.....                                      | 237        |
| 14.3              | GPU Architecture and the Differences from CPU .....                      | 238        |
| 14.4              | GPU Programming Models and Frameworks .....                              | 239        |
| 14.5              | Cloud Computing for AI in Defense and Intelligence .....                 | 240        |
| 14.6              | Edge Computing and AI at the Tactical Edge.....                          | 246        |
| <b>Chapter 15</b> | <b>AI Challenges.....</b>  | <b>249</b> |
| 15.1              | Giraffing: Class Imbalance and Rare Objects .....                        | 249        |
| 15.2              | AI Weirdness.....  | 252        |
| 15.3              | Jailbreaking AI Models .....   | 253        |
| 15.4              | Alignment.....   | 254        |
| 15.5              | IBM's Watson: Promise, Performance, and Pitfalls ...                     | 257        |
| <b>Chapter 16</b> | <b>AI Ethics and Governance.....</b>                                     | <b>259</b> |
| 16.1              | Ethical Principles and Concerns in AI for Defense and Intelligence ..... | 259        |
| 16.3              | Ethics of Lethal Autonomous Weapons.....                                 | 269        |
| 16.4              | AI Governance .....  | 272        |
| 16.5              | Legal and Copyright Issues .....   | 274        |
| 16.6              | AI and The Future of Work .....  | 276        |
| <b>Chapter 17</b> | <b>AI Strategy and Implementation .....</b>                              | <b>278</b> |
| 17.1              | United States AI Strategies .....  | 278        |
| 17.3              | Developing an AI Strategy for Defense and Intelligence .....             | 284        |
| 17.4              | Implementing AI Strategy .....   | 288        |
| 17.5              | AI Workforce Considerations .....  | 290        |
| <b>Chapter 18</b> | <b>Operationalizing AI.....</b>  | <b>294</b> |

|                              |  |            |
|------------------------------|--|------------|
| 18.1                         | Fundamentals of AI Operations (AIOps).....           | 295        |
| 18.2                         | Design .....   | 297        |
| 18.3                         | Model Development.....                               | 298        |
| 18.4                         | Operations .....                                     | 300        |
| 18.5                         | Data Management in AIOps.....                        | 304        |
| 18.6                         | Compliance and Governance in AIOps.....              | 305        |
| <b>Chapter 19</b>            | <b>AI Business Models .....</b>                      | <b>309</b> |
| 19.1                         | AI Software Product and Platform Sales .....         | 310        |
| 19.3                         | Consulting and Custom Development .....              | 314        |
| 19.4                         | Public-Private Partnerships .....                    | 317        |
| 19.5                         | Outcome-Based Contracts.....                         | 319        |
| <b>Chapter 20</b>            | <b>Towards Artificial General Intelligence.....</b>  | <b>321</b> |
| 20.1                         | Origins of AGI .....                                 | 322        |
| 20.2                         | Benchmarks for AGI: The Turing Test and More .....   | 323        |
| 20.3                         | Current State of AGI .....                           | 330        |
| 20.4                         | GPT-4 and Sparks of AGI (?) .....                    | 331        |
| 20.5                         | Misconceptions about AGI .....                       | 334        |
| 20.6                         | Applications of AGI in Defense and Intelligence..... | 336        |
| 20.7                         | Artificial Superintelligence .....                   | 338        |
| 20.8                         | The Singularity.....                                 | 339        |
| <b>Chapter 21</b>            | <b>Conclusion.....</b>                               | <b>340</b> |
| <b>About the Author.....</b> |  | <b>344</b> |
| <b>Acknowledgements.....</b> |  | <b>345</b> |
| <b>References.....</b>       |  | <b>346</b> |