



Whitepaper

Three Key Reasons that the Future of Smart Home Devices is Embedded Contextual AI

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Introduction

Artificial intelligence has become a transformative force, reshaping how consumers interact with technology. Consumer-level AI tools like ChatGPT have set new benchmarks for smart home devices, raising expectations for seamless functionality, natural language interactions, and personalized user experiences. As consumers demand smarter, more intuitive devices, embedded engineers and system engineers are under increasing pressure to incorporate AI in ways that are both technically feasible and commercially viable. These heightened expectations are driving a wave of innovation, but also significant challenges.

While large language models (LLMs) such as ChatGPT promise to deliver transformative capabilities, their application in smart home devices remains fraught with hurdles. The field of AI for smart home applications is still young and evolving rapidly, leaving engineers grappling with fundamental questions about how to integrate AI effectively. Resource constraints, privacy concerns, and the need for highly contextual, task-specific solutions all complicate the adoption of LLMs in embedded systems.

This whitepaper addresses these challenges and outlines three key principles for successfully integrating AI into smart home devices.

First, the AI powering these devices cannot rely on LLMs, as they are unsuitable for resource-constrained environments. Second, the AI must be contextual, narrowly focused on delivering relevant, reliable and safe interactions. Finally, to achieve efficiency, privacy, and low latency, the AI must be embedded at the edge, enabling devices to process data locally without relying on cloud infrastructure. These essentials represent the foundation for the next generation of smart home technology.



Why LLMs Are Unsuitable for Smart Home Devices

Large language models have gained prominence for their ability to understand and generate human-like responses. However, their architecture and operation create fundamental incompatibilities with the demands of smart home devices.

Unpredictability

Current LLMs are unpredictable because they are prone to hallucination and subject to bias. Hallucination occurs when an LLM generates information that is entirely fabricated or inaccurate but presented as fact. This stems from the probabilistic nature of these models, which synthesize responses based on patterns in training data rather than on verified truths. Additionally, LLMs inherit biases from the datasets they are trained on, which may contain stereotypes or outdated perspectives. As a result, their outputs can unintentionally reflect or amplify these biases, leading to unfair or misleading results.

Generalization leads to irrelevance

LLMs are trained on vast datasets encompassing everything from historical records to pop culture references. This breadth results in models that are overly general for smart home applications. For example, operating a microwave should require a model trained exclusively on cooking instructions and appliance functions—not one capable of discussing global geopolitics. When LLMs are applied naively, they risk delivering responses that are not contextually relevant, and thus degrade user experience.

Resource constraints

The computational and memory requirements of LLMs far exceed what embedded systems can support. Smart home devices typically operate on low-power processors with limited storage, yet LLMs demand large-scale infrastructure to function effectively. Running LLMs locally would require costly hardware upgrades that are neither practical nor cost-effective for manufacturers or consumers.

Energy and latency challenges

LLMs are also power-intensive. For battery-operated smart devices, deploying LLMs would lead to rapid energy depletion. Additionally, the reliance on cloud-based processing introduces latency, creating delays in user interactions—an unacceptable drawback in applications requiring immediate responses, such as home security systems.

Privacy concerns

Cloud-dependent LLMs pose significant risks to user privacy. Sensitive data, including biometrics, personally identifiable information and conversations, must be transmitted to and stored in the cloud for processing. This approach not only increases the likelihood of breaches but also erodes consumer trust in the device's security.

These limitations make LLMs ill-suited for smart home devices. Instead, manufacturers should adopt contextual AI models, which offer tailored, efficient, and secure solutions.

The Role of Contextual AI in Smart Home Devices

Contextual AI is purpose-built to operate within a specific domain or application. Unlike the generalist nature of LLMs, contextual AI models are designed to focus narrowly on the tasks they are intended to perform. This approach offers several advantages.

Enhanced safety

A hallmark of contextual AI is its predictability. By operating within predefined boundaries, these models minimize risks associated with hallucinations—erroneous outputs common in LLMs. For instance, a contextual AI in a smart home thermostat would never misinterpret a user's request to "turn up the heat" as a request to play the song of the same name by the band Get Set Radio. Reliable and safe operation of smart home devices requires contextual AI.

Personalized interactions

Consumers increasingly expect smart devices to anticipate their needs and adapt to their preferences. Contextual AI enables this by learning from user behavior. For example, a smart washing machine can remember preferred settings for delicate fabrics and a smart blender can remember that members of the same household have varying taste preferences. These features create a deeply personalized and intuitive user experience.

Efficiency and scalability

Contextual AI models are task-specific and memory-efficient. They are significantly smaller than LLMs, requiring fewer computational resources and less memory. This efficiency makes them ideal for embedded systems, ensuring that devices remain cost-effective while delivering high performance.



Why Smart Home AI Must Be Embedded at the Edge

Embedding AI at the edge—on the device itself—is essential for overcoming the limitations of cloud-dependent models and enhancing overall performance.

Overcoming resource constraints

Edge-embedded contextual AI eliminates the need for constant cloud connectivity, reducing the device's reliance on external infrastructure. This approach also minimizes energy consumption, allowing battery-powered devices to operate longer without recharging or replacing batteries.

Privacy and security

By processing data locally, edge AI protects sensitive user information. Sensitive data (such as conversations) and personally identifiable information (such as biometrics) never leaves the device, ensuring compliance with privacy regulations and safeguarding consumer trust. This is particularly critical for applications like smart locks or security cameras, where breaches could have severe consequences.

Reducing latency

On-device AI provides instantaneous responses, bypassing the delays inherent in cloud-based systems. This low-latency performance is vital for real-time applications, such as voice-controlled lighting and emergency alerts.

Synaptics Is Your Partner of Choice

The demands of modern consumers—efficiency, personalization, and security—are reshaping the smart home industry. Contextual AI, embedded at the edge, provides a clear path forward. Unlike LLMs, contextual AI delivers precise, task-specific functionality without compromising performance or privacy. Combined with edge deployment, it ensures that smart devices are responsive, reliable, and future-ready.

Synaptics' innovative solutions are poised to transform how AI integrates into smart home devices, setting new standards for functionality and user experience. The future of smart home technology lies not in vast, unfocused language models but in lean, intelligent systems that truly understand their users.

Synaptics Astra™ MPU SL-Series



Synaptics Astra™ MCU Series



Synaptics' Approach

Synaptics is leading the charge in developing edge-based contextual AI solutions. By offering full-stack support—including hardware, software frameworks, and customizable contextual models—Synaptics empowers developers to create efficient, secure, and user-focused smart devices. These solutions emphasize open-source flexibility, allowing manufacturers to tailor AI capabilities to their specific needs without being locked into proprietary systems.

Reimagine what's possible with Edge AI

Synaptics simplifies context-aware Edge AI processing for your IoT applications.

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