

**Preparing & Strategizing for Future Technologies**  
Five Disruptive Technologies that are Driving Ten Transformational Megatrends



Don Guckert, P.E., APPA Fellow  
Vice President, APPA Advisors  
**APPA** ADVISORS

APPA Institute for Facilities Management

1

---

---

---

---

---

---

---

---

A strategically-focused understanding of the technologies that are driving changes in our built environments.

The megatrends that are reshaping our profession.

The urgency of shifting our mindset of “doing more with less” to a strategy of “doing different with less.”

APPA Institute for Facilities Management

2

---

---

---


---

---

---

---

---



If the rate of change on the outside exceeds the rate of change on the inside, the end is near.

Jack Welch

QuoteNova.net

3

---

---

---

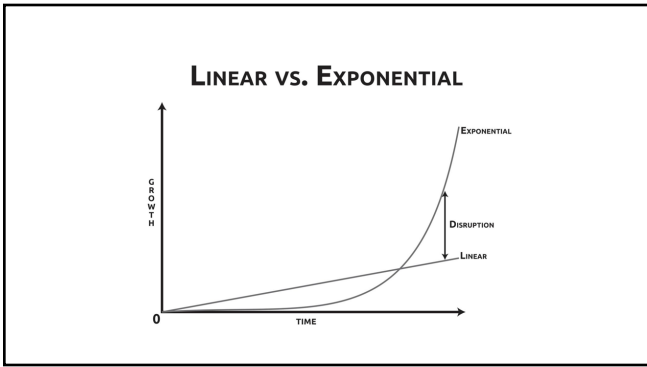
---

---

---

---

---



4

---

---

---

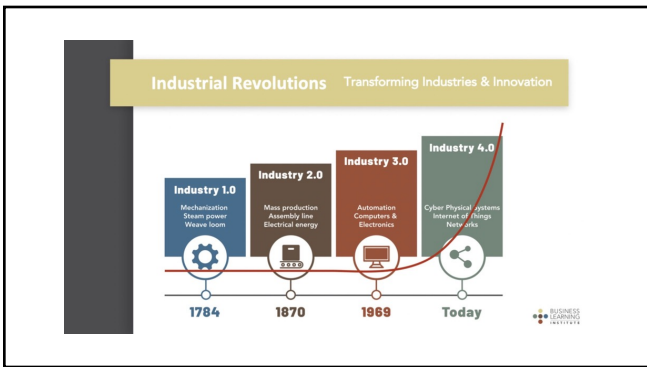
---

---

---

---

---



5

---

---

---

---

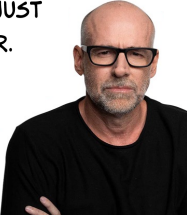
---

---

---

---

THINGS WON'T CHANGE AS MUCH AS THEY WILL ACCELERATE. WHILE OTHER CRISES RESHAPED THE FUTURE, COVID-19 IS JUST MAKING THE FUTURE HAPPEN FASTER.



**Scott Galloway**  
Professor of Marketing  
NYU Stern Business School

6

---

---

---

---

---

---

---

---

“The only smart strategy is to embrace and start leading the digital transformation of your company (organization).”



Andrew McAfee, MIT Research Scientist  
Coauthor of "The Second Machine Age"

---

---

---

---

---

---

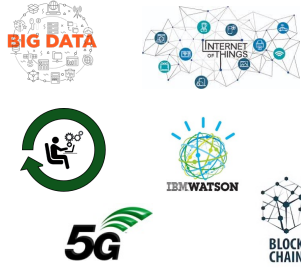
---

---

7

### The Fourth Industrial Revolution

- Big Data Driven
- IoT Enabled
- OT Engineered
- AI Elevated
- 5G Fueled
- Blockchain Secured



---

---

---

---

---

---

---

---

8

### Big Data Driven



---

---

---

---

---

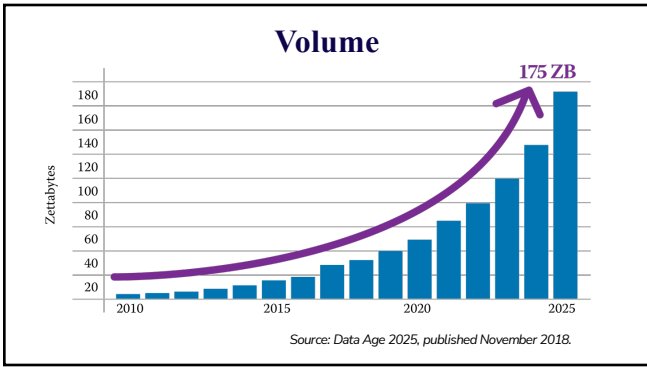
---

---

---

9





---

---

---

---

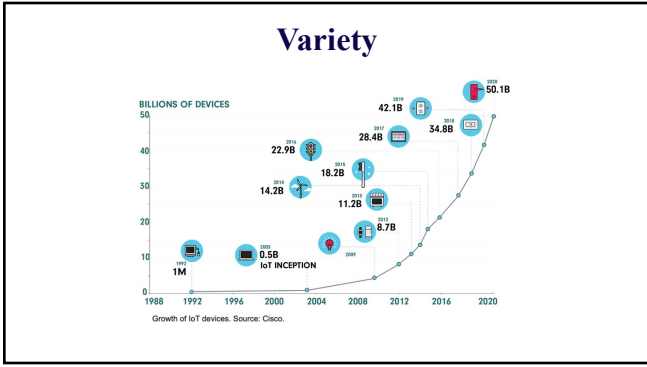
---

---

---

---

13



---

---

---

---

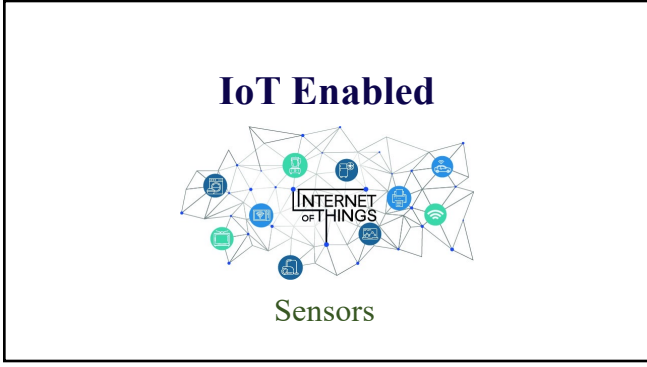
---

---

---

---

14



---

---

---

---

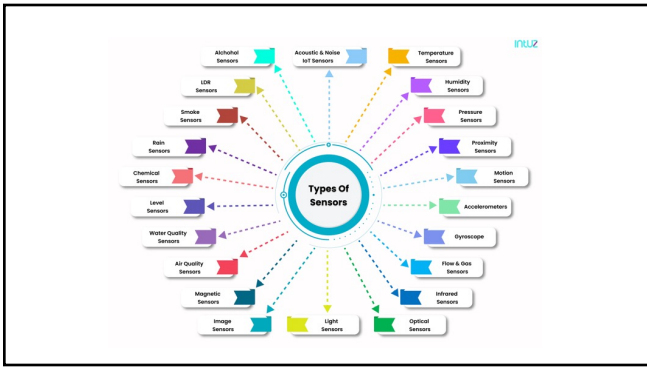
---

---

---

---

15



16

---

---

---

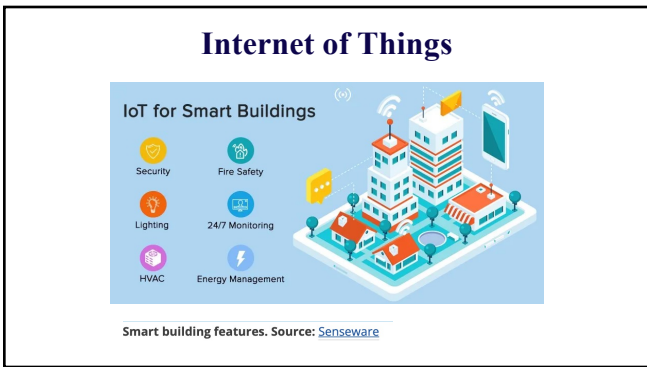
---

---

---

---

---



17

---

---

---

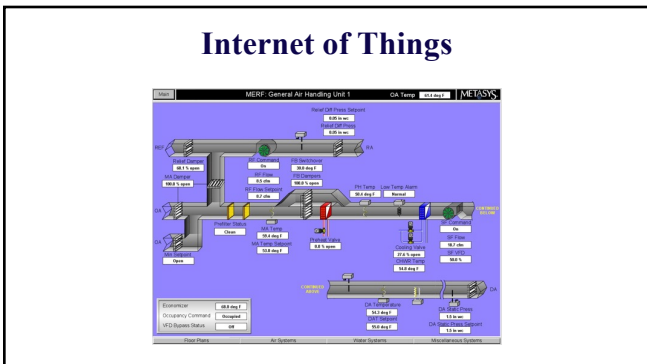
---

---

---

---

---



18

---

---

---

---

---

---

---

---

### Internet of Things

#### Air Handler Performance

- Fan Runtime
- Fan Power
- VFD Control
- Static Pressure
- Heating Control
- Cooling Control
- Ventilation Air Control
- Economizer Control
- CO2 Control
- Outside Air Temperature
- Return Air Temperature
- Make-up Air Temperature
- Supply Air Temperatures
- Freeze Stat Alarms
- Smoke/Fire Alarm
- Pressure Drop Alarm

---

---

---

---

---

---

---

---

19

### Fault Detection & Diagnostics

- Simultaneous heating and cooling
- CHW valve leaking by
- Steam valve leaking by
- Heat rec. running when it shouldn't
- Heat Recovery leaking by
- Dirty filters
- Not maintaining static
- CHWS temp too high
- DAT off set point
- Humidification when it shouldn't
- Not meeting humidity set point
- Humidity high limit
- CO2 sensor out of calibration
- Any current senses zero for a fan
- Multiple units running out of sync
- Air flow thru unit that is off
- Ave valve position versus OAT
- Economizer Optimization
- CW valve staging incorrectly
- Avg CHW delta T versus OAT

---

---

---

---

---

---

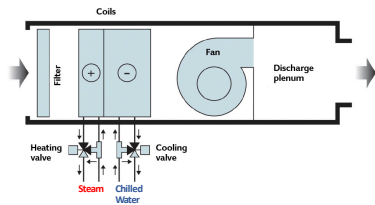
---

---

20

### Fault Detection & Diagnostics

- Simultaneous heating and cooling




---

---

---

---

---

---

---

---

21

**OT Engineered**  
**(Operations Technology)**



Applications

22

---

---

---

---


---

---

---

---

**OT Engineered**



23

---

---

---

---

---



---


---

---

**OT Engineered**

**INFORMATION TECHNOLOGY (IT) VS. OPERATIONAL TECHNOLOGY (OT)**

<b>IT</b> Data and the flow of digital information  Focus on Security	<b>OT</b> Operation of physical processes and the machinery used to carry them out  Focus on Optimization
--	---



24

---

---

---

---

---

---

---

---



## AI Elevated



Machine Learning

25

---

---

---

---

---

---

---

---



26

---

---

---

---

---

---

---

---

## Cognitive Computing



**Cognitive computing** simulates the human thought processes using self-learning algorithms that use data mining, pattern recognition and natural language processing to mimic the way the human brain works.

Source: Forbes Magazine, March 23, 2016

27

---

---

---

---


---

---

---

---

**5<sup>th</sup> Generation Fueled**



Connectivity & Instant Data

28

---

---

---

---




---

---

---

---

**HOW LONG WOULD IT TAKE  
TO DOWNLOAD "E.T." THE MOVIE?**

<b>3G</b> 384 Kbps	<b>4G</b> 100 Mbps	<b>5G</b> 10 Gbps
<b>12 HOURS</b>	<b>10 MINUTES</b>	<b>3 SECONDS</b>
 Fly to Barbados	 Make a round of tea	 Blink!

29

---

---

---

---

---

---

---

---



30

---

---

---

---

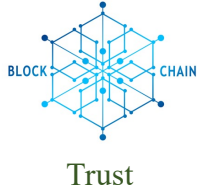
---

---

---

---

# Blockchain Secured




---

---

---

---

---

---

---

---

31

# Blockchain Secured




---

---

---

---

---

---

---

---

32

# Blockchain Secured

"The Internet wasn't designed for transactions. It was designed for email and communications."  
George Gilder, Author & Economist

"What the Internet did for communications, Blockchain will do for trusted transactions."  
Ginni Rometty, President & CEO of IBM

"Blockchain technology could change our world more than people imagine. Bitcoin, however, could be a bubble."  
Jack Ma, CEO and Founder of Alibaba

---

---

---

---

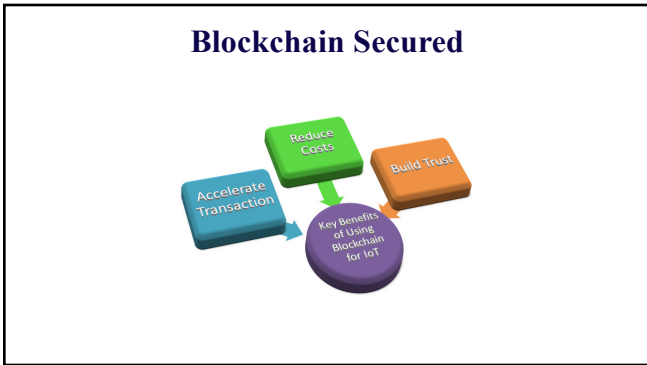
---

---

---

---

33



---

---

---

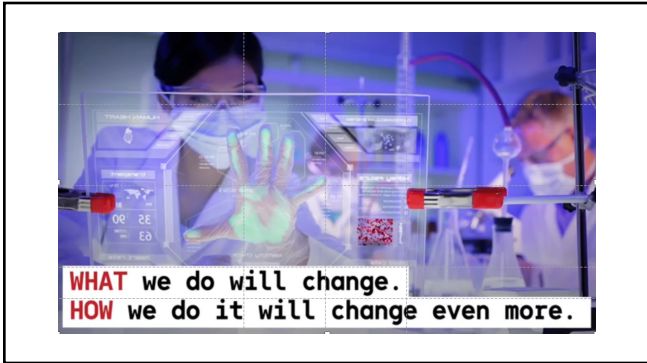
---

---

---

---

34



---

---

---

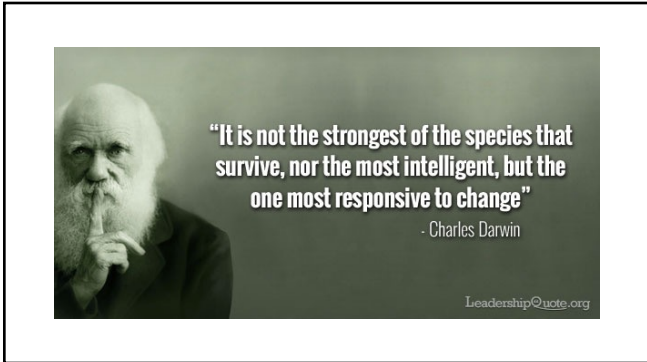
---

---

---

---

35



---

---

---

---

---

---

---

36

# Ten Megatrends Shaping Our Profession

Source: Facilities Innovations LLC

37

---



---



---



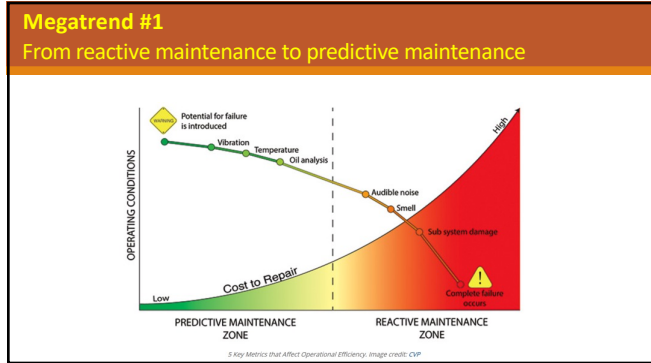
---



---



---



38

---



---



---



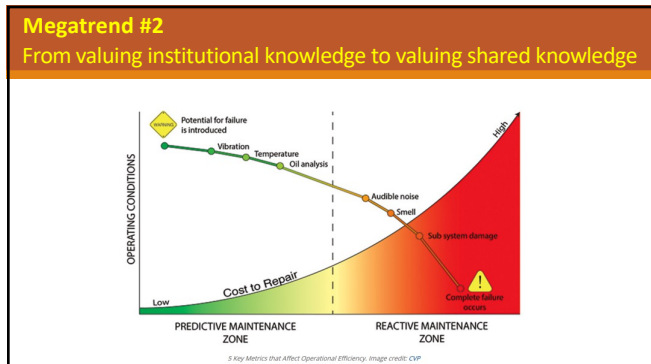
---



---



---



39

---



---



---



---



---



---

**Megatrend #2**  
 From valuing institutional knowledge to valuing shared knowledge

“The intuition about how a machine is operating on a factory floor used to come from working there thirty years and being able to detect a slightly different sound signature emanating from the machine, telling us something is not exactly right. That is a weak signal. Now with sensors, a new employee can detect a weak signal on the first day of work – without any intuition.”

Thank You for Being Late  
 An Optimist's Guide to Thriving in the Age of Accelerations  
 Thomas L. Friedman

40

---

---

---

---

---

---

---

---

**Megatrend #2**  
 From valuing institutional knowledge to valuing shared knowledge

“Experienced workers knew how to process weak data. But now with Big Data, with a much finer grain of fidelity we can make finding a needle in the haystack the norm - not the exception. And we can augment the human worker with machines so they work as colleagues and enable them to process weak signals together and overnight become like a thirty year veteran.”

Thank You for Being Late  
 An Optimist's Guide to Thriving in the Age of Accelerations  
 Thomas L. Friedman

41

---

---

---

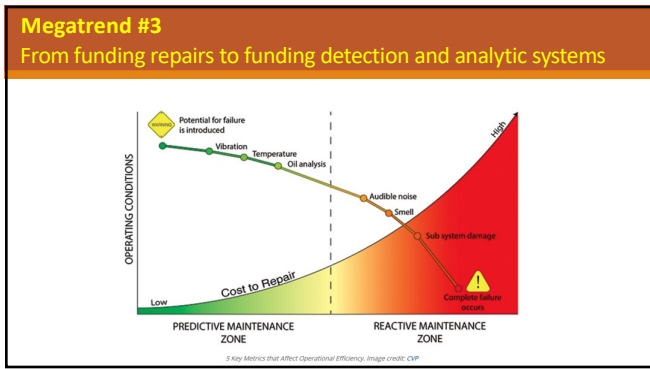
---

---

---

---

---



42

---

---

---

---


---

---

---

---

**Megatrend #3**  
From funding repairs to funding detection and analytic systems



**Making the Business Case for Intelligent Buildings**

- Better occupant experience
- Healthier building environments
- Reduced risk of business disruptions
- Increased productivity & wrench time
- Decreased cost of repairs
- Reduced scheduled PM activities
- Lower energy costs
- Retained energy conservation savings
- Improved turnover of new construction

43

---

---

---

---


---

---

---

---

**Megatrend #4**  
From preventative maintenance to condition-based maintenance



**Industry 2.0**  
Mass production assembly lines using electrical power

**Industry 3.0**  
Automated production using electronics, programmable logic controllers (PLC), IT systems and robotics.

**Industry 4.0**  
The "Smart Factory". Autonomous decision making of cyber-physical systems using machine learning and big data analysis. Interoperability through I4.0 and cloud technology.

44

---

---

---

---

---

---

---

---

**Megatrend #4**  
From preventative maintenance to condition-based maintenance

“Preventative maintenance was: change the oil every six thousand miles, whether you drive it hard or not. The new approach is “predictive maintenance” and “prescriptive maintenance” We can now predict nearly the exact moment when a tire, engine, car or truck battery, turbine fan or widget needs to be changed.”

*Thank You for Being Late  
An Optimist's Guide to Thriving in the Age of Accelerations  
Thomas L. Friedman*

45

---

---

---

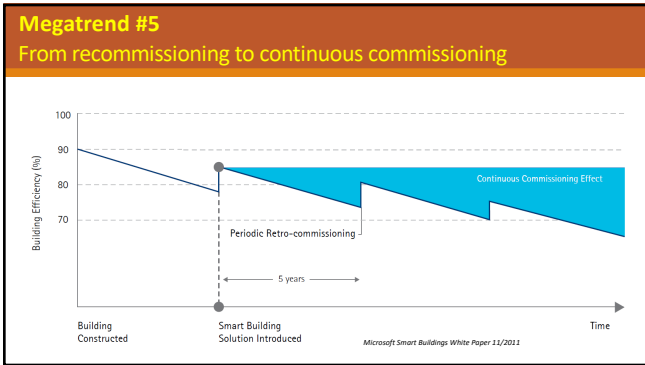
---

---

---

---

---



46

---

---

---

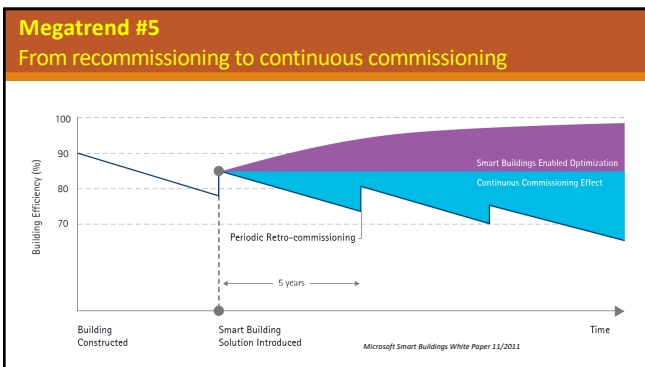
---

---

---

---

---



47

---

---

---

---

---

---

---

---



48

---

---

---

---

---

---

---

---



**Megatrend #6**  
From competing with the Machine to complementing it

A close-up photograph of a human eye with a green iris. Overlaid on the eye is a white text box with the question: "Is the answer to become more human?"

49

---

---

---

---

---

---

---

---

**Megatrend #6**  
From competing with the Machine to complementing it

A colorful explosion of paint splatters in various colors (red, yellow, blue, green, purple). Overlaid on the center are several white text boxes with the words: "Creativity", "Feeling", "Integrity", "Learning", "Collaborating", and "Curiosity".

50

---

---

---

---

---

---

---

---

**Megatrend #7**  
From rewarding expertise to rewarding collaboration

A photograph of four men in a workshop or office setting. They are gathered around a table, looking at documents and equipment, appearing to be in a collaborative discussion.

51

---

---

---

---

---

---

---

---

**Megatrend #8**  
From managing facilities to managing occupant experiences



"...spend less time and resources on running buildings and more time on what is important – the occupant."

52

---

---

---

---

---

---

---

---

**Megatrend #8**  
From managing facilities to managing occupant experiences



**3-30-300 Rule**  
Jones Lang LaSalle

\$3 ON UTILITIES  
\$30 ON BUILDINGS  
\$300 ON EMPLOYEES

53

---

---

---

---

---

---

---

---

**Megatrend #8**  
From managing facilities to managing occupant experiences

- Create environments for enhancing the student experience
- Provide places to work that attract smart, sustainability-minded employees
- Ensure comfort with temperature, humidity and lighting tailored to occupant preferences
- Raise productivity, health and wellness through indoor air quality
- Empower individuals with control of occupant personal workspace
- Accommodate schedules and workflows of business operations
- Manage the indoor environment to pre-empt issues before they surface
- Deliver 100x value of energy efficiency

Source: 75F

54

---

---

---

---

---

---

---

---



55

---

---

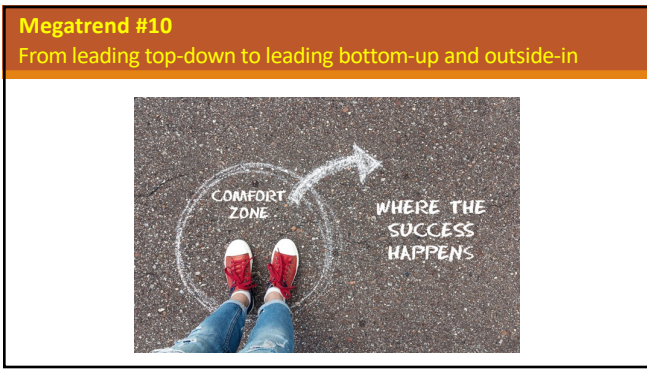
---

---

---

---

---



56

---

---

---

---

---

---

---



57

---

---

---

---

---

---

---

**Megatrend #10**  
From leading top-down to leading bottom-up and outside-in



**Facilities Technology Strategist**

58

---

---

---

---

---

---

---

---



**Adopt a Strategic Mindset for Technology**

59

---

---

---

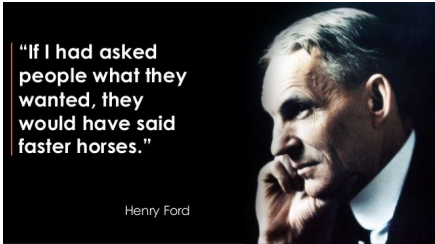
---

---

---

---

---



**"If I had asked people what they wanted, they would have said faster horses."**

Henry Ford

60

---

---

---

---

---

---

---

---

### Doing More With Less




---

---

---

---

---

---

---

---

61




---

---

---

---

---

---

---

---

62




---

---

---

---

---

---

---

---

63

**DIFFERENTIATION STRATEGY**

**Doing more with less is not a differentiating business strategy**

64

---

---

---

---

---

---

---

---

**The More and Less of Doing More With Less**

• More Demands & Deadlines	• Less Training & Development
• More Workload	• Less Peer Networking
• More Stress	• Less Responsiveness
• More Risk	• Less Communication
• More Errors & Mistakes	• Less Quality
• More Staff Turnover	• Less Job Satisfaction
• More Burnout	• Less Innovation
• More Reactive Mindset	• Less Strategic Mindset

65

---

---

---

---

---

---

---

---

**Stop doing more with less...and start doing different**

**Let's do a Fosbury Flop!!**

66

---

---

---

---

---

---

---

---

Doing different raises the bar on building performance, operational effectiveness, occupant productivity, and most importantly the student experience.



67

---

---

---

---

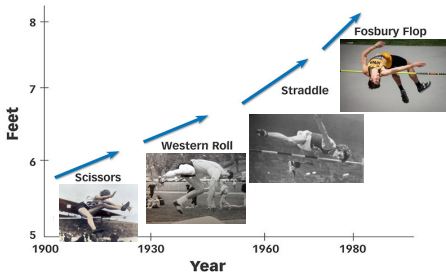
---

---

---

---

### Doing Different



68

---

---

---

---

---

---

---

---



69

---

---

---

---

---

---

---

---

### Preparing for Disruptive Change

Maintain at least a basic understanding of the disruptive technological forces and embrace the Operations Technology role of your organization.

Be positioned and prepared for the megatrends reshaping the profession.

Think "doing different" when others are thinking "doing more."

---

---

---

---

---

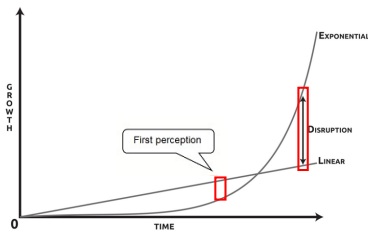
---

---

---

70

### Prepare for Change



---

---

---

---

---

---

---

---

71

We always overestimate the change that will occur in the next two years and underestimate the change that will occur in the next ten. Don't let yourself be lulled into inaction.

*Bill Gates*



www.thequotes.in

---

---

---

---

---

---

---

---

72





**Don Guckert, P.E., APPA Fellow**  
Vice President, APPA Advisors  
[dguckert@appa.org](mailto:dguckert@appa.org)  
703-542-3847

**APPA** | ADVISORS



---

---

---

---

---

---

---